



16-Aug-14 17-Sep-14 % Δ

ZSE Industrials	196.60	196.07	0.27
ZSE Mining	97.26	92.76	4.63
Volume Traded (MN)	38.63	17.09	55.75
Value Traded (US\$ mn)	2.55	1.38	45.82
Market Cap (US\$ mn)	5,800.8	5,725.4	1.30
Foreign Purchases(US\$m)	1.917	0.487	74.61
Foreign Sales (US\$ mn)	0.371	0.443	19.23

## Across board weakness persists as heavies further rerate on profit taking

The ZSE lost 0.27% to close at 196.07 points in mid-week trades thus widening the YTD losses. On accruing losses the index succumbed to a 4<sup>th</sup> consecutive loss as profit taking continued to take its toll in top tier companies. Investors are creaming off profits in Delta and Econet crystallising returns in a rather volatile market after solid rallies in the immediate past weeks. Econet eased -2.28% to 78c while Delta fell 0.77% to 129c. Delta has now shed -6.5% in value from seven successive sessions to date while Econet on the other hand has dipped a much steeper -8% in just 5 sessions to date. The two which are also the 2 most capitalised stocks on the ZSE emerged as the only heavy cap fallers in the session.

The overall weak market performance was driven by an overall 12 fallers who were marginally reduced from a record 14 fallers yesterday. The general plunge overshadowed a somewhat stellar performance in agro processor Natfoods which rose to an all-time high of 310c after notching 10.7% on yesterday against firm demand. The stock has accumulated 35% in just 5 sessions post annual results presentation. The giant firm recorded a shattering 20% growth in profit after tax to \$16.8m attained from revenue of \$309.2m. Innscor was the only other heavy cap mover marginally going up by 0.01% 72c following an earlier sharp decline.

Brick maker Willdale which expects a better performance in the second half post recapitalization, was the session worst performer easing -25% to 0.15c. FML came off -7.55% to 6c as it continues to weaken post results presentation where the group performed relatively lower than last year on non-adjusted basis. The Mining Index drifted further southwards as Bindura and Hwange plunged. Hwange eased -5.88% to 8c while Bindura tumbled -5.88% to 8c as Rio Zim traded unchanged at 20c. TAH closed at 15c after its scheme of arrangement failed to go through yesterday. Old Mutual which holds a minority stake voted against the transaction for Masawara to acquire the entire issued share capital at a price of 20.06c

RTG was the top riser after gaining 27.3% to 1.4c while CFI gained 20% to 3c. Afdiso soared 3.69% to close at 33.7c while ABCH capped the top risers on a gain of 1.39% to 73c. Value traded came off -45.8% to \$1.38m against volumes dearth of -55.7% to 17.09m shares. Foreign inflows came off -74.6% to \$0.49m while foreign outflows went up 19.2% to \$0.44m. Innscor and Seedco were the most traded stocks by value and by foreigners respectively. Seedco contributed 26% while Innscor contributed 25.7% to the aggregate value.

Meanwhile the August CPI was 100.43, compared to 100.74 in July and on average prices fell by 0.31% during the month. In August last year, the index was 100.27, so comparing August this year with August last year, the average annual rate of increase in prices was 0.151%.

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

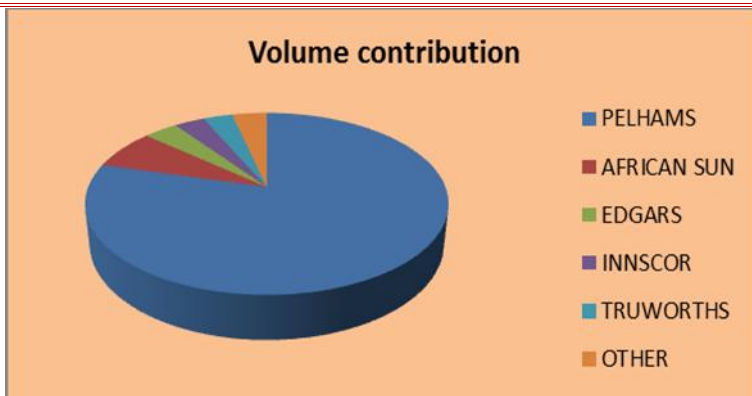
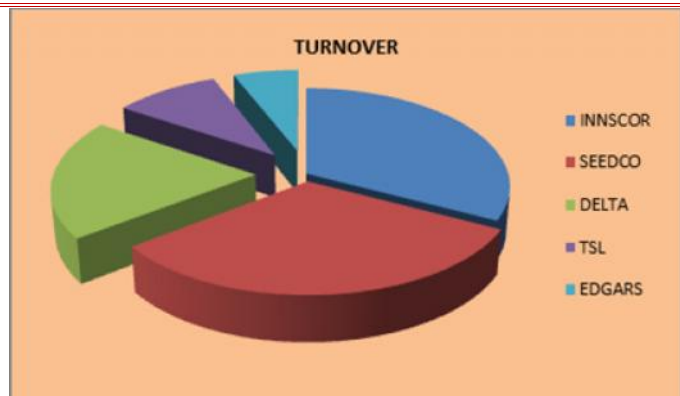
#### AShares

##### Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	RTG	1.40	27.3	12.50
2	CFI	3.00	20.0	16.67
3	NATFOODS	310.00	10.7	55.00
4	AFDIS	33.70	3.69	12.33
5	ABCH	73.00	1.39	23.73

##### Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	Willdale	0.15	25.0	11.11
2	FIRST MUTUAL	6.00	7.55	25.00
3	HWANGE	8.00	5.88	11.11
4	BINDURA	8.00	5.88	300.0
5	ZHL	0.85	5.56	41.38



#### 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 <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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