

	24-Oct-14	27-Oct-14	% Δ
ZSE Industrials	182.90	180.47	1.33
ZSE Mining	74.88	72.18	3.61
Volume Traded (mn)	0.62	1.44	131.36
Value Traded (US\$ mn)	0.26	0.62	137.41
Market Cap (US\$ mn)	5,403.8	5,403.2	0.01
Foreign Purchases(US\$mn)	0.006	0.264	4352.9
Foreign Sales (US\$ mn)	0.192	0.450	133.75

Bear market persists as heavies lose more value..

The stock market maintained a bearish outturn in the week opener with losses sustaining wider inter day margins. The industrials index shed -1.33% to close at 182.9 points following a sharper decline of -1.54% on Friday. Year to date the average daily decline stands at much moderate -0.05% while the index has shed a cumulative -10.71% in the same period. A total of 41 counters are trailing their year opening levels compared to only 17 counters trading in the positive with the remaining 4 counters faring at par to their January 2014 levels. A total 4 counters out of the 10 top capitalised stocks on the ZSE are currently trading in the positive year to date while miners Bindura jumped the most at 210% in the same period.

In the session heavy caps losses dragged the index similar to Friday's callover. The onslaught is against a below market expected financial performance by Econet in the interim period to August 2014. Though the topline grew supported by overlay services and Data, the group sacrificed margins as the later business is associated with lower margins. Heavy network investments were undertaken to support network growth and this had an impact of dragging the bottom line as consumers move from voice to data. In the session Econet eased -2.78% to 70c having fallen sharply in Friday's call. Year to date Econet has gained 16.67% having touched an all-time high of 85c in late September.

Another heavy Inncor shed 1.52% to 65c as pressure continues to mount post poor results. Barclays was the session's worst performer easing -14.3% to 3c which is its 2 year low on weak demand across the market. Masimba gave up -3.85% to 2.5c to cap the overall 4 fallers in the session. An overall 14 counters exchanged hands in the session and only one stock CFI went up to maintain a negative breadth in the market. CFI gained 3.85% to 2.7c. Delta was bids and offers only at 115c and 120c respectively having last traded at 123c.

Bindura eased -11.43% to 6.2c and was the sole active mining stock. The decline had an impact of dragging the mining index by -3.61% to 72.18 points. Hwange was offers only at 8c while Rio was bids only at 13c. NMB was bid and offers only at 4c and 5.5c respectively after the company announced the resignation of CEO Mr. Mushore citing health issues. The bank has however been underperforming for 2 successive years. The resignation follows 4 resignations by other executives at various listed entities as companies battle to change their course in a weak environment.

Value traded went up 137.4% to \$0.62m achieved from a volume of 1.44m shares which is a 131% improvement from the previous level. Foreign inflows went up to \$0.26m while foreign outflows jumped to \$0.45m which is a 134% gain on Friday levels. Foreign contribution to turnover rose to 42.3% on the buy side while Econet was the overall most sought after stock in the session.

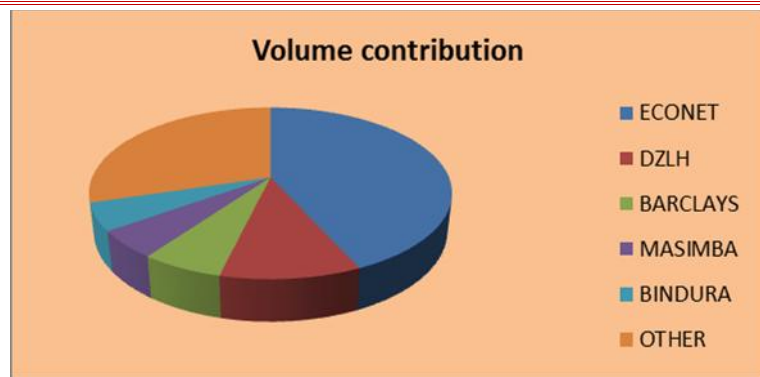
**Market Cap is Inclusive of Econet Class A Shares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	CFI	2.70	3.85	25.00
2				
3				
4				
5				

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	BARCLAYS	3.00	14.3	16.67
2	MASIMBA	2.50	3.85	61.54
3	ECONET	70.00	2.78	16.67
4	INNSCOR	65.00	1.52	18.75
5				



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
COLCOM	AGM		14.11.14
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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