

ZSE wanes as sell offs persists...

	Previous	Current	Change	%Change	YTD %
All share	191.47	190.50	0.9700	0.51	30.27
Industrial	638.82	635.93	2.8900	0.45	30.55
Mining	241.30	242.61	1.3100	0.54	6.54
Top 10	183.22	180.46	2.7600	1.51	24.44

Prevalent selling pressure in the market's heavily capitalized stocks saw the ZSE close the week in the red amidst liquidity constraints. Demand for equities has largely been inconsistent lately against a background of huge disposals in search of liquidity which has resulted in downward price movements to levels where demand could be found. The sustained weekly losses saw the main stream All share Index shedding a 0.51% and settling at 190.50pts. The loss saw the All Share Index reducing its year to date gains to 30.27% as major knocks emerged in the top capitalized stocks. The Top Ten Index lost a cumulative 1.51% to close at 180.46pts while, the Industrial Index was 0.45% down at 635.93pts. The Mining Index closed the week in the black as it rose 0.54% to 242.61pts, buoyed by nickel miner Bindura.

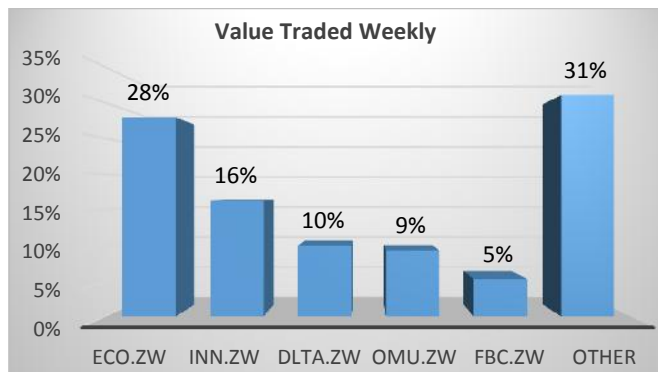
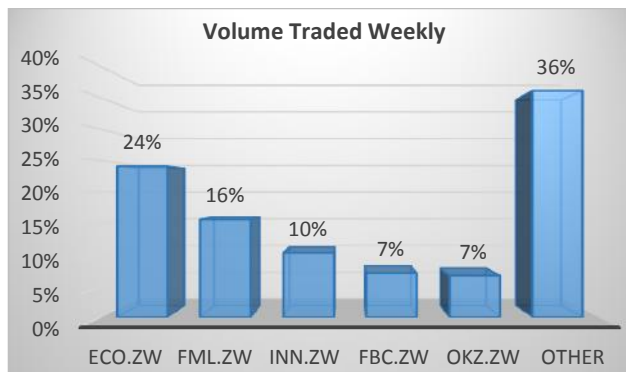
RISERS	PRICE	% Change
TSL.ZW	0.7000	40.00
BIND.ZW	0.1025	22.02
MEIK.ZW	1.3000	18.18
FML.ZW	0.2526	14.30
ZIMW.ZW	0.4500	12.50
SACL.ZW	0.0200	11.11
ZBFH.ZW	0.6000	9.09
OMU.ZW	16.0658	2.01
SCIL.ZW	2.1222	0.94
ECO.ZW	1.6964	0.75

There were twelve risers for the week headlined by TSL that charged 40% and settled at \$0.7000, albeit gaining on thin trades. Bindura advanced 22.02% to \$0.1025 ahead of its full year results due next week while, Meikles ticked up 18.18% and closed pegged at \$1.3000. Resurgent demand in FML saw the Insurer add 14.30% to end the week at \$0.2526. Engineering concern Zimplow put on 12.50% to \$0.4500 as a circa of 105 300 shares traded in the week. Star Africa was up 11.11% at \$0.0200 as demand remains firm while, Banking group ZB edged 9.09% higher to \$0.6000. Multi-listed Old Mutual was up 2.01% at \$16,0658 while, Seedco International recovered 0.94% to \$2.1222. Heavy Cap Econet completed the top ten winners of the week with a 0.75% lift to \$1.6964 despite selling pressure in the name.

FALLERS	PRICE	% Change
RIOZ.ZW	2.0000	13.04
OKZ.ZW	0.4219	6.22
CSZL.ZW	1.6043	4.70
SIM.ZW	1.0375	3.37
SEED.ZW	1.5000	3.07
PHL.ZW	1.8975	2.01
NPKZ.ZW	0.3900	2.01
FCA.ZW	0.0640	1.54
INN.ZW	2.2490	0.90
FIDL.ZW	0.0840	0.47

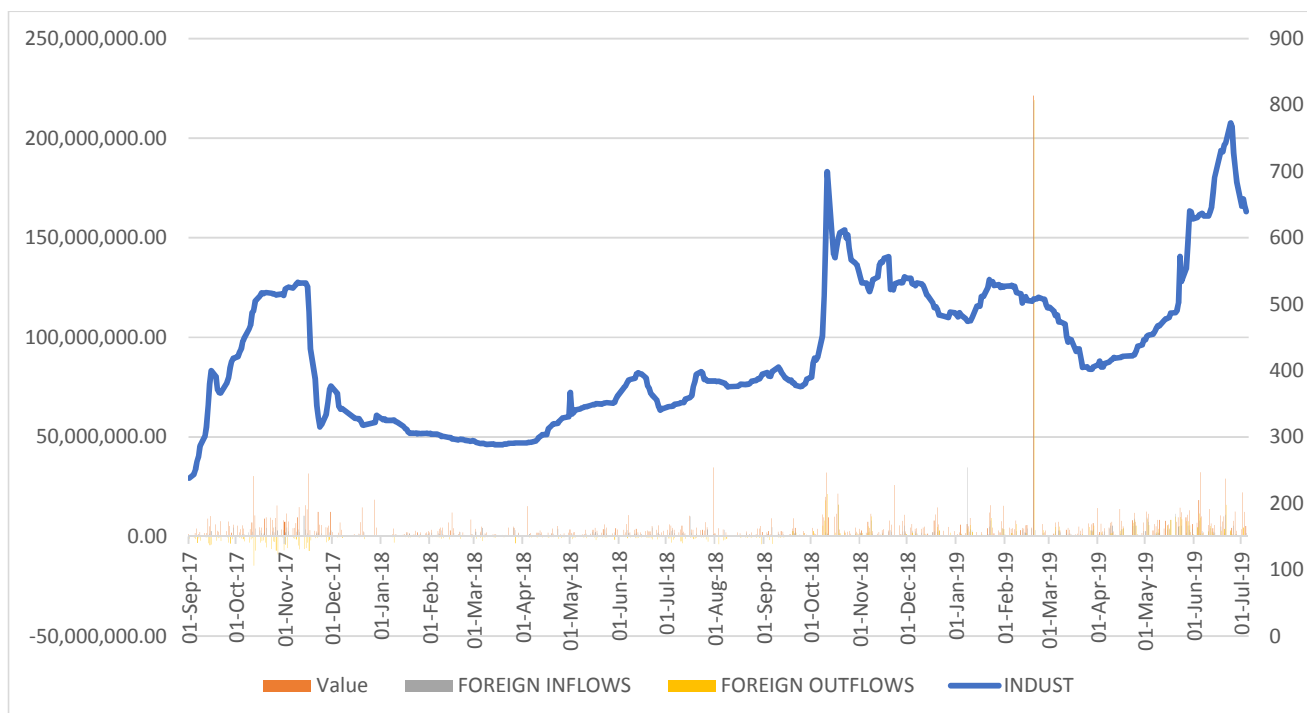
RioZim emerged as the main casualty of the profit taking as the miners succumbed 13.04% to settle at \$2.0000. Retailers OKZIM followed on the losing side, shedding 6.22% to \$0.4219, having traded an intra-week high of \$0.4400. Econet spinoff Cassava failed to hold its traction in the last trading session of the week as the tech company lost 4.70% to settle at \$1.6043 while, Simbisa fell 3.37% to \$0.10375. Heavies Seedco and Padenga dropped 3.07% and 2.01% to \$1.5000 and \$1.8975 respectively. Nampak came off 2.01% and closed at \$0.3900 while, Banking group FCA let go 1.54% to \$0.0640. Innscor let go 0.90% to close the week at \$2.2490. Fidelity completed the top ten fallers of the week with a 0.47% loss to see it closing at \$0.0840 in the wake of its cautionary statement advising the investing public on a potential transaction that could result in rearrangement of the company's capital structure through issuance of shares in the form of a rights offer. Overall, the market was in equilibrium as twelve counters gained against twelve fallers.

Activity aggregates improve...



	Previous	Current	Change	%Change
Values	38,156,969.62	42,772,941.29	4,615,971.67	12.10
Volumes	30,154,398.00	32,979,800	2,825,402	9.37

The market saw an increase in activity aggregates with values enhancing 12.10% and closing at \$42.77m while, volumes went up 9.37% to 32.98m shares. Weekly volumes were driven by Econet and FML that accounted for a combined 40% of the aggregate. The market spend was anchored by Econet, Innscor and Delta with respective contributions of 28%, 16% and 10%.



In the News

BEVERAGE manufacturer Delta Corporation says lager beer and sparkling beverages volumes fell by 57% and 79% respectively in the first quarter to June 30, 2019, as the company felt the brunt of Zimbabwe's failing economy. <https://www.newsday.co.zw/2019/07/delta-q1-hit-by-falling-consumer-demand/>

ZIMBABWE'S largest financial services group, CBZ Holdings (CBZH), has retrenched more than 100 employees as banks reel under the worsening economic environment, NewsDay can exclusively reveal. <https://www.newsday.co.zw/2019/07/cbz-holdings-retrenches/>

The country's biggest telecommunication company, Econet, says its operations have been severely crippled by the prolonged power outages, compromising service delivery. <https://www.newsday.co.zw/2019/07/econet-bemoans-power-cuts/>

The Zimbabwe Energy Regulatory Authority (Zera) has implemented a 22 percent increase in the prices of petrol and diesel, respectively. <https://www.herald.co.zw/fuel-prices-up-22pc/>

Meikles Limited said on Friday it requires at least US\$30 million to modernise its prime Harare hotel, which the group is in the process of selling to a Dubai based company. <https://www.herald.co.zw/meikles-requires-us30m-to-facelift-its-harare-hotel/>

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.