

22nd June, 2018



ORBIT SECURITIES COMPANY LTD.

Stockbrokers / Dealers, Investment Advisers and Fund Managers
(Member of the Dar es Salaam Stock Exchange)

Research Team

Contacts: Research Unit

Tel: +255 22 2111758

Fax +255 22 2113067

Head of Research Dept.

Mr. Fortius Rutabingwa

rutabingwa@orbit.co.tz

Ms. Neema Gerald Ngowi

neema@orbit.co.tz

Mr. Imani Muhingo

imani@orbit.co.tz

Trading Unit

Ms. Rade Masha

Head of Customer Care

Mr. Mickdad Chakindo

Trading@orbit.co.tz

Aurelia Kajumulo

aurelia@orbit.co.tz

Orbit Securities Co. Ltd
Golden Jubilee Towers
4th Floor, (PSPF Building)
Ohio Street
P.O. Box 70254
Dar es Salaam, Tanzania

Weekly Financial Market Report

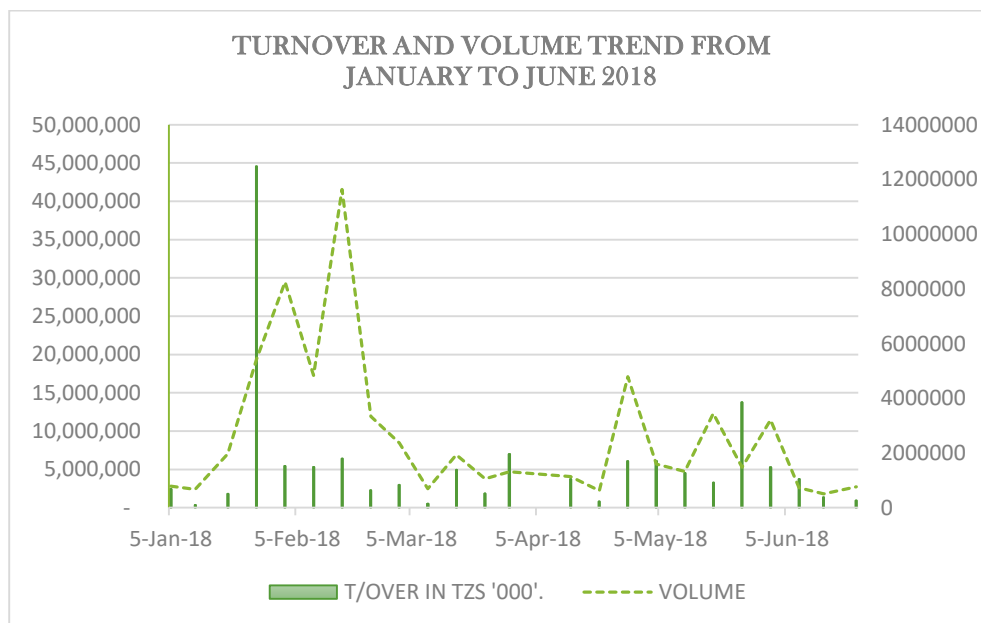
1.0 CAPITAL MARKETS

1.1.0 Equity Market Performance

During the week ending 22nd June 2018 the market recorded a total turnover of TZS 924.62 million and a volume of 766,838 shares were traded. This is a decline of 30% of the turnover and an increase in volume by 49.43% compared to the week ended 14th June 2018 where the market recorded a total turnover of TZS 1.34 billion and a volume of 512,869 shares.

During the week foreigners dominated the buying side of the market with a participation of 72.82% while locals buying participation stood at 27.18% compared to the previous week where foreign and local buying participation stood at 80.92% and 19.08% respectively. The selling side however was dominated by locals with a participation of 82.38% while foreigners selling participation was 17.62% compared to the previous week where locals and foreign selling participation stood at 79.43% and 20.57% respectively.

The following graph shows the movements of turnover and volumes traded in the stock market since January 2018.



1.1.1 Counters Activities

VODA, top mover of the week, accounting for 47.91% followed by TBL accounting for 42.14% of the total turnover, together made 90.05% of the market's total turnover for the week ending 22nd June 2018. Other counters on the Main Investment Market (MIM) Segment that were active during the week include DSE, CRDB, MUCOBA, NICOL, SWIS, TCC and TPCC that comprising 9.49% of the total turnover. The remaining 0.46% was accounted by the MKCB counter representing the Enterprise Growth Market (EGM) Segment.

1.1.2 Indices

The Tanzania Share Index (TSI) shredded 2.25 points closing the week at 4,195.69 points from 4,197.94 recorded in the previous week ending 14th June 2018. The drop is due to a 20% price drop on the DSE counter which opened the week at TZS 1,900 and closed the week at TZS 1,520. On the other hand, the Dar es Salaam Stock Exchange Index (DSEI) also dropped by 8.1



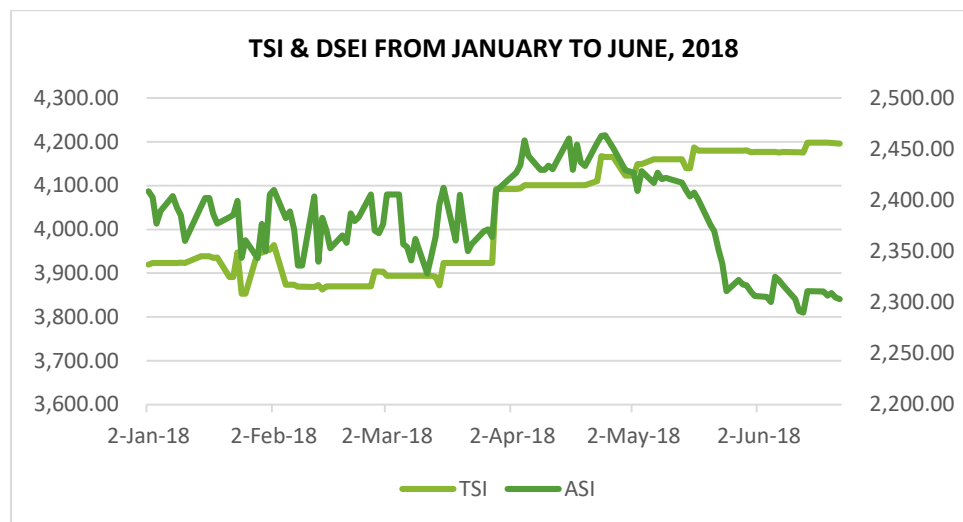
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Other Market Information

points closing the week at 2,303.01 points from 2,311.11 points recorded at the end of the previous week. On top of the DSE price decrease, the drop in (DSEI) is also attributed to a drop in some of the cross listed companies such as EABL, KCB and NMG despite an increase in ACACIA and JHL counters. KA and USL prices remained constant week on week.

Below is the graph showing the weekly trend of the Tanzania Share Index and Dar es Salaam Stock Exchange Index from January, 2018 to June, 2018.



1.2.0 Weekly Summary Tables

1.2.1 Market Statistics

1.2.2 Top Mover of the week

Counter	Closing Price	% w/w	% YTD	Turnover TZS Mil	Volume Traded	Market Cap TZS Billion
VODA	800	-	-5.88	442.96	553,719	1,792.00
TBL	16,600	-	+18.57	389.64	23,630	4,897.93

1.2.3 Loser of the week

Counter	Closing Price	% w/w	% YTD	Turnover TZS Mil	Volume Traded	Market Cap TZS Billion
DSE	1,520	-20	+33.33	45.70	27,483	36.21

1.2.4 Other Counters

Counter	Price	%w/w	% YTD	Turnover TZS Mill.	Volume Traded	Market Cap TZS Billion
MIMS						
NICOL	255	-	N/A	2.20	9,520	17.64
TCC	17,000	-	+1.19	8.7	600	1,700.00
TWIGA	1,640	-	+12.33	1.49	903	295.07
CRDB	160	-	-	21.28	128,743	417.89
SWISS	3,500	-	-	2.06	607	126.00
MKCB	800	-	-10.11	4.21	5,263	16.49
MUCOBA	400	-	-	6.36	15,915	3.26



1.2.5 More Trading Statistics

Description	Previous	Current	Change in %
Number of Shares Traded	512,869	766,383	+49.43
Market Capitalization (Bn.)	22,276.83	22,198.77	-0.35
Domestic Market Cap.	11,026.76	11,020.83	-0.05
All Share Index (ASI)	2,311.11	2,303.01	-0.35
Tanzania Share Index (TSI)	4,197.94	4,195.69	-0.05
Local Buying Volume in %	19.08	27.18	+8.10*P
Foreign Buying Volume in %	80.92	72.82	-8.10*P
Local Selling Volume in %	79.43	82.38	+2.95*P
Foreign Selling Volume in %	20.57	17.62	-2.95*P
*Percentage points			

2.0 COLLECTIVE INVESTMENT SCHEMES

2.1 UNIT TRUST OF TANZANIA (UTT)

Performance of Unit Trust Schemes as at 08th June, 2018

SUB	Umoja Fund	Wekeza Maisha	Watoto Fund	Jikimu-Ex-Id TZS 3/=	Liquid Fund
Net Asset Value (TZS Mil)	228,603	1,270	3,303	21,870	29,421,
Net Asset Value/Unit (TZS)	584.4038	356.9122	332.7298	129.6518	189.9091
Sale Price / Unit (TZS)	584.4038	356.9122	332.7298	129.6518	189.9091
Repurchase Price/ Unit (TZS)	578.5598	349.7739	329.4025	127.0588	189.9091

3.0 GOVERNMENT SECURITIES

3.1 Primary Market

During the week under review, the Bank of Tanzania issued a 13.5% fixed rate 15 years Treasury bond on Wednesday 20th June 2018 worth TZS 97.8 billion. The market tendered the bond with an over-subscription of 21.27% at TZS 118.6 billion which is a decline in the bond subscription compared to the previous 15 years Treasury bond auction on the 11th April 2018 when BOT offered TZS 97.8 billion and the market tendered an amount of TZS 264.4 billion which was an oversubscription of 170.3%. In the auction under review BOT accepted bids worth TZS 97.8 billion with a minimum successful price of 91.9694 and a Weighted Average Yield (WAY) of 14.4738% which is a decrease in price and consequently an increase in the yield compared to the previous auction when BOT accepted bids worth TZS 177.8 with a minimum successful price of 93.9482 and a Weighted Average Yield (WAY) of 14.1663%. (Source: BOT Website)

3.2 Secondary Market

3.2.1 Government Bond Trading

During the week, the secondary market traded 5 and 10 years Treasury bonds with a total turnover of TZS 11.76 billion on the face value at a premium price of 104.3307 and a discount price of 87.7539 on the high side and low side respectively. The turnover decreased by 25% compared to the previous week ended 14th June 2018 when the bond market generated a total turnover of TZS 15.71 billion by trading 15, 10, 7 and 5 years bonds at a premium price of 100.2961 on the higher side and discounted price of 88.2357 on the lower side. (Source: DSE Website)



3.2.2 Corporate Bond Trading

During the week the 6 years Exim bond with a coupon of 15.56% traded in the secondary market in one deal. With a face value of TZS 30 million the bond traded at 98.0001. The bond is set to mature on 21st December 2021. *(Source: DSE Website)*

4.0 MONEY MARKET

4.1 Interbank Money Market (IMM)

During the week ended 22nd of June 2018, with a total volume of TZS 21.8 billion (\$ 9.62 million), the Interbank Money Market (IMM) cash rate traded the highest at 4.00% on the 22nd June and lowest at 1.00% on the 18th and 22nd June, 2018, closing the week at a Weighted Average Rate (WAR) of 1.99%. The total volume traded in the Interbank Money Market has declined by a whopping 79.41% compared to the previous week ending 14th June 2018 which recorded TZS 105.9 billion (\$ 46.82 million) trading hands. The WAR however has increased by 7 basis points from last week's 1.92%. *(Source: BOT website)*

4.2 Interbank Foreign Exchange Market (IFEM)

The Interbank Foreign Exchange Market (IFEM) traded a total amount of \$16.55 million during the week ended 22nd June 2018 which is an increase in interbank forex trading by 99.4% compared to the previous week ended 14th June 2018 when \$8.3 million was traded in the IFEM. The greenback prices during the week ranged between the highest price at TZS 2,281.00 on the 20th June and the lowest price at TZS 2,272.95 on the 18th June closing the week at a Weighted Average Rate (WAR) of 2,277.15. The WAR increased by 0.06%, depicting a depreciation of the Shilling against the greenback, compared to the previous week which closed at a WAR of TZS 2,275.74 with the highest price of TZS 2,280.00 and lowest price of TZS 2,272.90. *(Source: BOT website)*

4.2 Foreign Exchange Market – Bank of Tanzania

The average exchange rates for major currencies against the Tanzania Shilling at the end of the week were as shown in the table below.

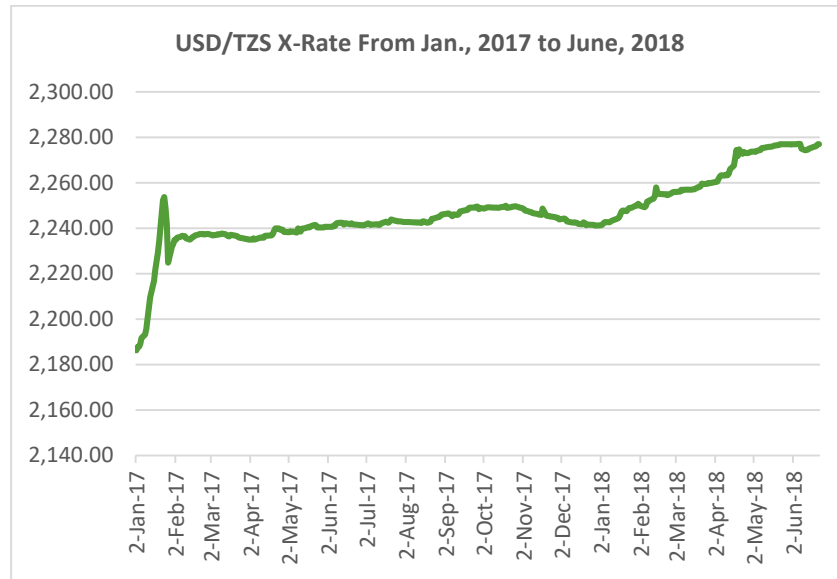
Currency	Previous Week	Current Week	Change in %
TZS/\$	2,263.67	2,265.63	+0.09
TZS/€	2,665.47	2,616.01	-1.86
TZS/£	3,021.55	2,994.71	-0.89
TZS/Rand	170.96	166.00	-2.90
TZS/KES	22.36	22.47	+0.49

Source: BOT website

During the week the Tanzanian Shilling appreciated against all major currencies except for the greenback and the Kenyan Shilling on which the Tanzanian Shilling depreciated by 0.09% and 0.49% respectively.



The following is a graph showing the movement of the Tanzanian Shilling against the US dollar since January 2017.



5.0 NOTABLE EVENTS

5.1 TMRC CORPORATE BOND COLLECTION REPORT

During the week, the Capital Markets and Securities Authority (CMSA) issued a press release on the development of an Asset Backed Security (ABS) TMRC corporate bond's first tranche worth TZS 12 billion out of the total bond worth TZS 120 billion. The offer for the first tranche carrying 11.79% interest was opened on the 28th May 2018 and closed on the 8th June 2018 attracting subscriptions of TZS 12.52 billion, an oversubscription of 4%.

The bond being an Asset Backed Security (ABS) is the first of its kind to be issued in the East African market which marks an important milestone in the development of the Tanzanian capital market. An Asset Backed Security (ABS) is a bond or note collateralized by a pool of other financial assets/securities. The TMRC (ABS) bond will be listed on the Dar es Salaam Stock Exchange on the 27th of June 2018.



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LISTED COMPANIES' ANALYSIS

COUNTERS	IPO Price	Cl. Price	1month	52 Weeks	YTD T/over	YTD Avg Daily	YTD Volume	YTD Avg. Daily	Mkt Cap	P/B (x)	Dividend		EPS	P/E(x)	Status
	Tzs.	Tzs.	Price	Cl. Price	Tzs "000"	T/Over " 000"	Traded	Vol. Traded	Tzs. Billion	Value	Yield %	Cover			
COMMERCIAL AND SERVICE (CS)															
SWISSPORT	225	3,500	3,520	3,800	9,946,794	93,838	2,689,945	25,377	126.00	**4.0	4.70	2	331.5	10.56	MIMS
PAL	475	470	470	470	-	-	-	-	75.42	**0.35	-	-	(571.03)	-	MIMS
VODA	850	800	800	-	8,372,814	73,446	10,732,929	94,149	1,792.00	**3.21	1.50	1.67	83.81	9.55	MIMS
BANK, FINANCE AND INVESTMENT (BI)															
CRDB	150	160	160	175	7,065,455	60,389	37,317,756	318,955	417.89	**0.53	2.70	2	13.90	11.51	MIMS
NMB	600	2,750	2,750	2,750	70,273	581	31,200	256	1,375.00	**1.7	2.30	2.96	190.00	14.47	MIMS
DCB	275	380	380	400	207,068	1,683	608,761	4,949	25.77	**1.7	-	-	(4.92)	-	MIMS
MCB	500	500	500	500	138	1.30	220	3	30.91	***1.15	-	-	(15.0)	-	EGM
MBP	500	600	600	600	62,642	633	106,070	1,071	8.78	***0.58	-	-	(4.92)	-	EGM
YETU	500	600	600	600	780,000	7,156	1,300	12	7.27	***0.23	-	-	90.00	6.67	EGM
MKCB	1,000	800	830	900	17,870	149	26,189	220	16.49	***1.8	2.50	2.91	60.00	13.33	EGM
MUCOBA	250	400	400	400	6,356	52	15,915	129	3.26	**0.94	4.25	3.24	55.12	7.26	MIMS
DSE	500	1,520	1,720	1,180	1,227,321	11,260	797,107	7,181	36.21	**1.94	2.21	3.76	221.06	6.88	MIMS
TICL	400	450	450	-	***16,181	***235	38,008	551	32.88	-	-	-	-	-	MIMS
*NICOL	300	255	-	-	***52,899	***4,408	191,380	15,948	17.64	-	8.47	1.32	33	8.94	MIMS
INDUSTRIAL AND ALLIED (IA)															
TOL	500	780	780	800	471,112	4,322	604,160	5,543	44.85	2.41	-	-	29.61	26.34	MIMS
TATEPA	330	120	120	650	12,017	121	100,145	1,012	2.24	(1.06)	-	-	(60.24)	-	MIMS
TBL	550	16,600	16,400	12,300	93,116,365	809,708	6,280,023	54,138	4,897.93	**6	7.20	0.49	572	29.02	MIMS
TCC	410	17,000	17,000	9,800	8,922,445	89,224	551,685	5,517	1,700.00	**29.6	3.90	0.86	515.8	32.96	MIMS
TPCC (TWIGA)	435	1,640	1,640	1,920	6,306,060	55,316	4,222,908	36,721	295.07	**1.52	17.70	0.73	198	8.28	MIMS
TCCL (SIMBA)	300	1,020	1,200	1,600	57,947	483	56,676	472	64.94	*0.54	-	-	(232)	-	MIMS
SWALA GAS & OIL	500	500	500	500	2,126	20	4,252	40	49.98	(3.47)	-	-	(61.02)	-	EGM
*2016 Financial Results															
**2017 Financial Results															
*** Prorated to approximated full year results ending 2017															
MMIS - Main Market Investment Segment window															
EGM - Enterprises Growth Market window															
**** TICL (Turnover & Average Daily T/over) From listing Day of March 1, 2018															
**** NICO (Turnover & Average Daily T/over) from re-listed Date of 6th June, 2018															
Source: DSE data															