



1. The Week in Review

- Dollar shortage continues to put pressure on African economies.
- Bilateral Air Service agreements to boost tourism in the medium to long term.

Domestic Equities market recorded an underwhelming performance this week as Turnover and Volume declined. The market recorded a weekly Turnover of TZS 596.37/= million against a Volume of 0.99 million shares.

Total market capitalization increased to TZS 15,011.62/= billion, a 0.17% increase and the Domestic market capitalization increased to TZS 10,898.79/= billion, a 0.41% increase.

NMB was the top gaining counter this week closing at TZS 3,600/=, 4.05% up, followed by DCB closing at TZS 145/=, 3.57% up and TCCL closing at TZS 1,840/=, 2.22% up.

MKCB was the top losing counter this week closing at TZS 710/=, 8.97% down, followed by TICL closing at TZS 150/=, 3.23% down and CRDB closing at TZS 465/=, 2.11% down.

CRDB was a top market mover this week, recording 57.45% of total market turnover followed by NMB with 24.94% and NICO with 6.69%.

All Shares Index (DSEI) increased by 0.17% to close at 1,800.22 points as KCB and JHL appreciated and Tanzania Shares Index (TSI) increased by 0.41% to close at 4,119.46 points. Banks, Finance & Investment (BI) closed at 3,986.23 points, 1.33% up as NMB and DCB increased. Industrial and allied (IA) closed at 5,127.31 points, 0.05% up as TCCL increased and Commercial service (CS) closed at 2,161.21 points the same as last week.

Weekly Outlook

The Equities Market diverged from our last week expectations as Volume and Turnover tumbled,

the only positive take was an increase in prices for NMB, DCB, TOL and TCCL.

We expect an increase in market activities next week as we anticipate a further increase in foreign buyers.

Fixed Income

Primary market

The 5-Year Treasury bond auction results echoed our last week forecast as subscription level decreased. We forecast an increase in Yields in the upcoming Treasury bill auction results.

Secondary market

The secondary bond market recorded a total of 58 deals from both Treasury and Corporate bond segments this week, recording a total Turnover of TZS 184.43 billion.

The 25-Year Treasury bonds recorded an average Yield of 13.19% with an average price of 98.83% and the 20-Year Treasury bonds with an average yield of 13.27% and price of 111.59%. In the corporate bonds segment, NMB 3-Year bond recorded an average Yield of 19.91% with an average price of 85.11%

Most Turnover was contributed by the 25-Year Treasury bond recording 47.24% of the market turnover, followed by the 15-Year Treasury bond with 30.65% and the 20-Year Treasury bond with 21.94%.

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	1,884.49	596.37	-68.35%
Foreign Buyers (%)	0.07%	5.21%	+7572.68%
Volume (Million shares)	3.85	0.99	-74.13%
Total Market Cap (TZS Bn)	14,985.94	15,011.62	+0.17%
Domestic Market Cap (TZS Bn)	10,853.93	10,898.79	+0.41%
DSEI	1,797.14	1,800.22	+0.17%
TSI	4,102.50	4,119.46	+0.41%
IA	5,124.56	5,127.31	+0.05%
BI	3,933.83	3,986.23	+1.33%
CS	2,161.21	2,161.21	0.00%

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

Bond	Average Yield	Average Price	Turnover (Bln)
NMB	19.91%	85.11%	0.002
7 Year	11.32%	101.69%	0.05
10 Year	13.56%	92.14%	0.25
15 Year	11.49%	116.25%	56.52
20 Year	13.27%	111.59%	40.47
25 Year	13.19%	98.83%	87.13

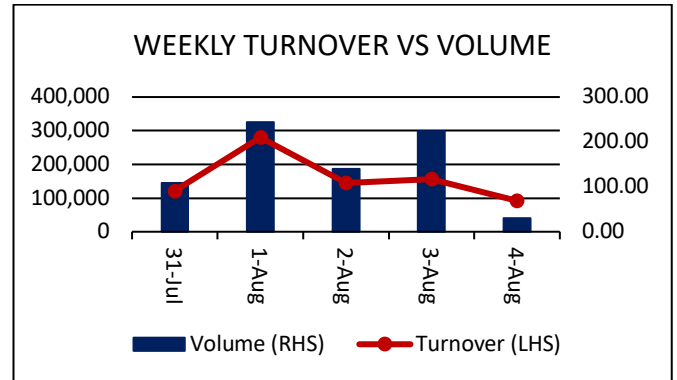
Vertex calculation, DSE.

Table 3: Net Asset Value per Unit for Unit Schemes

	27-July	2-Aug	%Change
UMOJA	932.0329	933.7540	+0.185%
WEKEZA	798.2520	799.9650	+0.215%
WATOTO	588.4356	589.6022	+0.198%
JIKUMU	164.4772	164.8819	+0.246%
LIQUID	365.0699	365.6702	+0.164%
BOND	115.6648	115.0068	-0.569%

Source: UTT, Vertex Calculations.

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Chart of the Week



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