

Christmas holidays slash DSE weekly turnover by 44 percent

Tanzania Breweries Limited (TBL) was the top mover, with 98.45 percent of the total market turnover. TBL was among five active counters, the others being CRDB Bank, National Investment Company Ltd, Tanzania Portland Cement Co. and NMB Bank

By Halili Letea
@hletea

hletea@tz.nationmedia.com

Dar es Salaam. With three days of trading last week, the Dar es Salaam Stock Exchange's market turnover dwindled by 43.9 percent, reports show.

Zan Securities' weekly wrap-ups and DSE reports indicate that the equities market turnover plunged to Sh1.81 billion in the week that ended on Friday, December 27,

2019, against Sh3.23 billion in the week to Friday, December 20, 2019.

Tanzania Breweries (TBL) was the top mover, with 98.45 percent of the total market turnover. There were only five active counters compare with eight last week. These were CRDB Bank, National Investment Co. Ltd (Nicol), Tanzania Portland Cement Co. (TPCC) and NMB Bank.

According to the reports, the total market capitalisation went down by Sh52.58 billion, to Sh17,029.96

billion, compared to Sh17,082.54 billion the the week before.

The increase in market capitalization resulted from share price increases for East African Breweries Ltd (EABL) - to Sh4,440 from Sh4,390 - and Jubilee Holdings Ltd (JHL) to Sh7,960 from Sh7,780 in the period under review.

No price movement was recorded

The amount in billions of shillings by which market capitalisation dropped last week

52.58

ed by any local counter. Hence, the domestic market capitalization stayed the same, at Sh9,010.58 billion.

Price movements influence the key benchmark indices.

The All Shares Index (DSEI) increased by 0.31 percent - to close at 2,057.54 points - while the Tanzania share index (TSI) closed at 3,431.10 points: same as previous week.

"The Equity market turnover declined due to the holidays. But, we expect it to recover in the weeks ahead as foreign institutional investors kook to resume their activities," the Zan Securities wrap-ups commented on the future outlook.

source: THE CITIZEN, Monday, 30 December 2019 | Page 19

DAILY NEWS MONDAY, DECEMBER 30, 2019 19

Christmas celebrations affect DSE activities

By ABDUEL ELINAZA

DAR ES SALAAM Stock Exchange (DSE), turnover plunged three times last week because investors directed their attention and fund for Christmas celebration.

The market turnover plunged to 1.81bn/- in a week ending last Friday against 3.23bn/- of previous week.

Zan Securities Chief Ex-

ecutive Officer (CEO), Mr Raphael Masumbuko attributed the decline to holidays that shift investors attention from the bourse.

"Equity market turnover declined due to holidays," Mr Masumbuko said through the firm's Weekly Market Wrap-Ups issued over the weekend.

He, however, added that this week the market was

heading for the better since institutions investors may come back after the Christmas.

"We expect (the bourse) to recover in the weeks ahead as foreign institutional investors look to resume their activity" the Zan Securities boss said.

During the Christmas week, TBL was a top market mover with 98.45 per cent of

the total market turnover.

"No price movement was recorded on any counter," the Zan weekly report.

Also total market capitalisation increased by 0.31 per cent to 17.082tri/- while the domestic market capitalization stayed the same at 9.01tri/-.

The key benchmark indices namely Tanzania share index (TSI) closed at

3,431.10 points, same as last week and All Share Index (DSEI) increased by 0.31 percent to close at 2,057.54 points

On other hand, sector indexes such as Industrial & Allied Index (IA) closed at 4,749.95 points same as the week before.

Bank, Finance & Investment Index remained the same at 2,006.94 points and

Commercial Services Index closed at 2,369.12 points, same as week before.

Last week stock market analysts predicted a Santa Claus rally for DSE after closing on green while market cap appreciated by 0.72 per cent to 17.029tri/- pushed by cross listed firms.

DSEI had gained 14.61 points to close the week at 2,051.20 points following a

rally on KCB Bank and grew by 3.45 per cent and 1.15 per cent respectively.

Orbit Securities said in its weekly report that the last week rally was partially offset by a decline on Kenya Airways (KQ) and JHL by 10 per cent and 1.52 per cent respectively, while NMG and USL remained constant.

On other hand, Orbit said, warned that the Santa Claus

rally may be eroded further since domestic prices "have been rigid throughout December", leaving the Tanzania Share Index (TSI) and the domestic market capitalization similar to their positions since the end of November.

"Price rigidity intensified after the introduction of the new trading rules sometime during August 2019," Orbit said.