1. The Week in Review

Headlines

- Current account deficit widens as Tourism sector continues to suffer from impact of COVID – 19 on the Global Travel Industry

a. Equities

Equities Market continued with a downward spiral as low participation of foreigners continue to bite. Weekly Turnover and Volume declined to TZS 510.05 million and 686.04 thousand shares respectively. Prices also declined.

Total Market capitalization decreased by 1.17% to TZS 16,249.20 billion and Domestic Market capitalization decreased by 0.78% to TZS 9,481.49 billion.

Top gainer was JATU, which gained 11.86% to close at TZS 660/=. Top losing counters were NMB, which lost 4.27% to close at TZS 2,240/= and CRDB, which declined by 4.00% to close at TZS 240/=.

NMB counter continued to move the market, recording 55.93% of total market turnover followed by CRDB with 18.46% and JATU with 11.12%.

All Shares Index (DSEI) lost 1.17% to close at 1,949.48 points and Tanzania Shares Index (TSI) lost 0.78% to close at 3,586.08 points. Banks, Finance & Investment (BI) closed at 2,409.55, 3.81% down as CRDB and NMB declined. Industrial & Allied (IA) closed at 5,005.36 points, 0.02% up as JATU price climbed. Commercial Services (CS) closed at 2,138.49 points same as last week.

Weekly Outlook

The equity market continued with a downward momentum as Turnover, Volume and Prices dropped. Block trades remained scarce. We expect the market performance to improve next week as we forecast strong third quarter results form financials.

b. Fixed Income

Auction Results for 10- Year Treasury Bond echoed our last week sentiment, where we expected yields to increase. We forecast yields to decrease in the next week's auction for Treasury Bills as we see no correlation between those two Treasury Securities.

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	588.96	510.05	-13.40%
Foreign Buyers (%)	0.45%	21.72%	+4,709.85%
Volume (Million shares)	0.88	0.67	-22.17%
Total Market Cap (TZS Bn)	16,442.17	16,249.20	-1.17%
Domestic Market Cap (TZS Bn)	9,556.21	9,481.49	-0.78%
DSEI	1,972.64	1,949.48	-1.17%
TSI	3,614.33	3,586.08	-0.78%
IA	5,004.12	5,005.36	+0.02%
BI	2,505.06	2,409.55	-3.81%
CS	2,138.49	2,138.49	0.00%

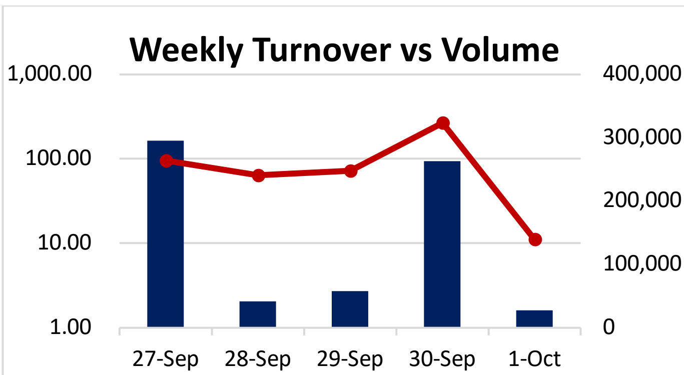
Source: DSE, Vertex Calculations

Table 2: Net Asset Value per Unit for Unit Schemes

	23 - Sep	30 - Sep	% Change
Umoja Fund	764.3165	763.9128	-+0.05%
Wekeza Maisha	638.232	643.2909	+0.79%
Watoto Fund	465.8248	472.8668	+1.51%
Jikimu Fund	150.7849	151.5755	+0.52%
Liquid Fund	291.0826	292.5407	+0.50%
Bond Fund	109.8206	110.8119	+0.90%

Source: UTT, vertex calculations

2. Chart of the Week



Source: DSE, Vertex Calculations

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