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ORBIT SECURITIES COMPANY LTD.

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(Member of the Dar es Salaam Stock Exchange)

Weekly Financial Market Report

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1.0 CAPITAL MARKETS

1.1.0 Equity Market Performance Summary

1.1.1 Turnover and Volume

During the first week of 2019 the market opened with a high note whereby total turnover of TZS 445.06 Million were generated from 234,797 shares which is an increase of 25.01% and 105% respectively compared to the previous week's TZS 356.01 million which were generated from 114,587 shares. Generally, the market had seven active counters, TBL being the leading counter accounting for 84.2% of the week's turnover and the rest six active counters accounted for 15.8%.

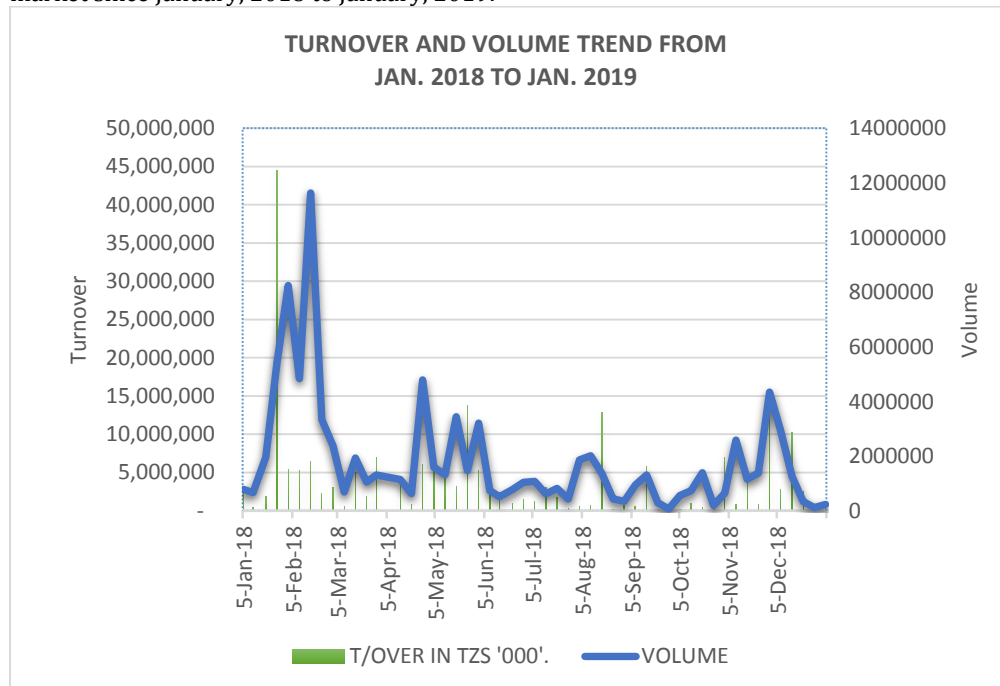
1.1.2 Market Capitalization and Indexes

Domestic counters tracked by the Tanzania Share Index and Domestic capitalization dropped 0.12% down to TZS 9.68 Trillion from TZS 9.70 Trillion as a result of price drop from Swissport counter. The counter closed the week at TZS 2,340/= from its previous price of TZS 2660/= a 12.03% drop down. Market capitalization was on the downward trend with, total capitalization shrinking by 0.27% to TZS 19.66 Trillion from TZS 19.72 Trillion closing of the previous week. This indicates a shrinking of some counters in local and foreign markets including EABL, NMG and USL which plunges by 6.70%, 2.63% and 25% respectively.

1.1.3 Investors Participations

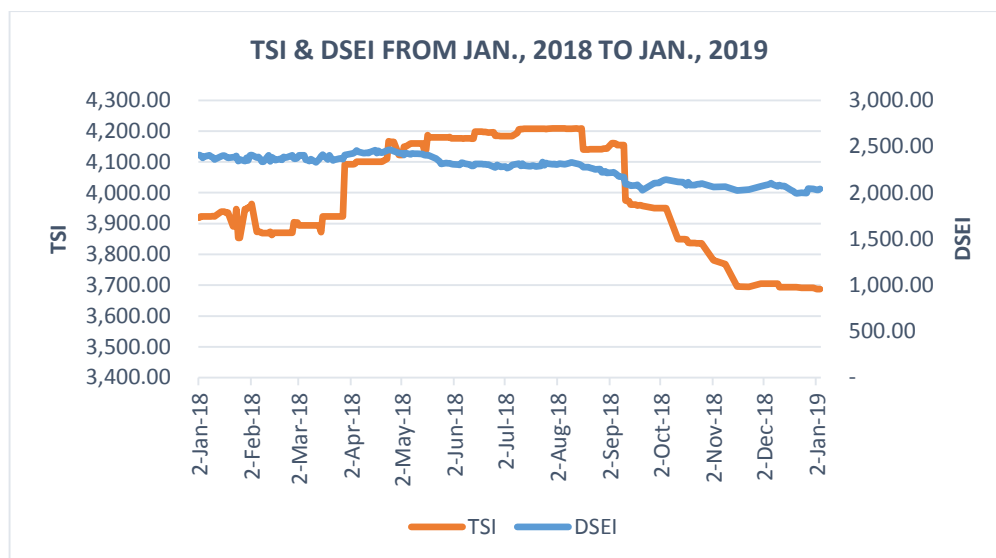
During the week, foreign investors led in the market participation whereby they accounted for a weighted average of 84.15% and 53.93% in investments and disinvestments respectively. Correspondingly, on the previous week local investor dominated the market by holding weighted average position of 98.25% and 100% on investments and disinvestments respectively.

The following graph shows week to week turnover and volumes trend traded in the stock market since January, 2018 to January, 2019.





Below is a graph showing the weekly trend for Tanzania Share Index (TSI) and All Share Index (DSEI) from January, 2018 to January, 2019.



1.2 Weekly Summary Tables

1.2.1 Domestic Market Statistics

1.2.1.1 Top Movers of the week

Counter	Closing Price	% w/w	% YTD	Turnover TZS '000'	Volume Traded	Market Cap TZS Billion
TBL	12,900	-	-7.86	374,533.00	31,211	3,806.22

1.2.1.2 Loser of the week

Counter	Closing Price	% w/w	% YTD	Turnover TZS '000'	Volume Traded	Market Cap TZS Billion
Swiss	2,340	-12.03	-33.14	9,126.00	3,900	84.24

1.2.1.3 Other counters

Counter	Price	% YTD	Turnover TZS '000'	Volume Traded	Market Cap TZS Billion
VODA	800	-5.88	22,101.00	30,000	1,792.00
CRDB	150	-6.25	21,258.00	146,803	391.78
DSE	1,400	+2.28	10,286.00	7,350	33.35
NMB	2,340	-14.91	2,449.00	1,237	1,170.00
TPCC	2,060	+41.10	27.00	13	370.64

1.2.1.4 Cross-listed Counters

Counter	Current Price	Previous Price	% w/w	% YTD	Market Cap TZS Billion
ACA	5,900	5,550	+6.31	-1.42	2,419.50
EABL	3,760	4,030	-6.70	-25.51	2,973.31
JHL	9,250	8,730	+5.96	-15.57	670.37
KA	200	200	-	-49.37	1,136.28
KCB	840	840	-	-11.58	2,495.09
NMG	1,480	1,520	-2.63	-40.39	279.04
USL	15	20	-25.00	-80.00	7.30



1.2.1.5 More Trading Statistics

Description	Previous	Current	▲ %
Total Turnover (TZS)	356,015,130	445,056,595	+25.01
Number of Shares Traded	114,587	234,797	+105%
Total Market Capitalization (Bn.)	19,716.88	19,663.70	-0.27
Domestic Market Cap (bn.)	9,696.14	9,684.62	-0.12
All Share Index (DSEI)	2,045.54	2,040.02	-0.27
Tanzania Share Index (TSI)	3,691.36	3,686.97	-0.12
Weighted Av. Local Buying %	98.25	15.85	-82.4*P
Weighted Av. Foreign Buying %	1.75	84.15	+82.4*P
Weighted Av. Local Selling %	100	46.09	-53.91*P
Weighted Av. Foreign Selling %	-	53.93	+53.91*P
*P= Percentage points			

2.0 COLLECTIVE INVESTMENT SCHEMES

2.1 UNIT TRUST OF TANZANIA (UTT)

Performance of Unit Trust Schemes as at 03th January, 2019 were as follows:

SUB	Umoja Fund	Wekeza Maisha	Watoto Fund	Jikimu-Ex-Id TZS 3/=	Liquid Fund
Net Asset Value (TZS Mil)	218,774	1,195	3,151	19,796	38,332
Net Asset Value/Unit (TZS)	570.0597	377.9903	331.5256	125.7503	200.0791
Sale Price / Unit (TZS)	570.0597	377.9903	331.5256	125.7503	200.0791
Repurchase Price/ Unit (TZS)	564.3591	370.4305	328.2104	123.2353	200.0791

(Source: UTT Website)

3.0 GOVERNMENT SECURITIES

3.1 Primary Market

Investor appetite for long term risk free government securities continues to remain low despite improved yields by the Bank of Tanzania (BoT).

On 02nd January, 2019, BOT held 15-years Treasury bond auction with 13.5% coupon rate offered the total amount of TZS 91.0 billion and the market tendered the total amount of TZS 49.15 billion, which is a 46% under-subscription. The government accepted TZS 8.15 billion less by 91% and 83.42% of the amount offered and tendered respectively. The highest bid was 94.5263% while the lowest was 76.00% but the weighted average price for successful bids was 88.7012%. However, the Weighted Average Yield to Maturity was 15.2196%, higher by 0.19 bps from 15.0291% WAYM of the previous comparative auction held on 10th October, 2018. (Source: BOT website)

3.2 Secondary Market

During the week the market traded 15 years bond with a total face value of TZS 1.2 billion at the discounted prices of 94.8986% on high side and 92.3021% on low side, an increase of 110.52% compared to the previous week's face value of TZS 0.57 billion from 5, 15 and 20 years government bonds traded at the highest rate of 130.9800 from the 20 years bond and the lowest rate of 89.3939 from the 15 years bond. (Source: DSE Website)



4.0 MONEY MARKET

4.1 Interbank Money Market (IMM)

Total amount transacted on the Interbank Money Market (IMM) during the week improved by 6.76% to post a total amount of TZS 79bln (\$34.63mln) compared to TZS 74bln (\$32.28mln) reported the previous week. The interbank weighted average rate gained slightly by 0.19bps closing the week at 3.38% compared to previous week’s 3.19%. The interbank rate has been on a gradual rise since the beginning of October 2018 implying a possible tightened liquidity in the banking sector. The theory is collaborated with 3rd quarter ending September, 2018 financial results of most banks showing a drop in deposits. *(Source: BOT website)*

4.2 Interbank Foreign Exchange Market (IFEM)

Total foreign currency traded in the Interbank Foreign Exchange Market (IFEM) during the week was \$2.90mln which is 23.40% above compared to previous week’s \$2.35mln. The Tanzanian shilling depreciated by 0.05% closed the week at a weighted average exchange rate of TZS 2,292.72/USD compared to the previous week’s TZS 2,291.58/USD. *(Source: BOT website)*

4.3 Foreign Exchange Market – Bank of Tanzania

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

Currency	Previous Week	Current Week	Δ%
TZS/\$	2,280.77	2,281.55	+0.03
TZS/€	2,593.24	2,588.99	-0.16
TZS/£	2,882.10	2,865.97	-0.56
TZS/Rand	17.06	157.56	+0.32
TZS/KES	22.39	22.32	-0.31

During the week, we observe Tanzanian Shilling being strong against some major currencies namely: Euro, Pound Sterling and Kenyan Shilling. However, the currency was weak against USD and South African Rand by a thin margin.

Below is the graph showing the trend of US dollar for two years





LISTED COMPANIES' ANALYSIS

COUNTERS	IPO Price	Cl. Price	6 months	12 months	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	2,340	3,500	3,750	10,095,847	62,707	2,737,050	17,000	84.24	**4.0	4.70	2	331.5	7.06	MIMS
PAL	475	400	470	470	-	-	-	-	64.19	**0.35	-	-	(571.03)	-	MIMS
VODA	850	800	850	850	9,804,708	50,801	12,522,625	64,550	1,792.00	**3.21	1.50	1.67	83.81	9.55	MIMS
BANK, FINANCE AND INVESTMENT (BI)															
CRDB	150	150	160	175	8,838,112	39,633	48,948,191	219,499	391.78	**0.53	2.70	2	13.90	10.79	MIMS
NMB	600	2,340	2,750	2,750	80,927	428	34,584	182	1,170.00	**1.7	2.30	2.96	190.00	12.32	MIMS
DCB	275	340	380	395	207,198	1,085	609,150	3,189	25.77	**1.7	-	-	(4.92)	-	MIMS
MCB	500	500	500	500	224	1	520	3	30.91	**1.15	-	-	(15.0)	-	EGM
MBP	500	510	600	600	63	368	106,600	623	10.51	**0.58	-	-	(4.92)	-	EGM
YETU	500	600	600	600	780	490	1,300	120	7.27	**0.23	-	-	90.00	6.67	EGM
MKCB	1,000	800	800	890	24,352	30	29,818	175	16.49	**1.8	2.50	2.91	60.00	13.33	EGM
MUCOBA	250	400	400	400	6,356	39	15,915	99	3.26	**0.94	4.25	3.24	55.12	7.26	MIMS
DSE	500	1,400	1,900	1,200	1,752,593	8,228	1,090,915	5,074	33.35	**1.94	7.14	3.76	221.06	6.33	MIMS
TICL	400	450	N/A	N/A	****16,213	****136	38,090	320	32.88	-	-	-	-	-	MIMS
NICOL	300	275	N/A	N/A	****324,872	3,124	1,153,386	11,090	19.02	-	9.45	1.32	33	1.19	MIMS
INDUSTRIAL AND ALLIED (IA)															
TOL	500	660	780	780	801,112	4,194	1,097	5,712	37.95	2.41	-	-	37.71	17.50	MIMS
TATEPA	330	120	120	600	12,747	67	106,225	556	2.24	*-1.06	-	-	(60.24)	-	MIMS
TBL	550	12,900	16,600	14,000	155,062,866	654,274	10,740,944	45,130	3,806.22	**6.9	4.80	0.71	572	28.00	MIMS
TCC	410	17,000	17,000	16,800	9,021,552	80,550	558,430	4,986	1,700.00	**8.91	2.45	1.13	454	36.00	MIMS
TPCC (TWIGA)	435	2,060	1,640	1,460	7,201,854	34,132	4,665,412	22,111	370.64	1.74	16.00	0.74	198.84	10.36	MIMS
TCCL (SIMBA)	300	640	1,020	1,200	109,132	571	116,115	608	40.75	**0.39	-	-	(418)	-	MIMS
SWALA GAS & OIL	500	590	500	500	26,953	130	54,866	264	52.04	(3.47)	-	-	(61.02)	-	EGM

*2016 Financial Results

**2017 Financial Results

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