

MORNING SUMMARY

Market Round-up

The market advanced a further 2.28% yesterday to close the day at a total market capitalisation of \$12.19bn. The Industrial Index rose 2.36% to 413.90 buoyed by gains in Delta (DLTA: ZH), up 2.19%, Econet (ECO: ZH), up 1.21% and Innscor (INN: ZH), up 11.67%. The Mining Index remained unchanged at 108.48. Other significant gains were recorded in Cafca (CAFCA: ZH), up 20.00%, Seedco (SEED: ZH), up 13.29%, FBC (FBC: ZH), up 5.00% and ZHL (ZHL: ZH), up 5.00%. Notable losses were seen in Willdale (WILD: ZH), down 19.39%, African Sun (ASUN: ZH), down 9.47%, First Mutual (FML: ZH), down 5.00%, Art (ARTD: ZH), down 2.98% and Barclays (BARC: ZH), down 2.64%. Total value traded fell 64.31% to \$1.91mn dominated by trades in Innscor (INN: ZH), Delta (DLTA: ZH) and Padenga (PHL: ZH) contributing 45%, 36% and 7% respectively. We expect the market to trade higher today on sustained demand in heavyweights.

Today's Events

Econet Wireless Zimbabwe (ECO: ZH) quarterly dividend of 0.386USc per share record date.

Lafarge Cement Zimbabwe (LACZ: ZH) final dividend of 2.5USc per share record date.

Star Africa (SACL: ZH) will hold their AGM at 11am at 45 Douglas Road in Workington.

Company Announcements

First Mutual Holdings Limited (FML: ZH) have announced that following negotiations between FML and NSSA, a major shareholder in FML, an agreement has been reached between FML and NSSA pursuant to which NSSA will acquire FMHL's entire shareholding in RTG, subject to certain terms and conditions. The agreement to dispose of 19.957% shareholding in RTG was reached in August 2017 and subsequent approvals were obtained. The disposal is in terms of the corrective order issued by IPEC in 2012 and this investment in RTG has been classified as held for sale by FMHL since December 2015.

GetBucks Microfinance Bank (GBFS: ZH) board have recommended a dividend of 0.32USc per share payable in respect of the financial year ended 30 June 2017. The record date has been set for 13 October 2017. The shares of the company will trade cum-dividend up to the market day of 10 October 2017. The payment of the dividend will take place on or about 20 October 2017.

Simbisa Brands Limited (SIM: ZH) board have declared a final dividend of 0.23USc per share payable in respect to the financial year ended 30 June 2017. The record date has been set for 13 October 2017. The last day to trade cum-dividend is 10 October 2017. The dividend will be paid on or about 3 November 2017.

Simbisa Brands Limited (SIM: ZH) have published a further cautionary regarding the application for a secondary listing of Simbisa's Ordinary Share Capital on the London Stock Exchange Alternative Investments Market in order to access additional funding for the company's expansion. The group is also in negotiations for the acquisition of an international complimentary business. A full circular is being finalised for consideration at an EGM.

See company results on page 2 & 3

Market data		
Industrial Index	413.9	2.36%
Mining Index	108.48	0.00%
Market Cap (\$bn)	12.19	2.28%
YTD		194.52%
Value Traded (\$mn)		1.91

Top 5 Movers			
Gainers		Losers	
Cafca	20.00%	Willdale	-19.39%
Seedco	13.29%	African Sun	-9.47%
Innscor	11.67%	FML	-5.00%
FBC	5.00%	Art	-2.98%
ZHL	5.00%	Barclays	-2.64%

Value Leaders		
Counters	Volume	Value (\$)
Innscor	484,914	863,510
Delta	249,488	694,972
Padenga	141,888	127,877
BAT	1,400	42,070
OK Zimbabwe	133,274	39,982

Regional update		
Market	Index	%
Kenya (NSEASI)	163.38	-0.99%
Mauritius (SEMDEX)	2,229.83	-0.01%
Nigeria (NGSEINDEX)	35,429.31	0.93%
S.Africa (JALSH)	54,994.35	-0.40%
Botswana (BGSMD)	8,924.89	0.13%

Exchange rates		
Currency	Cross rate	%
GBP/USD	1.34	-0.18%
EUR/USD	1.18	-0.03%
USD/ZAR	13.53	0.09%

(CBZ)		
30 days	60 days	90 days
5%	5%	6%

Sources: Zimbabwe Stock Exchange, Bloomberg

Company Results

GB Holdings Limited			
Unaudited results for the half year ended 30 June 2017			
	2017	2016	% change
Revenue (\$mn)	2.01	1.62	24.1%
EBIT (\$mn)	(0.23)	(0.37)	n/a
PAT (\$mn)	(0.25)	(0.36)	n/a
EPS (cents)	(0.00043)	(0.00067)	n/a
Div (cents)	nil		

GetBucks Microfinance Bank Limited			
Audited Results for the year ended 30 June 2017			
	2017	2016	% change
Total Income (\$mn)	12.76	11.09	15.1%
PAT (\$mn)	3.64	3.01	20.6%
NAV (\$mn)	13.50	10.42	29.5%
EPS (cents)	0.33	0.28	17.9%
BVPS (cents)	12.32	9.51	29.5%
PER x	11.21		
P/Bk x	0.30		
Div (cents)	0.032		

Hwange Colliery Company Limited			
Unaudited Results for the half year ended 30 June 2017			
	2017	2016	% change
Revenue (\$mn)	18.81	24.48	23.1%
EBIT (\$mn)	(16.30)	(25.87)	n/a
PAT (\$mn)	(24.56)	(28.49)	n/a
EPS (cents)	(0.13)	(0.16/0)	n/a
Div (cents)	nil		

Rainbow Tourism Group Limited			
Unaudited Results for the half year ended 30 June 2017			
	2017	2016	% change
Revenue (\$mn)	11.65	11.44	1.8%
EBITDA (\$mn)	1.07	1.19	(10.4%)
PAT (\$mn)	(0.29)	(2.86)	n/a
EPS (cents)	(1.55)	(6.72)	n/a
Div (cents)	nil		

Simbisa Brands Limited			
Audited Results for the year ended 30 June 2017			
	2017	2016	% change
Revenue (\$mn)	158.88	146.59	8.4%
EBITDA (\$mn)	18.28	14.89	22.8%
PAT (\$mn)	6.36	5.04	26.1%
EPS (cents)	1.23	0.91	35.2%
PERx	56.9		
Div (cents)	0.23		

Turnall Holdings Limited			
Unaudited Results for the half year ended 30 June 2017			
	2017	2016	% change
Revenue (\$mn)	7.65	8.73	(12.4%)
EBIT (\$mn)	0.25	(1.17)	n/a
PAT (\$mn)	(0.30)	(1.86)	n/a
EPS (cents)	(0.06)	(0.38)	n/a
Div (cents)	Nil		

Unifreight Africa Limited			
Unaudited Results for the half year ended 30 June 2017			
	2017	2016	% change
Revenue (\$mn)	10.91	12.12	10.0%
EBITDA (\$mn)	2.04	1.91	6.7%
PAT (\$mn)	0.57	(0.07)	n/a
EPS (cents)	0.53	(0.07)	n/a
Div (cents)	nil		

Certification

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Ratings Definition

Buy - Expected 1 year return is at least 20%

Hold - Expected 1 year return of between -10% and 20%

Sell - Expected 1 year return of -10% and below

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