

|                             | 05- Jan -13 | 06-Jan-14 | % Δ   |
|-----------------------------|-------------|-----------|-------|
| ZSE Industrials             | 191.89      | 192.54    | 0.34  |
| ZSE Mining                  | 33.55       | 33.55     | 0.00  |
| Volume Traded (mn)          | 2.24        | 1.60      | 28.32 |
| Value Traded (US\$ mn)      | 1.71        | 0.71      | 58.82 |
| Market Cap (US\$ mn)        | 5,330.58    | 5,339.91  | 0.17  |
| Foreign Purchases (US\$ mn) | 0.885       | 0.334     | 62.31 |
| Foreign Sales (US\$ mn)     | 1.057       | 0.198     | 81.30 |

## Delta's recovery help industrials trend upwards ...

Recovery in the Delta stock helped push the industrials further upwards in a session that was generally quite. Only 18 stocks were active with 5 gaining while 3 lost value whereas the remaining stocks sailed at prior levels. The beverages manufacturer, whose unsatisfactory Q4 trading update resulted in a market selloff before emerging in recent sessions, added 1.05% to 126.31c. However, on a year to date basis Delta is down -9.6%. The mainstream index thus added 0.3% to 192.54 pts which is -4.7% of the year opening level. The Mining Index recorded was in no show retaining a prior close of 33.55 pts. Among the 4 listed mining concerns on the ZSE none was active as the sector remains cast over capitalization issues, weak global commodity prices as well indigenisation and royalty concerns.

Cafca topped the risers notching 15% to 30c while ZHL reversed yesterday's loss putting up 11% to close call at 1c. Zimplow and AFDIS completed the top risers surging 5% apiece to 2c and 32c respectively. Econet was stable at 61c and solidified its position as the most liquid stock on the bourse exchanging 480,850 shares which is an equivalent of 42% of today's turnover. Other heavy cap stocks Innscor, BAT and OK were inactive with no takers for offers priced 1400c, 76c and 20c respectively. ZB was bid at 9c with no offers on board after reports that the banking group will forge ahead with their plans to merge their commercial banking arm with their building society arm. On the bears side was Dawn which was the worst performer on a 9% ease to 0.9c. Masimba and Old Mutual were the only other fallers receding 5% and 1% respectively to 5c and 243.1c.

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

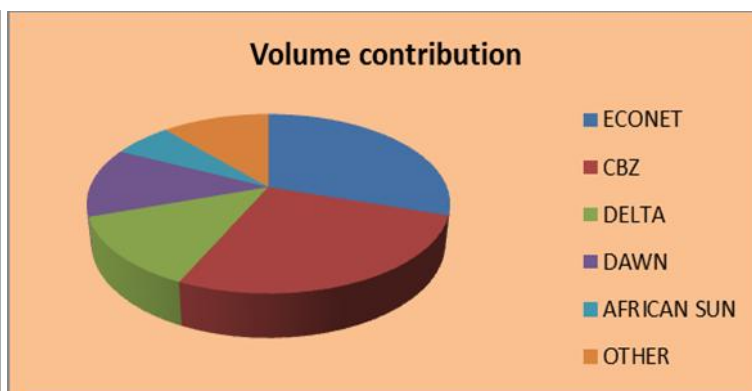
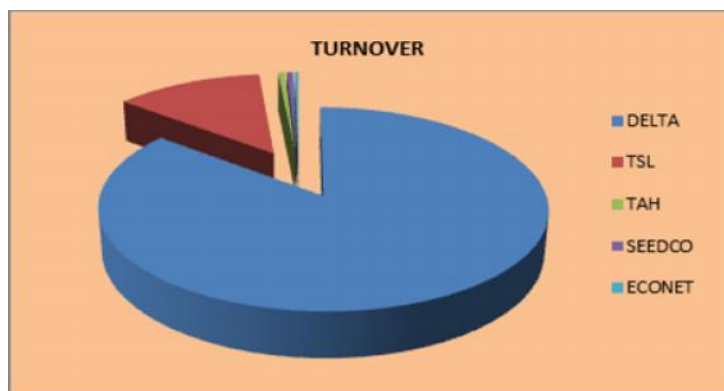
#### Top Risers

|   | Stock Name | Price  | % Δ   | YTD Δ % |
|---|------------|--------|-------|---------|
| 1 | CAFCA      | 30.00  | 15.38 | 7.14    |
| 2 | ZHL        | 1.00   | 11.11 | 31.03   |
| 3 | ZIMFLOW    | 2.00   | 5.26  | 42.86   |
| 4 | AFDIS      | 32.00  | 4.92  | 6.67    |
| 5 | DELTA      | 126.31 | 1.05  | 9.84    |

#### Top Fallers

|   | Stock Name | Price  | % Δ  | YTD Δ % |
|---|------------|--------|------|---------|
| 1 | DAWN       | 0.90   | 9.09 | 10.00   |
| 2 | MASIMBA    | 5.00   | 4.76 | 23.08   |
| 3 | OLDMUTUAL  | 243.10 | 0.82 | 3.91    |

With minimal activity among the top counters on the bourse value traded soured to a 2 week record minimum of \$0.7m. YTD daily average turnover is respectably higher at \$2.8m. Volumes followed suit easing 28% to 1.6m shares on yesterday. Econet topped volume contribution on a 30% share. Foreign participation kept dithering from either buying or selling side. Foreign inflows declined 62% to 0.3m while outflows softened 81% to \$0.2m. Foreign inflows to aggregate turnover shows a declining trend in the past few sessions and in today's callover foreign purchases were 42% of the overall value exchanged. In 2013 foreign purchases averaged 63% of the overall value traded.



#### DIVIDEND MONITOR

| Company | Dividend Type | Div Amount | Record date | Payment Date |
|---------|---------------|------------|-------------|--------------|
| TSL     | Final         | 0.3c       | 14.02.14    | 14.03.14     |

#### UPCOMING EVENTS

| Company  | Event | Venue                              | Date & Time       |
|----------|-------|------------------------------------|-------------------|
| MASHHOLD | AGM   | ZB life towers                     | 27.02.14 12.00Hrs |
| ARISTON  | AGM   | Royal Harare Golf Club             | 14.02.14 14.00Hrs |
| CAFCA    | AGM   | 54, lytton Road, Workington Harare | 20.02.14 12.00Hrs |

#### CAUTIONARIES

#### ISSUE DATE

|             |              |   |
|-------------|--------------|---|
| AFRICAN SUN | 6TH Dec 2013 | Discussions on mandatory offer to minorities by Lengrah Investments     |
| TSL         | 29 Jan 2014  | discussions with Chemco on a conversion of debt to equity on amt owed   |
| PGI         | 4TH Dec 2013 | Negotiations that may have material effect on the future of the company |

#### 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.

