

ZSE backslides amidst selling pressure...

	Previous	Current	Change(pts)	%Change	YTD %
All share	12,097.36	11,329.57	767.7868	6.35	330.89
Industrial	40,034.37	37,508.67	2525.7049	6.31	328.33
Mining	7,448.76	6,652.04	796.7166	10.70	59.67
Top 10	7,678.83	7,085.20	593.6329	7.73	328.24

The market recorded losses in a liquidity constrained week, as four of the benchmark indices that we review closed in the red. The primary All-Share Index was 6.35% weaker at 11329.57pts, while the resources Index took the greatest knock among the indices as it lost 10.70% to close at 6652.04pts as Bindura and RioZim continued to wane. The Blue-chip Index trimmed 7.73% to end at 7085.20pts while, the segregated Industrials gave up 6.31% to close the week at 37508.67pts. Elsewhere, The Monetary Policy Committee increased the Bank policy rate from 40% to 60% , a measure that is expected to result in positive real interest rates.

RISERS

	PRICE	% Change
ZECO.ZW	0.0024	100.00
CFI.ZW	59.1500	43.85
MEIK.ZW	205.0000	20.59
NMB.ZW	13.9000	14.03
MSHL.ZW	55.0000	10.00
UNIF.ZW	38.0000	8.57
ARTD.ZW	11.0000	7.32
ZIMW.ZW	21.2692	6.43
ARIS.ZW	3.6600	2.05
FIDL.ZW	8.1400	1.75

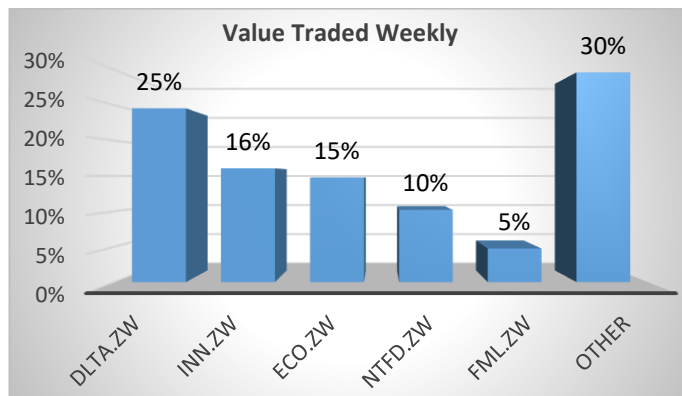
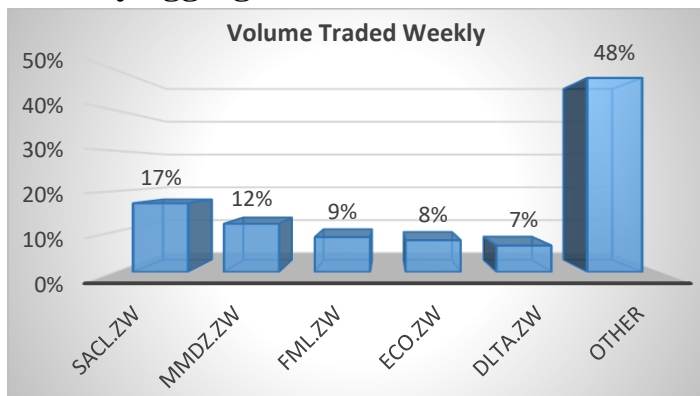
The market closed in a bearish mode as thirty-six fallers trebled the gainers in the week under review to register a strong negative breadth of twenty-four. Zeco emerged the top gainer of the week after surging 100.00% to close at \$0.0024 while, agriculture concern CFI continued its positive trajectory after putting on a cumulative 43.85% week on week to \$59.1500. Meikles jumped 20.59% to \$205.0000 as news of the demerger of Tanganda by way of dividend in specie trickled in. Banking group NMB rose 14.03% to settle at \$13.9000 while, Construction concern Masimba went up 10% to reach an all-time high of \$55.0000 bringing its YTD gain to 391.07%. Logistics group Unifreight improved 8.57% to end pegged at the \$38.0000. ART Corporation climbed 7.32% to \$11.0000 as Zimplow which is trading under cautionary rose 6.43% to end at \$21.2692. Ariston added 2.05% to close the week at \$3.6600 while, Life assurer Fidelity completed the top ten winners of the week on a 1.75% uplift to \$8.1400.

FALLERS

	PRICE	% Change
MMDZ.ZW	0.1600	21.95
CSZL.ZW	41.9500	18.97
NTS.ZW	7.0000	18.01
BIND.ZW	4.7000	15.60
MASH.ZW	3.5000	14.75
LACZ.ZW	96.0000	14.48
CBZ.ZW	92.0000	12.70
RIOZ.ZW	35.0000	11.33
INN.ZW	171.2000	10.84
SIM.ZW	90.0000	10.18

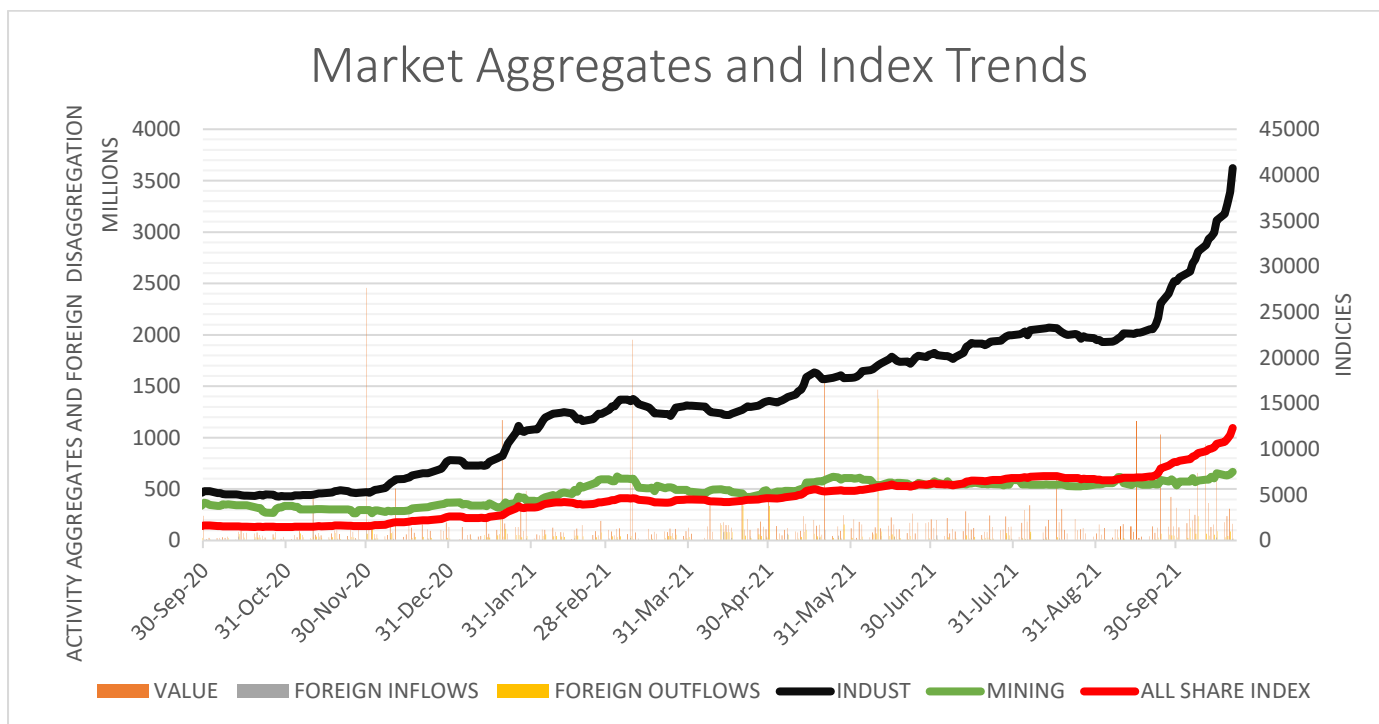
Medtech headlined the shakers of the week with a 21.95% dip to \$0.1600 ahead of its EGM which is set to approve the change of name to Bridgefort Capital and the conversion of ordinary shares into different classes. Trailing behind was Fintech group Cassava which declined 18.97% to \$41.9500 while, NTS dropped 18.01% to \$7.0000. Nickel miner Bindura retreated 15.60% to \$4.7000 as Mashonaland holdings slipped 14.75% to \$3.5000. Lafarge which recently had one of its manufacturing mills collapsed, trimmed 14.48% to \$96.0000. Bankers CBZ shed 12.70% to close the week at \$92.0000 while, mining house RioZim came off 11.33% to \$35.0000. Innscor went down 10.84% to \$171.2000 despite releasing an upbeat third quarter trading update. Fast foods group Simbisa competed the top ten shakers of the week on a 10.18% fall to \$90.0000.

Activity aggregates decline further...



	Previous	Current	Change	%Change
Values	966,664,112.95	756,094,762.30	210,569,350.65	21.78
Volumes	22,737,400	17,961,200	4,776,200	21.01

Activity aggregates dipped further in the week under review as volumes traded plunged 21.01% to 17.96m shares to yield a turnover of \$756.09m which was a 21.78% drop from the previous week. Volume drivers of the week were Star Africa and Medtech with respective contributions of 17% and 12% to the aggregates. Value outturn was anchored by heavies Delta, Inncor, Econet and National foods that claimed a combined foothold of 66%.



In the News

Zimplats to inject US\$1,4bn [view-source:https://www.herald.co.zw/zimplats-to-inject-us14bn/](https://www.herald.co.zw/zimplats-to-inject-us14bn/)

Technologies, a Zimbabwean horticultural outfit that has made significant forays into the European markets, said this week it had clinched a deal to export granadilla to Dubai.

<https://www.theindependent.co.zw/2021/10/29/horticultural-outfit-enters-dubai/>

Cassava SmarTech (trading as EcoCash Holdings) released the audited financial statements for the year ended 21 February 2021. These are the statements that were delayed resulting in the suspension of the trading of Cassava shares on the Zimbabwe Stock Exchange (ZSE) for a few weeks. The delay was because of technical accounting issues as we already discussed. <https://www.techzim.co.zw/2021/10/cassava-results-ecocash-revenue-down-5bn-steward-banks-1-4bn-in-tough-year/>

The country's largest mobile network operator Econet Wireless has announced that it will be adding 130 new base stations to its already impressive network. <https://www.techzim.co.zw/2021/10/econet-is-putting-up-130-base-stations-in-90-days/>

In June 2020, Zimbabwe started using the Dutch Auction System to trade foreign currency. Initially the Tuesday auction was only meant for large companies with bids starting from US\$50 000 up to US\$500 000 per each bidder per auction. <https://www.theindependent.co.zw/2021/10/29/new-perspectives-understanding-assessing-bureaux-de-change-facility/>

Listed agro-processing concern, National Foods Holdings, says volumes were up 24% in the first quarter ended September 30, 2021 to 143,000 metric tonnes on increased consumer demand.

<https://businesstimes.co.zw/natfoods-volumes-up-24-in-q1/>

Zimbabwe's largest milk processor, Dairibord Holdings Limited says the delays by the Reserve Bank of Zimbabwe (RBZ) to settle bids from the foreign currency auction system has forced the organisation to borrow more to sustain operations. <https://businesstimes.co.zw/forex-payment-delays-hit-dairibord/>

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.