

ZSE sustain bull run amidst firming demand...

| | Previous | Current | Change | %Change | YTD % |
|-------------------|----------|---------|---------|---------|-------|
| All share | 98.26 | 101.62 | 3.3600 | 3.42 | 1.62 |
| Industrial | 329.18 | 340.85 | 11.6700 | 3.55 | 4.54 |
| Mining | 123.52 | 126.86 | 3.3400 | 2.70 | 10.91 |
| Top 10 | 100.26 | 102.99 | 2.7300 | 2.72 | 2.99 |

The ZSE Bull Run extended for another week as the rising momentum remained pronounced across the board. The renewed rising tide, partly attributed to constrained supply in major market favourites that has seen depressed trading activity, could be seen as the market's ploy to lure sellers from hibernation. Demand however has been gradually swelling on the bourse ahead of major results releases in the near term expected to be headlined by the market's top stock Delta which has already apprised the market of an 18% growth revenues for the upcoming numbers backed by volumes growth. Underlining the bullish sentiment on the bourse three of the indices powered to weekly gains which hauled them out of the YTD loss positions into the black as the market charge continued. The mainstream All Share Index firmed 3.42% and settled at 101.62pts to bring up its YTD return to 1.62%; The Industrial Index shored up 3.39% to 340.35pts as it swung its YTD return to 4.54%. Market heavies that have been the main stay of the run so far closed at 102.99pts and sat on a YTD return of 2.99%. The less active Mining Index was similarly trending north with a 2.70% rise to 126.86pts. Meanwhile, political noises ratcheted a notch higher following primary elections in the ruling party ahead of the much awaited 2018 plebiscite.

| RISERS | PRICE | % Change |
|-----------------|--------|----------|
| OKZ.ZW | 0.2600 | 43.65 |
| CAFCA.ZW | 0.7000 | 27.27 |
| MEIK.ZW | 0.3615 | 20.50 |
| DZL.ZW | 0.1566 | 20.46 |
| INN.ZW | 1.2358 | 17.70 |
| WILD.ZW | 0.0060 | 17.65 |
| BIND.ZW | 0.0330 | 10.00 |
| PHL.ZW | 0.5000 | 9.89 |
| EDGR.ZW | 0.0502 | 9.13 |
| OML.ZW | 6.1746 | 7.96 |

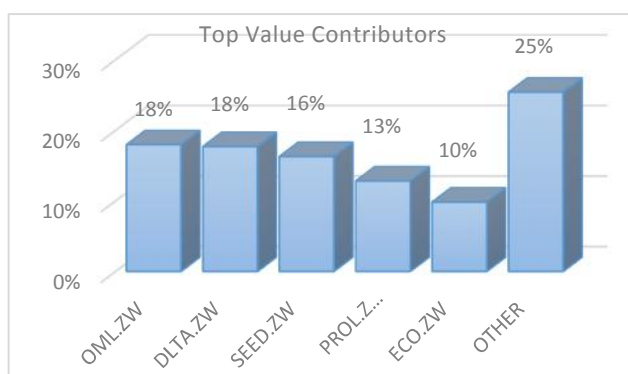
The dominance of the risers in the gainers and fallers spectrum underlined the bullish sentiment that prevailed over the week. Nineteen counters registered gains against a mere nine fallers to set a positive weekly breadth. Retail giant OKZIM led the rising tide on a 43.65% surge to \$0.2600 while, cable manufacturer CAFCA went up 27.27% and settled at \$0.7000. Diversified group Meikles surged by a cumulative 20.5% and settled at \$0.3615 while, DZL added 20.46% and closed at \$0.1566. Light manufacturing group Innscor went up 17.70% and ended at \$1.2358.

| FALLERS | PRICE | % Change |
|----------------|--------|----------|
| ARIS.ZW | 0.0112 | 6.67 |
| PPC.ZW | 1.0525 | 4.32 |
| CBZ.ZW | 0.1055 | 4.09 |
| ASUN.ZW | 0.0360 | 2.97 |
| FMP.ZW | 0.0430 | 1.15 |
| ECO.ZW | 0.8946 | 0.58 |
| ZIMW.ZW | 0.1100 | 0.45 |
| MASH.ZW | 0.0244 | 0.41 |
| NTFD.ZW | 5.4000 | 0.18 |

Brick manufacturers Willdale added 17.65% for the week and touched \$0.0060 while, Nickel miner Bindura went up 10% and closed the week at \$0.0330. Crocodile skin producers Padenga put on 9.89% for the week to \$0.5000 as Edgars added 9.13% to \$0.0502. Strong demand for multi-listed group Old Mutual saw the group shore 7.96% and settling at \$6.1746 on sustained demand.

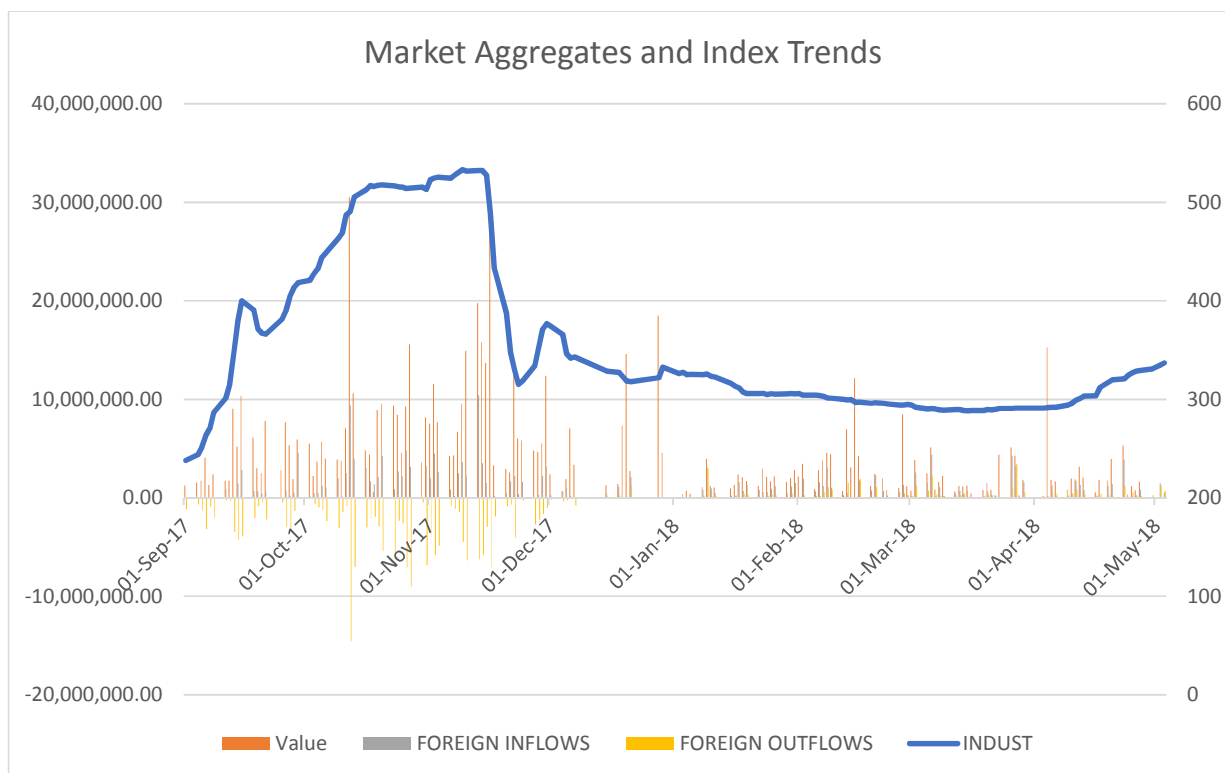
Weekly fallers were led by agricultural concern Ariston that slumped to a 6.67% decline leaving at \$0.0112. Cement manufacturers PPC followed after letting go 4.32% and settling at \$1.0525. Banking group CBZ came off 4.09% to \$0.1055 while, African Sun was 2.97% softer at \$0.0360. Econet was 0.58% softer at \$0.8946 despite reports that the group had secured broadcasting licenses for their media operations.

ProPlastics Block drives Volumes...



| | Previous | Current | Change | %Change |
|---------|---------------|--------------|------------|---------|
| Values | 9,192,805.46 | 8,195,437.24 | 997,368.22 | 10.85 |
| Volumes | 11,401,734.00 | 35,369,427 | 23,967,693 | 210.21 |

Trading aggregates had a mixed outcome for the second week running as the volume of shares traded surged 210% to 35.4m shares while, the values of trades declined 10.85% and closed at \$8.2m. Proplastics drove the volumes of the week after a block trade of 14m shares highlighted the trading week to claim 40% of the volumes as other notable volumes were in ZPI and Willdale. The market spend was dominated by Old Mutual, Delta and SeedCO that accounted for a combined 52% of the aggregate.



In the News

Investigations into suspected anti-competitive behaviour between cables manufacturer Cafca and the ZETDC are expected to be complete by the end of the first half of the year. [#Fingaz](#)

First Mutual Holdings has said its short-term insurance unit, Tristar Insurance, will significantly increase its market share following the acquisition of short term insurer NicozDiamond Insurance. [#Fingaz](#)

The 2018 tobacco marketing season has seen the top quality leaf prices declining to an average price of \$4,87 per kilogramme from \$4,91 last season. [#Dailynews](#)

The Midlands Province has been hit by an acute shortage of Delta Beverages products, with wholesalers now going for nearly three weeks without stocks of soft drinks, mahewu and beer. [#Herald](#)

Point of Sale (POS) machines increased 20% to 70 000 from 56 000 units by end of last year as the country moves closer to fulfilling targets set under the financial inclusion strategy and resolving the challenge of cash shortages. [#Herald](#)

Tobacco farmers have received \$163.8 mln after delivering 58.3 mln kg to the floors during the first 25 days of the 2018 tobacco marketing season giving them a price rise of 3.6%. [#Herald](#)

Hwange Colliery Company Limited (HCCL)'s Three-Main Underground Mine is expected to increase capacity by 400% to 50 000 tonnes per month following the delivery of supporting machinery, managing director, Thomas Makore has said. [#Newsday](#)

Delta Corporation says the prevailing foreign currency challenges have negatively impacted on its soft drinks and Chibuku operations, which depend heavily on imported raw materials. [#Herald](#)

Expansion of the Robert Gabriel Mugabe International Airport is set to begin after Government last Friday gave legal backing to a \$153 million loan secured from China. [#Herald](#)



Members of the Zimbabwe Stock Exchange

Disclaimer:

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.