

## 1. The Week in Review

- Equities market recovery is long overdue.

### a. Equities

Equities market showed a glimpse of recovery this week as prices recovered, albeit slightly. Volume and Turnover continued to decrease as foreign buyers all but evaporated. Weekly Volume and Turnover declined to 1.13 million shares and TZS 508.33 million respectively.

Total Market Capitalization increased to TZS 15,658.19 billion, 2.45% up and Domestic Market Capitalization increased to TZS 10,178.32 billion, 0.26% up.

NMB was the only gaining counter this week as it gained 2.17% to close at TZS 2,820/=. Top losing counters were DSE, which lost 5.56% to close at TZS 1,700/= and NICO, which lost 4.35% to close TZS 4.35%.

CRDB continued to move the market, recording 79.83% of total market turnover followed by NMB with 16.33% and TWIGA by far.

All Shares Index (DSEI) increased by 2.45% to close at 1,878.81 points and Tanzania Shares Index (TSI) increased by 0.26% to close at 3,850.38 points. Banks, Finance & Investment (BI) closed at 3,220.17, 1.05% up. Industrial & Allied (IA) and Commercial Services (CS) closed like the week before at 5,031.99 points and 2,169.63 points respectively.

### Weekly Outlook

Equities market recorded slight gains in prices this week for both cross – listed and domestic equities. We think this is a signal that recovery is not far and domestic equities could benefit from spillovers of improvement in regional equities. We expect financials to be the best performers and spearhead the recovery as investors anticipate strong 3Q22 results.

## b. Fixed Income

Auction results for 25 – Year Treasury Bond echoed our last week forecast as Yields increased due to a drop in minimum successful price. Surprisingly, subscription increased by almost twofold. We forecast an improvement in Yields in next week Auction for Treasury Bills.

**Table 1: Market Weekly data**

	Last Week	This Week	Change
Turnover (TZS Millions)	623.32	508.33	-18.45%
Foreign Buyers (%)	7.02%	0.41%	-94.17%
Volume (Million shares)	3.08	1.13	-63.50%
Total Market Cap (TZS Bn)	15,283.09	15,658.19	+2.45%
Domestic Market Cap (TZS Bn)	10,151.63	10,178.32	+0.26%
DSEI	1,833.80	1,878.81	+2.45%
TSI	3,840.28	3,850.38	+0.26%
IA	5,031.99	5,031.99	0.00%
BI	3,186.66	3,220.17	+1.05%
CS	2,169.63	2,169.63	0.00%

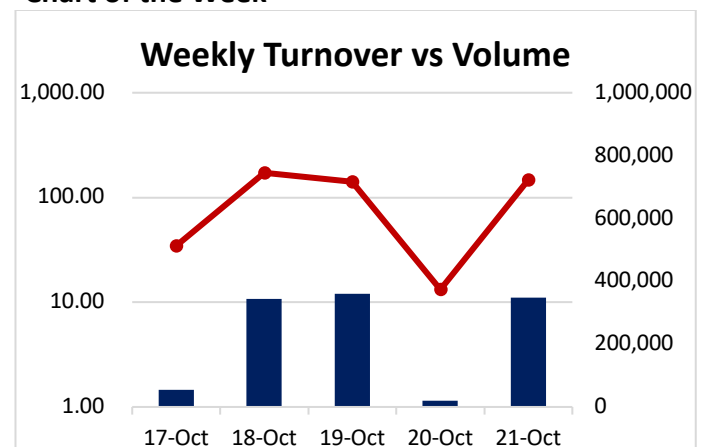
Source: DSE, Vertex Calculations

**Table 2: Net Asset Value per Unit for Unit Schemes**

	13 - Oct	20 - Oct	% Change
Umoja Fund	855.8054	858.06	+0.26%
Wekeza Maisha	733.6891	734.4031	+0.10%
Watoto Fund	536.0213	536.1944	+0.03%
Jikimu Fund	155.4653	155.5035	+0.02%
Liquid Fund	334.0113	334.8998	+0.27%
Bond Fund	113.8571	114.0742	+0.19%

Source: UTT, vertex calculations

## 2. Chart of the Week



Source: DSE, Vertex Calculations



## **Disclaimer**

Past performance does not guarantee future results. Prices of securities may fall or rise rapidly or unpredictably depending on the prevailing market conditions.

This report is intended for informational purpose only and is not to be relied as an offer or solicitation of an offer to buy or sell any securities. The opinions expressed herein may change as subsequent market conditions vary. Information and views presented in this report have been obtained from sources believed by Vertex International Securities Ltd. to be reliable, but Vertex International Securities Ltd. makes no representation as to their accuracy or completeness.

Vertex International Securities Ltd accepts no liability for loss arising from the use of the material presented in this report.

This publication is confidential for the information of the addressee only and may not be reproduced in whole or in part, copies circulated, or disclosed to another party, without the prior written consent of Vertex International Securities Ltd.

©Vertex International Securities Ltd. 2022