

Weekly Report



**For the week
ending:
15 May 2025**

News Highlights

Delta volumes drop 3%: Delta Corporation has reported a 3% contraction in its total beverage volumes for the 12 months ending March 2025, dropping to 10.8 mln hectolitres from the previous year's 11.141 mln hectolitres over the same period the prior year. The decline deepens to 6% when factoring in its associate company Schweppes Limited, with total volumes falling to 11.7 mln hectolitres from 12.2 mln hectolitres, the company said in a presentation to analysts yesterday. The performance summary indicates a segmented performance, with gains in some areas offset by drops in others. While the lager beer category grew by 2%, the sorghum beer segment declined across regional markets, most notably a 30% plummet in Zambia and a 10% decrease in South Africa. Sorghum beer volumes in the domestic Zimbabwe market saw a marginal 1% uptick. Sparkling beverages experienced a 4% drop, while alternative beverages registered a 29% growth. Schweppes experienced challenges primarily due to the sugar tax, which led to a price hike and a surge in imports of Mazoe Orange Crush from regional markets in the first half of the year, capitalising on price differentials. While there was some moderation in pricing following a reduction in the sugar tax in January 2025, the business also faced disruptions in the route to market stemming from fiscal regulations. Delta said it would mitigate these negative impacts through strategic interventions such as promoting low and zero-sugar options and implementing price moderations to retain consumers

MashHold registers 24% revenue growth: Mashonaland Holdings Limited, listed on the Zimbabwe Stock Exchange, has announced a 24% rise in revenue to US\$1.74 mln for the first quarter ended March 31, 2025, despite operating in an economic environment weighed down by soaring inflation and constrained liquidity. The company's resilience was driven by strong demand in retail and residential property segments, coupled with strategic developments aimed at capitalising on shifting market dynamics. The quarter under review was marked by weakened consumer demand across Zimbabwe's economy, as inflationary pressures and high interest rates eroded purchasing power. The Reserve Bank of Zimbabwe reported a year-on-year USD inflation rate of 15%, while tight monetary policies aimed at stabilising the exchange rate kept borrowing costs elevated. Despite these challenges, the property sector, according to management, remained a beacon for investors, with real estate's reputation for stable returns and persistent demand for prime commercial and residential spaces sustaining interest. Mashonaland Holdings highlighted divergent growth patterns within the property sector, with the occupier market dominated by robust demand for retail and residential spaces. The informal sector's expansion fuelled demand for affordable retail units, prompting property owners to repurpose central business district (CBD) spaces into smaller, cost-effective shopping areas

Dairibord records 18% quarterly revenue jump: Dairibord Holdings, one of the major players in Zimbabwe's dairy sector, recorded an 18% jump in revenue to US\$31.3 mln for the three months to March 31, 2025, after overcoming environmental challenges that included liquidity constraints and erratic utility service provision. The listed firm credited its performance to robust demand for beverages and food products, alongside strategic shifts in production and distribution. However, the group highlighted persistent economic challenges, including liquidity shortage and cost-push inflation, which squeezed margins. Frequent power cuts and water supply disruptions further escalated operational costs, forcing reliance on pricier alternatives. Pricing distortions in formal retail channels also prompted the company to adapt its route-to-market strategies, prioritising agility in response to shifting consumer dynamics. During the period under review, the company processed 9.95 mln litres of raw milk during the quarter, an 8% increase from 9.18 mln litres in the same period last year. This accounted for 36% of Zimbabwe's total milk output, which grew modestly by 3% nationally. Consolidated sales volumes rose 14%, bolstered by expanded production capacity. The beverages category, led by Pfuko Maheu and Quickbrew tea, surged 24%, contributing two-thirds of total sales. Foods followed with a 19% increase, driven by yoghurts and Rabroy tomato sauce. Liquid milk volumes, however, dipped 6%, attributed to temporary production halts at the Steri Milk plant and reallocation of milk to yoghurt manufacturing. Export volumes climbed 36% year-on-year, reflecting stronger regional demand. Notably, 95% of sales were conducted in US dollars (up from 85% in 2024), insulating the firm from local currency volatility

WestProp Holdings profit plunges 54%: WestProp Holdings recorded an 80% revenue increase in 2024, but the stellar topline performance failed to positively impact the bottom line after profit plunged by 54%. While top-line growth remained robust, driven by strong residential sales, bottom-line performance was weighed down by a sharp contraction in valuation gains and rising operating expenses. According to the abridged consolidated statement of profit and loss, profit for the year fell 54% to US\$18.26 mln, down from US\$39.43 mln in 2023. The company said, "This marked decline owed chiefly to a significant reduction in fair value gains on investment property, one of WestProp's key profit drivers and escalating costs linked to both its ongoing developments and recent acquisitions." Total revenue climbed an impressive 80%, from US\$16.09 mln to US\$29.05 mln, reflecting vigorous demand across WestProp's three major residential estates. "Pomona City Residential Estate led the way, contributing US\$15.61 mln, followed by Pokugara at US\$9.42 mln and Millennium Heights at US\$4.02 mln. This surge underscores continued appetite among Zimbabwe's middle-class buyers, even as broader economic headwinds persist," WestProp added

Table 2: Weekly Statistics

	15-May-25	Change	Previous week
ZSE			
Mkt Cap US\$ 'm	1,474.30	0.03%	1,473.90
Mkt turnover ZiG	122,433,504	364.68%	26,348,176
VFEX			
Mkt Cap US\$ 'm	1,286.06	-2.73%	1,322.10
Mkt turnover US\$	518,740	-37.81%	834,066
Local Indices			
ZSE All Share	193.29	0.18%	192.94
ZSE Top 10	186.71	-0.41%	187.47
ZSE Top 15	192.03	-0.02%	192.06
ZSE Medium Cap	240.43	1.94%	235.86
ZSE Small Cap	100.11	0.00%	100.11
International Indices			
NSE 20	2,154.27	2.94%	2,092.84
Nigeria All Share	108,995.19	-0.22%	109,231.94
JSE All Share	92,354.13	1.38%	91,098.75
NIKKEI-225	37,755.51	2.24%	36,928.63
FTSE	8,601.83	0.77%	8,536.08
DJIA	42,051.06	1.62%	41,379.97

An exchange rate of 40 has been used for the Market cap.

ZSE Strengthens as Market Breadth Turns Positive; VFEX Stumbles!

The Zimbabwe Stock Exchange (ZSE) saw modest gains this week, with the All-Share Index edging up by 0.18%, buoyed largely by a 1.94% rise in the Medium Cap Index. In contrast, the Top 10 Index slipped 0.41%, and the Top 15 Index dipped slightly by 0.02%, while the Small Cap Index remained unchanged.

Market activity surged notably, with weekly turnover jumping 365% to ZWG 122 million, up from ZWG 26 million the previous week. Econet led the trading charts with ZWG 57 million, followed by Delta at ZWG 40 million, both significantly higher than the prior week's figures of ZWG 12 million and ZWG 8 million for Delta and FBC, respectively.

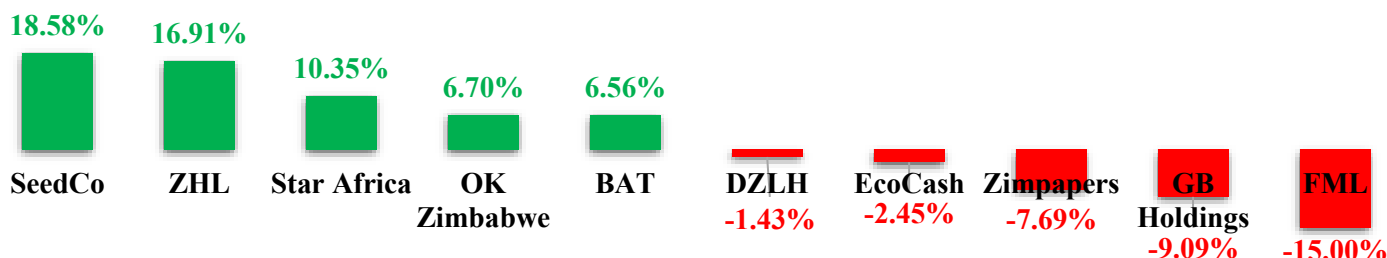
Meanwhile, the Victoria Falls Exchange (VFEX) faltered, with market capitalization plunging 38% and weekly turnover falling to US\$518,740, down from US\$834,066 the previous week.

On the ZSE, SeedCo emerged as the week's top performer, while FML led the list of laggards, followed by GB Holdings, Zimpapers, Ecocash, and DZLH.

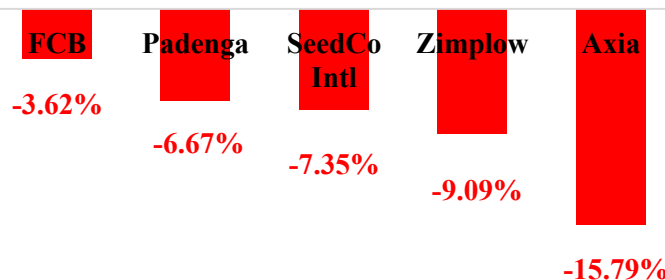
Outlook: Most value stocks on the ZSE still remain undervalued and are yet to reprice to align with their fundamental values. As liquidity improves, a bullish market trend is expected to ensue, with Delta and Econet likely to continue driving market activity.

Movers and Shakers

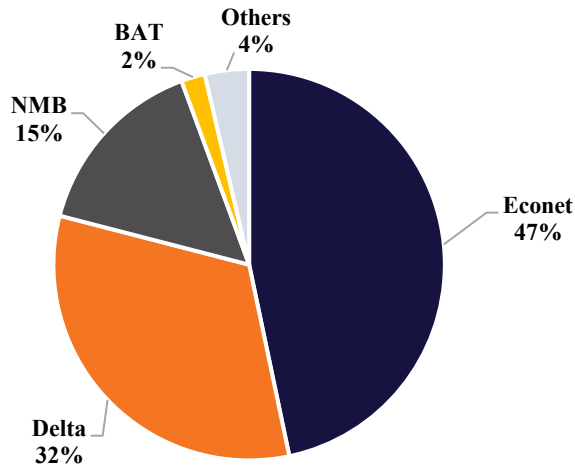
Zimbabwe Stock Exchange



Victoria Falls Stock Exchange

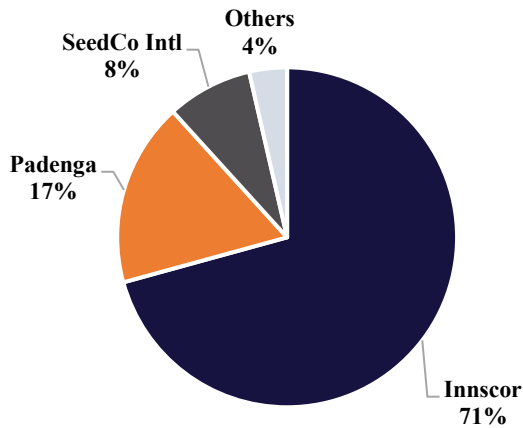


Value Traded ZWG



Name	Value Traded ZWG
Econet	57,182,752
Delta	39,568,942
NMB	18,807,100
BAT	2,413,600
SeedCo	909,021
Others	3,552,089

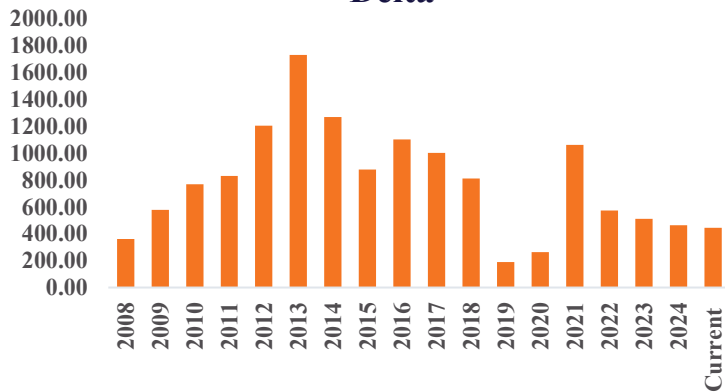
Value Traded US\$



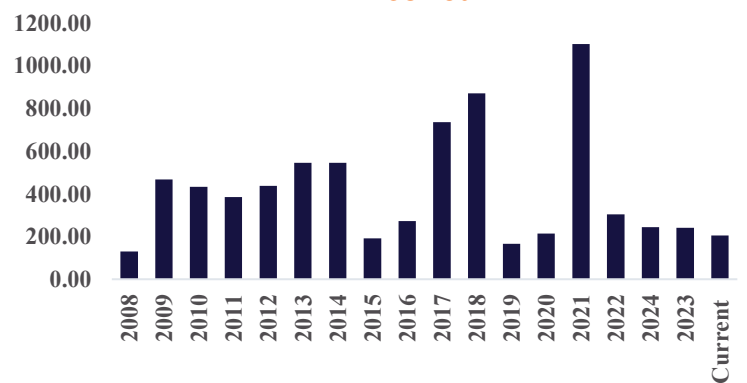
Name	Value Traded US\$
Innscor	366,904
Padenga	90,949
SeedCo Intl	42,230
Simbisa	9,655
Edgars	5,063
Others	3,939

Historical Market Capitalisation of the Top Two Counters on the ZSE

Delta



Econet



ZSE Top 10 by Market Capitalization US\$ mln

Counter	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	Current
Delta	576.3	766.81	829.44	1202.4	1728.3	1266.1	877.24	1101.22	1001.16	810.27	189.451	262.01	1059.8	572.94	509.18	463.46	444.26
Econet	467.5	432.76	384.79	437.65	545.59	545.59	191.78	272.8	735.819	870.13	165.774	213.25	1101	304.16	243.5	241.32	204.62
FBC	12.62	20.67	38.47	44.39	90.71	53.76	47.04	53.76	67.195	55.337	19.0629	87.46	113.74	50.81	67.65	182.27	127.67
CBZ	109.5	109.46	95.78	68.41	102.72	68.48	75.53	72.16	51.5424	25.064	20.8291	506.44	196.44	86.05	184.38	111.59	103.36
BAT	36.47	34.76	26.94	62.57	247.6	231.1	251.73	314.66	368.313	160.21	42.837	98.39	330.24	70.43	30.03	41.45	67.06
FML	17.41	12.8	6.51	11.29	30.42	19.01	8.74	15.97	67.2889	24.358	9.32	57.38	69.014	21.55	80.28	76.52	58.66
RTG	31.26	21.39	47.72	39.49	29.93	29.93	22.45	22.45	9.35248	14.033	15.7325	41.49	97.324	26.99	44.36	37.59	39.30
Mash	33.46	35.32	55.77	48.15	60.42	50.19	40.9	37	32.162	12.598	6.30469	14.64	30.161	19.03	26.53	88.60	39.06
Hippo	183.4	260.58	221.97	214.25	173.76	106.16	71.42	67.56	169.858	77.662	16.3648	150.89	270.23	42.98	40.75	37.69	38.75
NMB	13.14	28.07	32.28	18.25	18.25	17.3	13.45	14.99	17.3239	22.19	7.2048	14.14	16.274	18.73	30.81	33.34	37.39

VFEX Top 10 by Market Capitalization US\$ mln

Counter	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	Current
WestProp															300.00	300.00	300.04
Innscor	322.99	270.06	294.36	378.08	475.30	324.07	162.26	259.96	270.80	235.75	85.70	181.69	462.73	495.98	250.75	264.99	267.90
Padenga		24.37	29.79	24.37	43.33	48.74	41.87	86.65	148.15	108.32	57.69	109.50		124.13	92.34	102.74	225.43
Simbisa							84.49	86.65	130.84	95.06	30.55	64.35	252.98	205.76	182.71	201.82	177.76
FCB	204.43	193.73	92.56	55.98	94.73	54.91	91.51	68.90	64.65	29.93	9.33	18.34	37.30	41.49	43.85	94.43	109.34
African Sun	84.75	18.29	5.82	7.48	22.45	14.97	14.65	10.34	20.68	20.28	9.37	12.44	45.71	44.33	74.19	34.88	51.14
SeedCo Intl										153.52	31.50			72.55	77.24	63.96	48.28
Axia								36.40	48.74	57.35	15.07	43.32	82.96		44.39	48.83	44.39
Invictus Energy ZDRs																9.85	18.56
Bindura	31.51	16.39	2.52	18.15	24.58	79.34	18.97	49.59	34.21	27.56	8.72	40.74	38.05	29.27	14.38	15.91	15.91

Disclosure appendix

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Additional disclosures.

1 This report is dated as of 16 May 2025

2 All market data included in this report are dated as at close of 15 May 2025, unless otherwise indicated in the report.

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