



20-Oct-14 21-Oct-14 % Δ

Subdued demand continue to weigh the ZSE..

ZSE Industrials	188.19	186.79	0.74
ZSE Mining	81.78	76.88	5.99
Volume Traded (mn)	2.24	5.26	135.16
Value Traded (US\$ mn)	0.25	0.83	230.68
Market Cap (US\$ mn)	5,470.7	5,403.8	1.22
Foreign Purchases(US\$mn)	0.129	0.248	91.48
Foreign Sales (US\$ mn)	0.253	0.533	110.67

Pursuant to a cautious start to the week the equities market lurched lower in Tuesday trades on discounted trading in heavies. The mainstream index thus closed -0.74% softer at 186.79 points widening its year to date loss to -7.58%. Econet which has been resistant in the current depressed run and was especially sticky downwards has since been susceptible to market vagaries ahead of the company's interims expected soon. Other market leaders Delta and Innscor have already released their respective sets of financials and both were weaker relative to the comparable periods last year. In the session today Econet came off -2.44% to 76c and has a 20 day moving average to yesterday of 77.68c

Overall trading was skewed on the downside as three heavy cap stocks including Econet weakened among an overall eight softening counters in the session. Only two stocks from three yesterday managed to irk out gains defying the general market indicators. Heavy caps Old Mutual slipped to 255c while Innscor weakened 1.45% to 68c. The former recently purchased a London asset management firm Quilter Cheviot in a deal worth circa \$1 billion. In other markets the counter is slowly picking up after faring softer earlier in the month. Innscor on the other hand marginally firmed earlier last week before the company announced key management changes and strategy changes following a dismal outlook for the full year to June 2014.

The mining index was -5.99% weaker to close at 76.88 points after Bindura dampened -7.14% to 6.5c. Since going active on the CSD Bindura has failed to recoup on weak demand. Yesterday the group's parent company reported a 5% increase in production for the nickel miner over the quarter to September on the back of a return to production of some equipment which has been withdrawn for servicing purposes. All in sustaining costs improved by 1% on the back of improved recoveries while the ore grade marginally pared owing to the deliberate mining strategy being implemented. Rio Zim's offer price fell to 17c while its bid was unmoved at 15c.

Cottco was the worst performer shedding -27.1% to 0.51c while Dairibord weakened -10% to 9c. NTS came off -8% to 2.3c while Afdis was slightly weaker at 35c. Masimba went up 4% to 2.6c while Star Africa gained 2.56% to 2c to cap the upside. Value traded went up 230% to \$0.83m from a volume of 5.26m shares. Foreign purchases went up 91.5% to \$0.25m while foreign outflows gained 110% to \$0.53m prolonging a net foreign funds outflow position. Foreign inflows accounted for a 29.9% of the total value traded today while Delta and Mash were the only counters to attract foreign money.

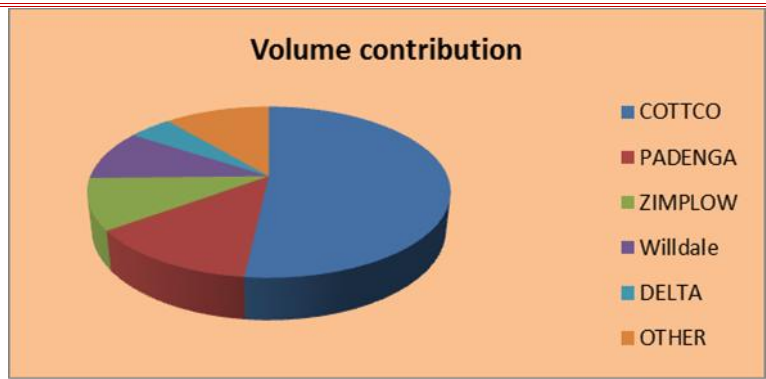
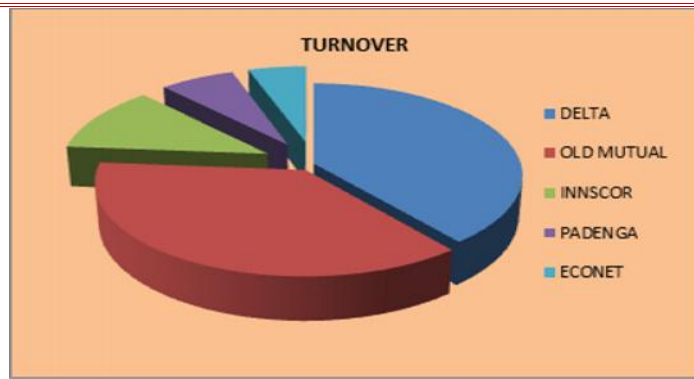
**Market Cap is Inclusive of Econet Class A Shares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	MASIMBA	2.60	4.00	60.00
2	STAR AFRICA	2.00	2.56	100.
3				
4				
5				

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	COTTOCO	0.51	27.1	8.00
2	DAIRIBORD	9.00	10.0	40.00
3	NTS	2.30	8.00	8.00
4	ECONET	76.00	2.44	26.67
5	AFDIS	35.00	2.04	16.67



DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
OLD MUTUAL	Interim	2.45p	26.09.14	31.10.14
NATFOODS	Final	5.18c	26.09.14	10.10.14
INNSCOR	Final	0.7c	26.09.14	10.10.14
COLCOM	final	1.89c	26.09.14	10.10.14

UPCOMING EVENTS

COMPANY	EVENT	VENUE	DATE
AFDIS	AGM	Lomagundi Road, Stapleford Harare	05.11.14
NATFOODS	AGM		04.11.14
RADAR	AGM	7 th Floor, Charter House, Bulawayo	20.11.14

CAUTIONARIES

Company	Issue Date	Subject
AFRICAN SUN	6 th DEC 2013	Discussions on mandatory offer to minorities by Lengrah Investments
Nicoz & ZHL	11 th Apr 2014	Negotiations over acquisitions and disposal respectively, of a business
FALGOLD	21 st MAY 2014	Negotiations that may have material effect on the company's stocks price
HUNYANI	22 nd MAY 2014	Negotiations that may have material effect on the company's stocks price
BINDURA	13 th JUNE 2014	H2 Profit expected to substantially higher than H1 outturn
TAH	24 th JUNE 2014	Negotiations that may have material effect on the company's stocks price
COTTCO	24 th JUNE 2014	Negotiations that may have material effect on the company's stocks price

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