

15-Aug-14 16-Sep-14 % Δ

Equities slip further on selloffs and profit taking ...

ZSE Industrials	197.80	196.60	0.61
ZSE Mining	97.26	97.26	0.00
Volume Traded (MN)	2.84	38.63	1258.5
Value Traded (US\$ mn)	1.07	2.55	139.22
Market Cap (US\$ mn)	5,800.8	5,725.4	1.30
Foreign Purchases(US\$mn)	0.907	1.917	111.35
Foreign Sales (US\$ mn)	0.873	0.371	57.46

Improved activity on the board could not curtail further losses as the bearish trend deepened on sustained profit taking. The mainstream index fared 0.61% worse off to 196.6 points skidding into its second successive loss making session. Weighing on the index were 5 heavy cap stocks which were part of a record 14 losing stocks in the session. This is the highest number of interday fallers since March of 2013. However the relative decline compares more favourably with the largest year to date interday decline of -1.8% on the 29th of January 2014. On daily average the ZSE has lost 0.01% since the beginning of the year to date.

Selloffs in heavies Econet and Seedco are against record share price performances as Econet recently stretched to an all time high while Seedco emerged from a slumber post restructuring as investors anticipate a rebound in performance. Econet today softened 0.23% to 79.82c while Seedco shaved -2.06% to 95c. Delta came off 0.76% to 130c as the freefall worsens. The beverages maker whose parent JSE listed SabMiller is reportedly a subject of takeover by the world's largest brewer AB InBev, has pared -3.7% in the past 5 sessions. Innscor likewise declined -1.38% to 71.99c as investors rerate the stock post full year results presentation. Hippo fogore -6.67% to 70c to feature among the worst performers in the session.

Star Africa which relies on Hippo for raw sugar supply tumbled -12% to 2.2c after reports that the white sugar processor's produce will hit the market this week after the refurbishment and upgrade of the Harare plant. Production at the plant will almost double to 600t from the previous level of 350t a day. Pioneer was bid and offers only at 2c and 4c respectively after issuing a cautionary statement advising shareholders of its intentions to acquire a controlling stake in Tredcor Zimbabwe which is tyre making company. Art was the session's worst faller on a decline of -16.7% to 0.5c while CFI and Meikles were -3.85% and -3% weaker at 2.5c and 16c respectively. Pelhams' 50% gain was recorded as the largest gain in the session as the stock closed at 0.03c. Masimba gained 13.3% to 2.3c while Cootco notched 6.25% to 0.85c. Natfoods kept surging on sustained demand as it added 1.825 to 280c.

Value traded went up 139% to \$2.55m attained from a volume of 38.63m shares. A block trade in Astra of 25.23m shares at 6.2c augured both turnover and volume highlighting the market's overall activity. The deal contributed 40% to turnover while contributing a glossy 65% to overall volume traded. Foreign inflows increased to \$1.92m which is 111% ahead of yesterday while foreign outflows weekend -57% to \$0.37m. the trade in Astra was local on the sell side while being suited by a foreign buyer.

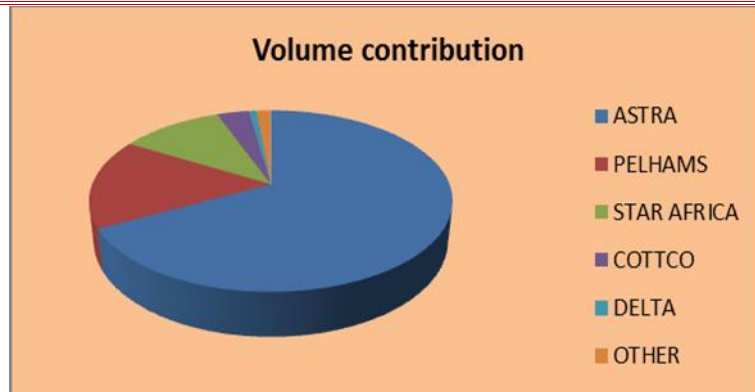
**Market Cap is Inclusive of Econet Class AShares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	PELHAMS	0.03	50.0	70.00
2	MASIMBA	2.30	13.3	64.62
3	COTTCO	0.85	6.25	85.83
4	FIDELITY	9.00	4.65	30.82
5	NATFOODS	280.00	1.82	40.00

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	ARTZDR	0.50	16.7	22.24
2	STAR AFRICA	2.20	12.0	120.0
3	HIPPO	70.00	6.67	22.24
4	CFI	2.50	3.85	30.56
5	MEIKLES	16.00	3.03	15.79



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
NMBZ	AGM		22 SEPT 2014
HIPPO	AGM	MEIKLES HOTEL, HARARE	22 SEPT 2014

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
COTTOCO	24 th JUNE 2014	Negotiations that may have material effect on the company's stocks price
ASTRA	23 rd June 2014	Possible Offer to minorities by new major shareholders Hermister investments

This document has been prepared by EFE Securities (Private) Limited (EFE), for the information of its clients. Although the statements of fact in this report have been obtained from sources that the company believes to be reliable, we do not guarantee their accuracy, and any such information may be incomplete or condensed. All opinions and estimates included in this report constitute the company's judgment as of the date of this report and are subject to change without notice. The securities discussed and mentioned in this report may not be suitable for all investors. Investors must make their own investment decisions based on their specific investment objectives and financial position and using such independent advisors they believe necessary. This report is for informational purposes only and is not intended as an offer or solicitation with respect to the purchase or sale of any security. EFE and any of the individuals preparing this report may at any time have a long and/or short position in any securities of companies in this report. In addition EFE may from time to time perform investment banking or other services for, or solicit investment banking or other business from any entity mentioned in this report. EFE may at times buy and sell shares on an agency or principal basis to its clients. Shares may rise or fall and investors may end up with a reduced amount from their initial capital invested. Additional information on EFE's recommended securities is available on request.