

1. The Week in Review

- The financing received for BRT expansion is to boost the equities market performance as cement sales are expected to increase.

a. Equities

Domestic Equities recorded an improved performance from last week's numbers as market picks up momentum. The market recorded a weekly Turnover of TZS 3.40 billion and 8.71 million shares traded.

Total market capitalization increased to TZS 15,684.55/=billion, a 0.42% increase and the Domestic market capitalization increased to TZS 10,279.89/= billion, a 0.75% increase.

Price movement on domestic equities was only recorded on CRDB this week. Closing at TZS 395/=, a 2.60% increase. Other counters had encountered no price change this week.

CRDB was a top market mover this week, recording 98.27% of total market turnover followed NMB with 1.47%.

All Shares Index (DSEI) increased by 0.75% to close at 1,881.99 points and Tanzania Shares Index (TSI) increased by 0.25% to close at 3,888.81 points. Banks, Finance & Investment (BI) closed at 3384.28, 0.98% up as CRDB price increased. Industrial & Allied (IA) and Commercial Services (CS) remained unchanged closing at 5,022.79 and 2,147.73 points respectively.

Weekly Outlook

The equities market recorded an improved performance earlier than expected as both local and foreign investors engage in transacting right before the end of the holidays. We expect performance to increase further in the coming week.

b. Fixed Income

Primary market

This week's Government T-BILL results echoed our last week's predictions as results proved to an increase in Yield. We forecast an undersubscription in the upcoming Government 10-year Treasury bond auction results.

Secondary market

This week the bonds market recorded a total of 42 deals from government bonds and no deals from the corporate segment, recording a total turnover of TZS 5.4 billion.

The 25-year bonds recorded an average Yield of 12.76 with an average price of 100.45%, followed by the 20-year bonds with an average yield of 14.51 and price of 106.39%, and the 10 year bonds recording an average yield and price of 14.88 and 91.04% respectively.

Most turnover was influenced by the 20-year government bond recording 63.29% of the market turnover followed by the 25-year government bond with 36.04%.

The bond with the highest number of deals this week is the 25-year government bond with 32 deals, followed by the 20-year government bond with 9 deals.

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	762.65	3,403.82	+346.3%
Foreign Buyers (%)	0.00%	0.87%	N/A
Volume (Million shares)	0.34	8.71	+2435.9%
Total Market Cap (TZS Bn)	15,618.54	15,684.55	+0.42%
Domestic Market Cap (TZS Bn)	10,203.77	10,279.89	+0.75%
DSEI	1,874.06	1,881.99	+0.42%
TSI	3,878.93	3,888.81	+0.25%
IA	5,022.79	5,022.79	0.00%
BI	3,351.49	3,384.28	+0.98%
CS	2,147.73	2,147.73	0.00%

Source: DSE, Vertex Calculations

Table 2: Weekly Average Yield Data

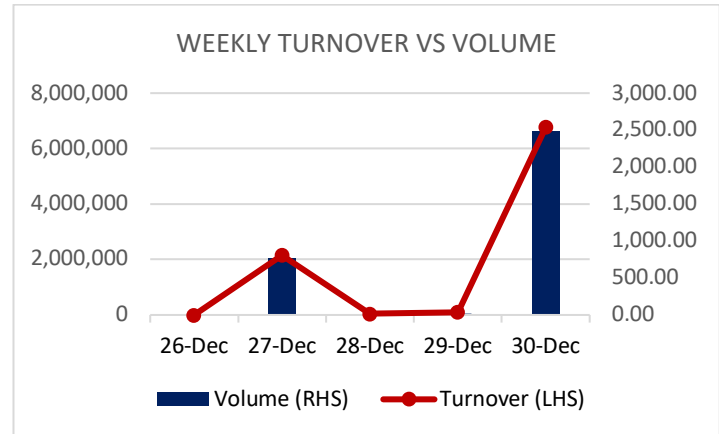
TENURE	LAST WEEK	THIS WEEK	%CHANGE
2	0.00	0.00	0.00%
5	0.00	0.00	0.00%
7	0.00	0.00	0.00%
10	10.91	14.88	+36.36%
15	12.62	0.00	-100.00%
20	12.34	14.51	+17.56%
25	11.44	12.76	+11.56%

Source: DSE, Vertex Calculations

Table 3: Net Asset Value per Unit for Unit Schemes

	20-Dec	29-Dec	% Change
UMOJA	875.6968	876.3168	+0.07%
WEKEZA	740.1646	741.2993	+0.15%
WATOTO	546.7048	547.641	+0.17%
JIKUMU	158.7792	159.0143	+0.15%
LIQUID	341.5399	342.4204	+0.26%
BOND	114.3462	114.7283	+0.33%

Source: UTT, vertex Calculations

2. Chart of the Week

Source: DSE, Vertex Calculations



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