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MONTHLY REPORT

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EQUITIES MARKET PERFORMANCE

TURNOVER AND VOLUME

Total Equity turnover for the month has slightly surpassed that of January by 6.7% to record a turnover of TZS 48.42Bln (\$21Mln), from trading of 38.9Mln shares. This is compared to the turnover of TZS 45.36Bln of January, and 76.4Mln shares. The number of shares traded has however reduced compared to January following a slowdown in activity on CRDB counter, which traded most shares the previous month. The turnover is also more than six (6) folds higher than that of February 2018 which was just TZS 8.9Bln.

MARKET CAPITALIZATION AND INDICES

Total market capitalization has dropped by approximately 4% equivalent to TZS 630Bln to close at TZS 16.91Trn compared to TZS 17.64Trn of previous month. The drop in the market cap is mostly due to a bearish trend on the cross-listed counters, where all but one counter had recorded price drops. On the other hand, the domestic market cap had gained further this month, following price improvements on CRDB and TPCC counters. The domestic cap closed at TZS 9.2Trn, a gain of TZS 143Bln equivalent to 1.6% gain from previous month.

Following the movements in the market caps the corresponding indices tracked the movements, whereby the All Share Index(DSEI) closed at 2,036.87points, losing 75.9points while the Tanzania Share Index (TSI) closed at 3,519.01 points, a gain of 54.58points compared to previous month.

The Overall Market Statistics for February, 2020

57.71%

of Total Market Turnover was contributed by TBL counter

TZS 48.42 Bln

Total Equity Turnover for the Month

63.5%

of shares that traded belonged to the NMB Counter

TZS 16.9 Trn

Was the total Market Capitalization as at the end of February 2020

EQUITIES MARKET PERFORMANCE

TOP MOVERS

Second month in a row, TBL moved the market more than other counters. Total TBL trades accounted for 57.71% of total market turnover for the month. The counter traded a total of 3.1 million shares worth TZS 27.9 Bln. Following closely was NMB which accounted for 36.5% of total market turnover, trading a total of 25.3 million shares (TZS 17.67 Bln), close to 5% of company's total outstanding shares. Off-market trades remain to be the main source of market's turnovers, where for this month a total of TZS 46.01 Bln, equivalent to 95% of this month's turnover was generated from off-market transactions.

GAINERS AND LOSERS

Five counters in total changed price. The top gainers were CRDB and TPCC (Twiga) which closed 34.63% and 10% up at TZS 175 and TZS 2,200 respectively as compared to their last closing price in January. DSE, SWISS and TICL plummeted by 8.16%, 10% and 9.09% respectively, closing the month at prices of TZS 900, TZS 1,440, and TZS 350 respectively.

Equity Market Statistics

Description	JANUARY		FEBRUARY		
	TZS	\$	TZS	\$	▲ %
Total Turnover (TZS)	45,359,428,185	19,721,491	48,423,408,925	21,053,656	+6.75
Number of Shares Traded	76,448,594		39,847,443		-47.88
Total Market Capitalization (Bn.)	17,541.08	7.63	16,910.83	7.35	-3.59
Domestic Market Cap (Bn.)	9,098.09	3.96	9,241.39	4.02	+1.58
All Share Index (DSEI)	2,112.77		2,036.87		-75.90*pts
Tanzania Share Index (TSI)	3,464.43		3,519.01		+54.58*pts
Weighted Av. Local Buying %	7.26		4.62		-2.64
Weighted Av. Foreign Buying %	92.74		95.38		+2.64
Weighted Av. Local Selling %	16.25		6.78		-9.47
Weighted Av. Foreign Selling %	83.75		93.22		+9.47
Foreign Purchases	42,068,104,512	18,290,480	46,184,312,600	20,080,136	+9.78
Foreign sales	37,987,868,490	16,516,465	45,138,365,472	19,625,376	+18.82
Net foreign Inflow/(outflow)	4,080,236,022	1,774,016	1,045,947,128	454,760	-74.37
*P= Percentage points					
*Pts =Index Points					

EQUITIES MARKET PERFORMANCE

MONTHLY SUMMARY TABLES

Counter	Opening Price	Closing Price	%Δ M.o.M	Turnover TZS	Volume Traded	% of Turnover	Market Cap TZS Billion
Domestic Counters							
Top movers							
TBL	10,900	10,900	-	27,943,684,000	3,125,513	57.71	3,216.11
Gainers and Losers							
CRDB	130	175	+34.62	1,824,097,955	10,433,499	3.77	457.07
TPCC	2,000	2,200	+10.00	579,555,600	264,080	1.20	395.83
DSE	980	900	-8.16	294,920,340	304,954	0.61	21.44
SWIS	1,600	1,440	-10.00	6,308,800	4,345	0.01	51.84
TICL	385	350	-9.09	2,341,500	6,690	0.00	25.58
Other Active Counters							
NMB	2,340	2,340	-	17,674,322,260	25,248,953	36.50	1,170.00
NICO	170	170	-	75,877,540	446,337	0.16	11.76
TCC	17,000	17,000	-	13,316,400	822	0.03	1,700.00
VODA	850	850	-	6,656,580	8,220	0.01	1,904.00
MKCB	780	780	-	1,661,400	2,130	0.00	16.09
DCB	295	295	-	438,550	1,510	0.00	27.25
TOL	660	600	-	198,000	330	0.00	35.51
SWALA	490	490	-	18,000	40	0.00	52.04
TCCL	600	600	-	12,000	20	0.00	38.20
Cross Listed Counters							
EABL	4,900	4,530	-7.55	-	-	-	3,582.21
JHL	8,200	7,700	-6.10	-	-	-	558.04
KA	55	50	-9.09	-	-	-	284.07
KCB	1,180	1,050	-11.02	-	-	-	3,118.86
NMG	820	660	-19.51	-	-	-	124.44
USL	5	5	-	-	-	-	1.82

Other Active counters

Other eight (8) counters were active during the month as shown in table 1.5 “monthly Summary Tables”. Generally, the market was fairly active during the month, as compared to previous months, although activities are still concentrated on few counters. Activity on the market is expected to stay moderate rather than low as we are heading to dividend announcements, annual general meetings and release of audited results.

Cross-Listed Counters

As opposed to the good performance in January, cross-listed counters have posted negative growth in this month. There was no cross-listed counter that posted a price increment month on month, all counters had price drops except for one that stayed stagnant. National Media Group (NMG) recorded the highest drop of 19.5% to close at TZS 660, followed by 7.55%, 6.10%, 9.09% and 11.02% drops in EABL, JHL, KA and KCB respectively. More information is on table 1.5 “Monthly Summary Tables”

EQUITIES MARKET PERFORMANCE

Investors participation

Foreign purchases amounted to TZS 46.18Bln(\$20.08Mln) equivalent to 95.38% of all purchases during the month while foreign sales were TZS 45.14Bln (\$19.63Mln) equivalent to 93.22% of all sales on the market, which makes foreign investors market leaders for the month. Locals accounted for 4.62% of buying activities, and 6.78% of selling activities. Despite the increase in foreign participation compared to January, the net Foreign Inflow has dropped by 74% to TZS 1.05Bn (\$454,760).

BONDS MARKET PERFORMANCE

Government Bonds.

The government through the Bank of Tanzania (BOT) holds auctions every Wednesday for primary issuance of a debt instruments. The current available tenures are the 20, 15, 10, 7, 5 and 2 years bonds. All these bonds are subsequently listed on the Dar es Salaam Stock Exchange (DSE) which acts as a secondary market for the bonds.

Primary bond Market.

A total of two government bonds auctions were held during the month. Both bonds were greatly oversubscribed. 20- years bond had an offer tag of TZS 117Bln, and received TZS 450.88Bln tenders where TZS 113.6Bln was successful. The 15-years bond in a similar trend received TZS 229Bln worth of tenders from an offer of TZS 109Bln, TZS 109Bln was successful on the auction. In total the government raised TZS 222.6Bln from the bond market which is 19.35% lower than TZS 276Bln raised in January. Weighted Average Yield to Maturity (WAYTM) for both bonds went down as demand for the long term securities is sky- rocketing. The 20-years bond recorded a WAYTM of 16.2985 and 14.5402 for 15 years bond from 16.76% and 15.19% respectively of previous auctions.

Secondary Bond Market

The secondary market which provides an exit strategy for bond holders, recorded a total face value turnover of TZS 126.3Bln which is 67% higher than previous month's TZS 75.23Bln. there were no corporate bonds transactions for the month.

MONEY MARKET PERFORMANCE

Treasury Bills

A total of TZS 151.9Bln was raised through a couple of treasury bills auction. The Government had in total offered to raise TZS 214.4Bln and received tenders worth TZS 290.4Bln. The Weighted Average Yield (WAY) for the short-term securities also following the trend on the long-term securities has dropped 17bps to 5.63% from 5.8% of January Auctions.

Interbank Money Market (IMM)

The interbank Money market activity for the month slightly dropped compared to January. In February a total of TZS 419.5Bln was exchanged between banks, lower than TZS 423.4Bln of January. There was no extreme change to the inter-bank rates this month, the rates have remained within the 4% zone, and closed at 4.5% some 35bps increment from 4.15% of January.

Interbank Foreign Exchange Market (IFEM)

The inter-bank foreign exchange market also had fewer activities in February compared to January. The total transactions recorded a value of \$65.13Mln, 7.9% lower than \$70.72Mln of January. The TZS has slightly strengthened against the green back by 8pips from a closing of TZS 2,300.83 in January to a closing of TZS 2,300.75 in February.

APPENDIX

1. GOVERNMENT SECURITIES

February 'TZS BLN'					January 'TZS BLN'				
Tenure	Offer	Tendered	Successful	Tenure	Offer	Tendered	Successful		
Treasury bills	214.4	290.39	151.88	Treasury bills	214.4	174.89	136.01		
20 years	117	450.88	113.55	2 years	137	279.996	167		
15 years	109	229	109	15 years	109	189.59	109		
TOTAL	440.4	970.27	374.43	TOTAL	460.4	644.476	412.01		
Bonds Only	226	679.88	222.55	Bonds only	246	469.586	276		

2. MONEY MARKET

February				January					
	Volume	AV. rate	Opening Rate	Closing Rate		Volume	AV. Rate	Opening Rate	Closing Rate
IMM	419.5	4	4.1	4.5	IMM	423.4	3.99	3.79	4.15
Mn TZS					Mn TZS				
IFEM	65.13	2300.92	2300.83	2300.75	IFEM	70.72	2,300.02	2,299.91	2,300.83
Mn USD					Mn USD				

Domestic counters market Highlights

	Issued shares 'Million'	IPO price TZS	Cur. Price TZS	EPS TZS	Dividend Yield	P/E
CRDB(2019)	2,611.83	150	170	46.00	4.7%	3.70
DCB	67.83	275	295	15.00	0.0%	19.67
DSE	23.82	500	890	73.78	4.1%	12.06
MBP	23.10	500	490	34.30	3.5%	14.29
NICO	37.80	300	170	81.00	3.5%	2.10
NMB(2019)	500.00	600	2,340	297.00	2.8%	7.88
PAL	160.47	475	400	-	0.0%	
SWIS	36.00	225	1,440	207.20	7.2%	6.95
TBL	294.93	550	10,900	419.00	6.4%	26.01
TCC	100.00	410	17,000	479.00	2.6%	35.49
TCCL	63.67	300	600	(179.00)	0.0%	Loss
TICL	72.96	400	350	5.02	0.0%	69.72
TOL	57.56	500	600	45.46	2.8%	13.20
TPCC	179.92	435	2,200	316.00	13.2%	6.96
TTP	18.66	330	120	31.05	0.0%	3.86
VODA	2,240.00	850	850	40.28	0.0%	21.10
SWALA	99.90	500	0	-	0.0%	-
MCB	61.82	500	0	(89.42)	0.0%	-
MKCB	20.62	1000	2,020	39	0.0%	-
MUCOBA	8.20	250	490	-	0.0%	-
YETU	12.11	500	550	-	0.0%	-

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