

# Market Comment 30.05.2018

| <u>Index</u>  | Previous | Today  | Move pts | Change % |
|---------------|----------|--------|----------|----------|
| Industrial    | 352.29   | 357.59 | 5.30     | 1.50     |
| Mining        | 147.64   | 151.53 | 3.89     | 2.63     |
| ZSE 10        | 107.4    | 109.56 | 2.16     | 2.01     |
| ZSE ALL SHARE | 105.5    | 107.13 | 1.63     | 1.55     |

**SOURCE: ZSE** 

# ZSE Indices in upsurge as activity aggregates tumble...

The midweek session was characterised by bullish sentiment that spurred the benchmark indices higher. The primary All Share Index added 1.55% to close at 107.13pts while, the Industrial Index gained 1.50% to end at 357.59pts. The ZSE Top Ten Index put on 2.01% to 109.56pts spurred by gains in BAT, SeedCo and Delta. The resources index continued to post gains in the midweek session after advancing 2.63% to settle at 151.53pts buoyed by RioZim which improved 3.85% to \$1.3500. Eleven counters gained while, seven lost to set a positive market breadth of four. Driving the market gains for the day were Cigarette manufacturer BAT which rose 15% to \$23.0000, Ariston following after pulling 12% to \$0.0168 and SeedCo that garnered 11.08% to settle at a vwap of \$2.4994. Fidelity ticked up 4.06% to \$0.0999 as 40,512 shares were traded in the counter. Cement manufacturers PPC and Lafarge led the decliners after shedding 3.23% and 0.74% to \$1.5000 and \$1.3500 while, Masimba followed with a 0.34% loss to \$0.0578. FML slipped 0.33% to end at \$0.1490 while, retailer OKZim wrapped the top shakers list as it slumped 0.32% to \$0.2193.

Activity aggregates were subdued as volumes dipped 81.36% to 5.28m shares while, values dropped 29.41% to \$4.19m. Driving the volume aggregate for the day were FMP (50.20%), Econet (17.10%) and SeedCo (15.21%). Heavies SeedCo, Econet, Old mutual and Delta top traded accounting for respective value contributions of 47.88%, 19.38%, 13.75% and 10.78%. Foreign participation was low as foreign buys eased 68.19% to \$703,432.10 while, sales plunged 99.70% to \$5,024.23 thus giving the market a net funds inflow position.

| Market Snapshot    | Today          | Previous       | Change |
|--------------------|----------------|----------------|--------|
| Market Cap US\$    | 10,281,117,095 | 10,125,036,222 | 1.54   |
| Turnover US\$      | 4,187,747.80   | 5,932,671.91   | 29.41  |
| Foreign buys US\$  | 703,432.10     | 2,211,613.51   | 68.19  |
| Foreign sales US\$ | 5,024.23       | 1,647,512.68   | 99.70  |
| No. of trades      | 146            | 162            | 9.88   |
| Volume             | 5,275,221      | 28,307,318     | 81.36  |

| Gainers | Price    | Change | %Change | Fallers | Price  | Change | %Change |
|---------|----------|--------|---------|---------|--------|--------|---------|
| BAT.zw  | 2,300.00 | 300.00 | 15.00   | PPC.zw  | 150.00 | 5.00   | 3.23    |
| ARIS.zw | 1.68     | 0.18   | 12.00   | LACZ.zw | 135.00 | 1.00   | 0.74    |
| SEED.zw | 249.94   | 24.94  | 11.08   | MSHL.zw | 5.78   | 0.02   | 0.34    |
| FIDL.zw | 9.99     | 0.39   | 4.06    | FML.zw  | 14.90  | 0.05   | 0.33    |
| RIOZ.zw | 135.00   | 5.00   | 3.85    | OKZ.zw  | 21.93  | 0.07   | 0.32    |

Members of the Zimbabwe Stock Exchange

## Volume and value drivers





#### OLD MUTUAL ZIMBABWE

| Counter | PRICE(VWAP | % CHANGE | LAST<br>TRADED | VOL TRADED | HIGH (YTD) | LOW (YTD) | MARKET CAP       |
|---------|------------|----------|----------------|------------|------------|-----------|------------------|
| OMZIL   | \$2.0500   | 0.0000   | \$2.0500       | -          | \$2.1000   | \$0.8207  | \$170,174,021.90 |

## **Dividend Monitor**

| <u>Counter</u> | <u>LDR</u> | <u>Rate</u> | Payment Date |
|----------------|------------|-------------|--------------|
| Dairibord      | 18.05.2018 | \$0.002     | 28.05.18     |
| ZPI            | 18.05.2018 | \$0.0003    | 23.05.18     |

## **Upcoming Events**

| <u>Company</u> | <u>Event</u> | <u>Venue</u>                         | <u>Time</u> | <u>Date</u> |
|----------------|--------------|--------------------------------------|-------------|-------------|
| Masimba        | AGM          | 44 Tilbury Road, Willowvale, Harare  | 1230hrs     | 31.05.18    |
| Edgars         | AGM          | 8 <sup>th</sup> Ave/J.Moyo, Bulawayo | 0900hrs     | 07.06.18    |
| Turnall        | AGM          | Jacaranda Room, Rainbow Towers       | 0900hrs     | 07.06.18    |
| FMHL           | AGM          | Royal Harare Golf club               | 1430hrs     | 11.06.18    |
| RTG            | AGM          | Jacaranda Rooms 1&2, Rainbow Towers  | 1200hrs     | 13.06.18    |
| RioZim         | AGM          | 1 Kenilworth Road, Highlands         | 1030hrs     | 21.06.18    |
| Dawn           | AGM          | Ophir Room, Monomotapa hotel         | 1000hrs     | 28.06.18    |
| African Sun    | AGM          | Kariba Room, Holiday Inn, Harare     | 1200hrs     | 28.06.18    |

## **Cautionaries**

| Simbisa | 24.07.17 | Board has approved, subject to RBZ, regulatory and shareholder's approval, the application for a secondary listing on LSE (AIM)  |
|---------|----------|--|
| CBZ     | 02.05.17 | Regulatory matter which one of the company's subsidiary is involved, is still under discussion   |
| SeedCo  | 03.20.18 | Company granted Exchange Control Authority to partially –unbundle external operation, by a way of dividend-in-specie, raise capital and dual-list external operations in Botswana. |

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. EFE 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 EFE's recommended securities is available on request.