

Market Comment 01.12.2015

Index	Previous	Today	Move pts	Change %
Industrial	117.55	116.08	1.47	1.25
Mining	22.33	22.33	0.00	0.00

SOURCE: ZSE

Industrial losses extend into new month...

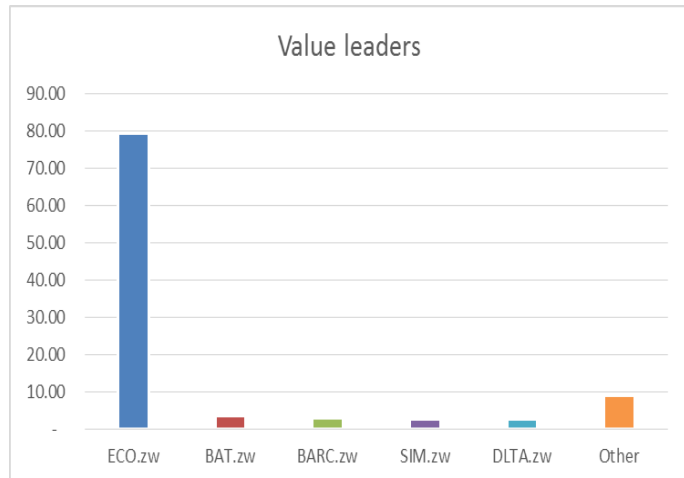
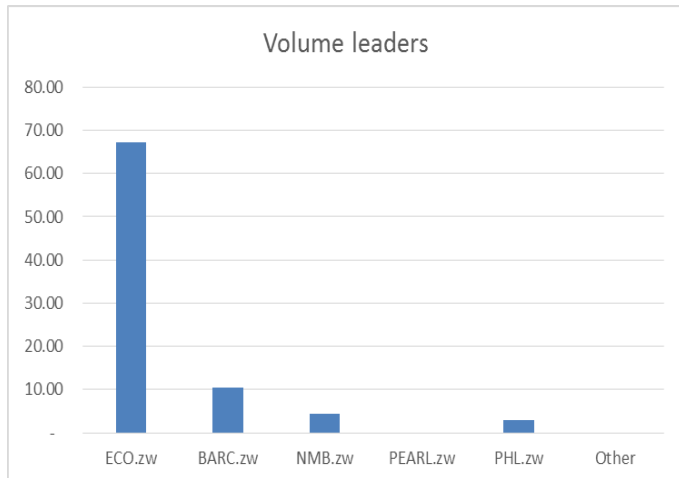
The ZSE opened the final month of the year on the back foot as the main stream Industrial Index shed a further 1.25% or 1.47pts and closed session at 116.08pts. Weighing on the industrials were the market's top capitalized stocks that continue to slip on low demand in search of liquidity. FMCG conglomerate Innscor, that recently unbundled its quick service restaurant business Simbisa, led the market retreat with a 13.24% decline that took it to a low of \$0.2950 where demand could be established. Fidelity's recent free fall extended with a 4.35% loss for the day and had its shares exchanging hands at \$0.11. The market's top capitalized stock DELTA broke its recent run of little to no activity as the group came off 1.84% and traded at \$0.7251 with demand remaining scarce and the stock well offered. SeedCo and BAT completed the market fallers for the day after shedding 0.57% and 0.21% to settle at \$0.8650 and \$12.1500 respectively. Meanwhile, the market losses were mitigated by gains in mid-tier stocks with the most notable amongst them being Simbisa that rose 0.65% and traded at \$0.1560.

The day's activity aggregates were relatively flat on yesterday with the value of trades losing a marginal 3% to \$604,966 while volumes came off 6.99% and closed at 3.96m shares. Trades were spread across twenty two stocks with telecoms group ECONET emerging the top driver of liquidity on both volumes and values contributing 67% and 79% to the aggregates respectively. Foreign play remained the mainstay of the market with their demand accounting for 63.84% of the day's purchases while on the disposals side they accounted for 75.10%. However, Inflows were down 27.56% while outflows shed 23.36%. Favorites amongst the foreigners were ECONET, Simbisa, Padenga and Pearl in which demand was seen. Elsewhere the mining index was unchanged at 22.33pts with the only stock to trade in the cluster Hwange holding at its previous price of \$0.0340.

Market Snapshot	Today	Previous	% Change
Market Cap US\$	3,102,998,171	3,141,684,791	1.23
Turnover US\$	604,966	623,669	3.00
Foreign buys US\$	386,194	533,137	27.56
Foreign sales US\$	454,336	592,844	23.36
No. of trades	89	38	134.21
Volume	3,959,179	4,256,617	6.99

Gainers	Price	Change	% Change	Losers	Price	Change	%Change
NMB.zw	3.50	0.30	9.38	INN.zw	29.50	4.50	13.24
PHL.zw	7.93	0.43	5.73	FIDL.zw	11.00	0.50	4.35
SIM.zw	15.60	0.10	0.65	DLTA.zw	72.51	1.36	1.84
BARC.zw	4.34	0.02	0.46	SEED.zw	86.50	0.50	0.57
DZL.zw	8.34	0.02	0.24	BAT.zw	1,215.00	2.54	0.21

Volume and value drivers



Dividend Monitor

<u>Counter</u>	<u>LDR</u>	<u>Rate</u>	<u>Payment Date</u>
DELTA	04.12.15	1.4c	09.12.15

Upcoming Events

<u>Company</u>	<u>Event</u>	<u>Venue</u>	<u>Time</u>	<u>Date</u>
RADAR	AGM	6 TH Floor Tanganyika House, Harare	15.00pm	01.12.15
ART	Analyst Briefing	202 Seke Road, Graniteside, Harare	2.30PM	2.12.15
COTTCO	AGM	Cotton Pavillion Exhibition Park	12:00PM	9.12.15
BORDER	AGM	Boardroom, Northern Tobacco Complex 4-12 Paisley Road Southerton, Harare	09.00AM	9.12.15