

	02-Jun-14	03-Jul-14	% Δ
ZSE Industrials	186.69	187.16	0.25
ZSE Mining	56.12	56.36	0.43
Volume Traded (mn)	2.87	2.83	1.65
Value Traded (US\$ mn)	0.96	1.12	16.72
Market Cap (US\$ mn)	5,437.89	4,851.08	10.79
Foreign Purchases (US\$ mn)	0.072	0.903	1149.82
Foreign Sales (US\$ mn)	0.236	0.198	16.32

ZSE in firmer gains as foreign demand reemerges...

Pursuant to a cautious start to the week post a round of corporate actions, the equities market recaptured form to post a 0.25% gain to 187.16 points in Thursday's call. Gains have been skittish as investors digest a set of financials which to a larger extent exhibited weaknesses. However rebounding momentum stock Econet provided a stimuli rising 2.94% to 70c while closing net buyers at that level. The telecoms group's erstwhile rival unlisted entity Telecel reported a remarkable growth rate in subscribers on its mobile money service Telecash to 0.6m in just five months of operation. This compares to 0.8m Ecocash subscribers within its first five months of operations. In the full year to February 2014 EcoCash contributed 5% to overall revenue at value of \$33.4m this compares to a contribution of just 1% in the comparable year.

Elsewhere gains were largely skewed towards mid to small cap though overall activity was limited to just 20 stocks out of a total 62 stocks trading on the exchange. The market breadth reversed from a negative to a positive three counters as five stocks rose compared to two fallers. Cottco whose 20 day moving average stands at 0.86c was the top riser on a 25% gain to 1c. NMB went up 11% to 5c amid concerns of overall rising banking sector non-performing loans which stood at 17% as at March 2014 compared to 13.8% in the comparable period last year as reported by the central bank. The ratio however grew by two percentage points year to date. Afdis firmed 9.03% to 35c on a negligent volume while Zimplow steadily recovered 7.69% to 7c following its epic decline at the dawn of the second half of the year.

Two heavy caps made up the downside set with Old Mutual being the worst performer on a decline of 1.92% to 255c while Inncor came off 1.33% to 74c as profit taking takes its toll in both stocks after the former rallied 6% while the later surged 13% respectively in the month of June. Value traded fared better off by 16.72% to \$1.12m driven by trades in heavy caps Econet and Delta that collectively contributed 74% same as yesterday. Both trades were driven by massive foreign buying which grew 10 times in turnover contribution over the prior session. Aggregately inflows totaled \$0.9m compared to outflows \$0.20m which is a relative decline of 16.3% yesterday resulting in a net foreign inflow position of \$0.71m. meanwhile the mining index partially offset yesterday's loss adding 0.43% to 56.36 points inspired by an increased bid in Hwange to 5c.

***Market Cap is Inclusive of Econet Class A

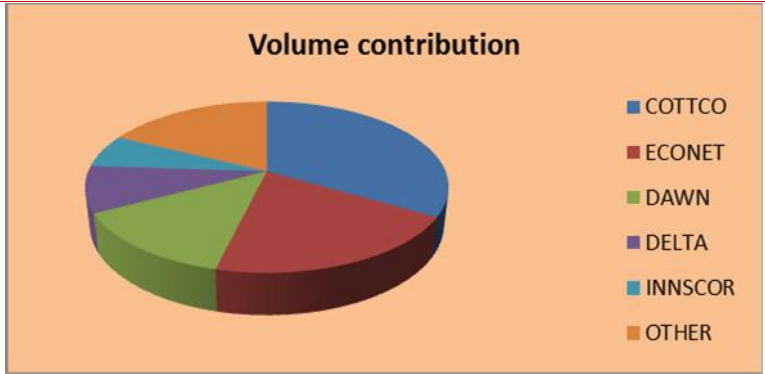
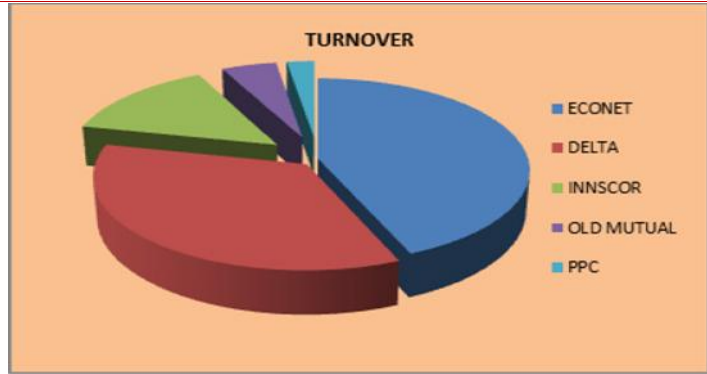
Shares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	COTTCO	1.00	25.00	83.33
2	NMBZ	5.00	11.11	23.08
3	AFDIS	35.00	9.03	16.67
4	ZIMPLOW	7.00	7.69	100.00
5	ECONET	70.00	2.94	16.67

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	OLDMUTUAL	255.00	1.92	0.79
2	INNSCOR	74.00	1.33	7.50
3				
4				
5				



DIVIDEND MONITOR

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

UPCOMING EVENTS

OKZIM	AGM	OK MART FUNCTIONS ROOM, 30 CHIREMBA RD	24/07/2014	1500HRS
DELTA	AGM			

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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