



	28-Oct-14	29-Oct-14	% Δ
ZSE Industrials	180.42	180.87	0.25
ZSE Mining	72.18	72.18	0.00
Volume Traded (mn)	7.53	1.32	82.41
Value Traded (US\$ mn)	1.89	0.64	66.06
Market Cap (US\$ mn)	5,218.7	5,169.4	0.94
Foreign Purchases(US\$mn)	1.454	0.405	72.13
Foreign Sales (US\$ mn)	1.560	0.195	87.50

## Equities halt 8 day skid on Seedco recovery despite clear signs of weakness persisting..

Equities snapped an 8 day skid assisted by Seedco which rebounded 9.76% to 90c in normal trades following a special bargain in the stock at similar price yesterday. Though overall gains were scrappy coming from the lower end of the market as small caps rallied, the market depth turned positive for the first time in 7 sessions. 6 counters went up compared to 3 losers from a total 16 active counters. We remain cautious in assuming a market turn in the positive as today's trades were not fully reflective of the market mood as most heavy caps were either inactive or stable.

The mainstream index thus closed 0.25% up at 180.87 points as it seeks redemption amid resistance in a generally weak market. The opening of the 2<sup>nd</sup> session of the eight Parliament yesterday was devoid of firm commitment to investors and the general populace in terms of economic turnaround with only little light being shed on the agricultural sector as a possible driver for economic growth. Sentiment in the current bear market was further strained by constrained national revenue figures which came short by 9% at \$884.5m against targets in the quarter to September 2014. VAT remained the largest contributor to revenue while Individual tax emerged as a force as it posted a positive variance of 23%.

The mining sector was stable at 82.41 points with trades in Bindura which was the only active resource stock, exchanging hands at a stable price of 6.2c. Hwange was bid only at 6c as reports said they have finalised a series of funding deals meant for recapitalisation as well as for working capital purposes. Rio Zim was bid only at 13c after reports that the company plans to resume chrome mining through contract mining by early next year. The company's CEO is due to step down at the end of October 2014. Heavy cap Delta was stable at 120c on minimal volume while Econet closed bids and offers only at 68c and 70c respectively as weakness deepens.

Agricultural concern Ariston was the session's top riser notching 42.8% to 1c while Dawn went up 12.5% to 0.9c. Radar maintained upsurge as it rose 10% to 3.3c. Cafca topped 31c which is a gain of 3.3% on yesterday while Meikles recovered 3.2% to 16c. On the downside were RTG which eased -12.5% to 1.4c and was tailed by Fidelity which pared -6.25% to 9c. Star Africa came off -5.26% as pressure weighs posts reports that the sugar maker is facing challenges with creditors. Value traded came off -66% to \$0.64m from a total volume of 1.32m shares which is a decline of -82.4% on the prior session. Foreign inflows came off -72% to \$0.4m while foreign portfolio disposals softened -87.5% to \$0.19m to close with a net foreign inflow position. Foreign inflows contributed 63.3% to overall purchases which was slightly lower than yesterday.

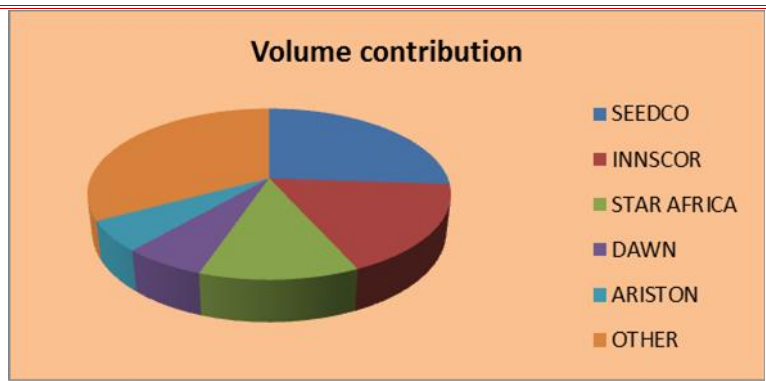
\*\*Market Cap is Inclusive of Econet Class A Shares

### Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	ARISTON	1.00	42.8	0.00
2	DAWN	0.90	12.5	10.00
3	RADAR	3.30	10.0	58.75
4	SEEDCO	90.00	9.76	0.00
5	CAFCA	31.00	3.33	10.71

### Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	RTG	1.40	12.5	80.00
2	FIDELITY	9.00	6.25	30.82
3	STAR AFRICA	1.80	5.26	80.00
4				
5				



#### DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
OLD MUTUAL	Interim	2.45p	26.09.14	31.10.14
NATFOODS	Final	5.18c	26.09.14	10.10.14
INNSCOR	Final	0.7c	26.09.14	10.10.14
COLCOM	final	1.89c	26.09.14	10.10.14

#### UPCOMING EVENTS

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

#### CAUTIONARIES

Company	Issue Date	Subject
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 acquisitions and disposal 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	H2 Profit expected to substantially higher than H1 outturn
TAH	24 <sup>th</sup> JUNE 2014	Negotiations that may have material effect on the company's stocks price
COTTOCO	24 <sup>th</sup> JUNE 2014	Negotiations that may have material effect on the company's stocks price

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