

THE WEEK IN REVIEW

- BOT adopts a new interest-based monetary policy.

There was an increase of 9.31% in turnover from TZS 1,163.79 billion to TZS 1,272.09 billion, indicating more trading activity in the first week of January 2024. The volume of shares traded increased by 8.71% from 1,918,190 to 2,085,260 shares, which indicates higher market participation than that of last week.

MARKET CAPITALIZATION

Total Market Capitalization increased by 1.14% from TZS 14.6 trillion to TZS 14.78 trillion. Domestic Market Capitalization saw a marginal increase of 0.09% from TZS 11.4 trillion to TZS 11.41 trillion.

STOCK PERFORMANCE

CRDB had the highest turnover at TZS 886.9 million, which is 69.72% of the total turnover for the week. NMB followed with a turnover of TZS 309.9 million, representing 24.36% of the total. The largest price increase was seen in DCB, which went up by 10 TZS, closing at 140 TZS from an opening of 130 TZS, marking a 7.69% increase. The highest volume of shares traded was for CRDB, with 1.9 million shares, accounting for 92.41% of the total volume.

WEEKLY OUTLOOK

In regard to the market performance during the final week of 2023, the first week of 2024 shows optimism signifying investors' confidence in the market prospects in this year.

We expect this trend to persevere throughout the next week as we anticipate a surge in demand for some counters, especially, the financial counters, which have demonstrated resilience. Additionally, we forecast a satisfactory performance from industrials.

FIXED INCOME

During the week, there were 106 deals on the fixed income market, which collectively reached a turnover of TZS 55.64 billion. The 20-year bonds were trading the highest at an average price of 115.56% and contributed about 59% of the total turnover.

T-BILL AUCTION

The Treasury Bill auction conducted on January 3rd 2024, attracted 20 bids, of which 10 were successful. The auction was undersubscribed, with bids totaling 24 billion TZS, which was 48.67 billion TZS below the target.

Table 1: Market Weekly data

	Last Week	This Week	%Change
Turnover (TZS Millions)	1,163.79	1,272.09	+9.31%
Foreign Buyers (%)	2.58%	0.00%	-100.00%
Volume (Million shares)	1.92	2.09	+8.71%
Total Market Cap (TZS Bn)	14,611.43	14,777.76	+1.14%
Domestic Market Cap (TZS Bn)	11,401.41	11,412.02	+0.09%
DSEI	1,750.63	1,770.55	+1.14%
TSI	4,304.40	4,308.41	+0.09%
IA	5,182.51	5,181.39	-0.02%
BI	4,536.46	4,554.92	+0.41%
CS	2,147.74	2,144.37	-0.16%

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

Bond	Average Yield	Average Price	Turnover
3 Year	15.38%	86.97%	0.07
5 Year	11.20%	98.11%	0.98
15 Year	13.01%	107.13%	10.39
20 Year	13.64%	115.55%	32.65
25 Year	14.44%	91.41%	10.43

Source: DSE, Vertex Calculations.

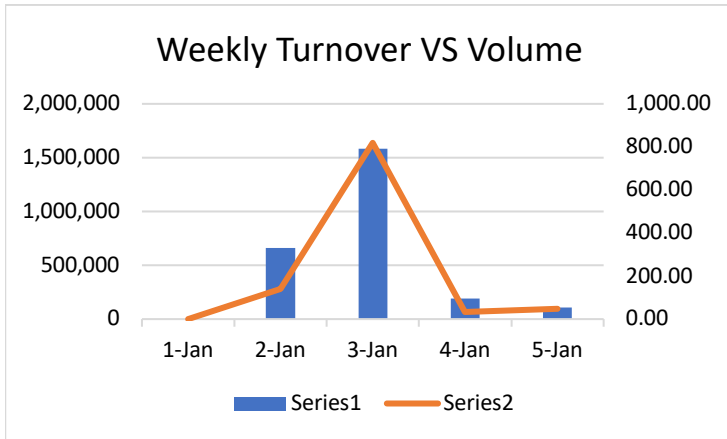
Table 3: Net Asset Value per Unit for Unit Schemes

	28-Dec	4-Jan	% Change
UMOJA	983.0819	984.5350	+0.148%
WEKEZA	865.7286	866.6144	+0.102%
WATOTO	634.1036	635.2157	+0.175%
JKIMU	170.3466	167.6877	-1.561%
LIQUID	382.8899	383.6469	+0.198%
BOND	116.5677	115.8051	-0.654%

Source: UTT, Vertex Calculations.



Chart of the Week



Source: DSE, Vertex Calculations.



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