



15-Apr-14 16-April-14 % Δ

ZSE extends weakness in mid week trades...

| | 15-Apr-14 | 16-April-14 | % Δ |
|-----------------------------|-----------|-------------|--------|
| ZSE Industrials | 168.00 | 165.41 | 1.54 |
| ZSE Mining | 28.82 | 28.82 | 0.00 |
| Volume Traded (mn) | 10.67 | 39.10 | 266.59 |
| Value Traded (US\$ mn) | 2.89 | 4.31 | 49.02 |
| Market Cap (US\$ mn) | 4,598.70 | 4,503.72 | 2.07 |
| Foreign Purchases (US\$ mn) | 2.020 | 2.623 | 29.88 |
| Foreign Sales (US\$ mn) | 1.967 | 2.690 | 36.77 |

Further weaknesses in momentum stocks weighed on the benchmark index to near record lows as loss margins remained wide with the index dropping 1.5% to 165.41pts. Delta and Econet among other value stocks gravitated further on eases of 2.8% and 1.7% to 105c and 59c respectively. At the holding levels the former has set a new 52 week low while the latter drifted by a equal margin (1.7%) from its 2014 year opening level which doubles as its lowest level year to date.

Trading pattern in recent sessions has exhibited an indirect variation as volumes and values have spontaneously gone up against falling prices. Overall value traded so far in the week averages \$3m against March to date average value trades of \$1.7m representing a sharp 76% upsurge. The mainstream index has shed a cumulative 3.4% in the 3 sessions of the week. In a clear show of buying into dips on attractive cheaper prices, trades in 3 most capitalized stocks on the ZSE have claimed an average 78% of the overall \$9m traded in the week.

Meanwhile value traded in the session went up 49% to \$4.3m on yesterday driven by demand in Delta and Econet. Volumes likewise went up 266% to 39.1m against a 33.9m parcel of shares exchanged in ZPI at 0.85c pursuant to previous blocks in the same stock churned out in previous sessions. Foreign participation buoyed by cheap valuations has seen a rising momentum as inflow improved by 30% to \$2.6m accounting for 61% of the the aggregate turnover. However activity on the sell side has similarly been induced going up 37% to \$2.7m on yesterday. The resultant net foreign outflow stood at a negative \$0.067m.

TSL topped the fallers on a 14% decline to 30c tailed by ZPI which came off 11% to 0.85c. Dairibord tumbled 5.7% to 8.5c while PPC and CBZ shrunk 4.5% and 3% to 210c and 15.5c respectively. Heavies Innscor and Seedco came off 0.8% and 0.7% to 59.5c and 69.5c respectively to cap the top capitalized fallers. On the upside were Willdale which soured 43% to 0.1c followed by Cafca which gained 19% to 25c. OK reversed prior session losses to 18c a gain of 5.8%; the gain comes against the launch of the annual OK grand challenge. Elsewhere the Mining Index was unchanged at 28.82pts after another lowly traded session for the cluster where only 2,000 shares traded in Falgold at its previous price of 3.3c.

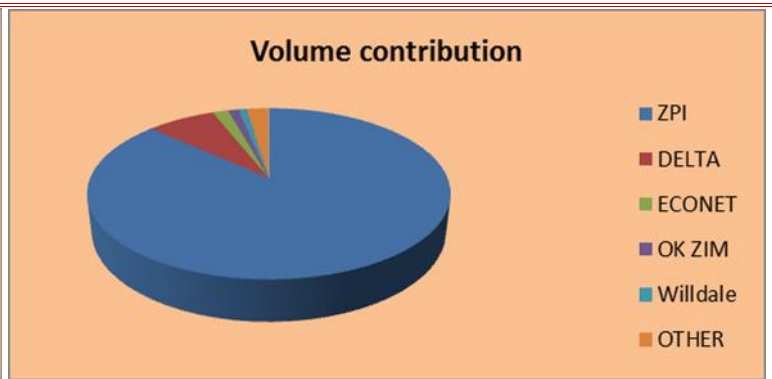
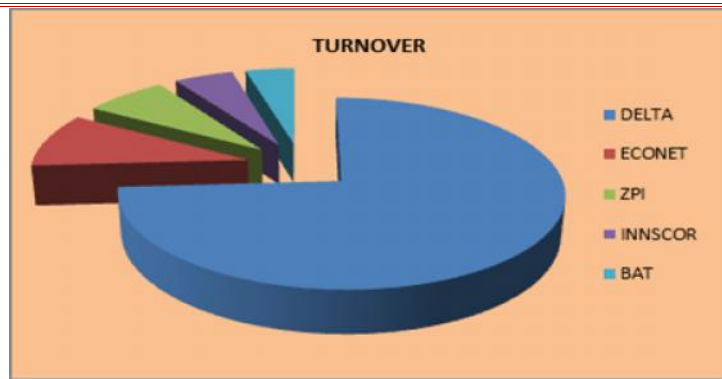
***Market Cap is Inclusive of Econet Class A Shares

Top Risers

| | Stock Name | Price | % Δ | YTD Δ % |
|---|------------|-------|-------|---------|
| 1 | Willdale | 0.10 | 42.86 | 0.00 |
| 2 | CAFCA | 25.00 | 19.05 | 10.71 |
| 3 | OK | 18.00 | 5.88 | 10.00 |
| 4 | | | | |
| 5 | | | | |

Top Fallers

| | Stock Name | Price | % Δ | YTD Δ % |
|---|------------|--------|-------|---------|
| 1 | TSL | 30.00 | 14.29 | 21.05 |
| 2 | ZPI | 0.85 | 10.53 | 34.62 |
| 3 | DAIRIBORD | 8.50 | 5.56 | 43.33 |
| 4 | PPC | 210.00 | 4.55 | 12.50 |
| 5 | CBZ | 15.50 | 3.13 | 3.33 |



DIVIDEND MONITOR

| Company | Dividend Type | Div Amount | Record date | Payment Date |
|------------|---------------|------------|-------------|--------------|
| 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 |
| ZPI | Final | 0.024c | 25.04.14 | 07.05.14 |
| NATFOODS | Interim | 3c | 21.03.14 | 04.04.14 |
| FBC | Final | 0.149c | 04.04.14 | 22.04.14 |
| CBZ | Final | 0.184c | 04.04.14 | 15.04.14 |
| FIDELITY | Final | 0.18c | 06.03.14 | 30.04.14 |

UPCOMING EVENTS

| Company | Event | Venue | Date & Time |
|----------|-------|---|-------------|
| Willdale | AGM | Admin Block, Tenerife Factory, Mt Hampden | 06.05.14 |
| Zimplow | AGM | North End Park, Northridge, Borrowdale | 05.05.14 |

CAUTIONARIES

ISSUE DATE

| | | |
|-----------------|---------------------------|---|
| 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 |
| DAWN PROPERTIES | 23 rd Mar 2014 | Negotiations are underway over disposal of one of its hotel properties |
| WILLDALE | 6 th May 2014 | To approve rights issue |
| NICOZ & ZHL | 11 th Apr 2014 | Negotiations over disposal and acquisitions respectively, of a business |

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