



1. The Week in Review

- TADB's recorded growth in Capital and Loan advances signals an improvement in Agricultural Sector funding.
- Treasury's Vision to Transform into a holdings company to boost the Public Sector's performance in the Long Term.

Domestic Equities market recorded a positive performance this week as Turnover, Volume and Prices increased. The market recorded a weekly Turnover of TZS 1,183.38/= million against a Volume of 2.17 million shares.

Total market capitalization increased to TZS 15,309.14/= billion, a 1.44% increase and the Domestic market capitalization increased to TZS 10,868.98/= billion, a 0.19% increase.

SWIS was the top gaining counter this week closing at TZS 1,700/=, 6.25% up, followed by CRDB closing at TZS 480/=, 2.13% up and NICO closing at TZS 485/=, 2.11% up. NMB was the top losing counter this week closing at TZS 3,460/=, 0.57% down.

CRDB was a top market mover this week, recording 75.08% of total market turnover followed by NMB with 7.49% and SWIS with 6.45%.

All Shares Index (DSEI) increased by 1.44% to close at 1,835.88 points as KCB, EABL and JHL appreciated and Tanzania Shares Index (TSI) increased by 0.19% to close at 4,108.17 points. Banks, Finance & Investment (BI) closed at 3,953.19 points, 0.53% up as NICO and CRDB increased. Industrial and allied (IA) closed at 5,122.32 points, the same as last week and Commercial Service (CS) closed at 2,163.74 points, 0.19% up as SWIS saw an uptick.

Weekly Outlook

The Equities Market echoed our last week's forecasts as Volume and Turnover increased. We

think the surge came on the back of an increase in foreign buyers' activity in the market.

We forecast a further increase in Turnover, Volume and Prices next week as 2Q 2023 financial results start rolling out.

Fixed Income

Primary market

The Treasury bill auction results echoed our last week's forecasts as Yields Increased. We forecast the Upcoming 10-Year Treasury bond Auction to underperform.

Secondary market

The secondary bond market recorded a total of 78 deals from the Treasury bond segment only this week, recording a total Turnover of TZS 205.49 billion.

The 25-Year Treasury bonds recorded an average Yield of 13.27% with an average price of 97.03%, followed by the 20-Year Treasury bonds with an average yield of 13.08% and price of 110.40% and 15-Year Treasury bonds recorded an average Yield of 10.75% with an average price of 112.41%, 10-Year Treasury bonds recorded an average Yield of 9.58% with an average price of 108.14% and 10-Year Treasury bonds recorded an average Yield of 9.58% with an average price of 108.14%.

Table 1: Market Weekly data

| | Last Week | This Week | Change |
|------------------------------|-----------|-----------|----------|
| Turnover (TZS Millions) | 550.72 | 1,183.38 | +114.88% |
| Foreign Buyers (%) | 0.00% | 50.40% | N/A |
| Volume (Million shares) | 0.87 | 2.17 | +150.22% |
| Total Market Cap (TZS Bn) | 15,092.33 | 15,309.14 | +1.44% |
| Domestic Market Cap (TZS Bn) | 10,848.64 | 10,868.98 | +0.19% |
| DSEI | 1,809.88 | 1,835.88 | +1.44% |
| TSI | 4,100.49 | 4,108.17 | +0.19% |
| IA | 5,122.32 | 5,122.32 | 0.00% |
| BI | 3,932.18 | 3,953.19 | +0.53% |
| CS | 2,159.53 | 2,163.74 | +0.19% |

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

| Bond | Average Yield | Average Price | Turnover (Bln) |
|---------|---------------|---------------|----------------|
| 5 Year | 8.89 | 101.42% | 1.014 |
| 7 Year | 15.88 | 97.93% | 3.224 |
| 10 Year | 9.58 | 108.14% | 6.683 |
| 15 Year | 10.75 | 112.41% | 89.559 |
| 20 Year | 13.08 | 110.40% | 2.41 |
| 25 Year | 13.27 | 97.03% | 102.60 |

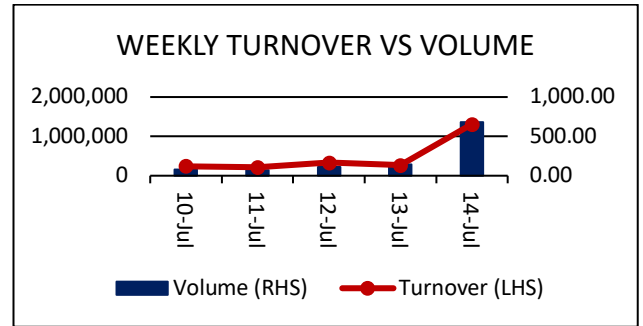
Vertex calculation, DSE.

Table 3: Net Asset Value per Unit for Unit Schemes

| | 6-July | 12-July | %Change |
|--------|----------|----------|---------|
| UMOJA | 929.3620 | 931.1016 | +0.187% |
| WEKEZA | 793.9940 | 795.8995 | +0.240% |
| WATOTO | 583.5439 | 586.9387 | +0.582% |
| JIKUMU | 163.7796 | 164.2232 | +0.271% |
| LIQUID | 362.9809 | 363.5731 | +0.163% |
| BOND | 115.0088 | 115.1961 | +0.163% |

Source: UTT, Vertex Calculations.

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Chart of the Week*Source: DSE, Vertex Calculations.*



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