CMSA

CAPITAL MARKETS AND SECURITIES AUTHORITY

THE CAPITAL MARKETS QUARTERLY REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2025

TABLE OF CONTENT

List of Abbreviation..ii

Executive Summary...iii

1.0 Introduction..1

1.1. About Capital Markets and Securities Authority...1

1.2. The Capital Markets Quarterly Bulletin...2

1.3. Institutional Landscape..2

1.4 Value of Investment 2

2.0 Developments in the Capital Markets..3

2.1. Offer of Securities...3

2.2. Licensing of Market Intermediaries..3

2.3. Legal and Regulatory Affairs..4

2.4. Professional Training and Certification..4

2.5. Public Education and Awareness Initiatives...4

3.0 Securities Industry Performance...5

3.1. Equity Market...5

3.2. Bond Market..8

3.3. Collective Investment Schemes...9

3.4. Commodity Market...14

4.0 Market Outlook...17

5.0 Appendices...18

LIST OF ABBREVIATION

CIS	Collective Investment Scheme
CMSA	Capital Market and Securities Authority
CMUHLIC	Capital Markets' University and other Higher Learning Institutions Challenge
DSE	Dar es Salaam Stock Exchange
SME	Small and Medium Enterprises
TMX	Tanzania Mercantile Exchange
NAV	Net Asset Value

EXECUTIVE SUMMARY

During the quarter ended 31 December 2025, Tanzania's capital markets demonstrated strong growth momentum, with 33.66 percent increase in value of investment to TZS 63,066.87 billion from TZS 47,186.08 billion recorded in the corresponding period ended December 2024. This performance was attributed to enabling policy, regulatory and operational environment that steered the issuance of thematic capital market products including Environmental, Social and Governance (ESG) and Shariah-compliant instruments. The impressive performance was also attributed to public awareness conducted by CMSA and other stakeholders in the capital markets which resulted to the increase in participation of domestic and foreign investors in the market.

Equity trading turnover during the quarter increased by 37.70 percent to TZS 139.25 billion compared to TZS 101.12 billion recorded in the corresponding quarter ended 31 December 2024. Similarly, total number of shares which exchanged hands increased by 39.63 percent to 99.36 million from 71.16 million shares traded during the corresponding quarter ended 31 December 2024. Domestic and cross-listed equities recorded significant gains, raising the total market capitalization by 34.29 per cent to TZS 23,995.34 billion from TZS 12,243.37 billion recorded as at 31 December 2024. DSE All Share Index increased by 29.1 percent to 2,761.93 points compared to 2,139.73 points recorded at 31 December 2024. The performance during the period under review was supported by an improved business environment, the country's economic resilience to global shocks; and review and approval by the CMSA changes in the DSE Trading Rules aimed at enhancing liquidity.

Treasury Bond trading in the secondary market increased by 89.38 percent to TZS 1,883.69 billion during the quarter ended 31 December 2025, from TZS 994.64 billion recorded in the corresponding quarter ended 31 December 2024, reflecting a growing investor appetite for long-term, risk-free instruments offering attractive yields. Likewise, the value of corporate bonds traded increased by 157.99 percent to TZS 2,913.42 million, compared to TZS 1,129.26 million traded during the corresponding quarter ended 31 December 2024 consistent with investors' preference for holding to maturity, high-yield corporate debt instruments.

During the period under review, Collective Investment Schemes demonstrated an expansionary trajectory, with total Net Asset Value increasing by 65.1 percent to TZS 4,351.91 billion compared to TZS 2,637.45 billion recorded as at 31 December 2024. This growth was driven by the strong performance in underlying securities and introduction of new funds approved by CMSA. The schemes managed by UTT AMIS accounted for 90.34 percent of the total NAV of all collective investment schemes, followed by those managed by iTrust Finance Limited at 4.71 percent. The remaining share was contributed by schemes managed by Vertex International Securities, Zan Securities, Orbit Securities and Alpha Capital.

The primary market was active, featuring heightened issuer interest in the market, with the CMSA receiving and reviewing nine applications for issuance of capital market products, out of which 6 applications were approved, compared to the plan of two (2) application, equivalent to 300 percent of the plan. The approved applications included The Medium-Term Note (MTN) Programme worth TZS 50 billion to be issued in three tranches by Equity for Tanzania (EFTA) Limited. The first tranche intends to raise TZS 15 billion with a green shoe option of TZS 7 billion. The second application was in respect of Mwalimu Commercial Bank PLC's Rights Issue of 185,474,760 ordinary shares of at a price of TZS 110 per share at a ratio of three (3) new ordinary share for every one (1) share held; targeting to raise TZS 20.4 billion. On the other hand, approval was granted in respect of two (2) Collective Investment Schemes namely "Kesho Tulivu Fund" and "Imara Fund" to be operated by Tanzania Securities Limited as Fund Manager and CRDB Bank PLC as Custodian Bank.

During the quarter under review, a Money Market Insurance Linked Collective Investment Scheme named "Ziada Fund", operated by Africa Pension Fund Limited as Fund Manager and NBC Bank Limited as Custodian Bank was approved and launched. The first regional Exchange Traded Fund (ETF) in East Africa named "iTrust East Africa (EAC) Large Cap ETF" was approved by the Authority. The Initial Public offer for the iTrust EAC Large Cap ETF's units successfully raised TZS 54.03 billion, compared to the plan of TZS 10 billion, representing a success rate of 540%. The iTrust EAC Large Cap ETF was listed on the Dar es Salaam Stock Exchange on 28th January 2026. It is designed to invest and track performance of a diversified portfolio of large-Cap and actively traded equities listed on the respective EAC stock exchanges.

On the commodities side, Tanzania Mercantile Exchange (TMX) facilitated trades of agricultural commodities worth TZS 1,518.08 billion, a slight decrease of 1.99 percent compared to trade value of TZS 1,548.96 billion recorded during the corresponding quarter ended December 2024. The volume of commodities traded increased by 40.27 percent to 582,728.01 million tons compared to 415,531.89 million tons traded during the quarter ended 31 December 2024. The level of trading activity observed reflects an increased interest by producers and buyers using the exchange platform, which in turn enhances transparency and fairness, resulting in effective price discovery.

CMSA implemented a series of awareness programs aimed at promoting public participation in investment opportunities available in the capital markets. The initiatives targeted youths, women's groups, entrepreneurs, institutions, and the general public through tailored seminars and engagement sessions. Key activities included seminars for students and youths at Vocational Education and Training Authority (VETA) Chang'ombe as part of World Investor Week 2025, and at Mwinyi Secondary School in Mkuranga, focusing on personal finance, savings, and investment in shares, bonds, and collective investment schemes. CMSA also delivered presentations to staff of CRDB Bank on securities issuance and listing requirements, and facilitated sessions on corporate governance and alternative project financing through Special Purpose Vehicles to economists from Local Government Authorities at the CMSA Training Centre. In addition, CMSA engaged with members of the Tanzania Startup Association during Tanzania Startup Week 2025 in Dar es Salaam on the regulatory framework for Alternative Investment Funds. Further presentations were delivered to participants at the National Defence College on the role of capital markets in economic growth, and to members of the Tanganyika Law Society in Arusha to promote the participation of legal professionals in capital markets as investors and service providers.Top of Form
Bottom of Form

During the quarter under review, CMSA received, evaluated and approved six (6) applications for new licenses, compared to the plan of four (4) new licenses which is equivalent to 150 percent of the plan. The applications pertained to various categories, including Broker/Dealer licence; Fund Manager Representative Licence; Broker/Dealer's Representative Licences; and Fund Manager Representative Licence. On the other hand, 123 applications for renewal of licences were reviewed and approved, as majority of license renewals are conducted at the end of the calendar year.

The Securities Industry Certification Course that commenced in September 2025 was successfully completed in October 2025 attracting a total of 93 candidates, a success rate of 232.5 percent compared to the plan of 40 candidates. Participants were provided with time to prepare for examinations in the third quarter of the financial year 2025/2026. Upon successful completion of the examinations, candidates will be awarded internationally recognized certification, qualifying them as Certified Capital Market Professionals.

1.0 INTRODUCTION

1.1 About Capital Markets and Securities Authority

The Capital Markets and Securities Authority (CMSA) was established under the Capital Markets and Securities Act, Chapter 79 R.E. 2002 and became operational in the financial year 1995/96. The establishment of CMSA followed comprehensive financial sector reforms in the early 1990s aimed at developing among others capital markets in Tanzania. The development of capital markets enables provision of appropriate mechanisms for mobilizing long-term savings and ensuring efficient allocation of resources to productive sectors and in that way stimulate economic growth. The Capital Markets and Securities Act is supplemented by specific Regulations and Guidelines governing various aspects of the capital markets. Furthermore, following the enactment of the Commodity Exchanges Act 2015, the CMSA is also mandated to supervise, develop and regulate commodity exchanges in Tanzania. The Commodity Exchanges Act is supplemented by the Commodity Exchanges Regulations, 2016.

Vision

To be a regulator of most competitive and inclusive securities market in Africa

Mission

To create an enabling environment for the development of vibrant, inclusive and sustainable securities markets for capital formation and investor protection.

CMSA Functions

Functions, duties and powers of the CMSA are subject to the provisions of the Section 10 (1) of the CMS Act; the CMSA has the duty to:-

- promote and develop efficient and sustainable capital markets and securities business in Tanzania while ensuring fair and equitable dealings;
- formulate principles for the guidance of the industry, protection of investors' interests and integrity of the securities market against any abuses;
- licensing and regulating stock and commodity exchanges, dealers, brokers and their representatives and investment advisors;
- advising the Government on policies and all matters relating to the securities and commodity markets industry; and
- Create the necessary environment for the orderly growth and development of the capital market.

1.2 The Capital Markets Quarterly Report for the Period Ended 31 December 2025

The Capital Markets Quarterly Report covers development and performance of the capital markets industry in Tanzania for the second quarter of the financial year 2025/26. The report highlights notable growth in total investments, robust activity in both the primary and secondary markets, and increased investor participation. It features key developments such as the approval of new product issuances including the EFTA Bond, iTrust EAC Large Cap ETF, Ziada Fund and Rights Issue by Mwalimu Commercial Bank PLC; alongside significant improvements in equity market indicators, and increased trading activities in the bond market driven by attractive yields. The report also provides insights into the momentous growth of Collective Investment Schemes and the continued vibrancy of commodity trading at the Tanzania Mercantile Exchange, reflecting increased interest by both producers and buyers in using the exchange platform.

1.3 Institution Landscape

As at 31th December 2025, the Capital Markets and Securities Authority had approved securities and licensed a broad range of market intermediaries that support the functioning and deepening of Tanzania's capital markets. These includes:

Exchanges

- One (1)Stock Exchange- **Dar es Salaam Stock Exchange(DSE)**
- One (1) Commodity Exchange- **Tanzania Mercantile Exchange(TMX)**

Depository and Registry

One (1) Depository and Registry- **Central Securities Depository and Registry Company Ltd (CSDR).**

Licensed Intermediaries

- twenty (21) Licensed Dealing Members,
- twenty-six (26) Investment Advisors,
- twenty-four (25) Fund Managers,
- twenty-one (21) Collective Investment Schemes.
- ten (10) Custodians of Securities (primarily banks),
- eight (8) Bond Traders,
- three (4) Nominated Advisors
- one (1) Crowdfunding Platform Operator and
- one (2) Credit Rating Agent.

Approved Securities

- 28 listed companies, out of which 22 are domestic and 6 are cross-listed;
- 23 Collective Investment Schemes;
- 1 Real Estate Investment Scheme (REIT);
- 2 Exchange Traded Fund (ETF);
- 3 Listed Ethical Products (Sukuk);
- 3 Conventional Corporate Bond
- 2 Green Bonds; and
- 2 Social Bonds.

The details are provided in Appendix I

1.4 Value of Investments

During the quarter ended 31st December 2025, Tanzania's capital markets demonstrated strong growth momentum, with 33.66 percent increase in value of investment to TZS 63,066.87 billion from TZS 47,186.08 billion recorded in the corresponding period ended December 2024. The value of outstanding Government bonds accounted for 51.89 percent of the total value of investment in the capital markets, followed by market capitalization at 38.05 percent; the net asset value of Collective Investment Schemes and the value of outstanding corporate bonds accounted for 6.9 percent and 3.16 percent of the total value of investments, respectively (Appendix II & III). This performance was attributed to enabling policy, regulatory and operational environment that steered the issuance of thematic capital market products including Environmental, Social and Governance (ESG) and Shariah compliant capital market instruments. The impressive performance was also attributed to public awareness conducted by CMSA and other capital market stakeholders which resulted to the increase in participation of domestic retail investors in the market, particularly in collective investment schemes.

2.0 DEVELOPMENTS IN THE CAPITAL MARKETS

2.1 Offer of Securities

During the quarter under review, nine applications for issuance of capital market products were received and reviewed, out of which 6 applications were approved, compared to the plan of two (2) application, equivalent to 300 percent of the plan. The approved applications were in respect of the following:

EFTA Medium-Term Note

The Medium-Term Note (MTN) Programme worth TZS 50 billion to be issued in three tranches by Equity for Tanzania (EFTA) Limited. The first tranche intends to raise TZS 15 billion with a green shoe option of TZS 7 billion. EFTA is one of the leading leasing institutions in Tanzania, providing a wide range of financial leasing services to Micro, Small, and Medium-Sized Enterprises (MSMEs) who are often underserved by traditional credit channels. The rationale for the MTN Programme is to mobilize long-term capital to support the expansion of EFTA's financial leasing portfolio and enhance its capacity to serve MSMEs across Tanzania.

Mwalimu Commercial Bank Rights Issue

The Rights Issue of 185,474,760 ordinary shares of Mwalimu Commercial Bank PLC at a price of TZS 110 per share at a ratio of three (3) new ordinary share for every one (1) share held. The Rights Issue targets to raise TZS 20.4 billion from existing shareholders with the objective of strengthening the Bank's capital base to finance new business and investment initiatives.

MCB BANK BETTER TOGETHER
Mwalimu Commercial Bank Plc

Insurance Linked Scheme

A Collective Investment Scheme, named "Ziada Fund", operated by Africa Pension Fund Limited as Fund Manager and NBC Bank Limited as Custodian Bank. Ziada Fund is a Money Market Insurance Linked Collective Investment Scheme whose main objective is to generate long term capital appreciation, while also offering additional insurance benefits in the form of Life Insurance to investors. The Fund aims to raise TZS 10 billion during the Initial Public Offer.

iTrust East Africa Large Cap ETF

An Exchange Traded Fund (ETF) named "iTrust East Africa (EAC) Large Cap ETF" operated by iTrust Finance Limited. iTrust EAC Large Cap ETF is the first Regional Exchange Traded Fund (ETF) in East Africa. It is designed to invest and track performance of a diversified portfolio of large-Cap and actively traded equities listed on the respective EAC stock exchanges. The Initial Public offer for the iTrust EAC Large Cap ETF's units successfully raised TZS 54.03 billion, compared to the plan of TZS 10 billion, representing a success rate of 540%. The iTrust EAC Large Cap ETF was listed on the Dar es Salaam Stock Exchange on 28th January 2026.

Kesho Tulivu Fund

Two (2) Collective Investment Schemes namely "Kesho Tulivu Fund" and "Imara Fund" operated by Tanzania Securities Limited as Fund Manager and CRDB Bank PLC as Custodian Bank. The Kesho Tulivu Fund is designed to invest in listed equities, money market instruments, and highly liquid Treasury securities, while the Imara Fund is designed to invest in low-risk money market and debt securities. The Initial Public Offer for both Funds is expected to be launched on 24th February 2026.

2.2 Licensing of Market Intermediaries

During the quarter under review, CMSA received, evaluated and approved six (6) applications for new licenses, compared to the plan of four (4) new licenses which is equivalent to 150 percent of the plan. The applications pertained to various categories, including Broker/Dealer license; Fund Manager Representative License; Broker/Dealer's Representative Licenses; and Fund Manager Representative License. On the other hand, 123 applications for renewal of licenses were reviewed and approved, as majority of license renewals are conducted at the end of the calendar year.

2.3 Legal and Regulatory Affairs

Following approval by the Authority and submission of the draft Capital Markets and Securities (Regulatory Sandbox) Regulations, 2025, and the Capital Markets and Securities (Alternative Investment Funds) Regulations, 2025 to the Ministry of Finance; the Ministry convened a stakeholders' consultative meeting held from 11th to 12th December 2025 at Kambarage Hall, Treasury Square, Dodoma. During the meeting, stakeholders provided comments to improve these draft Regulations. Subsequently, the Ministry of Finance, in collaboration with CMSA, reviewed and revised the draft Regulations to take into account comments provided by stakeholders.

2.4 Professional Training and Certification

CMSA collaborate with the Chartered Institute of Securities and Investment (CISI), UK in conducting a Securities Industry Certification Course (SICC). During the quarter under review, the SICC training that commenced in September 2025 was successfully completed in October 2025 attracting a total of 93 candidates, a success rate of 232.5 percent compared to the plan of 40 candidates. Participants were provided with time to prepare for examinations in the third quarter of the financial year 2025/2026. Upon successful completion of the examinations, candidates will be awarded internationally recognized certification, qualifying them as Certified Capital Market Professionals.

2.5 Public Education and Awareness Initiatives

During the period under review, main activities planned under this aspect include conducting public education and awareness seminars; updating of capital markets awareness materials; and media coverage for major events.

2.5.1 Presentation and Awareness Seminars

Seminar to Vocational Education and Training Authority (VETA) aimed at creating awareness on saving and investment. The seminar was held at VETA Chang'ombe and was part of CMSA commemoration of World Investor's Week for 2025. The youths were exposed to the basic concepts of the capital markets and how to invest in shares, bonds, and collective investment schemes (CIS).

Seminar on personal finance, saving and investment to students at Mwinyi Secondary School in Mkuranga District, Coastal Region. Topics covered included money, ways to identify streams of income, the concept of budgeting and how it contributes in individual's savings, and how to turn saving into investments as well as the importance of investing from early age.

Presentation on Corporate Governance for listed companies was delivered to Economists from Local Government Authorities across the country. A presentation on the Alternative Project Financing through the use of Special Purpose Vehicle was also delivered to the participants. The seminar was organized by Core Securities Ltd and was held at CMSA Training Centre.

Presentation to members of Tanzania Startup Association during the celebration of 2025 Tanzania Startup's Week at the event that took place at Millenium Towers Hotel, Dar es Salaam. During the event CMSA presented about regulatory framework for Alternative Investment Funds and how the compliance of which as key to foster licensing as well as reinforcing regulator's role in closing financial gaps.

Presentation to National Defense College (NDC) centered on capital markets contribution to economic growth.

Presentation to members of the Tanganyika Law Society (TLS) at Lush Garden Hotel in Arusha. The objective of the presentation was to create awareness on the opportunities and benefits of participating in the capital markets. CMSA also emphasized on the importance of the legal professionals to engage in capital market as service providers.

Presentation to CRDB Bank staffs with the objective of creating awareness on the process, procedures and regulatory requirements for issuance of securities to the public and subsequent listing to the stock exchange.

2.5.2 Media Coverage

During the quarter under review, press interviews were conducted and covered in television, newspapers and electronic/social media news outlets during major events. Among the major events of new products issuance and listing events includes: the launching of iTrust EAC large Cap ETF on 18 November 2025, the listing of CRDB's AL Barakah Sukuk on 24 November 2025, the listing of Tanga Cement Plc Right Issue on 27 November 2025 at Dar es Salaam Stock Exchange offices, and listing of TCB Stawi Bond on 3 December 2025. Coverage of events in various media has contributed to increased public awareness on capital market as reflected in increased retail and institutional investor participation in the market over the recent past.

3.0 SECURITIES INDUSTRY PERFORMANCE

During the quarter ended 31 December 2025, the capital markets were resilient and sound as reflected by satisfactory performance in both trading turnover and value of investment. Combined trading turnover of equities and bonds on the stock exchange increased to TZS 2,022.94 billion, representing an increase of 84.18 percent compared to TZS 1,096.75 billion recorded during the corresponding quarter ended 31 December 2024. The total value of investment increased to TZS 63.07 trillion, representing an increase of 33.66 percent compared to TZS 47.19 trillion recorded as at 31 December 2024. The achievements were the results of conducive policy, regulatory and operational environment provided and supported by the Government through the Capital Markets and Securities Authority.

3.1 Equity Market

3.1.1 Market Turnover and Volume

During the quarter ended December 2025, the capital markets exhibited resilience and stable performance. Total equity turnover on the Dar es Salaam Stock Exchange (DSE) during the quarter ended 31 December 2025 increased by 37.70 percent to TZS 139.25 billion from TZS 101.12 billion recorded in the previous corresponding quarter ended 31 December 2024. Similarly, total number of shares which exchanged hands increased by 39.63 percent to 99.36 million from 71.16 million shares traded during the corresponding quarter ended 31 December 2024. This growth reflects improved market liquidity largely driven by enhancements in the DSE trading rules that allow greater flexibility in the price movement. Other contributing factors include increased investors' awareness and the rising investment appetite particularly for low-priced shares (Figure 1).

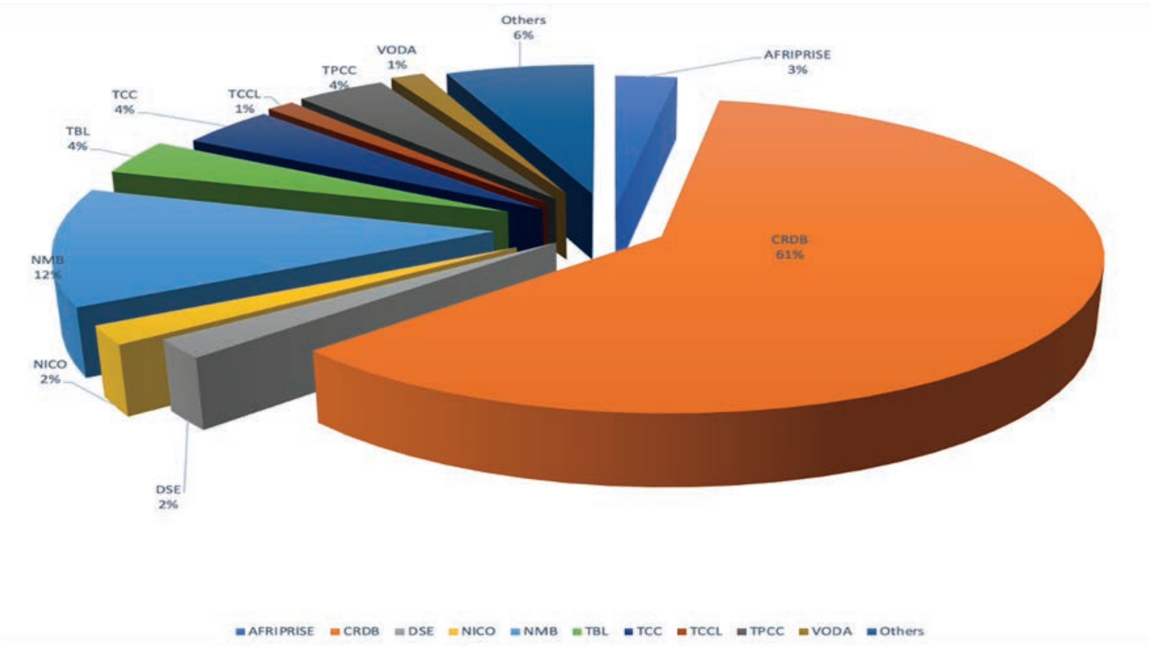


Figure 1: Market Turnover (TZS billion) for the quarter ended December 2025
Source: CMSA

3.1.2 Market Capitalization

The share of domestic market capitalization increased supported by the strong performance of domestic listed companies during the quarter. This reflects a resilient local economy and sector-specific improvements that continue to position Tanzania as an attractive destination for investors seeking growth opportunities. Domestic market capitalization increased by 27.26 percent to close at TZS 15,580.77 billion compared to TZS 12,243.37 billion recorded in the corresponding period in 2024. The best performer counters in terms of capital gain during the quarter included MKCB, DSE, CRDB, MBP and NICO.

Similarly total market capitalization increased by 34.29 percent to close at 23,995.34 billion compared to TZS 17,868.17 billion of the corresponding quarter ended December 31, 2024 (Figure 2). The increase in Total Market Capitalization is attributed to the increase in share prices of both Domestic and Cross Listed Companies that are listed in the Dar es Salaam Stock Exchange.

Overall, market concentration risk remained low supported by the improved performance of domestic listed companies. This strong performance reflected growth in the financial sector driven by increased investment activity and rising demand for financial services.

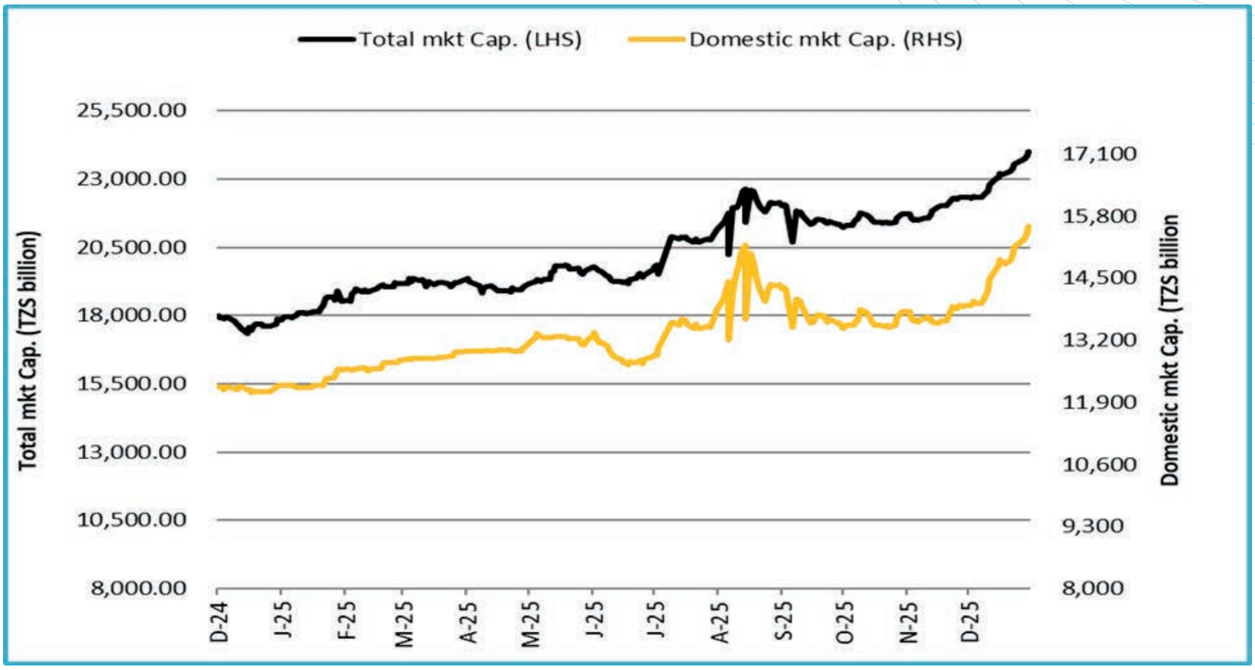


Figure 2: Market Turnover (TZS billion) for the quarter ended December 2025 Source: CMSA

3.1.3 Market Indices

The Tanzania Share Index (TSI), which tracks performance of all domestic listed companies on the DSE, closed at 5,759.41 points as at 31 December 2025 equivalent to 24.7 percent increase compared to 4,618.78 points recorded as at 31 December 2024. Similarly, Banks, Finance and Investment Index (BI) increased by 88.5 percent to close at 10,900.19 points from 5,783.87 recorded at 31 December 2024. The increase of BI was mostly attributed to increase in share prices of DCB, CRDB, MKCB and NMB. Industrial and Allied Index (IA) decreased by 14.8 percent to close at 4,298.45 points compared to 5,044.80 points recorded as at 31 December 2024 attributed to decreased share price of TCC and TBL.

DSE Share Index, which tracks performance of all listed companies, closed at 2,761.93 points, a 29.1 percent increase as compared to 2,139.73 points recorded at 31 December 2024. The increase in the index was largely attributed to increase in share prices of both domestic and cross-listed companies. Table 1 and Figure 3 below illustrate the performance of the share indices during the period ended 31 December 2025.

Indices	Dec 31, 2025	Sep 30, 2025	Dec 31, 2024	Quarterly Change (%)	YOY Chang e (%)
All Shares Index (DSEI)	2,761.93	2,489.70	2,139.73	10.90%	29.10%
Tanzania Share Index (TSI)	5,759.41	5,118.80	4,618.78	12.50%	24.70%
Industrial & Allied (IA)	4,298.45	4,136.25	5,044.80	3.90%	-14.80%
Banks, Finance & Investment (BI)	10,900.19	9,245.90	5,783.87	17.90%	88.50%
Commercial Services (CS)	1,885.46	1,644.39	2,138.48	14.70%	-11.80%

Table1: Market Indices, December 2024 to December 2025, Source: DSE Market Report, CMSA

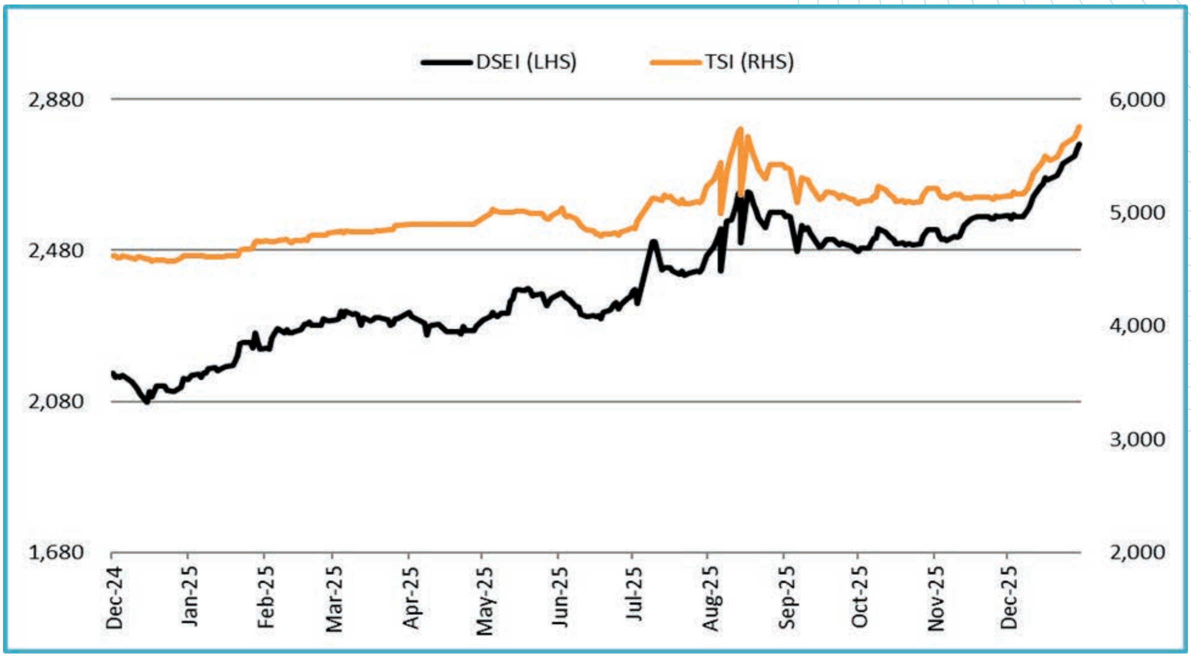


Figure 3: ASI Index and TSI Index Trend from December 2024 to December 2025, Source: CMSA

3.1.4 Foreign Investors' Participation

The overall proportion of foreign investor's participation in the market increased with more net out flows (sell) than inflows (purchase). Foreign investors' participation in stock trading accounted for 5.1 percent and 27.85 percent of the total turnover on the buy and sell side respectively (Figure 4).

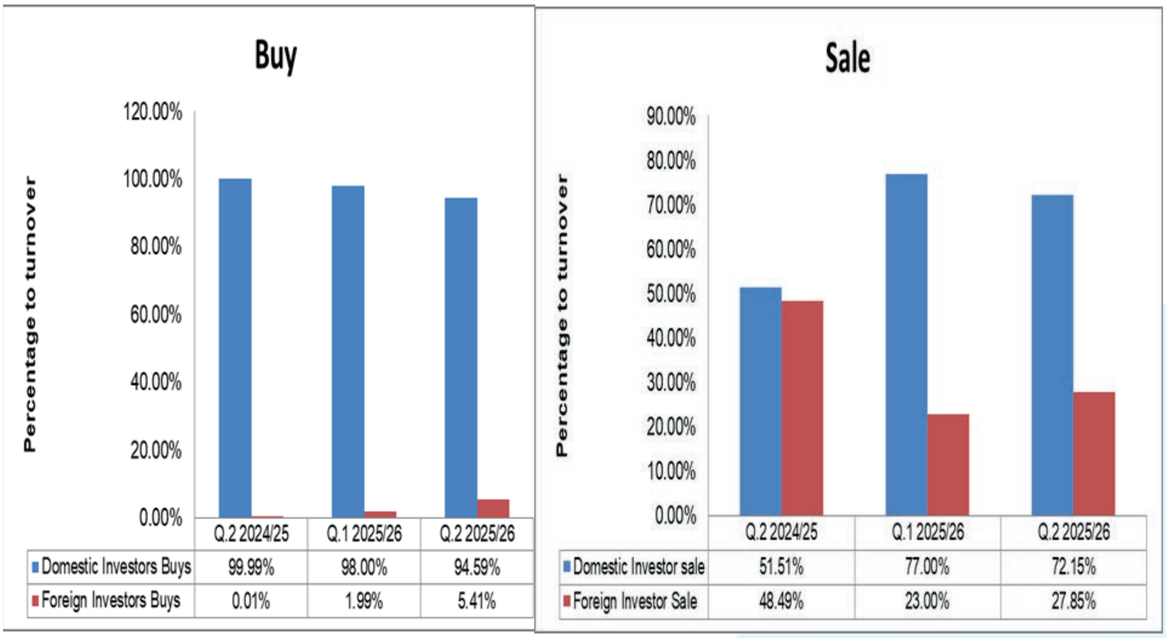


Figure 4: Investors Participation in the equity Market the quarter ended December 2025

3.2 Bond Market

During the quarter ended 31 December 2025, the performance of government bonds in both the primary and secondary markets continued to demonstrate resilience and expansion. This performance was attributable to among other factors improved investor confidence and a stronger preference for low-risk investments. Other factors include improved regulatory and business environment which enhanced the attractiveness of government bonds which offer stable and competitive returns.

Treasury bonds worth TZS 1,883.69 billion were traded on the Dar es Salaam Stock Exchange during the quarter under review, which is equal to 89.38 percent increase compared to Treasury bonds worth TZS 994.64 billion traded during the corresponding quarter ended 31 December 2024. The increase in the value of bonds traded during the quarter was attributable to among other factors improved investor confidence and a stronger preference for low-risk investments.

Other factors include improved regulatory and business environment which enhanced the attractiveness of government bonds which offer stable and competitive returns (Figure 5).

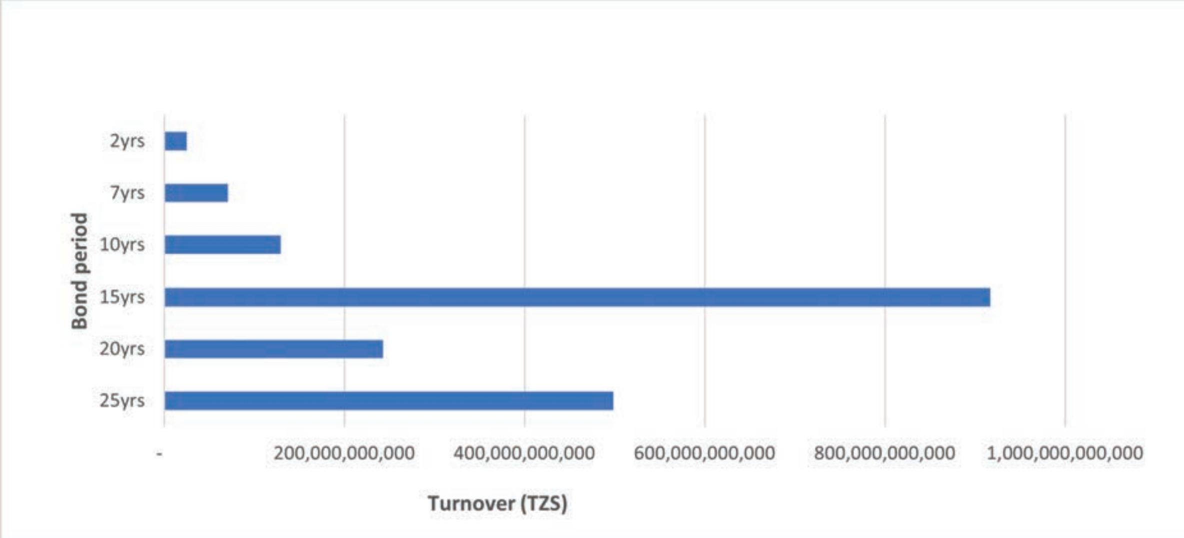


Figure 5: Treasury bond Trading Turnover in Secondary Market for the Quarter ended December 31, 2025 (in TZS Million)

During the quarter under review, corporate bonds valued at TZS 2,913.42 million were traded representing an increase of 157.99 percent compared to TZS 1,129.26 million recorded in the quarter ended 31 December 2024. The observed increase in corporate bond turnover reflects investors' for holding the bonds to maturity driven by the attractive yields to maturity offered by the bonds which are largely associated with their shorter tenors compared to Treasury bonds offering similar average yields. At the close of the quarter under review, Treasury bonds listed on the Dar es Salaam Stock Exchange with different maturities worth TZS 30,771.52 billion remained outstanding.

In addition, Conventional Corporate Bonds worth TZS 316.48 billion, Sustainable Bonds worth TZS 914.39 billion, Sub-national Bonds worth TZS 53.12 billion, Sukuk Bonds worth TZS 290.09 billion and Infrastructure Bonds worth TZS 323.09 billion were listed on the DSE.

3.3 Exchange Traded Funds

During the period under review, Vertex International Securities Ltd (VIS) issued an Exchange Traded Fund (ETF), which was subsequently listed on the Dar es Salaam Stock Exchange (DSE) on 16 October 2025. The Fund invests in a portfolio of highly liquid shares of five companies listed on the DSE, namely CRDB, NMB, NICO, DSE, and AFRIPRISE. The primary objective of the fund is to generate stable income while preserving capital over the medium to long term.

As at 31st December 2025, VIS-ETF recorded a Net Asset Value of TZS 14.49 billion, an increase of 68.1 percent from TZS 8.62 billion recorded on the listing date, reflecting steady inflows and growing investor confidence. NAV per unit rose to TZS 268.49 per unit from TZS 253.45 per unit recorded on the listing date. Similarly, price per unit of the ETF increased to TZS 405 from TZS 200 recorded as at 16 October 2025. The increase in market price of the ETF units suggests improved demand in the secondary market (Figure 6).

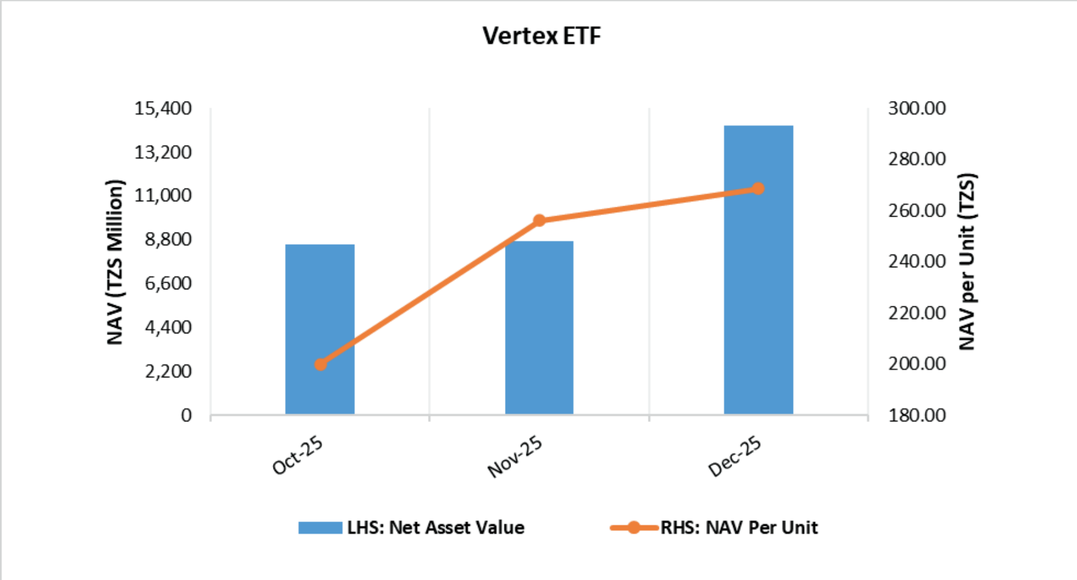


Figure 6: Vertex ETF growth and NAV per unit Trend. Source CMSA

3.4 Collective Investment Schemes

3.4.1 UTT-AMIS Schemes

During the quarter ended 31 December 2025, the total Net Asset Value (NAV) of the collective investment schemes under the UTT AMIS increased by 53.57 percent to TZS 3,954.35 billion from TZS 2,574.90 billion recorded in the corresponding quarter ended 31 December 2024. The growth was primarily driven by the strong performance of the underlying investment portfolios coupled with continued enhancement of the fund manager's operational and technological systems thereby supporting increase in number of investors and the overall growth in fund size.

Umoja Fund, Wekeza Maisha Fund, Watoto Fund, Jikimu Fund, Liquid Fund and Bond Fund NAV per unit increased by 13.93 percent, 57.59 percent, 68.94 percent, 47.72 percent, 69.73 percent and 43.81 percent respectively. The increase was attributable, among other factors to higher earnings from fixed-income investments and an appreciation in the share prices of securities in which the fund has invested. Table 2 and Figure 7 below detailed the performance of the funds during the quarter to December 2025.

Scheme Name	Scheme size as at 31st December 2025 (Millions)	Scheme size as at 31st December 2024 (Millions)	NAV per unit as at 31st December 2025	NAV per unit as at 31st December 2024	NAV Growth for the quarter (%)	NAV per Unit Growth for the quarter (%)
Umoja Fund	423,247.46	371,502.18	1,267.56	1,101.13	13.93	15.11
Wekeza Maisha Fund	30,165.15	19,141.12	1,121.32	970.94	57.59	15.49
Watoto Fund	40,568.67	24,012.88	829.71	715.79	68.95	15.91
Jikimu Fund	47,753.14	32,326.68	199.57	191.88	47.72	4
Liquid Fund	2,307,807.29	1,359,669.79	489.59	434	69.73	12.81
Bond Fund	1,104,811.36	768,247.50	122.48	119.61	43.81	2.41
Total	423,247.46	371,502.18	1,267.56	1,101.13	13.93	15.11

Table 2: UTT AMIS Schemes Size and growth trend (December 2024 – December 2025).
Source: UTT AMIS report, CMSA

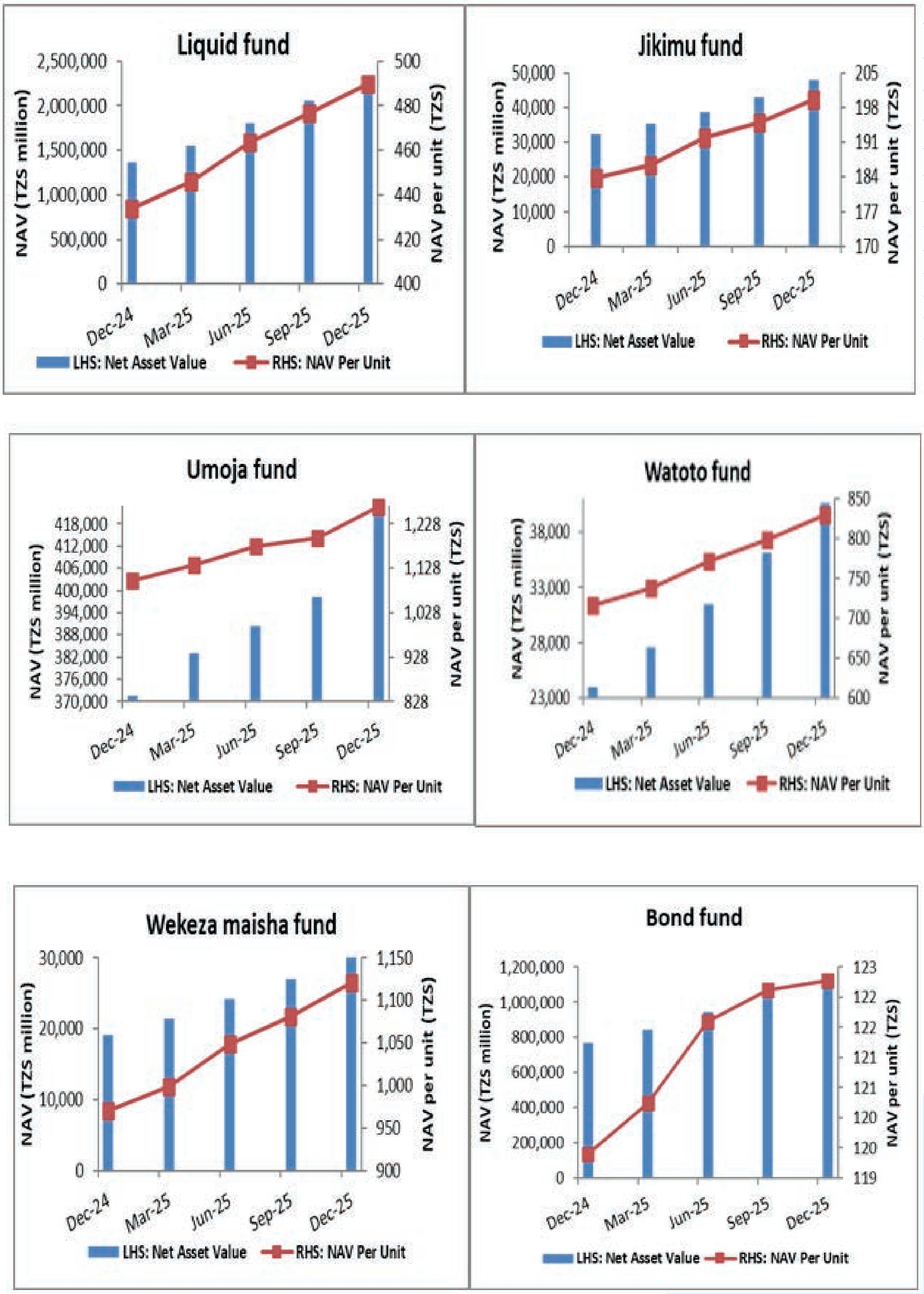


Figure 7: Schemes Fund Size and NAV growth trends from September 2024 to September 2025

3.4.2 Faida Fund

Faida fund scheme under the Watumishi Housing Investment recorded a satisfactory performance during the period under review. During the quarter under review, fund size increased to TZS 51.36 billion, an increase of 53.36 percent from TZS 33.49 billion recorded as at 31 December 2024. Similarly, NAV per unit rose to TZS 139.21 as at 31 December 2025, an increase of 13.06 percent compared to TZS 123.13 per unit recorded as at 31 December, 2024. The positive performance was supported by good returns from investments which the fund has invested in, and the increased investor's confidence and participation (Figure 8).

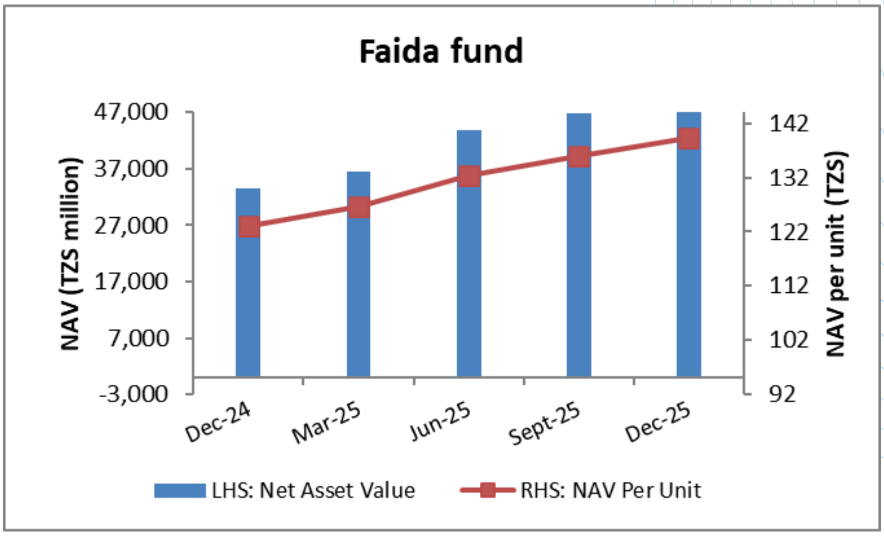


Figure 8: Fund growth and NAV per unit Trend from December 2024 to December 2025.
Source: WHI reports/CMSA

3.4.3 Timiza Fund

Timiza fund scheme managed by Zan Securities limited recorded a satisfactory performance during the period under review. During the quarter, fund size increased to TZS 20.01 billion, an increase of 18.61 percent from TZS 16.87 billion recorded as at the end of the corresponding quarter ended 31 December 2024. The fund's NAV per unit also rose to TZS 116.33 from TZS 112.43 per unit recorded as at 31 December 2024. The recorded performance was attributed to good returns from investments which the fund has invested and the increased investor's confidence and participation (Figure 9).

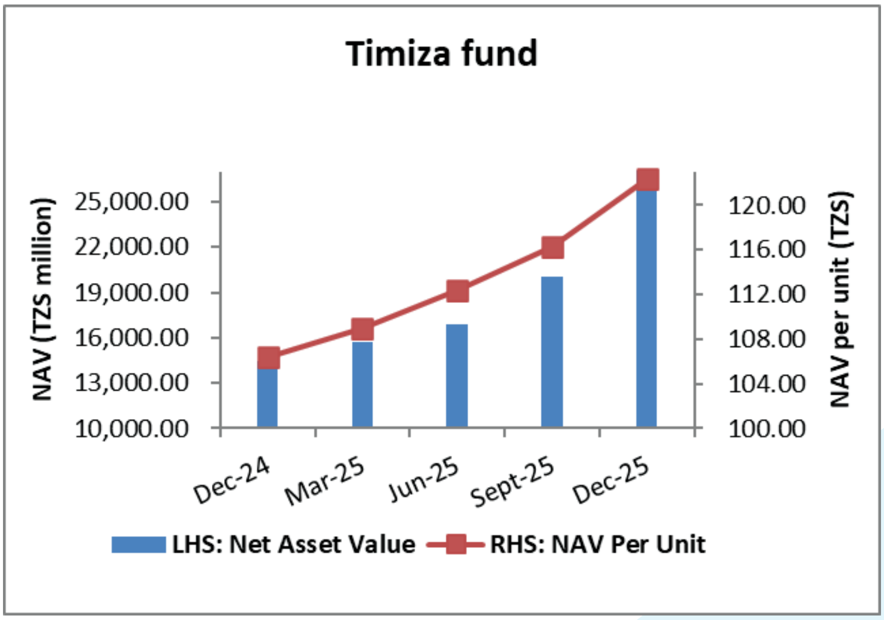


Figure 9: Timiza Fund growth and NAV per unit Trend from December 2024 to December 2025
Source: Zan Securities reports/CMSA

3.4.4 iTrust Finance Schemes

As at 31 December 2025, there were six collective investment schemes managed by iTrust Finance Limited; out of which one scheme (iDollar Fund) is denominated in United States Dollar. The five schemes which are iCash Fund, iGrowth Fund, iSave Fund, iIncome Fund and Imaan Fund became operational on 17 December 2024, while iDollar Fund was established on 12 August 2025. As at the end of the period under review, the total net asset value of the five schemes (denominated in Tanzanian shillings) was TZS 174.01 billion, an increase of 232.78 per cent compared to TZS 52.29 billion recorded as at 31 December 2024. Similarly, net asset value of the iDollar Fund increased to USD 13.21 million as at 31 December 2025, an increase of 65.72 percent compared to USD 6.20 million recorded as at 12 August 2025. The increase was mainly attributed to among other factors earnings from fixed income and the increase in share prices of listed companies in which the funds have invested in.

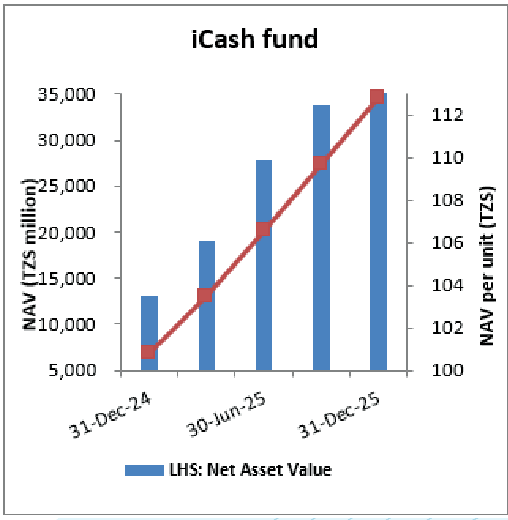
The increase was mainly attributed to among other factors earnings from fixed income and the increase in share prices of listed companies in which the funds have invested in. The performance was also pioneered by regulatory guidance and support from the CMSA, which enhanced investor trust and confidence. Table 3(a), Table 3(b) and Figure 10 below detailed the performance of the funds during the quarter ended December 2025.

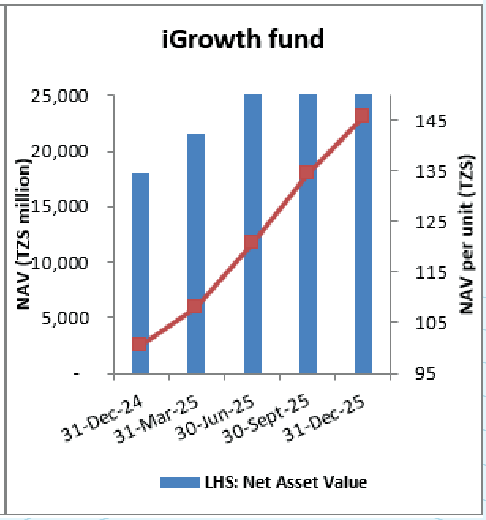
Scheme Name	Scheme size as at 31 December 2025 (TZS Millions)	Scheme size as at 31 December 2024 (TZS Millions)	NAV per uint as at 31st December 2025 (TZS)	NAV per unit as at 31st December 2024(TZS)	NAV Growth %	NAV per unit Growth %
iCash Fund	35,158.18	13,079.70	112.83	100.8	168.80%	11.93%
iGrowth Fund	97,122.96	18,031.63	145.79	100.45	438.63%	45.14%
iSave Fund	10,595.54	4,131.98	113.87	100.47	156.43%	13.34%
iIncome Fund	16,305.51	11,656.77	114.29	100.92	39.88%	13.25%
Imaan Fund	148,266.13	53,891.55	138.12	100.11	175.12%	37.97%
iCash Fund	35,158.18	13,079.70	112.83	100.8	168.80%	11.93%

Table 3 (a): iTrust Finance Schemes Size and Growth 31 December 2024 – 31 December 2025

Scheme Name	Scheme size as at 31st December 2025 (USD)	Scheme size as at 30th September 2025 (USD)	Scheme size as at 30th August 2025 (USD)	NAV per unit as at 31st December 2025 in USD	NAV per unit as at 31st September 2025 in USD	NAV per unit as at 30th August 2025 in USD	NAV Growth (%)	NAV per Unit (%)
iDollar Fund	13,208.37	10,281.26	6,204.01	102.16	102.1568	102.0888	112.9	0.07

Table 3 (b): iDollar Fund Size and Growth 12 Aug 2025 – 31 Dec 2025





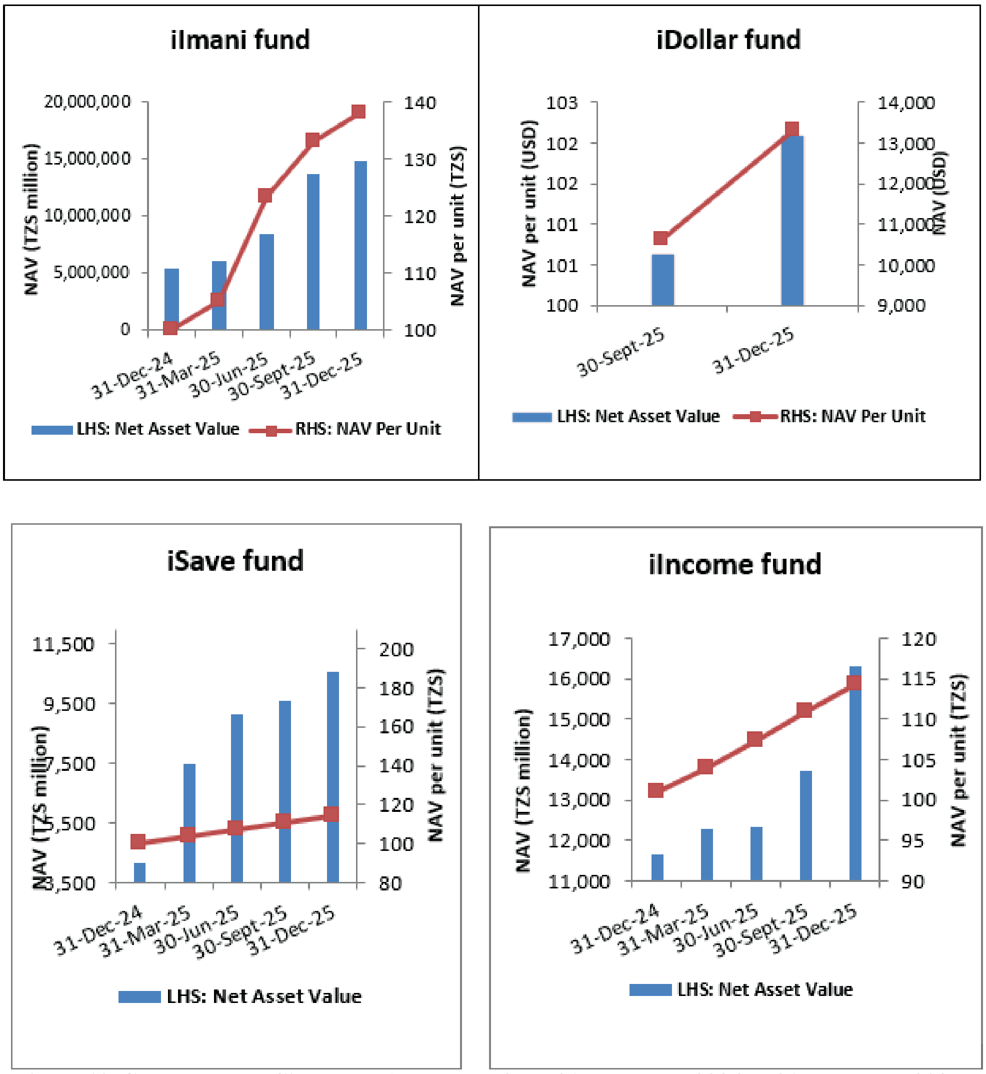


Figure 10: Schemes Fund Size and NAV growth from 31 December 2024 to 31 December 2025.
Source: iTrust Finance/CMSA

3.4.5 Sanlam Pesa Money Market Fund

Sanlam Pesa Money Market Fund is a scheme managed by Sanlam Investments East Africa Limited. The Fund operates at a fixed Net Asset Value (NAV) of TZS 1 per unit as performance is reflected through growth in value of asset under management and income earned rather than changes in the unit price. During the quarter under review, the Fund size increased to TZS 96.92 billion, an increase of from TZS 4.19 billion recorded in the corresponding period, indicating strong net subscriptions and enhanced income generation while maintaining capital preservation. Figure 11 below provides a summary of growth trend of the fund from December 2024 to December 2025.

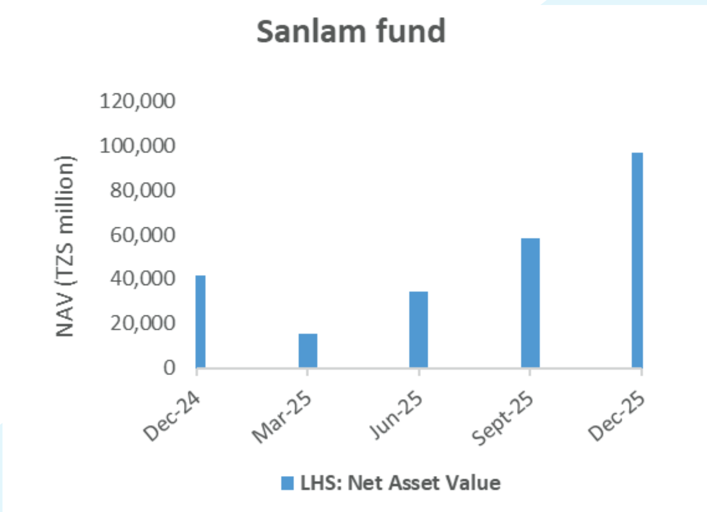


Figure 11: Fund Size growth from 31 December 2024 to 31 December 2025

3.4.6 Inuka Fund

Inuka Fund managed by Orbit Securities Limited recorded a satisfactory performance during the quarter under review marked by strong growth in both fund size and net asset value (NAV) per unit. The fund size increased by 221.23 percent to TZS 33.89 billion compared to TZS 10.55 billion recorded during the corresponding quarter ended December 31, 2024. Similarly, NAV per unit increased to TZS 121.06 per unit compared to TZS 101.82 per unit recorded during the corresponding quarter ended 31 December 2024. The fund performance during the period reflect improved returns from its investment portfolio and prudent asset allocation. The performance was also attributed to sustained investor interest and continued inflows into the Fund. Figure 12 below provide a summary of growth trend of the fund from December 2024 to December 2025.

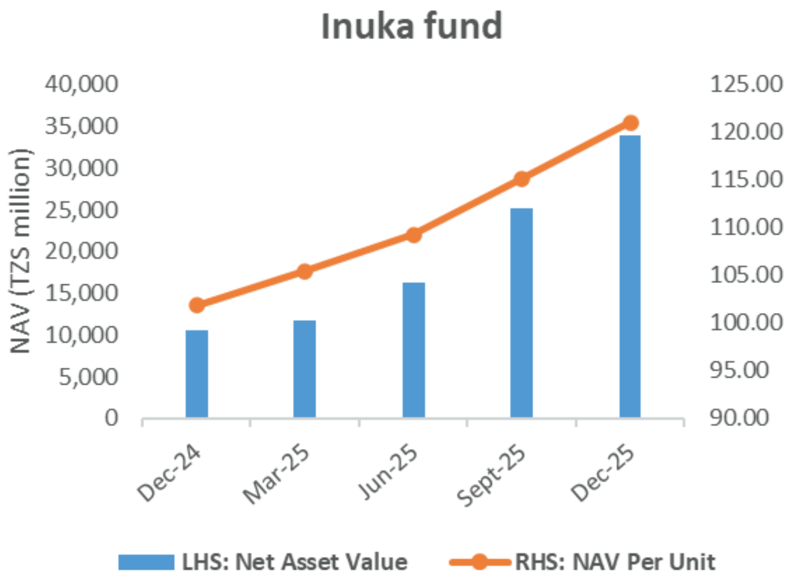


Figure 12: Schemes Fund Size and NAV growth from December 2024 to December 2025.
Source: Orbit Securities / CMSA

3.4.7 Alpha Halal Fund

Alpha Halal Fund recorded a satisfactory performance during the quarter mainly driven by improved returns from Shariah-compliant investments and prudent portfolio management. During the quarter, the fund size increased to TZS 1.28 billion from the IPO value of TZS 1.25 billion recorded in January 2025. The fund's NAV per unit also grew to TZS 104.16 per unit from TZS 100 per unit of the IPO. Similarly, NAV per unit increased to TZS 104.16 per unit compared to the issuance price of TZS 100 per unit recorded. This performance reflects sustained investor appetite and growing confidence in Shariah-compliant investment products. Figure 13 below detailed the performance of the funds during the quarter to December 2025.

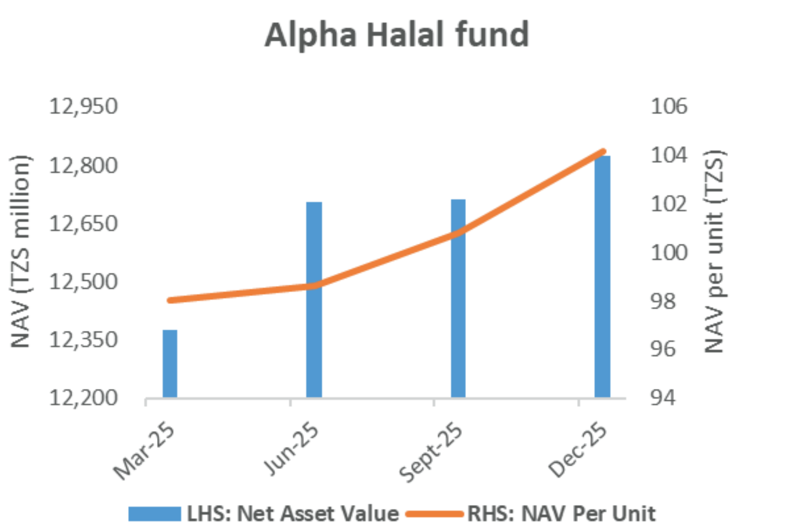


Figure 13: Fund growth and NAV per unit Trend from December 2024 to December 2025.
Source: Alpha Halal/CMSA

3.4.8 Vertex Bond Fund

During the quarter under review, CMSA approved Vertex Bond, a Collective Investment Scheme (CIS) managed by Vertex International Securities Limited. The Fund is primarily investing in a diversified portfolio of fixed income securities including government and corporate bonds. As at 31 December 2025, the fund recorded a satisfactory performance supported by favorable movements in the fixed income market and effective portfolio management.

The Fund size increased by 7.86 percent to TZS 5.90 billion from TZS 5.47 billion recorded during the IPO in October 2025. Fund's NAV per unit also rose to TZS 108.08 per unit from TZS 105.31 Similarly, NAV per unit increased to TZS 108.08 per unit compared to TZS 105.31 per unit recorded during the corresponding quarter ended 31 December 2024. This reflects a growing investor confidence and increased appetite for investment in collective investment schemes (Figure 14).

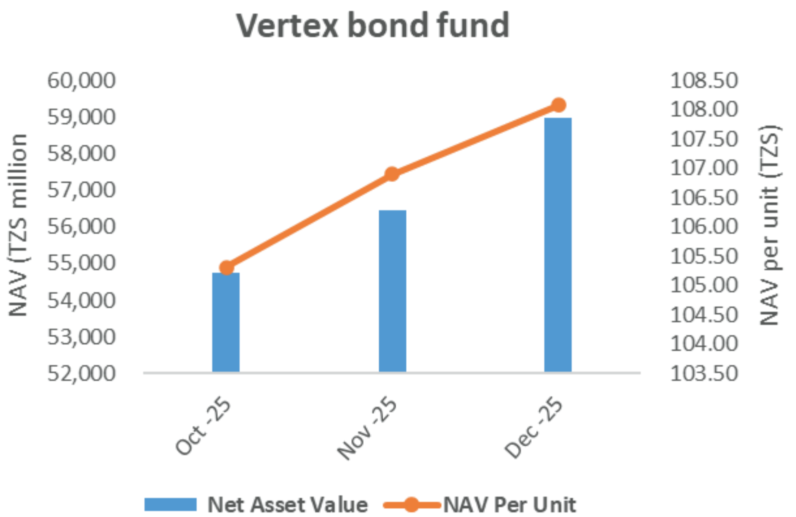


Figure 14: Vertex Bond Fund growth and NAV per unit Trend from Dec 2024 to Dec 2025.
Source: Vertex /CMSA

3.5 Other Funds under management

As at the end of the quarter under review, the value of total assets under other fund managers increased to TZS 194.05 billion compared to TZS 186.18 billion recorded as at 31 December 2024, representing an increase of 4.23 percent. Funds placed by individual clients were 41.91 percent of the total fund management portfolio whereas the funds placed by institutional investors were 57.67 percent. The fund managers comprised of WHI's Real Estate Investment Trust managing 35.74 percent of the total value of funds, followed by TSL Investment Management Limited with 46.74 percent, E.A Capital with 13.28 percent and the remaining fund managers managing 4.24 percent. The other fund managers include Orbit Securities Ltd, Optima Corporate Finance Ltd, Cornerstone Partners Ltd and Monex. Funds were also diversified into several asset classes with 40.58 percent placed in money market instruments, followed by real estate accounting for 35.74 percent and 23.68 percent in equities, Treasury bills and bonds.

3.6 Commodity Market

Tanzania Mercantile Exchange (TMX) facilitated trades of agricultural commodities worth TZS 1,517.66 billion, an increase of 1.99 percent compared to trade value of TZS 1,548.96 billion recorded during the corresponding quarter ended December 2024. Similarly, the volume of commodities traded increased by 40.27 percent to 582,728.01 million tons compared to 415,531.89 million tons traded during the quarter ended 31 December 2024 (Table 4). The level of trading activity observed reflects an increased interest by producers and buyers using the exchange platform, which in turn enhances transparency and fairness, resulting in effective price discovery.

Table 4: Commodities traded during the quarter ended 31 December 2025
Source: TMX

	QRT ended December, 2025				QRT ended December, 2024			
Commodity	Volume (kg)	High Price	Low Price	Traded value (TZS)	Volume (kg)	High Price	Low price	Value traded (TZS)
Pigeon Peas	113,656,870	1,250	570	126,739,311,158.70	2,432,097	2,236	1,403	4,155,994,494.17
Chick Peas	29,080,416	1,010	760	31,772,148,562.05	2,537,056	2,060	1,600	4,759,319,929.91
Cocoa	5,348,560	13,155	9540	63,241,236,607.50	3,710,630	3,361	2,222	74,230,677,944.50
Cashew nuts	433,040,142	3,520	1,640	1,285,984,933,299.48	406,362,916	4,195	1,300	1,461,801,631,623.68
Coffee	1,602,011	10,500	4,010	9,691,336,100.10	432,377	7,420	1,651	3,210,424,262.00
Tea	124,760	3,936	2,411	418,513,416.30	56,640	0	0	120,997,643.76
Gemstones	7.327	0	0	231,250,000.00	174.71	0	0	686,130,490.84
TOTAL	**582,852,766**			**1,518,078,729,144**	**415,531,891**			**1,548,965,176,388.86**

4.0 MARKET OUTLOOK

The Tanzania's capital markets industry is expected to sustain expansionary growth, supported by macroeconomic stability, continued regulatory reforms, and increasing investors participation. The strong growth recorded during the quarter ended December 2025 signals growing confidence among both issuers and investors, reflecting conducive policy and regulatory environment aimed at deepening the market. The issuance of innovative capital market products and approval of new collective investment schemes including the first regional exchange traded fund is expected to further diversify investment opportunities and attract a broader investor base.

Activity in the market is expected to continue to be robust supported by improved liquidity conditions, and continued expansion of the domestic investor base through ongoing awareness initiatives spearheaded by the Capital Markets and Securities Authority and other market stakeholders. Increased issuer interest, as evidenced by the increase in number of issuances during the period under review is likely to sustain momentum in the primary market. The secondary market is anticipated to maintain steady growth supported by strong performance of listed companies, rising participation by both retail and institutional investors, and increasing demand for government securities offering competitive yields. The expansion of the fund management industry and the growing Net Asset Value of collective investment schemes are expected to enhance domestic capital mobilization and provide investors with diversified investment channels.

The continued development of market infrastructure including strengthening of the commodities trading ecosystem through the Tanzania Mercantile Exchange is expected to enhance price discovery, transparency and efficiency in commodity markets. Similarly, licensing of new market intermediaries, and ongoing capacity building to market professionals will contribute to strengthening the institutional framework of the market.

Tanzania's capital markets outlook is expected to be positive in short-term to medium-term supported by expanding investment opportunities, increased investor appetite, conducive policy and regulatory environment, and increased investor confidence. Continued innovation and market-deepening initiatives will further position the capital markets as a key driver of long-term economic growth.

Appendix I: List of Approved Securities as at 31th dECEMBER 2025

S/N	Nature of Securities	Name of the Issuer/Fund Manager	Number of approved Securities	Security Name
1	Collective Investment Schemes (CISs)	UTT AMIS PLC	7	Umoja Fund
				Wekeza Maisha Fund
				Jikimu Fund
				Watoto Fund
				Liquid Fund
				Bond Fund
				Juhudi Fund
		iTrust Finance Limited	6	iCash Fund
				iSave Fund
				iGrowth Fund
				iIncome Fund
				Imaan Fund
				iDollar Fund
		Orbit Securities Limited	2	Inuka Money Market Fund
				Inuka Dozen Index Fund
		Sanlam Investments East Africa	2	Sanlam Money Market Fund
				Sanlam USD Fixed Income Fund
		Tanzania Securities Limited	2	Imara Fund
				Kesho Tulivu Fund
		Watumishi Housing Investments	1	Faida Fund
		Zan Securities Limited	1	Timiza Fund
		Vertex International Securities	1	Vertex Bond Fund
		African Pension Fund	1	Ziada Fund
	Total Collective Investment Schemes (CISs)		23	

S/N	Nature of Securities	Name of the Issuer/Fund Manager	Number of approved Securities	Security Name
2	Real Estate Investment Trusts (REITs)	Watumishi Housing Investments	1	Watumishi Housing REIT
	Total Real Estate Investment Trusts (REITs)		1	
3	Exchange Traded Funds (ETFs)	Vertex International Securities Limited	1	Vertex ETF
		iTrust Finance Limited	1	iTrust EAC Large Cap ETF
	Total Exchange Traded Funds (ETFs)		2	
4	Listed Ethical Products (Sukuk)	KCB Bank Tanzania Limited	1	KCB Fursa Sukuk
		CRDB Bank PLC	1	CRDB Al Barakah Sukuk
		Zanzibar Treasury Sukuk 1 Limited	1	Zanzibar Sukuk
	Total Listed Ethical Products (Sukuk)		3	
5	Listed Green Bonds	CRDB Bank PLC	1	CRDB Kijani Bond
		Tanga Water Supply and Sanitation Authority – Tanga UWASA	1	Tanga UWASA Water Infrastructure Green Revenue Bond
	Total Listed Green Bonds		2	
6	Listed Conventional Corporate Bonds	National Bank of Commerce Limited	1	Twiga Bond
		Tanzania Mortgage Refinance Company Limited	1	TMRC -21/26.T3
		Tanzania Mortgage Refinance Company Limited	1	TMRC -23/28.T4
	Total listed Conventional Corporate Bonds		3	
7	Listed Social Bonds	NMB Bank PLC	1	NMB Jamii Bond
		NMB Bank PLC	1	NMB Jasiri Bond
	Total Listed Social Bonds		2	

Appendix II: Total value of Investments in the Capital Markets

Value of Investment in the Capital Markets			
Items	**31st December 2025**	**31st December 2024**	**% Growth**
	TZS (Billion)	TZS (Billion)	
Total Market Cap	23,995.34	17,868.17	34.29%
Listed Government Bonds	32,724.79	25,215.23	29.78%
Listed Corporate Bonds	1,994.83	1,466.81	36%
Collective Investment Schemes (NAV)	4,377.25	2,635.87	65.10%
Total Value	**63,066.87**	**47,186.08**	**33.66%**

Appendix III: Momentous Strides in Collective Investment Schemes

		30th September 2025	30th September 2024	
FUND MANAGER	**SCHEME NAME**	**NET ASSET VALUE (TZS)**	**NET ASSET VALUE (TZS)**	**% increase in NAV**
UTT AMIS PLC	Umoja Fund	423,247,456,732.07	371,502,175,945.93	13.93%
	Wekeza Maisha Fund	30,165,154,017.12	19,141,116,469.00	57.60%
	Watoto Fund	40,568,673,717.13	24,012,875,156.00	68.94%
	Jikimu fund	47,753,135,309.84	32,326,675,609.90	47.72%
	Liquid Fund	2,307,807,292,757.43	1,359,669,789,869.22	69.73%
	Bond fund	1,104,811,359,034.15	768,247,503,090.03	43.82%
Watumishi Housing Investments	Faida Fund	51,360,152,055.76	33,491,896,212.64	53.34%

		30th September 2025	30th September 2024	
FUND MANAGER	**SCHEME NAME**	**NET ASSET VALUE (TZS)**	**NET ASSET VALUE (TZS)**	**% increase in NAV**
Zan Securities Limited	Timiza Fund	27,157,407,546.95	14,455,172,884.49	87.90%
Sanlam Investments	Sanlam Money Market Fund	96,916,895,764.00	4,187,410,197.00	2,016.00%
Orbit Securities Limited	Inuka Fund	33,882,447,121.00	10,557,081,716.00	2,214.70%
iTrust Finance Limited	iCash Fund	35,158,177,888.87	13,079,699,510.08	168.80%
	iGrowth Fund	97,122,955,898.24	18,031,630,301.07	438.50%
	iSave Fund	10,595,541,755.07	4,131,979,890.25	156.40%
	iIncome Fund	16,305,514,019.63	11,656,771,316.14	39.90%
	Imaan Fund	14,826,612,682.74	5,389,155,139.13	175.10%
	iDollar Fund*	32,327,003,542.13	Was not in place	
Global Alpha Capital Limited	Halal Fund	1,280,000,000	Was not in place	
Vertex International Securities	Vertex Bond Fund	5,967,000,000	Was not in place	
Value of Investment		**4,377,252,779,842.12**	**2,635,871,409,043.08**	**65.10%**

*The net asset value of iDollar Fund was converted to TZS at a rate of 2,447.4636 per US Dollar (USD 13,208,369.49)

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