

# THE CAPITAL MARKET NEWSLETTER



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## SECZim Empowers Young Minds at GMW Financial Literacy Exhibition.

### “Protect Your Money, Secure Your Future”

In a bid to promote financial literacy among Zimbabwe's youth, the Securities and Exchange Commission of Zimbabwe (SECZim) participated in the second edition of Global Money Week (GMW) schools' financial literacy exhibition hosted by Reserve Bank of Zimbabwe at RBZ sports club in Mabelreign, Harare. The campaign, which commenced on 18 March 2024 and ran until 22 March 2024, aimed to instil financial awareness in young individuals from an early age, equipping them with the knowledge, skills, attitudes, and behaviours necessary for making sound financial decisions and achieving financial well-being and resilience. **Continues on page 23.**

## *Inside this issue*

- Compliance and financial analysis report for Securities Market Intermediaries.
- Capacity Building for SMIs
- Stakeholder Engagement
- Capital Market Awareness Index



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# Financial Analysis Report for First Quarter of 2024



## 1. Introduction

The Commission revised the capital adequacy framework for securities market intermediaries in response to the current operating environment.

For the quarter ended 31 March 2024, six (6) Securities Investment Advisory firms had their licences cancelled, while one (1) firm was granted a licence in the same category. As a result, the total number of licensed Securities Investment Advisory firms decreased from sixty-five (65) to sixty (60) as compared to the previous quarter. Additionally, there were new additions in other licensing categories, including one (1) Securities Trustee and one (1) Collective Investment Scheme. **Table 1** summarises the total number of licenced and registered Securities Market Intermediaries as at 31 March 2024.





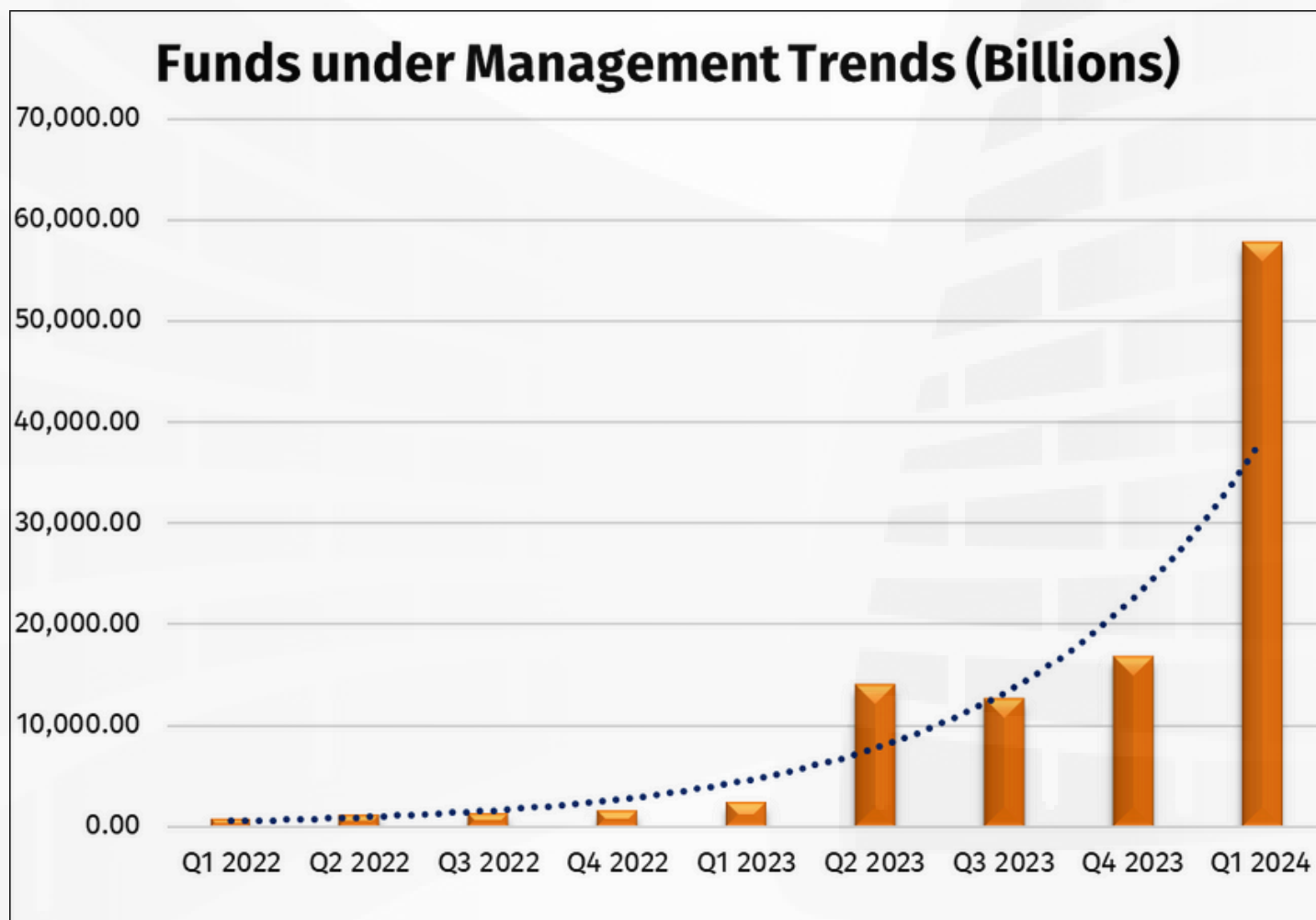
**Table 1: Licensed and Registered Securities Market Intermediaries.**

Licence Category	Q1 2023	Q2 2023	Q3 2023	Q4 2023	Q1 2024
Securities Dealing firms	21	21	22	22	22
Securities Investment advisers	63	61	61	65	60
Securities Investment managers	30	31	31	32	32
Securities exchanges	4	4	4	4	4
CSDs	2	2	2	2	2
Securities Trustees	4	5	5	6	7
Securities Custodians	6	6	6	7	7
Securities Transfer secretaries	3	3	3	3	3
<b>Total SMIs</b>	<b>133</b>	<b>133</b>	<b>134</b>	<b>141</b>	<b>143</b>
<b>Total CIS</b>	<b>79</b>	<b>81</b>	<b>81</b>	<b>81</b>	<b>82</b>
<b>Grand Total (SMIs &amp; CIS)</b>	<b>212</b>	<b>214</b>	<b>215</b>	<b>222</b>	<b>225</b>
<b>Unit Holders</b>	<b>81,115</b>	<b>81,699</b>	<b>82,795</b>	<b>82,968</b>	<b>87,344</b>

## 2. INVESTMENT/ASSET MANAGERS PERFORMANCE

Total Funds Under Management (FUM) as at 31 March 2024 stood at ZWL57.77 trillion, representing a 242.17% increase from ZWL16.88 trillion reported as at 31 December 2023. The total FUM includes USD denominated FUM of USD830.28 million which was translated to ZWL at the interbank rate as at 31 March 2024. The industry average FUM for the period ended 31 March 2024 stood at ZWL 2.51 trillion. **Figure 1** shows the FUM trend from Q1 2022 to Q1 2024.

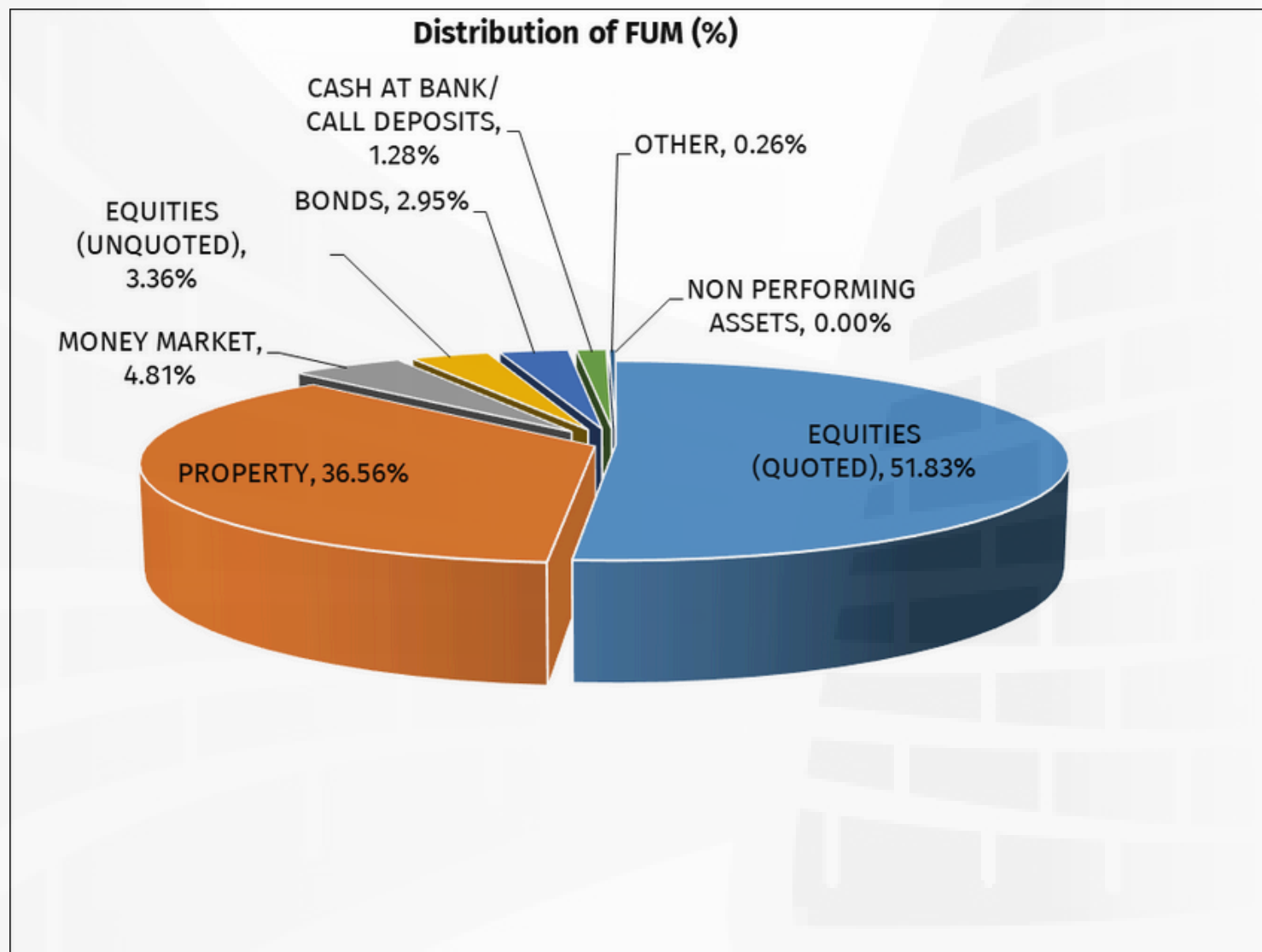
**Figure 1: Trend of Funds under Management (Q1-2022 to Q1-2024)**



The sector's exposure to the stock market increased to 51.83% from 42.58% recorded in December 2023. However, the increase in exposure to the stock market was largely constituted by upward revaluations on equities due to inflationary pressures. There was a significant decrease in the sector's property investment exposures from 45.81% recorded in December 2023 to 36.58% reported as at 31 March 2024. Money market investments increased from 3.27% recorded in December 2023, to 4.81% reported on 31 March 2024. Investment in unquoted equities declined from 4.15% recorded as at 31 December 2023 to 3.36% recorded as at 31 March 2024. Cash/call deposits, bonds, and other investments all account for the remaining 4.49% investment exposures for the asset management industry.

Figure 2 shows the FUM distribution.

Figure 2: Distribution of Funds under Management as at 31 March 2024



### 3. SECURITIES EXCHANGES PERFORMANCE

During the period under review, the total turnover for equities, ETFs and REITs markets on the Zimbabwe Stock Exchange (ZSE) was ZWL339.15 billion, ZWL2.17 billion and ZWL23.97 billion, respectively. The Financial Securities Exchange (FINSEC) recorded trades worth ZWL1.90 million during the quarter under review. On the foreign currency denominated exchange, Victoria Falls Stock Exchange (VFEX), there were 2,846 trades amounting to US\$12.11 million for the quarter ended 31 March 2024. **Table 2** details the turnover statistics.



**Table 2: Turnover Statistics from Jan – Mar 2024**

	ZSE Equities	ZSE ETFs	ZSE REITs	FINSEC	VFEX
<b>Total Traded Value</b>	ZWL339,151,875,272	ZWL 2,168,563,751	ZWL 23,969,576,204	ZWL 1,897,073,656	US 12,111,280
<b>Total Traded Volume</b>	208,004,290	25,139,049	38,415,693	568,528	92,441,289
<b>Number of Trades</b>	10,438	1,435	1,003	187	2,846
<b>Market Capitalisation</b>	ZWL 70,645,463,162,582	ZWL 164,376,067,622	ZWL 903,090,922,984	ZWL 373,878,246,531	US\$ 1,220,568,871

#### 4. COLLECTIVE INVESTMENT SCHEMES INDUSTRY

As at 31 March 2024, the number of active registered collective investment schemes stood at fifty-one (51). The number of unitholders increased to 87,344 from 82,968 recorded in the previous quarter. **Table 3** shows a breakdown of the active CIS funds by type.

**Table 3: Collective Investment Schemes Type**

CIS TYPE	NUMBER OF FUNDS
Equity	19
Money Market	12
Hybrid	7
Exchange Traded Funds (ETFs)	5
Property	3
Gold Funds	2
Real Estate Investment Trust (REIT)	2
Livestock backed Unit Trust	1
<b>TOTAL</b>	<b>51</b>

#### 4.1 Collective Investment Schemes Funds Under Management

Collective Investment Schemes Funds Under Management increased by 219.70% from ZWL443.46 billion as at 31 December 2023 to ZWL1.42 trillion as at 31 March 2024. The increase was attributed to an increase in the prices of securities held for investments given CIS exposure to equities. The total funds under management for seven (7) CIS funds which are denominated in USD amounted to USD37.36 million, which was a 43.42% increase from USD26.06 million recorded in December 2023.

#### 5. Investor Activity

During the quarter ended 31 March 2024, a total of ZWL358.55 billion worth of trades were settled through Chengetedzai Depository Company (CDC) and the ZSE Depository. Corporations purchased 47.49% (ZWL170.28 billion) of the total shares, followed by Investment Managers who accounted for 15.38% (ZWL55.15 billion). Individual investors purchased 5.57% (ZWL19.97 billion) of the total shares.

**Table 4** shows buying activity as at 31 March 2024.

**Table 4: Investor Activity by Category (buying investors)**

#	Type of Investor	Settled Trades (ZWL)	% Of Total Settled Trades
1	Corporation	170,283,132,938	47.49%
2	Investment Managers	55,151,647,119	15.38%
3	Pension Fund	43,758,984,221	12.20%
4	Nominee Account	42,309,021,102	11.80%
5	Individual	19,974,015,323	5.57%
6	Others	13,332,682,392	3.72%
7	Trust Companies	8,120,523,360	2.26%
8	Insurance	5,442,737,245	1.52%
9	Unclaimed Shares	178,421,000	0.05%
	<b>Total</b>	<b>358,551,164,699</b>	<b>100.00%</b>

On the sell side, Corporations disposed the highest value of shares accounting for 46% (ZWL164.94 billion) followed by Nominee Accounts which disposed shares worth ZWL50.68 billion (14.14%). **Table 5** shows selling activity as at 31 March 2024.

**Table 5: Investor Activity by Category (Selling-Investor)**

#	Type of Investor	Settled Trades (ZWL)	% Of Total Settled Trades
1	Corporation	164,941,424,161	46.00%
2	Nominee Accounts	50,683,178,997	14.14%
3	Pension Fund	48,650,172,888	13.57%
4	Individual	46,034,259,191	12.84%
5	Others	37,327,563,306	10.41%
6	Insurance	6,697,622,991	1.87%
7	Joint Accounts	3,147,838,440	0.88%
8	Unclaimed Shares	945,649,800	0.26%
9	Trust Companies	123,454,925	0.03%
	<b>Total</b>	<b>358,551,164,699</b>	<b>100.00%</b>

### 5.1. Investor Activity (Direct Market Access Platforms)

During the period under review, a total of 38,168 investors had active accounts on both the C-Trade and ZSE Direct. As at 31 March 2024, these two platforms recorded Buy Trades worth ZWL3.24 billion and Sell Trades worth ZWL3.52 billion. Further, VFEX Direct recorded Buy trades worth USD\$16,339 over the three-month period, with a total of 140 investors. **Table 6** shows direct market access statistics for VFEX Direct, ZSE Direct and C-Trade.

Table 6: Individual Investor Activity (Direct Access Platforms)

	C-Trade(ZWL)	ZSE Direct (ZWL)	VFEX Direct (USD)
<b>Total Buy Value</b>	ZWL 1,667,918,225	ZWL 1,573,251,089	USD16,339
<b>Total Buy Volume</b>	16,824,959	11,643,484	293,694
<b>Number of Buy Trades</b>	7,192	3,257	203
<b>Total Sell Value</b>	ZWL 1,502,199,412	ZWL 2,021,936,780	5,977
<b>Total Sell Volume</b>	5,945,082	5,151,790	170,978
<b>Number of Sell Trades</b>	3,089	1,857	85
<b>Number of Active Clients</b>	<b>37,713</b>	<b>455</b>	<b>140</b>

## 6. Performance of SMIs

### 6.1. Securities Market Infrastructures

During the period under review, three (3) out of four (4) Securities Market Infrastructures were adequately capitalised. Overall, the rating was considered Satisfactory.

Table 7: Capital Adequacy for Securities Market Infrastructures

Assessment Metric	Exchanges		
	ZSE	FINSEC	VFEX
	Rating	Rating	Rating
Earnings	Satisfactory	Satisfactory	Satisfactory
Capital	Satisfactory	Fair	Critical
<b>Overall Rating</b>	<b>Satisfactory</b>	<b>Fair</b>	<b>Weak</b>
	Central Securities Depository		
	CDC		
Earnings	Satisfactory		
Capital	Satisfactory		
<b>Overall Rating</b>	<b>Satisfactory</b>		

## 6.2. Securities Dealing Firms

### 6.2.1. Earnings

The industry's earnings were assessed as Critical based on the ratio of operating costs to brokerage income. Out of the twenty-one (21) securities dealing firms, sixteen (16) were unable to achieve their breakeven point solely through core income, mainly derived from brokerage commissions.

### 6.2.2. Capital Adequacy

The industry's capital adequacy was rated Weak for the period under review. The Commission is presently examining the Capital Adequacy Framework for all securities intermediaries to tackle the existing capital adequacy challenges within the sector. The capital adequacy ratios shall be included in the third quarter once the new Capital Adequacy framework is approved.

### 6.2.3. ZSE Market Share for Securities Dealers

Imara Edward Securities led the securities dealing firms with a market share of 20.37%, followed by Morgan & Co and FBC Securities, with market share of 12.18% and 11.25%, respectively as at 31 March 2024. **Table 8** shows the year-to-date market share for securities dealing firms on the ZSE.

### 6.2.4. VFEX Market Share for Securities Dealers

Lynton Edwards Stockbrokers held the highest market share on the VFEX with 34.11% as at 31 March 2024. Ingenium Capital and Morgan & Co followed, achieving market shares of 19.21% and 12.55%, respectively. The year-to-date market share for securities dealing firms on the VFEX are shown in **Table 9**.



Table 8: Securities Dealing Firms Year-To-Date ZSE market share as at 31 March 2024

Name of Institution	Market Share (%)
Imara Securities	20.37%
Morgan & Co	12.18%
FBC Securities	11.25%
IH Securities	9.66%
Ingenium Capital	7.32%
Old Mutual Securities	6.85%
MMC Capital	4.92%
ABC Stockbrokers	4.68%
EFE Securities	4.10%
Bethel Securities	3.98%
Jemina Capital	3.16%
L/Edwards Securities	2.59%
Wealth Access Securities	2.17%
Invictus Securities	1.91%
Akribos Securities	1.58%
Southern Trust Securities	1.16%
Platinum Securities	0.79%
Fincent Securities	0.57%
MAST Stockbrokers	0.50%
Sigma Capital	0.19%
Remo Securities	0.07%
<b>Total</b>	<b>100.00</b>

Table 9: Securities Dealing Firms Year-To-Date VFEX market share as at 31 March 2024

Name of Institution	Market Share (%)
L/Edwards Securities	34.11%
Ingenium Capital	19.21%
Morgan & Co	12.55%
IH Securities	12.00%
Imara Securities	6.46%
Fincent Securities	4.02%
Old Mutual Securities	3.45%
Wealth Access	2.39%
FBC Securities	1.62%
EFE Securities	1.03%
MMC Capital	0.96%
ABC Securities	0.86%
Jemina Capital	0.44%
Akribos Securities	0.28%
MAST Stockbrokers	0.23%
Platinum Securities	0.12%
S/Trust Securities	0.10%
Invictus Securities	0.09%
Sigma Capital	0.05%
Bethel Securities	0.03%
<b>Total</b>	<b>100.00</b>

## 6.3. Securities Investment Managers

### 6.3.1. Earnings

Despite the asset management industry recording aggregate operating profits of ZWL273.27 billion for the first quarter, the operating cost to management fees ratio of 493% was rated Critical. This entails that on average, operating costs are 4.93 times the management fees realised by the asset management industry. Considering the topline for the industry, which is largely made up of unrealised income, the unsustainability of profits for the asset managers has serious implications on the going concern status for various entities within the sector.

### 6.3.2. Capital Adequacy

The sector's capital adequacy was rated Satisfactory. Twenty one (21) out twenty seven (27) asset managers were adequately capitalised with Capital Adequacy Ratios ( CAR) above 1.0x. The Commission is in the process of reviewing the capital adequacy framework for investment managers. The capital adequacy ratios shall be included in the third quarter once the new Capital Adequacy framework is approved.

### 6.3.3. Market Share

OMIG led the Investment Management Firms with the highest FUM share of 41.83% as at 31 March 2024, followed by CBZ and TN Asset Management with FUM shares of 11.90% and 10.96% respectively. **Table 10** below shows the FUM share for the Investment Management Firms.



Table 10: FUM Market Share for Investment Management Firms as at 31 March 2024.

Name of Institution	FUM Share (%)
Old Mutual Investment Group	41.83%
CBZ Asset Management t/a Datvest	11.90%
TN Asset Management	10.96%
Platinum Investment Managers	5.46%
First Mutual Wealth Management	4.34%
Imara Asset Management	4.20%
Fidelity Life Asset Management	3.54%
Akribos Wealth Managers	2.95%
Smartvest Wealth Managers	2.94%
ABC Asset Management	2.78%
Invesci Asset Management	2.37%
Zimnat Asset Management Company	2.27%
Equivest Asset Management	1.61%
Alpha Asset Management	1.42%
Quant Africa Wealth Management	0.49%
Purpose Asset Management	0.33%
Nyaradzo Asset Management Company	0.32%
Nurture Asset Management Zimbabwe	0.14%
Sublime Asset Management	0.11%
Bard Santner Investors	0.02%
MHMK Capital Asset Management	0.01%
Cass Saddle Asset Management	0.00%
Southpeople Capital Asset Management	0.00%
Terrace Africa Asset Management	0.00%
<b>Total</b>	<b>100.00</b>

**\*Cansley and Switzview Wealth Managers have not commenced operations and are not part of the analysis.**

**\*Simuka Asset Management is not included in the analysis due to operational, financial and governance shortcomings prevailing at the firm.**

**\*Wealth Access Asset Management is not included in the analysis as the firm is undergoing shareholding and management changes**

**\*Cornerstone Asset Management's Asset Management licence was cancelled in Q1 of 2024.**

**\*Aramis Capital and Stratus Capital are excluded from the analysis due to financial reporting deficiencies.**

## 7. Custodians

As at 31 March 2024, Total Assets under Custody (AUC) amounted to ZWL55.01 trillion representing a 269.19% quarter-on-quarter increase from ZWL14.9 trillion reported on 31 December 2023. Local clients accounted for 85.60% of AUC whilst foreign clients accounted for the remaining 14.40%. Comparatively, local clients accounted for 84.79% of AUC in the fourth quarter of 2023 whilst foreign clients accounted for the remaining 15.21%.

## 8. Transfer Secretaries

The total value of securities administered by the Transfer Secretaries as at 31 March 2024 amounted to ZWL72.17 trillion, representing a significant increase from ZWL17.3 trillion reported as at 31 December 2023. The USD share register value of US\$1.23 billion has however, remained unchanged, an indication of the sluggish growth of the Victoria Falls Stock Exchange during the period under review. In terms of ZWL market share, First Transfer Secretaries commanded the highest market share of 48.85% while Corpserve has remained the favourite among listed companies on Victoria Falls Stock Exchange with a market share of 91.81%.

The sector's earnings were rated Satisfactory. The sector reported an industry profit of ZWL9.24 billion slightly lower than ZWL9.72 billion reported in the previous quarter. While all the three firms reported positive earnings during the quarter under review, of notable concern was the staff cost to operating expenditure ratio of Corpserve which was 88.34% well above the industry average of 60.5%.

The sector's capital rating was rated **Satisfactory**, with all three (3) Transfer Secretaries adequately capitalised, with capital above the minimum capital requirement of ZWL3,308, 320,500.00 [ USD\$150 000.00] as at 31 March 2024.

**Table 11: Capital Adequacy Status for Transfer Secretaries as at 31 March 2024**

	Shareholders' Funds	Total Assets	Minimum Requirement
Corpserve Transfer Secretaries	7,101,233,407	9,077,015,849	3,308,320,500
First Transfer Secretaries	3,631,989,062	8,013,869,545	3,308,320,500
ZB Transfer Secretaries	7,009,701,046	9,175,797,825	3,308,320,500
<b>Average</b>	<b>5,914,307,838</b>	<b>8,755,561,073</b>	<b>3,308,320,500</b>

## 9. AML/CFT/CPF Ratings

The Commission conducted offsite analysis on four securities subsectors for the quarter ended 31 March 2024, assessing ML/TF/PF risk exposure. The assessment included 32 investment management firms, 22 dealing firms, 6 custodians, and 3 exchanges. **Table 12** summaries the securities sector's risk assessments results for the first quarter of 2024.

**Table 12: Overall Money Laundering, Terrorism Financing and Proliferation Financing (ML/TF/PF), Risk Assessment Results for the First Quarter 2024**

CATEGORY	RATING	SCORE	WEIGHTING	OVERALL
Securities Investment Managers	MEDIUM	0.40	0.2532	0.10
Securities Dealing Firms	MEDIUM LOW	0.39	0.2468	0.10
Securities Custodians	MEDIUM	0.40	0.2532	0.10
Securities Exchanges	MEDIUM LOW	0.39	0.2468	0.10
<b>OVERALL</b>			<b>Medium</b>	<b>0.40</b>

The sector's final vulnerability remained medium, with a residual risk score of 0.40. This shows a 0.02-point improvement from the risk score of 0.42 reported for the quarter ended 31 March 2023. The ML/TF/PF overall risks for all securities sector intermediaries were ranked between medium-low and medium. Figure 3 depicts the trend of quarterly inherent risk scores for the securities sector between 31 March 2023 and 31 March 2024. Figure 4 depicts the comparison of the securities subsectors' risk ratings for Q1 2023 and Q1 2024.

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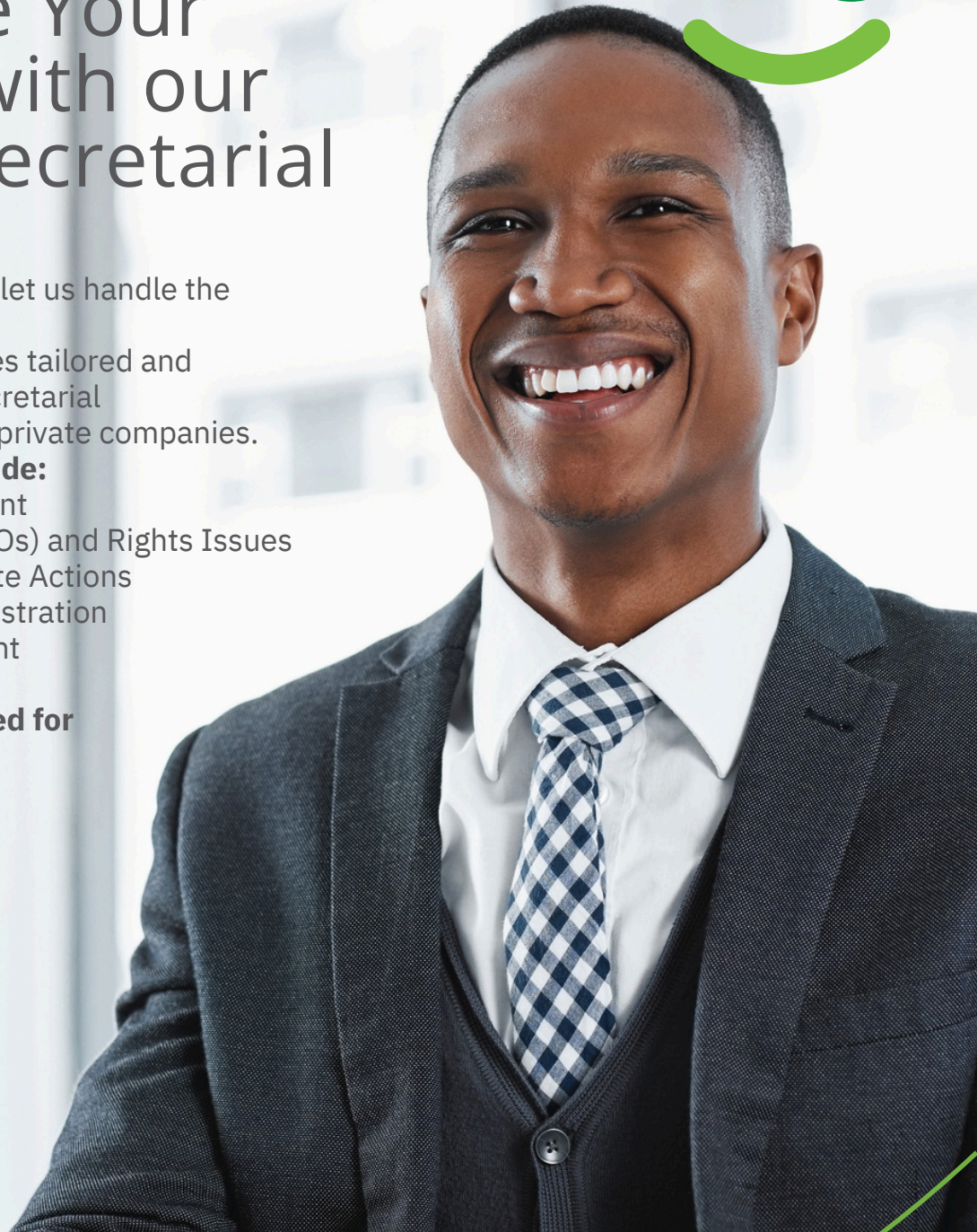
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Figure 3: Quarterly ML/TF/PF Risk Scoring for Securities Sector

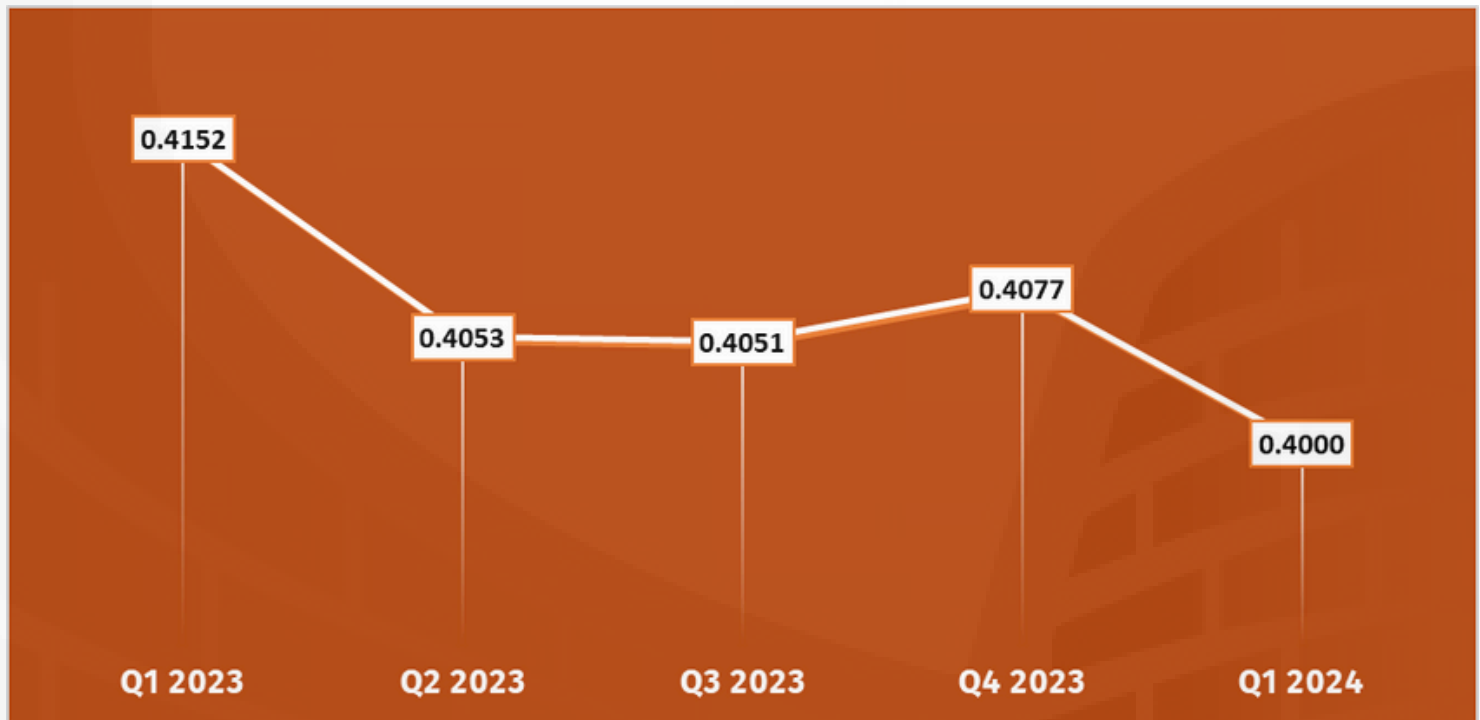
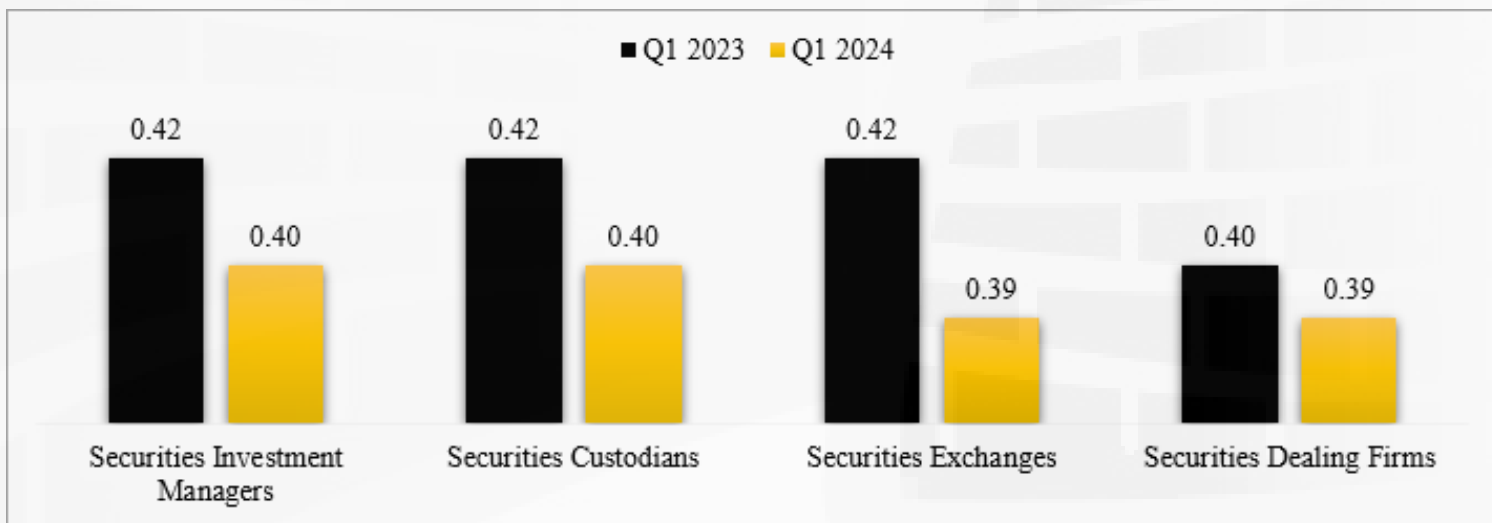


Figure 4: Comparison of the securities subsectors' risk ratings for Q1 2023 and Q1 2024



## 10. New Licensees

Table 13 lists new licensees for the quarter ended 31 March 2024.

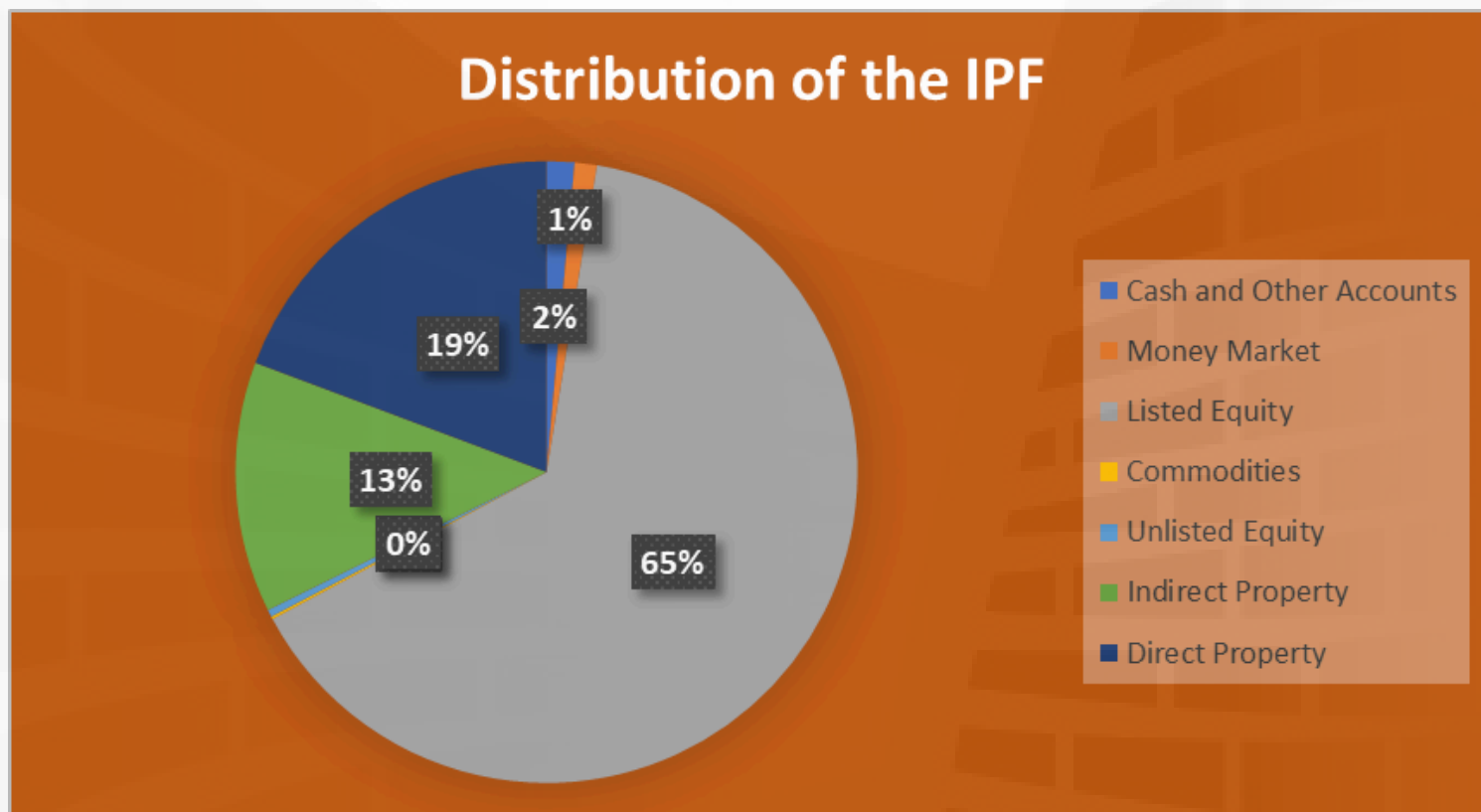
Table 13: New Licensees

Securities Trustee	Kreston Zimbabwe Trustees (Private) Limited
Securities Investment Advisors	Pax Prosperitas Advisory (Private) Limited
Collective Investment Scheme	Old Mutual Developmental REIT

## 11. Investor Protection Fund

The Investor Protection Fund surged by 240% to ZWL82.34 billion from ZWL24.24 billion recorded in the prior quarter ending 31 December 2023. As at 31 March 2024, listed equities' market value increased by 266% to ZWL53.16 billion from ZWL14.52 billion recorded in the prior quarter. The unclaimed shares portfolio valuation as at 31 March 2024 stood at ZWL80.69 billion and US\$593,059.11. **Figure 5** shows the distribution of the IPF.

**Figure 5: Distribution of the IPF**



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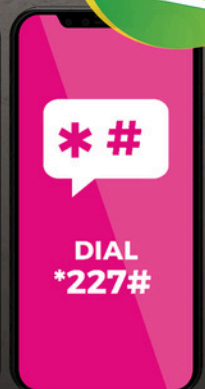
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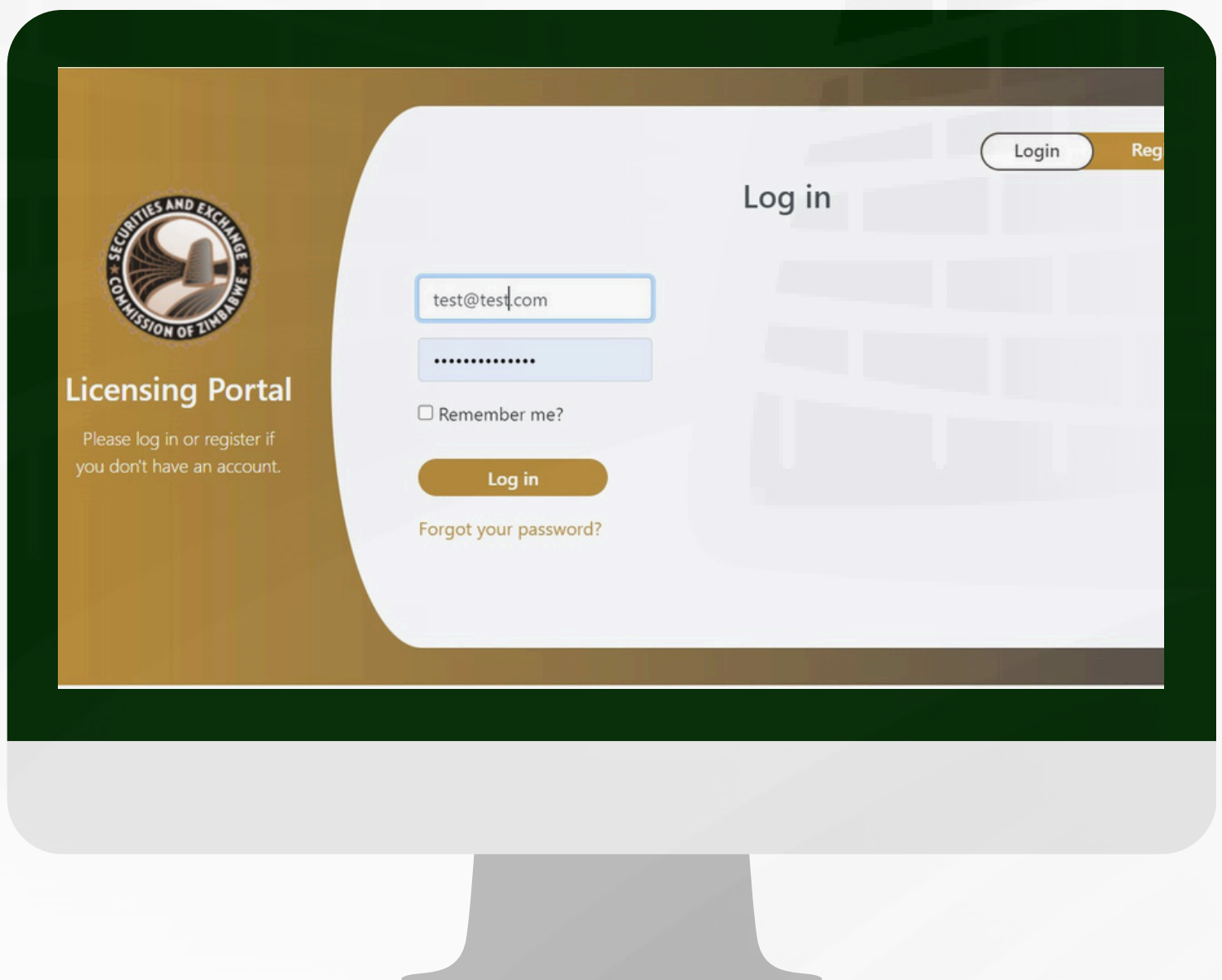
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# CAPACITY BUILDING

## **Streamlining Licensing: New Online Portal Launched for SMIs with User Training Session**

The Commission launched the new licensing portal for SMIs with a user training session on 21 March 2024. This user-friendly online system streamlines the licensing process for SMIs, allowing them to apply for and manage licenses efficiently from anywhere with an internet connection. The informative webinar catered to both existing Commission members and those interested in registering their businesses, ensuring a smooth transition for all stakeholders







## SECZim Hosted a Symposium on Proposed Capital Adequacy Directive for SMIs

The Securities and Exchange Commission of Zimbabwe (SECZim) hosted a symposium on the Proposed Capital Adequacy Directive for Securities Market Intermediaries (SMIs) on March 27, 2024, bringing together industry leaders and market participants for a day of insightful discussions and presentations.

Following opening remarks by Farai Mpofu, SECZim's Director of Investor Education, the symposium kicked off with industry perspectives on capital adequacy. Shelton Sibanda, Executive Director of Imara Asset Management Zimbabwe, represented the Asset Managers, while Coreen Madanha, a SECZim Registered Stockbroker and Compliance Officer, offered the Stockbrokers' perspective. These opening presentations provided valuable insights into how capital adequacy regulations impact different segments of the securities market.

The symposium delved deeper into the specifics of the proposed framework. Ngonidzaishe Makaha and George Nhepera, both from SECZim's Supervision and Surveillance department, presented on the proposed Capital Adequacy Framework for SMIs. This session provided a detailed explanation of the proposed regulations and their intended impact on market stability.

The focus then shifted to capital management for Securities Market Intermediaries. George Nhepera, along with Tariro Musikavanhu, Manager Surveillance and Risk, discussed effective capital management practices for SMIs. Understanding how to best utilise capital is crucial for ensuring financial stability and navigating the new regulations.

The final segment of the symposium was dedicated to open discussion and closing remarks. Moderated by Norman Maferefa, Director of Licensing, Supervision and Surveillance at SECZim, the Q&A provided attendees with the opportunity to address any lingering questions or concerns.

This informative symposium equipped SMIs with the knowledge to navigate the proposed directive, ultimately contributing to a more secure and stable securities market in Zimbabwe.

# STAKEHOLDER ENGAGEMENT

## *SECZim participated at the RBZ-AFI Joint Learning Programme*



The SECZim Director of Investor Education Farai Mpfu participated as a speaker at the RBZ-AFI Joint Learning Programme on Developing and Implementing Financial Policies and Regulations for Women-led MSMEs (WMSMEs) which was held from 26-29 February 2024 at Victoria Falls Safari Lodge. She was part of the session that showcased the development of financial inclusion policies to promote access to non-banking financial services e.g. microinsurance, capital markets.

The session highlighted how the financial inclusion policies address financial inclusion challenges faced by WMSMEs and the impact of the financial inclusion products on the growth, stability and sustainability of WMSMEs.



**The Securities and Exchange Commission of Zimbabwe (SECZim) appeared before the Portfolio Committee on Budget, Finance, and Investment Promotion on 12 February 2024 at the new Parliament Building in Mt Hampden to discuss its mandate, functions, and activities.**





## SECZim Champions Future Financiers at the CFA Research Challenge

The Securities and Exchange Commission of Zimbabwe (SECZim) participated in the CFA Research Challenge, demonstrating its commitment to nurturing skilled professionals in the financial sector. The event was held on 1 March 2024, at the Celebration Centre in Harare, the event was hosted by the Investment Professionals Association of Zimbabwe (IPAZ).

SECZim's participation went beyond mere attendance. As a proud sponsor of the prestigious competition, the Commission played a key role in supporting this valuable initiative. Further solidifying its commitment, Kundai Msemburi, SECZim's Director for Corporate Finance and Market Development, delivered the keynote address.

The CFA Research Challenge provides a unique platform for university students to gain practical experience in financial analysis and research. SECZim recognizes the importance of nurturing future financial experts and applauds IPAZ's efforts in developing the next generation of Zimbabwean investment professionals.

# GLOBAL MONEY WEEK



## SECZim Empowers Young Minds at GMW Financial Literacy Exhibition.

**“Protect Your Money, Secure Your Future”**

**Continued from contents page...**

GMW, an annual global awareness-raising campaign, has garnered immense significance worldwide. In Zimbabwe, the campaign is organised by National Financial Inclusion Strategy steering committee members, Insurance and Pensions Commission (IPEC), RBZ, and SECZim, with RBZ serving as the Secretariat. This collaborative effort emphasises the crucial role of financial education in shaping the future of the nation, led by the youth.

The Commission welcomed to their stand over 400 enthusiastic students from 37 primary and secondary schools and two universities. Many students expressed a keen interest in understanding how to pursue careers as stockbrokers and investment advisors, among other professions in the sector. They also asked questions on the risks associated with investing.

To raise awareness about and to demystify the capital market and investments among young people, SECZim employed curated creative edutainment tools to educate school children visiting their stand.

The sessions kicked off with an engaging presentation by the Commission,

followed by interactive activities such as word searches, quizzes, and mini surveys. These activities did not only provide a platform to gauge students' knowledge but also ensured an immersive and informative experience for all attendees. At the conclusion of each session, students volunteered to summarise what they had learnt, with prizes given to those who provided the most accurate summary.

SECZim employs storytelling techniques and relatable real-life examples, including examples of small businesses being run by the families of the student, including poultry, freezite, jewellery, clothing and shoe businesses.

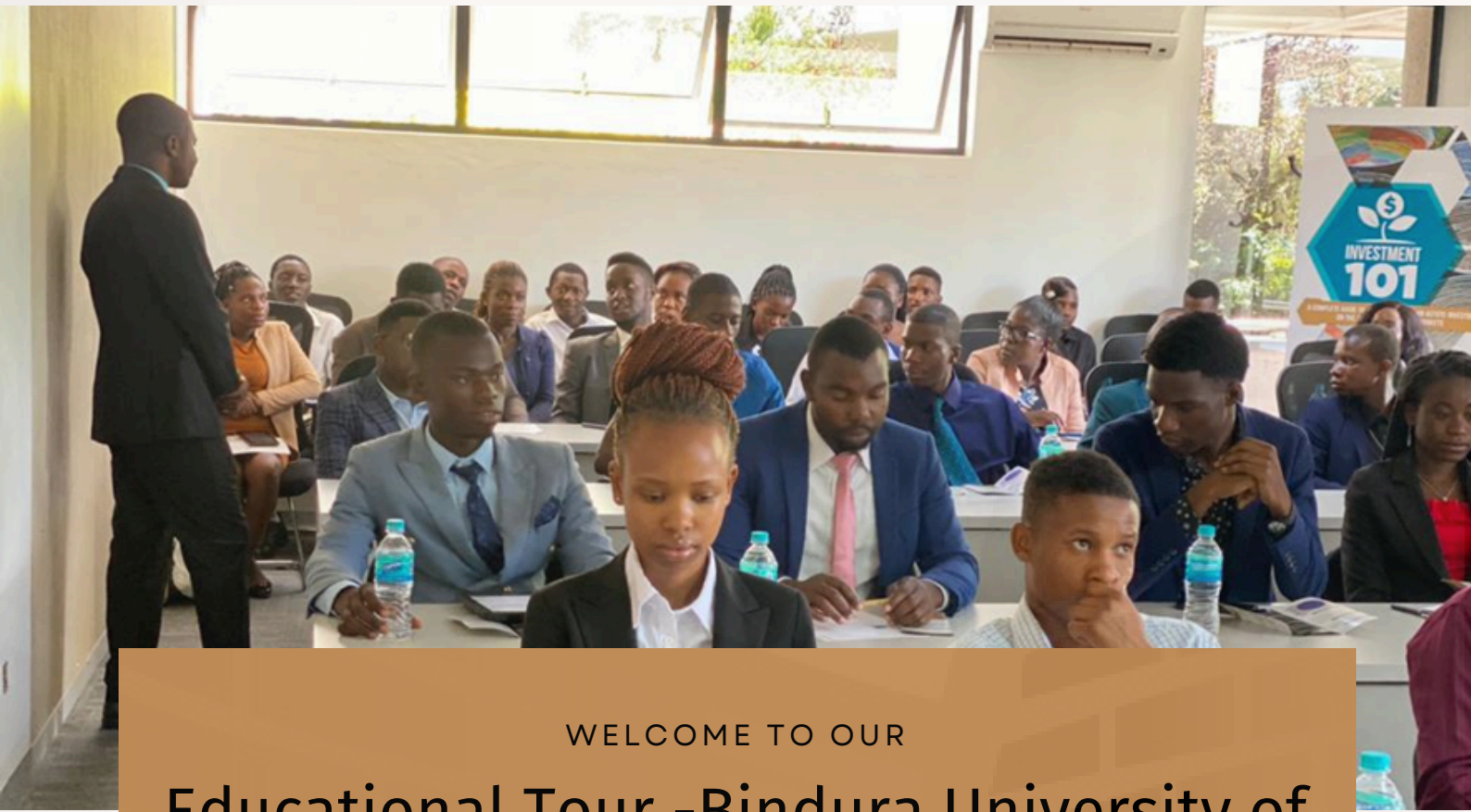
To promote the use of the newly unveiled Capital Market Toolkit, teachers from various schools were guided through its contents. The toolkit, which contains learning materials reviewed and approved by the Curriculum Development Unit (CDU) of the Ministry of Primary and Secondary Education (MoPSE), equips educators and community resource persons to facilitate capital market discussions. Furthermore, teachers were encouraged to contact SECZim for further engagement in the Train-the-Trainer programme, to sustain financial education initiatives.



## MASVINGO, ZAKA OUTREACH

The Securities and Exchange Commission of Zimbabwe in collaboration with Securities Market Intermediaries (SMIs) (licensed entities), including ZB Transfer Secretaries, Custodial and Trustee services, Alpha Asset Management, Datvest and Kreston Zimbabwe, conducted financial literacy and capital market awareness outreach in Masvingo, Zaka Central, North, and South from 13-14 March 2024. The programme is expected to result in a financially literate generation. The Capital Market Toolkit was unpacked during the sessions and handed over to school heads to allow them to continue teaching pupils using the material contained in the toolkit. A total of 6 Capital Market toolkits were distributed to 3 schools namely, Rudhanda High School, Chitonhora High School and Chinorumba High School with each school receiving 2 boxes. A total of 1500 students and 15 teachers participated in the outreach sessions.

SECZim left “no one and no place behind” in enlightening the participants about the intricacies of the capital market using an interactive format with relatable examples of income generating activities which the families of the pupils are already engaged in and the potential for small businesses to scale up and be considered for future listings (issuers). Retail investment options were discussed alongside traditional investment options. SMIs shared insights about their Trustee Custodian and transfer Secretary businesses, providing a holistic understanding of the financial markets landscape.



WELCOME TO OUR

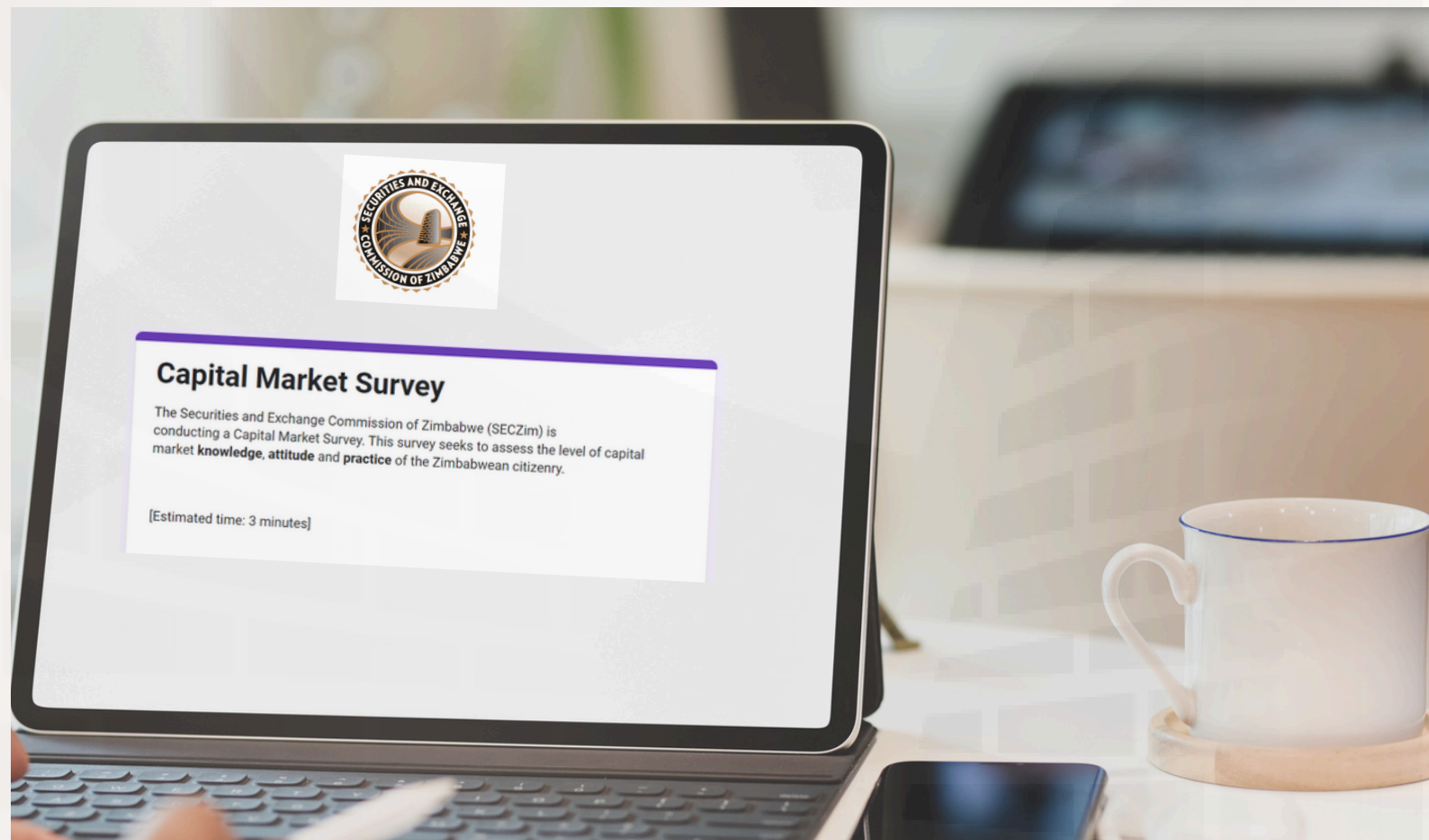
## Educational Tour - Bindura University of Science Education



Bindura University of Science Education (BUSE) Department of Banking and Finance visited the Commission and the Financial Securities and Exchange Commission of Zimbabwe for an educational tour on 14th March 2024.

This tour exposed the second-year students to the capital market and gave them an appreciation of the role of the Commission and FINSEC and their role in the capital market and wider economy.

# CAPITAL MARKET INDEX



**Knowledge**

**Attitude**

**Practice**

SECZim developed an index to assess awareness levels of the capital market through standardised questions which assess the knowledge of capital market, attitude and practice after acquiring and applying the knowledge. To collect the data, SECZim conducted a capital market survey in Masvingo and Harare targeted at high school students. The survey data was fed into the Capital Market Awareness index and findings for Q1 show low levels of awareness. SECZim will continue with outreach activities to increase awareness levels.

***An informed investor is a protected investor!***



# CORPORATE SOCIAL RESPONSIBILITY

## PROMOTING ENVIRONMENTAL STEWARDSHIP





# CLAIM YOUR SHARES TODAY!!

## WHAT ARE UNCLAIMED SHARES?

Unclaimed Shares are share certificates which are not in the possession of their respective owners and are currently held under the Unclaimed Shares Portfolio. In order to safe guard investors' share certificates, which were previously kept by stockbrokers, the Securities and Exchange Commission of Zimbabwe (SECZim) directed all securities dealing firms to register all share certificates in the name of their respective owners and subsequently deliver the share certificates to the owners. The directive was sent to the market on 29th August 2012. SECZim further directed that the share certificates that remained unclaimed be handed over to custodians for safe keeping pending collection by their rightful owners. All the unclaimed shares were eventually sent to Chengetedzai Depository Company.

## WHAT IS THE PROCESS TO CLAIM THESE SHARES?

The beneficial owners of the unclaimed shares can access the hard copy data bases at **Chengetedzai Depository Company, Number 4, Gloucester Close, Eastlea, Harare, at SECZim, Block C, Ground Floor Smatsatsa Office Park, Borrowdale Road, Harare, Zimbabwe, at selected ZIMPOST information centres and other public spaces which the Commission will announce on its social platforms.**

01

Visit SECZim website:  
<https://seczim.co.zw/>

02

Click the unclaimed  
shares page

03

Enter client name

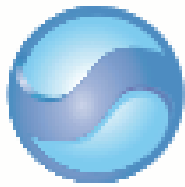
04

Click search button

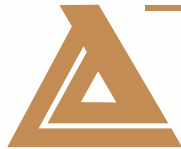
Access to  
unclaimed Shares  
Portal



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OLDMUTUAL

# STAKEHOLDER ENGAGEMENT CALENDER Q2 2024

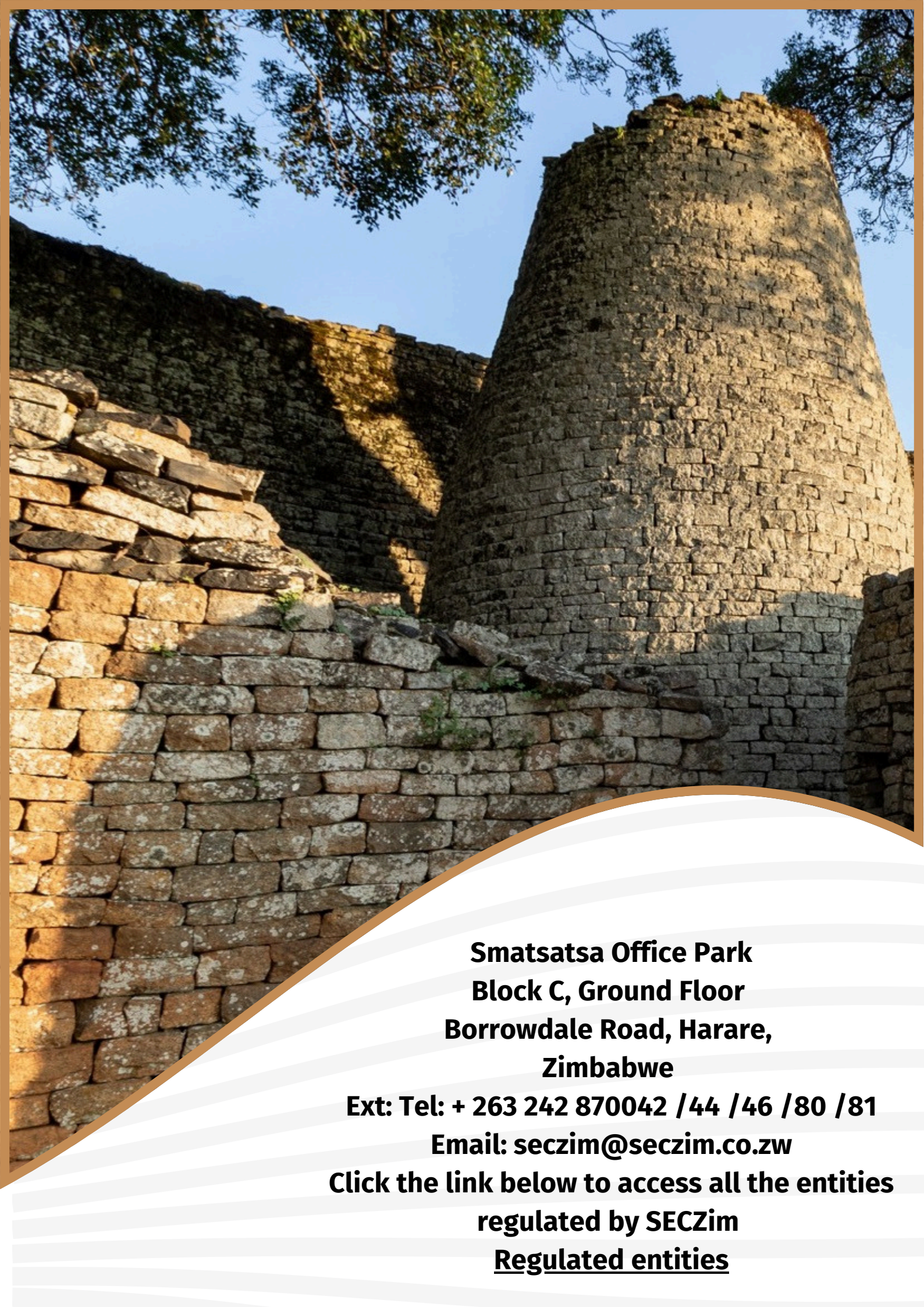


Activity	Time	Location
Capital markets awareness breakfast meeting	Q2 and Q3	Harare
Capital Market Quiz	H2 2024	Harare



Capital Market Toolkit Outreach	Ongoing	Provinces
Train the trainer workshops	Quarterly	Provinces
Zimbabwe Agricultural Show	TBA	Harare
MoPSE calendar events	Q4	TBA
Customer Service Week	October 2024	Inhouse





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**Click the link below to access all the entities  
regulated by SECZim  
[Regulated entities](#)**