



Daily ZSE Market Report

Members of the Zimbabwe Stock Exchange

29-December-2014



	24-Dec-14	29-Dec-14	% Δ
ZSE Industrials	163.02	162.92	0.06
ZSE Mining	66.31	66.31	0.00
Volume Traded (mn)	3.83	0.30	92.16
Value Traded (US\$ mn)	0.87	0.10	89.06
Market Cap (US\$ mn)	4,648.60	4,648.60	0.00
Foreign Purchases (US\$ mn)	0.054	0.004	92.10
Foreign Sales (US\$ mn)	0.060	0.000	100.00

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

Top Risers

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

Top Fallers

	Stock Name	Price	% Δ	YTD Δ %
1	MASIMBA	2.30	8.00	44.81
2	BARCLAYS	2.55	5.56	42.05
3				
4				
5				

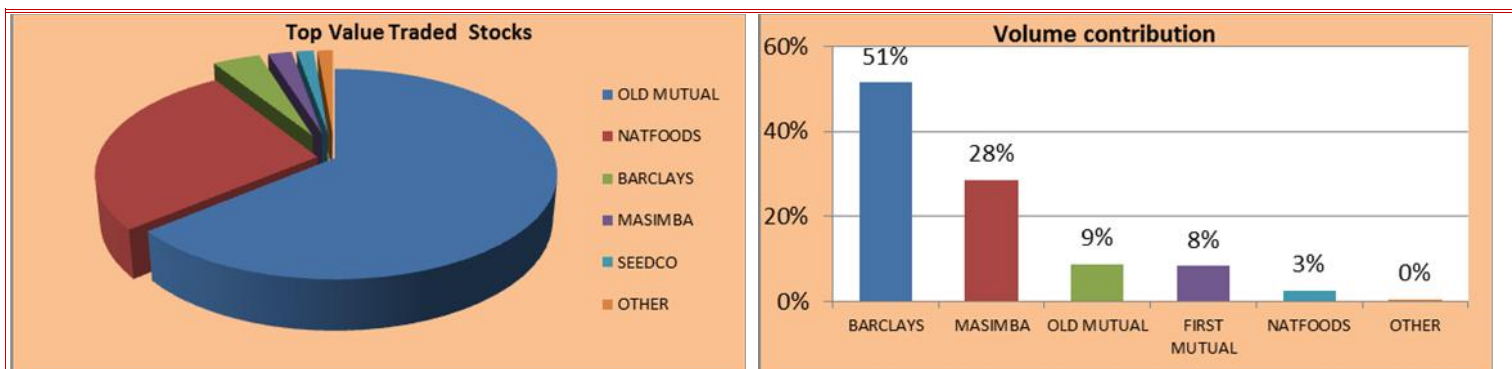
Turnover in record low ...

The market span a record low turnover of \$95,000.00 which is the lowest in three years largely due to the holiday effect with chances that some investors will hold back until the New Year. Notable contributions to value of trades were in financial services group Old Mutual and food processing and packaging giant National Foods with a combined 91% or \$86,800.00. Both stocks maintained their respective previous prices of 234c and 330c with the former ending net sellers and the latter net buyers. Allied to the low market out turn was reduced activity which was limited to six stocks in which no risers were recorded with four unchanged and two falling resulting in a negative breadth of two.

The Industrial Index slid 0.06% to 162.92pts while the Mining Index was flat at 66.31pts. Pulling down the main stream index was Barclays that retreated 5.56% to 2.55c. This comes against the RBZ Quarterly Report to September that the banking sector reported an aggregate net profit of \$24.35 million for the nine months which was lower than \$29.93 million reported for the same period in 2013. Contributing to the decline were losses recorded by seven out of the twenty banking institutions and attributed to high levels of non- performing loans and lack of critical mass to generate sufficient revenue to cover high operating expenses. Also trading in the negative was Masimba that succumbed to selling pressure shedding 8% to 2.3c; the group is currently trading under cautionary.

No activity was recorded in the minings cluster with Falgold ending net sellers at 3c relative to its last traded price of 3.5c. This follows the company's release of its September finals in which it narrowed its loss to \$1.86mn from \$12.59 in comparable period of 2013. Falgold however cast a spell of doubt on its continued operations in the obtaining operating environment dominated by falling gold prices, while currently high taxes and power cost base together with care and maintenance costs on the closed Dalny Mine raises viability concerns.

Foreign participation was highly diminished with a paltry \$4,000 worth of buys and no sales. Market giants Delta and Econet were quiet today with unmatched demand and supply in the former 105c and 107c respectively and firm demand in the latter at 58c. Delta announced 5c beer (pints and quarts) prices reductions effective today on the back of reductions of excise duty on clear beer from 45-40% ad valorem with effect 1 January 2015 in the 2015 National Budget. Bullish sentiment was witnessed in Afdis whose bid was raised to 47c with a likelihood of growing its current 53.33% year to date by close of 2014. Meanwhile sugar refiners Starafrika whose Goldstars Sugars Harare (GSS) is in the final stages of commissioning a new refurbished plant released interims to September in which it made a loss of \$3.14mn and down from \$5.24mn in 2013. The company is optimistic of a positive contribution from the refinery which started operating in September 2014.



DIVIDEND MONITOR

COMPANY	Dividend Type	Div Amount	Record date	Payment date
OK	Interim	0.2c	28.11.14	08 Jan 15

UPCOMING EVENTS

COMPANY	EVENT	VENUE	DATE	TIME
African Sun	Analyst Briefing	Crowne Plaza Monomotapa, Ophir Room	TBA	

CAUTIONARIES

Company	Issue Date	Subject
AFRICAN SUN	6 th DEC 2013	Discussions on mandatory offer to minorities by Lengrah Investments
Nicoz & ZHL	11 th Apr 2014	Negotiations over acquisitions and disposal respectively, of a business
FALGOLD	21 st MAY 2014	Negotiations that may have material effect on the company's stocks price
HUNYANI	22 nd MAY 2014	Negotiations that may have material effect on the company's stocks price
BINDURA	13 th JUNE 2014	H2 Profit expected to substantially higher than H1 outturn
TAH	24 th JUNE 2014	Negotiations that may have material effect on the company's stocks price
COTTOCO	24 th JUNE 2014	Negotiations that may have material effect on the company's stocks price

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