

## ZSE wanes on selling pressure...

	Previous	Current	Change(pts)	%Change	YTD %
All share	15,763.93	15,129.49	634.44	4.02	37.58
Industrial	51,989.97	49,884.34	2,105.63	4.05	37.25
Top 10	9,639.28	9,154.38	484.90	5.03	32.04
Mid Cap	32,066.74	31,257.30	809.44	2.52	51.06

Prevalent selling pressure in the market saw the ZSE close the holiday shortened week in the red amidst liquidity constraints. Demand for equities has largely been inconsistent lately against a background of huge disposals in search of liquidity which has resulted in downward price movements to levels where demand could be found. The sustained weekly losses saw the mainstream All share Index shedding a 4.02% to settle at 15,129.49pt. The Industrial Index was 4.05% softer at 49,884.34pts while, the Top Ten Index was the major casualty of the four indices we review, declining 5.03% to end closed at 9,154.38pts. The Mid Cap Index lost 2.52% to settle at 31,257.30pts.

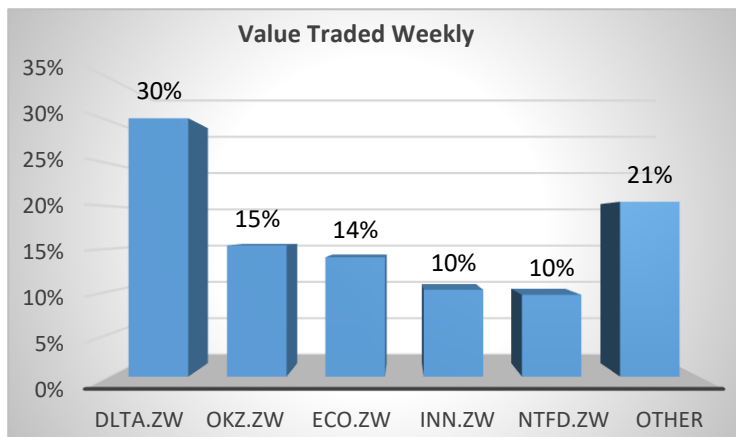
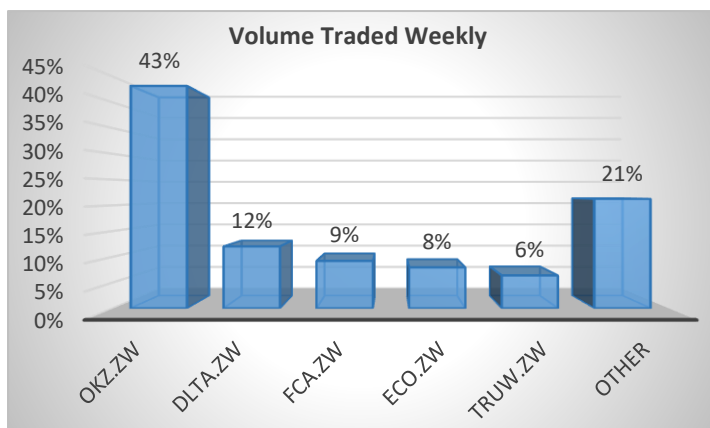
RISERS	PRICE	% Change
EDGR.ZW	6.9980	16.63
ZIMR.ZW	3.7500	3.63
FML.ZW	18.5000	2.78
TURN.ZW	4.6117	0.91
WILD.ZW	2.6275	0.67
TANG.ZW	139.0000	0.36
NTFD.ZW	1750.1200	0.01

Twenty-four counters lost ground during the week against seven risers to leave the market with a wide negative breadth of seventeen. NMB led the fallers list as banking group tumbled 15% to close at \$17.0000 with Zimplot following on a 14.94% slide to \$16.1616. First Capital Bank declined 14.19% to end the week at \$7.3922. Tyre manufacturers NTS rolled back its previous gains to see it closing lower at \$10.5000 after letting go 10.64%. Axia pulled back 10.55% to \$67.9785 while, property concern Mashonaland Holdings lost 9.93% that took it to \$4.5000. Waning demand in Nampak dragged the packing group to \$11.0000 after succumbing 8.33% during the week. Heavies Econet and Inncor were amongst the losers set of the week as the duo declined 7.26% and 6.94% to close at \$148.1212 and \$269.7894 on the back of selling pressure. Milk processor Dairibord was 6.67% softer at \$28.0000 and completed the top ten fallers of the week.

FALLERS	PRICE	% Change
NMB.ZW	17.0000	15.00
ZIMW.ZW	16.1616	14.94
FCA.ZW	7.3922	14.19
NTS.ZW	10.5000	10.64
AXIA.ZW	67.9785	10.55
MASH.ZW	4.5000	9.93
NPKZ.ZW	11.0000	8.33
ECO.ZW	148.1212	7.26
INN.ZW	269.7894	6.94
DZL.ZW	28.0000	6.67

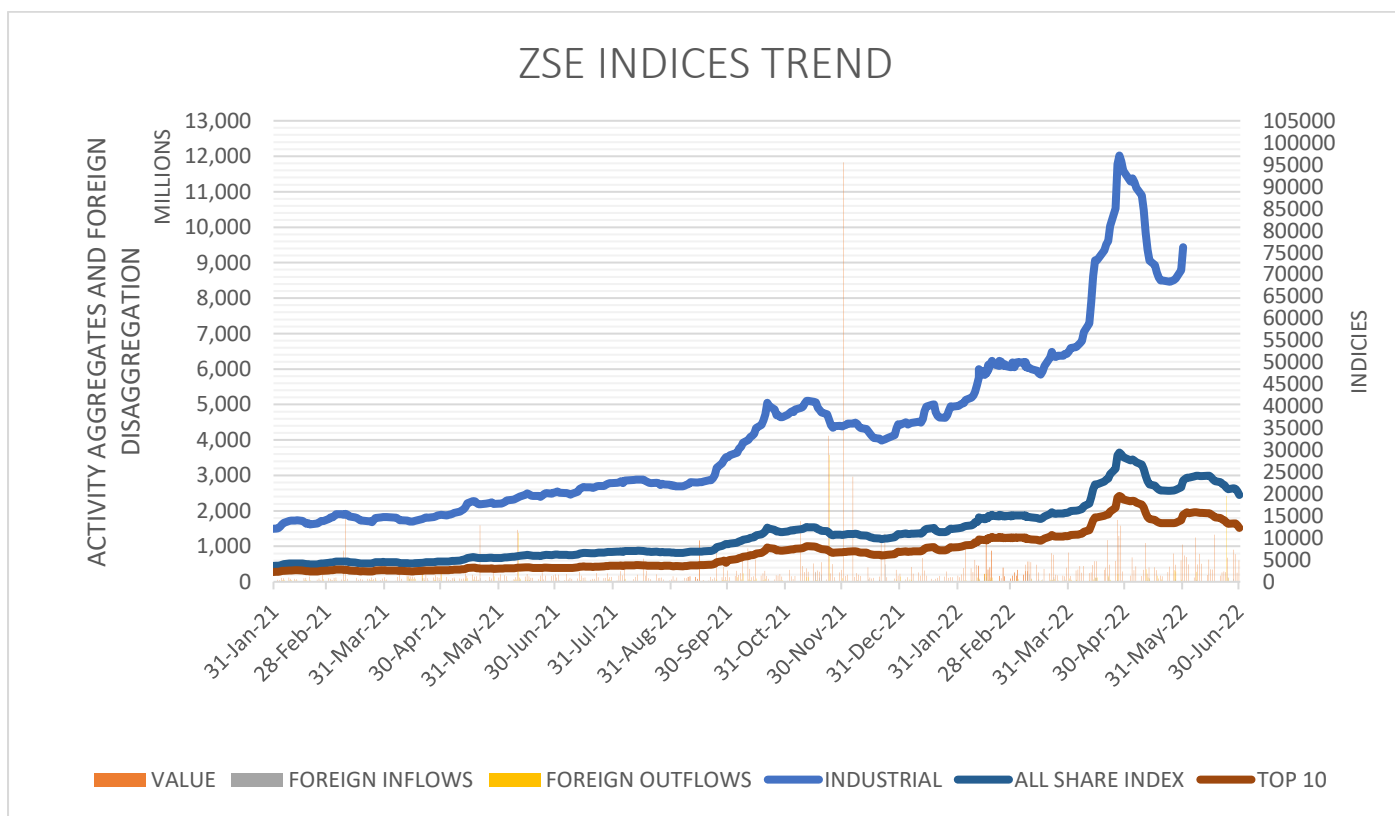
The best performer of the week was Apparel retailer Edgars which rebounded 16.63% to end at \$6.9980. Zimre Holdings Limited followed by adding 3.63% to \$3.7500 with First Mutual life enhancing 2.78% to settle at \$18.5000. Turnall Holdings was 0.91% higher at \$4.6117 while, brick manufacturers Willdale which is currently trading under cautionary added 0.67% to see it ending at \$2.6275. Tanganda added 0.36% to close the week at \$139.0000 as 100 scrappy shares exchanged hands. Completing the risers of the week was National Foods that gained a negligible 0.01% to close at \$1750.1200.

### Aggregates decline further...



	Previous	Current	Change	%Change
<b>Values</b>	3,364,086,821.00	1,962,757,909.75	1,401,328,911.25	41.66
<b>Volumes</b>	57,014,000	23,260,600	33,753,400	59.20

Activity aggregates declined further in the week under review as seen in all measures which ended in the red. Values dropped 41.66% to \$1.96b while, volumes exchanged dipped 59.20% to 23.26m shares. OK Zimbabwe propelled the volume aggregates of the week as the retailer claimed 43% of the total while Delta drove the value outturn, accounting for 30% of the aggregate. Other notable trades during the week were seen in OKZIM, Econet, Inncor and Natfoods that accounted for a combined 49% of the turnover.



**In the News**

Gross revenue at Victoria Falls Stock Exchange-listed Caledonia Mining Corporation increased by 29% to US\$72,1 million during the first half of this year on the back of high gold production and firming prices. In the same period last year, the firm's gross revenue stood at US\$55,7 million. The group announced that a total of 38 605 ounces of gold were produced in the six months ended June 30, 2022, up 29% compared to the prior period.

<https://www.newsday.co.zw/2022/08/caledonia-lifts-revenue-by-29/>

About US\$2,1 million was wiped off the Victoria Falls Stock Exchange (VFEX) during the second quarter of this year following downturns in both number of trades and volumes, a report by the bourse has indicated. It said turnover in the first quarter was US\$5,3 million before falling by 39,9% to US\$3,2 million during the second quarter however, the report said on a year-on-year basis, the VFEX's turnover for the second quarter of 2022 rallied by 10,911%.

<https://www.newsday.co.zw/2022/08/us21m-wiped-off-vfex-in-q2/>

Zimbabwe's tough regulations for mobile money platforms (MMPs) have placed them in peril, amid indications that some could be forced to restructure their business models or shed staff to survive the turmoil. The largest of the MMPs, EcoCash Holdings appears to be feeling the most impact after it complained of being "severely constrained due to regulated transaction limits, regulated tariffs and the continued suspension" of some of its revenue-generating services in a statement accompanying its results for the financial year ended February 28, 2022, released two weeks ago.

<https://www.newsday.co.zw/2022/08/tough-times-ahead-for-mobile-money-firms/>

Zimbabwe Stock Exchange agro-dealer Tanganda Tea Company has set its focus on cost management measures to curb the adverse impact of galloping inflation and currency volatility to its profit margins. The country's economic crisis has deepened, with a rapidly depreciating local unit which is trading at more than \$850 to the greenback on the parallel market amid runaway inflation that soared to 256,9% in July from 191,6% in June.

<https://www.newsday.co.zw/2022/08/tanganda-aims-to-contain-costs-amid-inflation-currency-volatility/>

The Zimbabwe Coalition on Debt and Development (Zimcodd) has called for lower denomination gold coins because only the elite are accessing them at the moment. Currently, gold coins are valued at one ounce, weighing 33,93 grammes and are priced according to international prices that include production and bank charges, making them very expensive. As of Friday, a single gold coin cost nearly \$910 000 or US\$1 872,36, yet public and private sector workers earn less than US\$250 per month on average.

<https://www.newsday.co.zw/2022/08/introduce-smaller-denomination-gold-coins-zimcodd/>

Old Mutual Zimbabwe (OMZ) group chief executive officer Sam Matsekete says gaps in the funeral services sector led them to add more offerings to their policy. OMZ has already been running the Flexi Funeral Plan, an annual renewable funeral policy aimed at reducing inflation by making cash pay-outs to cater for funeral costs for clients. Speaking to journalists at the launch of the Old Mutual Funeral Service last Thursday, Matsekete said the offering was not a new entry into the funeral insurance sector.

<https://www.newsday.co.zw/2022/08/old-mutual-expands-funeral-policy/>

Zimbabwe missed its export targets by nearly 6% in the six months to June, with imports higher than predicted and thus pushing up the trade deficit. Total exports were US\$3,3 billion compared to US\$3,51 billion projected in the 2022 Mid-Term Budget Review and Supplementary Budget, owing to lower commodity prices in the second quarter. Total imports for the period under review were also 8% higher than the initial projection of US\$3,7 billion, as imports totalled US\$4,04 billion as at the end of June.

<https://www.newsday.co.zw/2022/08/trade-deficit-rises-after-missed-targets-in-h1/>

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