

ZSE bulls charge as market cuts year to date losses ...

	Previous	Current	Change	% Change	YTD %
All share	141.62	145.65	4.0300	2.85	0.40
Industrial	473.16	486.76	13.6000	2.87	0.08
Mining	189.39	189.63	0.2400	0.13	16.72
Top 10	134.62	137.50	2.8800	2.14	5.19

The ZSE charge continued on the week under review as market slashed year to date losses to a mere 0.40% on the benchmark All Share Index after registering a 2.85% gain week on week and closing at \$145.65pts. The market gains come against a backdrop on growing interest in equities as a hedge by investors as the country's fuel and currency challenges remerged in the markets evidenced by long queues in service stations while, reports indicated that the parallel market rate had spiked to USD1: ZWL 7.00 which is almost double the official rate which was quoted at a mid-rate of USD1: ZWL \$3.4528. The Industrial Index was up 2.87% for the week while, the Mining Index gained 0.13% to 189.63pts as the Top Ten Index was up 2.14% at 137.50pts.

RISERS	PRICE	% Change
RTG.ZW	0.0720	50.00
MMDZ.ZW	0.0026	36.84
GBZW.ZW	0.0960	20.00
PROL.ZW	0.3000	20.00
OMU.ZW	12.2106	17.39
ASUN.ZW	0.3500	16.67
TURN.ZW	0.0931	16.38
PPC.ZW	1.7000	13.14
OKZ.ZW	0.3200	10.34
MASH.ZW	0.0330	10.00

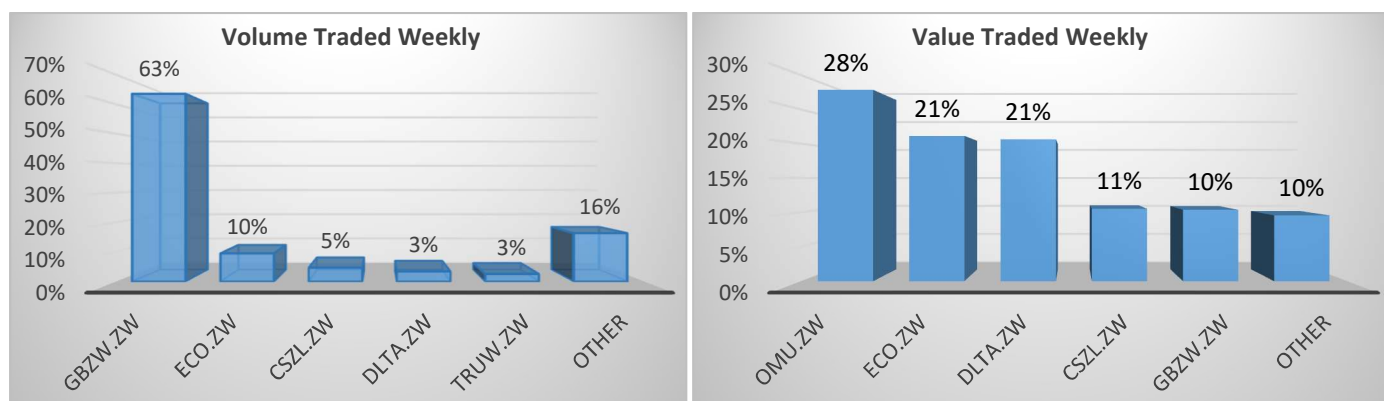
A positive weekly breadth of ten was established as twenty-six bulls were recorded against ten bears. Leading the market charge was Hotelier RTG that powered to a 50% surge and closed the week at an all-time-high of \$0.0720 as pharmaceutical group Medtech followed on a 36.84% climb to \$0.0026. Getbucks and Proplastics were up by an identical 20% week on week to settle at \$0.0960 and \$0.3000 apiece.

Dual listed counters Old Mutual and PPC were also seen on the top ten risers list with a 17.39% and 13.14% jump to close at a vwap of \$12.2106 and \$1.7000 respectively as they continued to be the market favourites in the face of Zimbabwe's currency challenges. African Sun put on 16.67% for the week to end at \$0.3500, as Turnall added 16.38% to \$0.0931. Retailer OKZIM continued on its rebound after it put on 10.34% and closed the week at \$0.3200. Property concern Mash completed the top ten risers of the week after shoring up 10% to \$0.0330.

FALLERS	PRICE	% Change
FMP.ZW	0.0510	13.85
LACZ.ZW	1.0013	12.93
PWS.ZW	0.1600	11.01
UNIF.ZW	0.1011	8.09
FML.ZW	0.1300	4.41
SACL.ZW	0.0115	4.17
MSHL.ZW	0.0880	1.12
CSZL.ZW	1.1003	0.24
INN.ZW	1.9500	0.10
ECO.ZW	1.0988	0.09

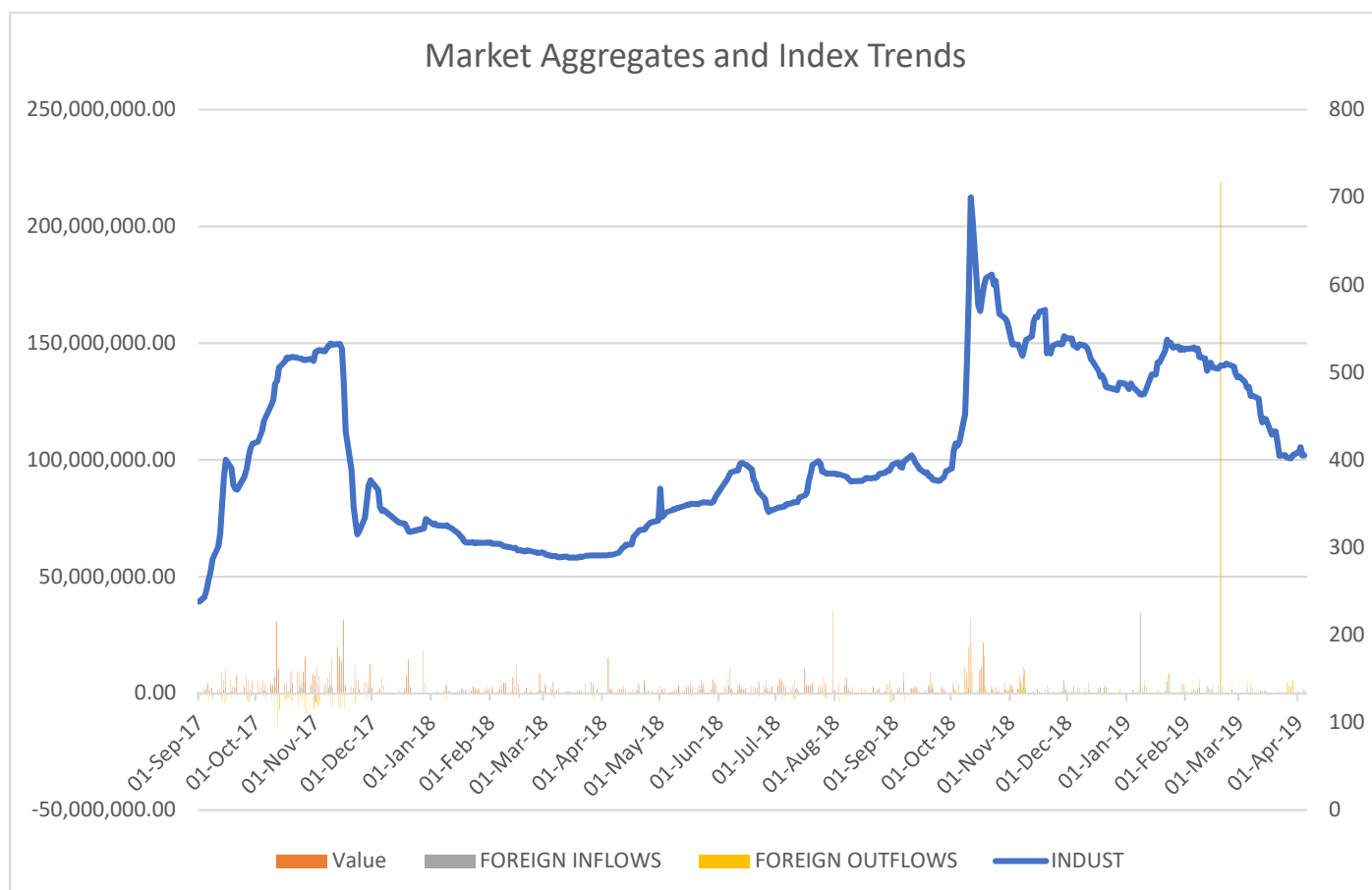
Weekly market losses were headlined by property group FMP that succumbed to a 13.85% drop and settled at \$0.0510 while, cement manufacturer Lafarge followed on a 12.93% slip that saw the group settle at \$1.0013. Hardware retail group Powerspeed shed 11.01% and closed at \$0.1600 as logistics group Unifreight went down 8.09% and closed at \$0.1011. Insurers FML were down 4.41% for the week at \$0.1300 with sugar processors Star Africa Corporation succumbed 4.17% and closed at \$0.0115. Construction group Masimba let go 1.12% on depressed demand as fintech group Cassava shed 0.24% for the week to settle at \$1.1003. Completing the top shakers for the week were Innscor and Econet that dropped 0.10% and 0.09% as they closed at respective trading levels of \$1.9500 and \$1.0988.

Aggregates balloon in actively traded week...



	Previous	Current	Change	%Change
Values	29,343,455.34	38,529,070.17	9,185,614.83	31.30
Volumes	64,239,780.00	78,837,346	14,597,566	22.72

Market aggregates ballooned for the week as investors flight for cover from local currency holdings into equities spurred trading activity. Weekly market spend was up 31.30% on last week at \$38.53m as Old Mutual 28%, Delta 21% and Econet 21% emerged as the top drivers of the aggregate. Volumes of the week grew 22.72% driven by a block trade in Getbucks that accounted for 63% of the aggregate while, other notable trades were recorded in Econet 10%, and Cassava 5%.



In the News

ZB Bank says its loan book is sitting at around \$130 million for all sectors and was aggressively looking at lending to the agricultural sector with focus on products with export potential.<https://www.newsday.co.zw/2019/05/zb-bank-set-to-expand-loan-book/>

ZIMBABWE Stock Exchange listed beverages manufacturer, Delta Corporation, has reduced prices of soft drinks in a bid to stimulate demand, which had markedly declined in the last few months as consumers could not afford the high prices.<https://www.herald.co.zw/delta-cuts-prices-of-soft-drinks/>

Building and associated industries firm, Masimba Holdings Limited is banking on its strong order book in the current financial year, despite the prevailing challenging operating environment.<https://www.herald.co.zw/masimba-upbeat-on-projects/>

HWANGE Colliery Company Limited (HCCL) recorded a 27 percent jump in revenue to US\$69 million driven by firm sales volumes, despite widening losses for the year to December 31, 2018.<https://www.herald.co.zw/hwange-loss-widens-despite-revenue-jump/>

Battery manufacturer, Chloride, says it is planning to expand its smelting plant to nearly double the firm's manufacturing capacity.<https://www.newsday.co.zw/2019/05/chloride-aims-to-double-battery-production/>

Brick maker, Willdale, says its latest product, Topaz, will reposition the company in the market and go a long way in substituting imports.<https://www.newsday.co.zw/2019/05/willdale-introduces-topaz-bricks-to-stave-off-competition/>

SIMBISA Brands' US dollar pricing model is now servicing its monthly US\$1 million demand for raw materials bill which has upped the company's initial capital expenditure to \$15 million on 20 more outlets.<https://www.newsday.co.zw/2019/05/us-pricing-bolsters-simbisa-expansion-drive/>

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.