

## RESEARCH - MARKET COMMENT

# Market Comment 09.11.2020

| <u>Index</u>  | Previous | Today    | Move pts | Change % |
|---------------|----------|----------|----------|----------|
| Industrial    | 4,985.46 | 4,978.96 | 6.50     | 0.13     |
| Mining        | 3,400.14 | 3,400.14 | 0.01     | 0.00     |
| ZSE 10        | 977.24   | 976.12   | 1.12     | 0.11     |
| ZSE ALL SHARE | 1,510.58 | 1,508.67 | 1.91     | 0.13     |

SOURCE: ZSE

# ZSE swings into the red in week opener...

The ZSE commenced new week in losses as the mainstream All Share Index and the Industrials let go a similar 0.13% to 1,508.67pts and 4,978.96pts respectively. The blue chips Index slipped 0.11% to close at 976.12pts. The top faller of the day was apparel retailer Truworths that succumbed 17.50% to \$0.1400, trailed by property concern Dawn which shed 7.14% to \$0.6500. Banking group FBC trimmed 5.45% to \$13.0000 while, Ariston lost 3.70% to end pegged at \$1.3000. Crocodile skin producers Padenga went down 0.71% to settle at \$13.9003 completing the top five shakers of the day.

Headlining the winners of the day was First Capital which advanced 4.12% to \$0.5278, followed by conglomerate Innscor that ticked up 2.89% to close at vwap of \$21.6157. Star Africa put on 2% to \$0.2040 as fast foods group Simbisa firmed 1.59% to \$6.4004. Wrapping the gainers of the day was OKZIM which rose 1.21% to \$4.7995. The risers' and fallers' spectrum was equally distributed at nine apiece. Activity aggregates faltered in Monday's session as volumes dipped 65.37% to 3.32m while, turnover dropped 59.31% to \$21.39m. Econet, Delta and Cassava were the top volume and value drivers of the day with a combined contribution of 75.46% to the latter and 74.88% to the former. Foreign inflows plunged 64.11% to \$0.41m while, outflows plummeted 58.90% to \$12.92m to leave the market with a net outflow position.

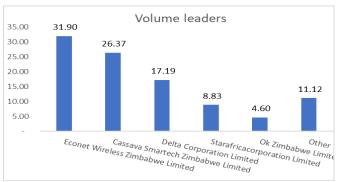
| Market Snapshot               | Today           | Previous        | %Change  |
|-------------------------------|-----------------|-----------------|----------|
| Market Cap ZWL \$             | 182,195,209,741 | 182,423,589,949 | 0.13     |
| Turnover ZWL \$               | 21,390,201.75   | 52,565,064.04   | 59.31    |
| Foreign buys ZWL \$           | 414,350.00      | 1,154,570.00    | 64.11    |
| Foreign sales ZWL \$          | 12,920,425.00   | 31,437,195.00   | 58.90    |
| No. of trades                 | 214             | 245             | 12.65    |
| Volume                        | 3,316,302       | 9,575,137       | 65.37    |
| Today's Gainers               | Price           | Change          | % Change |
| First Capital Bank Limited    | 52.78           | 2.09            | 4.12     |
| Innscor Africa Limited        | 2,161.57        | 60.71           | 2.89     |
| Starafricacorporation Limited | 20.40           | 0.40            | 2.00     |
| Simbisa Brands Limited        | 640.04          | 10.04           | 1.59     |
| Ok Zimbabwe Limited           | 479.95          | 5.76            | 1.21     |
| Today's Losers                | Price           | Change          | % Change |
| Truworths Limited             | 14.00           | 2.97            | 17.50    |
| Dawn Properties Limited       | 65.00           | 5.00            | 7.14     |
| Fbc Holdings Limited          | 1,300.00        | 75.00           | 5.45     |
| Ariston Holdings Limited      | 130.00          | 5.00            | 3.70     |
| Padenga Holdings Limited      | 1,390.03        | 9.97            | 0.71     |
|                               |                 |                 |          |

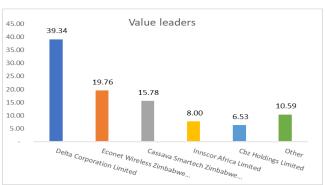


Members of the Zimbabwe Stock Exchange

09.11.2020

#### Volume and value drivers





#### **OLD MUTUAL ZIMBABWE**

| Counter         | PRICE(VWAP) | % CHANGE | LAST TRADED | VOL<br>TRADED | HIGH (YTD) | LOW (YTD) | Market Cap ZWL\$   |
|-----------------|-------------|----------|-------------|---------------|------------|-----------|--------------------|
| OMZIL-<br>ZWL\$ | 35.5000     | -        | 35.5000     | -             | 74.0000    | 9.0000    | \$2,946,916,024.50 |

### **Dividend Monitor**

<u>Counter</u> <u>LDR</u> <u>Rate</u> <u>Payment Date</u>

# **Upcoming Events**

| <u>Company</u> | <u>Event</u> | <u>Venue</u>                    | <u>Time</u> | <u>Date</u> |
|----------------|--------------|---------------------------------|-------------|-------------|
| AFDIS          | AGM          | Virtual                         | 1220hrs     | 13.11.2020  |
| National Foo   | ds AGM       | Royal Harare Golf Club          | 0845hrs     | 09.11.2020  |
| Bindura        | AGM          | Virtual                         | 1400hrs     | 05.11.2020  |
| Simbisa        | AGM          | SAZ, Northend close, Borrowdale | e 0815hrs   | 20.11.2020  |

### **Cautionaries**

| Cautionaries | Jautionaries |   |  |  |  |
|--------------|--------------|---|--|--|--|
| Getbucks     | 29.04.19     | The company is contemplating a capital raising transaction which if successful will have a material effect on the share price.  |  |  |  |
| Bindura      | 03.09.19     | The company is engaged in a transaction that may have a material effect on the price of the company's shares.   |  |  |  |
| ZHL and ZPI  | 09.06.20     | ZHL is engaged in negotiations for the acquisition of the entire issued share capital of ZPI and the transaction may result in voluntary delisting of ZPI on the ZSE if successful.                                     |  |  |  |
| ZPI          | 09.06.20     | ZHL is engaged in negotiations for the acquisition of the entire issued share capital of ZPI and the transaction may result in voluntary delisting of ZPI on the ZSE if successful.                                     |  |  |  |
| Zimplow      | 11.06.20     | Zimplow published cautionary statement saying it is in discussions regarding a transaction with unlisted entities in complimentary sectors to Zimplow's current product mix.  |  |  |  |
| Medtech      | 22.09.20     | There company is engaged in discussions at holding company level to transform Medtech into an investment holding company and if this transaction is concluded this might have a material impact on the price of shares. |  |  |  |
| SeedCo Ltd   | 27.10.20     | SeedCo Limited publishes further cautionary announcement saying negotiations are ongoing regarding the proposal to integrate the company's operations under SeedCo International.                                       |  |  |  |
|              |              |   |  |  |  |

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.