



	10-Jun-14	11-Jun-14	% Δ
ZSE Industrials	178.49	179.02	0.30
ZSE Mining	41.08	43.12	4.97
Volume Traded (mn)	3.36	13.96	315.85
Value Traded (US\$ mn)	0.67	1.05	56.37
Market Cap (US\$ mn)	5,193.34	5,193.17	0.00
Foreign Purchases (US\$ mn)	0.390	0.588	50.57
Foreign Sales (US\$ mn)	0.012	0.448	3635.50

Constrained supply and renewed foreign demand in selected heavies drive industrials up ...

Improved demand in industrial stocks saw the index edge higher as selected heavy caps near record highs. The mainstream index reached 179.02pts which is a 0.3% gain taking on from yesterday riding on firm demand which has been visible for 2 weeks now. The index is now just -11.4% lower on its year opening levels though 39 out of the 64 active stocks on the exchange are trailing year opening levels. Heavies Inncor anchored the interday gains as the stock rose 2.7% up to 75.51c just 4.5c shy on January levels. Another momentum stock which has seen sustained demand in recent session telecoms group Econet was stable at 71c against an all-time high of 77c attained on the 5th of March 2013. However substantiating trading patterns implies that the stock may temporarily hold at current levels. .

The Mining Index inched 4.97% up to 43.12pts on the back of a Bindura's record rally. The index which has been stuttering prior to the recent rally is slowly closing the loss gap accrued earlier in the year anchoring on Bindura gains. In the session Bindura added 5.3% to 3.16c and was the only mover among the resources. Hwange remained bids only at a consistent 5c as reports on the appointment of new Managing Director filters into the market. Overall the market remained strong as risers numbered 6 ahead of just 1 faller from an overall 15 active stocks. One heavy cap stock featured on either side as overall participants declined.

ZHL added 20% to 0.9c while property company Pearl went up 5.69% to 2.6c. Padenga shot up 2.4% to 8.5c while another property concern ZPI gained 1.25% to 0.8c. However all 4 listed property companies are lurching in losses relative to their year opening levels. Old Mutual flip flopped following a gain in prior session coming off 0.01% to 249c. Delta traded stable at 115c with volumes remaining thin.

Value traded improved from yesterday to just over the psychological \$1m mark on the back of trades in Econet which accounted for 33% of the turnover. Pearl followed with a contribution of 24.7% which was a swap between foreigners. The two Econet and Pearl whose buy side was mainly foreign charged propelled foreign inflows to a 66% turnover contribution. In relative terms foreign purchases went up 50.57% to \$0.588m while outflows soured to \$0.45m from a much lower base. The resultant prolonged net inflow position is likely to prevail driven by foreign demand in selected heavy cap stocks.

Meanwhile RTG presented a trading update for the 4 months showing a revenue growth of 7% to \$6m achieved from a 16% growth in occupancy to 44%. Q1 market share went up to 28% from 23% in same period last

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

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	ZHL	0.90	20.00	37.93
2	PEARL	2.60	5.69	0.00
3	BINDURA	3.16	5.33	58.00
4	INNSCOR	75.51	2.73	5.61
5	PADENGA	8.50	2.41	6.25

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	OLDMUTUAL	249.00	0.00	1.58
2				
3				
4				
5				

year.



DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
ECONET	Final	1.29c	18.04.14	25.07.14

UPCOMING EVENTS

Company	Event Type	Location	Date	Duration
ZPI	AGM	206 SAMORA MACHEL AVE	18/06/2014	1200HRS
PIONEER	AGM	PIONEER BOARDROOM, HEAD OFFICE SOUTHERTON,	26/06/2014	1000HRS
FBC	AGM	ROYAL HARARE GOLF CLUB	26/06/2014	1200HRS
MASIMBA	AGM	HEAD OFFICE, 44 TILBURY ROAD, WILLOWVALE	26/06/2014	1200HRS
FIDELITY LIFE	AGM	BOARDROOM, 7TH FLOOR, FIDELITY HOUSE	26/06/2014	1200HRS
ZBFH	AGM	ZB HOUSE, 46 SPEKE AVENUE	27/06/2014	1030HRS
GBH	AGM	CERNOL CHEMICALS BOARDROOM, WILLOWVALE	27/06/2014	1130HRS
ZIMPAPERS	AGM	BOARDROOM, 6TH FLOOR, HERALD HOUSE	27/06/2014	1200HRS
HWANGE	AGM	BOARDROOM, 7TH FLOOR, COAL HOUSE	30/06/2014	1030HRS
ZHL	AGM	NICOZ DIAMOND AUDITORIUM, 7TH FL INSURANCE CENTRE	30/06/2014	1230HRS
MEDTECH	AGM	BOARDROOM, STAND 619, RUWA	30/06/2014	1500HRS

CAUTIONARIES

ISSUE DATE

Company	Issue Date	Description
AFRICAN SUN	6 th Dec 2013	Discussions on mandatory offer to minorities by Lengrah Investments
PGI	4 th Dec 2013	Negotiations that may have material effect on the future of the company
NICOZ & ZHL	11 TH Apr 2014	Negotiations over disposal and acquisitions respectively, of a business
FALGOLD	21 st May 2014	Negotiations that may have material effect on the company's stocks price

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.