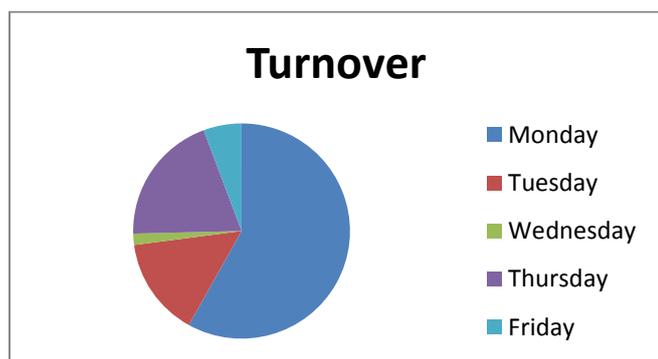
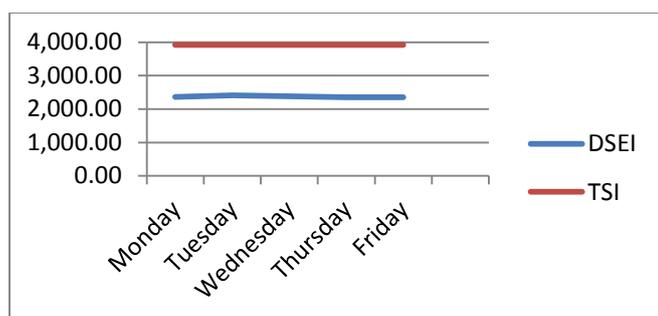


## WEEKLY STOCK MARKET HIGHLIGHTS

Over the last week the DSE total turnover was TZS 1.9 as compared to the previous week's turnover of TZS 4.9bn, a decrease of 61 per cent. Total volume traded over the week was 1,052,060 shares compared to previous week of 1,934,506 shares, a decrease by 45.6 per cent. By Friday previous week the market capitalization was TZS 23.2tr, last week market capitalization was 22.6tr reflecting a decrease of 2.5 per cent.



Overall turnover was highest on Monday with about Sh 1,084,785,600 turnover traded in 53 deals and volume of 314,769. The turnover was highly influenced by foreign investors about 87.63 per cent buying and local investors 71.53 per cent selling. The most active stocks over the week are TCC, TBL, CRDB, VODA, DSE, SWISS, TPCC, TICL and TTP.



## MONEY MARKET

The overnight rate for the 16 March 2018 weighted average rate (WAR) stood at 1.48% and TZS 11 Billion was traded showing that the banking sector is liquid enough. The highest and lowest rate stood at 1.50% and 1.41%. Total volume traded over the week was TZS 73 billion compared to TZS 114.1 billion of the previous week.

## EXCHANGE RATE

<b>TZS/USD</b>	<b>2,237.13</b>	<b>2,259.51</b>
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<b>TZS/KES</b>	<b>22.19</b>	<b>22.37</b>
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<b>TZS/GBP</b>	<b>3,163.09</b>	<b>3,196.07</b>
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<b>TZS/EUR</b>	<b>2,758.83</b>	<b>2,786.65</b>
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## ATCL TO SUSPEND FLIGHTS TO SONGEA, MTWARA

*Daily news-* Air Tanzania Company Limited (ATCL) yesterday announced that it will suspend its flights between Dar es Salaam and Songea with effective from March 31, this year. According to the statement released by the company's Managing Director and Chief Executive Officer (CEO) Eng Ladislaus Matindi the flights will be suspended due to bad condition of the runway at Songea Airport. He added that the suspended flights will resume immediately after the completion of the rehabilitation of the runway. According to Eng Matindi, the suspension will also affect flights between Dar es Salaam and Mtwara for a short time while an alternative is being worked out to provide services between the two destinations in absence of Songea flights. He said the company is doing everything in its power to ensure better services to its customers. "We apologise for any inconveniences caused to our valued customers, and looking forward to your continuing support," reads part of the statement. ATCL is the flag carrier of Tanzania, operating from its hub in Dar es Salaam. In line with their slogan, "wings of Kilimanjaro", the airline has flown millions of passengers in and around Tanzania since 1977! Thirty years later, the airline is still going strong, now completely owned by the Tanzanian government, committed to restoring the airline to its former glory. Its current fleet of three aircraft fly to 12 destinations within Tanzania, as well as the Comoros Islands. With brand-new aircraft on order, Air Tanzania plans to expand its route network by the end of this year. On Friday, Prime Minister Kassim Majaliwa said during his tour at the Julius Nyerere International Airport (JNIA) terminal III to inspect the ongoing construction that the government is also rehabilitating various airports in the country. He mentioned some of the airports under renovation as Songea, Iringa, Kilwa Masoko, Lake Manyara, Lindi, Moshi, Njombe, Tanga, Simiyu, Singida and Musoma.

## SAFARICOM RALLY LIFTS NSE TO SH2.83 TRILLION ALL-TIME HIGH

*Business Daily-* Safaricom's rally to an all-time high of Sh31.75 has rewarded its shareholders with a capital gain of Sh90 billion in the past week, and boosted the NSE's market capitalisation to a new all-time high of Sh2.83 trillion. The telco opened trading at Sh29.50 last Monday, and by last Friday had gained 7.6 per cent or Sh2.25 after sustained demand from investors hoping for good results for the full year to March 2018. At Sh31.75 per share, Safaricom's market value now stands at Sh1.27 trillion, accounting for 45 per cent of the NSE's total market cap of Sh2.83 trillion. Analysts say apart from the prospects of

higher earnings by the company (which would translate to higher dividends), investors are also looking ahead at possible future gains from new products the telco is introducing into the market. "Safaricom is a 'go to stock' for many investors especially because of its large liquidity. Despite Safaricom trading at a premium to its fair value, investors seem to be pricing in the innovations taking place which offer headroom for the business to grow its top line through data and M-Pesa revenues. There are also possibilities of Safaricom hitting some resistance at that level once buying interest subsides," said Kingdom Securities senior analyst Mercyline Kyalo. Foreign investors, who were largely sellers in the first two months of the year as they took profits on Safaricom, have started buying up the stock again in the past week, helping drive up the demand. The NSE All-Share Index (NASI), climbed to a new all-time high of 192.2 points, with a gains of three per cent in the past one week. The price weighted NSE 20 share index, on the other hand, gained just 0.2 per cent during the week to close at 3847 points. Other stocks have also been on a gaining streak. Banks such as Equity, KCB, Cooperative, Barclays, NIC and oil marketer Total are trading at two- to four-year highs, in spite of the lenders' mixed financial performances in 2017. Equity and KCB have both climbed above the Sh50 per share level, with the former reporting a 14-per cent increase to Sh18.9 billion in net earnings for 2017. KCB's net profit on the other hand was flat at Sh19.7 billion.

### TREASURY BILLS SUBSCRIPTION FLAT AS BANKS GO FOR NEW BOND

*Business Daily*- Treasury bills subscription rates were last week impacted by the primary bond sale that closed at about the same time, even though the overall subscription was positive. During the auction, the Central Bank of Kenya (CBK) received bids worth Sh27.36 billion against an offer of Sh24 billion, a 114.02 per cent overall subscription rate. The CBK accepted Sh22.92 billion from what investors had offered. The subscription rates for the 91-day and 182-day

papers underwhelmed with uptake coming in at 54.63 per cent and 78.19 per cent respectively. It is only the 364-day paper which was oversubscribed by 173.60 per cent. "Yields on the 91-day paper came in at 8.005 per cent, 182-day paper at 10.385 per cent and 364-day paper at 11.126 per cent," a CBK notice indicated last Friday. Market analysts said the excess cash that ordinarily are parked at the 91-day and 182-day for liquidity management found a home on the shorter-dated bond at the primary bond sale. They said with Sh14.58 billion rejected at the bond auction, there is a likelihood of seeing the cash buoying the Treasury bill segment in this week's auction.

### KEY MARKET DEFINITIONS

**Portfolio;** a portfolio is a grouping of financial assets such as stocks, bonds and cash equivalents, as well as their funds counterparts, including mutual, exchange-traded and closed funds. Portfolios are held directly by investors and/or managed by financial professionals. Prudence suggests that investors should construct an investment portfolio in accordance with risk tolerance and investing objectives.

**Diversification;** Diversification is a risk management technique that mixes a wide variety of investments within a portfolio. The rationale behind this technique contends that a portfolio constructed of different kinds of investments will, on average, yield higher returns and pose a lower risk than any individual investment found within the portfolio.

**Liquidity;** Liquidity describes the degree to which an asset or security can be quickly bought or sold in the market without affecting the asset's price.

**Technical analysis;** Technical analysis is a trading tool employed to evaluate securities and attempt to forecast their future movement by analysing statistics gathered from trading activity, such as price movement and volume.

### STOCK MARKET PRICES

TCCL;1,200 TCC;16,300 TICL;450 TBL;14,000 SWISS;3540 SWALA;500 PAL;470 NMG;2,360 MUCOBA;400 MKCB;830 MCB;500 MBP;600 KCB;1,150 KA;220 JHL;11,800 EABL;5,860 DSE;1,400 DCB;380 CRDB;170 ACA;4,370 TOL;780 TPCC;1480 TTP;130 USL;55 VODA;850 YETU;600

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