

1. The Week in Review

Headlines

- TZS 2.7 trillion loan from the world bank to boost industrialization drive

a. Equities

Equities market recorded an improved performance this week as Turnover and Volume increased. Major market indices offset each other as prices remained recorded no significant changes. Weekly Turnover and Volume were TZS 6.01 billion and 4.96 million shares respectively.

Total Market capitalization increased slightly by 0.22% to TZS 16,650.14 billion while Domestic Market capitalization decreased by 0.01% to TZS 9,587.23 billion.

Price movement was recorded on two counters, SIMBA, which gained 2.08% to close at TZS 490/= and DCB, which lost 8.33% to close at TZS 220/=

NMB counter was a top market mover recording 73.06% of total market turnover followed by DSE and CRDB by far.

All Shares Index (DSEI) gained 0.22% to close at 2,001.98 points while Tanzania Shares Index (TSI) lost 0.01% to close at 3,639.88 points. Banks, Finance & Investment (BI) lost 0.10% to close at 2,537.83 points due to decline of DCB. Industrial & Allied (IA) gained 0.01% to close at 5,039.98 and Commercial Services (CS) remained unchanged at 2,139.33 points.

Weekly Outlook

NMB counter drove the market this week as it traded heavily in blocks. Surprisingly, this drive came from local investors instead of foreigners. We expect this change to drive the momentum next week as companies continue to release impressive interim results defying the negative impact of the pandemic.

b. Fixed Income

Auction for 7 – Year Treasury bond underperformed this week due to undersubscription. However, yields continued with the downward trend. We expect yields to continue to decline in the next week auction for Treasury Bills.

Table 1: Market Weekly data

| | Last Week | This Week | Change |
|------------------------------|-----------|-----------|----------|
| Turnover (TZS Millions) | 1,180.61 | 6,008.45 | +408.93% |
| Foreign Buyers (%) | 92.05 | 24.13 | -73.79% |
| Volume (Million shares) | 4.38 | 4.96 | +13.18% |
| Total Market Cap (TZS Bn) | 16,613.29 | 16,650.14 | +0.22% |
| Domestic Market Cap (TZS Bn) | 9,588.55 | 9,587.23 | -0.01% |
| DSEI | 1,997.55 | 2,001.98 | +0.22% |
| TSI | 3,640.38 | 3,639.88 | -0.01% |
| IA | 5,039.42 | 5,039.42 | +0.01% |
| BI | 2,540.28 | 2,537.83 | -0.10% |
| CS | 2,139.33 | 2,139.33 | 0.00% |

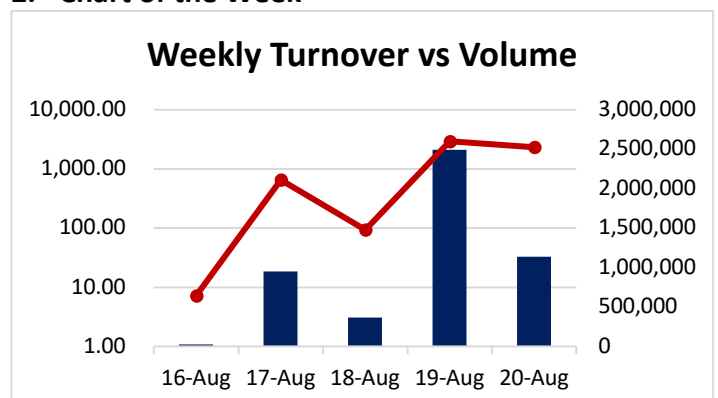
Source: DSE, Vertex Calculations

Table 2: Net Asset Value per Unit for Unit Schemes

| | 12- July | 19- Aug | % Change |
|---------------|----------|----------|----------|
| Umoja Fund | 746.7956 | 746.8989 | +0.01% |
| Wekeza Maisha | 630.4324 | 631.4654 | +0.16% |
| Watoto Fund | 462.1032 | 462.2868 | +0.04% |
| Jikimu Fund | 149.2795 | 149.2378 | -0.03% |
| Liquid Fund | 287.0945 | 287.7670 | +0.23% |
| Bond Fund | 109.2814 | 109.5401 | +0.24% |

Source: UTT, vertex calculations

2. Chart of the Week



Source: DSE, Vertex Calculations



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