



20-Jun-14    23-Jun-14    % Δ

### Equities sustain positive trajectory on heavy cap gains...

ZSE Industrials	187.40	188.03	0.34
ZSE Mining	59.00	59.00	0.00
Volume Traded (mn)	8.17	2.61	68.02
Value Traded (US\$ mn)	1.20	1.07	11.24
Market Cap (US\$ mn)	5,431.43	5,499.56	1.25
Foreign Purchases (US\$ mn)	0.215	0.755	251.08
Foreign Sales (US\$ mn)	0.038	0.009	75.43

Activity remained firm into the week opening session buoyed by improved heavy cap trading. Three heavily capitalised stocks Econet, Seedco and Inncor collectively contributed 76% to the overall trades. Only Inncor among these traded firmer at 81c which is 1.24% up on the prior close while Econet fared stable at 74c. Seedco however softened 0.29% to 71c to reverse previous gains. Delta which usually accounts for the lion's share of daily value traded contributed a fair share at an improved price of 125c up 0.8% on Friday levels.

Turnover remained above the psychological \$1m level though there was an 11.2% contraction to \$1.07m. Year to date daily average turnover is however much higher at \$1.96m. Should the current daily turnover averages persist to year end an almost similar revenue performance to last year will be expected. It is our view that a further review to create more clarity with regards to the indigenisation policy will improve flows on the ZSE especially foreign inflows, and the economy in general. We therefore expect the market to remain firm in the face of this expected policy review.

Foreign inflows contribution to turnover improved from 18% to 71% in today's session. Foreigners injected \$0.755m with 86% of the total being span in Econet whose demand was almost entirely foreign. Overall foreigners emerged net buyers after a relatively lower realization on the sell side which accrued \$0.009m. Comparatively foreign inflows went up 251% while outflows declined 75% on previous session's outturn. Foreign inflows currently average \$1.23m on a daily basis year to date. Matched against an average daily turnover of \$1.96m in the year, foreigners accounted for 63% of the overall value traded in the same period.

The Industrial Index went up 0.34% to 188.03points driven by heavy cap gains. Besides Inncor, other stocks to provide energy for the upward motion were BAT and Delta that rose 1.21% and 0.8% to 1250c and 125c respectively. Old Mutual shot past the 260c mark to close at 260.1c thereby capping the heavy cap risers. Mashhold seesawed upwards to 2.4c which is a gain of 4.35% in turn claiming top spot among the risers. Bankers Barclays rose 1.08% to 3.75c to cap the topside. Only 2 fallers emerged in the session with both being heavy caps. Natfoods eased 2.3% to 210c while Seedco came off 0.29% to 71c however coming shot on overturning the day's gains. Overall firm demand remained across the market supported by both a positive breadth as well as depth. Meanwhile the Mining Index was flat at 59pts as Bindura only traded in the cluster at its previous price of 4.61c.

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

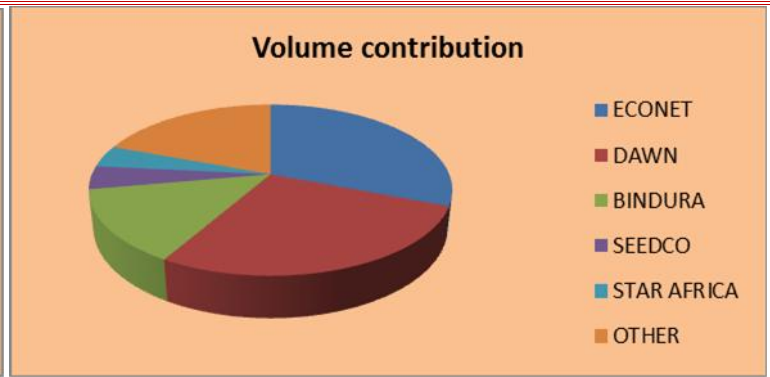
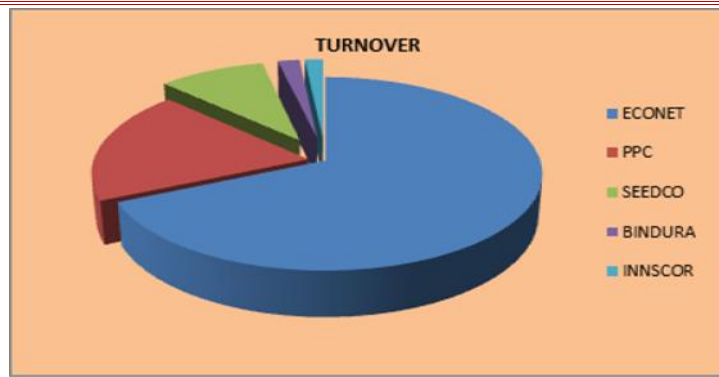
#### Shares

##### Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	MASHHOLD	2.40	4.35	26.15
2	INNSCOR	81.00	1.24	1.25
3	BAT	1250.00	1.21	4.17
4	BARCLAYS	3.75	1.08	14.77
5	DELTA	125.00	0.80	10.78

##### Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	NATFOODS	210.00	2.33	5.00
2	SEEDCO	71.00	0.29	21.11
3				
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 Type	Location	Date	Duration
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

#### Disclaimer:

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. 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 recommended securities is available on request.