

## ZSE in further losses as ZWL weakens against the USD...

	Previous	Current	Change	% Change	YTD %
<b>All share</b>	133.72	121.56	12.1600	9.09	16.88
<b>Industrial</b>	445.95	404.89	41.0600	9.21	16.88
<b>Mining</b>	201.72	201.72	0.0000	0.00	11.41
<b>Top 10</b>	128.53	113.32	15.2100	11.83	21.86

A bearish sentiment prevailed on the ZSE as selling pressure continued to mount amidst tight liquidity on the bourse. Market heavies weighed on the benchmarks with the ZSE Top Ten Index taking the biggest knock on an 11.83% slide to 113.32pts. The Industrial Index succumbed 9.21% and settled at 404.89pts as the market's primary benchmark, the ZSE All Shares Index, retreated 9.09% and settled at 121.56pts. The market weakness comes in the face of the weakening ZWL\$ against major currencies in the recently launched FX market where the local currency has since lost 17.60% of its value from the debut levels of ZWL \$2.500 per 1 USD to its closing levels this Friday of ZWL \$2.9399 per 1 USD. The weakness of the local currency comes as a surprise as the onset of the Tobacco selling season should have come with some stability and a possible firming of the local currency in the face of improved supply of the foreign currencies from the tobacco sales.

RISERS	PRICE	% Change
<b>CBZ.ZW</b>	0.1500	6.76
<b>MSHL.ZW</b>	0.0860	6.17
<b>HIPO.ZW</b>	1.5289	5.99
<b>PHL.ZW</b>	0.9800	5.29
<b>UNIF.ZW</b>	0.1010	0.80
<b>AFDS.ZW</b>	1.7000	0.15

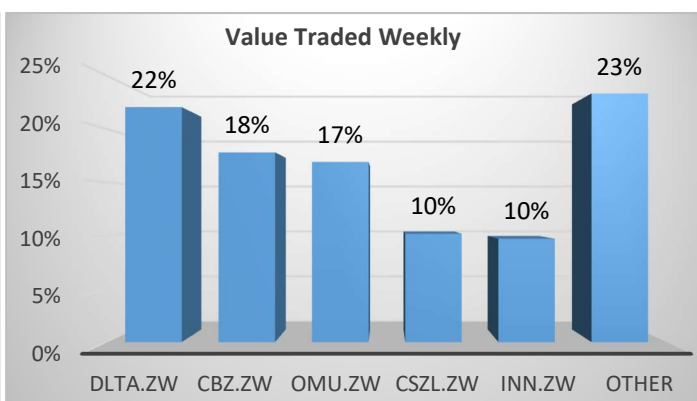
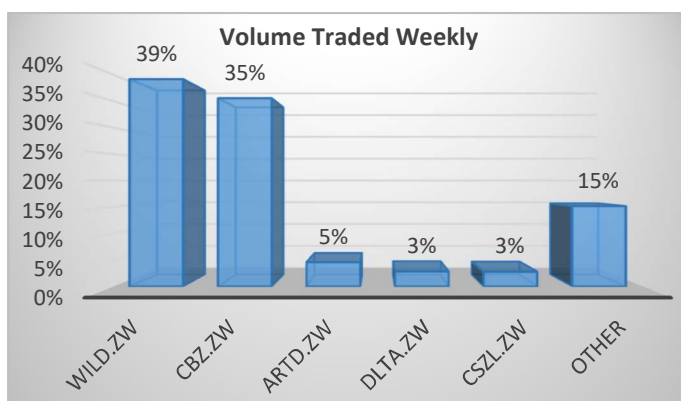
A hugely negative market breadth of twenty counters following the registered twenty-six fallers against six risers underlined the bearish perspective on the scene. Headlining the losses was mobile network operator Econet that shed 20.93% to \$1.0002 amidst a market selloff with SeedCo International following on a 20.73% slip to \$1.3000 in a rare trade. Cassava succumbed 20.21% and settled at \$1.0000 where demand could be established. Property group Dawn was 20% softer at \$0.0200 as demand continued to wane

FALLERS	PRICE	% Change
<b>ECO.ZW</b>	1.0002	20.93
<b>SCIL.ZW</b>	1.3000	20.73
<b>CSZL.ZW</b>	1.0000	20.21
<b>DAWN.ZW</b>	0.0200	20.00
<b>SEED.ZW</b>	1.4400	19.89
<b>FML.ZW</b>	0.1030	19.22
<b>INN.ZW</b>	1.2559	13.24
<b>PPC.ZW</b>	1.6500	13.16
<b>FCA.ZW</b>	0.0500	11.03
<b>AXIA.ZW</b>	0.3700	7.45

Agricultural concern SeedCO Limited was 19.89% softer at \$1.4400 amidst low demand while, insurance group FML came off 19.22% to \$0.1030. Light manufacturing group Innscor was down 13.24% at \$1.2559 with regional cement manufacturer PPC shedding 13.16% to \$1.6500. Banking group First Capital let go 11.03% and settled at \$0.0500, where firm demand was established as retail group Axia completed the top shakers of the week on a 7.45% slide to \$0.3700.

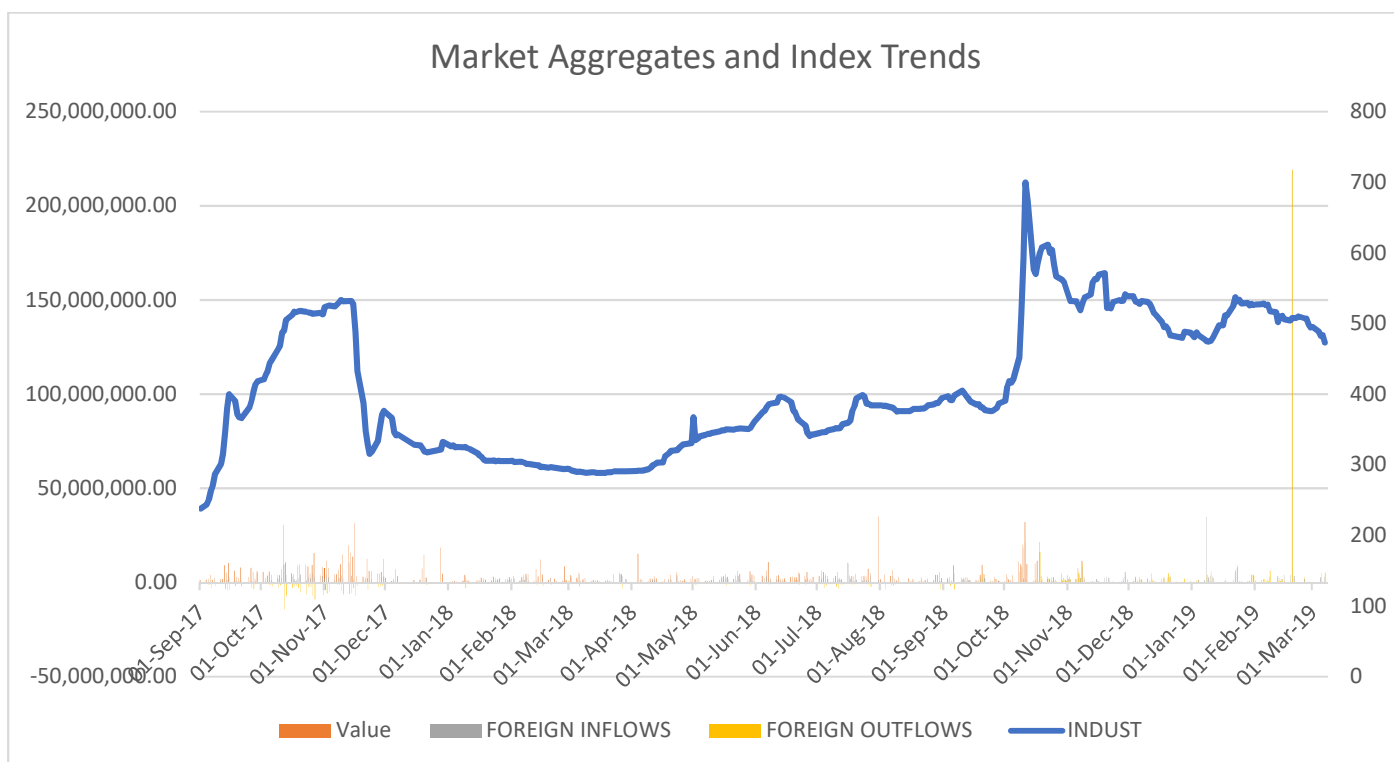
Six counters constituted the loss mitigation efforts with banking giant CBZ headlining at a 6.76% gain to \$0.1500 amidst improved trading activity ahead of the release of the groups financial results. Masimba was 6.17% firmer at \$0.0860 to follow while, Hippo maintained its rising tide with a 5.99% gain to \$1.5289. Crocodile skin producers Padenga put on 5.29% and settled at \$0.9800 while, Unifreight and Afdis completed the risers on respective gains of 0.80% and 0.15%.

## Market aggregates improve as stocks go cheap in selloff...



	Previous	Current	Change	%Change
<b>Values</b>	12,626,851.40	14,358,069.12	1,731,217.73	13.71
<b>Volumes</b>	14,103,578.00	48,036,051	33,932,473	240.59

The market saw improved activity for the week as both volume and value aggregates closed in the black. Weekly values were 13.71% firmer with the main drivers of same emerging to be Delta -22%, CBZ -18% and Old Mutual -17%. The volumes of the week ballooned 240.59% to 48.04m shares spurred by the duo of Willdale and CBZ that accounted for 39% and 35% of same.



**In the News**

Dairibord Holdings' after tax profit increased more than two-fold to \$6,48 million from \$1,94 million in the full year ended December 31, 2018, driven by an increase in revenue.

ZIMBABWE'S local currency, the RTGS dollar, has plunged by as much as 16% since it was introduced last month. <https://www.newsday.co.zw/2019/03/rtgs-weakens-16-in-first-month/>

ZIMBABWE'S mobile network operators recorded a 36% increase in revenue to \$1,1 billion in the full year to December 2018 despite a 25% increase in operating costs, the industry regulator has reported. <https://www.newsday.co.zw/2019/03/mobile-network-operators-record-36-revenue-jump/>

PROPERTY investment and development company Mashonaland Limited Holdings recorded a 7% increase in revenue to \$1,68 million in the four months to January, driven by higher occupancy levels across the company's portfolio. <https://www.newsday.co.zw/2019/03/property-developer-mash-holdings-records-7-jump-in-revenue/>

The country's largest cement producer, Pretoria Portland Cement (PPC) Zimbabwe, is feeling the heat from imports and has called on Government to promulgate protectionist laws to promote competitiveness of local producers. <https://www.herald.co.zw/ppc-feels-the-heat-from-imports/>

**Disclaimer:**

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.