



10-Mar-14 11-Mar-14 %Δ

Market indicators plunge amid choppy trading ...

| | 10-Mar-14 | 11-Mar-14 | %Δ |
|-----------------------------|-----------|-----------|-------|
| ZSE Industrials | 187.40 | 186.47 | 0.50 |
| ZSE Mining | 34.36 | 33.16 | 3.49 |
| Volume Traded (mn) | 12.69 | 6.69 | 47.27 |
| Value Traded (US\$ mn) | 0.64 | 0.62 | 2.73 |
| Market Cap (US\$ mn) | 5,303.27 | 5,268.47 | 0.66 |
| Foreign Purchases (US\$ mn) | 0.225 | 0.228 | 1.44 |
| Foreign Sales (US\$ mn) | 0.415 | 0.265 | 36.04 |

Most indicators trekked southwards in mid-week trades as sentiment remains low. Trades which significantly jumped in the opening session of the week have since come down below the psychological \$1m averaging \$0.63m per session. The industrial Index on the other hand plummeted a further 0.5% to 186.47pts in today's session. Seesawing in heavies with much weight on the downside has seen the index gravitate -7.7% year to date. The market has thus far remained choppy and skewed to the downside with minimal impetus expected from the current round of corporate earnings. Weak economic fundamentals continue to throw a monkey wrench into the mix consequently exacerbating morale. The mining index likewise tumbled 3.5% to 33.16% having shed 28% year to date.

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

Top Risers

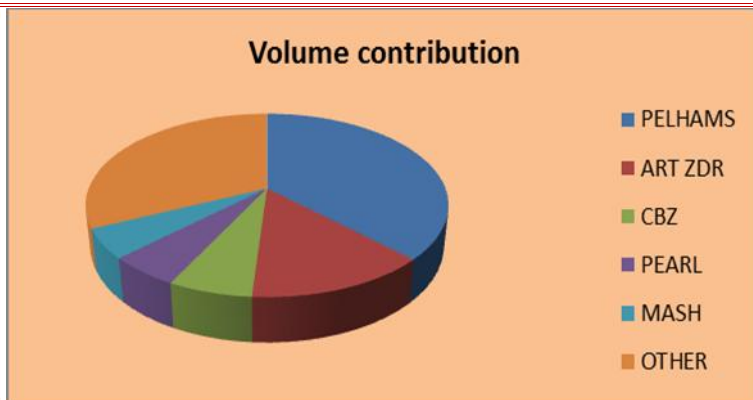
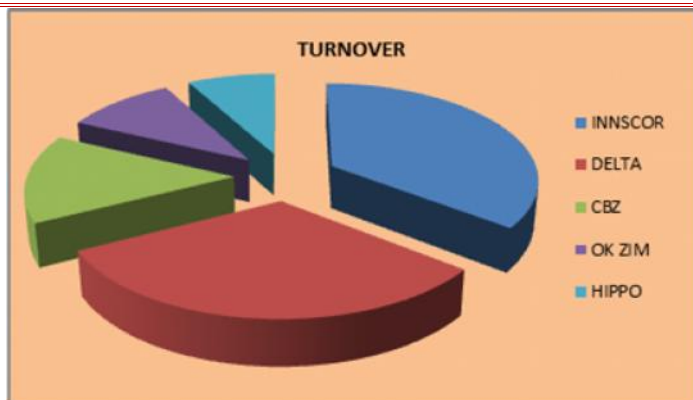
| | Stock Name | Price | % Δ | YTD Δ % |
|---|-------------|-------|-------|---------|
| 1 | NICOZ | 1.50 | 15.38 | 7.14 |
| 2 | STAR AFRICA | 0.90 | 12.50 | 10.00 |
| 3 | CFI | 2.11 | 5.50 | 41.39 |
| 4 | African Sun | 2.50 | 4.17 | 7.41 |
| 5 | BINDURA | 1.35 | 3.85 | 32.50 |

Top Fallers

| | Stock Name | Price | % Δ | YTD Δ % |
|---|------------|-------|-------|---------|
| 1 | HWANGE | 5.31 | 11.50 | 41.00 |
| 2 | FIDELITY | 9.00 | 5.26 | 30.82 |
| 3 | DAIRIBORD | 13.25 | 4.61 | 11.67 |
| 4 | PADENGA | 9.00 | 3.23 | 12.50 |
| 5 | ECONET | 65.00 | 2.93 | 8.33 |

While there was no market breadth as risers equally matched fallers with the latter carrying much weight on heavy cap dominance. Econet, Delta and Innscor eased 3%, 0.2% and 1% to 65c, 122c and 73c respectively. Innscor reported reduced earnings for half year 2014 despite achieving marginally improved profit after tax. The group alluded that due to constrained trading conditions it will reorganise some of its operations to withstand margin adjustments among other challenges. Hwange was the top loser shrinking 12% to 5.31c weighing on the resources index. Fidelity lost 5% to 9c ahead of their results presentation this afternoon. Dairibord and Padenga lost 5% and 3% to close trading at respective prices of 13.25c and 9c. Edgars was stable at 12c after reporting a 12% growth in the bottom line to \$4.2m.

Nicoz claimed the top spot among the risers adding 15% to 1.5c post reporting pre-tax profit of \$3.2m which was up 56% after accounting for investment income. The group generated cash of \$1.4m from operating activities. CFI which has tabled a low cost housing scheme with 15,000 planned stands which will unlock considerable value for the company was up 6% to 2.11c. Value traded dipped a marginal 3% to \$0.62m while volume at 6.7m shares was 47% below yesterday's level. Innscor was the most traded stock by value contributing 27% to the overall turnover. Foreign buys were flat to yesterday at \$0.23m while sales came off 36% to \$0.27 sustaining a net foreign divestment position sixth session in a row.



DIVIDEND MONITOR

| Company | Dividend Type | Div Amount | Record date | Payment Date |
|------------|---------------|------------|-------------|--------------|
| TSL | Final | 0.3c | 14.02.14 | 14.03.14 |
| BAT | Final | 18c | 21.03.14 | 28.03.14 |
| OLD MUTUAL | Final | 8.1p | 16.04.14 | 30.04.14 |
| INNSCOR | Interim | 0.6 c | 31.03.14 | 04.04.14 |
| COLCOM | Interim | 0.4c | 21.03.14 | 04.04.14 |

UPCOMING EVENTS

| Company | Event | Venue | Date & Time |
|---------------|----------------|---|-----------------------|
| TSL | AGM | TSL Head Office, 28 Simon Mazorodze, Hre | 12 March 2014 1200Hrs |
| PG Industries | Scheme Meeting | Royal Harare Golf Club | 14 March 2014 1200Hrs |
| FALGOLD | AGM | KPMG Building Cnr 14th Ave/J Tongogara St Byo | 21 March 2014 1000Hrs |
| AFRICAN SUN | AGM | Ophir Room, 1st Floor Crown Plaza Hotel | 21 March 2014 1100Hrs |

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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