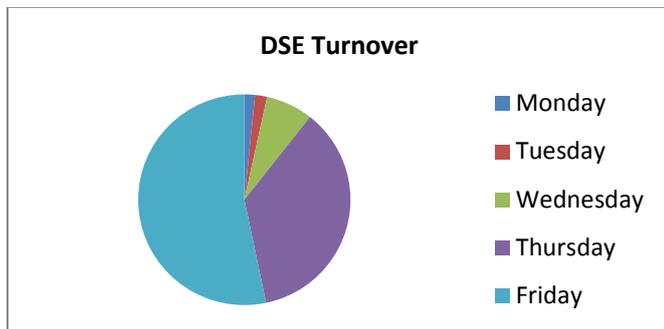


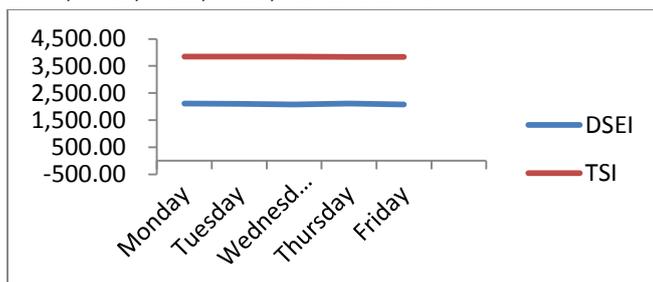


WEEKLY STOCK MARKET HIGHLIGHTS

The week ended October 19, 2018 DSE record a market capitalization of Tsh20.06 trillion which is down by 1.67 percent from the previous week, also the market printed a total turnover of Tsh487.84 million which lower by 46.7 percent from Tsh914.6 million of a week ended October 12. Total volume of shares traded in a week was 1,393,832 shares which is an increase of 89.7 percent from 734,694 of previous week, the week activities gave total of 84 deals leaving October 19 with the highest turnover of Tsh259.93 million and volume of 369,417 shares traded in 11 deals.



The market shows All Share Index (DSEI) closed down by 33.49 to 2,081.29 points and Tanzania Share Index (TSI) closed down by 1.21 to 3,836.90 points on Friday. All Share Index (DSEI) opened the week at 2,113.34 points and close at 2,081.29 points which is a decrease by 1.52 per cent while Tanzania Share Index (TSI) opened the week with 3,848.96 points and close at 3,836.90 points which is a decrease by 0.3 per cent. The most active stocks over the week were TBL, CRDB, TPCC, TCCL, NICO, DSE and SWIS.



MONEY MARKET

The overnight rate close on 19 October 2018 with weighted average rate (WAR) stood at 2.21% and Tsh 37,000 million was traded, highest and a lowest rate over the week was 3.25% and 2.00%. Total volume traded over the week was Tsh 134,000 million compared to Tsh 155,000 million of the previous week reflecting a decrease by 13.5 per cent.

EXCHANGE RATE

TZS/USD	2,267.86	2,290.54
TZS/KES	22.48	22.66
TZS/GBP	2,952.75	2,983.65
TZS/EUR	2,599.19	2,625.87

CRDB BANK, ACACIA, KCB STOCKS END THE WEEK LOWER

The Citizen –CRDB bank plc, KCB bank and Acacia share prices closed down on Friday last week when compared with the opening on Monday. The Dar es salaam stock exchange DSE market reports show that acacia experienced the huge drop after its share price closed at Tsh3,980 on Friday from the opening price of Tsh4,660 on Monday. The report show that KCB bank share price fell by Tsh10 to Tsh860 during Friday's close from Tsh870 recorded on Monday, while CRDB share price fell to Tsh150 during Friday close from Tsh160 recorded during the opening session of the week. This has also affected total market capitalization which closed Tsh240 billion low at Tsh20.06 trillion on Friday from Tsh20.37 trillion recorded during the opening day of last week. The domestic market capitalization fell slightly to Tsh10.07 trillion during the closing day of last week from Tsh10.11 trillion recorded during the opening day of the week. The report has shown that the majority of shares transacted during the week were floated by local investors but the majority of them, in terms of value were bought by foreign investors. TCCL and CRDB bank plc transacted the highest value of shares which were bought and sold during the week under review.

SWALA SHELVES MAURITIUS BOND LISTING PROCEDURES

The Citizen - Swala Oil Gas Tanzania Plc has stopped its bond listing procedures on the stock exchange of Mauritius (SEM) after receiving interest from private investors who may give the firm money it wanted. Earlier this year, Dar es salaam stock exchange (DSE)-Listed firm announced to raise \$50 million through bond to acquire an additional 32.07 per cent equity of Panafrican Energy Corporation but now says it can get the money through "unlisted note".the bodn was supposed to be listed on the SEM and the company was already received approval from the bourse. However, Swala said in a statement that private investors have committed the amount it required to close the proposed acquisition, hence completing the transaction between the company and Orca. " the board of Directors of swala now wishes to inform the general public that it will be focusing its attention on these potential private investors. Consequently, Swala willnot proceed with the private placement and listing of the senior notes on stock exchange of mauritius (SEM)" it stated.

CENTRAL BANK OF KENYA WIDELY MISSES TARGET WITH 15-YEAR BOND

Business Daily – The uptake of October 15-year Treasury bond tenor improved on the previous similar paper issued in May, even as the overall performance fell off the target amount. Central Bank of Kenya (CBK) indicated it had received bids worth Sh27.04 billion against an offer of Ksh40

billion, a performance rate of 67.61 per cent, and accepted Ksh7.85 billion. Competitive bids were Ksh3.21 billion while non-competitive bids stood at Ksh4.63 billion. The average rate of accepted bids went down from the previous auction on the 15-year in May by 0.33 per cent (13.078 per cent to 12.746 per cent). "This improved performance is attributed to the attractive coupon rate of the bond and investor quest for high yields in the market," said Churchill Ogutu, a macro-economic and fixed-income analyst at Genghis Capital. Analysts also viewed the uptake as having been propped up by investors adopting the "riding the yield curve" strategy with the purchase of longer-maturity for their portfolios. The rejection of close to Sh20 billion at the auction is sending a strong signal to the market that the CBK is deliberate against aggressive bids. The market weighted average rate of 12.85 per cent was last seen two months ago on the yield curve, with 15-year yields easing off since. "Barring a tap sale, we expect the rejected cash to spur trading of shorter maturity bonds at the bourse," analysts said. They still expect CBK to continue its longer-tenor bond issuance in line with its debt

management strategy in the fiscal year to mitigate short-term refinancing risks.

KEY MARKET DEFINITIONS

A ratio analysis; is a quantitative analysis of information contained in a company's financial statements. Ratio analysis is used to evaluate various aspects of a company's operating and financial performance such as its efficiency, liquidity, profitability and solvency.

Acquisition; an acquisition is a situation whereby one company purchases most or all of another company's shares in order to take control. An acquisition occurs when a buying company obtains more than 50% ownership in a target company.

Volatility; A preferred stock is a class of ownership in a corporation that has a higher claim on its assets and earnings than common stock. Preferred shares generally have a dividend that must be paid out before dividends to common shareholders, and the shares usually do not carry voting rights.

STOCK MARKET PRICES

TCCL; 750 TCC; 17,000 TICL;450 TBL; 13,400 SWISS; 2,660 SWALA; 490 PAL;470 NMG; 1,580 MUCOBA;400 MKCB;800 MCB; 500 MBP; 590 KCB; 860 KA; 255 JHL; 10,200 EABL; 4,180 DSE; 1,700 DCB; 340 CRDB;150 ACA; 3,980 TOL;660 TPCC; 2,060 TTP; 120 USL; 15 VODA; 800 YETU; 600

Industry News

Acacia - Third Quarter 2018 Production Results - "We are very pleased to report a strong operational performance for the year to date, delivering 391,000 gold ounces in the nine months to the end of September 2018. As a result, we expect to exceed the upper end of our full year production guidance range of 435,000 to 475,000 ounces and are now targeting production to be marginally in excess of 500,000 ounces for the full year," said Peter Geleta, Interim Chief Executive Officer. The Group achieved gold production for the third quarter of 136,640 ounces, 29% lower than Q3 2017 (191,203 ounces), which was primarily attributable to the move to reduced operations at Bulyanhulu and to stockpile processing at Buzwagi. This was partly offset by higher gold production at North Mara driven by higher head grades. Production for the quarter exceeded management expectations due to strong production performances across all three sites. Gold sold for the quarter of 135,875 ounces was broadly in line with production. North Mara achieved gold production of 89,287 ounces for the quarter, 24% higher than Q3 2017 (72,011 ounces). At Buzwagi, gold production of 36,460 ounces for Q3 2018 was 47% lower than in Q3 2017 (69,097 ounces), Bulyanhulu produced 10,893 gold ounces for the quarter, 78% below Q3 2017 (50,094 ounces). The cash balance as at 30 September 2018 amounted to approximately US\$117 million, broadly flat on the prior quarter. Net cash increased by US\$11 million during the quarter to approximately US\$74 million at period end which also included a loan repayment of US\$14 million during the quarter.

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