

16-May-14 19-May-14 %Δ

Industrials fall in week opening trades...

Week opening losses widened for the Industrial Index in slightly reduced trades though remaining above psychological \$1m threshold. The mainstream index gave up 1.03% to 171.80pts which is almost twice Friday's loss margin driven mainly by heavy cap losses which made up five of the ten overall fallers. Seedco among the heavies was the worst performer receding by 6.7% to 70c. The seed maker has hogged limelight in Q1 as parcels were exchanged at 99.25c in special deals pursuant to the buy in by Vilmorin & Cie.

The Mining index added 0.3% to 28.06pts against a 0.8% gain in nickel miner BNC to 1.31c. Hwange was stable at 5c after flighting a letter to shareholders in the press presenting their turnaround strategy which involves devolving the company into 6 operating units. Elsewhere the market breadth turned negative as ten fallers emerged over five risers. Overall fallers were skewed towards heavies with the major losses being in Econet which eased 1.5% to 65c, and Innscor that took a breather coming off 2.9% to 68c after enjoying a steady rise in the prior week.

30 stocks were active in the session compared to 21 in the previous session with half the total trading unchanged while the other half was split unevenly between risers and fallers. Hotelier RTG was the worst faller coming off 17% to 1c tailed by its major shareholder FML which declined 7.7% to 6c. TSL shrunk 6.7% to 28c widening its YTD loss to -26.3%. FBCH capped the top fallers after shedding 4.6% to 10.97c while stretching its YTD loss to -18.7%. Overall 45 out of the 62 active stocks on the bourse are trailing their year opening levels with Pelhams at the top showing a 90% variance.

Hippo surged 12% to 56c while Cottco went up 6.3% to 0.85c. BAT added 1.5% affirming its recovery to close at 1000c. Powerspeed was an unusual mover firming 1.3% to 1.52c. Value traded dented 27% to \$1.24m. Econet was the largest contributor by value accounting for 73% of the aggregate value. Volumes however went up 133% to 15.78m shares spurred by Cottco which accounted for the bulk. Foreign swap in Econet augured foreign buys contribution to turnover which stood at 83% of total buys of \$1.02m. However on a relative basis foreign inflows declined 38% on prior session while foreign outflows went up 4% to \$1m resulting in a net foreign inflow of \$0.024m.

	16-May-14	19-May-14	%Δ
ZSE Industrials	173.59	171.80	1.03
ZSE Mining	27.97	28.06	0.32
Volume Traded (mn)	6.75	15.78	133.73
Value Traded (US\$ mn)	1.70	1.24	26.94
Market Cap (US\$ mn)	4,536.29	4,558.83	0.50
Foreign Purchases (US\$ mn)	1.661	1.029	38.06
Foreign Sales (US\$ mn)	0.964	1.005	4.27

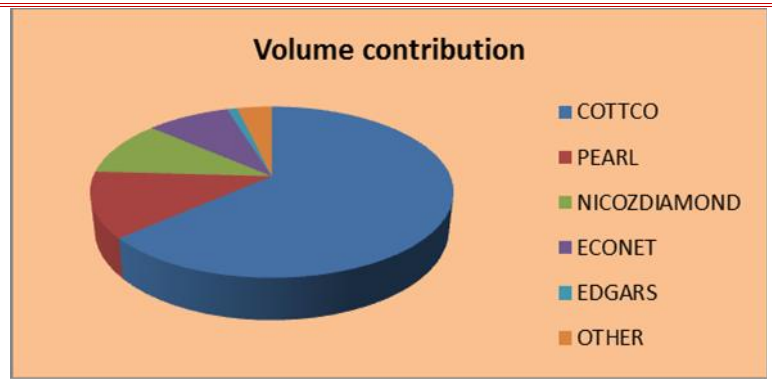
***Market Cap is Inclusive of Econet Class A Shares

Top Risers

	Stock Name	Price	%Δ	YTD Δ %
1	HIPPO	56.00	12.00	37.79
2	COTTCO	0.85	6.25	85.83
3	BAT	1000.00	1.52	16.67
4	POWERSPEED	1.52	1.33	15.56
5	BINDURA	1.31	0.77	34.50

Top Fallers

	Stock Name	Price	%Δ	YTD Δ %
1	RTG	1.00	16.67	37.50
2	FIRST MUTUAL	6.00	7.69	25.00
3	TSL	28.00	6.67	26.32
4	SEEDCO	70.00	6.67	22.22
5	FBCH	10.97	4.61	18.74



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
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
FML	AGM	FML Park 100 Borrowdale Road	03.06.14

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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