

THE CAPITAL MARKET NEWSLETTER



We serve the investment ecosystem with integrity



petrecozim 



BIN IT

Metal takes between 50 to 500 years to decompose



mad
MAKE A DIFFERENCE.
RECYCLE

Cheers to a clean city

We are Delta Corporation – Brighter Together

 Delta Corporation LIMITED



Inside the issue

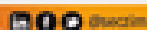
Unclaimed Shares What are they?

These are shares that have share certificates which are not in the possession of their respective investors. These arose from investors who did not submit Know Your Customer (KYC) documentation to their respective stockbrokers and these shares were held in nominee accounts. With the establishment of Central Securities Depositories (CSDs) / electronic accounts, these investors' portfolios were not captured in the CSDs due to inadequate KYCs resulting in the Unclaimed Shares Portfolio. **More on unclaimed shares on page 18.**

- Invest with Confidence: Find the Licensed and Registered Securities Market Intermediaries inside the issue.
- Securities Dealing Firms Capital Adequacy as at 31 December 2023
- Unclaimed Shares claiming procedure.



We serve the investment ecosystem with integrity



For more information visit: www.secslm.co.lk

Report on the Fourth Quarter of 2023



1. Introduction

The capital market sector remained stable throughout 2023, despite an increasing risk outlook. A sizeable number of Securities Market Intermediaries (SMIs) failed to meet and maintain prescribed capital stipulations in line with operational, counterparty and financial risk requirements. The depreciation of the ZWL currency, inflation, and scarcity of foreign currency are some of the acute viability shocks that have significantly impacted on the profitability of the entire sector.

For the quarter ended 31 December 2024, four (4) Securities Investment Advisory firms were granted licences, bringing the total number of licensed Securities Investment Advisory firms to sixty-five (65) up from sixty-one (61) as of 30 September 2023. Other licensing categories received new additions, including one (1) Securities Investment Management Company, one (1) Trustee Services Company, and one (1) Securities Custodian Company. Table 1 summarises the total number of licensed and registered Securities Market Intermediaries as at 31 December 2023.





Table 1: Licensed and Registered Securities Market Intermediaries.

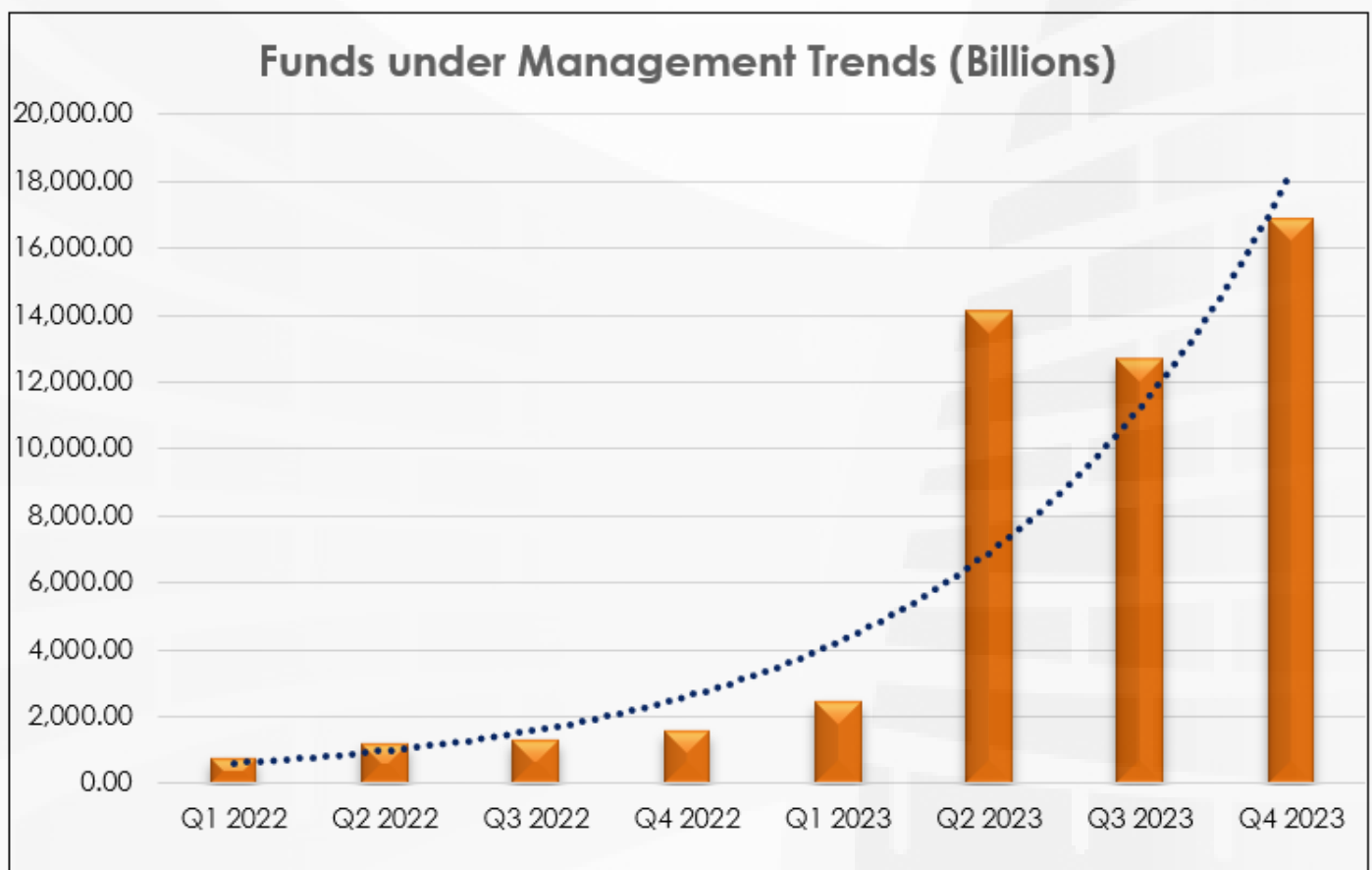
Licence Category	Q1 2022	Q2 2022	Q3 2022	Q4 2022	Q1 2023	Q2 2023	Q3 2023	Q4 2023
Securities Dealing firms	20	21	21	21	21	21	22	22
Securities Investment advisers	55	56	58	63	63	61	61	65
Securities Investment managers	25	28	30	30	30	31	31	32
Securities exchanges	3	3	4	4	4	4	4	4
CSDs	2	2	2	2	2	2	2	2
Securities Trustees	4	4	4	4	4	5	5	6
Securities Custodians	5	6	6	6	6	6	6	7
Securities Transfer secretaries	3	3	3	3	3	3	3	3
Total SMIs	117	123	128	133	133	133	134	141
Total CIS	61	63	64	64	79	81	81	81
Grand Total (SMIs & CIS)	178	186	192	197	212	214	215	222
Unit Holders	78,099	78,965	80,276	80,938	81,115	81,699	82,795	82,968



2. INVESTMENT/ASSET MANAGERS PERFORMANCE

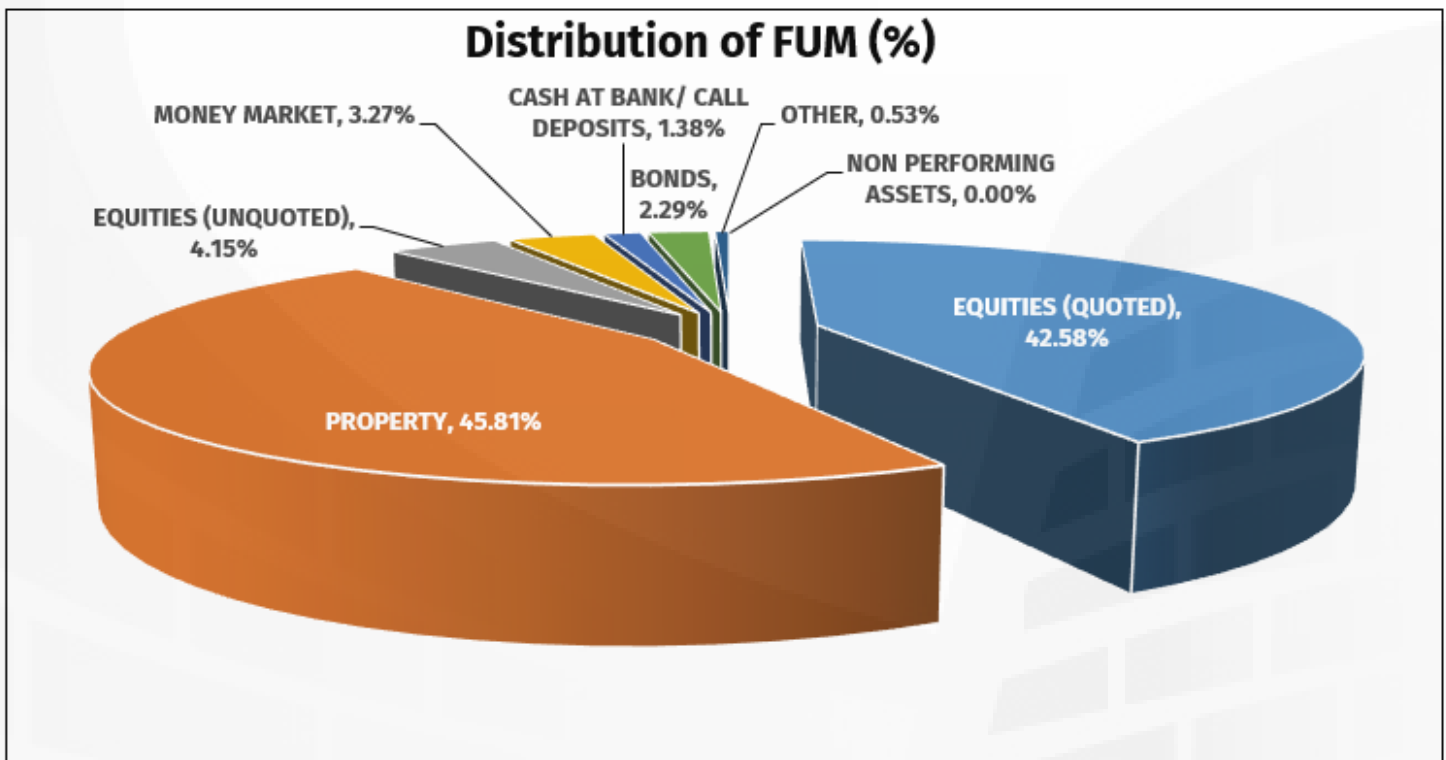
The total Funds Under Management (FUM) as at 31 December 2023 stood at ZWL16.88 trillion, an increase of 32.81% from ZWL12.71 trillion reported as at 30 September 2023. This represents a significant annual increase of 954% from the previous year's value of ZWL1.6 trillion. The industry average for FUM was ZWL733.84 billion for the period ended 31 December 2023. **Figure 1** shows the FUM trend from Q1 2022 to Q4 2023.

Figure 1: Trend of Funds under Management (Q1-2022 to Q4-2023)



The sector's exposure to the stock market increased from 36.36% in September 2023 to 42.58% in December 2023. Conversely, property investment exposures declined from 50.33% in September 2023 to 45.81% as at 31 December 2023. Money market investments also declined from 3.59% in September 2023 to 3.27% as at 31 December 2023. Investment in unquoted equities followed a similar trend, declining from 5.57% as at 30 September 2023, to 4.15% as at 31 December 2023. The remaining 4.20% investment exposures in the asset management industry were attributed to cash/call deposits, bonds, and other investments. **Figure 2 shows the FUM distribution.**



Figure 2: Distribution of Funds under Management as at 31 December 2023

3. SECURITIES EXCHANGES PERFORMANCE

During the period under review, the total turnover for the equities and ETFs markets on the Zimbabwe Stock Exchange (ZSE) was ZWL 197.88 billion and ZWL 474.04 million, respectively. The Financial Securities Exchange (FINSEC) recorded trades worth ZWL 564.94 million. On the foreign currency denominated exchange, Victoria Falls Stock Exchange (VFEX), there were 2,885 trades amounting to US\$10.96 million for the quarter ended 31 December 2023. Table 2 details the turnover statistics.

Table 2: Turnover Statistics from Oct – Dec 2023

	ZSE Equities	ZSE ETFs	ZSE REITS	FINSEC	VFEX
Total Traded Value	ZWL197,884,375,105	ZWL474,035,294	ZWL4,561,380,642	ZWL 564,938,588	US\$10,962,054
Total Traded Volume	485,304,713	7,638,378	15,216,300	407,355	48,155,939
Number of Trades	8,641	964	757	226	2885
Market Capitalisation	ZWL16,812,914,355,263	ZWL83,920,113,533	ZWL394,166,185,050	ZWL 130,319,175,315	US\$1,207,756,172



OLDMUTUAL

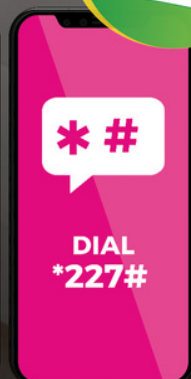
TAMBA ROUND RAKO WEGA NE OLD MUTUAL UNIT TRUSTS

Saving for the future because being a financially responsible adult is the new cool, and it never goes out of style!

[CLICK HERE TO INVEST TODAY](#)



DO GREAT THINGS EVERY DAY



4. COLLECTIVE INVESTMENT SCHEMES INDUSTRY

As at 31 December 2023, there were fifty-three (53) active registered collective investment schemes, up from fifty-two (52) recorded in the previous quarter. The number of unitholders increased to 82,968 from 82,795 recorded as at 30 September 2023. 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
Bond	2
Gold Funds	2
Real Estate Investment Trust (REIT)	2
Livestock backed Unit Trust	1
TOTAL	53

4.1. Collective Investment Schemes Funds Under Management

Collective Investment Schemes (CIS) Funds Under Management stood at ZWL\$443.46 billion as at 31 December 2023, an increase of 31.04% from ZWL338 billion recorded as at 30 September 2023. The increase was attributable to an increase in prices of securities held for investments given CIS exposure to equities. The total funds under management for seven (7) CIS funds that are denominated in USD amounted to US\$26.06 million as at 31 December 2023, which was a 21.25% increase from US\$21.49 million recorded as at 30 September 2023.

5. Investor Activity

During the quarter ended 31 December 2023, a total of ZWL148.78 billion worth of trades were settled through Chengetedzai Depository Company (CDC) and the ZSE Depository. Corporations purchased 48.93% (ZWL\$72.80 billion) of the total shares, followed by Pension Funds who accounted for 19.38% (ZWL\$28.83 billion). Individual investors purchased 4.58% (ZWL\$6.81 billion) of the total shares. Table 4 shows buying activity as at 31 December 2023.



Table 4: Investor Activity by Category (buying investors)

#	Type of Investor	Settled Trades (ZWL)	% Of Total Settled Trades
1	Corporations	72,795,692,138	48.93%
2	Pension Funds	28,829,948,395	19.38%
3	Others	13,300,865,412	8.94%
4	Investment Managers	12,962,688,349	8.71%
5	Nominee Account	9,107,015,830	6.12%
6	Individual	6,811,268,641	4.58%
7	Insurance	3,917,102,869	2.63%
8	Trust Companies	1,026,002,474	0.69%
9	Unclaimed Shares	26,645,000	0.02%
	Total	148,777,229,108	100.00%

On the sell side, Corporations disposed the highest value of shares accounting for 31.05% (ZWL\$46.19 billion) followed by Pension Funds which disposed shares worth ZWL\$30.77 billion (20.68%). **Table 5** shows selling activity as at 31 December 2023.

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

#	Type of Investor	Settled Trades (ZWL)	% Of Total Settled Trades
1	Corporations	46,193,476,230	31.05%
2	Pension Funds	30,768,590,984	20.68%
3	Nominee Account	28,893,617,243	19.42%
4	Others	22,427,588,182	15.07%
5	Individual	10,622,851,903	7.14%
6	Insurance	7,588,421,194	5.10%
7	Trust Companies	1,178,152,616	0.79%
8	Joint Accounts	623,110,632	0.42%
9	Unclaimed Shares	481,420,125	0.32%
	Total	148,777,229,108	100.00%

5.1. Investor Activity (Direct Market Access Platforms)

For the quarter ended 31 December 2023, a total of 32,135 investors had active accounts on both the C-Trade and ZSE Direct. During this period, these two platforms recorded Buy Trades worth ZWL\$1.39 billion and Sell Trades worth ZWL\$1.03 billion. Further, VFEX Direct recorded trades worth USD25,686 over the three-month period, with a total of 2619 investors. Table 6 shows direct market access statistics for both ZSE Direct and C-Trade.



Table 6: Individual Investor Activity (Direct Access Platforms)

	C-Trade	ZSE Direct	Total
Total Buy Value	ZWL 846,467,170	ZWL 539,856,201	ZWL 1,386,323,370
Total Buy Volume	9,161,334	6,116,234	15,277,568
Number of Buy Trades	4,945	2,541	7,486
Total Sell Value	ZWL 511,837,309	ZWL 514,198,788	ZWL 1,026,036,097
Total Sell Volume	6,132,026	3,020,324	9,152,350
Number of Sell Trades	2,047	1,262	3,309
Number of Users	2,020	30,115	32,135

6. Performance of SMIs

6.1. Securities Market Infrastructures

As at 31 December 2023, two (2) out of four (4) Securities Market Infrastructures were adequately capitalised. Overall, the rating was considered Fair.

Table 7: Capital Adequacy for Securities Market Infrastructures

	ZSE	FINSEC	CDC	VFEX
Assessment Metric	Rating	Rating	Rating	Rating
Earnings	Fair	Satisfactory	Weak	Satisfactory
Capital	Weak	Weak	Satisfactory	Satisfactory
Overall Rating	Fair	Fair	Fair	Satisfactory

6.2. Securities Dealing Firms

The sector's profitability was rated **weak** for the quarter ended 31 December 2023. Eleven (11) out of twenty-one (21) operating securities dealing firms recorded operating profits while the remaining ten (10) reported operating losses. Overall profitability surged by 384.15% to ZWL 1.26 billion from a loss of **ZWL444.11 million**, for the three months ended 31 December 2023. The industry's capital adequacy was rated **Fair** for the period under review.



Table 8: Securities Dealing Firms Capital Adequacy as at 31 December 2023

Name of Institution	Total Requirement	Adjusted Liquid Capital	CAR (Q4-2023)	CAR (Q3 -2023)	Current Status
ABC Securities	1,750,242,262	2,705,817,426	1.55	2.55	Adequate
Akribos Securities	465,109,211	475,950,308	1.02	-0.73	Adequate
Bethel Securities	460,235,508	80,474,287	0.17	1.33	Inadequate
EFE Securities	663,899,524	568,525,066	0.86	2.28	Inadequate
FBC Securities	2,271,407,097	2,356,099,613	1.04	1.15	Adequate
Fincent Securities	480,497,329	30,104,906	0.06	-0.35	Inadequate
IH Securities	930,223,182	822,382,534	0.88	1.14	Inadequate
Imara Securities	654,653,912	528,051,416	0.81	0.83	Inadequate
Ingenium Capital	632,170,279	446,320,608	0.71	1.03	Inadequate
Invictus Securities	584,072,178	674,385,826	1.15	1.54	Adequate
Jemina Capital	500,247,121	245,286,983	0.49	0.97	Inadequate
L/Edwards Securities	671,032,665	876,389,084	1.31	1.97	Adequate
MAST Stockbrokers	487,880,011	99,199,522	0.20	1.01	Inadequate
MMC Capital	510,819,066	795,275,259	1.56	1.89	Adequate
Morgan & Co	473,298,197	579,874,622	1.23	1.36	Adequate
Old Mutual Securities	694,646,788	745,751,795	1.07	1.04	Adequate
Platinum Securities	1,340,423,822	1,427,410,848	1.06	0.80	Adequate
Remo Securities	1,092,854,195	1,503,326,667	1.38	1.03	Adequate
Sigma Capital	473,009,677	136,930,624	0.29	1.58	Inadequate
S/Trust Securities	632,152,364	468,846,894	0.74	0.68	Inadequate
Wealth Access	590,243,223	1,118,564,808	1.90	0.69	Adequate
Total	16,359,117,610	16,684,969,095			
Average	779,005,600	794,522,338	0.93	1.13	

Platinum Securities led the securities dealing firms with a market share of 14.71%, followed by IH Securities and Morgan & Co, with 12.63% and 12.32%, respectively. Table 9 shows the year-to-date market share for securities dealing firms on the ZSE.



Table 9: Securities Dealing Firms Year-To-Date ZSE market share as at 31 December 2023

Name of Institution	Market Share (%)
Platinum Securities	14.71%
IH Securities	12.63%
Morgan & Co	12.32%
Imara Securities	9.83%
Jemina Capital	7.36%
Old Mutual Securities	6.59%
Ingenium Securities	5.56%
FBC Securities	4.57%
ABC Securities	4.51%
EFE Securities	4.04%
Akribos Securities	3.20%
L/Edwards Securities	2.77%
Wealth access	2.47%
MMC Capital	2.35%
Bethel Securities	1.72%
Sigma Capital	1.62%
S/Trust Securities	1.37%
MAST Stockbrokers	1.03%
Invictus Securities	0.89%
Fincent Securities	0.41%
Remo Securities	0.05%
Total	100.00

Lynton Edwards held the highest market share on the VFEX of 40.50% as at 31 December 2023. Morgan & Co and IH Securities followed suit, achieving market shares of 15.10% and 10.79%, respectively. The year-to-date market share for securities dealing firms on the VFEX are shown in **Table 10**.



Table 10: Securities Dealing Firms Year-To-Date VFEX market share as at 31 December 2023

Name of Institution	Market Share (%)
L/Edwards Securities	40.50%
Morgan & Co	15.10%
Imara Securities	10.79%
IH Securities	10.40%
Old Mutual Securities	7.14%
Ingenium Capital	4.92%
MMC Capital	3.17%
EFE Securities	1.60%
ABC Securities	1.55%
FBC Securities	0.86%
Jemina Capital	0.79%
MAST Stockbrokers	0.70%
Wealth Access	0.58%
Invictus Securities	0.52%
Akribos Securities	0.46%
Sigma Capital	0.37%
Platinum Securities	0.29%
Bethel Securities	0.20%
Fincent Securities	0.05%
S/Trust Securities	0.02%
Total	100.00

6.3. Securities Investment Managers

The asset management sector earnings were rated **Fair** for the quarter ended 31 December 2023. The industry total operating profit and average operating profit for the quarter amounted to ZWL20.04 billion and ZWL742.16 million respectively. Total operating profit for the industry increased by 510.49% from ZWL3.28 billion recorded as at 30 September 2023. The acute increase in industry profitability was largely attributable to income from investment securities. Sixteen (16) out of twenty-seven (27) asset managers reported operating profits whilst the remaining eleven (11) entities recorded losses. The sector's capital adequacy was rated **Weak**.



Table 11: Capital Adequacy Status for Investment Management Firms as at 31 December 2023

CAPITAL ADEQUACY					
Name of Institution	Adjusted Capital	Liquid	Total Requirements	CAR	Comment
ABC Asset Management	35,900,246,425		10,338,697,843	3.47	Adequate
Akribos Wealth Managers	843,365,231		1,202,330,435	0.70	Inadequate
Alpha Asset Management	11,972,144,480		3,402,515,249	3.52	Adequate
Aramis Capital	74,376,767		954,930,916	0.08	Inadequate
Bard Santner Investors	770,007,255		915,708,390	0.84	Inadequate
Cass Saddle Asset Management	82,565,509		933,200,953	0.09	Inadequate
CBZ Asset Management t/a Datvest	8,463,690,231		8,272,820,405	1.02	Adequate
Equivest Asset Management	9,818,633,633		4,862,577,744	2.02	Adequate
Fidelity Life Asset Management	2,013,184,188		1,413,812,047	1.42	Adequate
First Mutual Wealth Asset Management	3,698,539,492		3,153,927,232	1.17	Adequate
Imara Asset Management	1,181,664,532		1,408,547,978	0.84	Inadequate
Invesci Asset Management	7,666,254,402		3,792,489,735	2.02	Adequate
MHMK Capital	1,053,728,712		2,222,700,603	0.47	Inadequate
Nurture Asset Management	257,490,819		921,713,914	0.28	Inadequate
Nyaradzo Asset Management	2,526,937,218		1,456,030,305	1.74	Adequate
Old Mutual Investment Group	14,765,184,717		10,010,522,133	1.47	Adequate
Platinum Investment Managers	8,861,842,510		2,546,893,071	3.48	Adequate
Purpose Asset Management	796,490,776		939,078,755	0.85	Inadequate
Quant Africa Wealth Management	468,928,052		1,145,916,677	0.41	Inadequate
Silverback Asset Management	42,592,291,016		19,034,301,739	2.24	Adequate
Smartvest Wealth Managers	2,205,736,624		1,247,147,081	1.77	Adequate
Southpeople Capital	809,999,013		915,714,214	0.88	Inadequate
Stratus	(15,548,728)		915,708,390	(0.02)	Inadequate
Sublime Asset Management	2,413,124,977		1,068,968,413	2.26	Adequate
Terrace Africa Asset Management	1,532,490,247		915,709,500	1.67	Adequate
TN Asset Management	3,022,910,513		2,053,631,128	1.47	Adequate
Zimnat Asset Management COMPANY (PVT) LTD	2,060,624,174		1,632,648,643	1.26	Adequate
Total	165,852,448,967		87,678,243,492		
Average	6,142,683,295		3,247,342,352	1.39	

OMIG led the Investment Management Firms with the highest FUM share of 46.20% as of 31 December 2023, followed by CBZ and TN Asset Management with FUM shares of 10.09% and 7.93% respectively. Table 12 below shows the FUM share for the Investment Management Firms.

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 is not included in the analysis as the firm is currently suspended.



Table 12: FUM Market Share for Investment Management Firms as at 31 December 2023.

Name of Institution	FUM Share (%)
Old Mutual Investment Group	46.20%
CBZ Asset Management t/a Dotvest	10.09%
TN Asset Management	7.93%
First Mutual Wealth Asset Management	7.11%
Platinum Investment Managers	5.03%
Fidelity Life Asset Management	4.29%
Imara Asset Management	3.49%
Akribos Wealth Managers	2.94%
Smartvest Wealth Managers	2.62%
ABC Asset Management	2.62%
Zimnat Asset Management COMPANY (PVT) LTD	2.44%
Invosci Asset Management	2.04%
Equivest Asset Management	1.24%
Alpha Asset Management	0.77%
Quant Africa Wealth Management	0.33%
Nyaradzo Asset Management	0.28%
Purpose Asset Management	0.27%
Nurture Asset Management	0.16%
Sublime Asset Management	0.12%
Bard Santner Investors	0.02%
MHMK Capital	0.00%
Cass Saddle Asset Management	0.00%
Aramis Capital	0.00%
Atria (now Cornerstone Asset Management)	0.00%
Silverback Asset Management	0.00%
Simuka	0.00%
Southpeople Capital	0.00%
Stratus	0.00%
Switzview	0.00%
Terrace Africa Asset Management	0.00%
Total	100.00



During the period under review, Cornerstone Asset Management was suspended by the Commission for ninety (90) days following failure to meet prescribed minimum capital requirements throughout financial year 2023. The suspension which was reckoned from 06 December 2023 was effected through an order as prescribed under section 17 of the Asset Management Act.

7. Custodians

As at 31 December 2023, Total Assets under Custody (AUC) amounted to ZWL14.9 trillion representing a 27.56% quarter-on-quarter increase from ZWL11.68 trillion reported on 30 September 2023. Local clients accounted for 84.79% of AUC whilst foreign clients accounted for the remaining 15.21%. Comparatively, local clients accounted for 81.85% of AUC in the third quarter whilst foreign clients accounted for the remaining 18.15%.

8. Transfer Secretaries

As at 31 December 2023, the total value of securities administered by the transfer secretaries amounted to ZWL17.3 trillion and US\$1.23 billion, a significant increase compared to ZWL7.05 trillion and US\$409.82 million reported as at 30 September 2023. In terms of ZWL market share analysis, First Transfer Secretaries held the largest share at 49.15%, followed by Corpserve Transfer Secretaries with 41.22%, and ZB Transfer Secretaries with 9.62%. However, with respect to USD market share, Corpserve Registers was the dominant player commanding a market share of 90.78% market share, while First Transfer Secretaries held the remaining 9.22%.

The sector's earnings were rated Strong with an industry earnings of ZWL9.72 billion compared to ZWL5.49 billion recorded in the previous quarter, indicating an increase of 77.2%. All the three firms reported positive earnings during the quarter under review, totalling ZWL3.23 billion.

The sector's capital rating was rated **Satisfactory**, with all three (3) Transfer Secretaries adequately capitalised as at 31 December 2023.

Table 13: Capital Adequacy Status for Transfer Secretaries as at 31 December 2023

	Shareholders' Funds	Total Assets	Minimum Requirement	Status
Corpserve Transfer Secretaries	4,364,512,076	5,094,906,321	915,708,390	Adequate
First Transfer Secretaries	3,603,537,053	4,636,641,560	915,708,390	Adequate
ZB Transfer Secretaries	9,718,644,904	10,533,327,811	915,708,390	Adequate
Average	5,895,564,678	6,754,958,564	915,708,390	

9. AML/CFT/CPF Ratings

For the quarter ended 31 December 2023, the Commission assessed 31 Securities Investment Management firms, 21 Securities Dealing Firms, 6 Securities Custodians, and 4 Securities Exchanges for ML/TF/PF risk. The outcomes of the ML/TF/PF risk assessment are summarized in Table 14 and subsequent risk matrix.



Table 14: Overall Assessment Results for the Fourth Quarter of 2023

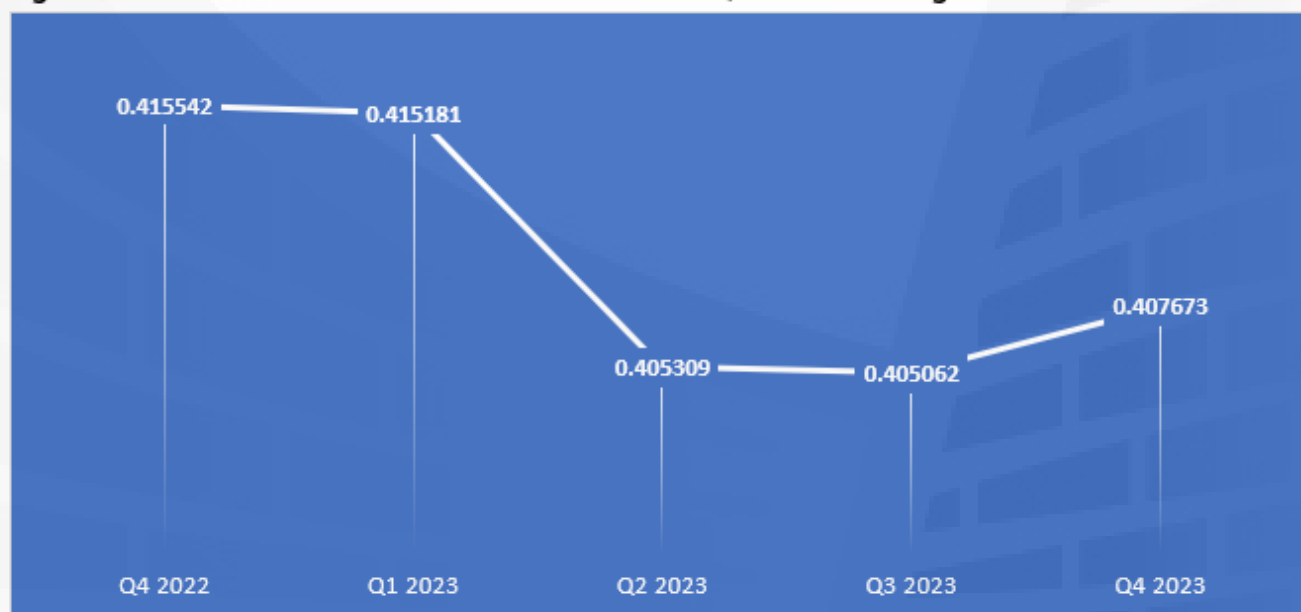
CATEGORY	RATING	SCORE	WEIGHTING	OVERALL
Securities Investment Managers	Medium	0.41	0.258	0.11
Securities Dealing Firms	Medium - Low	0.39	0.245	0.10
Securities Custodians	Medium	0.40	0.252	0.10
Securities Exchanges	Medium - Low	0.39	0.245	0.10
OVERALL			MEDIUM	0.41

SUB SECTOR	INHERENT RISKS MONEY LAUUNDERING RISK					TF risk	PF risk	AML/CFT/CPF Controls	Residual Risk
	The nature, diversity and complexity of its business, products, and target markets	Customer/ Investor Risk	Product/ Service/ Transactions risk	Distribution Channel Risk	Country/ Geography risk				
Securities Custodians	Medium High	Medium High	Medium	Medium Low	Medium Low	Low	Low	Strong	Medium
Securities Investment Managers	Medium High	Medium High	Medium	Medium Low	Medium Low	Low	Low	Satisfactory	Medium
Securities Dealing Firms	Medium	Medium	Medium Low	Medium Low	Medium Low	Low	Low	Strong	Medium Low
Securities Exchanges	Medium	Medium	Medium Low	Medium Low	Medium Low	Low	Low	Satisfactory	Medium Low
OVERALL SECURITIES SECTOR									Medium



The securities sector was rated **medium**, with a risk score of 0.41 for the quarter ended 31 December 2023, a 0.01-point improvement from a risk score of 0.42 reported for the same quarter in 2022. The rating indicates that the sector stood at 41% risk of ML/TF/PF after implementing all required controls. Overall, the ML/TF/PF risks for all assessed securities sector intermediaries were rated as **medium-low** to **medium**. The Commission continues to implement its supervisory actions to ensure improved compliance in the securities sector. Figure 3 depicts a trend on year-on-year overall risk scores for the securities sector from 31 December 2022 to 31 December 2023.

Figure 3: Year-on-Year trend on Securities Sector ML/TF Risk Scoring



10. New Licensees

Table 15 lists new licensees as at 31 December 2023

Table 15: New Licensees

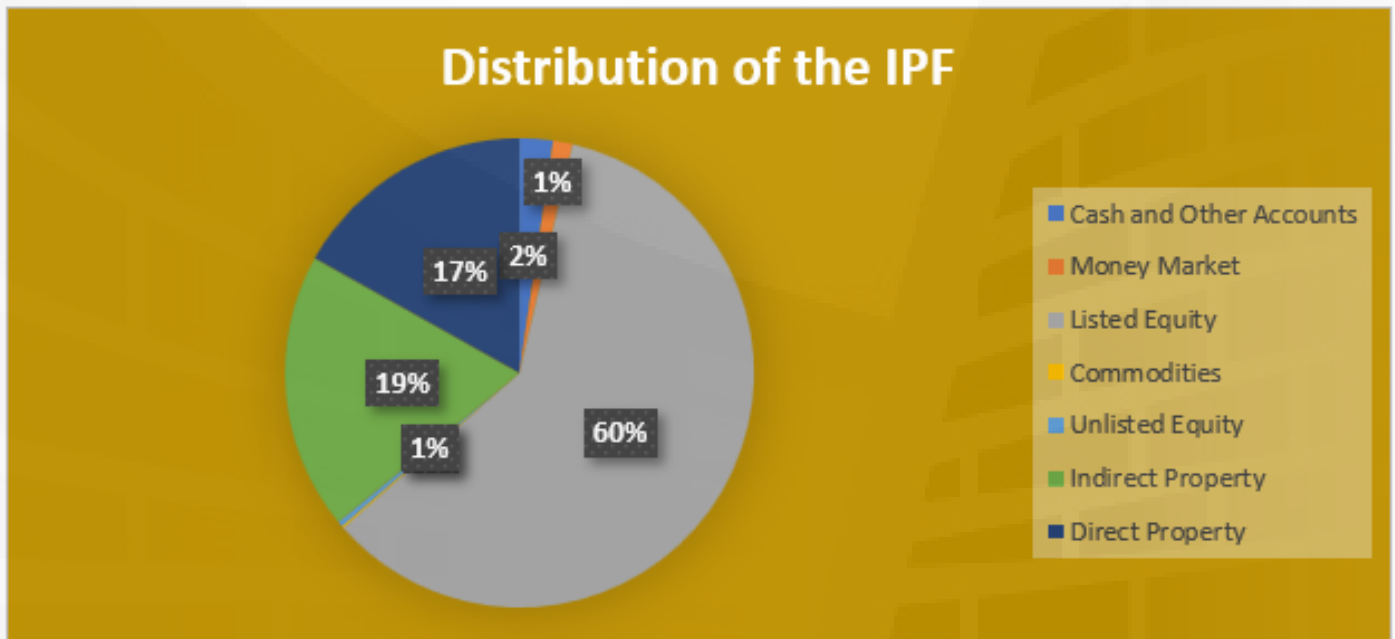
Securities Custody	First Capital Bank Limited
Securities Trustee	First Capital Bank Limited
Securities Investment Advisors	<ul style="list-style-type: none"> • MMC Advisory Services (Private) Limited • Central Africa Bank Limited • National Building Society • Genesis Global Finance (Private) Limited
Securities Investment Management	<ul style="list-style-type: none"> • Cansly Africa Asset Management (Private) Limited



11. Investor Protection Fund

The Investor Protection Fund surged by 18.35% to ZWL\$24.24 billion from ZWL\$20.48 billion recorded in the prior quarter ending 30 September 2023. As at 31 December 2023, listed equities' market value increased by 22.87% to ZWL\$14.52 billion from ZWL\$11.82 billion recorded in the prior quarter. The unclaimed shares portfolio valuation as at 31 December 2023 stood at ZWL\$22.18 billion and US\$577,418. Figure 4 shows the distribution of the IPF.

Figure 4: Distribution of the IPF



How does one Claim their shares?

Claiming Procedure

When claiming shares, the client must come through the Custodian of the Unclaimed Shares Portfolio, which in this case is Chengetedzai Depository Company with the following documentation for positive identification:

a) A letter from the Stockbroker, accompanied by Brokers' Notes and or payment receipt (s) and account statement confirming the shares held on behalf of the client (for the operating stock broking firms).

b) Brokers' Notes payment receipt (s) and or account statement confirming the shares held on behalf of the client (for non-operating stock broking firms).

c) Certified copy of ID for natural persons or CR14 for companies.

d) Proof of residence or declaration of residence.

Claim Your Shares Today!!

e) General Power of Attorney and a) or b) and c) of the appointee where the beneficial owner resides outside Zimbabwe.

f) The claimant will complete and sign a Claim Form in duplicate certifying his/her entitlement to the shares and discharging the custodian for further liability for such shares.

g) The custodian will authenticate the claim and submit both copies of the Claim Form together with the documentation in a) to e) to Comarton for verification.

h) Comarton will check the details of the shares being claimed against its database and confirm the details by signing and returning the duplicate Claim Form to the custodian.

i) Upon receipt of the verification by Comarton the Custodian will release the shares to the client.

j) For foreign clients the Custodian will release the shares to the client's appointee upon receipt of the required identification details.

k) A foreign client can also, through scanned identification and supporting documents, submit and issue an instruction to the custodian indicating where he/she would want the shares to be transferred or to whom the shares should be handed over.

Members of the public should follow the above procedures and make arrangements to claim their share as a matter of urgency. Shares can only be collected by their respective owners or appointees with the General Power of Attorney upon production of sufficient and satisfactory proof of ownership.



Access to unclaimed Shares Portal

01

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

02

Click the unclaimed
 shares page

03

Enter client name

04

Click search button

Client

XX

Search

All Clients			
Client	Broker	Counter	Custodian
XX	XX	XX	XX
XX	XX	XX	XX
XX	XX	XX	XX
XX	XX	XX	XX



INVESTMENT TIPS

FOR BEGINNERS

Make your money work for you

- ❑ **Have a Plan:** Before you start investing consider your investment goals, risk tolerance and time horizon. Investing without a plan can lead to impulsive decisions.
- ❑ **Seek Investment advice:** Approach a registered Investment Advisor for investing advice. “You don’t know what you don’t know.”
- ❑ **Start Small:** Do not bite more than you can chew. Avoid investing more than you can afford to lose.
- ❑ **Do your Research:** Acquire as much knowledge as possible about the company you want to invest in.
- ❑ **Be Patient:** The result you want may not show within the first few months of investing but remember, investing in the stock market is long-term so do not expect to get rich quickly.



Promoting Environmental Stewardship



SECZim employees and EMA representatives cleaning along Borrowdale Road.



As an ongoing activity, SECZim conducted clean-up exercises to ensure that its surroundings are clean. With the cholera outbreak upon us, it is important now more than ever, to practice cleanliness and good hygiene. As several businesses services around the city continue to sprout resulting in litter but we are aware of the measures put in place to deter the public from being “litterbugs”.





***Thank you to our
sponsors***



SECZim 2024 Calendar



Activity	Time	Location
Zaka Outreach programme	March 2024	Masvingo Province
Legal Stakeholders' Workshops	H1 2024	Harare
International Women's day	March 2024	Inhouse
Capital markets awareness breakfast meeting	Q2 and Q3	Harare
Global Money Week	March 2024	Provinces
Capital Market Quiz	H2 2024	Harare

Capital Market Toolkit Outreach

Ongoing

Provinces

National Youth Day

February

Inhouse

Train the trainer workshops

Quarterly

Provinces

Zimbabwe Agricultural Show

TBA

Harare

MoPSE calendar events

Q4

TBA

Customer Service Week

October 2024

Inhouse



Unit Trust Report: January 2024

GENERAL EQUITIES FUNDS						Return (%)													
Asset Manager	Fund Name	Inception Date	Bid (cents)	Offer (cents)	Fund Size (ZWL)	Minimum Investment (ZWL)	Minimum Investment Period (days)	Jan-24	Oct-Dec 2023	Jul-Sept 2023	Apr-Jun 2023	Jan-Mar 2023	Oct-Dec 2022	July-Sept 2022	Apr-Jun 2022	Jan-Mar 2022	Jan-Mar 2021	Full Year 2023	Full Year 2022
ABC	State Equity Fund	Pre-Feb 2009	5,154.00	5,154.00	561,219,870.82	100.00	Flexible	87.88%	32.48%	-30.94%	177.15%	66.73%	14.74%	-14.37%	57.00%	61.00%	91.94%	627.72%	148.51%
Delvest	General Equity Fund	Pre-Feb 2009	4,647.83	4,794.03	687,080,194.35	6,250.00	30	136.51%	32.36%	-18.85%	360.77%	57.24%	25.62%	-11.32%	41.87%	43.68%	53.74%	678.15%	127.64%
Fidelity	Blue Chip Fund	Pre-Feb 2009	29.67	31.15	655,071,152.81	10,000.00	180	88.95%	82.95%	-20.92%	361.79%	90.87%	12.83%	-36.96%	25.94%	55.98%	74.36%	966.11%	34.17%
Fidelity	Grow B Fund	Pre-Feb 2009	33.47	35.15	23,668,286.12	10,000.00	180	100.16%	30.51%	-23.23%	289.80%	158.76%	19.65%	-21.34%	22.08%	68.10%	104.71%	627.69%	94.26%
First Mutual Wealth	General Equity Fund	10-Jun-18	330,821.33	330,821.33	912,012,546.33	10,000.00	365	141.82%	38.10%	-29.87%	327.34%	100.91%	18.53%	-27.87%	22.29%	40.51%	65.54%	699.02%	58.29%
Old Mutual	Equity Fund	Pre-Feb 2009	870.89	885.63	12,438,210,566.06	70,000.00	30	119.18%	19.24%	-20.87%	385.39%	58.02%	16.41%	-15.47%	19.59%	57.27%	80.51%	622.73%	84.84%
Platinum	Blue Chip Fund	Pre-Feb 2009	33,242.44	34,982.04	199,736,177.08	5,000.00	30	160.80%	30.02%	-22.87%	336.91%	70.82%	35.60%	-22.30%	23.89%	58.68%	95.19%	650.83%	106.44%
Smartvest	Health Fund	Pre-Feb 2009	68,007.50	68,789.80	496,840,672.72	8,000.00	180	187.86%	57.59%	-59.18%	417.69%	54.75%	28.51%	-15.99%	30.40%	49.87%	68.89%	289.14%	111.89%
Zimstar	General Equity Fund	Pre-Feb 2009	55,512.40	55,512.40	811,849,708.48	1,000.00	90	134.31%	42.58%	-18.48%	308.84%	97.90%	10.25%	-21.05%	30.19%	35.24%	92.01%	839.62%	53.21%
Zimstar	Blue Chip Fund	Pre-Feb 2009	125,368.62	125,368.62	944,686,586.82	1,000.00	90	154.98%	38.44%	-27.00%	301.01%	115.44%	54.45%	-26.65%	19.98%	52.21%	87.81%	779.49%	106.88%



MEET THE FUND MANAGER

Name: Romeo Maswira
Title: Platinum Investment Managers Fund Manager
Experience: 15+ years Experience in the capital markets, worked at ZSE, M&CA Capital and Platinum Investment Managers
Qualifications: B.Com. Finance (NUS), MBA(UZ)

ABOUT THE GROWEALTH SURVEY

The report seeks to inform members of the public about the various investment options available through different unit trust products registered under the Collective Investment Scheme Act (Chapter 24:18) and offered by different investment management firms in Zimbabwe. The report is compiled by Intelego Investment Managers (Pvt) Ltd on behalf of the Association of Investment Managers of Zimbabwe (AIMZ) with support from the Securities and Exchange Commission of Zimbabwe in collaboration with Investor Protection Fund (IPF). Unit trusts are investment schemes that pool funds from different investors and invest according to pre-defined objectives set out in the Prospectus of the Fund. The underlying investments can be in fixed income instruments, listed equities, property or any other investment asset/instrument. The pooling allows small investors to access these markets as well as benefit from expert investment skills from the respective Fund Managers. When investing, investors buy units in a unit trust fund at the quoted Bid Price for the day and when divesting, do so at the quoted Bid Price, the spread between the two being upfront fee. On any day, the investor can easily calculate the value of their investments by simply multiplying the number of units by the Bid Price. As with the underlying investment, unit prices can go up or down, although usually perform better in the long term. For further information about the Survey and meeting in unit trusts, do not hesitate to contact Intelego at +263 242 72035571 or email analyst@intelego.com or directly contact any of the listed

Index	Performance				
	Jan 23	Q4 23	Q3 23	Q2 23	Q1 23
ZSE All Share	187.43%	66.48%	-38.2%	244.8%	57.61%
ZSE Top 10	172.2%	58.2%	-30.2%	204.5%	69.58%
Inflation	8.6%	25.5%	9.6%	198.6%	4.7%

MARKET COMMENTARY JANUARY 2024

Listed equities continued to recover during the month of January with the Zimbabwe Stock Exchange (ZSE) All Share index gaining 157.43% to close at 542,144 points mainly attributable to the gains made by the large cap stocks. Similarly, the Top 10 index increased by 173.31% to close at 248,210 points. The largest company on the Zimbabwe Stock Exchange (ZSE) by market capitalisation, Delta gained 179% during the month under review to close at ZWL 3,796.95. During the month there were significant gains such as M&C, Maraba, B&F, Swindis, Tanganda and Delvest which gained 438.35%, 287.26%, 210.19%, 201.78%, 187.89% and 183.52% to settle at ZWL 1,248.97, ZWL 810.00, ZWL 13,100.00, ZWL 1,000.00, ZWL 557.50 and ZWL 205.80 respectively.

On the Victoria Falls Stock Exchange (VFEX), S&G International, Norbros, Palanga, Insovo, Cabinda, Aya and Simba gained 11.63%, 2.42%, 5.28%, 2.27%, 2,108.1376% and 7.69% during the month to close at US\$20.34, US\$21.48, US\$20.18, US\$20.45, US\$216.55, US\$200.00 and US\$20.40, respectively whilst African Sun, Binobu and First Capital lost 50.29%, 31.59% and 1.49% to close at US\$20.04, US\$20.01 and US\$20.02 respectively. Newbank, West properties, Holdings and Zimpro on the other hand, remained unchanged during the month, trading at US\$12.00, US\$10.00 and US\$10.04 respectively. On the Financial Securities Exchange (FISE), the blue chip, Old Mutual Zimbabwe Limited rose to ZWL 4,030 during the month under review.

On the fixed income space, interest rates ranged between 7.5% p.a. and 13.75% p.a. during the month depending on the investment period. Month on Month inflation rose to 8.6% from the 4.7% that was recorded in the previous month while annual inflation stood at 34.8%.



Supported by:





Invest in Capital Markets!

Want to know more?
Tibate paWhatsApp.
Khuluma lathi!

 +263 719 322 922

For more information visit www.seczim.co.zw

**Smatsatsa Office Park
Block C, Ground Floor
Borrowdale Road, Harare,
Zimbabwe**

Ext: Tel: + 263 242 870042 /44 /46 /80 /81