

19-Aug-14 20-Aug-14 %Δ

Equities regain ground despite weaker gains...

	19-Aug-14	20-Aug-14	%Δ
ZSE Industrials	197.73	197.88	0.08
ZSE Mining	101.78	101.78	0.00
Volume Traded (mn)	8.60	9.97	15.90
Value Traded (US\$ mn)	1.85	1.33	27.96
Market Cap (US\$ mn)	5,696.32	5,692.09	0.07
Foreign Purchases (US\$ mn)	1.465	0.757	48.36
Foreign Sales (US\$ mn)	1.304	0.743	43.00

Trades swayed in the positive with the benchmark index recovering 0.08% to 197.88 points to keep in sight the psychological 200 points mark while narrowing YTD loss to -2.1%. Gains which were broadly minimal were concentrated in the mid-tier stocks. Notable gains were realised in Meikles which released a constrained set of financials which were however technically spurred by a non-trading income of \$49.6m which is part of a deposit repayment by RBZ in form of treasury bills after interest negotiations. In a statement in the financials the group said by year end funds on deposit with the RBZ had increased to \$90.8m. Meikles which is due to open a strategic branch in Msasa tomorrow through its retail arm TM supermarkets which contributed 87% to revenue in the full year went up 1.65% in today's call to close at 18.5c.

The mining index returned prior levels with active trades in Bindura sailing at a stable price of 9c. Hwange closed with a marginally lowered bid of 6c with no trades while Falgold and Rio Zim's quotes were unaltered from yesterday. The Mining Index has rallied a solid 122% year to date to touch a 2 year high on the back of a rejuvenated Bindura. In today's trades 4 counters went up while only 1 softened to achieve a positive market breadth of +3 counters against 25 active stocks today.

Padenga went up 3.75% to 8.3c to record the most gains in the session. Afdis went up 3.13% to 33c while African Sun gained 0.5% to 2.01c to complete the risers set. Innscor was the only loser coming off a mere 0.01% to 78.99c. TAH was bids only at 13.5c after extending its cautionary notice on a proposed takeover offer by Masawara. SeedCO closed unchanged at 83c while driving a reasonable volume at that level before an AGM today where the company said seed deliveries were progressing well and within targets. The company also said they released SC719 seed variety in West Africa which they are now bulking up.

Value traded softened -27.96% to \$1.3m despite a 15.9% growth in volumes traded to 9.97m. SeedCO emerged the top traded stock by value followed by BAT on respective contributions of 35% and 16.8% replacing traditional value drivers Delta and Econet. Bindura continued to add meaningfully to turnover on sustained demand while Willdale emerged tops in volume contribution. Foreigners injected \$0.75m which is -48.4% lower relative to yesterday. Foreign disposals totaled \$0.74m to close with a net foreign selling position.

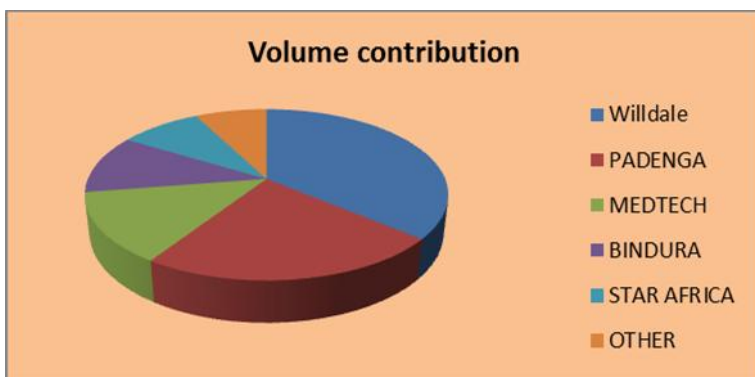
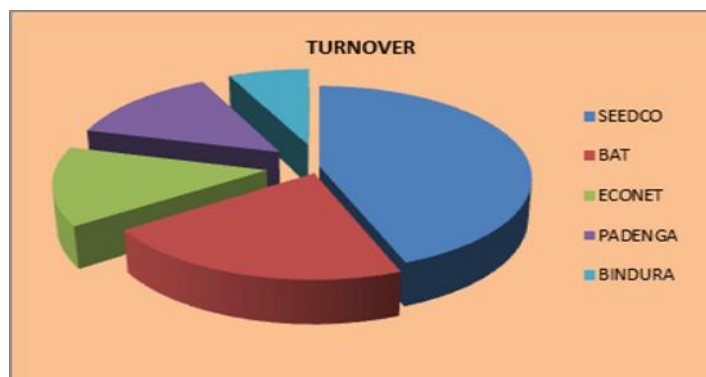
**Market Cap is Inclusive of Econet Class AShares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	PADENGA	8.30	3.75	3.75
2	AFDIS	33.00	3.13	10.00
3	MEIKLES	18.50	1.65	2.63
4	African Sun	2.01	0.50	25.56

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	INNSCOR	78.99	0.01	21.21
2				
3				
4				
5				



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

BNC	AGM	CHAPMAN GOLF CLUB HARARE	28/08/2014	0930HRS
SEEDCO	AGM	SEEDCO ADMIN BLOCK STAPLEFORD HARARE	20/08/2014	1200HRS
NTS	AGM	BOARD ROOM CNR CRISSP/SEKE	20/08/2014	1430HRS
ART	EGM	202 SEKE ROAD, GRANITESIDE HARARE	26/08/2014	1100HRS
COTTOCO	AGM	RAINBOW TOWERS, JACARANDA	29/08/2014	1130HRS

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

Disclaimer:

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. 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 recommended securities is available on request.