

28-May-14 29-May-14 % Δ

Makert relishes a 5 day rally as demand improves..

	28-May-14	29-May-14	% Δ
ZSE Industrials	173.46	174.06	0.35
ZSE Mining	29.39	33.89	15.31
Volume Traded (mn)	2.35	51.02	2066.74
Value Traded (US\$ mn)	0.73	2.99	311.95
Market Cap (US\$ mn)	5,008.31	5,032.57	0.48
Foreign Purchases (US\$ mn)	0.002	1.159	67010.42
Foreign Sales (US\$ mn)	0.399	2.391	499.52

The Industrial Index maintained stable gains to stretch its rally to 5 sessions in improved trading. The index closed 0.35% up on prior session to 174.06pts. In a period of flurry corporate activities mainly AGMs where the majority of companies are reporting below target trading updates, the ZSE has instead bucked the trend so far defying odds perhaps taking a cue from the much touted indigenisation policy review. The said reviews if gazzeted into law will likely augur well with investors who had shunned the economy citing shrouded and unclear policies with regards to investments

In a show of strength, gains in the session increased to 11 stocks compared to 6 stocks yesterday from a total 29 active counters. The number of falling stocks also worsened from 3 yesterday to 6 today however the resultant market breadth remained positive at +5 stocks. 4 out of the 11 risers were heavy caps with Delta being the only consistent performer among the heavies on a 0.64% gain to 116.75c. BAT which is also on a rebound closed higher at 1170c which is a 4.19% rise. Innscor picked up 1.46% to 70.01c having last traded above the psychological 70c level 48 sessions back. Old Mutual recouped 0.2% to 246.5c to writeoff prior session loss which was of exact magnitude.

Brick producer Willdale was the top performer after recovering 42.86% to return to its year opening level of 0.1c. TA went up 39.13% to 8c while Zimplow soured 25% to 12.5c. CAFCA capped the top risers on an 8% gain to 27c. Truworth fared the worst on a 40% loss to 1.8c while Pioneer shrunk 28.6% to 5c. Milk producer Dairibord went down 11.7% to 8.21c while penny stock Ariston eased 5.6% to 0.85c. BNC which is targeting a 42% increase in production in the next 2 years firmed 33.3% to 2c to drive the Mining Index up by 15.3% to 33.89pts. Dawn was stable at 0.9c after reporting an 855% growth in the bottom line to \$2.15m in the full year. However the amount included a \$1.1m fair value adjustment while a non-discontinued operation which had huge impact on comparable year's low profitability was disposed of.

Value traded went up to \$2.99m on the back of trades in Delta and a special bargain in African Sun. The Delta trades which contributed 44% to turnover was a foreign swap which buoyed both foreign inflows and outflows above prior levels. Foreign inflows contribution to turnover however remained depressed at 39% from a value of \$1.6m. Foreign outflows however catapulted to \$2.9m to close the session with a net foreign outflow of -\$1.23m. Meanwhile the bourse is down 13.88% year to date having marginally narrowed the negative variance from 15% incurred in Q1. The Q1 outturn was recorded as the worst among the 14 African exchanges tracked by Bloomberg. This is against a fine performance in 2013 in which the ZSE topped a selection of sub Saharan exchanges as the most capitalised according to market watcher New ZANJ.

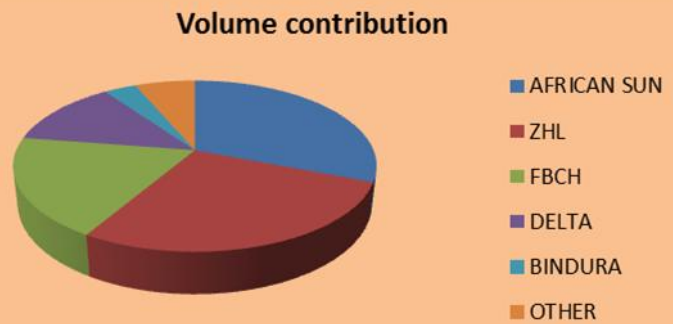
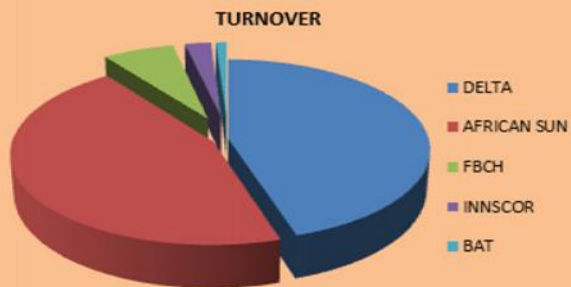
*****Market Cap is Inclusive of Econet Class A Shares**

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	Willdale	0.10	42.86	0.00
2	TA	8.00	39.13	31.15
3	BINDURA	2.00	33.33	0.00
4	ZIMLOW	12.50	25.00	257.14
5	CAFCA	27.00	8.00	3.57

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	TRUWORTHS	1.80	40.00	57.14
2	PIONEER	5.00	28.57	66.67
3	DAIRIBORD	8.21	11.72	45.27
4	ZPI	0.80	5.88	38.46
5	ARISTON	0.85	5.56	15.00



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
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
RTG	AGM	Rainbow Towers Hotel	11.06.14
BANCABC	AGM	Fairground Office Park Gaborone	03.06.14
LAFARGE	AGM	Manressa Club Arcturus	06.06.14
NICOZ DIAMOND	AGM	Nicoz Diamond Auditorium	29.05.14
ZPI	AGM	206 Samora Machel Av Harare	18.06.14 12:00Hrs

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
FALGOLD	21 st May 2014	Negotiations that may have material effect on the company's stocks price

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