

ZSE slips further as political uncertainties continue...

	Previous	Current	Change	% Change	YTD %
All share	114.19	111.78	2.4100	2.11	11.78
Industrial	383.77	375.88	7.8900	2.06	15.29
Mining	164.62	158.80	5.8200	3.54	11.52
Top 10	118.43	115.08	3.3500	2.83	15.08

The market continued to slide amidst the political upheavals that followed last week's plebiscite. The benchmark All Share Index retreated 2.11% and settled at 111.78pts while, the Industrial Index shed 2.06% and settled at 378.88pts. The Mining Index took the heaviest knock shedding 3.54% and settling at 158.80pts. Heavies weighed on the market as the Top 10 Index succumbed 2.83% and closed the week pegged at 115.08pts amidst sustained selling pressure in the cluster. Meanwhile, the week saw the main opposition filing the much awaited election challenge for the Presidential results, with the market seemingly watching the political developments as activity slows down. Elsewhere, the results for the June reported date started trickling in and companies continue to perform relatively better amidst the reported economic pressures. Banking group ZBFH released its interim numbers in which it posted a 14.5% increase in PAT for the first half to \$9.4m.

RISERS	PRICE	% Change
NICO.ZW	0.0341	13.67
CBZ.ZW	0.1100	8.59
FMP.ZW	0.0600	7.53
BARC.ZW	0.0691	5.66
EDGR.ZW	0.0662	1.85
OMU.ZW	5.1027	1.65
ASUN.ZW	0.0730	1.39
BAT.ZW	25.6500	0.98
TSL.ZW	0.4300	0.58
PHL.ZW	0.6025	0.42

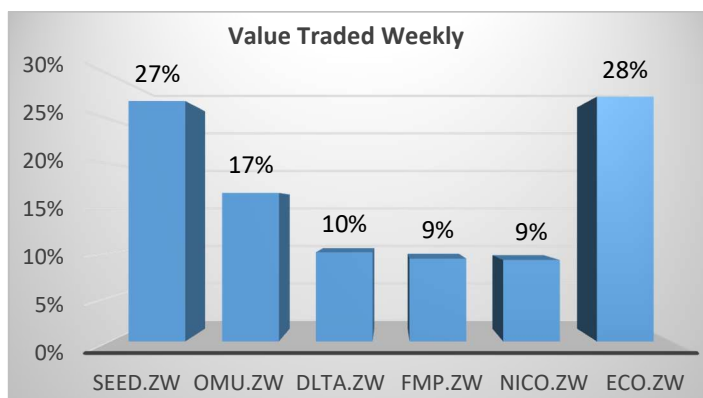
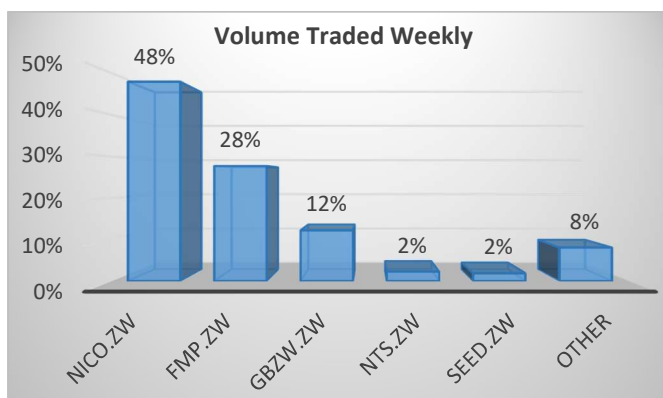
The market saw twenty-three stocks close with price movements and had a distribution of ten risers against thirteen fallers to set a negative breadth of three. Construction group Masimba headlined the fallers set on a 20.40% slide that took the group to \$0.0398 while, Get Bucks Microfinance Bank succumbed 9.91% and capped the week at \$0.0300. Dairibord was 7.14% softer at \$0.1300 as beverages giant Delta succumbed to selling pressure to lead the heavies' shakers on a 7% slip to \$1.9995.

FALLERS	PRICE	% Change
MSHL.ZW	0.0398	20.40
GBZW.ZW	0.0300	9.91
DZL.ZW	0.1300	7.14
DLTA.ZW	1.9995	7.00
PPC.ZW	1.1500	5.74
RIOZ.ZW	1.4000	5.08
ECO.ZW	1.2001	2.50
INN.ZW	1.4144	0.39
OKZ.ZW	0.2349	0.34
HIPO.ZW	1.6875	0.15

Regional cement manufacturers PPC let go 5.74% and settled at \$1.1500 on waning demand. Mining house RioZim declined 5.08% and settled at \$1.4000. Selling pressure also emerged in Econet to see the telecoms giant retreat 2.50% and closing the week at \$1.2001. Light manufacturing group Innscor let go 0.39% and settled at \$1.4144 while, retail group OKZIM dropped 0.34% and ended at \$0.2349. Capping the weekly top fallers was Hippo that retreated 0.15% and ended at \$1.6875.

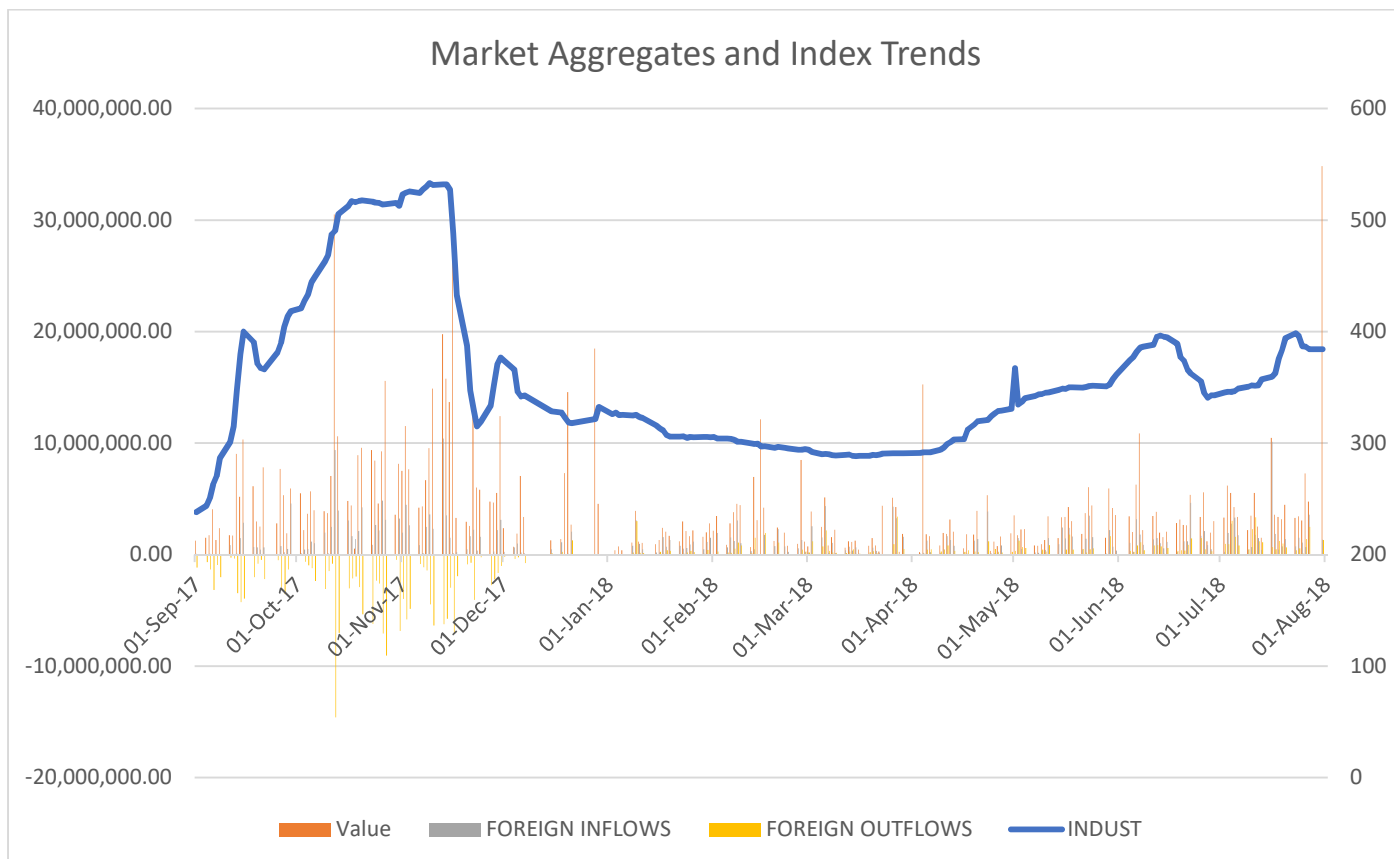
The market had ten gainers which mitigated the losses for the day, headlined by Nicoz with a 13.67% rise that took it to \$0.0341. Banking group CBZ was in an 8.59% rebound to \$0.1100 while, FMP accumulated 7.53% and settled at \$0.0600. Barclays was up 5.66% as demand returned to the group while, apparel retailers Edgars added 1.85% and closed at \$0.0662. Old Mutual, African Sun and BAT were also amongst the risers for the week adding 1.65%, 1.39% and 0.98% to close at \$5.1027, \$0.0730 and \$25.6500 respectively.

Heavies drive market values...



	Previous	Current	Change	%Change
Values	41,093,122.62	15,761,421.70	25,331,700.91	61.64
Volumes	31,809,685.00	88,755,838	56,946,153	179.02

Weekly activity aggregates had a mixed outcome with values declining 61.64% to \$15.76m while, volumes surged 179% to 88.75m shares. Values were anchored by the market’s heavies as investors sought cover in the market’s blue chip counters. Driving the values were SEEDCO on 27%, Old Mutual claiming 17% and DLTA with 10%. Volumes were spurred by insurers Nicoz and property group FMP that claimed a combined 76% of the aggregate.



In the News

Agribank has obtained a \$30 mln line of credit from the Industrial Development Corporation of South Africa (IDCSA) to support the agriculture sector. [#Herald](#)

Private Hwange coal miner, Makomo Resources, says it expects to ramp up its production in the third quarter of this year to surpass last quarter's figures by 50% following acquisition of new machinery. [#Newsday](#)

The 146 000 small – scale tobacco farmers have finally achieved the 236 mln kilogrammes of the golden leaf achieved in 2000 when production reached its peak. [#Dailynews](#)

The Zimbabwe Revenue Authority (Zimra) performed beyond expectations in the first half of 2018 after gross collections hit \$2.41 bln against the budgeted \$2.10 bln, driven by excise duty, net value added tax on local sales and individuals. [#Herald](#)

Telecoms giant Econet has launched an innovative short-term motor vehicle insurance service, EcoSure Moovah. [#Herald](#)

CBZ Holdings Limited is holding its breaths while Americans investors comb through records of its international transactions to determine the extent of any branches by the bank of Washington's sanctions on targeted individuals with whom it may have transacted. [#Fingaz](#)

President Mnangagwa has challenged Potraz to be more transparent in the deployment of the universal services fund to ensure broader access to postal and telecoms services. [#Herald](#)

Meikles Limited, intends to expand its Victoria Falls Hotel in the resort town as it positions itself to capitalise on the anticipated boon in the tourism sector driven by the expected economic growth. [#Herald](#)

Nssa has launched an operation to probe companies compliance with Nssa Act's requirements on social security schemes. [#Dailynews](#)

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.