



18-Jun-14    19-Jun-14    % Δ

**Equities surge as bullish sentiment in heavies continued...**

ZSE Industrials	182.50	184.86	1.29
ZSE Mining	54.58	57.78	5.86
Volume Traded (mn)	11.32	12.94	14.34
Value Traded (US\$ mn)	2.45	0.77	68.67
Market Cap (US\$ mn)	5,321.62	5,350.75	0.55
Foreign Purchases (US\$ mn)	1.670	0.088	94.76
Foreign Sales (US\$ mn)	0.339	0.028	91.79

The ZSE closed firmer in thinner trades as both indices continued in rallying performances. The mainstream index added 1.29% to 184.86 points while the mining index surged 5.86% to 57.78pts. The second quarter of the year has registered tremendous recovery after both indices closed Q1 in the red. The mining index which has been a drastic underperformer is now up 26.18% year to date while the industrial index has reduced its year to date loss to -8.5% on its year opening levels. A dash into undervalued stocks predominantly blue chip heavy caps and a selected few mid tier stocks across the market has inspired the rebound. Econet which was stable at 73.5c in today's session has gained 22.5% in the year.

In the session 5 heavies went up led by Delta which recovered 3.41% to 121c thereby reducing its year to loss to -13.61%. Buoyant Old Mutual firmed 2.77% to 260c which is its highest level so far in the year. Seedco gained 1.73% to 71.21c while BAT went up 1.24% to 1225c. Innscor edged closer to its year opening levels after going up 0.65% to 78c. Bindura extended gains going up 9.5% to 4.61c in turn propelling the counter's YTD gains to 130.50%. Falgold which was the only other active resources stock shrunk 25% to 1.5c after reporting a narrow contraction in loss to \$1.67m in the six months to March 2014 relative to last year. Revenue shrunk -56% to \$6.3m on the back of reduced gold production following the shutting down of Dalny mine. The mine has since been subject to a proposed sale to ACR at a realization of \$8m.

Turnall was the top mover adding 30.43% to 3c while Truworths rose 23.9% to 2.85c. Masimba went up 13.25% to 1.71c while Meikles which is due to report its half year results gained 10% to 22c. Medtech softened by 20% to 0.04c while bankers NMB weakened 12.5% to 3.5c. Cottco which spun a substantial volume of 8m shares came off 5% to 0.95c. ZPI weakened 5.56% to 0.85c after reporting a 5% decline in rental income to \$1.54m against a target of \$1.81m for the five months period to May 2014. The company says they have witnessed an increase in lease surrenders and rising voids and debtors.

Value traded declined 69% to \$0.77m as value stocks were traded less. Bindura was the unusual top traded stock by value aided by a special bargain of 4,229,918 shares. Foreigners were less active as foreign inflows declined 95% to \$0.088m while outflows came off in almost similar proportion to \$0.028m. Despite narrowing, foreigners remained net buyers at \$0.006m after the US fed announced further tapering of its asset purchase on expectations of full recovery in the US economy.

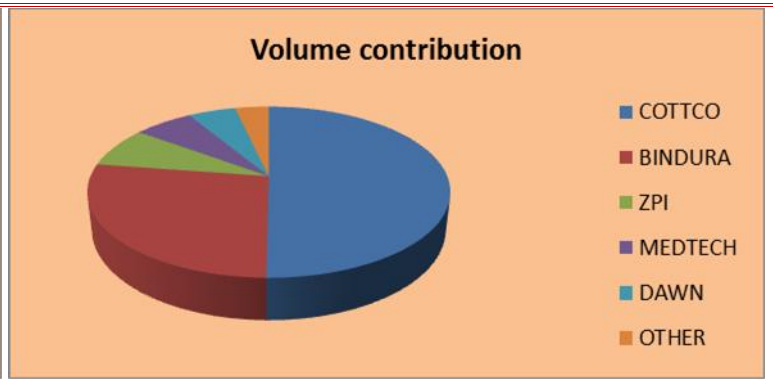
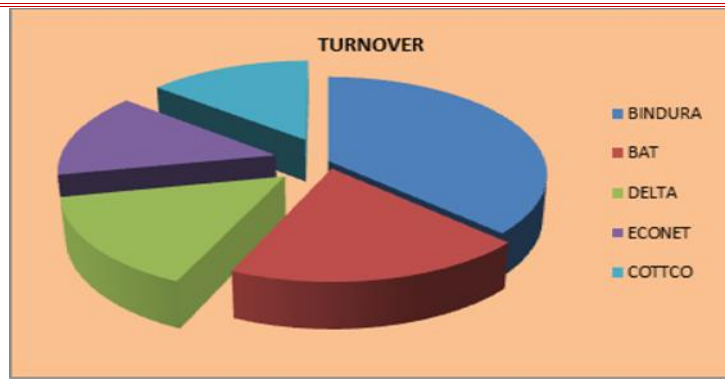
**\*\*\*Market Cap is Inclusive of Econet Class A Shares**

**Top Risers**

	Stock Name	Price	% Δ	YTD Δ %
1	TURNAL	3.00	30.43	40.00
2	TRUWORTHS	2.85	23.91	32.14
3	MASIMBA	1.71	13.25	73.69
4	MEIKLES	22.00	10.00	15.79
5	BINDURA	4.61	9.50	130.50

**Top Fallers**

	Stock Name	Price	% Δ	YTD Δ %
1	FALGOLD	1.50	25.00	70.00
2	MEDTECH	0.04	20.00	42.86
3	NMBZ	3.50	12.50	46.15
4	ZPI	0.85	5.56	34.62
5	COTTO	0.95	5.00	84.17



#### 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 Type	Location	Date	Time
PIONEER	AGM	PIONEER BOARDROOM, HEAD OFFICE SOUTHERTON,	26/06/2014	1000HRS
FBC	AGM	ROYAL HARARE GOLF CLUB	26/06/2014	1200HRS
MASIMBA	AGM	HEAD OFFICE, 44 TILBURY ROAD, WILLOWVALE	26/06/2014	1200HRS
FIDELITY LIFE	AGM	BOARDROOM, 7TH FLOOR, FIDELITY HOUSE	26/06/2014	1200HRS
ZBFH	AGM	ZB HOUSE, 46 SPEKE AVENUE	27/06/2014	1030HRS
GBH	AGM	CERNOL CHEMICALS BOARDROOM, WILLOWVALE	27/06/2014	1130HRS
ZIMPAPERS	AGM	BOARDROOM, 6TH FLOOR, HERALD HOUSE	27/06/2014	1200HRS
HWANGE	AGM	BOARDROOM, 7TH FLOOR, COAL HOUSE	30/06/2014	1030HRS
ZHL	AGM	NICOZ DIAMOND AUDITORIUM, 7TH FL INSURANCE CENTRE	30/06/2014	1230HRS
MEDTECH	AGM	BOARDROOM, STAND 619 , RUWA	30/06/2014	1500HRS

#### CAUTIONARIES

#### ISSUE DATE

Company	Issue Date	Description
AFRICAN SUN	6 <sup>th</sup> Dec 2013	Discussions on mandatory offer to minorities by Lengrah Investments
NICOZ & ZHL	11 <sup>th</sup> Apr 2014	Negotiations over disposal and acquisitions respectively, of a business
FALGOLD	21 <sup>st</sup> May 2014	Negotiations that may have material effect on the company's stocks price
HUNYANI	22 <sup>nd</sup> May 2014	Negotiations that may have material effect on the company's stocks price
BINDURA	13 <sup>th</sup> June 2014	Profit expected to substantially increase relative to last year

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