1. The Week in Review

- The agreement between Tanzania and India to use their own currencies in Bilateral Trade settlements to boost bilateral trade and reduce pressure on shilling in the medium to long-term.

Domestic Equities market recorded an improved performance this week as Turnover, Prices and Volume increased. The market recorded a weekly Turnover of TZS 1.31/= billion against a volume of 2.49 million shares.

Total market capitalization decreased to TZS 15,444.22 billion, a 2.05% decline while the Domestic market capitalization increased to TZS 10,722.30/= billion, a 0.18% increase.

TCCL was the top gaining counter this week closing at TZS 1,180/=, 7.27% up, followed by DCB closing at TZS 170/=, 3.03% up and NICO closing at TZS 400/=, 1.27%up. There were no losing domestic counters this week.

CRDB was a top market mover this week, recording 76.77% of total market turnover followed by NMB with 10.13% and TCCL with 7.41%.

All Shares Index (DSEI) decreased by 2.05% to close at 1,853.13 points while Tanzania Shares Index (TSI) increased by 0.18% to close at 4,056.15 points. Banks, Finance & Investment(BI) closed at 3,889.14 points, 0.45% up as CRDB, NICO and DCB saw an increase in counter prices. Industrial and allied (IA) to close at 5,060.11points, 0.09%up as TCCL counter price increases and Commercial services (CS) remain unchanged at 2,145.21points.

Weekly Outlook

Weekly Market Turnover surged this week as the Volume increased considerably. Prices continued to increase pushing the Domestic market to close the week in green, and foreign buyers increased. We expect a continuation of this trend next week as investors anticipate positive dividend announcements.

Fixed Income

Primary market

We forecast an Increase in yields in the upcoming Treasury bill auction.

Secondary market

The secondary bond market recorded a total of 37 deals from both Treasury and corporate bond segments this week, recording a total turnover of TZS 73.03 billion.

The 25-year Treasury bonds recorded an average Yield of 12.65% with an average price of 99.99%, followed by the 20-year Treasury bonds with an average yield of 12.56% and price of 108.50%, 15- year Treasury bonds recording an average yield of 10.94% and average price of 122.05%, 10-year Treasury bond recording an average yield of 9.12% and average price of 114.08% and 5-year Treasury bond recording an average yield of 7.95% and price of 106.42%. In the Corporate bond segment The NMB 3-year bond recorded an average yield of 52.28% and price of 85.00% this week and the NBC 5-year bond recorded an average yield of 10.68% and price of 100.00%.

Most turnover was contributed by the 15-year Treasury bond 77.03% of the market turnover followed by the 20-year Treasury bond with 18.92%.

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	592.03	1,313.48	+121.86%
Foreign Buyers (%)	0.33%	3.22%	+877.51%
Volume (Million shares)	1.04	2.49	+139.14%
Total Market Cap (TZS Bn)	15,767.09	15,444.22	-2.05%
Domestic Market Cap (TZS Bn)	10,703.35	10,722.30	+0.18%
DSEI	1,891.87	1,853.13	-2.05%
TSI	4,048.99	4,056.15	+0.18%
IA	5,055.63	5,060.11	+0.09%
BI	3,871.74	3,889.14	+0.45%
CS	2,145.21	2,145.21	0.00%

Source: DSE, Vertex Calculations

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Table 2: Secondary Market Data

Bond	Average Yield	Average Price	Turnover (Bln)
NMB	52.28%	85.00%	0.022
NBC	10.68%	100.00%	0.004
5 Year	7.95%	106.42%	2.13
10 Year	9.12%	114.08%	0.23
15 Year	10.94%	122.05%	56.26
20 Year	12.59%	108.50%	13.82
25 Year	12.65%	99.99%	0.57

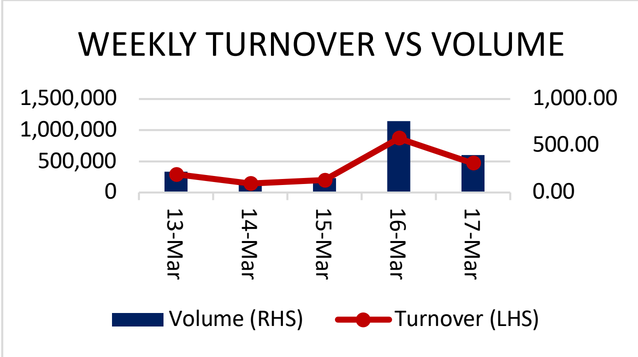
Vertex calculation, DSE

Table 3: Net Asset Value per Unit for Unit Schemes

	9-Mar	15-Mar	**% change**
UMOJA	896.1848	897.5280	+0.15%
WEKEZA	764.0190	765.1822	+0.15%
WATOTO	563.6072	564.5428	+0.17%
JIKUMU	160.7211	160.9880	+0.17%
LIQUID	350.4037	350.9757	+0.16%
BOND	114.5118	114.6963	+0.16%

Source: UTT, Vertex Calculations

2. Chart of the Week



Source: DSE, Vertex Calculations

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