



CROBEX 52wks PERFORMANCE:



INDICES:	CLOSE	1D	1M	Y-T-D
CROBEX	1,873.22	+0.31%	+1.68%	-6.20%
CROBEX10	995.01	+0.14%	+0.89%	-5.64%

COMMENT:

The market bucked the negative trend on foreign bourses and recorded a modest 0.3 % gain Friday, which enlarged the weekly gain to 1.5 %. However, as throughout the week, trading activity with equities remained extremely low, proving again that investors still prefer seaside to equities. As uncertainty over budget revision deepens, the only driver of higher equity prices this week could be the improved sentiment on global markets.

OUTLOOK:

Higher prices on leading European markets are expected to lead to higher opening on the ZSE today.

TURNOVER- HRK	MN
Total turnover:	101.15
Regular turnover:	11.03
OTC turnover:	90.11
Reported turnover:	0.00

Market Cap: HRK 174.17 bn

FX MARKET

EUR/HRK	7.277630
USD/HRK	5.710184

MARKET BREADTH	
ADVANCERS	29
DECLINERS	26
UNCHANGED	12

UP VOLUME
4,161,802.57 HRK

DOWN VOLUME
1,688,463.12 HRK

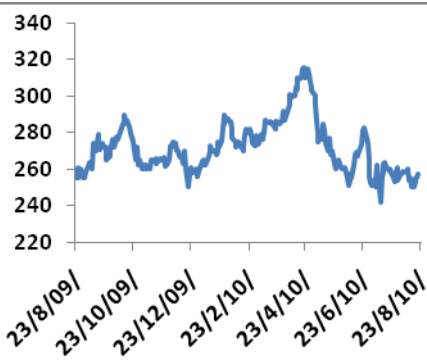
TOP PERCENTAGE GAINERS:

SLDM-R-A	+25.24%
FMPS-R-A	+11.56%
OPTE-R-A	+7.34%
HIMR-R-A	+6.25%
KORF-R-A	+4.86%

TOP PERCENTAGE LOSERS:

SLPF-R-A	-16.07%
HRBC-R-A	-8.85%
MGMA-R-A	-7.71%
FRNK-R-A	-6.41%
ILRA-R-A	-5.62%

ADRS-P-A 52wks PERFORMANCE:



POLITICS :

Croatia's EU accession seems to be slowing again. The meeting between PM Kosor and head of the EU delegation to Zagreb Paul Vandorem revealed very slow progress, not only in two key chapters, Competiveness and Justice, but also in many of the remaining 13 chapters that still need to be close. The next intergovernmental conference on which Croatia could close EU chapters is planned only for November, which makes doubtful even the last estimate of completion of EU talks in Q1'11. After meeting PM Kosor, Mr.Vandorem said that Croatia should intensify efforts in two key chapters, admitting that in case of Justice Croatia has made initial success in fight against corruption, but still needs to tackle some other areas, which were defined by the EU.

MACROECONOMY :

The revised budget is finally set to be presented to ruling coalition members today and if agreed, could be announced to public tomorrow. The latest media reports speak about only thin chances of significant reduction of expenditures, which will probably include a 5 % reduction of salaries for public sector employees and a cut in pensions. Possible reduction of salaries could bring savings of up to HRK 750 mn this year and additional HRK 2.2 bn next year, while the size of cuts and savings from pensions is unknown. More emphasis is thus put on increase in revenues, which will, almost certainly, be raised by higher excise duties on cigarettes (expected rise in revenues of up to HRK 75 mn), while other measures are not certain. Beside possible bank tax, which could bring additional HRK 1.2 bn, other options include the increase in VAT tax from 23 % to 25 % and sale of stakes in state-owned companies like Croatian Telecom and/or Croatia Osiguranje.

RIISING ON UNUSUALLY HIGH TURNOVER:

None

FALLING ON UNUSUALLY HIGH TURNOVER:

None

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IN FOCUS :

No news today

20 MOST LIQUID:

STOCK	OPEN	HIGH	LOW	CLOSE	CHANGE %	VOLUME	TURNOVER
HT-R-A	258.50	259.00	258.21	258.50	0.37%	6,089	1,574,388.55
KOEI-R-A	488.00	492.99	486.00	488.05	0.22%	1,392	679,775.40
ATPL-R-A	840.08	840.16	825.00	839.99	-1.18%	658	550,011.81
ERNT-R-A	1,350.00	1,350.01	1,342.23	1,350.00	0.60%	384	518,367.25
IPKK-R-A	232.50	232.50	232.50	232.50	0.22%	1,786	415,245.00
INGR-R-A	22.50	22.50	21.94	22.01	-2.95%	11,617	258,109.33
CKML-R-A	3,300.00	3,300.01	3,299.99	3,300.00	3.13%	57	188,100.02
HRBC-R-A	71.10	71.10	71.10	71.10	-8.85%	2,194	155,993.40
DLKV-R-A	282.00	284.96	280.74	284.94	1.04%	463	131,558.97
ATGR-R-A	699.00	700.00	697.50	697.50	-0.36%	186	130,022.07
THNK-R-A	1,020.01	1,050.00	1,020.00	1,050.00	2.84%	123	128,715.59
IGH-R-A	1,705.17	1,705.17	1,701.00	1,701.00	-1.39%	75	127,693.24
HDEL-R-A	157.27	157.27	151.00	151.00	-3.82%	780	119,555.94
JDPL-R-A	140.17	142.20	139.21	140.00	0.00%	628	87,666.27
VDKT-R-A	222.01	224.99	220.00	224.96	0.65%	382	84,648.89
INA-R-A	1,652.01	1,656.02	1,652.00	1,652.11	0.01%	45	74,348.79
PTKM-R-A	126.00	133.49	126.00	133.49	1.08%	573	73,756.90
LKPC-R-A	1,632.00	1,633.00	1,622.13	1,622.13	-0.60%	32	52,196.48
PLAG-R-A	1,366.01	1,366.01	1,350.00	1,350.00	-1.10%	37	50,489.09
KORF-R-A	36.20	38.59	36.20	38.59	4.86%	1,308	49,794.47

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