



1. The Week in Review

- The MOU signed between the FTCC and Tanzania to support local startups is a huge stride towards improved startup ecosystem.

Domestic Equities market recorded a positive performance this week as Turnover and Prices increased. Surprisingly Volume declined. The market recorded a weekly Turnover of TZS 592.03/= million against a volume of 1.04 million shares.

Total market capitalization decreased to TZS 15,767.09billion, a 1.62% decline while the Domestic market capitalization increased to TZS 10,703.35/= billion, a 0.19% increase.

TCCL was the top gaining counter this week closing at TZS 1,100/=, 10.00% up, followed by NICO closing at TZS 395/=, 3.95% up and DCB closing at TZS 650/=, 3.13% up. DSE was the top losing counter closing at TZS 1,700/=, a 2.30% decline.

CRDB was a top market mover this week, recording 65.27% of total market turnover followed by NMB with 19.69% and TCCL with 4.65%.

All Shares Index (DSEI) decreased by 1.62% to close at 1,891.87 points while Tanzania Shares Index (TSI) increased by 0.19% to close at 4,048.99 points. Banks, Finance & Investment (BI) closed at 3,871.74 points, 0.44% up as CRDB and DCB saw an increase in counter prices. Industrial and allied (IA) to close at 5,055.63 points, 0.11% up as TCCL price increased and Commercial services (CS) remained unchanged at 2,145.21 points.

Weekly Outlook

Domestic Equities recorded a slight recovery in performance this week, echoing our last week forecast. A decline in Volume was counterbalanced by an increase in Prices pushing weekly Turnover up.

We expect a bit of price volatility next week as investors are somewhat unsure which bold move before dividend announcements.

Fixed Income

Primary market

Treasury Bills Auction results diverged from our last week forecast as Yields declined. We think the Trend has started to shift. We forecast an undersubscription in the upcoming 7-year Treasury Bond auction.

Secondary market

The secondary bond market recorded a total of 64 deals from Treasury bonds only this week, recording a total turnover of TZS 134.17 billion.

The 25-year Treasury bonds recorded an average Yield of 12.86% with an average price of 101.75%, followed by the 20-year Treasury bonds with an average yield of 12.76% and price of 111.75%, 15-year Treasury bonds recording an average yield of 11.13% and average price of 119.82%, 10-year Treasury bond recording an average yield of 10.11% and average price of 109.17% and 5-year Treasury bond recording an average yield of 8.67% and price of 103.50%.

Most turnover was contributed by the 20-year Treasury bond, 64.59% of the market turnover followed by the 25-year Treasury bond with 29.74%.

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	506.42	592.03	+16.90%
Foreign Buyers (%)	0.45%	0.33%	-26.19%
Volume (Million shares)	1.09	1.04	-4.78%
Total Market Cap (TZS Bn)	16,026.67	15,767.09	-1.62%
Domestic Market Cap (TZS Bn)	10,683.46	10,703.35	+0.19%
DSEI	1,923.02	1,891.87	-1.62%
TSI	4,041.47	4,048.99	+0.19%
IA	5,050.02	5,055.63	+0.11%
BI	3,854.77	3,871.74	+0.44%
CS	2,145.21	2,145.21	0.00%

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

Bond	Average Yield	Average Price	Turnover (Bln)
5 Year	8.67%	103.50%	0.05
10 Year	10.11%	109.17%	0.02
15 Year	11.13%	119.82%	7.54
20 Year	12.76%	111.75%	86.66
25 Year	12.86%	101.75%	39.90

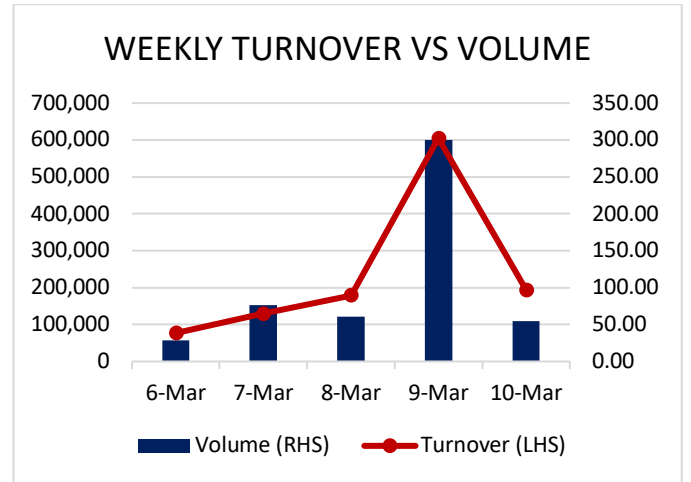
Vertex calculation, DSE

Table 3: Net Asset Value per Unit for Unit Schemes

	2-Mar	8-Mar	change
UMOJA	895.3794	896.2290	+0.09%
WEKEZA	762.5792	763.6698	+0.14%
WATOTO	562.5651	563.4424	+0.16%
JIKUMU	160.4037	160.6702	+0.17%
LIQUID	349.7407	350.308	+0.16%
BOND	114.2986	114.4808	+0.16%

Source: UTT, Vertex Calculations

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Chart of the Week

Source: DSE, Vertex Calculations



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