

WEEKLY WRAP-UP REPORT

All data, projections and opinions are of the date of this report and subject to change

Issue 2024-09 | 1st March 2024

Key highlights:

Equity market

During the trading week ending on March 1st, the Dar es Salaam Stock Exchange (DSE) witnessed a significant increase in turnover compared to the previous week. The overall market turnover increased to TZS 8.38 billion, marking a 126.94% increase from the previous week's TZS 3.69 billion.

High activities on the pre-arrange board notably contributed to the increased market turnover,

Date	Counter	Volume	Price
26-Feb-2024	CRDB	2,196,361	500
27-Feb-2024	NMB	102,233	4700
28-Feb-2024	TBL	200,000	6000
	TCC	55,000	6500
	TPCC	450,000	4320
1-Mar-2024	CRDB	3,803,339	500
	TICL	1,261,259	190

Throughout the week, CRDB dominated trading activities accounting for 42.38% of the total market turnover, followed by TPCC with 26.31% and TBL with 14.32%.

CRDB was displayed a bullish trend during the week, being the only counter registering positive price movements, concluding the trading week at TZS 520 per share, reflecting a 4% increase.

Conversely three domestic counters lost value within the week TCCL lost 3.23% of its value to close off the week at TZS 2400 per share while DSE ended its bull run shedding 2.15% off its value to close at TZS 1820 per share and TPCC lost 1.36% of its value to close of at TZS 4,340 per share

In terms of market capitalization, there was an overall increase of 0.24% in the total market capitalization, ending the week at TZS 14,774.89 billion. Similarly, the domestic market capitalization experienced a slight increase of 0.3%, concluding with a value of TZS 11,652.51 billion.

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Key benchmark indices

- All Share Index (DSE) closed at 1,770.2 points increasing by 0.24%.
- Tanzania Share Index (TSI) closed at 4,399.19 points increasing by 0.30%

Sector Indices

- Industrial & Allied Index (IA) closed at 5,195.03 points, down by 0.27%
- Bank, Finance & Investment Index closed at 4,841.75 points, up by 1.34%
- Commercial Services Index closed at 2,139.32 points, unchanged from the previous week

Top movers

Counter	Turnover (TZS)	% of total turnover
CRDB	3,554,626,060	42.38%
TPCC	2,206,555,180	26.31%
TBL	1,201,248,000	14.32%
NMB	615,678,500	7.34%
TCC	361,226,000	4.31%

Top Gainers

Counter	Closing price	% Change
CRDB	520	▲ 4.00%

Top Losers

Counter	Closing price	% Change
TCCL	2400	▼ -3.23%
DSE	1820	▼ -2.15%
TPCC	4,340	▼ -1.36%

Market news round up

TWIGA Cement releases unaudited results for FY 2023

During the year 2023, Revenues slightly declined by 1% as compared to the previous year (2022) while the cost of sales gained a slight 0.5%. As a result, 2023 gross profit declined by 3.8% year on year. The decline in revenues is in part attributed to the El Nino heavy rains that impacted cement distribution in the fourth quarter of the year 2023.

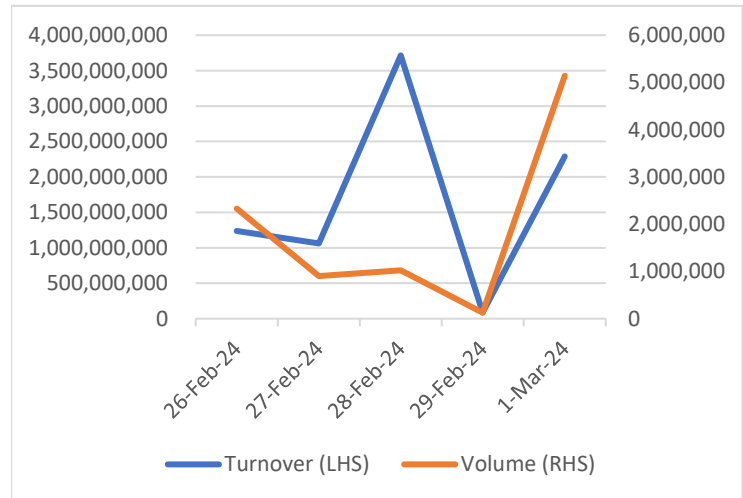
Operating expenses rose by 21.1% year on year which resulted in a 2.35% decline in operating profit from the previous year (2022) with the net finance income also decreasing year on year by 17.22%.

Despite the headwinds, the operating profit margin came in at 27.1%, still higher than the six years average highlighting the company's cost control and operating efficiency. The company recorded a net gain on foreign currency translation of TZS 8.7 billion mainly as a result of the USD appreciation against the TZS in 2023, as of the end of 2022 the company had a net foreign currency exposure (USD) of more than TZS 86.2 million.

As a result, the company has a slight increase in profit before tax of 2.4%, the marginal tax rate stabilized at around 30% leading to a slight 1.9% increase in the net profit after tax from the previous financial year. Net assets of the company gained 9.6% to reach TZS 328 billion in 2023.

The Week Ended	23-Feb-24	1-Mar-24	% Change
Turnover (TZS million)	3,695.93	8,387.43	▲ 126.94%
Net Foreign Inflow (TZS million)	(1,106.90)	(2,298.68)	▲ 107.67%
Volume of shares	2,428,161	9,528,761	▲ 292.43%
Total Market Capitalization (TZS bln)	14,739.49	14,774.89	▲ 0.24%
Domestic Market Capitalization (TZS bln)	11,617.11	11,652.51	▲ 0.30%
Outstanding Government Bond (TZS bln)	21,853.67	21,741.99	▼ -0.51%
Outstanding Corporate Bond	68.25	68.25	0.00%
Outstanding Sustainable Bond (TZS bln)	459.04	459.04	0.00%
Outstanding Sustainable Bond (USD mln)	73.00	73	0.00%
Outstanding Sukuk Bonds (TZS)	11.04	11.04	0.00%
All Shares Index (DSEI)	1,765.96	1770.2	▲ 0.24%
Tanzania Share Index (TSI)	4,385.83	4399.19	▲ 0.30%
Industrial & Allied (IA)	5,209.01	5195.03	▼ -0.27%
Banks, Finance & Investment (BI)	4,777.60	4841.75	▲ 1.34%
Commercial Services (CS)	2,139.32	2139.32	0.00%

DSE Market turnover-week ending March 1, 2024



Highlights: Debt Market

Primary market

On February 28, 2024, the Central bank was in the market offering treasury bills to investors. The offerings consisted of TZS 900 million for the 35-day maturity Treasury bill, TZS 1.9 billion for the 91-day T-bill, TZS 2.9 billion for the 182-day T-bill, and TZS 79.120 billion for the 364-day T-bill.

In this auction the 35-day and 91- day maturities have seen no demand and all had zero subscription while the 182- day was undersubscribed receiving subscription rate of 5.4% and the 364-day bill was oversubscribed receiving 427.88% subscription.

The 182-day maturity had a decrease in the yields from 8.9653% to 8.9017% equivalent to 6.36 basis points. On the other hand, the 364 day has shown an increase in yields from 12.1972% to 12.301% gaining 10.38 basis points in the average yield from the last auction, the price floor has increased to 88.96 from 88.89 in the previous auction. The amount offered in this auction has increased for the 364- day maturity were it amounted to 79.120 billion. Inflation rate is 3.0% recorded in January 2024.

	35-day	91-day	182-day	364-day
Auction date	28-Feb-24	28-Feb-24	28-Feb-24	28-Feb-24
Maturity date	21-Mar-24	16-May-24	29-Aug-24	27-Feb-25
Minimum price	-	-	95.75	88.96
WAP	-	-	95.75	89.0731
WAY (%)	-	-	8.9017	12.3010
Offered (TZS Mn)	900	1,900	2,900	79,120
Tendered (TZS Mn)	-	-	156.6	338,538.46
Successful (TZS Mn)	-	-	2,900	284,788.46
Subscription rate	0.00%	0.00%	5.4%	427.88%
Acceptance rate	0%	0%	100%	84%

COMPARATIVE AVERAGE INTEREST RATES OF ACCEPTED BIDS

Auction date	28-Feb-24	15-Feb-24	31-Jan-24
35-day	-	6.2949%	6.2949%
91-day	-	8.4272%	8.5%
182-day	8.9017%	8.9653%	9.2973%
364-day	12.301%	12.1972%	12.2173%

Secondary market

During the week ending on March 1st, market activities witnessed a slight increase compared to the previous week,. The total turnover experienced a jump of 21.53%, increasing from TZS 80.28 billion to TZS 97.5696 billion. Similarly, the number of trades saw a substantial increase from 36 to 77.

The majority of the trading activities were concentrated on the long end of the yield curve, specifically the 25-year treasury bond maturing on April 22, 2046, which contributed to 49.32% of the total turnover.

In the corporate bond segment, activities increased compared to the previous week. Trades were recorded for NMB corporate bonds NMB-2022/25.T4 and NMB-2023/26.T1, with the former totaling TZS 239.5 million at an average price of 95 and the latter totaling TZS 287.5 million at an average price of 85. CRD-2023/28.T1 registered one trade with a face value of TZS 49.5 million traded at an average price of 85

Secondary market trades 26th February – 1st March

Term	Turnover (bn)	Deals	Average price	Weighted Average yield
NMB 3y- 8.5%	0.2395	1	95.4300	12.3%
NMB 3y- 9.5%	0.2875	1	85.5571	17.2%
CRDB 5y- 10.25%	0.0495	1	85.0757	16.0%
5y- 9.18%	18.0000	4	98.3051	11.9%
20y-12.10%	0.1000	1	88.0000	14.1%
20y-15.49%	15.8953	57	100.8772	15.8%
25y-12.56%	14.8712	9	91.0733	14.8%
25y-15.95%	48.1266	3	123.6416	13.4%
TOTAL	97.5696	77		

Outlook:

Closing off February, there is a positive sentiment in the stock market, fueled by robust preliminary financial results for the fiscal year ending in 2023. This positivity is reflected in the year-to-date price performance of various stocks, such as TCCL (+13.21%), NICO (+16%), DCB (+15.38%), CRDB (+13.04%), and NMB (+3.56%). Regarding the overall market size, both total and domestic market capitalization have expanded, with an increase of TZS 35.4 billion and TZS 35.4 billion, respectively. Anticipating the release of full audited financials by companies, we expect potential upward movement for these stocks in the month of March.

Event Calendar

Event

25- year Treasury bond auction- 573-15.95-T2-A1
February CPI

Date

06-Mar-24

08-Mar-24

Maturing bonds

7-year Treasury bond-444-10.08-T1-A1
10- year Treasury bond- 363-11.44-T53-A1
5-year Treasury bond- 503-9.18-T77-A1
7- year Treasury bond- 451-10.08-T1-A1

Date

16-Mar-24

3-Apr-24

9-May-24

25-May-24

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Counter	Weekly Turnover					Total	Turnover %	Closing Price	Opening Price	w-o-w %	y-t-d %
	26-Feb-24	27-Feb-24	28-Feb-24	29-Feb-24	01-Mar-24						
CRDB	1,150,553,380	363,201,180	73,367,950	47,920,860	1,919,582,690	3,554,626,060	42.38%	520	500	▲4.00%	▲13.04%
DCB	348,150	4,382,780	502,000	253,900	325,645	5,812,475	0.07%	150	150	0.00%	▲15.38%
DSE	-	2,167,400	2,275,200	1,444,040	247,520	6,134,160	0.07%	1,820	1,860	▼-2.15%	▲1.11%
EABL	-	-	-	-	-	-	0.00%	1,840	1,840	0.00%	▲1.10%
JATU	-	-	-	-	-	-	0.00%	265	265	0.00%	0.00%
JHL	-	-	-	-	-	-	0.00%	2,980	2,980	0.00%	▲.68%
KA	-	-	-	-	-	-	0.00%	80	80	0.00%	0.00%
KCB	-	-	-	-	-	-	0.00%	315	315	0.00%	▼ -10.00%
MBP	-	21,350	-	-	-	21,350	0.00%	305	305	0.00%	0.00%
MCB	-	-	-	-	-	-	0.00%	310	310	0.00%	0.00%
MKCB	-	-	48,133,890	157,500	-	48,291,390	0.58%	630	630	0.00%	0.00%
MUCOBA	-	-	-	-	-	-	0.00%	400	400	0.00%	0.00%
NICO	6,091,860	3,669,080	50,211,760	13,992,200	5,609,640	79,574,540	0.95%	580	580	0.00%	▲16.00%
NMB	55,252,660	517,807,500	21,287,340	21,331,000	-	615,678,500	7.34%	4,660	4,660	0.00%	▲3.56%
NMG	-	-	-	-	-	-	0.00%	315	315	0.00%	▼ -1.56%
PAL	10,800	36,000	-	25,200	-	72,000	0.00%	400	400	0.00%	0.00%
SWALA	-	-	-	-	-	-	0.00%	450	450	0.00%	0.00%
SWIS	-	1,044,000	701,400	486,200	14,300	2,245,900	0.03%	1,120	1,120	0.00%	▼ -15.15%
TBL	208,000	-	1,200,000,000	1,040,000	-	1,201,248,000	14.32%	10,900	10,900	0.00%	0.00%
TCC	3,402,000	324,000	357,500,000	-	-	361,226,000	4.31%	17,000	17,000	0.00%	0.00%
TCCL	-	50,957,280	-	96,000	12,024,000	63,077,280	0.75%	2,400	2,480	▼-3.23%	▲13.21%
TICL	670,200	519,050	599,200	379,015	239,858,310	242,025,775	2.89%	190	190	0.00%	0.00%
TOL	-	-	-	-	-	-	0.00%	660	660	0.00%	0.00%
TPCC	18,947,600	117,677,400	1,960,015,140	87,000	109,828,040	2,206,555,180	26.31%	4,340	4,400	▼-1.36%	▼-.46%
TTP	-	-	-	-	-	-	0.00%	120	120	0.00%	0.00%
USL	-	-	-	-	-	-	0.00%	5	5	0.00%	0.00%
VODA	7,400	29,600	-	799,200	14,800	851,000	0.01%	770	770	0.00%	0.00%
YETU	-	-	-	-	-	-	0.00%	510	510	0.00%	0.00%
Total	1,235,492,050	1,061,836,620	3,714,593,880	88,012,115	2,287,504,945	8,387,439,610	100.00%				

Trade Date	Bond No.	Term	New/Old Coupon	Coupon	Issue Date	Maturity Date	Amount (bn)	Deals	Dirty Price	Weighted Avg. yield	Yield
01-Mar-24	NMB	3	NC	8.50%	26-Apr-22	28-Dec-25	0.23950	1	95.4300		12.29%
							0.23950	1	95.4300	12.29%	12.29%
01-Mar-24	NMB	3	NC	9.50%	12-Dec-23	11-Dec-26	0.28750	1	85.5571		17.22%
							0.28750	1	85.5571	17.22%	17.22%
01-Mar-24	CRD	5	NC	10.21%	23-Oct-23	23-Oct-28	0.04950	1	85.0757		16.01%
							0.04950	1	85.0757	16.01%	16.01%
26-Feb-24	571	5	OC	9.18%	16-Sep-21	16-Sep-26	4.20000	1	97.4541		12.28%
26-Feb-24	571	5	OC	9.18%	16-Sep-21	16-Sep-26	4.80000	1	97.7612		12.13%
28-Feb-24	571	5	OC	9.18%	16-Sep-21	16-Sep-26	4.20000	1	99.0026		11.56%
28-Feb-24	571	5	OC	9.18%	16-Sep-21	16-Sep-26	4.80000	1	99.0026		11.56%
							18.00000	4	98.3051	11.88%	11.89%
26-Feb-24	603	20	NC	12.10%	27-Jul-22	28-Jul-42	0.10000	1	88.0000		14.09%
							0.10000	1	88.0000	14.09%	14.09%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.01820	1	95.0000		16.76%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.05000	1	102.0000		15.51%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.15000	1	98.6406		16.09%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.10000	1	103.6016		15.25%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.03000	1	106.5000		14.78%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.01000	1	106.5000		14.78%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.07000	1	93.5141		17.05%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.02000	1	93.5141		17.05%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.03000	1	100.0000		15.85%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.03000	1	103.5209		15.26%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.04800	1	103.6016		15.25%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.03800	1	103.6016		15.25%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.00200	1	93.5141		17.05%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.02000	1	93.5141		17.05%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.01500	1	102.6482		15.40%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.06500	1	93.5141		17.05%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.05000	1	102.5000		15.43%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.05000	1	100.5000		15.77%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.02000	1	104.6109		15.08%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.10000	1	100.0000		15.85%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	1.00000	1	100.8670		15.70%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.96000	1	100.8670		15.70%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.01220	1	106.5000		14.78%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.15000	1	102.9998		15.35%
27-Feb-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.01000	1	100.0000		15.85%

Trade Date	Bond No.	Term	New/Old Coupon	Coupon	Issue Date	Maturity Date	Amount (bn)	Deals	Dirty Price	Weighted Avg. yield	Yield
01-Mar-24	566	20	OC	15.49%	08-Jul-21	08-Jul-41	0.03500	1	100.0000		15.87%
01-Mar-24	533	20	OC	15.49%	23-Apr-20	23-Apr-40	0.01290	1	90.0000		18.53%
							15.89530	57	100.8772	15.83%	15.77%
26-Feb-24	653	25	NC	12.56%	28-Dec-23	28-Dec-48	6.20000	1	85.1025		15.20%
26-Feb-24	653	25	NC	12.56%	28-Dec-23	28-Dec-48	6.32640	1	88.9331		14.52%
26-Feb-24	653	25	NC	12.56%	28-Dec-23	28-Dec-48	0.05000	1	87.6712		14.74%
27-Feb-24	653	25	NC	12.56%	28-Dec-23	28-Dec-48	0.01200	1	85.6459		15.11%
27-Feb-24	653	25	NC	12.56%	28-Dec-23	28-Dec-48	0.01180	1	100.0000		12.84%
27-Feb-24	643	25	NC	12.56%	16-Aug-23	17-Aug-48	0.10000	1	100.0001		12.61%
29-Feb-24	653	25	NC	12.56%	28-Dec-23	28-Dec-48	0.02000	1	85.1707		15.21%
29-Feb-24	643	25	NC	12.56%	16-Aug-23	17-Aug-48	0.05100	1	100.0001		12.62%
01-Mar-24	653	25	NC	12.56%	28-Dec-23	28-Dec-48	2.10000	1	87.1365		14.86%
							14.87120	9	91.0733	14.83%	14.19%
26-Feb-24	561	25	OC	15.95%	22-Apr-21	22-Apr-46	15.00000	1	123.9459		13.34%
27-Feb-24	561	25	OC	15.95%	22-Apr-21	22-Apr-46	15.00000	1	123.9898		13.34%
01-Mar-24	561	25	OC	15.95%	22-Apr-21	22-Apr-46	18.12660	1	122.9892		13.48%
							48.1266	3	123.6416	13.39%	13.39%

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