

ZSE bear market persists

	Previous	Current	Change(pts)	%Change	YTD %
All share	27,196.87	22,183.37	5,013.50	18.43	101.72
Industrial	89,721.27	73,164.00	16,557.28	18.45	101.30
Top 10	18,044.54	14,330.29	3,714.25	20.58	106.70
Mid Cap	44,544.97	39,167.07	5,377.90	12.07	89.29

The second trading week of May did not bring much respite to the ZSE as the bear market persisted amidst seemingly tight liquidity. All four indices in our analysis were trending southwards with the All-Share Index ending the week 18.43% softer at 22,183.37pts, weighed down by the market heavies that suffered the brunt of the sell-off to see the Top Ten Index drop 20.58% to settle at 14,330.29pts. The Industrial Index suffered an 18.45% drop to close the week at 73,164.00pts while, the Mid-Caps lost 12.07% to close at 39,167.07pts. Meanwhile, the local currency continued to lose ground against the greenback on the auction market depreciating 4.38% to see an average rate of 173.2685.

RISERS	PRICE	% Change
NTS.ZW	16.1250	7.50
UNIF.ZW	35.0000	2.94
FBC.ZW	72.0000	2.53
GBZW.ZW	10.6125	1.07

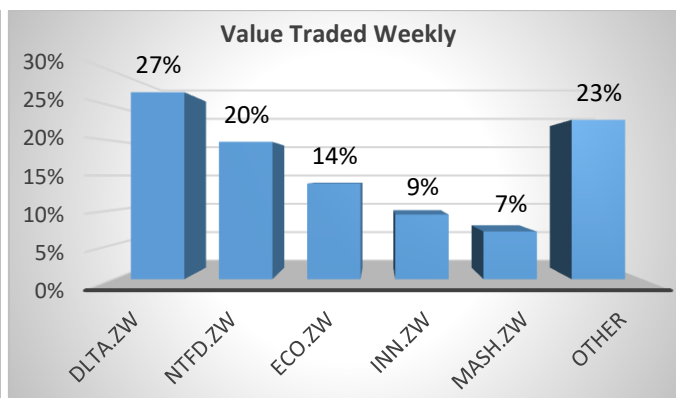
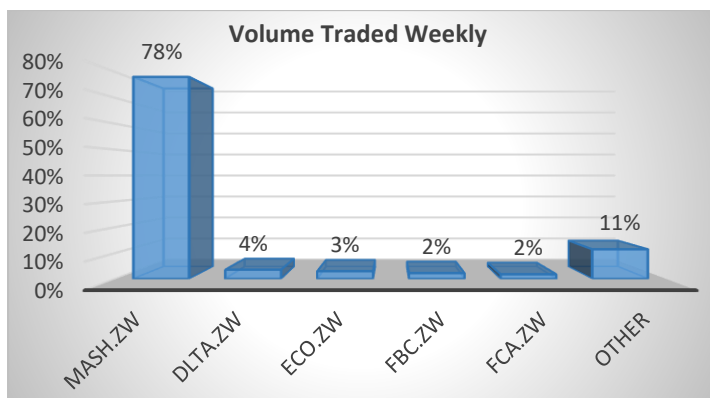
An excessively bearish sentiment prevailed on the market resulting in forty stocks ending lower against a measly four risers to underline the selloff. Property concern Mashonaland Holdings led the market slide with a 34.58% slump that took it to \$3.2271 while, packaging group Nampak followed with a 29.24% slide taking it to \$19.1063. Sugar refiners Hippo was 28.20% softer week on week as it traded at \$400.0000 while, heavy cap Econet succumbed 27.91% and closed at \$198.9452 having closed the week with sellers willing to offload at weekly low price of \$190.0000. First Mutual Properties was down by 26.83% margin as it closed at \$7.0822 where demand could be established.

FALLERS	PRICE	% Change
MASH.ZW	3.2271	34.58
NPKZ.ZW	19.1063	29.24
HIPO.ZW	400.0000	28.20
ECO.ZW	198.9452	27.91
FMP.ZW	7.0822	26.83
EHZL.ZW	115.2107	25.61
SIM.ZW	228.0665	24.47
ARIS.ZW	3.4311	24.27
AXIA.ZW	121.1988	23.91
DLTA.ZW	315.9571	20.54

Ecocash Holdings retreated 25.61% on sustained selling and closed at \$115.2107 while, Simbisa Brands came off 24.47% and settled at \$228.0665. Ariston shed 24.47% to trade at \$3.4311, as Axia trimmed 23.91% and closed at \$121.1988. Completing the top fallers of the week was Delta which fell 20.54% and closed at \$315.9571.

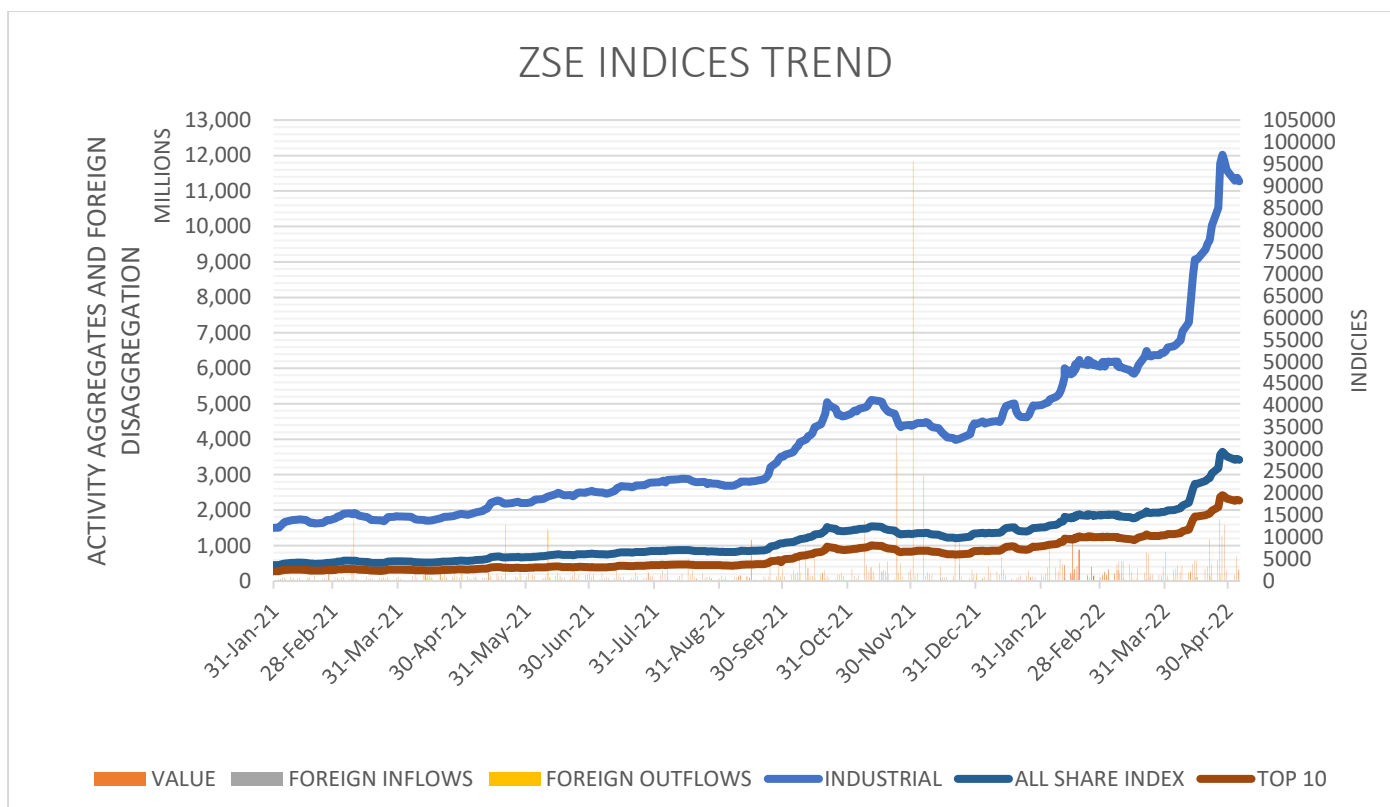
Loss extenuation for the week was held by four stocks with National Tyre Services leading for the second consecutive week on a 7.50% surge that took it to \$16.1250. Unifreight followed with a 2.94% gain that took it to \$35.0000, while bankers FBC Bank added 2.53% and settled at \$72.0000. GetBucks Financial Services climbed 1.07% to end the week pegged at \$10.6125

Mashonaland Holdings anchors volumes ...



	Previous	Current	Change	%Change
Values	1,614,734,071.75	2,214,204,414.00	599,470,342.25	37.13
Volumes	16,586,400	48,843,300	32,256,900	194.48

Property concern Mashonaland Holdings anchored the volume aggregate of the week as it accounted for a 78% of the total to leave other counters tussling for the remaining 22%. A group of four blue chip counters namely Delta, Natfoods, Econet and Inncor contributed to the turnover as follows :27%, 20% ,14% and 9% in that order. Volumes ballooned 194.48% to see 48.84m shares trade on the bourse which yielded a market spend of \$2.2bn which was a 37.13% improvement from prior session.



In the News

Crocodiles breeder cum miner, Padenga Holdings is considering abandoning the loss making alligator skin operation as this will allow listed firm to focus on core business while also easing the loss burden in the department has had on the group. [Padenga to abandon alligator skin business | eBusiness Weekly](#)

First Capital Bank (FCB) is expected to remain profitable during the financial year 2022 (FY22) on the basis of its recovering business interest in the tourism sector, and a balanced model in the core banking segment. [First Capital Bank to remain profitable in 2022 | eBusiness Weekly](#)

Diversified resources group, RioZim Limited, says gold production is forecast to improve as Cam and Motor, the group's high grade ore flagship gold mine is set to resume production. [RioZim's gold production to rebound on Cam and Motor's return | eBusiness Weekly](#)

Listed cables manufacturer, Cafca Limited, is projecting a strong volume performance for the remainder of the current financial year supported by the anticipated improved economic activity. [Cafca projects strong volume performance | eBusiness Weekly](#)

Alternative trading platform – the Financial Securities Exchange Limited (FINSEC) – has set up the Private market and Derivatives market as the financial services firm enhances investment options on the capital markets. [FINSEC sets up private, derivatives markets | eBusiness Weekly](#)

Dairiboard Holdings Limited, says its volumes sold in foreign currency grew by 186 percent in the first quarter to March 2022. [Dairiboard forex sales bulk 186 pc | eBusiness Weekly](#)

The recently announced raft of measures by Government to protect the local currency through restricting arbitrage opportunities on the Zimbabwe Stock Exchange (ZSE) have been received with mixed views, with some brokers lamenting the regulations will impact negatively on volumes. [Govt clampdown on rogue investors on ZSE, some brokers have other views | eBusiness Weekly](#)

Padenga Holdings did not declare a dividend in the 2021 financial year as the Victoria Falls Stock Exchange listed crocodile skins and gold producer chose to retain the funds to contain its borrowings, the company said in its 2021 financial statement. [Padenga defers dividend to contain borrowings | The Herald](#)

Blanket Mine's parent company, a Gwanda-based gold miner owned by Caledonia Mining Corporation, registered a 40 percent jump in gold production in the first quarter to March 31, 2022, compared to the same period last year. <https://www.herald.co.zw/blanket-records-40pc-jump-in-gold-output/>

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.