

ZSE in another week of losses as liquidity constraints bite...

	Previous	Current	Change(pts)	%Change	YTD %
All share	16,813.22	16,147.48	665.74	3.96	46.83
Industrial	55,406.77	53,197.65	2,209.12	3.99	46.37
Top 10	10,223.45	9,867.48	355.97	3.48	42.33
Mid Cap	34,231.10	32,627.10	1,604.00	4.69	57.68

The market slumped further amidst low demand on the back of constrained liquidity which has seen most heavy cap stocks buckle under selling pressure. The primary All Share Index succumbed 3.96% for the week to settle at 16,147.48pts despite marginal gains in the last trading session. The market weakness was similarly witnessed in the top capitalised stocks as the Top Ten Index closed 3.48% softer at 9,867.48pts on weak demand. The segregated indices, the Mid Cap Index was in a 4.69% loss to 32,627.10pts while, the Industrial Index succumbed 3.99% and settled at 53,197.65pts. Meanwhile, Cass Saddle's Agricultural ETF, made up of listed agricultural sector equities, became the fourth ETF to list on the ZSE this year as the local bourse anticipates more listings before year end.

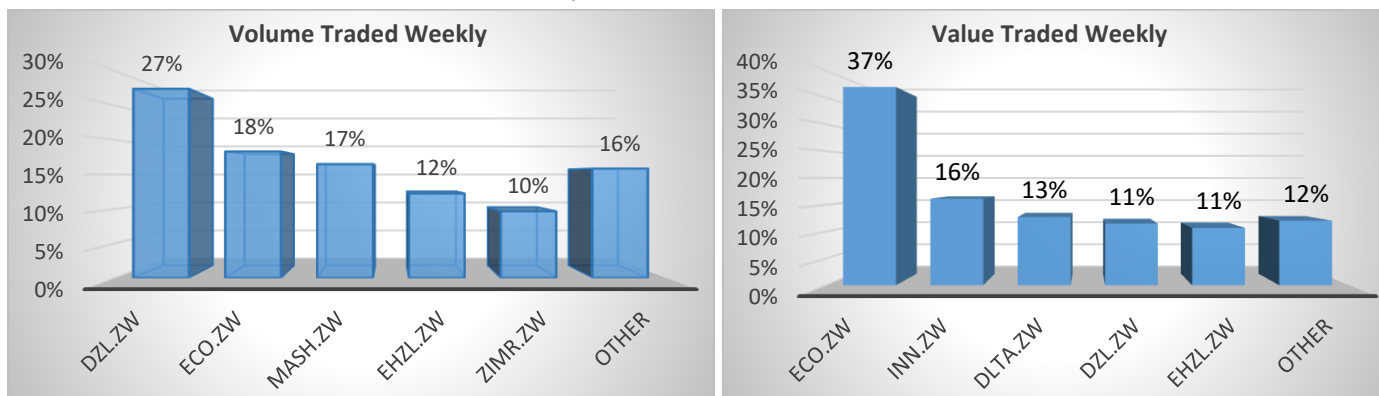
RISERS	PRICE	% Change
ZIMP.ZW	5.3900	15.17
MASH.ZW	5.0000	14.74
ARTD.ZW	18.0000	13.77
GBH.ZW	1.5679	13.62
ZIMW.ZW	20.1004	12.56
DZL.ZW	25.0500	8.91
ASUN.ZW	13.0000	8.81
FMP.ZW	8.5068	6.34
SIM.ZW	187.8759	4.96
SACL.ZW	1.7881	4.23

FALLERS	PRICE	% Change
WILD.ZW	1.5583	37.67
TURN.ZW	4.0000	26.06
SEED.ZW	100.3571	25.62
PROL.ZW	23.1214	22.93
TANG.ZW	141.4048	16.82
FML.ZW	17.1250	16.05
AXIA.ZW	71.3791	14.98
ARIS.ZW	2.3998	13.91
NTS.ZW	10.2500	13.87
MEIK.ZW	105.0000	12.52

The market saw thirty-nine counters recording movements in prices with eleven registering gains while, twenty-eight closed in the red. Brick makers Willdale headlined the fallers set on a 37.67% slide that took it to \$1.5583. Turnall followed on the losses, shedding 26.06% and settling at \$4.0000 while, seed producer SeedCo Limited was 25.62% softer at \$100.3571. Proplastics fell 22.93% and closed at \$23.1214, where demand could be established. Tanganda saw a 16.82% drop in price to \$141.4048 despite, trading at a weekly low of \$140.0000 in the final session of the week. Insurance group FML slipped 16.05% and closed at \$17.1250 while, Axia remained on the losing path as it shed 14.98% and closed at \$71.3791. Ariston and NTS trimmed 13.91% and 13.87% to close at \$2.3998 and \$10.2500 in that order. Meikles capped the top ten losers on a 12.52% decline to \$105.0000. Amongst the shakers of the week was triad heavies in Ecocash, Innscor and CBZ that succumbed 11.4%, 5.3% and 3.79% to trade at \$52.2401, \$321.9980 and \$132.0000 individually weighed down by selling pressure.

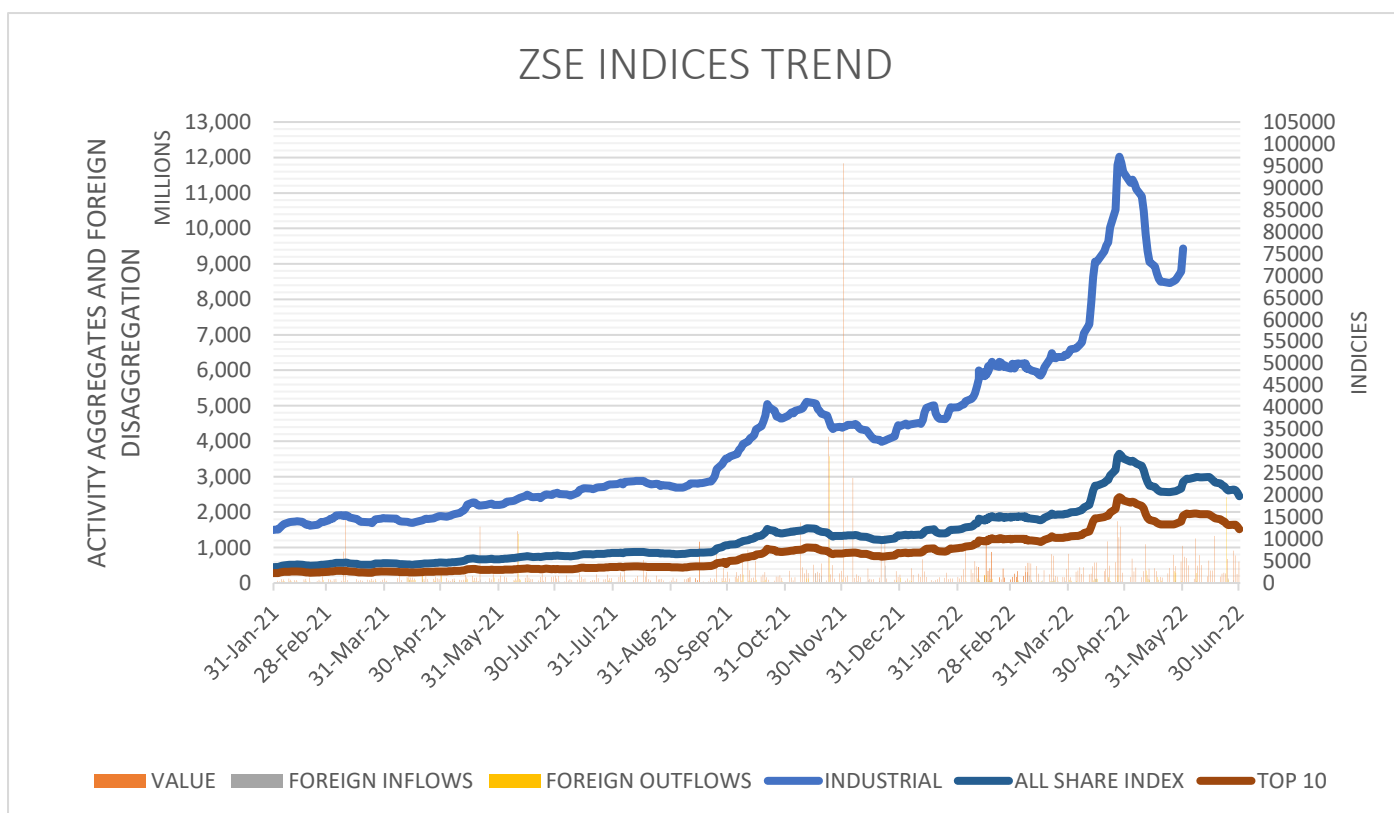
At the helm of the market bloodshed alleviation, was media group Zimpapers that surged 15.17% and settling at \$5.3900. Mashonaland Holdings and Art Corporation were 14.74% and 13.77% higher at \$5.0000 and \$18.0000 respectively. General Beltings followed on a 13.62% ascent to \$1.5679 as Zimflow added 12.56% and settled at \$20.1004. Dairibord rose 8.91% to \$25.0500 while, hotelier African Sun went up 8.81% to trade at \$13.0000. First Mutual Properties increased 6.34% to \$8.5068 as Simbisa Brands added 4.96% to \$187.8759 having traded at weekly high of \$194.0000 on reviving demand. Star Africa improved 4.23% to end the week at a vwap of \$1.7881.

Econet, Inncor and Delta dominate spend...



	Previous	Current	Change	%Change
Values	1,470,452,399.50	3,360,734,793.25	1,890,282,393.75	128.55
Volumes	16,154,400	56,261,200	40,106,800	248.27

The weekly activity aggregates reflected huge movements as the spend went up 128.55% to \$3.36bn while, the volumes of the week amounted to 56.26m shares. Values were anchored by Econet, Inncor and Delta that emerged as the favourites, on a combined contribution of 66% to the weekly aggregate. Volumes of the week were driven by DZL, Econet, Mashonaland and Ecocash that made respective contributions of 27%, 18%, 17% and 12%.



In the News

The Zimbabwe Stock Exchange (ZSE) yesterday listed an agricultural-based Exchange Traded Fund (ETF), becoming the fourth this year and the fifth listing on ZSE. Named the Cass Saddle Asset Management Agriculture Exchange Traded Fund, the ETF took off with seed capital of ZWL\$36 199 404 and additional investments will be used to purchase shares on the market as addition to the portfolio.

<https://www.newsday.co.zw/2022/07/zse-lists-agric-etf/>

Dairy farmers in Zimbabwe produced 43,35 million litres in the first six months of 2022, representing an 18 percent rise on the corresponding period last year, official data shows. In the first half of last year, milk output stood at 36,78 million litres. The Government has continued to provide funding assistance and other forms of support, as part of measures to drive expansion of the dairy industry. Latest figures from the Ministry of Lands, Agriculture, Fisheries, Water and Rural Development's dairy services department show that milk intake by processors rose 17 percent to 38,96 million litres from 33.42 million litres in the comparative period.

<https://www.herald.co.zw/milk-production-jumps-18pc-on-govt-support/>

Econet Wireless Zimbabwe has posted strong results for its financial year ended 28 February 2022, but warning that the viability of the telecommunications industry was at stake due to uneconomic tariffs, rising inflation, high taxes, and difficulties in accessing critical foreign currency for capital investment as the local currency continues to weaken against the US dollar. The company's Chairman, Dr James Myers, said the industry's viability was under threat because of uneconomic tariffs that were significantly lower than those obtaining in the region.

<https://www.newsday.co.zw/2022/07/inflation-weakening-currency-and-high-tax-burden-cast-pall-on-impressive-econet-results/>

Gold production at Victoria Falls Stock-Exchange (VFEX)-listed Caledonia Mining Corporation Plc increased by 29% to 38 606 ounces in the first half of this year compared to the same period last year. Last year in the first half, gold production stood at 29 907 ounces. Caledonia, which is also listed on the New York Stock Exchange and London Stock Exchange, operates Gwanda-based gold producer Blanket Mine.

<https://www.newsday.co.zw/2022/07/caledonia-gold-production-in-29-surge/>

African Development Bank (AfDB) president Akinwumi Adesina yesterday said he was confident that Zimbabwe will clear its arrears as talks to set up a comprehensive debt clearance plan for the country have begun. A bullish Adesina, who is in the country to discuss potential areas of technical support that AfDB would provide to the Zimbabwean government, said the country was on track to clearing its arrears.

<https://www.newsday.co.zw/2022/07/zim-will-clear-its-arrears-afdb/>

After opening its new US\$20 million Highland Park Mall in Harare, property company Terrace Africa has announced a plan to list a real estate fund on the Zimbabwe Stock Exchange by year end. The Real Estate Investment Trust (REIT), to be called the Tigere Fund, will be the first REIT to be issued in Zimbabwe. Company managing director Brett Abrahamse highlighted that as Zimbabwe grows, the company is positioning itself to be at the front of retail development.

<https://www.newsday.co.zw/2022/07/terrace-africa-to-debut-on-zse/>

The Postal and Telecommunications Regulatory Authority of Zimbabwe (Potraz) has granted a much-needed headline tariff adjustment to telecommunications companies amid rising input costs. The last headline tariff review for the telco industry was done close to a year ago, in September last year.

<https://www.newsday.co.zw/2022/07/telecom-companies-get-much-needed-tariff-adjustment/>

Zimbabwe Stock Exchange-listed retail outlet OK Zimbabwe yesterday reopened its Bon Marche branch in Mount Pleasant after completing a US\$1,5 million refurbishment. The new-look branch, which was renovated over eight weeks, will have a pharmacy, the first time a retail outlet in the country has added the facility in-store. It has also added a liquor store which has a separate entry point and has widened the store's shopping alleys.

<https://www.newsday.co.zw/2022/07/ok-zims-bon-marche-refurb-complete/>

Government will contribute USD\$175m towards partial compensation of insurance policy holders and pension scheme members for losses they suffered during the period leading to 2009, when the country switched to the multi-currency system. Cabinet has considered and approved the move, which is part of the Compensation Framework for 2009 Insurance Policy Holders and Pension Scheme Members and Supplementary Compensation.

<https://www.chronicle.co.zw/government-contributes-us175m-towards-pre-2009-compensation/>

Zimbabwe's main industrial lobby, the Confederation of Zimbabwe Industries (CZI) last Friday said the country's manufacturing sector would struggle to make a mark in regional trade if authorities take long to arrest rampaging inflation. In 2020, regional economies rolled out the Africa Continental Free Trade Area (AfCFTA), a US\$3,4 trillion bloc with access to about 2,5 billion people in 54 markets. It is the biggest such trading pact by the number of participating countries.

<https://www.newsday.co.zw/2022/07/afcfta-push-a-mirage-czi-industries-hint-at-bloodbath/>

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