



28-Aug-14 29-Aug-14 % Δ

ZSE closes softer in week closing session on uninspiring financials ...

Friday trading slipped into the negative territory while failing to hold on to prior session's marginal gain. The mainstream index dithered 0.22% to close at 196.43 points and in turn widening the gap against both the psychological 200 points mark and the year opening index level. The current weaknesses culminates from a lukewarm start to the reporting season as companies report reduced profitability levels while some recorded losses. Out of 13 Companies that recently reported their earnings only 4 achieved improved profitability while the rest mirrored the downturn in the economy to attain either lower profitability or losses.

In the session 8 counters shed value compared to only 4 that progressed to reflect a worsening market depth. ZHL was among the fallers after retreating -10% to 0.9c while peer entity Pearl eased -6.3% on improved volume to reflect real demand. CAFCA shrunk -18% to 27c following an earlier surge. NMBZ was -8.7% weaker at 4.2c at close of call after reporting a depressed first half in which they reported a 51% decline in profit after tax. The decline was despite a growth in both funded and non-funded income. Fellow bankers CBZ which recently shed value post MPS presentation marginally recovered 0.83% to 12.1c. In the interim period to June 2014 the group reported a -19.6% decline in its bottom line.

Heavies Innscor and TSL featured among the fallers on respective declines of -1.3% and -3.57% to 76c and 27c respectively to drag the index. African Sun went up 9.52% to 2.3c spinning a negligible volume at that level on tight supply. The hotel group recently extended a cautionary note to shareholders with regards to an offer to minorities which is likely to materialize after the company obtains regulatory approval. Padenga closed at 8.5c which is 1.19% up on yesterday to cap the risers set. Delta remained stable at 135c while the same applied to Econet which closed at 76.1c.

Value traded softened -25% to -\$0.84m to against an almost similar decline in volume traded of -29% to 7.25m shares. Foreign aggregates softened likewise as investors digest a set of corporate results. Foreign inflows came off -31% to \$0.6m while outflows eased -45% to \$0.003m to emerge net foreign buyers. Foreign spend was distributed among Innscor, Seedco and Pearl. Losing stocks ZHL and Pearl drove overall volumes exchanged with respective contributions of 39% and 22%. The Mining index went up 0.42% to 104.8 points against a rise in Hwange which overturned a decline in Rio Zim. Hwange went up 14.29% to 8c while Rio softened -15.4% to 22c.

	28-Aug-14	29-Aug-14	% Δ
ZSE Industrials	196.86	196.43	0.22
ZSE Mining	104.36	104.80	0.42
Volume Traded (mn)	10.16	7.25	28.58
Value Traded (US\$ mn)	1.12	0.84	24.83
Market Cap (US\$ mn)	5,704.44	5,682.47	0.39
Foreign Purchases (US\$ mn)	0.879	0.606	31.07
Foreign Sales (US\$ mn)	0.005	0.003	45.23

**Market Cap is Inclusive of Econet Class

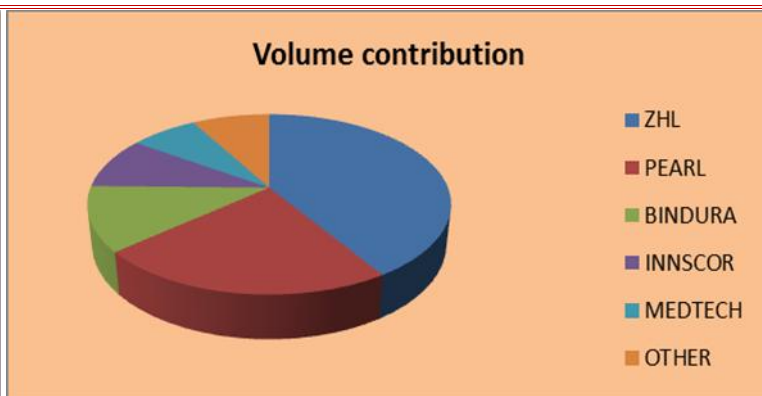
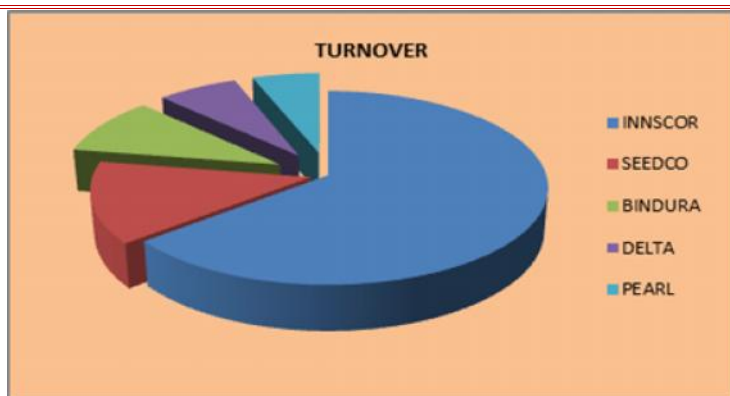
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Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	HWANGE	8.00	14.29	11.11
2	African Sun	2.30	9.52	14.81
3	PADENGA	8.50	1.19	6.25
4	CBZ	12.10	0.83	19.33
5				

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	CAFCA	27.00	18.18	37.93
2	RioZim	22.00	15.38	33.33
3	ZHL	0.90	10.00	37.93
4	NMBZ	4.20	8.70	35.38
5	PEARL	2.81	6.33	8.08



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

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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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