



## 1. The Week in Review

- The Government’s proposed TZS 10.5/= trillion to service national debt is a step towards sustainable fiscal regime going forward.
- Agreement between Tanzania and Australia on boosting investment ties to strengthen the mining sector in the medium and long-term.

Domestic Equities market recorded a somewhat positive performance this week as Turnover and Volume increased. Prices decreased as ex – div effect started to factor in. The market recorded a weekly Turnover of TZS 2.47/= billion against a Volume of 5.28 million shares.

Total market capitalization decreased to TZS 15,341.48/= billion, a 0.12% decrease and the Domestic market capitalization decreased to TZS 10,836.77/= billion, a 0.59% decrease.

NICO was the only gaining counter this week closing at TZS 420/=, 2.44% up.

DCB was the top losing counter this week closing at TZS 165/=, 8.33% down, followed by CRDB closing at TZS 445/=, 3.26% down and DSE closing at TZS 1,840/=, 3.16% down.

CRDB was a top market mover this week, recording 94.02% of total market turnover followed by NICO with 2.14% and TPCC with 2.02%.

All Shares Index (DSEI) decreased by 0.12% to close at 1,839.75 points and Tanzania Shares Index (TSI) decreased by 0.59% to close at 4,095.76 points. Banks, Finance & Investment (BI) closed at 3,949.15 points, 1.30% down as CRDB, DCB and DSE saw a decline in counter price. Industrial and allied (IA) closed at 5,102.60 points, 0.37% down as TPCC depreciated and Commercial Service (CS) closed at 2,155.32 points, 0.08% down as SWIS declined.

### Weekly Outlook

The Equities Market performance echoed our last week’s forecast as Volume and Turnover increased. Prices had a negative momentum as most prominent counters trade ex - div.

We forecast a further increase in Turnover and Volume as we anticipate an increase in foreign buyers’ activity fueled by the resurgence of some counters such as TBL.

### Fixed Income

#### Primary market

The 15-Year Treasury bond auction results echoed our last week’s predictions as the bond was undersubscribed. We forecast an increase in yields in the upcoming Treasury bill auction results.

#### Secondary market

The secondary bond market recorded a total of 65 deals from Treasury and Corporate bond segments this week, recording a total Turnover of TZS 122.13 billion.

The 25-Year Treasury bonds recorded an average Yield of 12.97% with an average price of 99.68%, followed by the 20-Year Treasury bonds with an average yield of 13.14% and price of 100.07% and 15-Year Treasury bonds recorded an average Yield of 11.29% with an average price of 114.48%. On the corporate bond segment, NMB 3-Year bond recorded an average yield of 19.22% and average price of 85.74%.

**Table 1:** Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	921.11	2,468.37	+167.98%
Foreign Buyers (%)	7.61%	88.95%	+1,069.1%
Volume (Million shares)	0.61	5.28	+773.00%
Total Market Cap (TZS Bn)	15,359.50	15,341.48	-0.12%
Domestic Market Cap (TZS Bn)	10,900.77	10,836.77	-0.59%
DSEI	1,841.91	1,839.75	-0.12%
TSI	4,120.18	4,095.76	-0.59%
IA	5,121.60	5,102.60	-0.37%
BI	4,001.35	3,949.15	-1.30%
CS	2,157.00	2,155.32	-0.08%

Source: DSE, Vertex Calculations

**Table 2: Secondary Market Data**

Bond	Average Yield	Average Price	Turnover (Bln)
NMB	19.38%	85.74%	0.001
NBC	13.76%	92.50%	0.004
15 Year	11.29%	114.48%	0.128
20 Year	13.14%	100.07%	23.390
25 Year	12.97%	99.68%	98.609

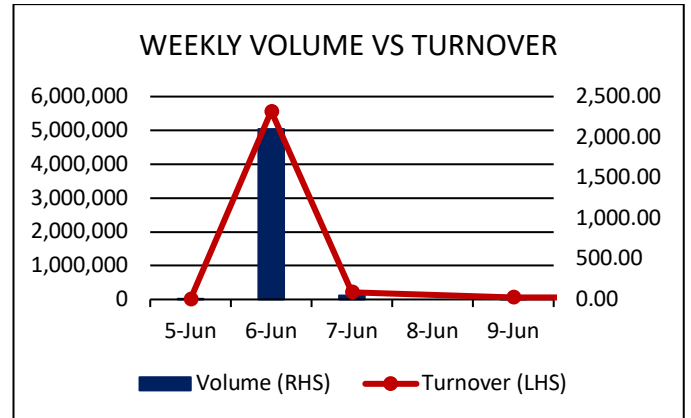
Vertex calculation, DSE

**Table 3: Net Asset Value per Unit for Unit Schemes**

	1-June	7-June	Change%
UMOJA	926.9523	925.9458	-0.109%
WEKEZA	787.9859	788.4167	+0.055%
WATOTO	581.6082	581.6248	+0.003%
JIKUMU	166.0754	165.9454	-0.078%
LIQUID	358.6464	359.232	+0.163%
BOND	114.8044	115.1014	+0.259%

Source: UTT, Vertex Calculations

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**Chart of the Week**

Source: DSE, Vertex Calculations.



## **Disclaimer**

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