



12-Aug-14 15-Sep-14 % Δ

## ZSE drifts southwards as heavy caps lose steam ...

ZSE Industrials	199.85	197.80	1.03
ZSE Mining	103.45	97.26	5.98
Volume Traded (MN)	37.07	2.84	92.33
Value Traded (US\$ mn)	5.32	1.07	79.98
Market Cap (US\$ mn)	5,810.9	5,800.9	0.17
Foreign Purchases(US\$mn)	0.012	0.907	7311.5
Foreign Sales (US\$ mn)	4.844	0.873	81.98

The ZSE swung back into the negative territory in Monday trades with the mainstream Industrial Index easing -1.03% to 197.8 points drifting a further off from the year opening level of 202.12points. Softening heavy cap demand was catalytic in dragging the market as momentum stocks Econet and Delta closed lower to their previous levels. Econet eased -3.61% to 80c while Delta came off -1.5% to 131c. Econet touched an all-time high of 85.1c last week before the precedent decline. Regardless of the decline Econet is trading ahead of its year opening level by a margin of 33%. On the other hand Delta has been more volatile initially rising earlier in the year before trading lower for the greater part of the year to date. Currently the beverages maker is -6.5% lower than year opening levels.

The mining index was not to be spared as it breached the 100 points mark on the underside again retreating -5.98% to 97.26 points dragged by a skittish Bindura. Bindura closed at 8.5c which is -5.4% weaker compared to prior close. The weakness is against an update by Mwana Africa which is Bindura's parent company where they highlighted that production at Trojan was steadily improving. During July and August, the mine milled 106,408 tonnes of ore to produce 1,296 tonnes of nickel in concentrate. At the current production rate Bindura is set to achieve a record breaking tonnage mined and milled since restarting mining at Trojan last year. However the company reported increased cash costs as well as all-in sustaining costs which were driven by low ore grades as well as reduced recovery rates. Rio Zim also emerged among losera after paring -12.3% to 20c.

RTG was the session's worst performer easing -21.4% to 1.1c while Padenga retreated -3.61% to 8c after a fortnight of surging. Restructuring Hunyani, which will soon change its name to Nampak Zimbabwe, also weakened -2% to close at 4.9c attracting a negligent volume on the way. FMHL came off a marginal -0.15% to 6.49c to cap the underside as the market digests a set of the insurer's interims. In the period the group managed to earn premium worth \$0.53m which is 21% up on the prior period. CFI rose 8.3% to 2.6c to top the risers while Dawn tailed on a 5.88% surge to 0.9c. Lafarge topped 4.48% to 70c while Masimba went up 1.5% to 2.03c.

Value traded came off -80% to \$1.07m from a volume of 2.84m shares which is 92% lower than the previous outturn. Foreign inflows improved tremendously to \$0.9m buoyed by trades in Delta and Econet which both entirely accounted for 100% of the foreign inflow funds. The two blue chips likewise topped value contributors in the session. Foreign inflows' contribution to turnover rose to 78% from a 0.01% in the preceding session.

### \*\*Market Cap is Inclusive of Econet Class

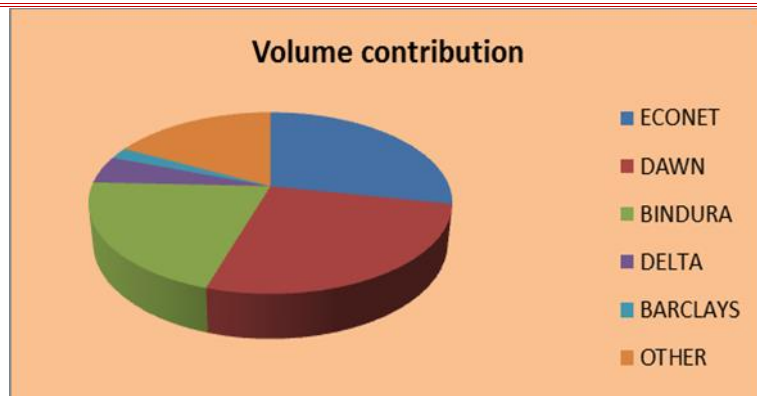
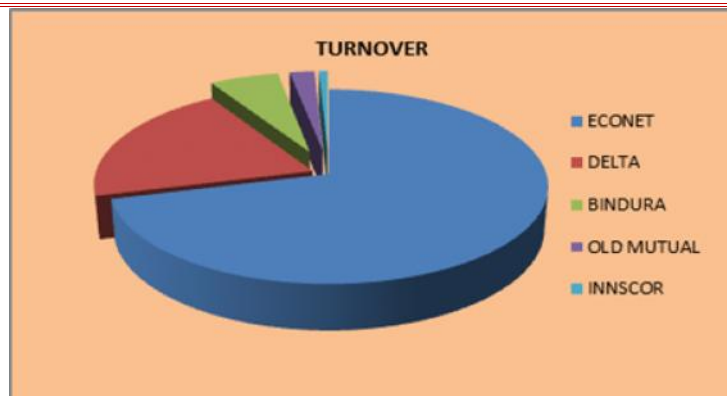
#### AShares

#### Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	CFI	2.60	8.33	27.78
2	DAWN	0.90	5.88	10.00
3	LAFARGE	70.00	4.48	36.36
4	MASIMBA	2.03	1.50	68.77
5				

#### Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	RTG	1.10	21.4	325.0
2	RioZim	20.00	12.3	39.39
3	BINDURA	8.50	5.45	325.0
4	PADENGA	8.00	3.61	0.00
5	ECONET	80.00	3.61	33.33



#### DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
BAT	Interim	30c	22.08.14	22.09.14
OLD MUTUAL	Interim	2.45p	26.09.14	31.10.14
CBZ	Interim	0.183c	06.09.14	16.09.14

#### UPCOMING EVENTS

COMPANY	EVENT	VENUE	DATE
Old Mutual Zimbabwe Limited	Analyst Briefing	Meikles Hotel, Mirabelle, Room	3 Sept 2014
Innskor Africa Limited	Analyst Briefing	Cresta Lodge, Msasa Samooru Machel Avenue, Harare	10 Sept 2014
Colcom	Analyst Briefing	Colcom Boardroom- 1 Coventry Road	11 Sept 2014
DAWN PROPERTIES	AGM	CROWN PLAZA, OPHIR ROOM, HARARE	12 Sept 2014
NMBZ	AGM		22 SEPT 2014
HIPPO	AGM	MEIKLES HOTEL, HARARE	22 SEPT 2014

#### 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
ASTRA	23 <sup>rd</sup> June 2014	Possible Offer to minorities by new major shareholders Hermister investments

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