



	25-Aug-14	26-Aug-14	% Δ
ZSE Industrials	197.52	196.87	0.33
ZSE Mining	104.03	105.13	1.06
Volume Traded (mn)	3.99	12.63	216.73
Value Traded (US\$ mn)	0.68	1.65	143.66
Market Cap (US\$ mn)	197.52	196.87	0.33
Foreign Purchases (US\$ mn)	0.514	0.390	24.13
Foreign Sales (US\$ mn)	0.429	1.258	192.99

Industrials pare in a thinly traded week opening session...

Consumer focused stocks dragged the equities market to a second successive loss as it continues its search for direction. The industrial index eased 0.33% to 196.87 points against a decline in only 2 stocks OK and Colcom. Colcom declined 11.5% to 23c while OK pared 10.86% to 16c against their respective previous closing prices. Listed consumer focused stocks, the majority being in retail sector, are trailing their year opening levels hard hit by a debilitating dearth in aggregate demand in the economy.

Meanwhile the Monetary policy statement presented by the RBZ governor yesterday did little to brighten the market. CBZ was the only banking stock mover in the session rising 8.3% to 13c while short term insurer Nicoz gained 3.3% to 1.55c. The governor introduced a raft of measures aimed at strengthening the banking sector as well as to improve liquidity in the economy. The central bank proposed a 3 tier system in complying with minimum capital requirements while also cutting to 5% FCA balances in nostro accounts from a previous 30%. The bank also created a company ZMACo which will buy non performing loans from banks. NPL's For Zimbabwean banks swelled to 18.5% in June 2014 from a low of 1.6% in 2009.

Elsewhere in trading tightly held stock Hunyani led the risers on a 25% gain to 5c after shareholders last week approved a proposed restructuring transaction which will see JSE listed NAMPAK consolidate its foothold on the domestic market. TSL notched 3.7% to 28c while Afdis went up 1.56% to 32.5c. the market closed with a breadth of 4 counters in the positive from a total 29 active stocks in the session. Heavies Econet held at a record 1 year high of 76.02c while Delta also closed stable at 135c. the mining index went up 1.06% to 105.13 points against a 14.75% improvement in Hwange's price to 7c. Bindura closed stable at 9.25c ahead of their AGM in the coming 2 days. The miner is expected to report a weaker quarterly performance due to earlier disruptions at Trojan Mine during which period refurbishments were ongoing.

Value and volume traded went up 143% and 216% respectively to \$1.65m and 12.63m shares against prior session outturn. Locals drove much of the value traded in the session as foreigners dug less deeper into their pockets. Foreign inflows contracted -24% to \$0.39m while its contribution to turnover declined by a wider margin of 31% to 24%. Foreign portfolio redemption went up by 192% to \$1.26m to close with a wider net foreign selling position. CBZ was the session's most liquid counter by either volume or value on a contribution of 60% either side. Seedco, Bindura and Delta also reappeared among top value contributors in the session.

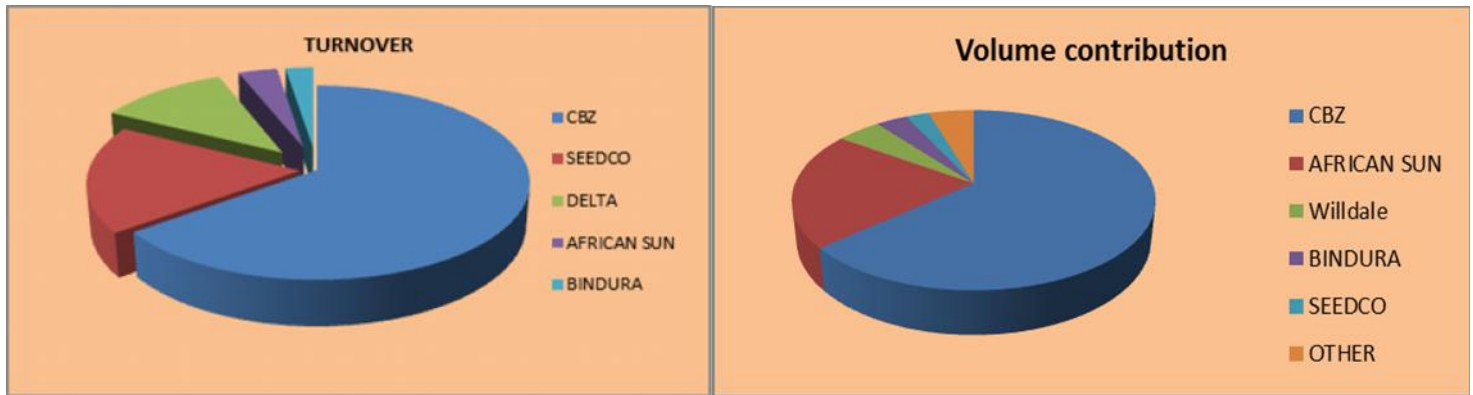
**Market Cap is Inclusive of Econet Class AShares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	HUNYANI	5.00	25.00	150.00
2	HWANGE	7.00	14.75	22.22
3	CBZ	13.00	8.33	13.33
4	TSL	28.00	3.70	26.32
5	NICOZ	1.55	3.33	10.71

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	COLCOM	23.00	11.54	20.00
2	OK	16.00	10.86	20.00
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

MASIMBA	INTERIMS	44 TILBURY RD WILLOWVALE HARARE	27/08/2014	1200HRS
BNC	AGM	CHAPMAN GOLF CLUB HARARE	28/08/2014	0930HRS
FBC Holdings	INTERIMS	Cresta lodge	28/08/2014	1230HRS
COTTCO	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
COTTCO	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

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