

18-Nov-14 19-Nov-14 % Δ

Equities on shaky ground as Industrials touch six months low

ZSE Industrials	173.75	173.69	0.03
ZSE Mining	63.88	63.88	0.00
Volume Traded (mn)	6.02	7.14	18.60
Value Traded (US\$ mn)	3.99	0.71	82.29
Market Cap (US\$ mn)	4,950.4	4,956.5	0.12
Foreign Purchases(US\$mn)	2.954	0.402	86.40
Foreign Sales (US\$ mn)	2.270	0.606	73.31

ZSE continued in sideways trading which has been prevalent since the week started. Though strategic counters have managed to hold at recent support levels, the downside has remained delicate paring -0.03% to 173.69 points in the mid-week session. The decline emerged despite a positive market breadth of 1 counter running for the second successive session. Gainers stood at 3 counters while fallers were limited to 2 stocks. Overall 16 counters exchanged hands which were an improvement from 13 yesterday.

The mining index was stable at 63.88 points as the only active counter in the cluster Bindura traded flat at 5.1c and exchanged a minor volume at that level. The counter closed with a lower bid of 4.5c while offers remained at 5.5c. The other mining counters retained prior quotes. Meanwhile Bindura intends to floated a \$20m bond with a 10% yield, The amount is part of the \$26m the nickel miner is seeking in order to restart its smelting operations.

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	PADENGA	9.00	10.4	12.50
2	CAFCA	40.00	5.26	42.86
3	NATFOODS	300.00	1.69	50.00
4				
5				

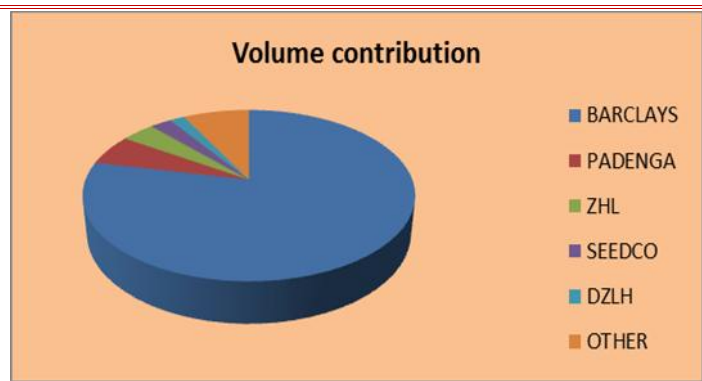
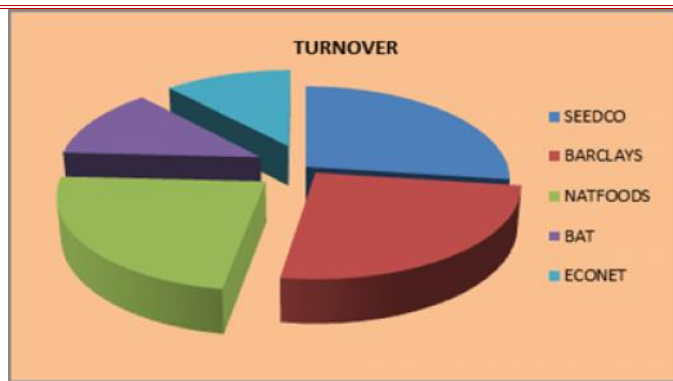
Only 4 among the 10 capitalised on the ZSE were active. Delta closed net sellers at 113c same with Econet at 69c which was its closing price. Volumes exchanged in both momentum stocks were declining relative to yesterday. Innscor which topped both volumes and value traded in the previous callover on solid trades was bids and offers only at 60c and 65c respectively. BAT traded flat at 1200c while Old Mutual was bid and offers only at 235c and 240c in that order.

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	CBZ	12.00	7.69	39.51
2	CFI	3.00	6.25	16.67
3				
4				
5				

CBZ was -7.69% lower at 12c to claim the top spot among the fallers. This comes as the RBZ recently reported a surge in non-performing loans to 20% as at June 2014. The RBZ has since appointed a body to direct the recently set up ZAMCO. The company is a special purpose vehicle created to takeover banks' non-performing loans (NPLs), which stood at around \$0.705m in June. CFI came off -6.25% to 3c while PPC was bids and offers amidst shareholder and board upheavals in the regional cement producer. Padenga topped the risers adding 10.4% to 9c while CAFCA maintained upwards surge gaining 5.26% to 40c.

Value traded came of 82% to \$0.71m while volumes traded went up 18.6% to 7.14m shares. SeedCO emerged as the top traded counter by value replacing Innscor and Econet which topped in respective sessions since the week begun. The trade in Seedco was an exchange between foreigners which contributed 57% to turnover. Foreign purchases at \$0.4m were 86.4% lower than yesterday while foreign outflows pared a -73.3% to \$0.6m on the same base.



DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
---------	---------------	------------	-------------	--------------

UPCOMING EVENTS

COMPANY	EVENT	VENUE	DATE	
RADAR	AGM	7 th Floor, Charter House, Bulawayo	20.11.14	1000HRS
INNSCOR	AGM	Royal Harare Golf Club	21.11.14	0845HRS
TRUWORTHS	AGM	Prospect Park, Seke Road Harare	27.11.14	0900HRS
PPC	AGM	Michalangelo Hotel, Sandton, SA	08.12.14	1000HRS

CAUTIONARIES

Company	Issue Date	Subject
AFRICAN SUN	6 th DEC 2013	Discussions on mandatory offer to minorities by Lengrah Investments
Nicoz & ZHL	11 th Apr 2014	Negotiations over acquisitions and disposal respectively, of a business
FALGOLD	21 st MAY 2014	Negotiations that may have material effect on the company's stocks price
HUNYANI	22 nd MAY 2014	Negotiations that may have material effect on the company's stocks price
BINDURA	13 th JUNE 2014	H2 Profit expected to substantially higher than H1 outturn
TAH	24 th JUNE 2014	Negotiations that may have material effect on the company's stocks price
COTTCO	24 th JUNE 2014	Negotiations that may have material effect on the company's stocks price

This document has been prepared by EFE Securities (Private) Limited (EFE), for the information of its clients. Although the statements of fact in this report have been obtained from sources that the company believes to be reliable, we do not guarantee their accuracy, and any such information may be incomplete or condensed. All opinions and estimates included in this report constitute the company's judgment as of the date of this report and are subject to change without notice. The securities discussed and mentioned in this report may not be suitable for all investors. Investors must make their own investment decisions based on their specific investment objectives and financial position and using such independent advisors they believe necessary. This report is for informational purposes only and is not intended as an offer or solicitation with respect to the purchase or sale of any security. EFE and any of the individuals preparing this report may at any time have a long and/ or short position in any securities of companies in this report. In addition EFE may from time to time perform investment banking or other services for, or solicit investment banking or other business from any entity mentioned in this report. EFE may at times buy and sell shares on an agency or principal basis to its clients. Shares may rise or fall and investors may end up with a reduced amount from their initial capital invested. Additional information on EFE's recommended securities is available on request.