

**DAILY PRICE MOVEMENTS CLOSE OF 29 October 2018**

Company Name	Closing Price	Turnover in TZS At t-1	Open BIDs	Best Bid Price	Open Offers	Best Offer Price
CRDB	150	435,875	82,370	150	744,193	155
DCB	340	No trades			48,850	300
DSE	1,640	49,200	22,134	1,600	39,478	1,680
MBP	590	No trades			12,780	510
MCB	500	No trades			105,460	430
MKCB	800	No trades			23,106	800
NMB	2,750	No trades			613,734	2,340
SWALA	490	No trades			65,690	490
SWIS	2,660	No trades	4,120	2,600	8,481	2,660
TBL	13,400	319,289,000	33	12,000	36,105	13,000
TICL	450	No trades			248,497	385
TCC	17,000	No trades			218,896	14,500
VODA	800	No trades			1,202,520	800
TCCL	700	No trades	4	700	12,370	700
TPCC	2,060	464,100	15,114	2,060	4,076	2,200
YETU	600	No trades			22,630	600
TOL	660	No trades			146,240	670
MUCOB	400	No trades			12,470	400
NICO	300	150,000	39,914	295	18,400	300
PAL	470	No trades			51,800	400
TTP	120	No trades			63,118	120
NMG	1,580	No trades				
EABL	4,280	No trades				
JHL	9,650	No trades				
KCB	870	No trades	562	860		
USL	15	No trades				
ACA	4,620	No trades	3,800	4,420		
KA	260	No trades				

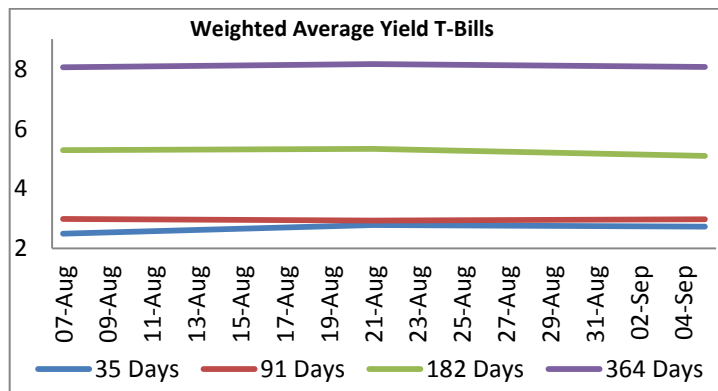
**ECONOMIC INDICATORS**

Inflation rate	3.3%
Interbank rate (WAR)	2.18%
Gross Domestic product (GDP) Growth	7.1%

**MARKET COMMENTARY**

Yesterday, overall market capitalization of the Local exchange was higher compared to the previous day; Capitalization rose to Tsh20.42 trillion from Tsh20.24 trillion or 0.89 per cent. Total equity turnover on the Dar Es Salaam Stock Exchange (DSE) increased by 133.9 per cent to Tsh320.38 million from Tsh136.99 million of the previous day. The market all share index (DSEI) experiencing a bullish attitude with consistence increasing, by yesterday closed up by 18.13 to 2,118.47. Foreign investors keep on dominating the market by 93.64 percent selling and 99.64 per cent buying. TBL, TPCC, CRDB, DSE and NICO were the active counters for the day.

**Weighted Average Yield T-Bills**



TOP MOVERS	VOLUME	GAINERS & LOSERS
TBL	25,603	EABL +5.42%
CRDB	3,006	ACA +1.76%
NICO	500	KA -1.89%

**EXCHANGE RATES**

Currency	Buying	Selling
TZS/USD	2,268.27	2,290.96
TZS/EUR	2,581.29	2,608.02
TZS/GBP	2,907.93	2,937.92
TZS/KES	22.32	22.50

**TREASURY BOND AUCTION RESULTS**

	2 years	5 years	7 years	10 years	15 years	20 Years
WA coupon yield	8.2062	10.0302	11.2143	13.5249	14.8438	17.6900
WAY to maturity	10.4896	11.4457	12.2682	14.3881	15.0291	17.6139
Auction date	24/10/2018	29/08/2018	15/08/2018	26/09/2018	10/10/2018	12/09/2018
Redemption date	25/10/2020	30/08/2023	16/08/2025	27/09/2028	11/10/2033	13/09/2038

**\$180m deficit recorded in balance of payments. *The Citizen, 30<sup>th</sup> October 2018.***

The balance of payments had a deficit of \$183 million in the year to August 31, 2018 compared with a surplus of \$1,788.8 million in the year to August 31, 2017. The recent BOT economic review shows that the change was a result of the widening of the current account deficit to \$2,008.5 million from \$1,189.6 million during the same period. That happened due to increases in imports. Imports bill for goods and services was \$10,296.1 million in year to August 31, 2018 from \$9,534.6 million in the year to August 31, 2017. Goods imports amounted to \$8,079.9 million, higher than in the year to August 31, 2017 by 7 per cent. Imports of capital and intermediate goods increased by 36.1 per cent and 38.3 per cent respectively during the same period. Increased imports in capital goods showed more investments in infrastructure projects.

**NSE investors lose Sh86bn in State-controlled firms. *Business Daily, 30<sup>th</sup> October 2018.***

Six State-controlled and Nairobi Securities Exchange-listed firms have caused investors a combined paper loss of Sh86 billion in the past five years alone, underlining the effect of corruption and gross mismanagement that has driven some of them to near collapse. East African Portland Cement Company (EAPCC), National Bank of Kenya (NBK), Kenya Airways (KQ), Kenya Power, Mumias Sugar Company and Uchumi Supermarkets had a combined market value of Sh113.6 billion on November 1, 2013. But a mix of heavy loss-making, mismanagement and theft has whittled that down to Sh26.9 billion and left Mumias and Uchumi all but dead. Unlike bear markets that signify temporary decline in share prices and ultimately the market valuation of public listed firms, the troubled six's fortunes have not rebounded because the underlying challenges continue to fester. The combined paper loss of 76.3 per cent has been exacerbated by a dividend drought that has further spooked investors, dragging the share prices down to trade in shillings and cents that have become the hallmark of junk stocks.

**South African Market Review. *30<sup>th</sup> October 2018***

South African markets closed in the green yesterday, buoyed by broad based gains in retail and banking sector stocks. Retailers, Truworths International, Foschini Group and Mr Price Group surged 6.0%, 5.3% and 4.9%, respectively. Bankers, Absa Group, FirstRand and Capitec Bank Holdings rose 4.8%, 4.0% and 2.1%, respectively. MTN Group advanced 3.3%, after the company reported an increase in its service revenue for the nine months ended September. Famous Brands climbed 1.9%, despite reporting an 1H18 loss of R544.00mn. On the flip side, Shoprite Holdings declined 0.5%, despite reporting a rise in its 3Q18 South African sales. Raubex Group dropped 0.3%, after the company posted a significant fall in its 1H18 HEPS. The JSE All Share index advanced 0.9% to close at 51,320.52.

**UK Market Review. *30<sup>th</sup> October 2018***

The UK market finished firmer yesterday, boosted by gains in banking sector stocks and following reports that China is likely to introduce further economic stimulus. HSBC Holdings surged 4.8%, after the company posted a higher-than-expected increase in its 3Q18 profit. Peers, Barclays, Standard Chartered and Royal Bank of Scotland Group climbed 2.9%, 2.6% and 2.3%, respectively. Rio Tinto gained 1.6% reported that the sale of its stake in the Simandou iron ore project in Guinea for \$1.30bn had fallen through. On the contrary, tobacco companies, British American Tobacco and Imperial Brands declined 1.9% and 0.4%, respectively. Further, miners, Randgold Resources and Fresnillo dropped 1.8% and 1.6%, respectively. The FTSE 100 index advanced 1.3% to close at 7,026.32.

**US Market Review. *30<sup>th</sup> October 2018***

US markets ended lower yesterday, pulled down by losses in technology sector stocks and amid concerns of an escalating trade war between the US and China. Amazon.com, Netflix and Alphabet dropped 6.3%, 5.0% and 4.5%, respectively. Northrop Grumman declined 5.0%, after the company announced a \$1.00bn accelerated stock repurchase agreement with Goldman Sachs. On the brighter side, Red Hat rallied 45.4%, after the company announced that it would be acquired by International Business Machines for \$34.00bn. Ford Motor rose 3.3%, amid reports that China was considering a potential car-tax cut. The S&P 500 index fell 0.7% to settle at 2,641.25, while the DJIA index declined 1.0% to close at 24,442.92. The NASDAQ index eased 1.6% to end the trading session at 7,050.29.

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