



1. The Week in Review

- Banking sector's impressive first quarter performance (20 % increase compared to 1Q2022) signals the economy is heading into the right direction. However, profitability is skewed towards first tier banks indicating sector consolidation might continue in the medium term.
- Government plans to raise TZS 20 trillion through Public – Private – partnerships to accelerate implementation of development projects if done correctly.

Domestic Equities market recorded a less impressive performance this week as Turnover, Volume and prices decreased. The market recorded a weekly Turnover of TZS 252.44/= million against a Volume of 0.35 million shares, a far cry from last week numbers.

Total market capitalization decreased to TZS 15,229.69/= billion, a 2.19% decrease and the Domestic market capitalization decreased to TZS 10,912.25/= billion, a 0.71% decrease.

DCB was the top gaining counter this week closing at TZS 190/=, 2.70% up. CRDB was the top losing counter this week closing at TZS 510/=, 5.56% down followed by NICO, which closed at TZS 410/=, 2.38% down.

CRDB was a top market mover this week, recording 62.54% of total market turnover followed by NMB with 31.86% and NICO by far.

All Shares Index (DSEI) decreased by 2.19% to close at 1,826.34 points as EABL and KCB decreased and Tanzania Shares Index (TSI) decreased by 0.71% to close at 4,124.52 points. Banks, Finance & Investment (BI) closed at 4,063.09 points, 2.37% down as CRDB and NICO counters posted a decrease in prices. Industrial and allied (IA) and Commercial services (CS) recorded no changes to close at 5,085.27 points and 2,161.21 points respectively.

Weekly Outlook

The Equities market performance was not in tandem with our last week's expectations as Volume, Turnover and Prices continued with last week's downward momentum and foreign buyers' activity slumped.

We expect an increase in market activity next week boosted by strong FY22 industrial performance and steady dividends and also the government's support of Twiga's acquisition of Tanga.

Fixed Income

Primary market

The Treasury bills auction results echoed our last week's predictions as yields increased. We forecast an oversubscription in the upcoming 25-Year Treasury bond auction.

Secondary market

The secondary bond market recorded a total of 32 deals from both Treasury and Corporate bond segment this week, recording a total Turnover of TZS 59.66 billion.

The 25-Year Treasury bonds recorded an average Yield of 12.36% with an average price of 99.21%, followed by the 20-Year Treasury bonds with an average yield of 12.93% and price of 105.57% and 7-Year Treasury bond recording an average yield of 9.78% and average price of 123.82%.

On the corporate bond segment, NMB 3-Year bond recorded an average yield of 49.10% and average price of 85.11%.

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	938.12	252.44	-73.09%
Foreign Buyers (%)	44.29%	0.00%	-100.00%
Volume (Million shares)	0.94	0.35	-62.34%
Total Market Cap (TZS Bn)	15,570.27	15,229.69	-2.19%
Domestic Market Cap (TZS Bn)	10,990.74	10,912.25	-0.71%
DSEI	1,867.18	1,826.34	-2.19%
TSI	4,154.18	4,124.52	-0.71%
IA	5,085.27	5,085.27	0.00%
BI	4,161.61	4,063.09	-2.37%
CS	2,161.21	2,161.21	0.00%

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

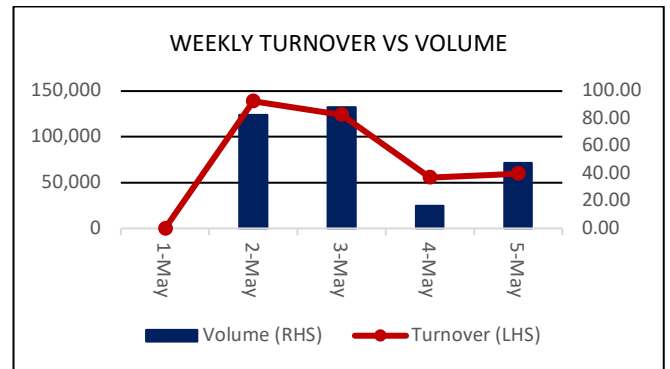
Bond	Average Yield	Average Price	Turnover (Bln)
NMB	49.10%	85.11%	0.004
7 Year	9.78%	102.82%	2.056
20 Year	12.93%	105.57%	16.51
25 Year	12.36%	99.21%	41.08

Vertex calculation, DSE

Table 3: Net Asset Value per Unit for Unit Schemes

	27-Apr	3-May	Change%
UMOJA	912.7616	912.1382	-0.07%
WEKEZA	777.7822	778.1114	+0.04%
WATOTO	574.8105	572.2149	-0.45%
JIKUMU	161.3737	161.4275	+0.03%
LIQUID	355.1842	355.7764	+0.17%
BOND	115.2558	114.5647	-0.60%

Source: UTT, Vertex Calculations

2. Chart of the Week

Source: DSE, Vertex Calculations.



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