



30-Jun-14    01-July-14    % Δ

ZSE Industrials	186.56	186.49	0.04
ZSE Mining	61.32	58.03	5.37
Volume Traded (mn)	2.36	2.71	14.67
Value Traded (US\$ mn)	1.14	0.98	13.97
Market Cap (US\$ mn)	5,463.67	5,437.89	0.47
Foreign Purchases (US\$ mn)	1.069	0.795	25.62
Foreign Sales (US\$ mn)	0.878	0.000	100.00

## ZSE slide extends into the second half...

The ZSE remained sticky southwards in month opening trades as the main stream Industrial Index slid -0.04% to 186.49pts on reemerging bearish sentiment. Today's decline saw the industrials record their fifth fall on the trot on the back of loss in demand traction momentum stocks on the bourse. Weighing on the market's performance were losses in eight stocks against only three risers as the negative breadth trend continues to take effect. Innscor drifted -2.53% afurther off to trade at 77c and extend its losing streak, weighing on the market's performance. Likewise OKZIM also dragged the market lower after the retail group softened -2.78% and closed the day at 17.5c on subdued demand.

The day's losses were however led by Zimplow that shed 60% for the day and closed at 5c. The earth moving equipment and heavy machinery distributor's price has failed to establish firm footing as the economy has continued to struggle curtailing demand for their highly capital intensive product range. Short term insurers Nicoz that is trading under a cautionary for a possible acquisition of a business assisted the same declining cause after falling -4% and traded at 1.2c. Other losses for the day were seen in life assurers Fidelity that came off 2.3% and traded at 8.5c as its recent jump to 8c continues to prove to have been a false start. Clothing retailers Edgars weakened -0.81% to settle at its recent long running resistance level of 12.2c.

The mining index broke its recent rallying trend with a -5.37% fall to 58.03c weighed down by coal miners Hwange that took a 36% knock and closed the day at 4.8c. Hwange's loss follows its AGM yesterday where management advised that the company is only expecting to run profitably later in the year after taking full delivery of equipment bought from China. The new equipment is expected to see the company double current monthly production to 300,000 tones. Management also expects to complete a restructuring of its balance sheet by converting government debt to equity.

Meanwhile the value of trades fell below the pschological \$1m market and closed at \$978,639 being a -13.97% decline from yesterday's outturn. Despite the decline in value volumes were up 14.67% at 2.71m shares with Delta, Star Africa and ZPI being the top volume drivers. Delta was by far the market favorite by value after accounting for 83% of the market value riding on foreign demand. Foreign inflows stood at \$0.78m while there were nil outflows .

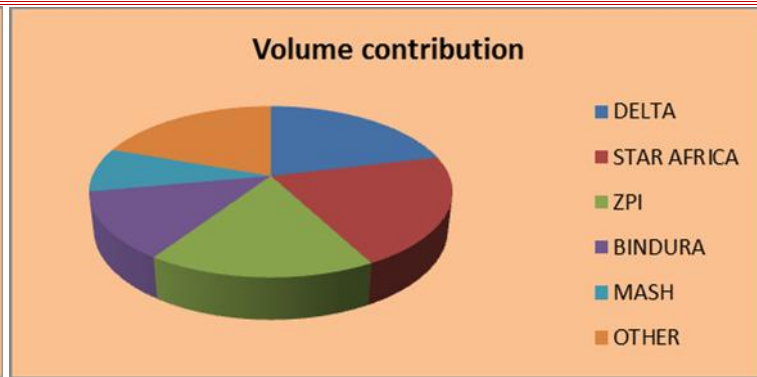
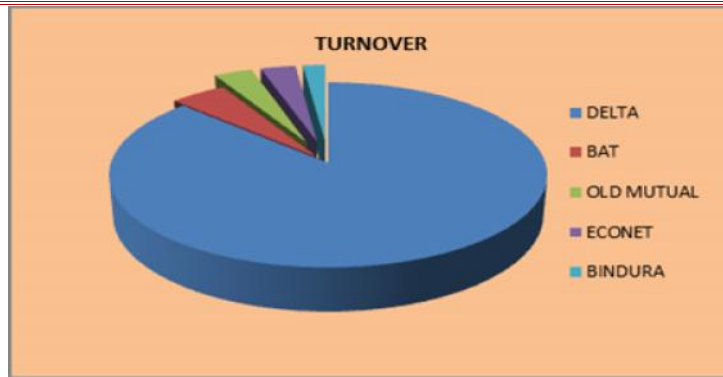
\*\*\*Market Cap is Inclusive of Econet Class A Shares

### Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	ZPI	0.89	4.71	31.54
2	NATFOODS	215.00	2.38	7.50
3	DELTA	130.00	0.78	7.21
4				
5				

### Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	ZIMPLOW	5.00	60.00	42.86
2	HWANGE	4.80	36.00	46.67
3	NICOZ	1.20	4.00	14.29
4	OK	17.50	2.78	12.50
5	INNSCOR	77.00	2.53	3.75



#### DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
ECONET	Final	1.29c	18.04.14	25.07.14

#### UPCOMING EVENTS

TSL	INTERIMS	TSL HEAD OFFICE, 28 SIMON MAZORODZE RD SOUTHERTON	30/06/2014	1530HRS
OKZIM	AGM	OK MART FUNCTIONS ROOM, 30 CHIREMBA RD	24/07/2014	1500HRS

#### CAUTIONARIES

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

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