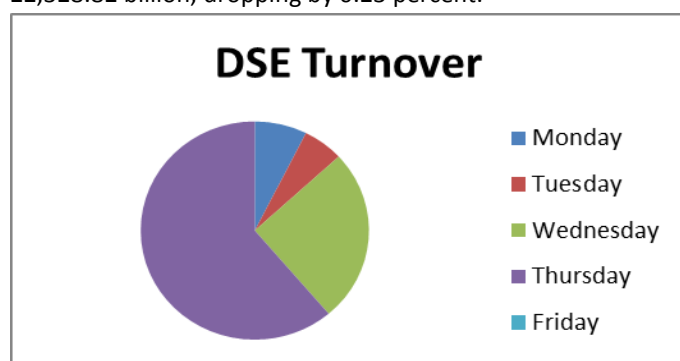
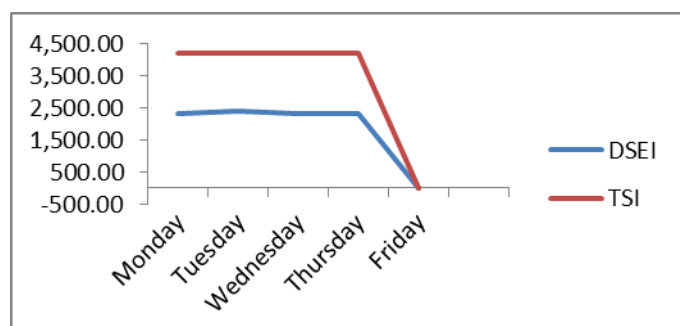


WEEKLY STOCK MARKET HIGHLIGHTS

The week on spot ended shorter than usual closing on Thursday June 14 from Monday June 11, the DSE recorded a total turnover of Tsh 1.3 billion a negative growth of 64.2 percent from the previous week's turnover of Tsh 3.74 billion. Total volume traded over the week was 512,869 shares which is the decrease by 29.8 percent from 730, 292 of previous week. Also the week closed in Thursday with the total market capitalization of Tsh 22,276.83 billion compared with the last week's market capitalization Tsh 22,328.82 billion, dropping by 0.23 percent.



From the Overall week total turnover, Thursday recorded highest turnover about Tsh 822.6 million traded in 43 deals with a volume of 122,946 shares. The day trading resulted from TBL counter were 46,014 shares transacted in 12 deals to the tune of 763.8 million turnover. The market over the week experienced a mixing of ups and downs of indexes were by All Share Index (DSEI) opened at 2,303.19 and close at 2,311.11 while Tanzania Share Index (TSI) open the week with 4,176.44 and close at 4,197.94. The most active stocks over the week were Voda, TBL, CRDB, and Nico.



MONEY MARKET

The overnight rate for the 13 June 2018 weighted average rate (WAR) stood at 1.82% and Tsh 27.5 Billion was traded showing an average of 31.2 billion in week ended Thursday, were highest and lowest rates for the same period is 2.25% and 1.00%. Total volume traded over the week was Tsh 93.5 billion compared to Tsh 114.2 billion in the previous week, the volume reflect a dropping by 18.1 percent.

EXCHANGE RATE

| | | |
|----------------|-----------------|-----------------|
| TZS/USD | 2,253.21 | 2,275.74 |
| TZS/KES | 22.31 | 22.48 |
| TZS/GBP | 3,002.17 | 3,033.10 |
| TZS/EUR | 2,631.29 | 2,658.52 |

SHILLING DEPRECIATE BY 1.47 PERCENT IN A YEAR DESPITE INTERVENTIONS

The Citizen- despite of the regular innervations done by the central bank on volatility the shilling of Tanzania has depreciated by 1.47 per cent, according to the report publish by the bank itself monthly the shilling depreciate against USD dollar from 2,258.2 to 2,270.3 per us dollar. Transaction in the interbank foreign exchange market rose to US dollar 139.1 million in April 2018 from US dollar 118.5 million in the preceding month caused by the foreign exchange seasonal demand. An economist commented since 2016/17 shilling financial stability has being sluggish against powerful currencies to the fact our country capacity as export weakening consistently, the year said country exports declined by fifty per cent with minimal efforts to resolve the situation at the required level of stabilizing the national currency, hence there is a need to embark on market driven industrialization to produce goods and services to fetch lucrative market in the global arena.

DEBT SERVICING GOBBLE UP 30.8 PER CENT OF BUDGET

The Citizen, the government appetite for borrowing could eventually dent its ability to fund development projects, experts say. The experts warn Tanzania risks falling back in the bracket of heavily indebted poor countries if it does not live within its means. Finance minister mentioned 30.8 per cent of the 2018/19 budget will go to pay debts, official figures shows that the government borrowed Tshs 9.6 trillion in 2016, Tshs 10.6 trillion in 2017 and in coming financial year to be 10.4 trillion. The national debt stock has since ballooned to a staggering Tsh 49.65 trillion which is over 40 percent of the country's total income GDP. Experts pointed out the country is overburden by the commitment to pay debt which may force to forgo substantial investment in social services and infrastructure projects such as roads, railways, water and health financing gap still remain and threatens future sustainability. Also recommended the government should consider reapplying for debt under the Paris club and widen the tax base so as to rely more on domestic revenue for financing development projects.

Treasury snubs investors' Sh43 billion at weekly T-bill auction

Business Daily - Treasury bills subscription hit Sh62.26 billion at the weekly auction with the Central Bank of Kenya (CBK) accepting about a third at Sh18.34 billion, turning away Sh43 billion. The 364-day paper continued to get the most interest, receiving bids worth Sh34.58 billion — a 345.87 per cent subscription rate — as investors sought to lengthen investment duration. CBK accepted just Sh10.8 billion from the paper. CBK seems to be avoiding an uptick in rates at the tail end of the current financial year as yields continue declining at the weekly auction., targeting Sh40 billion, with a coupon of 13.4 per cent. The 182-day paper also caught investors' eyes, receiving bids worth Sh22.16 billion against an offer of Sh10 billion, a 221.64 per cent subscription rate. The government only accepted Sh3.98 billion. The 91-day paper received bids of Sh5.51 billion against an offer of Sh4 billion, recording a subscription rate of 137.94 per cent. The government accepted Sh3.55 billion. The acceptance rate continued to decline due to the government cutting down on local borrowing since it is ahead of the curve at Sh297.03 billion at end of May against Sh269.32 billion pro-rated target.

KEY MARKET DEFINITIONS

Blue Chip Stocks, These are the large, industry leading companies. They offer a stable record of significant dividend payments and have a reputation of sound fiscal management. The expression is thought to have been derived from blue gambling chips, which is the highest denomination of chips used in casinos.

Day Trading; The practice of buying and selling within the same trading day, before the close of the markets on that day. This is what Tim typically does, although he does have a long-term portfolio as well. Traders that participate in day trading are often called "active traders" or "day traders."

Yield; this usually refers to the measure of the return on an investment that is received from the payment of a dividend. This is determined by dividing the annual dividend amount by the price paid for the stock. If you bought stock XYZ for \$40-a-share and it pays a \$1.00-per-year dividend, you have a "yield" of 2.5%

STOCK MARKET PRICES

TCCL;1,020 TCC;17,000 TICL;450 TBL;16600 SWISS;3500 SWALA;500 PAL;470 NMG;2,235 MUCOBA;400 MKCB;800 MCB;500 MBP;590 KCB;1,100 KA;260 JHL;11,070 EABL;4,900 DSE;1,900 DCB;340 CRDB;160 ACA 3,400 TOL;780 TPCC;1640 TTP;120 USL;35 VODA;800 YETU;600

INDUSTRY NEWS

The Guardia- DSE share gains 60pc in six months, THE shares of Dar es Salaam Stock Exchange (DSE) Plc are continuing to shine after depreciating by almost 60 per cent in the last six months. The share price opened the year trading at 1,140/- but jumped to 1,920/- last Friday surging on the back of anticipated good returns. Thus the self-listed stock price leads other 20 listed stocks at the end of last Friday, despite to list at the bourse some two years ago. DSE Plc, last week, announced a second dividend of 58/- that makes a total of 100/- for 2017. Stock exchange analysts said the expectation of good dividend had driven share price further north in the last couple of weeks. The share closed last week on the highest note since the beginning of this year of 1,920/-. The dividend brings a 5.2 per cent dividend yield a share. DSE apart, TBL was the second in line after its share appreciated by 14.3 per cent to 16,600/-. The giant brewer in the country share opened January at 14,000/-. DSE and TBL was followed by Tanzania Portland Cement Company (TPCC) that share price went up by 1.4 per cent to 1,640/- in the last six months.

Disclaimer: The information contained in this newsletter is provided by TIB Rasilimali Limited as a service to its stakeholders. All information in this newsletter is provided "as is", with no guarantee of completeness, accuracy, timeliness or of the results obtained from the use of this information, and without warranty of any kind, express or implied, including, but not limited to warranties of performance, merchantability and fitness for a particular purpose. Although all prudence has been taken in preparation of this newsletter, it is not a solicitation of business or should be read as being advice to transact. The views expressed herein are of the author and do not represent any form of research and are presented for information purposes only. We do not represent that the use of the information contained in this newsletter does not infringe upon the rights of third parties. Any opinion expressed in this Newsletter is subject to change without notice. TIB Rasilimali Limited is under no obligation to update or keep current the information contained herein. TIB Rasilimali Limited accepts no liability whatsoever for the actions of third parties in the redistribution of this material. In no event will TIB Rasilimali Limited or any of its Group or affiliate be liable to you or any third party for any decision made or action taken in reliance on the information in this newsletter or for any consequential, special or similar damages, even if advised of the possibility of such damages. @ TIB Rasilimali 2018