

## MONTHLY MARKET REPORT- MAY 2021



PHONE

EMAIL

WEB

KINONDONI ROAD, TOGO TOWER, P.O. Box 4441 Dar es Salaam

+255 22 266 6031

[Info@optimacorporate.co.tz](mailto:Info@optimacorporate.co.tz)

[www.optimacorporate.co.tz](http://www.optimacorporate.co.tz)

## EQUITY MARKET PERFORMANCE

Equity Summary of May 2021

S/N	STOCK	31st May 2021	Change %	30 <sup>th</sup> April 2021	MONTHLY % CHANGE
1	CRDB	285	0.00%	230	23.91%
2	DCB	265	0.00%	265	0.00%
3	DSE	1,200	0.00%	1,100	9.09%
4	JATU	1,200	3.45%	1,460	-17.81%
4	MBP	490	0.00%	490	0.00%
5	MCB	500	0.00%	500	0.00%
6	MKCB	780	0.00%	780	0.00%
7	MUCOBA	400	0.00%	400	0.00%
8	NICO	215	0.00%	200	7.50%
9	NMB	2,340	0.00%	2,340	0.00%
10	PAL	400	0.00%	400	0.00%
11	SWALA	490	0.00%	490	0.00%
12	SWIS	1,120	0.00%	1,120	0.00%
13	TBL	10,900	0.00%	10,900	0.00%
14	TCC	17,000	0.00%	17,000	0.00%
15	TCCL	395	0.00%	390	1.28%
16	TICL	350	0.00%	350	0.00%
17	TOL	500	0.00%	550	-9.09%
18	TPCC	3,200	0.00%	2,740	16.79%
19	TTP	120	0.00%	120	0.00%
20	VODA	770	0.00%	770	0.00%
21	YETU	550	0.00%	550	0.00%

Cross listed Counters for May 2021

S/N	STOCK	31st May 2021	Change %	30 <sup>th</sup> April 2021	MONTHLY % CHANGE
1	EABL	4,000	-1.48%	3,620	10.50%
2	JHL	6,050	0.00%	5,950	1.68%
3	KA	80	0.00%	80	0.00%
4	KCB	910	-2.15%	860	5.81%
5	NMG	410	12.33%	350	17.14%
6	USL	5	0.00%	5	0.00%

### TOP MOVER

The volume of CRDB shares traded were a total of 7.15Mln shares with turnover TZS 1.727Bln (**TZS.241.73per share**), accounting for 71.5% of total equities market turnover for the month.

### TOP GAINERS

S/N	STOCK	31st May 2021	30 <sup>th</sup> April 2021	MONTHLY % CHANGE
1	CRDB	285	230	23.91%
2	TPCC	3,200	2,740	16.79%
3	DSE	1,200	1,100	9.09%
4	NICO	215	200	7.50%
5	TCCL	395	390	1.28%

The top gainer was CRDB, which by the close of the month was up 23.91% from TZS 230 of last month to TZS 285. Other gainers TPCC also improved significantly to TZS 3,200 a 16.79% increment. Others included DSE, NICO and TCCL.

### TOP LOSERS

S/N	STOCK	31st May 2021	30 <sup>th</sup> April 2021	MONTHLY % CHANGE
1	JATU	1,200	1,460	-17.81%
2	TOL	500	550	-9.09%

JATU was the top loser, down by 260 spreads to TZS 1200, a 17.81% decline. Followed by TOL which was down by 50 spreads, a decline by 9.09%

### TURNOVER, MARKET CAPITALIZATION

MONTH	MAY	APRIL	%
TZS			CHANGE
Turnover	2,417,013,215	17,420,233,065	86.13%
No. of shares traded	7,638,145	13,302,230	42.6%
Total Market Cap (Bln)	16,357.02	15,662.82	4.43%
Domestic Market Cap (Bln)	9,518.81	9,292.18	2.44%

**TURNOVER:** A significant decline on the equities market activities has been observed in May as opposed to the records of April. The equities turnover has declined by over 86.13% to TZS 2.4Bln from TZS 17.42Bln recorded in April, due to scarcity/limited of transactions on the bourse.

**SHARES:** The number of shares in May was 7.64Mln shares resulted to a 42.6% decline from 13.3Mln shares traded in April.

**MARKET CAPITALIZATION:** The capitalization of the markets has moved from TZS 15.66Trn to TZS 16.36Trn on the Total Market Cap and from TZS 9.3Trn to TZS 9.5Trn on the Domestic Market Cap. Both Markets recorded a positive change of 4.43% and 2.44% respectively.

### INDICES

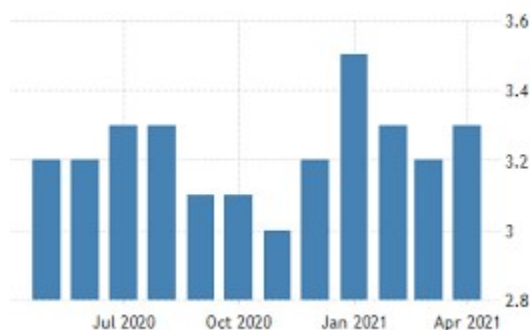
Indices as of 31st May 2021

S/N	index	May 2021	Change %	April 2021	MONTHLY % CHANGE
1	DSEI	1,967.16	0.60%	1,883.66	4.43%
2	TSI	3,615.25	0.00%	3,529.18	2.44%

The All-Share Index (DSEI) gained 4.43% and the Tanzania Share Index (TSI) gained 2.44%.

### INFLATION

During May 2021, the headline inflation rate remained low and within the country. On month-to-month basis, headline inflation was 0.5 percent, a bit higher than the rate recorded in the corresponding period of 2020. Inflation is projected to remain within the targeted band for 2020/21.



### GOVERNMENT SECURITIES

#### TREASURY BOND MARKET

In May 2021, the Bank of Tanzania (BOT) auctioned a **7-year** and a debut **20-year** Treasury bonds worth TZS 107 billion and TZS 151.68 billion, respectively, for debt management and financing of the government budget. The 7-year Treasury bond auction was oversubscribed amounting to 146.653 billion, while the debut issuance of 20-year Treasury bond was highly oversubscribed with bids amounting to TZS 443.301 billion, indicating investors' confidence in long-term macroeconomic stability and prudent fiscal policy. Both bonds in total successfully raised TZS 468.926 billion, being about 81.4% of the tendered amount of TZS 589.954 billion and more than the original amount of TZS 258.68 billion. The weighted average yield to maturity on 7-year bond stands at **10.1375%** and for the 20-year stands at **15.4144%**.

#### TREASURY BILL MARKET

The Bank of Tanzania conducted **2** Treasury bills auctions in May 2021. T/Bills of 364 days have been active this month on both auctions, the bills saw **over-subscription** of 223.940 billion from the total offer of TZS 153.4 billion to the tendered amount of TZS 369.136 billion. The successful bids taken by government were TZS 129.896 billion only. The short-term bills (**35days and 91days**) were dormant with **no** significant activity. This reflects investors preference in government securities, partly attributed to uncertainties surrounding other investment avenues amid negative effects of COVID-19 on some businesses and investment.

The weighted average yield for the 364-day maturity plunged to 5.91% during the latest auction conducted by the Bank of Tanzania from 6.0% in the previous sale. And of the 182 days maturity also decreased to 3.53% from 3.91% during the previous auction

T/bills Auction as of 26<sup>th</sup> May, 2021

S/N	Tenure	Yield (%)	Yield Change (%)	% under(+)/over(-) Subscription
1	35 Days	0.00%	0.00%	0.00%
2	91 Days	0.00%	0.00%	0.00%
3	182 Days	3.53%	-9.72%	0.00%
4	364 Days	5.91%	-1.50%	-42.50%

### INTER FOREIGN EXCHANGE MARKET (IFEM)

The Bank of Tanzania maintained its presence in the interbank foreign exchange market (IFEM), mainly to support seasonal demand for foreign exchange for imports and ensuring an orderly foreign exchange market. Transactions in the IFEM amounted to USD 21.65 million compared with USD 18.7 million traded in April 2021 (16.4%) higher. The shilling remained stable against the US dollar, trading at an average rate of TZS 2,309.98 per US dollar, compared to TZS 2,309.94 per US dollar registered in the preceding month. The sustained stability of the shilling against major global currencies was due to low and stable inflation environment, moderate current account deficit and continued prudence in both monetary and fiscal policies. The market closed with the exchange rate of TZS 2,310.05 per US dollar.

## INTERBANKCASH MARKET (IBCM)

The interbank cash market (IBCM) experienced eased monetary conditions in May 2021 relative to the preceding month as depicted by the developments in the volume of trade and interest rates. The volume of trade in the market increased TZS 60 billion, **20.5%** higher than TZS 49.8 billion traded on April. Meanwhile, the overnight interest rate stabilized at 3.5-3.9% compared with 4.31% and 3.71% t in April.



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### Contact:

Chacha Iswante (Financial analyst) 0752 198 331  
[iswante@optimacorporate.co.tz](mailto:iswante@optimacorporate.co.tz)

Mnanka Winani (Trader) 0788 468604  
[mnanka@optimacorporate.co.tz](mailto:mnanka@optimacorporate.co.tz)