

ZSE in record weekly performance as investors seek a currency hedge...

	Previous	Current	Change	% Change	YTD %
All share	125.07	200.29	75.2196	60.14	100.29
Industrial	420.80	673.42	252.6184	60.03	106.54
Mining	164.55	227.37	62.8170	38.18	59.67
Top 10	128.95	217.81	88.8569	68.91	117.81

Currency hedging following policy pronouncements last week that separated nostro FCA accounts and RTGS FCA accounts saw unprecedented demand on the ZSE which culminated in a surge in demand for equities as investors unwound RTGS balances for securities. The primary All Share Index was up by a record 60.14% for the week taking it to 200.29pts and setting a year to date return of 100.29%. The Industrial Index was up by an almost similar margin of 60.03% at 673.42pts while, the Mining Index firmed 38.18% and settled at 227.37pts. The heavies index was the top performer for the week amongst the benchmarks surging 68.91pts and settling at 217.81pts.

RISERS	PRICE	% Change
DLTA.ZW	4.2401	84.54
AXIA.ZW	0.5482	83.47
ECO.ZW	2.8473	82.74
FML.ZW	0.2655	77.00
SIM.ZW	0.9170	76.35
ZIMR.ZW	0.0373	72.69
FMP.ZW	0.1036	72.67
SCIL.ZW	0.8750	72.62
TSL.ZW	0.7750	72.22
ZPI.ZW	0.0325	71.05

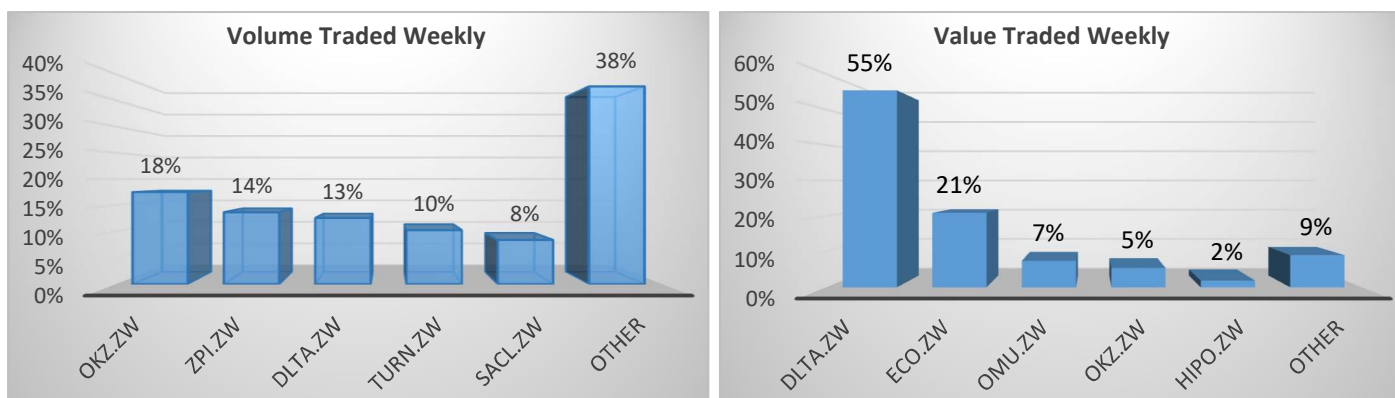
Bulls were on the charge for the week with an imposing 46 risers against a single faller week on week to leave the market with an overly positive market breadth. The market's top stocks led the charge as the flight to equities resembled a chase for quality on the market. Delta led the market charge on an 84.54% rise despite a late selloff in the final session of the week, the beverages giant closed the week at \$4.2401. Retail group Axia was up 83.47% at Friday's VWAP of \$0.5482 while, Econet also followed on an 82.74% surge to \$2.8473. First Mutual Holdings added 77% for the week as it closed at \$0.2655 with fast foods group Simbisa adding 76.35% as it ended the week set at \$0.9170.

FALLERS	PRICE	% Change
PWS.ZW	0.1400	6.60

Insurance group ZHL was up 72% at \$0.0373 while, property concern First Mutual Properties were up 72.7% at \$0.1036 amidst surging demand. Recently listed group SeedCo International that debuted on the ZSE last week was also on the charging tide putting on 72.62% and ending its first full week of trading at \$0.8750. Diversified group TSL added 72.22% and closed the week pegged at \$0.7750 amidst active bidding. Completing the top gainers for the week was another property concern Zimre Property Investments that added 71.05% and settled at \$0.0325.

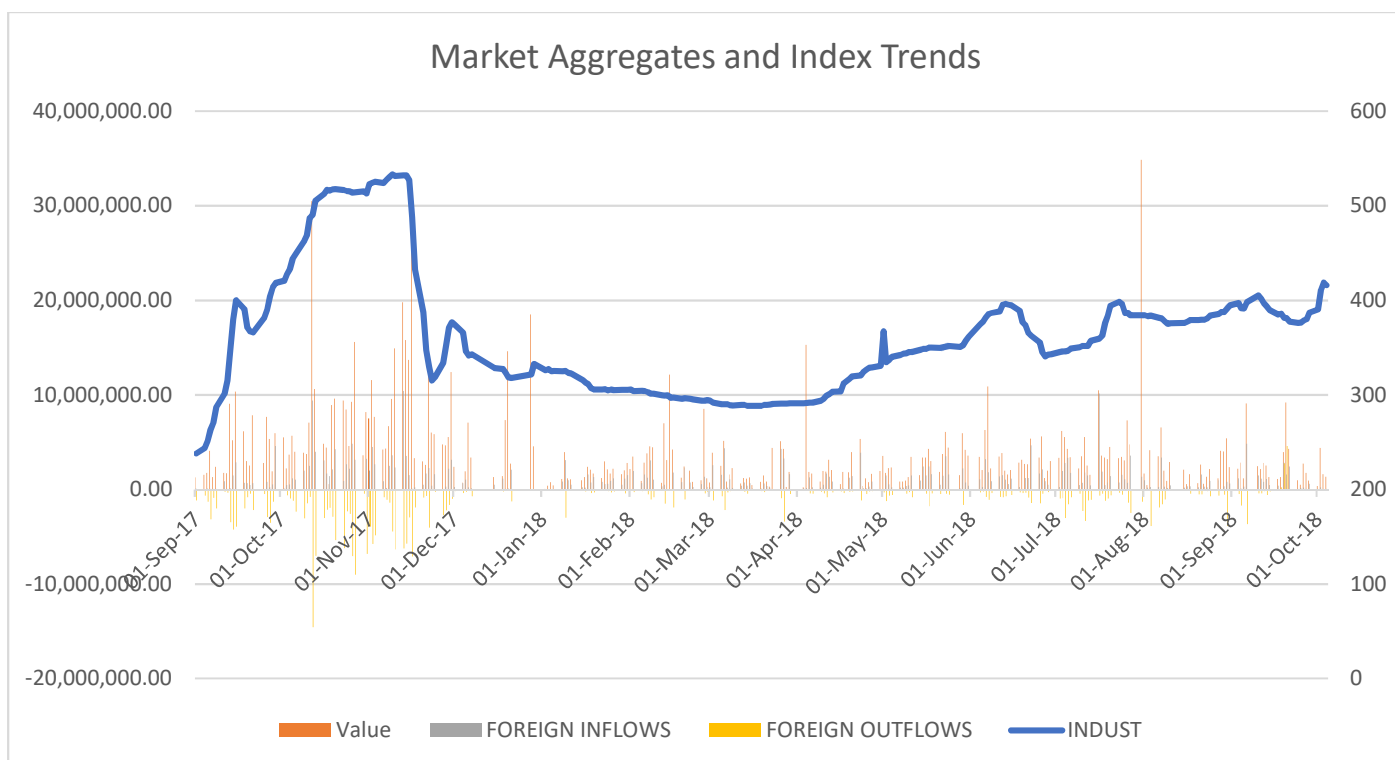
Meanwhile, the sole faller for the week emerged to be hardware retail group Powerspeed Electrical that retreated 6.6% and ended the week set at \$0.1400 amidst weakening demand.

Improved activity aggregates on higher activity...



	Previous	Current	Change	%Change
Values	11,480,161.08	82,519,366.72	71,039,205.63	618.80
Volumes	102,056,774	93,769,716	8,287,058	8.12

The ZSE saw one of the most actively traded weeks as record aggregates were recorded in the trades. The volumes of the week were 8.12% softer at 93.77m shares while, the spend for the week ballooned by 618% at \$82.52 on the sustained buying on the equities market. Driving the volumes of the week were OKZIM, ZPI and DLTA that accounted for 18%, 14% and 13% respectively. Values of the week were anchored by Delta and Econet where 76% of the spend was derived.



In the News

Weak management systems have seen Hwange Colliery Company Limited (HCCL) defaulting on the Scheme of Arrangement it entered into with creditors, amid indications the firm has plunged into \$7,6 million arrears. <https://www.herald.co.zw/hwange-in-76-million-arrears/>

Government has potential to raise about \$3,4 billion annually through the newly introduced Intermediary Money Transfer Tax of two cents, which will widen room for capital funding and retooling of the manufacturing sector. <https://www.herald.co.zw/govt-to-raise-34bn-from-2-cents-tax/>

RioZim Limited is planning legal action against the Reserve Bank of Zimbabwe (RBZ) over failure to meet its obligation to avail foreign currency saying this is choking its business. <https://www.herald.co.zw/riozim-plans-legal-action-against-rbz/>

Hwange Colliery Company Limited has suspended its Acting Managing Director Shepard Manamike and the Executive Finance and Administration Tawanda Marapira with effect from Thursday 4th October 2018. <https://www.herald.co.zw/hwange-suspends-top-bosses/>

Zimbabwe's mobile operators have continued on a growth trajectory with 2018 second quarter revenue increasing by 19.7% to \$292.9 mln compared to the previous quarter on growth across the board. <https://www.herald.co.zw/telcom-revenues-jump-20pc/>

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