



19-May-14 20-May-14 % Δ

Further weakness as ZSE heavies fail to sustain gains attained earlier in the month...

ZSE Industrials	171.80	171.66	0.08
ZSE Mining	28.06	28.06	0.00
Volume Traded (mn)	15.69	12.23	22.05
Value Traded (US\$ mn)	1.23	0.94	23.51
Market Cap (US\$ mn)	4,558.83	4,516.98	0.92
Foreign Purchases (US\$ mn)	1.029	0.367	64.33
Foreign Sales (US\$ mn)	1.005	0.311	69.01

The ZSE closed lower in Tuesday trades easing 0.08% to 171.66c narrowing relative intraday losses on sideways trading in heavies. Year to date average intraday day loss stands at -0.2% which is a wide variance from yesterday's -1% loss. However in the session heavies split either way with giants Econet giving up 0.78% to 64.49c amid calls by management for a level playing field in the telecoms industry while retailers OK receded 1.1% to 18c. Juxtaposing on the risers was seed maker SeedCO which recovered partially from yesterday's decline adding 1.4% to 71c to lessen the loss magnitude.

Overall 24 counters were active in the session 8 of which are among the top 10 most capitalised stocks on the ZSE. Only 3 of the 24 active stocks were fallers while 5 were gainers with the rest trading at constant prices. This resulted in a favorable market breadth of +2 stocks. Similar to recent sessions mid tiers continue to dominate activity though scoring low on value and influencing the market direction. Heavies Delta and Innscor were stable at 115c and 68c respectively with the former however driving sizeable value in trades while the later spurn a negligent volume at that price level.

Bankers Barclays declined 2.8% to 3.5c to become the worst performer in the session. Dawn topped the risers on a 12.5% gain to 0.9c while former parent and major tenant hotelier group African Sun tailed on a 3.7% upsurge to 2.8c. Padenga added 0.53% to 7.65c while PPC capped the risers set on 0.01% gain to 201.01c. The mining index was unchanged at 28.06pts with trades limited to only Bindura at previous levels while all other stocks in the cluster were bids only.

Value of trades relatively declined 24% to \$0.94m on yesterday. Delta contributed 41% while Barclays and Padenga accounted for 18% each to aggregate value traded. Foreign inflows at \$0.37m accounted for 39% of overall trades with the Barclays trade accounting for the bulk of the trades. However foreign appetite remerged in Delta with some foreign to foreign swaps being seen on the day. Foreign outflows weakened further coming off 69% on yesterday to \$0.3m to see the market post its fifth successive net funds inflow position on the balance of payments

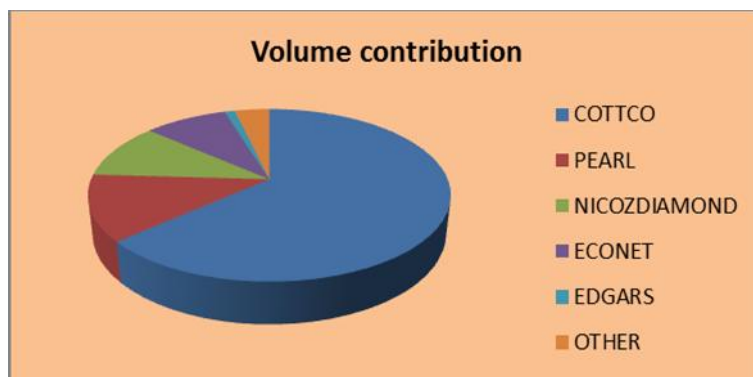
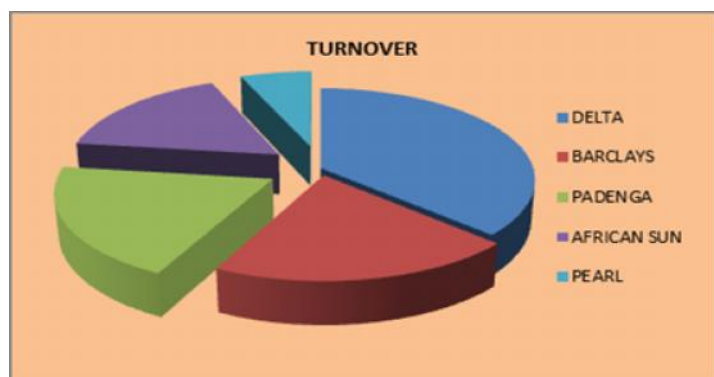
***Market Cap is Inclusive of Econet Class A Shares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	DAWN	0.90	12.50	10.00
2	African Sun	2.80	3.70	3.70
3	SEEDCO	71.00	1.43	21.11
4	PADENGA	7.65	0.53	4.38
5	PPC	201.01	0.01	16.25

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	BARCLAYS	3.50	2.78	20.45
2	OK	18.00	1.10	10.00
3	ECONET	64.49	0.78	7.48
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
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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