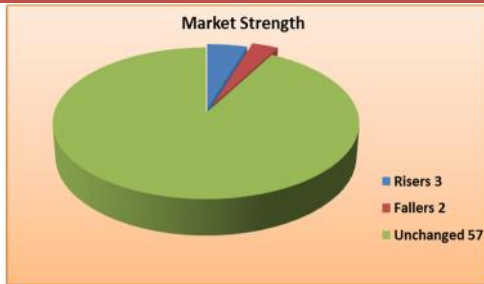




Daily ZSE Market Report

Members of the Zimbabwe Stock Exchange

04-December-2014



	01-Dec-14	02-Dec-14	% Δ
ZSE Industrials	170.82	168.30	1.48
ZSE Mining	67.59	67.59	0.00
Volume Traded (mn)	5.90	3.91	33.60
Value Traded (US\$ mn)	0.34	3.26	848.76
Market Cap (US\$ mn)	4,845.67	4,839.09	0.14
Foreign Purchases (US\$ mn)	0.102	2.818	2664.72
Foreign Sales (US\$ mn)	0.195	3.076	1481.12

Blue chip sell off drives ZSE lower...

The market's top capitalized stocks Delta and Econet succumbed to a sell off of sorts driving the main stream Industrial Index to an intraday loss of 1.48% as it closed at 168.30pts. The two stocks that had seemingly established new low resistance levels, at 113c for Delta and 68c for Econet, breached both with identical 3cents losses to settle at 110c and 68c respectively. Econet however was the worst affected as it shaved off -4.41% of its value in the sell off while while Delta let go -2.65% of its value by close of call today.

Only three counters were on the upside as the market established a positive breadth of one stock though these were in vain as the industrials still closed softer owing to the weight of the shakers. Banking group FBCH topped the gainers after putting on +6.67% to 8c. Property concern Mash was to follow as it put on +5% on the rebound to 2.1c though volumes remain thin. Diversified group Meikles added +2.56% to 16c to complete the gainers for the day. Meikles' gains come against a back drop of reports that group's mining partners have recently been approved by government setting the group on course to proceed with its plans to start gold mining operations.

It was all quiet on the minings cluster with the only change being in the quotes for Bindura and Hwange. Bindura that was in the news recently for launching its \$20m bond to finance the restart of its smelter was bid at 4c and offered at 6c as the market awaits results of the privately placed bond. Greater success with better returns for Bindura hinges on the company proceeding with the smelter refinery that would reduce its costs while giving them better returns from sale of matte rather than ore. Hwange that has recently been sellers only at 8c saw a bid at 4.8c emerge; the coal miner is reportedly planning to extend the begging bowl to its shareholders to finance retooling for improving operational efficiencies.

With local investors focus being continually lured by the ongoing rulling party elective congress, foreign players were the outright drivers of market activity injecting \$2.8m into Zimbabwe equities while at the same time withdrawing \$3.1m from same. Resultantly the balance of payments established a net funds outflow position thereby extending the capital flight from the market. The market saw a surge in value of trades that went up more that eight fold to \$3.26m with foreign purchases being 86% while on the sell side the external component accounted to 94%. Delta and Econet were day's volume and value drivers with the duo accounting for 94% of the value traded while also accounting for 84% of the volumes

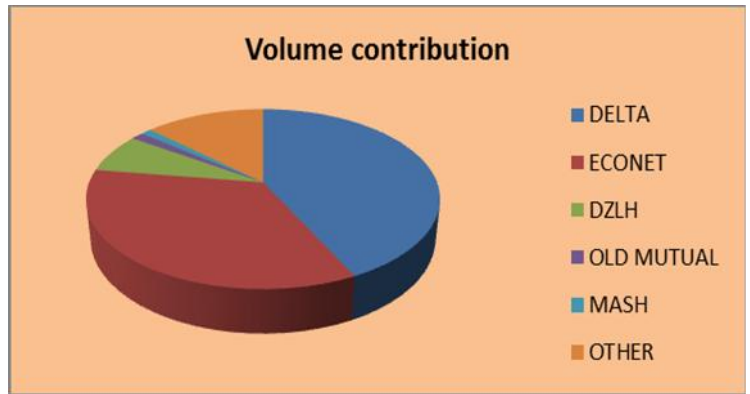
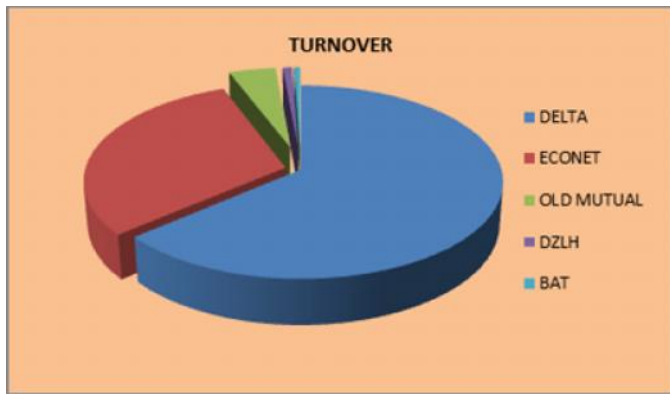
*** Market Cap is Inclusive of Econet Class A Shares

Top Risers

	Stock Name	Price	% Change	YTD Δ %
1	FBCH	8.00	6.67	40.74
2	MASHHOLD	2.10	5.00	35.38
3	MEIKLES	16.00	2.56	15.79
4				
5				

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	ECONET	65.00	4.41	47.61
2	DELTA	110.00	2.65	21.48
3				
4				
5				



DIVIDEND MONITOR

COMPANY				Payment date
PPC				
COMPANY	Dividend Type	Div Amount	Record date	
Delta	Interim	US 1.35 cents	05 Dec 14	10 Dec 14
Econet	Interim	US 0.61cents	07 Nov 14	28 Dec 14

UPCOMING EVENTS

COMPANY	EVENT	VENUE	DATE	
PPC	AGM	Michalangelo Hotel, Sandton, SA	08.12.14	1000HRS

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

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. EFE 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 EFE's recommended securities is available on request.