



	19-Feb -13	20-Feb-14	% Δ
ZSE Industrials	189.68	190.97	0.68
ZSE Mining	33.61	33.61	0.00
Volume Traded (mn)	7.19	3.01	58.12
Value Traded (US\$ mn)	3.66	1.16	68.29
Market Cap (US\$ mn)	5,269.15	5,289.11	0.38
Foreign Purchases (US\$ mn)	2.962	0.051	98.28
Foreign Sales (US\$ mn)	0.794	0.018	97.79

## ZSE in successive gains as tobacco selling season kicks off ...

The ZSE remained buoyant in Thursday trades adding 0.68% to 190.97pts in the first session after the tobacco auction floors opened for trading yesterday. The cash crop is expected to improve liquidity in the cash strapped economy while spontaneously stimulating aggregate demand. A produce of 185m kgs valued at \$680m is projected in the current year ahead of 166m kgs valued at \$612m achieved in the prior year. The cash flows generated from same are however not expected to address the cash gap in the economy which threatens to reverse the economic gains achieved so far.

Heavyweights Econet's shares rose 2.58% to 63.60c while Barclays surged 2.5% to 4.1c to drive the market higher. Telecoms giant Econet had so far bucked the trend of a falling market in the year closing today on an YTD gain of 6% against a YTD industrials decline of equal proportions. Another heavy cap Delta sustained the redemption drive gaining 0.17% to 125c effectively reducing its YTD losses to 10.78%. Innscor was however stable at 78c as investors absorb the recent price gains. African Sun ended today's call with a tight spread of 2.5c bid and an offer of 2.6c after issuing an AGM notice where a special business resolution on disposal of the remaining 406,466,976 shares in Dawn which are equivalent to 16.54% of Dawn's issued share capital, is set to be tabled. The proceeds of the sale will be channeled towards extinction of short term borrowings. Dawn however retreated 11.1% to 0.8c post the announcement.

Among the top performers were Zimplow followed by Star Africa which soured 11.6% and 11.1% to 2.4c and 1c respectively. Ariston kept surging adding 8.3% to 0.65c post an impressive first quarter trading update. Afdis however retreated 6.3% to 30c while Fidelity shrunk 5% to 9.5c. Seedco capped the fallers on a 2% decline to 90c. Foreign flows weakened sharply as inflows nosedived 98% to \$0.05m while outflows dipped by an equal magnitude on yesterday to \$0.02m. The flows indicate a possible shift in turnover disaggregation skewed towards local buyers going forward. To date however foreign inflows averages 73% of the overall turnover in 2014 while showing a sharp decline between the January and February levels. In February foreigners have bought \$20m worth of shares compared to \$50.5m in January. The decline may be possibly be a result of foreigners taking to the sidelines in light of volatility on the bourse while being exacerbated by the tapering of foreign funds by developed economies. Elsewhere overall value traded stood at \$1.16m on volumes of 3m shares as both aggregates weakened 68% and 58% respectively compared to yesterday.

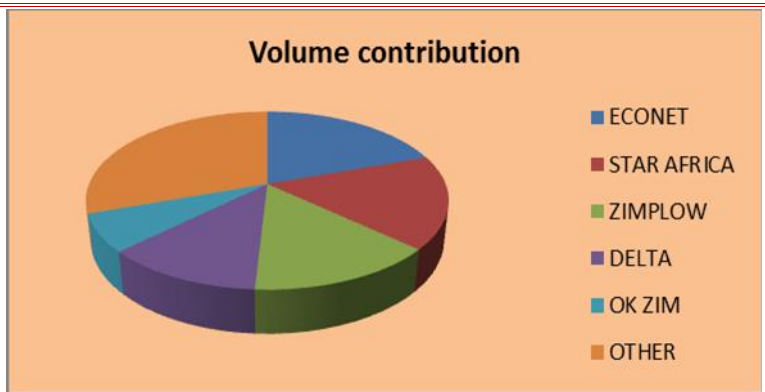
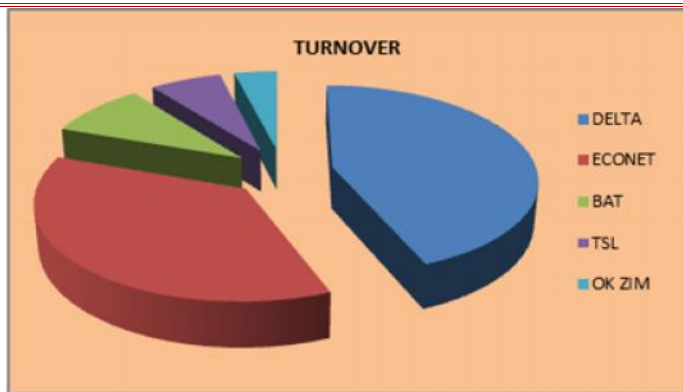
### \*\*\*Market Cap is Inclusive of Econet Class A Shares

#### Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	ZIMFLOW	2.40	11.63	31.43
2	STAR AFRICA	1.00	11.11	0.00
3	ARISTON	0.65	8.33	35.00
4	ECONET	63.60	2.58	6.00
5	BARCLAYS	4.10	2.50	6.82

#### Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	DAWN	0.80	11.11	20.00
2	AFDIS	30.00	6.25	0.00
3	FIDELITY	9.50	5.00	26.98
4	SEEDCO	90.00	1.10	0.00
5				



**DIVIDEND MONITOR**

Company	Dividend Type	Div Amount	Record date	Payment Date
TSL	Final	0.3c	14.02.14	14.03.14

**UPCOMING EVENTS**

Company	Event	Venue	Date & Time
CBZ	FY13 Results Presentation	Steward Room, Meikles Hotel	26.02.14 15.00Hrs
MASHHOLD	AGM	ZB life towers	27.02.14 12.00Hrs
ART	AGM	202 Seke Road, Graniteside Harare	28.02.14 11.00Hrs
AFRICAN SUN	AGM	Ophir Room, 1 <sup>st</sup> Floor Crown Plaza Hotel	21.03.14 11:00 Hrs

**CAUTIONARIES**

**ISSUE DATE**

NMB	7 <sup>th</sup> Feb 2014	Profit warning, impairment on loans to result in a net loss position
AFRICAN SUN	6 <sup>th</sup> Dec 2013	Discussions on mandatory offer to minorities by Lengrah Investments
TSL	29 <sup>th</sup> Jan 2014	Discussions with Chemco on a conversion of debt to equity on amt owed
PGI	4 <sup>th</sup> Dec 2013	Negotiations that may have material effect on the future of the company

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