1. The Week in Review

- Moody's positive credit rating is a huge stride towards attracting foreign investors as the country continues to open up.

Domestic Equities market recorded a positive performance this week as Turnover, Volume and Prices increased. The market recorded a weekly Turnover of TZS 2.48/= billion against a volume of 3.26 million shares.

Total market capitalization decreased to TZS 15,588.10/= billion, a 0.19% decrease while the Domestic market capitalization increased to TZS 11,049.19/= billion, a 1.55% increase.

CRDB was the top gaining counter this week closing at TZS 550/=, 7.84% up, followed by NICO closing at TZS 415/=, 5.06% up and NMB closing at TZS 3,560/=, 3.49% up. There was no losing domestic counter this week.

CRDB was a top market mover this week, recording 56.68% of total market turnover followed by NMB with 34.16% and TCCL with 3.59%.

All Shares Index (DSEI) decreased by 0.19% to close at 1,869.32 points as EABL, NMG and KCB decreased and Tanzania Shares Index (TSI) increased by 1.55% to close at 4,176.27 points. Banks, Finance & Investment(BI) closed at 4,242.98 points, 5.22% up as CRDB, NICO, NMB, DCB and DSE saw an increase in counter prices. Industrial and allied (IA) closed at 5,079.67 points, 0.02% up as TCCL counter prices appreciated and Commercial services (CS) closed at 2,161.21 points, 0.00% no change.

Weekly Outlook

The Equities market recorded a positive performance to echo our last week forecast as foreign investors' activity increased.

We forecast the trend to continue next week as we expect financial counters to continue to outperform surpassing investors' expectations.

Fixed Income

Primary market

The 20-Year Treasury bond auction results diverged from our last week's forecast as the bond was undersubscribed. We forecast the upcoming 2-year Treasury bond auction to outperform.

Secondary market

The secondary bond market recorded a total of 31 deals from both Treasury bond and Corporate segment this week, recording a total turnover of TZS 23.08 billion.

The 25-year Treasury bonds recorded an average Yield of 12.90% with an average price of 101.66%, followed by the 20-year Treasury bonds with an average yield of 13.21% and price of 112.18% and 15-year Treasury bond recording an average yield of 10.20% and average price of 125.50%.

On the Corporate bond segment, NMB 3-year bond recording an average yield of 47.34% and average price of 85.87%.

Most turnover was contributed by the 15-Year Treasury bond recording 49.51% of the market turnover followed by the 25-Year Treasury recording 47.69%.

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	680.56	2,479.85	+264.39%
Foreign Buyers (%)	8.10%	32.10%	+296.51%
Volume (Million shares)	1.13	3.26	+187.66%
Total Market Cap (TZS Bn)	15,617.47	15,588.10	-0.19%
Domestic Market Cap (TZS Bn)	10,880.29	11,049.19	+1.55%
DSEI	1,872.84	1,869.32	-0.19%
TSI	4,112.43	4,176.27	+1.55%
IA	5,078.55	5,079.67	+0.02%
BI	4,032.55	4,242.98	+5.22%
CS	2,161.21	2,161.21	0.00%

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

Bond	Average Yield	Average Price	Turnover (Bln)
NMB	47.34%	85.87%	0.01
15 Year	10.20%	125.50%	11.43
20 Year	13.21%	112.18%	0.64
25 Year	12.90%	101.66%	11.00

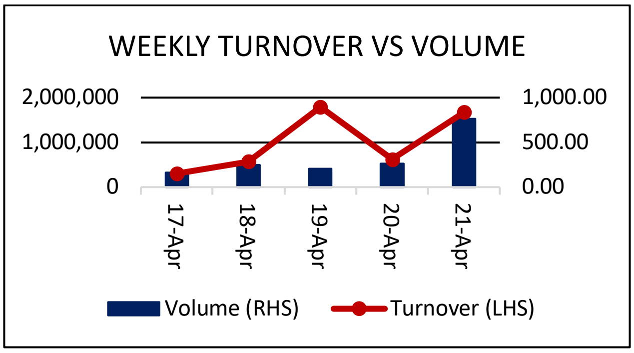
Vertex calculation, DSE

Table 3: Net Asset Value per Unit for Unit Schemes

	13-Apr	19-Apr	Change%
UMOJA	907.3245	910.5067	+0.35%
WEKEZA	773.6507	775.9547	+0.30%
WATOTO	571.4410	573.0983	+0.29%
JIKUMU	160.1859	160.7980	+0.38%
LIQUID	353.8055	354.3939	+0.17%
BOND	114.8186	115.0056	+0.16%

Source: UTT, Vertex Calculations

2. Chart of the Week



Source: DSE, Vertex Calculations.

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