

15-May-14 16-May-14 % Δ

## Industrials snap skid to close week in the money...

ZSE Industrials	172.54	173.59	0.61
ZSE Mining	28.58	27.97	2.13
Volume Traded (mn)	1.82	6.75	269.98
Value Traded (US\$ mn)	0.56	1.70	203.79
Market Cap (US\$ mn)	4,567.99	4,536.29	0.69
Foreign Purchases (US\$ mn)	0.180	1.661	820.52
Foreign Sales (US\$ mn)	0.099	0.964	870.49

Industrials halted a freefall to post gains in the week closing session where trades were significantly improved though limited to a reduced number of stocks on prior session. The industrials index gained 0.61% to 173.59pts marginally reducing its year to date loss to -14.12%. Index gains were mainly driven by Innscor which has experienced a gradual recovery in recent sessions. Today's gain in the diversified conglomerate entity was realised after Irvine's which is an associate was reported to have invested into a new silo and stock feed plant which will see production increasing to 25 tonnes per hour.

The mining index registered its first move in four sessions coming off 2% to 27.97pts. The decline was implied following a 9% dearth in Hwange to 5c. The coal maker reported an intended \$30m capital raise with \$15m being pursued with Exim bank of India while about \$18.5m will be sourced from the PTA bank. The company has put together what it terms an aggressive and definitive plan to turn around its fortunes which will involve restructuring and resizing of management and staff while six operating units will be created. The overture follows shortly after the spurning of major shareholder Nick Van Hoog's \$50m offer.

Elsewhere bankers NMBZ topped the risers on 33% recovery to 4c while fellow bankers Barclays succumbed to a 0.3% loss to 3.6c following a trading update at an AGM today where they said they are likely to miss both their loan and deposit target level for the year. Pearl rose 18% to 2.95c as shareholders warm up to the proposed share buyback. OK also gained 3% to 18.5c to cap the risers while both Econet and Delta were stable at prior levels.

Value trades went up 204% to \$1.7m spurred by Delta trades which accounted for 45% of aggregate turnover. The bulk of the Delta value was attributable to foreign buyers with the trade in turn propelling foreign inflows to \$1.6m. Foreign outflows stood at \$0.96m resulting in a net foreign inflow of \$0.7m.

Meanwhile Dairibord was bids only at 8c before reporting at an AGM that they are considering a capital raise to fund milk production and build new brands. A new product line is expected to be launched this month to expand group revenue streams. Volumes in the year remain static while raw milk intake has improved to last year. Total expenses were down 10% in the 4 months.

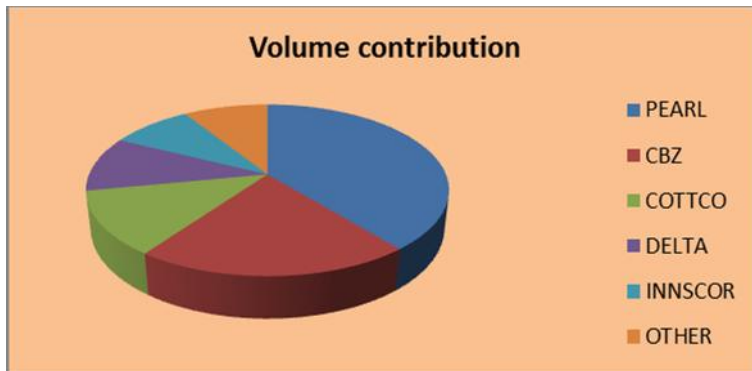
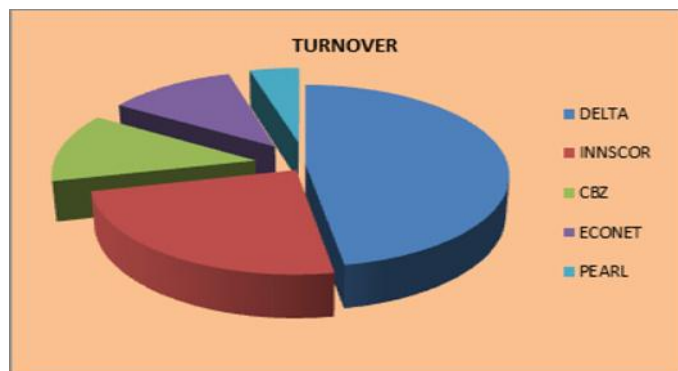
### \*\*\*Market Cap is Inclusive of Econet Class A Shares

#### Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	NMBZ	4.00	33.33	38.46
2	PEARL	2.95	17.53	13.46
3	OK	18.50	2.78	7.50
4	INNSCOR	70.00	2.04	12.50
5				

#### Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	HWANGE	5.00	9.09	44.44
2	BARCLAYS	3.60	0.28	18.18
3				
4				
5				



#### 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	Venue	Date & Time
Barclays	AGM	Rainbow Towers Harare	15.05.14
BAT	AGM	BAT Head Office	27.05.14
RIO ZIM	AGM	1 Kenilworth Road Highlands Harare	28.05.14
PEARL	AGM	FML Park 100 Borrowdale Road	07.06.14
EDGARS	AGM	Edgars Training Auditorium	29.05.14

#### CAUTIONARIES

#### ISSUE DATE

AFRICAN SUN	6 <sup>th</sup> Dec 2013	Discussions on mandatory offer to minorities by Lengrah Investments
PGI	4 <sup>th</sup> Dec 2013	Negotiations that may have material effect on the future of the company
DAWN PROPERTIES	23 <sup>rd</sup> Mar 2014	Negotiations are underway over disposal of one of its hotel properties
WILLDALE	6 <sup>th</sup> May 2014	To approve rights issue
NICOZ & ZHL	11 <sup>th</sup> Apr 2014	Negotiations over disposal and acquisitions respectively, of a business

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