

Industrials in marginal loss as Delta falters...

	Previous	Current	Change	%Change	YTD %
Industrial	120.47	120.46	0.0100	0.01	4.88
Mining	33.17	33.76	0.5900	1.78	42.45

The market was little changed for the week as the benchmark Industrial Index saw its recent rally suffer a dent in the form of a marginal 0.01% slump to 120.46pts. The less active Mining Index climbed 1.78% week on week and closed at 33.76pts after gains in RioZim and Bindura. Weighing on the Industrials' performance was the market's top capitalised stock, Delta that saw its price falter in the wake of a notice to shareholders that the company's bottler agreements with The Coca Cola Company were at stake as the latter had advised of its intention not to renew them in the wake of the changes in shareholder structure of the former. Meanwhile, demand for equities on the bourse remained sustained and now spread to the not so regularly traded stocks though supply constraints dampened trades. The central bank reaffirmed the introduction of bond notes into circulation, though issues related to the awareness programs look set to delay the implementation of same.

Weekly Risers

RISERS	PRICE	% Change
NTFD.ZW	3.0000	36.21
OKZ.ZW	0.0502	24.57
SEED.ZW	0.8200	24.24
AXIA.ZW	0.0600	15.38
PEAR.ZW	0.0180	13.21
HIPO.ZW	0.2307	9.34
FBC.ZW	0.0750	7.14
BAT.ZW	15.0000	4.17
PHL.ZW	0.1500	3.45
RIOZ.ZW	0.1855	3.06

It was another risers' week despite the marginal loss in the benchmark Industrial Index as fifteen counters closed the week in the black against only four fallers. Food processing giant National foods emerged the pick of the cherry after rallying 36.21% for the week and ended trading at a year to date high of \$3.0000. Retail giants OKZIM followed with a 24.57% surge that took it to \$0.0502 while, agricultural focused business SeedCo got a 24.24% lift and traded at \$0.8200. Axia sustained its rising momentum to see it settle at \$0.0600 having added 15.38% for the week. Property concern Pearl, was in a 13.21% surge as demand returned to leave the stock trading at \$0.0180. Hippo added 9.34% for the week and was trading at \$0.2307 in Friday trades while, banking group FBCH firmed 7.14% as activity returned to the mid-tier stocks. Cigarette manufacturers BAT hit the \$15.0000 level in the wake of a cumulative 4.17% gain over the week. Completing the top risers of the week were Padenga and RioZim which put on 3.45% and 3.06% to end set at \$0.1500 and \$0.1855 respectively.

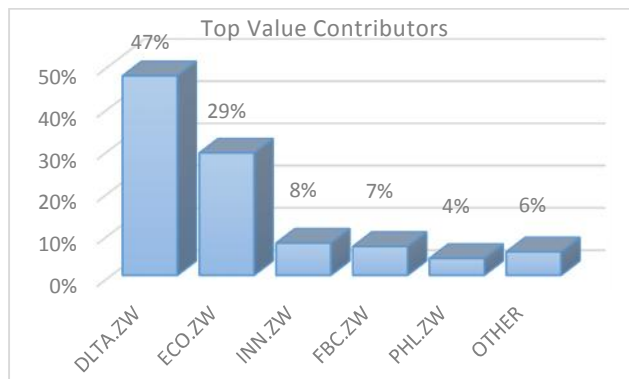
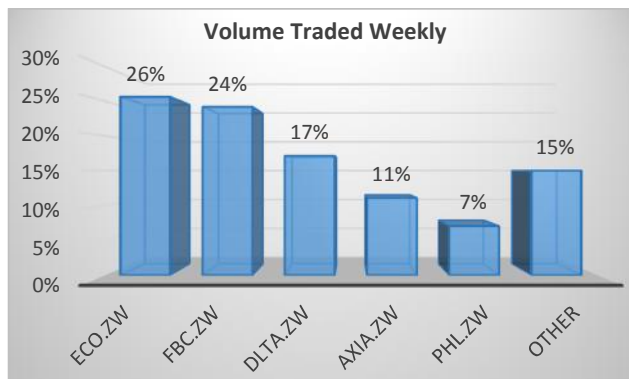
Weekly Fallers

FALLERS	PRICE	% Change
DLTA.ZW	0.7202	13.23
PPC.ZW	0.4710	3.78
MASH.ZW	0.0169	0.59
PWS.ZW	0.0219	0.45

The news of the potential termination of bottler agreements between Delta and The Coca Cola Company coupled with some profit taking after the recent rally resulted in the beverages group succumbing to a 13.23% slide that took its price to \$0.7202 by close of session Friday. PPC declined 3.78% for the week and ended trading at \$0.4710 while, property group Mash was down 0.59% at \$0.0169. Powerspeed completed the fallers with a 0.45% drop to

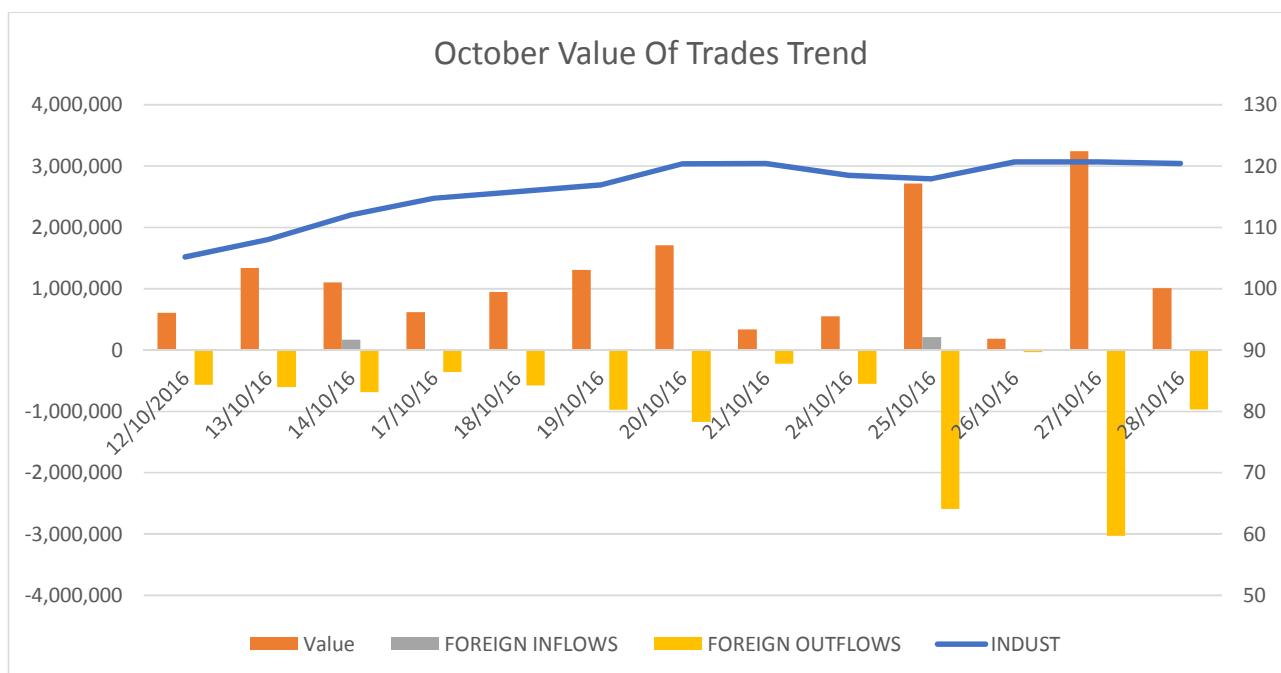
\$0.0219

Heavy caps drive activity...



	Previous	Current	Change	%Change
Values	4,675,196.09	7,706,129.17	3,030,933.07	64.83
Volumes	41,335,567.00	29,010,120.00	12,325,447	29.82

Improved supply in the market’s momentum stocks, after the recent rally, drove the weekly activity aggregates as profit taking set in. Values of the week surged 64% and closed at \$7.7m as Delta and Econet emerged the most sought after stocks after accounting for a combined 76% of the weekly market. Volumes of the week were however down 29.82% as higher value stocks drove activity relative to the prior week outcomes. Econet FBCH and Delta saw the top weekly volumes after accounting for 26%, 24% and 17% respectively. Locals dominated the buy side for the week with the majority of the activity for the week while, supply was largely dominated by foreigners as the sustained capital flight from the market continued.



In the news:**Cottco management proposal shot down**

Government has expressed strong reservations over the proposal by international commodities company, Olam to manage Cottco Holdings. The government is understood to have “shot down” the proposal and insisted on the ongoing recapitalisation of the company.

<http://www.herald.co.zw/cottco-management-proposal-shot-down/>

RioZim launches gold processing plant

RioZim yesterday launched its \$10 mln Cam and Motor Mine gold processing plant, which will triple production putting it on course to becoming the biggest gold miner in the country. The plant has capacity to process 2 400 tonnes of ore per day and has a recovery potential of 93%.

<http://www.herald.co.zw/riozim-launches-gold-processing-plant/>

Barclays sets aside \$20m SMEs facility

Barclays Bank of Zimbabwe has set aside a \$20 mln facility for women and youths as part of efforts to grow the small to medium enterprises sector. The facility also seeks to boost women-led businesses in the country with a bias towards agriculture.

<http://www.herald.co.zw/barclays-sets-aside-20m-sme-facility/>

Bond notes to be released gradually

Bond notes will be released into circulation gradually and sparingly to ensure that they retain a critical characteristic of currency – scarcity – the Reserve Bank of Zimbabwe has said. RBZ Governor John Mangudya told a Zimbabwe National Chamber of Commerce business review breakfast meeting in Harare yesterday that \$65 mln worth of bond notes would be released next month. <http://www.herald.co.zw/bond-notes-to-be-released-gradually/>

Tongaat releases 6.6m euros for Tokwe Mukosi dam

Tongaat Hulett released €6.05 mln (\$6.6 mln) to Salini-Impreglio JV, the Italian company contracted to build Tokwe-Mukosi Dam in Masvingo Province for the resumption of works at the dam after the construction company had threatened to move off site over arrears.

<http://www.herald.co.zw/tongaat-releases-66m-for-tokwe-mukosi-dam/>

Afreximbank releases \$150m to stabilize nostros

THE African Export Import Bank (Afreximbank) has released \$150 million to the Reserve Bank of Zimbabwe (RBZ), to stabilise nostro accounts and deal with current delays in the processing of outgoing payments by banks.

<https://www.newsday.co.zw/2016/10/28/afreximbank-releases-150m-stabilise-nostros/>

Exports surge 61% to \$254m in six months

ZIMBABWE’S exports increased by 25% to \$254 million in September buoyed by minerals and tobacco, trade figures from the national statistics agency showed yesterday.

<https://www.newsday.co.zw/2016/10/25/exports-surge-61-254m-six-months/>

Econet subscribers hit 10m

Zimbabwe’s largest mobile telecommunication firm by assets and investment, Econet, has grown its subscriber base to over 10 mln, latest data show. Statistics released by the Postal and Telecommunication Regulatory Authority of Zimbabwe on Tuesday revealed that Econet subscriber base increased by 7.4% from 9.2 mln in the first quarter of this year to \$10 mln in the second quarter

<https://www.dailynews.co.zw/articles/2016/10/28/econet-subscribers-hit-10m>

Hwange on cusp of good times

Hwange Colliery Company Limited (HCCL) is on the cusp of sealing a game-changing deal with contractor Mota Engil Zimbabwe, which will see the latter producing 350 000 tonnes of coal per month. The deal is part of an ambitious plan by HCCL to reclaim its yesteryear position as Zimbabwe’s major coal-miner after a private company, Makomo Resources, recently overtook it in production terms. Makomo is consistently producing about 150 000 tonnes of coal per month while HCCL is digging as little as 11 000 tonnes monthly.

<http://www.sundaymail.co.zw/hwange-on-cusp-of-good-times-2/>



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