

TIB RASILIMALI DAILY MARKET UPDATE- 29/11/2017



Equities- Daily highlights- prices as of market close 28/11/2017

Company Name	Market Cap.(6th June 2017) Tshs	Closing Price	Daily Price Change (%)	Turnover in TZS At t-1	Open BIDs	Best Bid Price	Open Offers	Best Offer Price	Last price vs 3 Month Price (%)	Last Price vs 6 Month Price change (%)	Shares Issued
CRDB	404,834,980,520	155	3.33	43,015,580	688,360	150	24,825	160	-22.5	-18.42	2,611,838,584
DCB	26,113,740,345	385	0	5700			25,382	380	-2.53	-3.75	67,827,897
DSE	23,085,000,000	1,140	0	2,159,400	37,028	1,120	10,000	1,140	-21.91	-3.38	20,250,000
MBP	8,780,534,400	600	0	No trades			12,500	600	0	0	14,634,224
MCB	30,912,460,000	500	0	No trades			38,650	450	0	0	61,824,920
MKCB	18,347,592,080	890	0	No trades			14,300	850	-1.11	-11	20,615,272
NMB	1,375,000,000,000	2,750	0	168,480			409,587	2,340	0	0	500,000,000
SWALA	49,977,233,500	500	0	No trades			4,930	490	0	0	99,954,467
SWISS	126,000,000,000	3,500	0	No trades			4,995	3,500	-8.37	-30	36,000,000
TBL	3,922,548,557,900	13,300	0	1,283,503,200	100	13,200	1,005	14,000	0	26.66	294,928,463
TCC	1,680,000,000,000	16,800	0	No trades			41,675	14,300	35.48	46.08	100,000,000
VODA	476,000,000,000	850	0	2,464,000	7	780	377,140	770	-5.55		560,000,000
TCCL	76,405,254,000	1,200	0	No trades			32,601	1,100	-11.76	-25	63,671,045
TPCC	262,687,726,000	1,460	0	15,490,600	1	1,460	14,610	1,500	-17.97	-27	179,923,100
YETU	7,267,736,400	600	0	No trades			12,740	600	0	0	12,112,894
TOL	43,551,682,200	780	0	No trades			11,550	770	0	-2.5	55,835,490
MUCOBA	3,262,569,200	400	0	No trades			29,254	400	0	0	8,156,423
PAL	75,420,806,000	470	0	No trades			28,200	400	0	0	160,469,800
TTP	11,194,352,400	600	0	No trades			10,655	600	-7.69	-7.69	18,657,254
NMG	362,943,901,320	2,310	-9.77	No trades					-6.85	-10.46	157,118,572

EABL	3,472,817,380,100	5,270	0	No trades						-3.83	5.18	658,978,630
JHL	372,960,000,000	10,360	1.27	No trades						-1.05	4.33	36,000,000
KCB	2,106,888,888,150	950	0	No trades						-1.04	13.09	2,217,777,777
USL	23,888,395,260	90	0	No trades						12.5	80	265,426,614
ACA	2,271,873,664,460	5,540	-1.77	No trades						-9.18	-36.75	410,085,499

EPS: CRDB -28.34, NMB -312, TBL - 771 , TCC- 687 , TPCC -221, SWISS -503.81, TCCL- 68 DCB -16.58**

**Earning per share (EPS) is interim. Earning per share of other companies are annual audited.

Period	Week ending 24/11	Week ending 17/11
Market Cap (TZS BN)	89,107.9	83,876.26
Turnover (TZS MN)	1,556.4	1,012.9

TZ have \$40 million Coltan plant. *The Citizen, 29 November 2017.*

The Ministry of Minerals has endorsed the establishment of a \$40 million coltan processing plant in Tanzania, the project is set to start in the near future. The Ministry officials and representatives of two companies, AB Minerals (AB) and Destiny Minerals and Agriculture Consultant (DMAC) met in Dar es Salaam to discuss the project. The meeting was attended by Minerals Minister Angellah Kairuki, Commissioner of Minerals Benjamin Mchwampaka, his deputy Latifa Mtoro and representatives from AB and DMCA, Frank Balestra and Vimbai Chakanestra. Coltan is a mineral used to add value to other minerals such as tantalum and niobium that are used in the electronic industry to create capacitors and high power resistors and for alloys. Rwanda, Burundi, Mozambique, Ethiopia, Democratic Republic of Congo and Nigeria will be potential importers of coltan as they are the major producers of tantalum and niobium in Africa. AB mineral Corp CEO Frank Balestra said “by upgrading the raw ore into higher-purity tantalum and niobium prior to export, there will be significant tax revenue for Tanzania and employment opportunities will be created”. The plant will be constructed in Dar es Salaam.

Improve liquidity, Government counselled. *The Citizen, 29 November 2017*

Bank of Africa (BOA) has urged the government to take immediate steps to ease Tanzanian monetary policy as a way of improving liquidity in the economy. The chairperson of BOA Tanzania board of directors, Ms Mwanaidi Maajar, said the financial sector was facing a number of challenges which should be tackled immediately. She said such challenges had undermined the ability of Banks to lend and in consequence heightening potential risks on economic growth targets. Ms Maajar was speaking at the weekend during the commemoration of the bank’s tenth anniversary in Tanzania. “The Banking industry’s lending trend has been slowly growing on the back of increasing non performing loans” she said, calling upon the government to continue pursuing an inclusive growth by easing the monetary policy as a way of improving liquidity in the economy. This comes at a time when the Bank of Tanzania has reduced the minimum reserve ratio to 8.0% from 10% in order to provide liquidity to the banks which should in turn expand their lending base and contribute to the growth of credit to the private sector. Ms Maajar acknowledges the move but hopes that further relaxation would do much good to the economy.

Nairobi-Pensions raise stockholding as Nairobi bourse recovers, *Business Daily 29 November 2017.*

Pension schemes invested more in equities by cutting back on other investment classes in the third quarter as the stock markets rallied despite political intrigues. A survey of 372 schemes by consulting firm Zamara Group (formerly Alexander Forbes Financial Services EA) shows pension providers raised equity allocations to 23.9 per cent in the three months to September, up from 21.5 per cent in the previous quarter. It showed fixed income still had the largest share of investment by pension funds at 70.8 per cent down from 72.9 per cent in the previous quarter, while properties and offshore investments were 3.9 per cent and 1.4 per cent respectively. The Nairobi Stock Exchange (NSE) has rallied 20 per cent so far this year lifted by telecoms giant Safaricom and banking stocks, shrugging off jitters from a prolonged electioneering that threatened to turn ugly after the August 8 Presidential election was nullified. A Supreme Court ruling that upheld President Uhuru Kenyatta’s win in last month’s rerun vote lifted a cloud of uncertainty that had sent investors, mostly foreigners, scampering out of the market. The NSE shed as much as Sh22 billion in market capitalisation within two days after the Supreme Court annulled the election on September 1.

South Africa Market Review. *29 November 2017.*

South African markets closed in the red yesterday, as a stronger rand weighed on currency-sensitive stocks. Platinum miners, Impala Platinum Holdings and Anglo American Platinum declined 6.6% and 0.2%, respectively. Retailer, Cie Financiere Richemont fell 2.6%. Further, Sappi and Naspers shed 1.5% and 0.4%, respectively. Gold miner, Harmony Gold Mining Co lost 0.5%. On the other hand, SPAR Group and Tiger Brands jumped 5.0% and 3.4%, respectively. Also, banking firms, Barclays Africa Group and FirstRand gained 2.8% and 1.8%, respectively. The JSE All Share index declined 0.1% to close at 60,082.79..

UK Market Review. *29 November 2017.*

US markets ended higher yesterday, after the US Senate Budget Committee voted 12-11 to advance the Republican tax bill. Buffalo Wild Wings surged 6.3%, after Arby’s Restaurant Group Inc., which is owned by private-equity firm Roark Capital Group, agreed to acquire the restaurant chain in a deal valued at \$2.90bn, including debt. Retailer, Bon-Ton Stores jumped 8%, after it reported a rise in its November same-store sales. Additionally, Navient Corp. and Bank of America advanced 4.0%, each. In contrast, Apple and Abbott Laboratories declined 0.6% and 0.2%, respectively. The S&P 500 index rose 1.0% to settle at 2,627.04, while the DJIA index advanced 1.1% to close at 23,836.71. The NASDAQ index climbed 0.5% to end the trading session at 6,912.36.

US Market Review. 29 November 2017.

US markets ended mostly lower yesterday, reversing its previous session gains. Energy sector stocks dropped, tracking a decline in crude oil prices. Investors turned their attention to an upcoming OPEC meeting and hopes for an extension to a production-cut deal later this week. Marathon Oil, Hess and Chevron declined 4.3%, 2.9% and 0.8%, respectively. Fast food burrito chain, Chipotle Mexican Grill lost 1.7%. Toy makers, Mattel and Hasbro fell 1.5% and 1.0%, respectively. Bucking the trend, Gap and Amazon.com added 1.2% and 0.8%, respectively. The S&P 500 index marginally fell to settle at 2,601.42, while the DJIA index advanced 0.1% to close at 23,580.78. The NASDAQ index eased 0.2% to end the trading session at 6,878.52.

Exchange Announcements

Vodacom Tanzania PLC has announced their unaudited results for the year ended 31st Septemba 2017. Highlights of the results are as follows:

Vodacom group released its unaudited financial results for Q3 2017, services revenue grew by 6.4% to reach 479.2 billion from 450.2 billion in September year 2016 facilitated by the strategy to delivering superior data user experience and leveraging off a wide Mpesa ecosystem. The company also continued expansion of customer base which grew 4.1% to reach 12.9 million, up 4.1% year on year. Despite the rise in revenues, operating expenses of the company grew by close to 39 Bio year on year mainly attributed to increased network operating costs even though the company worked hard on managing staff and marketing costs. Overall diluted earnings per share fell to 10.36 down 63.4% from the 28.3 declared at the financial year end in March 2017 signaling a likely poorer performance of the share price going forward due to dampening expectations of dividends in future. Vodacom's Management remains upbeat, citing the Lipa Kwa Mpesa campaign as a strong potential contributor to future earnings but mentioned regulatory uncertainty and macro-economic pressures as potential risks to the future performance of the company.

	Value TZS Million(2017)	Value TZS Million(2016)	Change %
Revenue	479.2	450.2	6.4%
M-Pesa revenue	141.6	224.4	17.2%
Operating profit	38.0	58.0	-34.4%
Net profit	18.8	32.6	-42.3%
Earnings Before Interest Tax Depreciation and Amortisation (EBITDA)	127.9	166.3	-23.1%
Capital expenditure	102.4	99.3%	3.12%
Operating free cash flow	58.4	33.7	73.2%
Earnings per share (EPS)	10.36	19.45	-46.7%

	Value TZS Million(2017)	Value TZS Million(2016)	Change %
Number of Active Subscribers	12.9	12.3	4.1%

Tanga Cement Company Limited (TCCL) has announced their audited financial results for the year ended 30th June 2017.

	Group June 2017 TZS' 000	Group June 2016 TZS' 000	Company June 2017 TZS' 000	Company June 2016 TZS' 000
Revenue	78,788,330	77,155,642	69,324,206	71,175,075
Cost of sales	(64,834,047)	(50,831,635)	(56,124,342)	(45,993,842)
Gross profit	13,954,283	26,324,007	13,199,864	25,181,233
Financing Costs	(15,097,701)	(606,150)	(15,094,638)	(554,647)

Operating profit/loss	(4,295,216)	14,675,464	(5,009,129)	14,773,298
Net(loss)/ profit before taxation	(19,392,917)	16,346,055	(20,103,767)	16,435,235
Net(loss) profit for the year	(14,608,298)	11,396,386	(15,107,540)	11,485,566
Total Comprehensive(loss)/income	(14,614,900)	11,105,091	(15,107,540)	11,485,566
Earnings per share (Tzs)	-232	176	-240	185
Dividends per share (Tzs)	25	55	25	55

Dividend

Given the financial performance for the first half of the year, the board has decided not to declare an interim dividend for 2017. This position will be reviewed once the year trading results have been finalized.

Tanzania Breweries Limited(TBL) announced its results for the year ended 31st March 2017.

	2017 Tshs M	2016 Tshs M	Change %
Revenue	1,041,123	1,112,608	-6%
Cost of sales	(593,616)	(574,414)	3.34%
Gross profit	447,507	538,194	-17%
Operating profit	235,141	330,070	-29%
Profit before income tax	234,600	327,812	-28%
Profit for the Year	161,440	228,981	-29%
Basic Rarnings Per Share	572	771	-26%
Dividend Per Share	350	600	-42%

Dividend

The comp[any has declared a dividend of TZS 470/- per share meaning a total of TZS 138.62Bn will be paid out by the company beginning the 8th of November 2017.

Dar es Salaam Stock Exchange (DSE) PLC has published their quarter results for the period ended 30th June 2017 and 31st March 2017. Summary of the results are as follows

DSE PLC Statement of Comprehensive Income for the quarter ended 30th June 2017.

	Current Quarter 30th June 2016 TZS	Previous Quarter 31 th March 2017 TZS	Comperative Quarter 30th June 2017 TZS
Revenue			
Listing Fees	431,308,211	567,547,855	686,565,382
Transaction Fees	319,549,471	250,318,118	350,857,361
Registry & CSD Fees	190,917,840	110,370,581	175,037,108
Investment Income	129,149,051	597,357,934	502,630,281
Other Operating Income	71,429,572	47,999,068	126,274,068
Total Revenue	1,142,354,146	1,573,593,557	1,841,364,200
Total Expenses	854,247,157	878,907,439	909,607,412
Profit before Tax	288,106,989	694,686,118	931,756,789
Taxation	-	-	-
Profit After Tax	288,106,989	694,686,118	931,756,789
Earnings Per Share	N/A	34	46

National Microfinance Bank (NMB) announced their quarter one financial results ended 30th September 2017. Summary of the results are as follows.

	Current Quarter	Comparative Quarter	Current Year Cumulative	Comparative Year Cumulative
Amounts in Million shillings	30.09.2017	30.09.2016	30.09.2017	30.09.2016
Interest Income	148,232	144,011	440,996	408,960
Interest Expense	(33,665)	(30,881)	(92,444)	(72,902)
Net Interest income	114,567	113,130	348,552	336,058
Impairment Losses on Loans and Advances	(43,403)	(7,935)	(68,486)	(20,073)
Non-interest income	48,227	40,958	131,990	122,707
Non-interest expense	(97,274)	(91,737)	(279,901)	(263,824)
Net Income/(Loss) after income tax	15,032	38,091	91,238	122,408

CRDB Bank Plc announced their financial results for the year ended 30th September, 2017 . Summary of the results are as follows.

	Group current Quarter	Group Comparative Quarter	Bank current Quarter	Bank Comparative Quarter
Amounts in Million shillings	30/09/2017	30/09/2016	30/09/2017	30/09/2016
Interest Income	142,396	149,008	138,793	145,337
Interest Expense	(40,948)	(36,897)	(39,396)	(35,411)
Net Interest income	101,448	112,111	99,397	109,926
Impairment Losses on Loans and Advances	(30,380)	(39,063)	(30,077)	(38,687)
Non-interest income	56,839	41,380	52,871	38,556
Non-interest expense	(107,918)	(105,428)	(105,148)	(107,651)
Net Income/(Loss) after income tax	14,561	2,885	11,930	(1,999)

Mwalimu Commercial Bank Plc (MCB) announced their quarter one financial results ended 30th September 2017. Summary of the results are as follows:

	Current Quarter	Current Year Cumulative
	30.09.2017	30.09.2017
	TZS M	TZS M
Interest Income	975	3,228
Interest expenses	141	-
Net Interest Income	834	3,228
Non-interest income	57	1
Non-interest expenses	1,647	2,682
Operating income /(Loss)	(795)	547
Net Profit/ (loss) after income tax	(795)	547
Earnings per share (EPS)	(13)	9

TOL Gases Ltd announced their audited financial results for the year ended 30th June 2017. Summary of the results are as follows:

	2017 TZS '000'	2016 TZS '000'	Change %
Revenue	7,032,979	8,322,100	-15.5
Cost of sales	(3,808,616)	(5,164,849)	-26.3
Gross profit	3,224,363	3,157,251	2.12
Operating expenses	(1,904,273)	(1,666,642)	14.3
Operating profit	1,320,090	1,490,609	-11.43
Finance costs	(314,919)	(388,463)	19
Profit before tax	1,005,171	1,102,146	-9

Tanzania Portland Cement Company Limited (TWIGA) announced their audited results for the year ended 31st June 2017. Summary of the results are as follows:

	2017 TZS 000	2016 TZS 000	Change %
Revenue	119,605,632	142,354,100	-15.9%
Cost of sales	(82,573,256)	(89,157,602)	82.34%
Gross profit	37,032,376	53,196,498	-30.4
Operating profit	17,012,882	30,624,357	-44.44
Profit before tax	17,875,937	32,662,288	-45.3
Taxes on income	(5,525,020)	(9,942,463)	44.44%
Profit for the year	12,350,917	22,719,825	-45.64
Earnings per share	68.65	126.28	-45.64

Dividends

Despite drops in results the Directors declare an interim dividend of TZS Sh 120 per share (2016:TZS 120 per share) which will be paid on or about 31 October 2017. The register of the Members will close on 25 September 2017. The last day of trading cum dividend will be 20 September 2017.

Government Securities and Bonds

Treasury Bills					
Auction No. 993 Held On 15/ Nov/2017					
Treasury Bills Auction no.993 15/November 2017					
	35days	91days	182days	364days	TOTAL
No. of bids	1	0	29	127	157
Successful Bids	1	0	25	85	105
Highest BID/100	99.57	0.00	96.77	92.19	-
Lowest bid/100	99.57	0.00	95.89	88.49	-
Minimum Successful Price/100	99.57	100.00	96.23	91.10	-
Weighted Average Price(WAP)+	99.57	0.00	96.50	91.22	-
Weighted Average Yield (WAY)	4.50	0.00	7.27	9.65	9.17
Amount Offered Sh (000,000)	1,000	3,000	65,000	100,000	169,000
Total Tendered Sh (000,000)	1,000.00	0.00	68,254.55	220,724.30	289,978.80
Under subscribed/oversubscribed (+/-) Sh (ml)	0.00	0.00	3,254.55	120,724.30	-12,978.80
Successful bids Sh(000,000)	1,000.00	0.00	3,254.55	133,600.00	165,854.50

	Treasury Bonds-Auction Date specified as below				
	10Y	7Y	2Y	15Y	5Y
Auction Date	25/10/2017	11/10/2017	27/09/2017	22/11/2017	08/Nov/2017
Redemption date	26/10/2027	12/10/2024	28/09/2019	23/11/2032	09/Nov/2022
Minimum successful Price	76.1279	77.1894	92.26	85.0000	83.9212
WAP for successful bid	78.0204	79.1462	93.1475	86.5410	84.1667
WAY to maturity	15.8929	14.9832	11.7645	15.8700	13.6429
WA Coupon Yield	14.6628	12.7359	8.3953	15.5995	10.9069
Amount Offered TZS(000,000)	111,400.00	100,200.00	84,000.00	97,800.00	90,000.00
Amount Tendered TZS(000,000)	219,982.50	143,476.30	258,895.60	255,082.00	233,947.80
Successful Amount TZS(000,000)	65,323.10	100,200.00	84,000.00	97,800.00	90,000.10

The BOT released its monthly economic review for the month of September 2017, for the report click here:

Future Bond Auctions*		
Auction Date	Bond Tenure	Coupon Rate
06/12/2017	2yrs	7.82%
20/12/2017	7yrs	10.08%
03/01/2018	10yrs	11.44%
17/01/2018	5yrs	9.18%
31/01/2018	15yrs	13.50%

Exchange Rates*		
Currency	Buying	Selling
EUR	2,654	2,682
USD	2,222	2,244
KES	21.51	21.68
GBP	2,969	3,000

*All these data are obtained from Bank of Tanzania (BOT)

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