



27-Feb -13 28-Feb-14 % Δ

Industrials edge higher to end week on a rising note...

	27-Feb -13	28-Feb-14	% Δ
ZSE Industrials	189.01	189.45	0.23
ZSE Mining	39.24	39.24	0.00
Volume Traded (mn)	10.05	13.14	30.81
Value Traded (US\$ mn)	0.76	0.65	15.18
Market Cap (US\$ mn)	5,308.73	5,313.79	0.10
Foreign Purchases (US\$ mn)	0.367	0.325	11.66
Foreign Sales (US\$ mn)	0.222	0.205	7.76

Heavyweight gains in Econet and Old Mutual helped lift the industrials by 0.23% to close higher at 189.45pts in a less active week closing session. Econet notched 0.08% to 65.30c to cap accrued gains of 3% in the week against substantial demand in the stock. Old Mutual on the other hand added 0.45% to 245.11c riding on the parent company's strong preliminary results for the full year to December 2013. Profit at operational level was up 15% on prior period while a final dividend of 6p was declared. The Mining Index was stable at 39.24pts with minimal trading in Hwange at prior levels of 10c. Overall 30 counters were active with 10 gaining while only 2 lost value. The remainder of 18 stocks traded unchanged.

Cottco formerly Aico, which officially announced a name change today, came atop the risers on a 70% upsurge to 1.02c driving considerable volume of 8,047,252 shares. Art followed adding 33% to 0.4c after announcing a significant change in shareholding as well as outlining the terms and conditions of a trade finance facility to be provided by the same significant shareholder Taesung Chemical. Taesung which is a Korean based company now owns a combined 33.86% shareholding in Art and in addition have extended an offer of \$3m for working capital purposes as well as \$15m for retooling expenses. However the company announced later this morning at an AGM that revenue for the 4 months to January is down 7% on comparable prior period. Brick manufacturer Willdale firmed 20% to 0.06c while Ariston went up 11% to close at 1c. The agro focused entity has rallied substantially post announcing expectations of a positive operating profit in the current year based on increased productivity. Turnall equally added 11% to 5c as the company looks to explore the foreign markets to offset a dwindling local demand.

Star Africa was the worst performer declining 10% to 0.9c while CBZ marginally eased 0.13% to 15.55c on a paltry 250 shares. Aggregate value trades softened 15% to \$0.65m on depressed foreign buying of \$0.32m, 12% lower than yesterday. However foreign contribution to total turnover marginally improved to 50% from 48%. Delta was the most demanded stock by value contributing 50% of the turnover and constituted 65% of the foreign purchases. Volumes traded, unlike values, improved 31% to 13.12m shares boosted by Cottco's trade of circa 8m shares. Overall demand remains low across board with selected heavy cap counters sustaining strong buying albeit fluctuations in prices. We expect activity to remain depressed as the market filters a round of corporate financials for the preceding year, however recovering in the later part of the second quarter of the year.

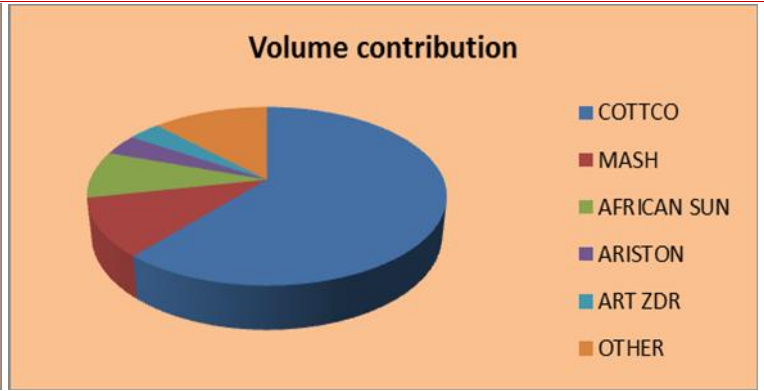
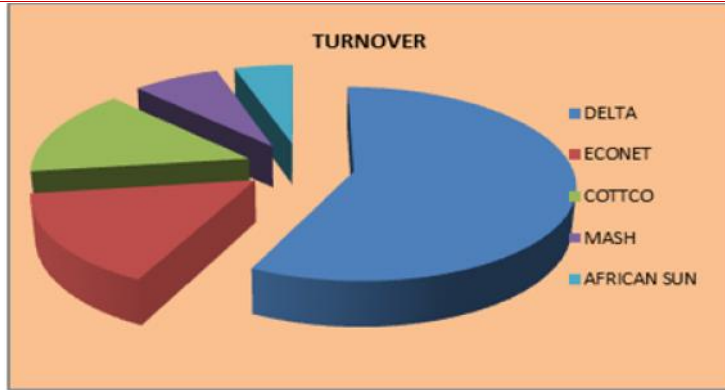
*****Market Cap is Inclusive of Econet Class A Shares**

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	COTTCO	1.02	70.00	83.00
2	ARTZDR	0.40	33.33	100.00
3	Willdale	0.06	20.00	40.00
4	ARISTON	1.00	11.11	0.00
5	TURNAL	5.00	11.11	0.00

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	STAR AFRICA	0.90	10.00	10.00
2	CBZ	15.55	0.13	3.67
3				
4				
5				



DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
TSL	Final	0.3c	14.02.14	14.03.14
BAT	Final	18c	21.03.14	28.03.14

UPCOMING EVENTS

Company	Event	Venue	Date & Time
AFRICAN SUN	AGM	Ophir Room, 1 st Floor Crown Plaza Hotel	21.03.14 11:00 Hrs
TSL	AGM	TSL Head Office, 28 Simon Mazorodze, Hre	12.03.14 12:00 Hrs
FALGOLD	AGM	KPMG Building Cnr 14 th Ave/J Tongogara St Byo	21.03.14 10:00 Hrs

CAUTIONARIES

ISSUE DATE

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

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