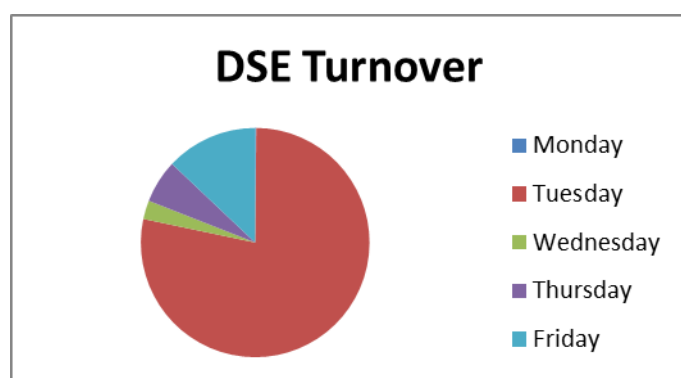
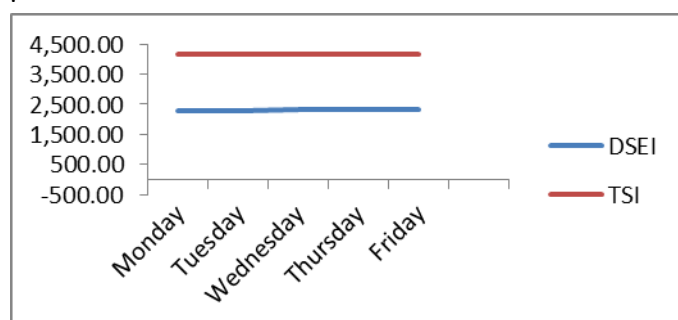


## WEEKLY STOCK MARKET HIGHLIGHTS

Over the week of 04<sup>th</sup> June-08<sup>th</sup> June the DSE recorded a total turnover of Tsh 3.74 bn a drop down of 29.17 percent from the previous week's turnover of Tsh 5.28 bn. Total volume traded over the week was 730,292 shares compared to 3,207,444 shares the previous week, a decrease by 77.23 per cent. By Friday 08<sup>th</sup> June the market capitalization of the Exchange was Tsh 22,328.82 bn, while last week's market capitalization was Tsh 22,210.89 bn, reflecting an increase of 0.53 per cent.



Overall turnover was highest on Tuesday with about Tsh 2.9 billion traded in 13 deals with a volume of 187,215 shares. The turnover resulted after block trade under TBL counter recording 176.9K shares transacted, the market at general shows the participation by foreign 99.86 percent buying and 99.69 percent selling The most active stocks over the week are TBL, CRDB, DSE, TPCC and NICO



## MONEY MARKET

The overnight rate for the 08<sup>th</sup> June 2018 weighted average rate (WAR) stood at 1.63% and Tsh 18 Billion was traded showing that the banking sector still liquid. The highest and lowest rate stood at 2.00% and 1.00%. Total volume traded over the week was Tsh 114.2 billion compared to Tsh 152 billion in the previous week.

## EXCHANGE RATE

<b>TZS/USD</b>	<b>2,251.90</b>	<b>2,274.32</b>
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<b>TZS/KES</b>	<b>22.29</b>	<b>22.47</b>
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<b>TZS/GBP</b>	<b>3,012.59</b>	<b>3,043.62</b>
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<b>TZS/EUR</b>	<b>2,647.12</b>	<b>2,674.63</b>
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## FEAR OF RISE IN FUEL PRICES AS GLOBAL OIL PRODUCTION DROPS

*The Citizen-* The retail prices of fuel might rise in the near future following reduced production by major oil producer which has pushed global oil prices. Falling production among major oil producer especial Venezuela has contributed to a rally in global oil prices to nearly \$80 a barrel. Global oil prices rose during Asia trade last week after Venezuela raised the prospect of halting some crude exports mean while the US government has asked Saudi Arabia and other OPEC members to increase the production. The organization of the petroleum exporting countries and Russia will meet on June 22 to decide how much production to be increased as global inventories tightened while Venezuela production dropped significantly, on the other side US sanctions to Iran seems to be threat from OPEC producers.

## INFLATION KEPT IN CHECK IN 2017/2018

*The Citizen-* the government of Tanzania has managed to maintain a single digit inflation rate for eleven months of the financial year 2017/2018, a feat recommendable. The headline inflation rate average at 4.4 percent in the period between June 2017 to May 2018 the speed of price change for commodities in the period was below the government targets of between 5 and 8 percent rate as mentioned by the minister last year. The decline in inflation has been attributed to increased food production, stability of the value of the shilling against foreign currencies, improvement in the production of electricity, the consistence implementation of monetary policy, a good trend of the balance of foreign exchange earnings, as well as the management of the budget. According to the NBS the table inflation rate at a single digit was also kept in check by slower rate inflation in three dominant factors in the basket of goods upon which inflation is measured in Tanzania.

## CBK FLOATS 25 YEAR BOND, THE LONGEST TENOR SINCE 2014

*Business Daily* - The Treasury has floated a 25-year Treasury bond as it looks to lengthen the maturity profile of domestic debt, taking advantage of reduced borrowing pressure after meeting the debt target a month to the end of the fiscal year. The Sh40 billion bonds, which is the longest issued by the government since September 2014, goes on sale until June 19, with a coupon of 13.4 per cent. The average time to maturity of domestic debt was at five years at the beginning of 2017 but has since then fallen to just over four years due to increased issuance of shorter tenor Treasury bonds in a bid to keep a lid on yields. Analysts said that achieving the domestic debt target before the end of the final quarter of the fiscal year (ending June 30) would offer Treasury a chance to issue one or more special long-tenor amortised bonds that would lengthen the maturity profile. The Treasury opted to propose the issuance of a new 25-year bond in June 2018, targeting Sh40 billion, with a coupon of 13.4 per cent—the longest duration yet since September 2014," said Kestrel Capital in a debt bulletin.

## STOCK MARKET PRICES

TCCL;1,020 TCC;17,000 TICL;450 TBL;164000 SWISS;3500 SWALA;500 PAL;470 NMG;2,240 MUCOBA;400 MKCB;800 MCB;500 MBP;590 KCB;1,100 KA;220 JHL;11,200 EABL;5,000 DSE;1,900 DCB;340 CRDB;160 ACA;4,000 TOL;780 TPCC;1640 TTP;120 USL;35 VODA;800 YETU;600

## INDUSTRY NEWS

*The Guardia*- over 500 shareholders of Maendeleo Bank Plc will get 21 shilling per share if they approve the board of director's proposal at the annual general meeting this year. The bank since its establishment has been making loss to 2015 were 178 million recorded as profit, 554 million profit on 2016 and 969 million as a 2017 profit. During the period the bank grown its deposits to Tshs 52 billion and loan portfolio to 39 billion in 2017, also the bank operating capital increased from 4.50 billion in 2013 to 7.3 billion in 2017 a 62 percent increase, same time broaden its customer base from 1,500 customers to 21,000 customers. Maendeleo bank was the first institution to be listed at enterprise growth market window of Dar es Salaam Stock Exchange.

## KEY MARKET DEFINITIONS

**Beta;** The measure of an asset's risk in relation to the market (for example, the S&P500) or to an alternative benchmark or factors. Roughly speaking, a security with a beta of 1.5, will have move, on average, 1.5 times the market return.

**Market value;** the price at which a security is trading and could presumably be purchased or sold. (2) What investors believe a firm is worth; calculated by multiplying the number of shares outstanding by the current market price of a firm's shares.

**Account statement** in the context of banking, refers to a summary of all balances. In the context of securities, a summary of all transactions and positions (long and short) between a broker/dealer and a client. See also: Option agreement.

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