

12-Mar-14 13-Mar-14 %Δ

Industrials ekes out gains in a generally subdued trading session...

	12-Mar-14	13-Mar-14	%Δ
ZSE Industrials	186.47	186.57	0.05
ZSE Mining	33.16	33.16	0.00
Volume Traded (mn)	6.69	8.95	33.73
Value Traded (US\$ mn)	0.62	0.80	29.97
Market Cap (US\$ mn)	5,268.47	5,231.85	0.70
Foreign Purchases (US\$ mn)	0.228	0.163	28.59
Foreign Sales (US\$ mn)	0.265	0.217	18.22

The mainstream index scratched a marginal 0.05% gain to 186.57pts snapping a 3 day slide. Gains were feverish as envisaged by a negative market breadth of 2 bulls to 6 bears. The minimal tick was obviously with caution as investors are in no mood to embrace risk as reporting entities hint on tighter operating environment. Despite the positive outturn to 186.57pts the Index is at a loss of 7.7% year to date. In the session agro industrial concern CFI and clothing retailer Edgars rose 4.3% and 4.2% to 2.2c and 12.5c respectively to inspire the industrials' gains. The duo is riding on upbeat earnings by the former while the latter is due to roll out a low cost housing project which the company hopes will unlock value from its idle land. Edgars reported a 12% growth in the bottom line to \$4.2m resulting in a 10% upsurge in EPS to 1.7c. The minings index was stable at 33.16pts with none of the stocks in ther cluster altering price.

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

Top Risers

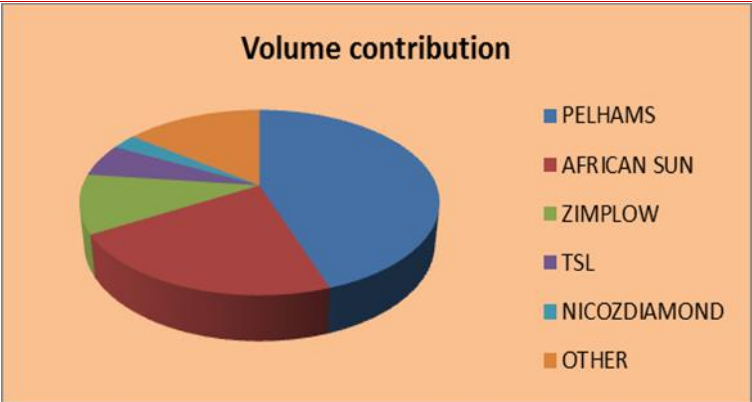
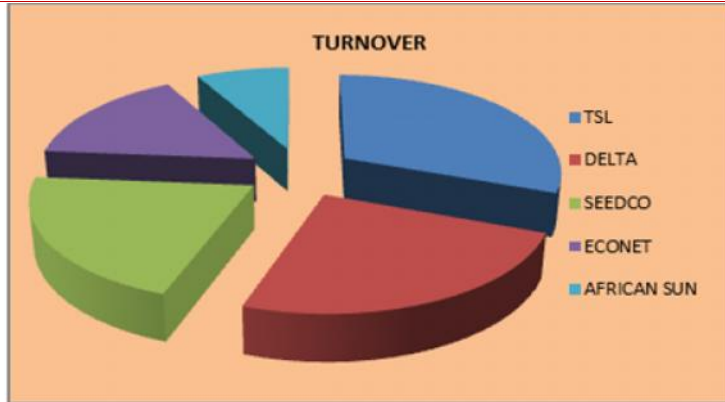
	Stock Name	Price	% Δ	YTD Δ %
1	CFI	2.20	4.27	38.89
2	EDGARS	12.50	4.17	3.22
3				
4				
5				

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	ZIMFLOW	2.30	8.00	34.29
2	CAFCA	22.00	6.38	21.43
3	PEARL	2.61	0.38	0.38
4	TSL	37.20	0.27	2.11
5	INNSCOR	72.90	0.14	8.87

Delta fared 0.01% weaker closing at 121.99c while Innscor softened 0.1% to 72.90c. Econet which recently launched Econet Zero which is an innovative technology inspired product was stable at 65c. Zimplow was the worst performer shrinking 8% to 2.3c followed by Cafca which went down 6% to 22c. Pearl Properties also made it among the bears coming off 0.4% to 2.61c. TSL which was upbeat on 2014 forecast which they say are within targets after realizing a relatively more profitable first quarter, shrunk 0.3% to 37.2c. TSL's Managing Director told a recent AGM that management was confident of the company delivering steady growth.

Both value and volumes traded recovered 30% and 34% to \$0.8m and 8.95m shares respectively. The intraday gain was mainly driven by demand in TSL and Delta which collectively accounted for 43% of the aggregate value traded. Foreign inflows at \$0.16m were 20% of the overall purchases. Foreign outflows retreated marginally to \$0.21m resulting in a net foreign divestment of \$0.05m. The growing trend of a net foreign divestment has now extended to 7 successive session though this is in line with trends across sub Saharan markets where equities have been relieved of huge chunks of foreign money. Foreign inflows have averaged 38% of daily turnover in the 2 weeks to date which is a far cry from the 2013 average of 56%.



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
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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