



## 1. The Week in Review

- Agreement between JICA and Tanzania on promoting natural gas to increase energy production.

Domestic Equities market recorded an improved performance as Turnover, Volume and counter Prices increased. The market recorded a weekly Turnover of TZS 3.97/= billion against a Volume of 2.96 million shares.

Total market capitalization increased to TZS 15,151.57/= billion, a 2.12% increase and the Domestic market capitalization increased to TZS 10,934.81/= billion, a 0.52% increase.

TCCL was the top gaining counter this week closing at TZS 1,900/=, 28.38% up, followed by SWIS closing at TZS 1,640/=, 6.49% up and NICO closing at TZS 410/=, 2.50% up. DCB was the top losing counter this week closing at TZS 185/=, 2.63% down.

TBL was a top market mover this week, recording 57.44% of total market turnover followed by CRDB with 27.42% and NMB with 10.41%

All Shares Index (DSEI) increased by 2.12% to close at 1,816.97 points as EABL and KCB increased and Tanzania Shares Index (TSI) increased by 0.52% to close at 4,133.05 points. Banks, Finance & Investment(BI) closed at 4,029.69 points, 0.82% up as CRDB and NICO saw an increase in counter prices. Industrial and allied (IA) closed at 5,128.51 points, 0.46% up as TCCL appreciated and Commercial Service (CS) closed at 2,161.21 points, 0.20% up as SWIS increased.

### Weekly Outlook

The domestic Equities Market echoed our last week forecast as Turnover, Volume and Prices improved. A slight decrease in foreign buyers' activity should not dismiss the fact that they have had a huge contribution towards boosting market activity this week.

We don't expect much activity from financial counters such as CRDB as they start trading EX- dividend next week, however, industrial counters may still boost market performance as we expect this week's momentum on counters such as TBL and TCCL to continue.

### Fixed Income

#### Primary market

The 5-Year Treasury bond auction results echoed our last week's forecasts 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 58 deals from both Treasury and Corporate bond segment this week, recording a total Turnover of TZS 147.40 billion.

The 25-Year Treasury bonds recorded an average Yield of 12.71% with an average price of 99.34%, followed by the 20-Year Treasury bonds with an average yield of 13.41% and price of 112.19% and 15-Year Treasury bond recording an average yield of 10.12% and average price of 124.62%. On the corporate bond segment, NMB 3-Year bond recorded an average yield of 50.32% and average price of 85.95%.

**Table 1: Market Weekly data**

	Last Week	This Week	Change
Turnover (TZS Millions)	2,678.34	3,969.30	+48.20%
Foreign Buyers (%)	89.40%	80.15%	-10.35%
Volume (Million shares)	0.98	2.96	+202.63%
Total Market Cap (TZS Bn)	14,837.12	15,151.57	+2.12%
Domestic Market Cap (TZS Bn)	10,878.22	10,934.81	+0.52%
DSEI	1,779.26	1,816.97	+2.12%
TSI	4,111.66	4,133.05	+0.52%
IA	5,104.99	5,128.51	+0.46%
BI	3,996.74	4,029.69	+0.82%
CS	2,157.00	2,161.21	+0.20%

Source: DSE, Vertex Calculations

**Table 2: Secondary Market Data**

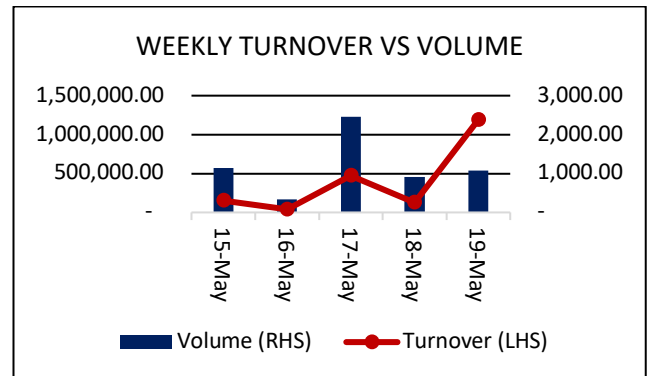
Bond	Average Yield	Average Price	Turnover (Bln)
NMB	50.32%	85.95%	0.005
15 Year	10.12%	124.62%	14.957
20 Year	13.41%	112.19%	109.25
25 Year	12.71%	99.34%	23.18

Vertex calculation, DSE

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

	11-May	17-May	Change%
UMOJA	912.5293	914.0105	+0.16%
WEKEZA	779.1733	781.5081	+0.30%
WATOTO	575.5317	576.9923	+0.25%
JIKUMU	161.5943	162.0222	+0.26%
LIQUID	356.5697	357.1759	+0.17%
BOND	114.8152	115.3333	+0.45%

Source: UTT, Vertex Calculations

**2. Chart of the Week**

Source: DSE, Vertex Calculations.



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