

## Heavies spur ZSE to gains as reporting season ensues...

	Previous	Current	Change	% Change	YTD %
All share	158.49	159.16	0.6700	0.42	59.16
Industrial	532.06	537.17	5.1100	0.96	64.76
Mining	209.86	208.11	1.7500	0.83	46.14
Top 10	160.71	164.30	3.5900	2.23	64.30

The ZSE rebounded in the week under review, spurred by the ongoing reporting season which saw the market's top capitalised counters reporting some impressive numbers for their respective interim periods. The two giants reported strong earnings for their interim period with Econet enjoying a 153% growth in after tax profits to \$123.6m while, beverages giant Delta posted a 77% increase in after tax profits. Riding on the wave of good news, the market's benchmark indices swung back into the black as the bourse recovered its lost mojo. The primary All Share Index was 0.42% firmer week on week and closed at \$159.16pts spurred by heavy caps gains, with the aforementioned two giants standing out. Spurred by the duo, the Top Ten Index emerged the best performer for the week rising 2.23% and ending pegged at 164.30pts while, the Industrial index added 0.96% to 537.17pts. Weakness persisted for the resources as the Mining Index retreated 0.83% week on week and settled at 208.11pts.

RISERS	PRICE	% Change
SACL.ZW	0.0139	24.11
RTG.ZW	0.0160	10.34
ECO.ZW	2.1311	6.97
FMP.ZW	0.0750	6.84
MSHL.ZW	0.1000	5.26
ZIMW.ZW	0.2800	4.87
SIM.ZW	0.6748	3.82
DLTA.ZW	2.9948	3.63
PROL.ZW	0.1800	3.39
ZBFH.ZW	0.3419	3.29

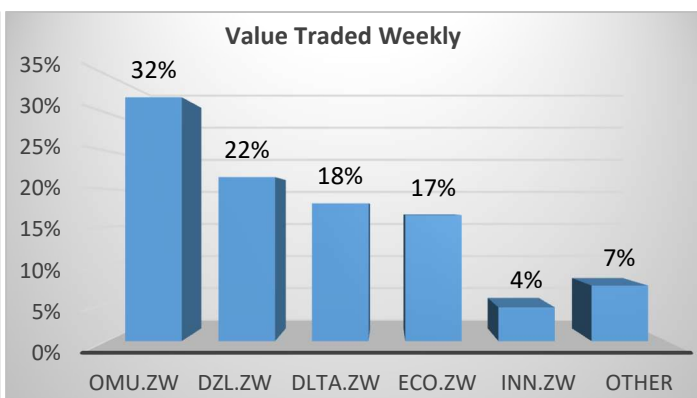
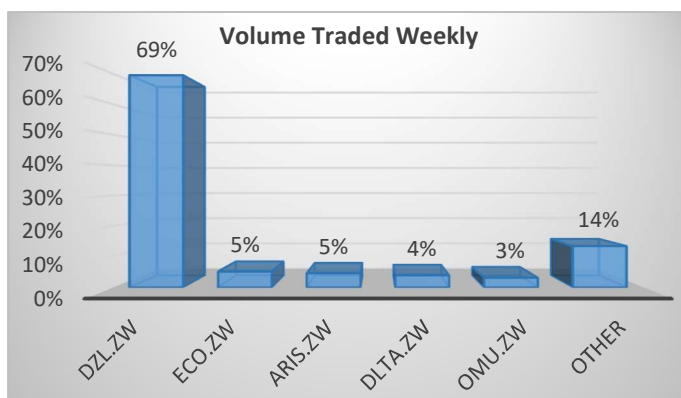
The market closed with a negative weekly breadth of six despite the positive outcome for the week in the major benchmarks; twenty counters registered losses against fourteen risers. Penny stocks topped the gainers' pack with Star Africa headlining on a 24.11% lift to \$0.0139 while, hoteliers RTG followed on a 10.34% lift to \$0.0160. Resurgent demand in post results trades saw Econet recover 6.97% for the week and settling at \$2.1311. Property group FMP ended the week pegged at \$0.0750 having added 6.84% while, Masimba was 5.26% firmer at \$0.1000.

Earth moving equipment sellers Zimplot rose 4.87% to a high of \$0.2800 as demand remains strong in the group while, Simbisa was 3.82% firmer at \$0.6748. Delta added its weight to the rising tide after firming 3.63% and settling at \$2.9948 in a post results surge. Proplastics added 3.39% to \$0.1800 as banking group ZBFH completed the top ten risers for the week on a 3.29% lift to \$0.3419.

FALLERS	PRICE	% Change
TSL.ZW	0.6000	19.73
ZPI.ZW	0.0210	19.23
FML.ZW	0.1765	16.78
MASH.ZW	0.0200	16.67
FIDL.ZW	0.1030	14.17
ARTD.ZW	0.0852	10.32
SEED.ZW	2.0060	8.82
INN.ZW	1.6001	5.84
ASUN.ZW	0.1390	5.76
TRUW.ZW	0.0136	4.23

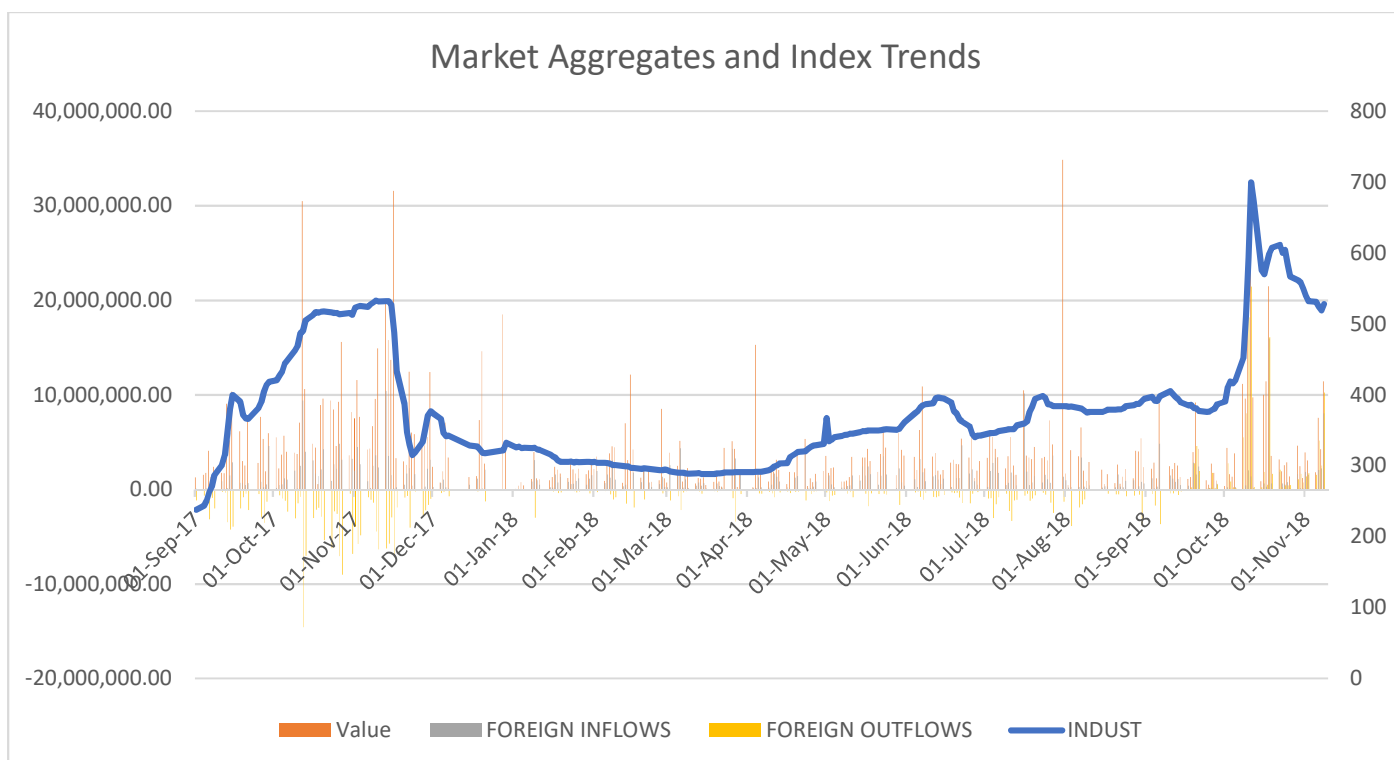
The weekly fallers were led by diversified group TSL which slumped 19.73% to \$0.6000 as profit taking continued to weigh on its performance. Property group ZPI was 19.23% softer at \$0.2100 as it followed in the declining trend. Insurers FML were down 19.78% at \$0.1765 while, another property concern MASH succumbed to a 16.67% as demand failed to hold for the group. Life assurers Fidelity were 14.17% softer at \$0.1030 as stationery group ART ZDR slipped to a 10.32% drop and settled at \$0.0852. The ensuing agricultural season failed to spur interest in seed producer SeedCO which closed the week 8.82% softer at \$2.0060. Light manufacturing group Innscor were down 5.84% for the week at \$1.6001 amidst waning demand as African Sun dropped 5.76% to \$0.1390.

### Spike in activity as momentum stocks drive activity...



	Previous	Current	Change	%Change
<b>Values</b>	15,187,022.94	27,854,019.64	12,666,996.71	83.41
<b>Volumes</b>	27,710,549	43,269,359	15,558,810	56.15

The market saw a spike in activity for the week driven in the main by the usual momentum stocks Delta, Econet and Old Mutual. Dairibord however staked a claim amongst the activity drivers after accounting for 69% of the weekly volumes and this translated to 22% of spend for the week. Values traded ballooned 83% on last week and closed at \$28.85m while, volumes of the week were 56.15% firmer at 43.3m shares.



**In the News**

ZSE announces the suspension from trading of Hwange Colliery Company Limited with effect from Friday November 2 following its placement under Administration. <https://www.herald.co.zw/zse-suspends-hwange/>

Econet Media has stopped its satellite subscription service to pave way for a review of its business strategy and service offerings to ensure they are in sync with changes in the global and digital broadcasting industry.

<https://www.herald.co.zw/econet-restructures-kwese-tv/>

Government is considering selling part of its stake in Olivine Industries to an external investor to raise foreign currency towards recapitalising operations. <https://www.herald.co.zw/govt-mulls-sale-of-stake-in-olivine/>

Zimbabwe's annual broad money supply (various forms of money) increased by just 1.18% in August to give a 38% rise for the year to August 2018 compared to 47% annual growth recorded in July, the Reserve Bank of Zimbabwe (RBZ) says. <https://www.herald.co.zw/money-supply-growth-slows-2/>

DELTA Corporation Limited posted a profit of \$57,2 million in the six month period ended September 30, from the \$32,3 million recorded last year due to a firm consumer demand. Revenue grew by 37% to \$341,4 million from \$250 million last year. <https://www.newsday.co.zw/2018/11/firm-consumer-demand-drives-delta-h1-profit-revenue/>

MILLERS will on Wednesday meet with packaging material manufacturers after the latter raised their prices by over 500%, sparking fears of another round of increases for flour, mealie-meal and bread.

<https://www.newsday.co.zw/2018/11/packaging-materials-price-hike-shocks-millers/>

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