

	11- Jan -13	12-Jan-14	% Δ
ZSE Industrials	191.96	190.82	0.59
ZSE Mining	33.61	33.61	0.00
Volume Traded (mn)	0.96	1.55	62.37
Value Traded (US\$ mn)	0.29	0.32	12.41
Market Cap (US\$ mn)	5,342.96	5,331.14	0.22
Foreign Purchases (US\$ mn)	0.042	0.231	450.48
Foreign Sales (US\$ mn)	0.017	0.181	953.65

Wider losses on the ZSE as turnover remains low...

Bears dominated for the fourth session in a row to widen losses on the ZSE by 0.59% to 190.82pts. Mirroring yesterday's call, mid-week trades were highly mixed as heavies swayed either side with losses outstripping the gains. Delta and Inncor exhibited weaknesses tumbling 0.8% and 1.3% to 124.95c and 75c respectively. Mitigating the loses were heavies OK and Old Mutual which added 2.7% and 0.4% to 19.51c and 242c respectively though they came short of the margin needed to overturn the losses.

Sentiment in the economy is currently at a record 5 year low that is the period since the consummation of the GNU to date. Markets have indeed not bucked the trend discounting for the gloomy outlook and the present economic uncertainty. As alluded to in our weekly we remain persuaded that the ZSE will predominantly be bearish in the short run though fluctuations will be prevalent. We expect government to widen its effort in sourcing capital flows by flexing legislation as well as deepen its reengagement efforts with the traditional financiers. We therefore expect a rebound from the second quarter of the year supported by positive macroeconomic fundamentals.

Lafarge was the worst performer easing 27% to 80c while Art shrunk 25% to 0.3c. NTS was 4% softer to cap the downside. Among the risers was Pioneer which surged 67% to 5c followed by Dairibord which went up 21% to 14.5c. African sun rose 4% to 2.6c in a session where 5 stocks traded either side. Econet was stable at 61c after reports that the telecoms group has reignited its hostility with rival Telecel regarding sharing of mobile money transfer agents. This development comes barely a few weeks after the latter launched its mobile money transfer service Telecash. Elsewhere Barclays was stable at 4.2c after reporting solid results for the full year to December 2013. Net interest income grew by 61% to \$12.3m while PBT was up 70% to \$5.2m.

Today's volumes improved 62% to 1.55m shares on yesterday while values went up 12% to \$0.32m. However, the turnover figure remains lower than the YTD average of \$2.5m. Foreigners added 450% on yesterday to \$0.23m while outflows stood at \$0.18m. foreign flows have since dipped in the week with inflows aggregating a mere \$0.57m from 3 sessions conducted so far.

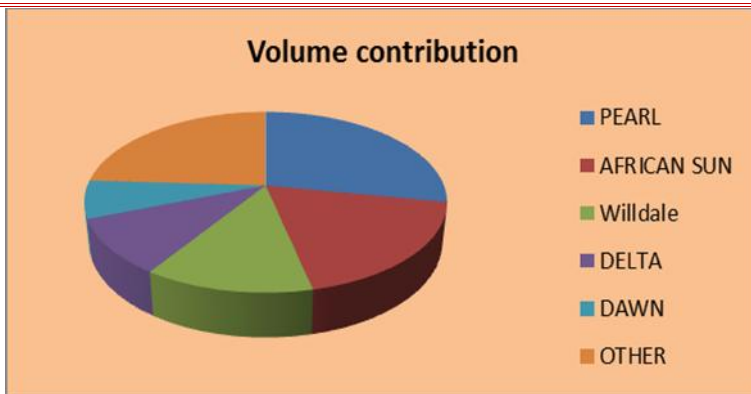
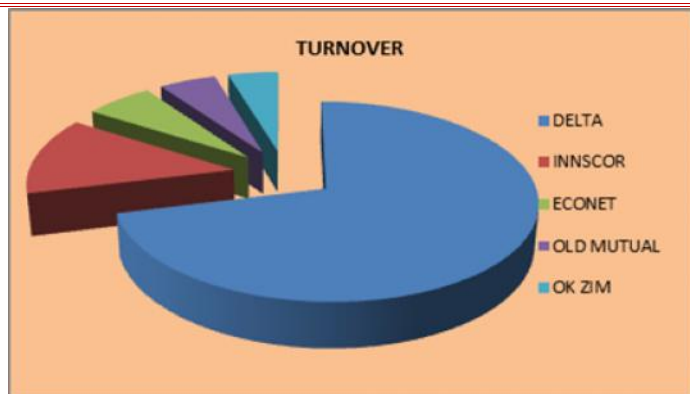
***Market Cap is Inclusive of Econet Class A Shares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	PIONEER	5.00	66.67	66.67
2	DAIRIBORD	14.50	20.83	3.33
3	AFRICAN SUN	2.60	4.00	3.70
4	OK	19.51	2.68	2.45
5	OLDMUTUAL	242.00	0.41	4.35

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	LAFARGE	80.00	27.27	27.27
2	ARTZDR	0.30	25.00	50.00
3	NTS	2.50	3.85	0.00
4	INNSCOR	75.00	1.32	6.25
5	DELTA	124.95	0.83	10.81



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
ARISTON	AGM	Royal Harare Golf Club	14.02.14 14.00Hrs
CAFCA	AGM	54, lytton Road, Workington Harare	20.02.14 12.00Hrs
CBZ	FY13 Results Presentation	Steward Room, Meikles Hotel	26.02.14 15.00Hrs
MASHHOLD	AGM	ZB life towers	27.02.14 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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