

17-July-14 18-July-14 % Δ

|                             |          |          |        |
|-----------------------------|----------|----------|--------|
| ZSE Industrials             | 185.49   | 185.93   | 0.24   |
| ZSE Mining                  | 57.07    | 57.83    | 1.33   |
| Volume Traded (mn)          | 22.65    | 87.90    | 288.16 |
| Value Traded (US\$ mn)      | 1.23     | 1.24     | 0.97   |
| Market Cap (US\$ mn)        | 5,330.97 | 5,313.77 | 0.32   |
| Foreign Purchases (US\$ mn) | 0.698    | 1.155    | 65.51  |
| Foreign Sales (US\$ mn)     | 0.000    | 0.860    | 0.00   |

## ZSE halt skid in week closing session....

After 4 sessions of traversing in the negative territory the mainstream index partially offset the accrued losses on a 0.24% gain to 185.93 points in a week ending callover. Heavy cap gains in TSL and bullish Seedco of 10.8% and 3.87% to 26.6c and 78.01c respectively necessitated an upsurge in the major index. Seedco has been a consistent performer on protracted bidding which saw the counter close the week with a cumulative gain of 5.4%. The mining index went up 1.3% to 57.83 points driven by a 50% gain in Falgold to 3c simultaneously ascending the gold miner to the risers' apex. Meanwhile a recent government report on the state of the economy reported a moderate decline of 1.8% to 1020.5kgs in gold output production on a month on month basis.

Sugar refiner Star Africa which recently embarked on a first phrase of the refurbishment of their major plant which was initially installed in 1955 went up 37.5% to 1.1c while closing with a bid of 1c. The first phrase will see 60% of the plant being fully operational while an output of 0.6m tonnes will be produced per day with capacity to upgrade to more tonnes. TA's bid rose to 13c with as sellers were reluctant to cash in after TA's announced in a cautionary statement that the parent investment company Masawara has made an offer to minorities to buy 58,98% shareholding at a cost of 20.6c per share upon regulatory approval.

Losses in giants Econet and Natfoods which eased 0.67% and 5.2% to 74c and 200c respectively did little in dampening the gains. ZPI was however the top loser after succumbing to a gradual decline of 5.88% loss to 0.8c following another loss in the previous session. Cafca came off 2.17% to 22.5c to cap the fallers. Delta and Innscor were stable at 125c and 74c respectively and contributed a collective 19% to turnover which in turn stood at \$1.24m. Today's turnover outturn was 0.97% lower than yesterday's though trades were propped up by a special bargain in ZHL with a realization of \$0.86m. In the comparable session two special bargain trades were executed and contributed more than half of the turnover.

Elsewhere foreigners returned as the lynchpin in driving ZSE trading after splurging \$1.15m on the market which was 93% of aggregate turnover. Relative to yesterday foreign buys went up 65.5% and appetite was satiated in ZHL and Innscor while Delta and Econet accrued a minor share. Foreign outflows which were very minimal in the week as 3 sessions were clean of disposals however closed

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

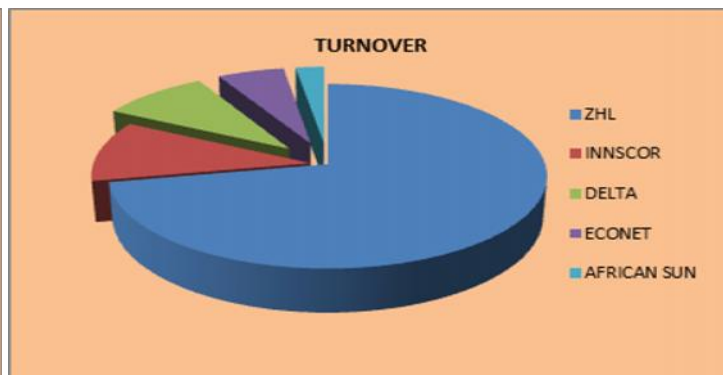
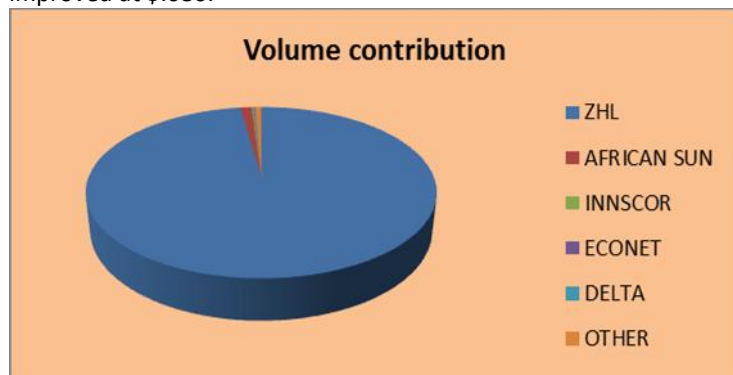
### Top Risers

|   | Stock Name  | Price | % Δ   | YTD Δ % |
|---|-------------|-------|-------|---------|
| 1 | FALGOLD     | 3.00  | 50.00 | 40.00   |
| 2 | STAR AFRICA | 1.10  | 37.50 | 10.00   |
| 3 | TSL         | 26.60 | 10.83 | 30.00   |
| 4 | SEEDCO      | 78.01 | 3.87  | 13.32   |
| 5 |             |       |       |         |

### Top Fallers

|   | Stock Name | Price  | % Δ  | YTD Δ % |
|---|------------|--------|------|---------|
| 1 | ZPI        | 0.80   | 5.88 | 38.46   |
| 2 | NATFOODS   | 200.00 | 5.21 | 0.00    |
| 3 | CAFCA      | 22.50  | 2.17 | 19.64   |
| 4 | ECONET     | 74.00  | 0.67 | 23.33   |
| 5 |            |        |      |         |

improved at \$.086.



#### DIVIDEND MONITOR

| Company | Dividend Type | Div Amount | Record date | Payment Date |
|---------|---------------|------------|-------------|--------------|
| ECONET  | Final         | 1.29c      | 18.07.14    | 25.07.14     |

#### UPCOMING EVENTS

| Company | Event Type | Location                                 | Date       | Time    |
|---------|------------|--|------------|---------|
| OKZIM   | AGM        | OK MART FUNCTIONS ROOM, 30 CHIREMBA RD   | 24/07/2014 | 1500HRS |
| DELTA   | AGM        | HEAD OFFICE, NORTHRIDGE CLOSE BORROWDALE | 30/07/2014 | 1200HRS |
| ECONET  | AGM        | ECONET PARK, 2 OLD MUTARE ROAD, MSASA    | 01/08/2014 | 1000HRS |

#### 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     |
| COTTCO      | 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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