



1. The Week in Review

- US' Kamala Harris visit signals the country's international image is improving at impressionable rate, which in turn might attract more foreign capital.

Domestic Equities market recorded a mixed performance this week as increase in Volume and Turnover came at a dispense of Prices. The market recorded a weekly Turnover of TZS 1.72/= billion against a volume of 2.18 million shares.

Total market capitalization decreased to TZS 15,741.39/= billion, a 0.22% decrease and the Domestic market capitalization decreased to TZS 10,815.93/= billion, a 0.26% decrease.

SWIS was the top gaining counter this week closing at TZS 1,620/=, 14.08% up, followed by TCCL, which closed at TZS 1,280/=, 1.56% up and DSE, which closed at TZS 1,720/=, 1.18% up.

NMB was the top losing counter this week closing at TZS 3,500/=, 2.78% down.

NMB was a top market mover this week, recording 39.27% of total market turnover followed by CRDB with 35.42% and TCCL with 8.78%.

All Shares Index (DSEI) decreased by 0.22% to close at 1,888.79 points as EABL declined and Tanzania Shares Index (TSI) decreased by 0.26% to close at 4,091.56 points. Banks, Finance & Investment(BI) closed at 3,955.33 points, 1.14% down as NMB saw a decline in counter prices. Industrial and allied (IA) to close at 5,084.74 points, 0.02% up as TCCL counter prices increased and Commercial services (CS) to close at 2,160.37 points, 0.39% up as SWIS counter increased.

Weekly Outlook

The domestic Equities market recorded a recovery in both turnover and volume this week, echoing our last week's forecast as foreign buyers were

attracted by the positive price momentum of some counters such as SWIS and TCCL.

We expect a fairly positive performance next week as companies start to issue dividend announcements. Moreover, a crisis of confidence in the global banking sector, which loomed over mid this month has waned as the industry seems to have stabilized. We think this might allow frontier investors to regain confidence and therefore increase their participation.

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 oversubscription in the upcoming 25 - year Treasury bond auction.

Secondary market

The secondary bond market recorded a total of 38 deals from only Treasury bond segment this week, recording a total turnover of TZS 84.47 billion.

The 25-year Treasury bonds recorded an average Yield of 12.69% with an average price of 101.44%, followed by the 20-year Treasury bonds with an average yield of 13.29% and price of 110.54%, 15- year Treasury bonds recording an average yield of 11.64% and average price of 109.24%, 10-year Treasury bond recording an average yield of 9.66% and average price of 107.47% and 7-year Treasury bond recording an average yield of 11.16% and average price of 82.71%.

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	675.29	1,728.05	+155.90%
Foreign Buyers (%)	0.00%	29.94%	N/A
Volume (Million shares)	0.99	2.18	+120.96%
Total Market Cap (TZS Bn)	15,776.31	15,741.39	-0.22%
Domestic Market Cap (TZS Bn)	10,843.92	10,815.93	-0.26%
DSEI	1,892.98	1,888.79	-0.22%
TSI	4,102.15	4,091.56	-0.26%
IA	5,083.63	5,084.74	+0.02%
BI	4,001.09	3,955.33	-1.14%
CS	2,151.95	2,160.37	+0.39%

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

Bond	Average Yield	Average Price	Turnover (Bln)
7 Year	11.16%	82.71%	0.43
10 Year	9.66%	107.47%	47.41
15 Year	11.64%	109.24%	10.92
20 Year	13.29%	110.54%	24.17
25 Year	12.69%	101.44%	1.53

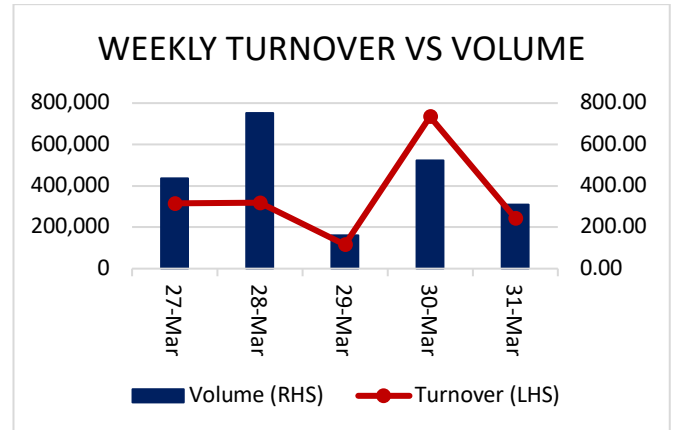
Vertex calculation, DSE

Table 3: Net Asset Value per Unit for Unit Schemes

	23-Mar	29-Mar	% change
UMOJA	900.5992	903.5701	+0.33%
WEKEZA	768.2163	771.7886	+0.47%
WATOTO	566.9496	569.2771	+0.41%
JIKUMU	161.8115	162.6364	+0.51%
LIQUID	351.7463	352.3208	+0.16%
BOND	114.9759	115.1300	+0.13%

Source: UTT, Vertex Calculations

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Chart of the Week

Source: DSE, Vertex Calculations.



Disclaimer

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