

ZSE in positive YTD returns as bulls charge ...

	Previous	Current	Change	% Change	YTD %
All share	145.65	159.74	14.0900	9.67	9.23
Industrial	486.76	534.24	47.4800	9.75	9.67
Mining	189.63	191.87	2.2400	1.18	15.74
Top 10	137.50	152.73	15.2300	11.08	5.32

Bulls were on the rampage in the week under review as investors reacted to the further liberalisation of the FX market by the central bank, which resulted in the local currency weakening against the US dollar from ZWL3.4528 last Friday to ZWL 4.7624 by end of the week under review. Meanwhile, the same currency took a heavy knock on the thriving parallel market, where the USD traded at even higher premiums to the official rates. Spurred by the market charge all the benchmarks closed the week in the black with three of these overhauling their year to date losses and closing in positive returns. The primary All Shares Index charged 9.67% and closed at 159.74pts and had a year to date return of 9.23% relative to a loss position in the prior week.

RISERS	PRICE	% Change
FCA.ZW	0.0700	40.00
ARIS.ZW	0.0400	32.45
SACL.ZW	0.0150	30.43
CSZL.ZW	1.4103	28.17
ECO.ZW	1.3860	26.14
WILD.ZW	0.0280	24.44
RTG.ZW	0.0850	18.06
CBZ.ZW	0.3492	17.18
SIM.ZW	1.0000	15.27
LACZ.ZW	1.1500	14.85

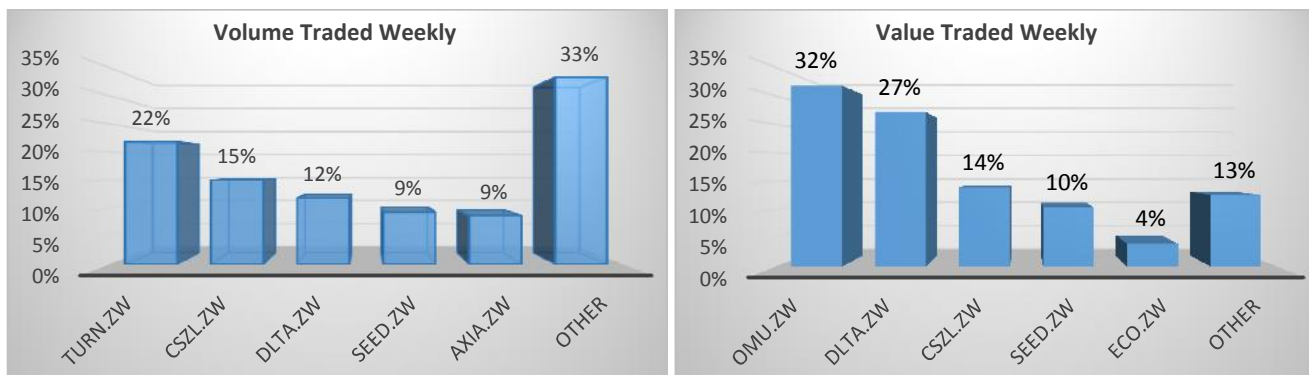
Market heavies spurred the charge evidenced by the 11.07% surge in the Top Ten Index, which scaled to 152.73pts amidst strong demand. In the segregated indices the Industrial Index went up 9.7% and settled at 534.24pts while, the Mining Index was up 1.18% at 191.87pts. The market closed with a positive breadth of twenty-one after thirty-two stock recorded gains for the week against a mere eleven fallers.

FALLERS	PRICE	% Change
DZL.ZW	0.1605	15.92
TSL.ZW	0.5700	12.31
TURN.ZW	0.0851	8.59
MASH.ZW	0.0302	8.48
ARTD.ZW	0.1100	8.33
ZBFH.ZW	0.3800	7.43
PROL.ZW	0.2800	6.67
OMU.ZW	11.7544	3.74
BAT.ZW	30.5000	1.37
SCIL.ZW	1.4950	1.20

Heavies headlined the market charge as Cassava and Econet asserted their positions as two of the three top capitalised stocks on the bourse, having made respective gains of 28.17% and 26.14% on surging demand; the duo are trading ahead of the release of their full year results to February 2019. The top performer for the week however was banking group FCA that was 40% to the good at \$0.0700 while, agriculture-based concern Ariston was following on a 32.45% rise to \$0.0400. Sugar processors Star Africa firmed 30.43% to \$0.0150 as brick manufacturers Willdale ticked up 24.44% to \$0.0280. Hoteliers RTG still basking in the post results interest after the group declared a hard currency dividend, went up 18.06% and settled at \$0.0850. Banking giant CBZ surged 17.18% for the week to \$0.3492 while, Simbisa was 15.27% up at \$1.000. Lafarge completed the top gainers of the week on a 14.85% rise to \$1.1500.

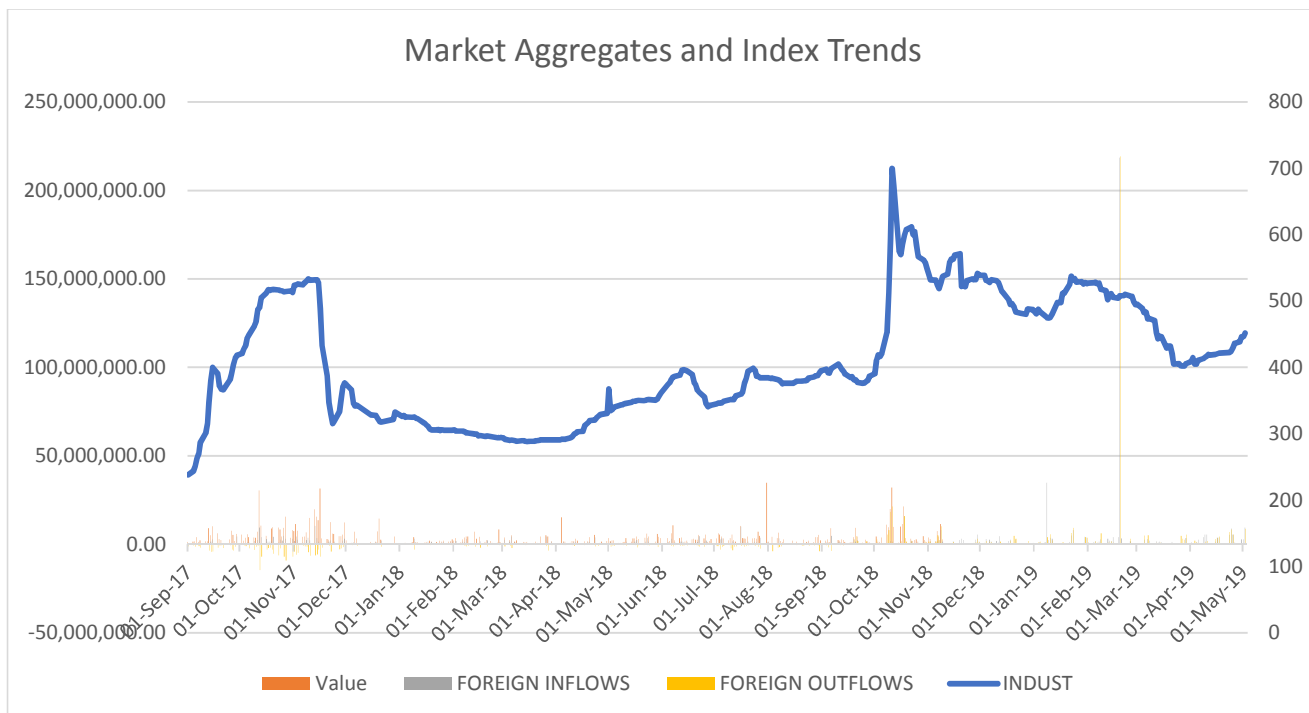
The market gains were held back by the aforementioned eleven shakers that were led by Dairibord that shed 15.92% and settled at \$0.1605 while, diversified group TSL followed on a 12.361% slide to \$0.5700. Construction allied products manufacturers Turnall succumbed 8.59% to \$0.0851 while, property concern Mash was down 8.48% at \$0.0302. Stationery group ART went down 8.33% and settled at \$0.1100 while, bankers ZBFH were down 7.43% at \$0.3800. Other losses were seen in Proplastics that went down 6.67% and Old Mutual that declined 3.74%.

Mixed outcome in market aggregates as spend surges...



	Previous	Current	Change	%Change
Values	38,529,070.17	59,357,670.31	20,828,600.14	54.06
Volumes	78,837,346.00	45,984,323	32,853,023	41.67

The market had a mixed outcome on the aggregates for the week with the spend surging 54% to \$59.36m while, the volumes exchanged were down 41.67% at 45.98m. Market heavies dominated the value drivers as investors cherry picked in the top stocks with Old Mutual, Delta and Cassava topping on respective contributions of 32%, 27% and 14%. Anchoring the volumes of the week were Turnall, CSZL and Delta that accounted for a combined 49% of the total shares exchanged in the week.



In the News

LEADING retailer, OK Zimbabwe says it has invested more than \$3 million in this year's edition of its OK Grand Challenge Jackpot Promotion. <https://www.newsday.co.zw/2019/05/ok-zimbabwe-invests-over-3-million-in-grand-challenge/>

Players in the hospitality sector say the rolling power cuts being experienced in the country have pushed up the cost of doing business and reduced Zimbabwe's competitiveness in the region. <https://www.newsday.co.zw/2019/05/hospitality-sector-counts-losses-as-power-cuts-persist/>

Zimbabwe's tobacco deliveries remain low as prices show little signs of firming up, statistics from the Tobacco Industry Marketing Board (TIMB) have shown. <https://www.newsday.co.zw/2019/05/tobacco-deliveries-remain-low/>

THE Securities and Exchange Commission of Zimbabwe (SECZ) has been challenged to come up with strong monitoring mechanisms to protect interests of the investing public. <https://www.newsday.co.zw/2019/05/investors-call-for-more-protection/>

Disclaimer:



Members of the Zimbabwe Stock Exchange

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.