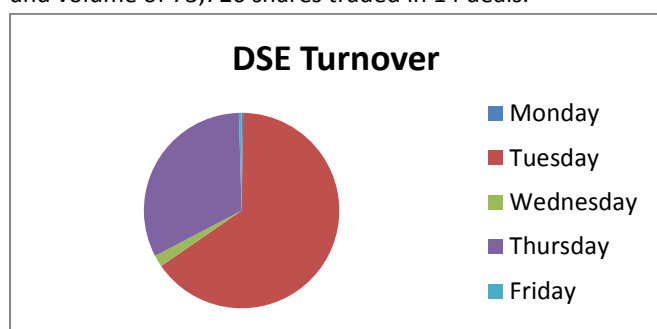
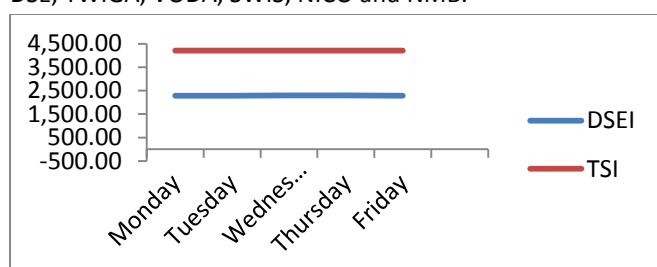


## WEEKLY STOCK MARKET HIGHLIGHTS

The week ended July 20, 2018 DSE record a market capitalization of Tsh 22.00 trillion which is down by 0.45 percent from the previous week, also the market printed a total turnover of Tsh 1.77 billion which lower by 41.6 percent from Tsh 3.03 billion of a week ended July 13. Total volume of shares traded in a week was 818,183 shares which is a increase of 32.4 percent from 618,194 of previous week, the week activities gave total of 183 deals leaving July 17 with the highest turnover of Tsh 1.15 billion and volume of 73,726 shares traded in 14 deals.



The market shows All Share Index (DSEI) closed down by 17.39 to 2,282.39 points and Tanzania Share Index (TSI) closed up by 0.26 to 4,207.62 points on Friday. All Share Index (DSEI) opened the week at 2,288.15 points and close at 2,282.39 which is a decrease by 0.25 per cent while Tanzania Share Index (TSI) opened the week with 4,207.36 and close at 4,207.62 which is an increase by 0.006 per cent. The most active stocks over the week were TBL, CRDB, DSE, TWIGA, VODA, SWIS, NICO and NMB.



## MONEY MARKET

The overnight rate close on 20 July 2018 with weighted average rate (WAR) stood at 1.99% and Tsh 21,000 million was traded, highest and a lowest rate over the week was 2.50% and 1.00%. Total volume traded over the week was Tsh 87,750 million compared to Tsh 115,600 million of the previous week reflecting a decrease by 24 per cent.

## EXCHANGE RATE

**TZS/USD**      **2,258.07**      **2,280.66**

**TZS/KES**      **22.43**      **22.61**

**TZS/GBP**      **2,956.72**      **2,987.20**

**TZS/EUR**      **2,644.88**      **2,671.56**

## DSE MARKET CAPITALIZATION FALLS SLIGHTLY ON CROSS LISTED EQUITIES

*The Citizen-* the performance of the Dar es Salaam stock exchange DSE was slightly shaken last week as cross listed counters depreciated. Market reports indicate that both market capitalization and week-week turnover went down, while indices recorded a mixed trend. The market capitalization decreased by 0.48 per cent to Tsh22.00 trillion on Friday, while five day turnover dropped to Tsh 1.77 billion compared to Tsh3.03 billion recorded in the previous week. Some cross listed companies whose share prices decreased on Friday include Acacia by 2.3 per cent to Tsh3,400, Kenya airways by 4.0 per cent to Tsh240. Other were National media group by 8.49 per cent to Tsh1,940, Jubilee holdings ltd by 3.42 per cent to Tsh11,310 and east African breweries by 0.42 per cent to Tsh4,750. Top equities that dominated trading during the week include Tanzania Breweries Ltd (TBL) and Vodacom Tanzania plc which accounted for 68.68 per cent and 29.40 per cent of the turnover, respectively. Foreign purchases dropped by 41.8 per cent last week as foreigners contributed Tsh1.67 billion compared to Tsh2.86 billion the week before.

## DAILY NSE TRADING TURNOVER UP 31PC IN FIRST HALF OF YEAR

*Business Daily-* The average daily traded turnover at the Nairobi Securities Exchange (NSE) rose by 31 per cent to Sh868 million in the six months to June compared to a similar period in 2017, setting up stockbrokers and their agents for higher commission earnings. The Standard Investment Bank (SIB) analysis of NSE data shows the daily traded average hit its peak in March at Sh1.1 billion, coinciding with the peak of a three-month rally that saw the NSE 20 Share Index touch a 2018 high of 3,862 points on March 21. Investors pay the intermediaries a commission of up to 2.1 per cent per trade at the bourse — part of which is shared with the Central Depository & Settlement Corporation, the NSE and the Capital Markets Authority — meaning that higher traded volumes like those seen this year will automatically boost the top-line income of stockbrokers and investment banks. Analysts say the higher trading activity is reflective of improved investor sentiment, which saw volumes remain relatively high even as the market went through a blip in the second quarter of the year. “It is a result of improved political stability after the election period, coupled with a bullish trend experienced in the banking sector (in the first quarter) and investors taking positions on counters that declared profits for dividend income,” said analysts at Cytonn Investments in a market review of the first half of the year.

## ONE-YEAR BILL STIRS AUCTION

*Business Daily* – The uptake of one-year tenor government paper continued to boost the performance of Treasury bills' subscription at the weekly auction, recording an overall subscription rate of 207.63 per cent. The 364-day tenor recorded an oversubscription rate of 318.08 per cent after receiving bids worth Sh31.80 billion against an offer of Sh10 billion. The government accepted Sh21.33 billion from the offer. During the auction the 91-day tenor attracted Sh4.23 billion against an offer of Sh4 billion that was all accepted. In the past auctions, the 91-day tenor experienced sluggish uptake as investor focus shifted to the 364-day tenor. Analysts said a dearth of newer short-term primary bonds has lifted the 364-day tenor. Overall, the Central Bank of Kenya (CBK) accepted Sh35.78 billion of the Sh49.83 billion bids received in the week. CBK data showed that yields came in at 7.656 per cent (91-day), 9.194 per cent (182-day) and 10.238 per cent (364-day) tenors. The 182-day tenor received bids worth Sh13.78 billion against an offer of Sh10 billion. CBK accepted Sh10.21 billion from the offer.

## STOCK MARKET PRICES

TCCL;1,020 TCC;17,000 TICL;450 TBL;16,600 SWISS;3500 SWALA;500 PAL;470 NMG;1,940 MUCOBA;400 MKCB;800 MCB;500 MBP;590 KCB;1,090 KA;240 JHL;11,310 EABL;4,750 DSE;1,700 DCB;340 CRDB;160 ACA;3,400 TOL;780 TPCC;1800 TTP;120 USL;30 VODA;800 YETU;600

## INDUSTRY NEWS

**Acacia Mining plc Results** - "We are pleased to report another strong operating performance in the second quarter, delivering Group production of 133,778 ounces which led to an increase in the Group's cash balance of US\$13 million to US\$120 million", said Peter Geleta, Interim Chief Executive Officer. "In achieving first half production of 254,759 ounces we are on track to achieve the top end of our guidance range of 435,000-475,000 ounces for 2018 and continue to demonstrate the resilience that we have built within our business. "Group gold production for the quarter of 133,778 ounces was a 36% decrease on Q2 2017 (208,533 ounces), primarily driven by the move to reduced operations at Bulyanhulu and to stockpile processing at Buzwagi. Gold ounces sold for the quarter of 134,090 ounces were slightly above gold produced for the quarter as a result of the timing of shipments. At North Mara, gold production for the quarter of 85,920 ounces was 3% higher than Q2 2017 (83,110 ounces) mainly due to 4% higher head grades compared to Q2 2017, driven by higher grades from Gokona Underground. At Buzwagi, gold production of 37,415 ounces for Q2 2018 was 44% lower than in Q2 2017 (66,227 ounces) as a result of production now being derived solely from lower grade ore stock piles due to the effective completion of the open pit.

## KEY MARKET DEFINITIONS

**Futures contract;** is a legal agreement, generally made on the trading floor of a futures exchange, to buy or sell a particular commodity or financial instrument at a predetermined price at a specified time in the future. Futures contracts are standardized to facilitate trading on a futures exchange and, depending on the underlying asset being traded, detail the quality and quantity of the commodity.

**A portfolio;** is a grouping of financial assets such as stocks, bonds, commodities, currencies and cash equivalents, as well as their fund counterparts, including mutual, exchange-traded and closed funds. Portfolios are held directly by investors and/or managed by financial professionals and money managers.

**Yield curve;** is a line that plots the interest rates, at a set point in time, of bonds having equal credit quality but differing maturity dates.. This yield curve is used as a benchmark for other debt in the market, such as mortgage rates or bank lending rates, and it is also used to predict changes in economic output and growth.

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