

ZSE Industrials charge ahead as minings falter...

	Previous	Current	Change	%Change	YTD %
Industrial	197.93	198.41	0.4800	0.24	37.28
Mining	69.98	69.19	0.7900	1.13	18.25

Industrials maintained their surge with a 0.24% climb that took the benchmark to 198.41pts while, its cumulative return grew to 37.28%. Industrial gains came on the back of news of better than expected national revenue performance from ZIMRA that saw \$1.799bn flow into the national coffers which was 8.5% ahead of the budgeted figure and 15% ahead of the prior year comparative. Meanwhile, IMF has raised concerns on Zimbabwe's growing Treasury Bills stock that has now seen local banks sit on an average 1.7times the level of bank equity capital compared to 1.3times at the end of 2016. Elsewhere, the Zimbabwe Tourism Authority (ZTA) released its First Quarter Tourism Performance Highlights for 2017, which highlighted that tourist arrivals were up 6% from the same period last year. This increase was largely attributed to a 5% boost in arrivals from mainland Africa. On market developments the major shareholders in CFI, Stalap, finally came to the market with their offer to minorities in the agriculture focused concern with an offer price of \$0.2200 against a last trading price of \$0.1800 thus offering shareholders a 22.22% premium to the market price. The mining Index meanwhile, shed 1.13% after several weeks of stagnation at 69.98pts as it closed at 69.19pts.

Weekly Risers

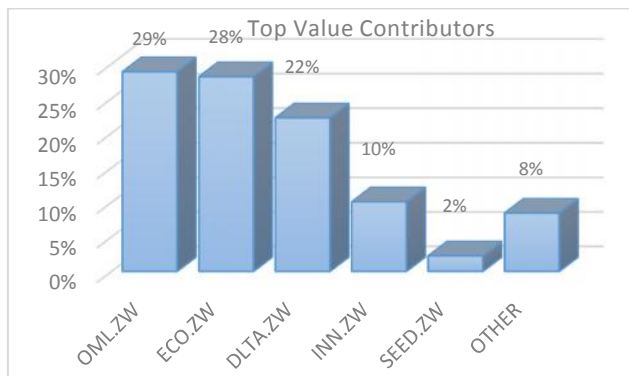
RISERS	PRICE	% Change
ASUN.ZW	0.0180	11.80
AXIA.ZW	0.1200	9.09
NMB.ZW	0.0425	8.97
DZL.ZW	0.0700	8.36
MSHL.ZW	0.0520	8.33
CFI.ZW	0.1800	7.14
BARC.ZW	0.0430	5.39
HIPO.ZW	0.8500	4.94
OKZ.ZW	0.0982	3.37
TSL.ZW	0.2325	3.10

Bulls continued to dominate the market as yet another rising week saw nineteen risers relative to just five fallers as the market established a positive market breadth. Tourism group African sun surged 11.8% to \$0.0180 after the reported news of improved tourist arrivals. Retail group Axia grew 9.09% and closed at \$0.1200 as it sustained its charge in the wake of surging demand. Banking group NMB touched a high of \$0.0425 after putting on 8.97% for the day, while Dairibord were up 8.36% at \$0.0700 though demand was fairly weak. Construction group MSHL was in an 8.33% lift and closed at \$0.0520 again on surging demand. Conglomerate CFI climbed 7.14% and ended the week pegged at \$0.1800 though market bids were set higher at \$0.2160 after the aforementioned circular to minority shareholders by major shareholders Stalap. Banking group Barclays went up 5.39% to \$0.0430 as sugar manufacturers Hippo climbed 4.94% to \$0.8500 as its surges continued. OKZIM and TSL completed the top gainers on rises of 3.37% and 3.10% to \$0.0982 and \$0.2325.

FALLERS	PRICE	% Change
ARIS.ZW	0.0080	20.00
MEIK.ZW	0.2005	19.83
SEED.ZW	1.3400	7.59
BIND.ZW	0.0290	3.33
FML.ZW	0.1100	2.22

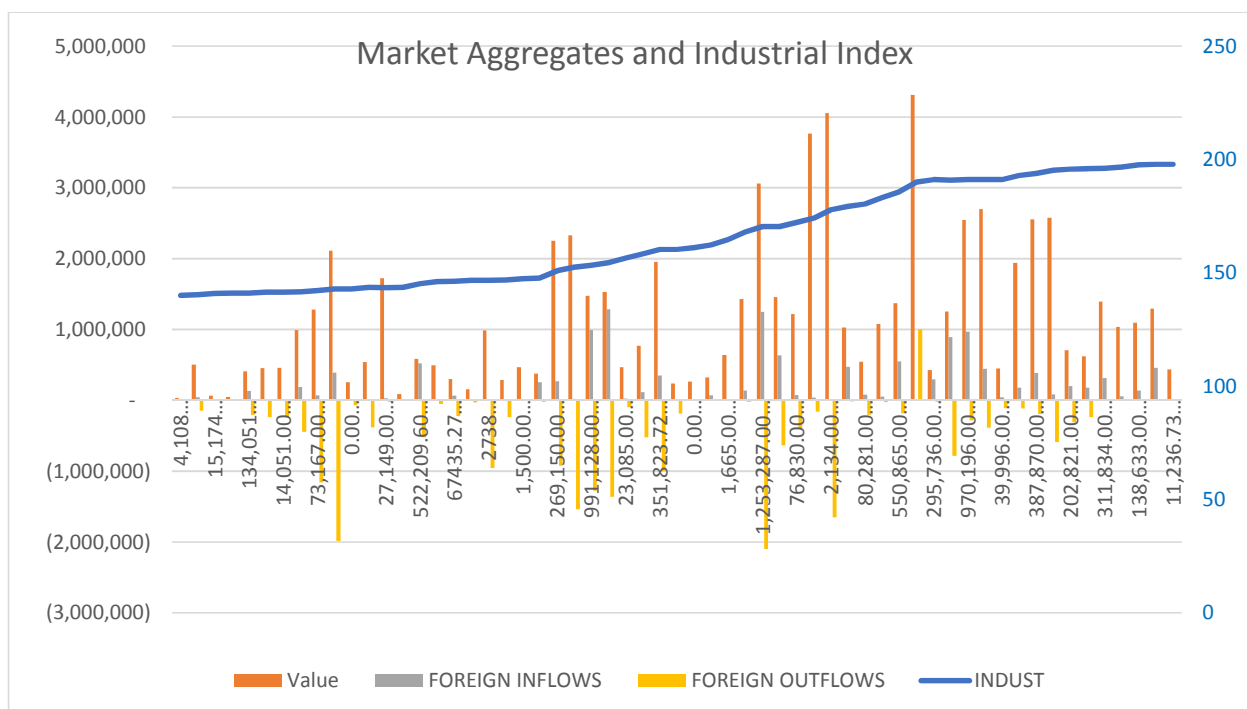
Weakness emerged in selected stocks as profit taking emerged after the first half rally. Agricultural concern Ariston succumbed 20% to \$0.0080 while , diversified group Meikles followed with a 19.83% slide as the selloff triggered by the collapse of negotiations for a takeover bid by Dubai based investor Aldwarby. SeedCO shed 7.39% to \$1.3400 on profit taking as nickel miners fell 3.33% to \$0.0290. FML completed the fallers set on a 2.22% slide to \$0.1100.

Market trades mixed...



	Previous	Current	Change	%Change
Values	8,404,908.88	9,286,416.33	881,507.46	10.49
Volumes	45,124,296.00	44,690,083.00	434,213	0.96

Activity aggregates were mixed as value traded increased but volumes declined marginally. The weekly spend stood at \$9.3m, up 10.49% from the previous week. Old Mutual, Econet and Delta were significant contributors to the weekly spend, accounting for 29%, 28% and 22% respectively. Innscor was also a major driver of the value traded contributing 10%. The marginal gain of 0.96% in the volume traded was largely driven by pharmaceuticals and chemicals company, Medtech, which contributed 34%. Other drivers of volume were Econet, Ariston Holdings, Star Africa Corporation and ZPI, which accounted for 16%, 11%, 9% and 8% piece of volume traded.



In the News

RBZ seeks \$500m facility for foreign currency gap

The Reserve Bank of Zimbabwe (RBZ) is seeking a \$500 mln facility to cover the foreign currency gap that will widen when the 2017 tobacco marketing season closes. Tobacco is Zimbabwe's top foreign currency earner, accounting for at least a third of the country's total foreign currency earnings.

<http://www.herald.co.zw/rbz-seeks-500m-facility/>

ZSE approves Stalap's offer to CFI Shareholders

The Zimbabwe Stock Exchange has reversed its decision to stop Zimre Holdings Ltd's investment vehicle, Stalap Investments, from making an offer to minorities of CFI Holdings as the battle to control the conglomerate escalates.

<http://www.herald.co.zw/zse-approves-stalaps-offer-circular-to-cfi-shareholders/>

Econet to embark on major data network upgrade

Econet Wireless Zimbabwe, which controls 98% of the Long Term Evolution data customer market share, has announced a major data network upgrade that will see the mobile network market leader achieve 100% 3G coverage across the country by the end of this year.

<http://www.herald.co.zw/econet-to-embark-on-major-data-network-upgrade/>

Zimbabwe tourist arrivals up 6%

Tourist arrivals rose 6% to 480 000 in the first three months of the year from the same period a year ago driven by marked increases from the Middle East, Europe and Oceania at 41%, 29% and 26%, respectively.

<http://www.herald.co.zw/tourist-arrivals-up-6pc/>

Government applied for \$154m loan facility from China EximBank

Government has made an application for a \$153 mln loan facility from China EximBank for the upgrade of Harare International Airport.

<http://www.herald.co.zw/govt-applies-for-153m-china-eximbank-loan/>

Zimbabwe earns 2.8bn in foreign currency receipts

The Reserve Bank of Zimbabwe says the country has for the first half of the year received \$2.8 bln in foreign currency receipts. RBZ governor, John Mangudya said of the amount, \$2 bln was allocated through local banks, with the remainder apportioned through the apex bank.

<https://www.newsday.co.zw/2017/07/13/zimbabwe-earns-28-billion-foreign-currency-receipts/>

Turnall Holdings still to find an investor

LISTED Turnall Holdings Limited is yet to secure an investor to give a lifeline to its operations, with revelations the firm's debt restructuring exercise will be completed by the end of August.

<https://www.newsday.co.zw/2017/07/12/turnall-still-find-investor/>

Blue Ribbon Foods set to open new plant

BLUE Ribbon Foods (BRI), a subsidiary of the Bakhresa Group, is working on another \$5 million plant to increase production to 600 tonnes of wheat.

<https://www.newsday.co.zw/2017/07/10/blue-ribbon-foods-set-open-new-plant/>



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