



	06-Mar-13	07-Mar-14	% Δ
ZSE Industrials	188.23	189.13	0.48
ZSE Mining	33.41	36.80	10.15
Volume Traded (mn)	7.37	88.47	1100.19
Value Traded (US\$ mn)	2.71	3.54	30.69
Market Cap (US\$ mn)	5,314.96	5,283.69	0.59
Foreign Purchases (US\$ mn)	1.273	0.383	69.95
Foreign Sales (US\$ mn)	1.507	0.922	38.81

ZSE in weekend recovery as more financials trickle in...

The mainstream industrial index recovered 0.48% to 189.13pts on a sustainable upsurge in heavy cap Econet which gained 1.3% to 67c ahead of the telecoms' February year end results. Demand from both foreign and local buyers remained positive to cap a week in which the stock outperformed the broad index. While Econet gained 2.3% in the week the index inversely lost 0.3%. Regardless of the fact that demand has been skewed towards a few selected heavies today's gain could be a cheer from the market for some of the corporates reporting better than expected financials. Though bottom lines have been largely constrained at operations levels as most of the reporting companies exhibited solid performance. Generally constrained aggregate demand has spontaneously lowered turnover while margins compression has been unescapable compounded by lack of cheap funding for working capital and retooling purposes.

Nicoz was stable at 1.35c after reporting a fair set of financials with gross premium written surging 21% to \$30m. Operating profit grew by 54% to \$2.34m while the group generated cash from operations of \$1.4m. Zimplow was the top riser on a 25% gain to 2.5c while Dairibord went up 7% to 13.89c. Hwange recovered 20% to 6c after reports that the coal maker aims an annual turnover of \$204m which is almost twice as much as the level attained in 2012. Subsequently the gain in Hwange resulted in a 10% gain in the Mining Index to 36.80pts. First Mutual capped the top gainers on a 0.5% rise to 10.25c. To affirm the strong daily performance market depth was at 100% as they were no fallers in the session.

Turnover was up 31% to \$3.5m on the back of a \$2.16m block trade in Zimplow of 86,4m shares traded at 2.5c. Close to the end of the last year large chunks of blocks were turned over, however the price has come off 29% on a year to date scale. Volume traded scaled 1,100% to 88.5mn shares riding on the Zimplow block trade. Despite the positive showing, broad aggregates both foreign buys and sells weakened. Inflows declined 70% to \$0.38m while outflows came off 39% to \$0.99m to cap a 3 straight session of net negative payoffs on the foreign front. Top performer Econet remained one of the most sought after stock by foreigners. We expect the market to remain depressed as the reporting season progresses while a rebound may arise in the later part of the second quarter.

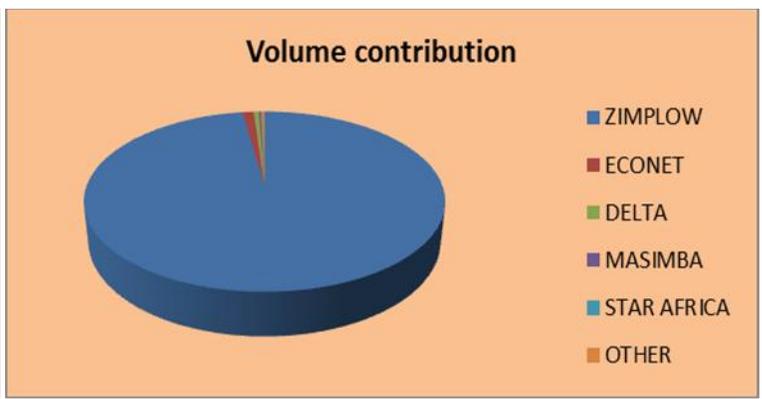
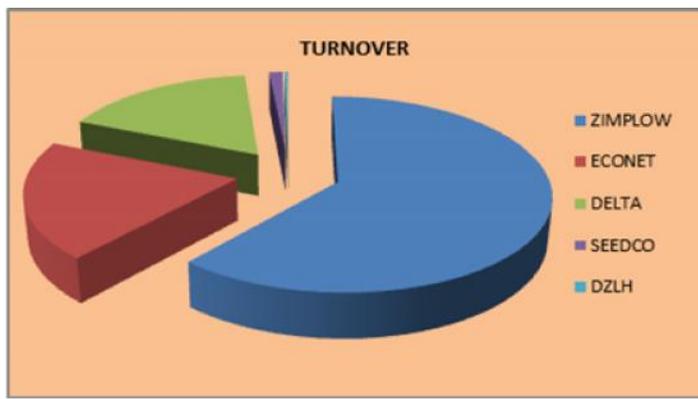
***Market Cap is Inclusive of Econet Class A Shares

Top Risers

	Stock Name	Price	% Δ	YTD Δ %
1	ZIMFLOW	2.50	25.00	28.57
2	HWANGE	6.00	20.00	33.33
3	DAIRIBORD	13.89	6.85	7.40
4	ECONET	67.00	1.28	11.67
5	FIRST MUTUAL	10.25	0.49	28.13

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1				
2				
3				
4				
5				



DIVIDEND MONITOR

Company	Dividend Type	Div Amount	Record date	Payment Date
TSL	Final	0.3c	14.02.14	14.03.14
BAT	Final	18c	21.03.14	28.03.14
OLD MUTUAL	Final	8.1p	16.04.14	30.04.14

UPCOMING EVENTS

Company	Event	Venue	Date & Time
HUNYANI	AGM	Boardroom, 68 Birmingham Road, Southerton	10 March 2014 1000Hrs
TSL	AGM	TSL Head Office, 28 Simon Mazorodze, Hre	12 March 2014 1200Hrs
PG Industries	Scheme Meeting	Royal Harare Golf Club	14 March 2014 1200Hrs
FALGOLD	AGM	KPMG Building Cnr 14th Ave/J Tongogara St Byo	21 March 2014 1000Hrs
AFRICAN SUN	AGM	Ophir Room, 1st Floor Crown Plaza Hotel	21 March 2014 1100Hrs

CAUTIONARIES

Company	Issue Date	Description
NMB	7 th Feb 2014	Profit warning, impairment on loans to result in a net loss position
AFRICAN SUN	6 th Dec 2013	Discussions on mandatory offer to minorities by Lengrah Investments
TSL	29 th Jan 2014	Discussions with Chemco on a conversion of debt to equity on amt owed
PGI	4 th Dec 2013	Negotiations that may have material effect on the future of the company

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