

	21-Oct-14	22-Oct-14	% Δ
ZSE Industrials	186.79	186.69	0.05
ZSE Mining	76.88	76.10	1.01
Volume Traded (mn)	5.26	3.89	26.07
Value Traded (US\$ mn)	0.83	1.77	113.51
Market Cap (US\$ mn)	5,403.8	5,403.8	0.00
Foreign Purchases(US\$mn)	0.248	1.264	410.63
Foreign Sales (US\$ mn)	0.533	0.718	34.58

Subdued demand continue to weigh the ZSE..

The mid week session provided little impetus which however fell short of influencing Industrial Index from further sliding. Econet which dipped in the previous session posted an early recovery rising 2.63% to 78c as the market went bullish on the telecoms stock ahead of the company's interims results announcement. We expect the company to report reduced turnover owing to the decline in voice which in part will be moderated by the expected growth in data revenue. In its mid term fiscal policy the government announced an increase in tax on voice which is likely to have an effect of further straining margins. The mainstream index thus closed -0.05% weaker at 186.69 points on yesterday.

Despite seesawing the downside exhibited strength as it was anchored by three heavy cap counters while the only heavy cap to go up was Econet. A total of six counters registered losses compared to nine yesterday. On the rising side were a total of four stocks while a total of 22 active counters were registered. Activity was highly concentrated among mid tier stocks with the usual momentum stocks driving the daily liquidity. Delta which has formed resistance at 125c remained stable for the tenth successive session though its bid price dropped sharply from 124c to 120c.

Notable weaknesses were in Natfoods which eased -6.67% to 280c from 384 shares which is its largest inter day decline since posting its annuals a month ago which were nothing but impressive. Hippo came off -4.4% to 65c as its continue to seesaw. Innscor failed to find support letting go of 1.47% to 67c following an almost similar decline yesterday. the counter is still to find direction since reporting a below market expected performance for the full year that was followed by a strategy and management change. ZPI was the session's worst performer easing -16.7% to 1c while CFI eased -10.7% to 2.5c. Another property entity Mashhold featured on the downside paring -3.7% to 2.6c

Yesterday's faller FMLH topped the risers on a 25% gain to 5c. the counters has experienced vulnerability and much underside pressure for a two months span now having last traded at a year to date bottom price of 4c. Ariston was 16.7% firmer at 0.7c while Colcom recovered 3.85% to 27c to cap the risers. Value traded went up 113% to \$1.77m from a volume of 3.89m shares which was 26% softer from yesterday's levels.

The improvement in value traded was spurred by purchases in Econet whose demand saw it claim 42% of the aggregate daily turnover. Innscor also contributed a worthy 29.2% while the two retained similar top positiona in volume contributions. Foreign inflows shot up 410% to \$1.2m on purchases in Econet and Innscor. Foreign outflows went up 35% to \$0.72m as the funds flows turned positive for the second time in eight sessions. Foreign inflows contribution to turnover went up to 71.5% from 30% yesterday.

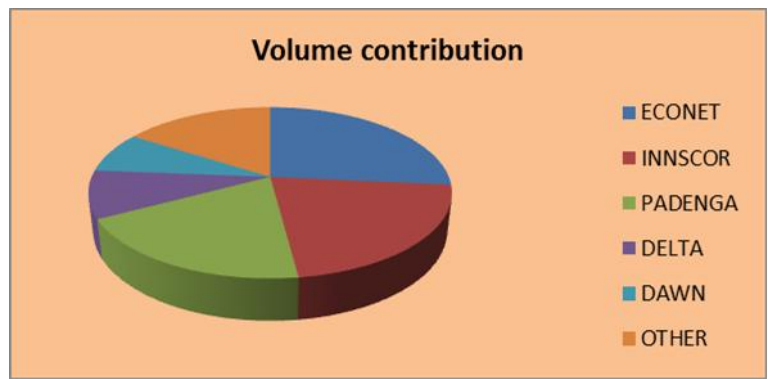
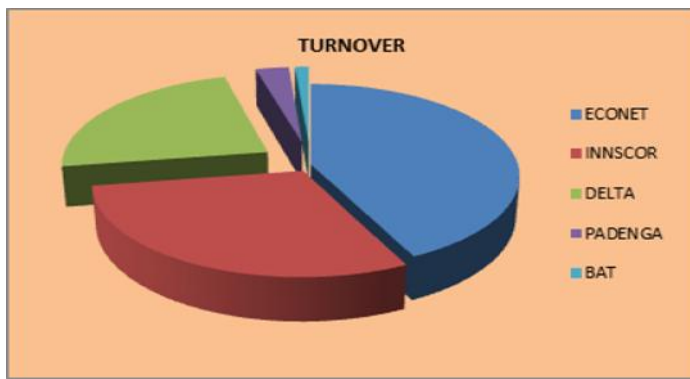
**Market Cap is Inclusive of Econet Class A Shares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	FIRST MUTUAL	5.00	25.0	37.50
2	ARISTON	0.70	16.7	30.00
3	COLCOM	27.00	3.85	22.73
4	ECONET	78.00	2.63	30.00
5				

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	ZPI	1.00	16.7	40.00
2	CFI	2.50	10.7	30.56
3	NATFOODS	280.00	6.67	40.00
4	HIPPO	65.00	4.41	27.79
5	MASHHOLD	2.60	3.70	20.00



DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
OLD MUTUAL	Interim	2.45p	26.09.14	31.10.14

UPCOMING EVENTS

COMPANY	EVENT	VENUE	DATE
AFDIS	AGM	Lomagundi Road, Stapleford Harare	05.11.14
NATFOODS	AGM		04.11.14
RADAR	AGM	7 th Floor, Charter House, Bulawayo	20.11.14

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
COTTOCO	24 th JUNE 2014	Negotiations that may have material effect on the company's stocks price

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