

ZSE bear market persists ...

	Previous	Current	Change(pts)	%Change	YTD %
All Share	12,680.84	10,374.51	2,306.33	18.19	4.14
Industrial	41,752.07	34,098.24	7,653.83	18.33	4.65
Top 10	7,379.13	5,708.23	1,670.89	22.64	16.20
Mid Cap	28,548.62	25,844.21	2,704.41	9.47	24.90

Bears continued to dominate the ZSE amidst sustained selling pressure across the board. The Top Ten Index emerged as the top casualty from the market carnage shedding 22.64% over the week and closed at 5,708.23pts culminating in a YTD loss of 16.20%. The primary All Share Index fell 18.19% week on week to settle at 10,374.51pts on the back of heavy cap counters' losses and the mid-cap counters whose own index, the Mid Cap plunged 9.47% to 25,844.21pts. The traditional Industrial Index succumbed 18.33% to end pegged at 34,098.24pts. Meanwhile, the local currency continued to lose ground against the greenback on the auction market depreciating 4.15% to see an average rate of ZWL\$604.2580 as total aggregate of US\$15.63m exchanged hands.

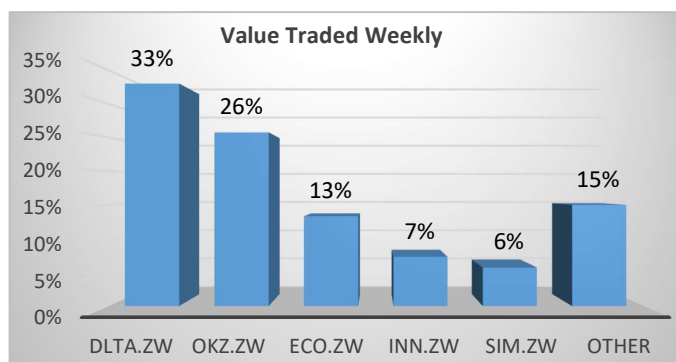
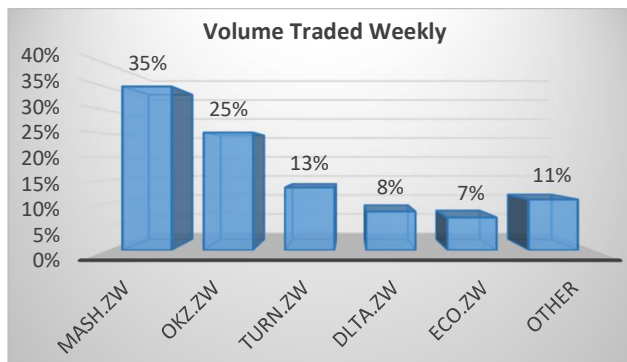
RISERS	PRICE	% Change
TRUW.ZW	1.9550	15.00
MASH.ZW	5.5000	9.59
FCA.ZW	7.9959	6.02
FMP.ZW	5.0000	4.17
BFCA.ZW	9.0000	3.45
ARIS.ZW	3.0000	3.21
CFI.ZW	410.0000	2.44
GBH.ZW	2.1450	2.14

Twenty-eight bears outpaced eight bulls while, ten counters were stable as the market recorded its 13th week of negative breadths. Axia for the second week topped the weekly fallers on a 39.89% nosedive to see it close at \$26.7361 with blue-chip pair Econet and Delta peeling off substantial 34.85% and 31.38% to settle at \$ 57.3938 and \$128.8996 respectively as selling pressure persevered. Tanganda Tea Company was 29.45% weaker at \$86.7000 as TSL was 29.96% softer at \$43.8250 on degenerated demand. Hotel group African Sun descended 24.52% to \$13.6971 with Zimre Holdings following on a 21.80% drop to settle down at \$3.8308. DZL tumbled 21.50% to \$15.7000 in small-scale trades during the week. Hippo Valley withdrew last week's gains surrendering 20.85% of its value to close the week at \$189.9800. Finishing the top ten fallers' list was Simbisa Brands that fell 20.63% and closed at \$116.4000.

FALLERS	PRICE	% Change
AXIA.ZW	26.7361	39.89
ECO.ZW	57.3938	34.85
DLTA.ZW	128.8996	31.38
TANG.ZW	86.7000	29.45
TSL.ZW	43.8250	26.96
ASUN.ZW	13.6971	24.52
ZIMR.ZW	3.8308	21.80
DZL.ZW	15.7000	21.50
HIPO.ZW	189.9500	20.85
SIM.ZW	116.4000	20.63

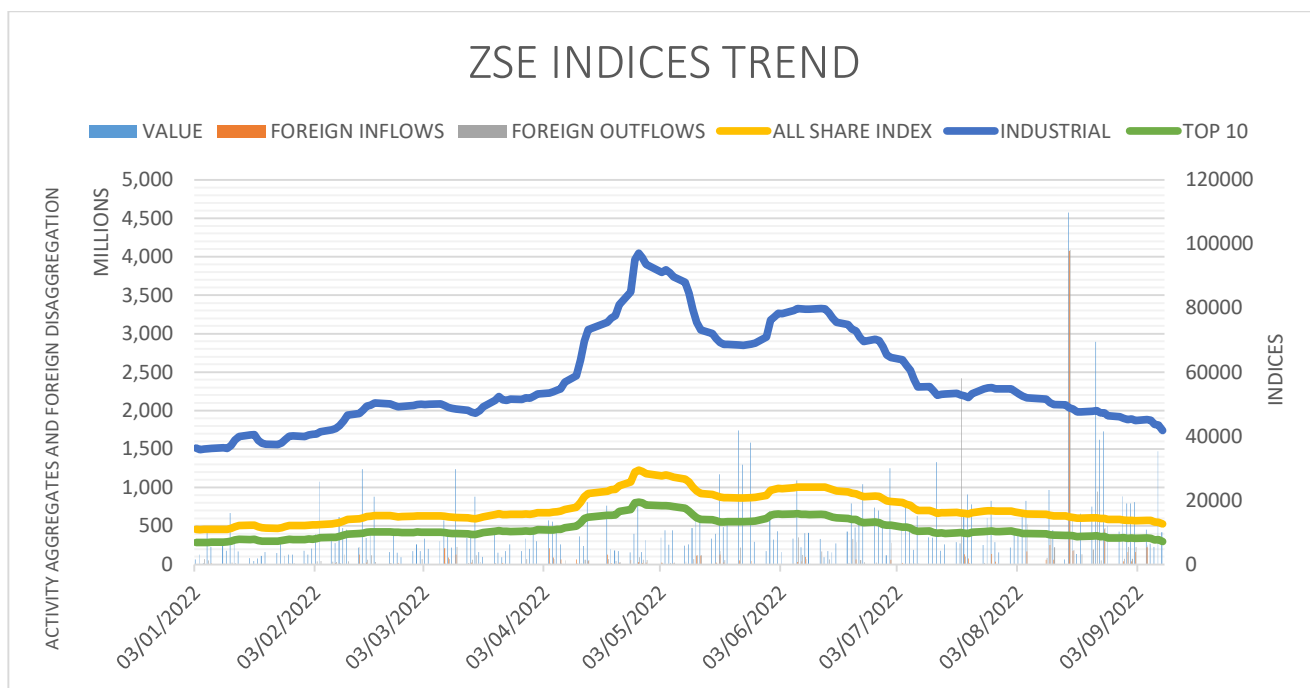
Foremost of the gainers were clothing Truworths that solidified 15.00% and closed the week at \$1.9550. Mashonaland Holdings followed with a 9.59% growth that took it to \$5.5000. Banking group First Capital advanced 6.02% to \$7.9959 as First Mutual Properties climbed 4.17% to close at \$5.0000. Bridgefort Capital and Ariston were 3.45% and 3.21% higher to end the week at \$9.0000 and \$3.0000 individually. CFI Holdings enlarged 2.44% to trade at \$410.0000 as General Beltings went up 2.14% to close at a vwap of \$2.1450.

High value stocks enhance turnover



	Previous	Current	Change	%Change
Values	1,129,256,427.00	1,222,406,579.50	93,150,152.50	8.25
Volumes	29,841,400	34,419,600	4,578,200	15.34

The purchasing of high value counters saw the value of trades advance 8.25% over the week to \$1.2bn as heavy caps Delta, Econet, Inncor and Simbisa contributed a combined 59% whilst, mid cap OK Zimbabwe claimed a significant 26% of the turnover. Shares exchanged stood at 34.4m shares gaining 15.34% week on week as Mashonaland Holdings and OK Zimbabwe claimed 35% and 25% of the outturn in that order.



In the News

Property market dealer, Mashonaland Holdings (Masholds) Limited says it will spend \$142 million in dividend pay-outs to shareholders but raised the red flag over high interest rates. The Zimbabwe Stock Exchange-listed outfit said its inflation adjusted revenues rose to \$709 million during the period, from \$471 million at the same time in 2021, after it effected strategic rental income reviews, which were bolstered by higher occupancy rates.

<https://www.newsday.co.zw/business/article/200000529/masholds-splashes-142m-on-shareholders-as-group-red-flags-high-interest-rates>

Over 70% of revenue at the pan-African cement producer, PPC's Zimbabwean operation was generated in foreign currency during the five months to August, the firm said yesterday, as it reported 7% volumes drop. The cement manufacturer said there was a robust surge in US dollar inflows during the period, which was bolstered by price hikes. The southern African country is in the grip of a treacherous forex crisis, which has forced government to impose tough operating regimes.

<https://www.newsday.co.zw/business/article/200000490/ppc-bullish-after-zim-forex-bonanza>

Zimbabwe Stock Exchange-listed financial institution NMB Holdings Limited last week said it would be scaling up interventions into the export sector as part of a broad plan to increase forex-indexed income. In its financial statement for the period ended June 30, 2022, NMB revealed that focus would be devoted to horticulture and manufacturing. The bank's chief executive officer highlighted that the bank has been growing foreign currency-denominated income both on interest and non-interest income and its focusing on key export sectors such as horticulture, agriculture, mining, and manufacturing.

<https://www.newsday.co.zw/business/article/200000410/nmb-beefs-up-forex-generation-strategy>

PPC says the Zimbabwe cement market continued to show strong growth on the back on the back of individual residential housing construction and Government-funded infrastructure development projects. Under the National Development Strategy 1 (NDS 1), the Government has prioritised infrastructure development investing in projects such as road and dam construction as well as national housing projects as part of improving the living standards of citizens and rebuilding the economy.

<https://www.herald.co.zw/zim-cement-market-growth-excites-ppc/>

The finance minister recently offered slight reprieve to shock market investors when he made changes to Statutory Instrument 96 of 2022 that did little to inspire a rebound in ZSE activity as the bourse remains downcast. The holding period for which a higher capital gains withholding tax (CGWT) of 4 percent applies was reduced from 270 days to 180 days. This came after several members of the parliament voiced their concerns over the crippling impact of several monetary and fiscal policy changes on the ZSE.

<https://www.herald.co.zw/zse-in-limbo/>



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