

ZSE succumbs to losses...

	Previous	Current	Change(pts)	%Change	YTD %
All share	12,062.14	11,324.01	738.12	6.12	2.97
Industrial	39,886.78	37,419.29	2,467.49	6.19	2.96
Top 10	7,780.17	7,184.86	595.31	7.65	3.63

The ZSE succumbed to losses to see all the indices we review closing the week in the red. The primary All Share Index surrendered a cumulative 6.12% for the week to close at 11,324.01pts while, the Industrial Index succumbed 6.19% to 37,419.29pts. Major losses were seen in the Top Ten Index which closed 7.65% softer on weakness in Delta to close the week pegged at 7,184.86. Elsewhere, the RBZ foreign exchange auction commenced this week after a temporary halt to see the auction rate dropping 3.82% to 112.8228 ZWL for every US\$1 allotted.

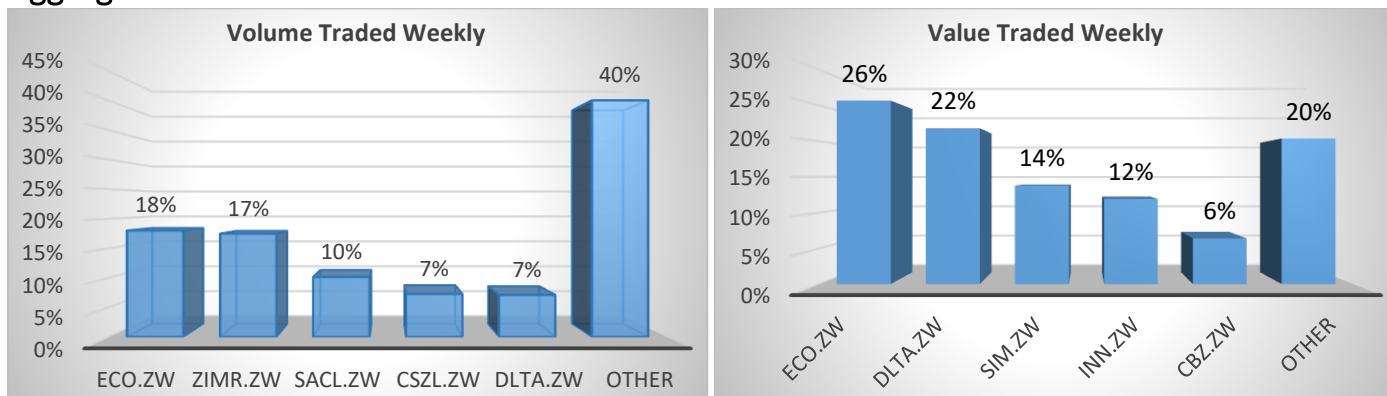
RISERS	PRICE	% Change
ZECO.ZW	0.0200	100.00
MMDZ.ZW	25.0000	25.00
RIOZ.ZW	45.0000	12.50
EDGR.ZW	4.9513	8.82
GBZW.ZW	6.0556	6.90
MMDZB.ZW	32.0000	6.67
SACL.ZW	1.6035	6.03
FMP.ZW	7.4000	5.71
CSZL.ZW	50.4216	4.84
ZIMR.ZW	3.5004	4.08

Twenty-one counters posted gains for the week led by Zeco Holdings which rose 100% to end at \$0.0200 on constrained supply. Medtech Holdings followed on 25% increase that took it back to \$25.0000. Mining House RioZim rallied 12.50% to settle at \$45.0000 with apparel retailer Edgars rebounded 8.82% to close at \$4.9513 albeit on scrappy shares. Getbucks ticked up 6.90% to end at \$6.0556 on retail demand with Medtech Class B shares rising 6.67% to reach a year high of \$32.0000 on firming demand. Sugar refiners Star Africa was 6.03% higher at \$1.6035, having reached an intra-week high of \$1.8000. First Mutual Properties recovered 5.71% to \$7.4000. Heavy cap Cassava was found on the risers' list after rolling back to \$50.4216, having traded a high of \$57.0000 during the week. Insurer Zimre Holdings Limited advanced 4.08% to close the week at \$3.5004 and completed the risers of the week.

FALLERS	PRICE	% Change
GBH.ZW	1.6041	17.46
MEIK.ZW	125.0000	16.20
DLTA.ZW	166.1726	15.20
INN.ZW	185.2130	13.51
ECO.ZW	82.0010	12.16
TSL.ZW	80.0000	11.11
FIDL.ZW	14.0588	10.17
OKZ.ZW	25.4665	9.04
MASH.ZW	2.6000	8.77
ZIMW.ZW	22.1765	7.60

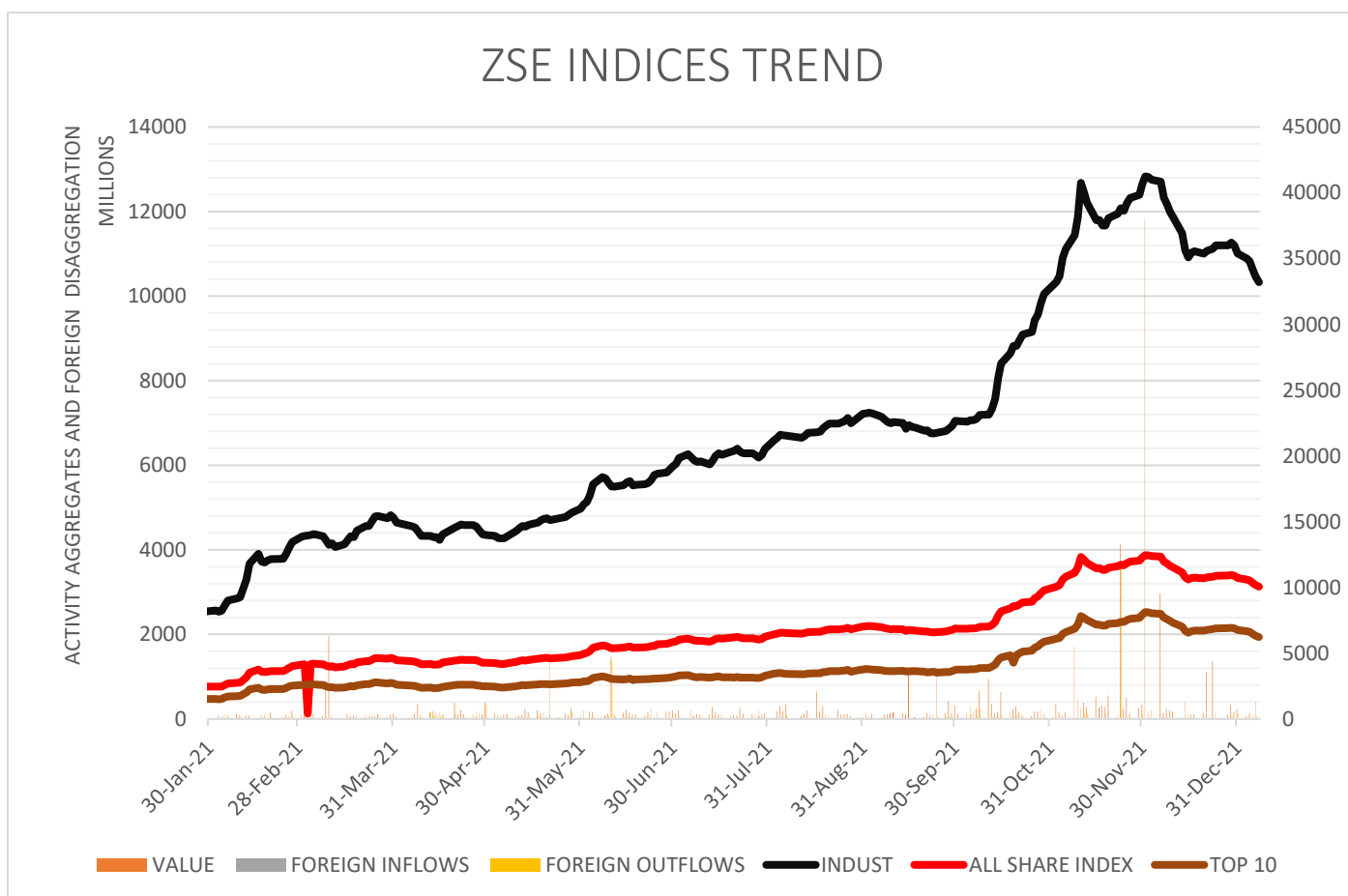
A negative market breadth of one was registered for the week as twenty-one counters rose against twenty-two that lost ground while, six remained unchanged. The weighting of the fallers however dragged the benchmark indices lower as market heavies constituted the losers of the week. The top-heavy cap loser was Meikles that succumbed 16.20% loss as it closed at \$125.0000, having traded a low of \$120.0000 during the week. Heavies in Delta, Innscor and Econet were not spared in the fallers zone as the trio plunged 15.20%, 13.51% and 12.16% to close at respective prices of \$166.1726, \$185.2130 and \$82.0010 as profit taking took its toll in the names. TSL was 11.11% down at \$80.0000 with insurer Fidelity dropping 10.17% to end the week pegged at \$14.0588. OKZIM lost 9.04% to settle at \$25.4665 as demand continued to wane in the retailer. Mashonaland Holdings was 8.77% lower at \$2.6000 while, Zimplot Holdings was 7.60% softer at \$22.1765.

Aggregates decline...



	Previous	Current	Change	%Change
Values	1,594,706,070.75	478,901,573.27	1,115,804,497.48	69.97
Volumes	43,408,400	8,037,801	35,370,599	81.48

Activity aggregates declined in the week under review as reflected in all measures which closed in the red. Volumes exchanged dipped 81.48% to 8.04m shares yielding a value outturn of \$1.12bn which was 69.97% down from prior week. Econet and Delta emerged as the top value contributors claiming 26% and 12% of the total. Simbisa was the other notable value contributor, anchoring 14% of the outturn. Econet and Zimre Holdings drove the volume aggregates propelling 18% and 17% apiece.



In the News

The jury on whether the prevailing stock market valuations are sustainable or not is still out. In-fact, it is a recurring theme which experts in the field skirt and laymen often misinterpret. <https://www.theindependent.co.zw/2022/01/21/the-opportunity-cost-of-doing-nothing/>

ONE of Zimbabwe's biggest horticultural players says it has been hit by disruptions to logistical operations stemming from Covid-19 induced policy shifts. <https://www.theindependent.co.zw/2022/01/21/global-shipping-disruptions-unsettle-ariston-holdings/>

ZIMBABWE'S banks have increased lending to industries in foreign currency following assurances by the Reserve Bank of Zimbabwe (RBZ) that they won't be affected by monetary policy shifts, according to Confederation of Zimbabwe Industries (CZI) president Kurai Matsheza. <https://www.theindependent.co.zw/2022/01/21/banks-scale-up-forex-loans/>

Drug firms are optimistic the Pharmaceutical Manufacturing Strategy for the period 2021 to 2025, which was approved by Cabinet last year, would help extricate them from the doldrums. <https://businesstimes.co.zw/drug-firms-pin-hopes-on-govt-strategy/>

Zimbabwe exported 183.6m tonnes of tobacco worth US\$819.7m in 2021, reflecting a 7% increase from US\$760.5m earned in the previous year, latest figures have shown. <https://businesstimes.co.zw/tobacco-exports-up-7/>

Zimbabwe's mining companies need over US\$5bn to recapitalise their operation in 2022 to ramp up production and reach optimum levels, the Chamber of Mines of Zimbabwe has said. <https://businesstimes.co.zw/mining-sector-requires-over-us5bn/>

The Reserve Bank of Zimbabwe (RBZ) should increase the weekly cash withdrawal limit by individuals as the ZWL\$2000 allocation cannot meet their needs, depositors have said. <https://businesstimes.co.zw/depositors-clamour-for-raise-in-withdrawal-limit/>

Zimbabwe's largest brewer, Delta Beverages says increased use of foreign currency in domestic transactions has spurred the company's performance in the quarter to December 31,2021. <https://businesstimes.co.zw/increased-forex-use-spurs-delta/>

The value of the Old Mutual Zimbabwe Stock Exchange (ZSE) Top 10 Index Exchange Traded Fund (ETF) shot up 871% to ZWL\$778.47m from ZWL\$80.18m on its debut in January last year. <https://businesstimes.co.zw/old-mutual-etf-soars-871/>

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