



	10- Jan -13	11-Jan-14	% Δ
ZSE Industrials	192.21	191.96	0.13
ZSE Mining	34.77	33.61	3.34
Volume Traded (mn)	3.01	0.96	68.15
Value Traded (US\$ mn)	0.44	0.29	34.92
Market Cap (US\$ mn)	5,355.58	5,342.96	0.24
Foreign Purchases (US\$ mn)	0.294	0.294	0.00
Foreign Sales (US\$ mn)	0.166	0.166	0.00

Market indicators plunge as stocks fail to hold early gains...

The ZSE incurred moderate losses in Tuesday trades further widening the losses gap after prior session's weakness. The mainstream index came off 0.13% to 191.96 pts on weak sentiment prevailing in the economy. The government is reported to have reneged on a pay rise promise to civil servants at a time national revenues are reportedly underperforming. The country has been operating on a cash budget since consummation of the GNU however succumbing to a budget deficit after over expending in the prior year. The economy is currently reeling from a collapsing industry amid tight liquidity and near threats of a possible deflation. Despite the general fall in prices on the ZSE board, pockets of demand have been visible in selected top cap stocks which is predominantly foreign driven. The resurgence in Delta has been the main reason for the equities rally in a week long span before stabilizing resulting in the index steaming out. Delta pared 0.79% to 126c in today's call weighing on the market in a swayed session in which 2 heavies (Natfoods and Innscor) rose though though they fell short to overturn the losses.

Rio Zim was the top shaker on a 27% ease to 22c followed by Masimba which fell 18% to 4.1c. ABC and ZPI eased 7% and 5% to 55c and 1c respectively while Meikles completed the top fallers on a 5% decline to 21c. TSL which reported a fair set of financials given the state of the economy was down -3% to 36c. The group closed the year with net cash flows from operations of -\$7.1m. Hwange was the top riser adding 17% to 7c after reports that it has secured an \$11m loan from a regional bank for the acquisition of a new property and plant. Barclays was up 5% to 4.2c ahead of its analysts briefing this afternoon. Natfoods and Innscor gained 1% and 2% to 200c and 76c respectively.

Value traded tumbled further to \$0.29m down 35% from a volume of 0.96m shares. Today's turnover level is a 52 week low as investors scale down on activity ahead of the earnings reporting season.

**WE ARE NOT ABLE TO FLIGHT FOREIGN STATISTICS

*** Market Cap is Inclusive of Econet Class A

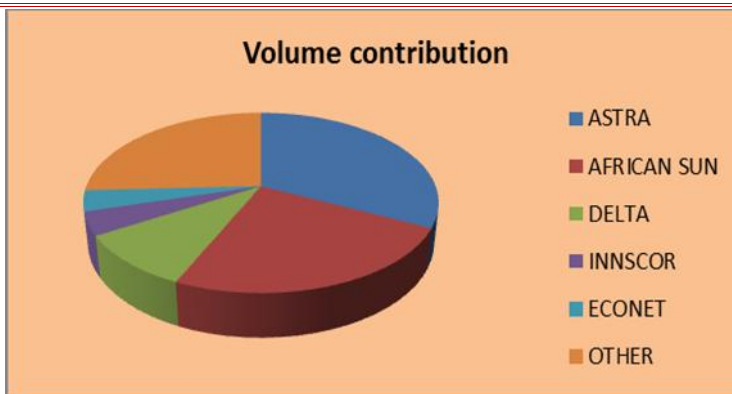
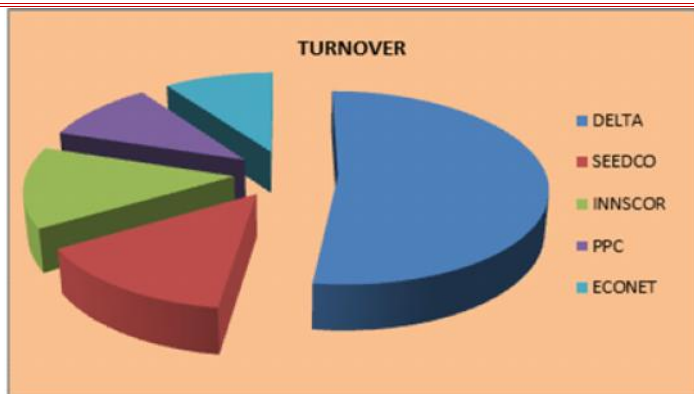
Shares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	HWANGE	7.00	16.67	22.22
2	BARCLAYS	4.20	4.74	4.55
3	NATFOODS	200.00	2.56	0.00
4	INNASCOR	76.00	1.33	5.00
5	ZIMPLOW	2.02	1.00	42.29

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	RioZim	22.00	26.67	33.33
2	MASIMBA	4.10	18.00	36.92
3	ABCH	55.00	6.78	6.78
4	ZPI	1.00	4.76	23.08
5	MEIKLES	21.00	4.55	10.53



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
CBZ	FY13 Results Presentation	Steward Room, Meikles Hotel	26.02.14 15.00Hrs
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
ART	AGM	202 Seke Road, Graniteside Harare	28.02.14 11.00Hrs

CAUTIONARIES

ISSUE DATE

NMB	7 th Feb 2014	Profit warning, impairment on loans to result in a net loss position
AFRICAN SUN	6 th Dec 2013	Discussions on mandatory offer to minorities by Lengrah Investments
TSL	29 th Jan 2014	discussions with Chemco on a conversion of debt to equity on amt owed
PGI	4 th Dec 2013	Negotiations that may have material effect on the future of the company

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