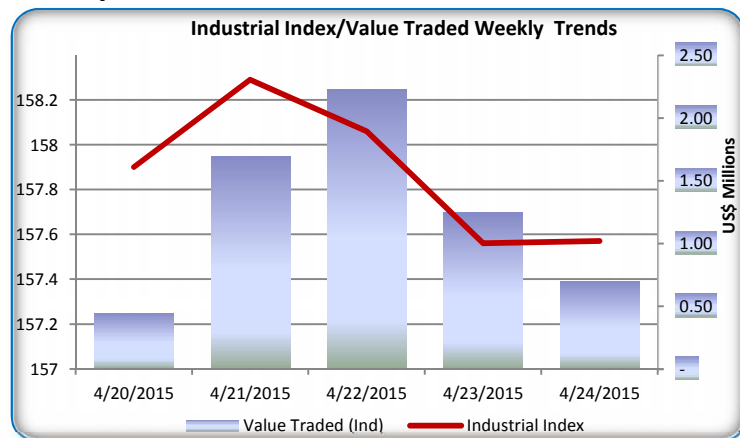
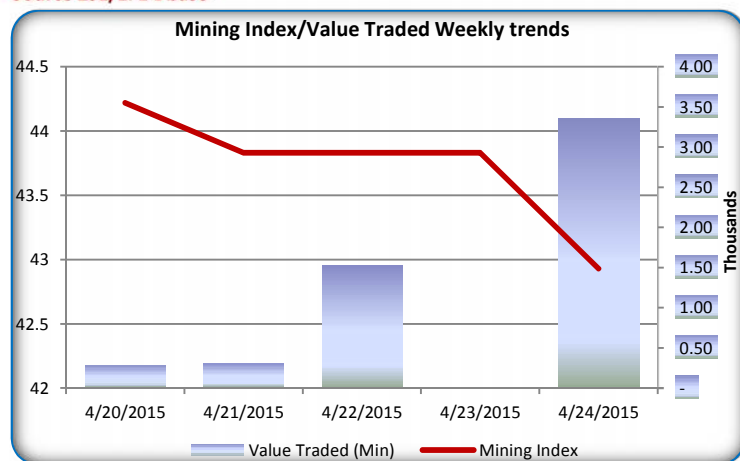


EFE Weekly Market Review 24 April 2015

Weekly Stats



Source ZSE/EFE Dbase



Source ZSE/EFE Dbase

	Current	Previous	% Δ
Value Traded (\$mn)	6.32	4.58	38.16
Volume Traded (mn)	23.70	40.69	41.74
Foreign Purchases	4.43	1.95	127.78
Foreign Sales	4.05	1.91	111.69

Source ZSE/EFE Dbase.

ZSE in marginal gains despite low volumes...

The market's steady weekly uptick was maintained in the week under review as supply constraints in selected market heavies prompted an upward revision of prices. The market had largely seen a dearth in sellers as prevailing prices had dipped heavily to levels deemed unattractive to those seeking to dispose of any of their holdings. Consequently the low volumes exchanged on the bourse have seen most stocks closing firmly bid thereby precipitating the steady market rise.

The main indicators gave a mixed output with the Industrial Index closing the week up 0.24% on last week's outturn and settling at 157.57pts, while the Mining Index shed 10.23% over the week and closed at 42.93pts. The industrials' gain helped narrow the year to date loss for the main stream index to -3.21% as market heavies continue to rebound from the late Q1 slump.

Index	Level	%Δ	YTD %Δ
Industrial Index	157.57	0.24	3.21
Mining Index	42.93	10.23	40.13

The main undoing for the resources was the drop in nickel miners Bindura that came off 11.1% to 4c as last week's surge proved a false start. Similarly, RIOZIM also weighed on the minings as the group came off -14.29% to an all-time low of 6c as sentiment remained negative against them weighed down by the the group's faltering recapitalisation plan that still awaits regulatory approvals

Resurgent foreign interest spurs activity...

The market saw much improved activity on the bourse relative to the prior week spurred by resurgent foreign participation. The value of trades went up 38.16% to \$6.32m despite volumes going down 41.7% to 23.7m shares as investors cherry picked in the market heavy weights. Underlining the resurgent foreign activity was the 127.78% rally in spend to \$4.43m thereby providing the much needed liquidity

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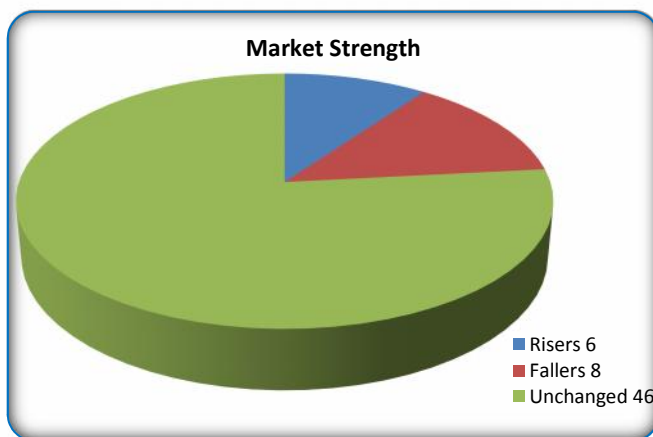
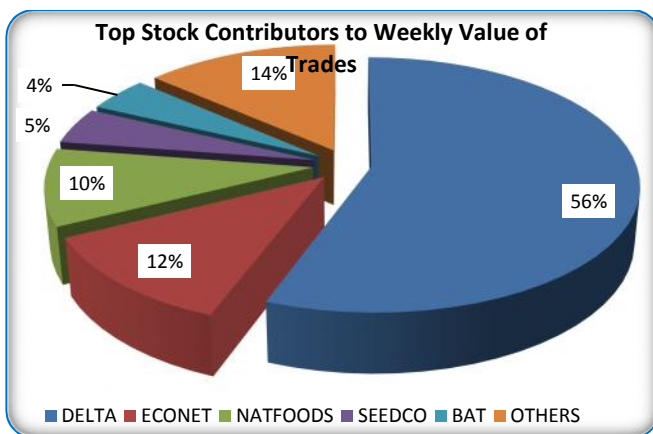
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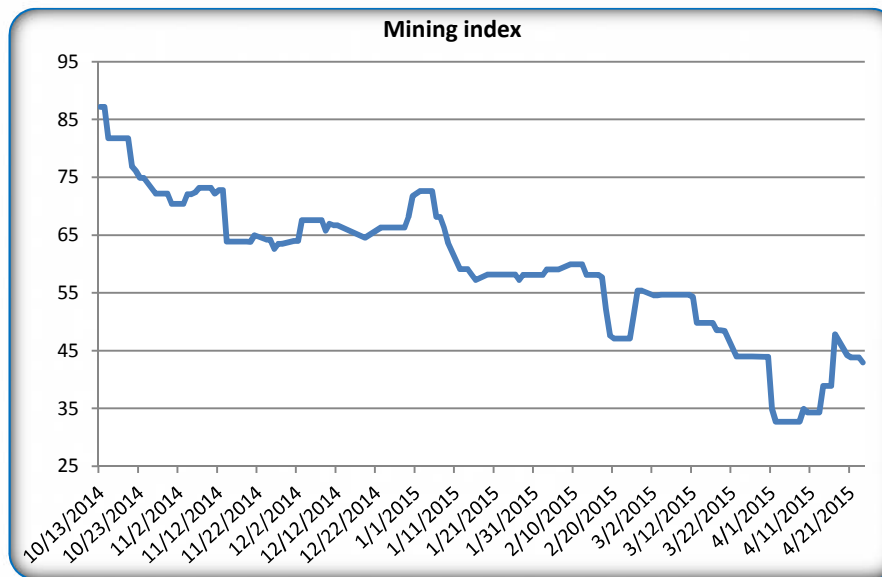
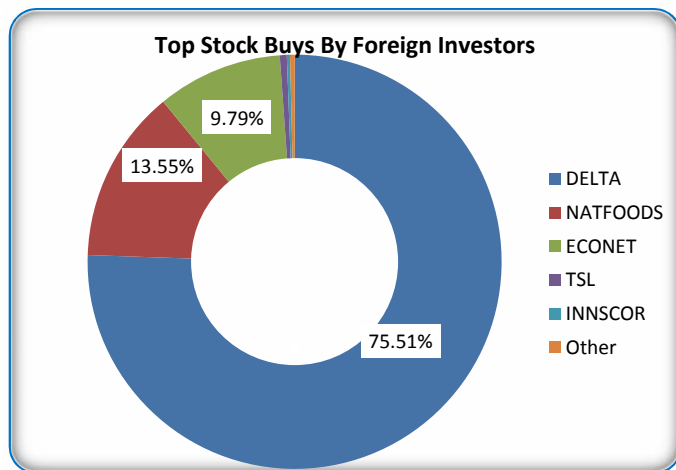
on the bourse at a contribution of 70% to the weekly aggregate. Likewise foreign portfolio disposals saw a 112% surge to \$4.05m being a 64% contribution to the total as the market established a net funds inflow position of \$0.39m. Heavy cap stocks dominated the trades for the week with Delta being the runaway favourite after accounting for an estimated 56% of the weekly total while other notable contributions came from Econet 12%, Natfoods 10% and SeedCO 5%.

Top Five Risers				Worst Performers			
Counter	Price	%Δ	YTD %Δ	Counter	Price	%Δ	YTD %Δ
CFI	1.60	32.23	46.67	ZPI	0.81	-22.86	15.71
DAWN	1.60	5.96	52.38	RTG	1.20	-20.00	25.00
BARCLAYS	4.00	5.26	56.86	RIOZIM	6.00	-14.29	60.00
INNSCOR	59.01	3.53	1.65	BINDURA	4.00	-11.11	37.50
HIPPO	44.00	2.33	20.00	MEIKLES	9.50	-5.00	38.71

Fourteen counters were in the weekly risers and fallers spectrum with the latter dominating at a count of eight against only six risers while the rest of the stocks were unchanged week on week. Heavy cap stock gains helped drive the market higher Innscor being the highlight amongst them as it closed 3.53% firmer at 59.01c as buyers sought to lure sellers into the market. Hippo was also up 2.33% at 44c while Delta also helped the market's rising cause with a 0.95% uplift to 106c. The other risers of the week included CFI that led after gaining 32.23% to 1.6c on resurgent demand while property concern Dawn put on +5.96% to 1.6c as investors anticipate an attractive offer to minorities to be tabled by the group in the near term. Banking group Barclays was the other riser having added +5.26% to 4c.

Property concern ZPI topped the shakers after coming off -22.86% to 0.81c while hoteliers RTG shed 20% to 1.2c where demand could be found. Diversified conglomerate Meikles was the next industrial stock to decline having shed 5% to 9.5c. Other losses were seen in Old Mutual and Colcom that came off 0.01% at -3.85% to close the week at respective prices of 251c and 25c as they failed to hold on to prior week gains.

Market statistics



Top Picks

BAT	Established itself as one of the consistent performers on the local bourse. It is operating at a mature stage of its business as seen in its high and attractive dividend pay-out. It is our opinion that BAT should be considered for attractive cash flows from their dividend pay-out
Dairibord	Driven by a portfolio of strong SBU's and an attractive brand portfolio that can hold its own against imports in the local market. With the concerted effort to re-establish the national herd the future can only be better for Dairibord.
Delta	The beverages Giant enjoys huge market dominance and has consistently maintained a steady growth in volumes and revenues. As the market's top stock, a solid performer, Delta is an undoubted consideration for any investor because of the limited downside
Econet	The dominant mobile phone operator in the country enjoys huge discounts to its regional comparatives while the fact that it is a consistent performer adds to its allure.
Innscor	The group enjoyed steady growth in revenues over the years and looks well placed to continue enjoying steady growth going forwards. It is one group that has positioned itself well to benefit from any improvement in economic activity and disposable incomes in particular
National Foods	As the leading food processing and packaging group in the country has been on a capacity increase drive and should continue to enjoy and consolidate on benefits of its rationalization exercise as well as improving efficiencies. The group can also benefit from synergies that could be drawn from their strategic partnership with top shareholders and leading South African food processing and packaging group Tiger Brands.
OKZM	As one of the leading retail groups in Zimbabwe OK led the way in refurbishment of outlets, As more outlets are refurbished and others added to their portfolio we believe the margins will continue to improve
Old Mutual	The dually listed giant trades at a huge discount to its price on either the JSE or London stock Exchange. We believe there is potential upside benefits should market be liberalized scrip become tradable across markets. For the short term however Old Mutual's attraction is in its consistency is paying dividends
TSL	Attractive valuation and successfully completed a rationalization exercise with the results of impressive financial results coming up

In the News...

ART gives shareholders more time for consultation

AMALGAMATED Regional Trading Holdings Limited (ART) has extended time for the consultation on the offer to minority shareholders up to the end of this month.

<https://www.newsday.co.zw/2015/04/22/art-gives-shareholders-more-time-for-consultation/>

Zim economy to regress further

Zimbabwe's economy is set to slump further this year due to continued decline in global commodity prices, fiscal challenges, and possible difficulties in policy implementation, the International Monetary Fund (IMF) has said.

<http://www.dailynews.co.zw/articles/2015/04/23/zim-economy-to-regress-further-imf>

Dawn Properties to delist

Dawn Properties (Dawn) might delist from the Zimbabwe Stock Exchange (ZSE) following an offer to acquire minority shares by major shareholder Brainworks Capital Management Limited (Brainworks).

<http://www.dailynews.co.zw/articles/2015/04/22/dawn-properties-to-delist>

EIB to boost Zim's financial sector

THE European Investment Bank (EIB) plans to offer long-term credit lines to performing local banks for on lending to various sectors of the economy, a European Union diplomat said last week.

<https://www.newsday.co.zw/2015/04/20/eib-to-boost-zims-financial-sector/>

Economic hardships drive companies out of the CBD

Growing economic hardships are driving a number of business owners out of the central business district (CBD) into suburban areas due to inability to afford rentals.

<https://www.newsday.co.zw/2015/04/21/economic-hardships-drive-companies-out-of-the-cbd/>

Up Coming Events

COMPANY	EVENT	VENUE	DATE	TIME
BAT	AGM	Head Office, 1 Manchester Rd, Southerton	29.04.15	10.00HRS
CBZ	AGM	Great Indaba Room, Crowne Plaza	30.04.15	15.00HRS
ZIMPLOW	AGM	Head Office, Northridge Park, Borrowdale, Hre	04.05.15	10.00HRS
BARCLAYS	AGM	Meikles Hotel, Palm Court, Harare	06.05.15	15.00HRS

CAUTIONARIES

Company	Issue Date	Subject
Masimba	15 JAN 2015	Repeat Notice of possible transactions with potential impact on share values
RIOZ	5 TH MAR 2015	Comapany seeking regulatory approvals to proceed with the rights issue

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