



CROBEX 52wks PERFORMANCE:



INDICES:	CLOSE	1D	1M	Y-T-D
CROBEX	1.893,11	-0.46%	-1.52%	-5.21%
CROBEX10	998,05	-0.68%	-1.42%	-5.35%

COMMENT:

Both the Crobex and trading activity headed lower yesterday, as investors decided to take profit and brokers departed for the annual conference of the Zagreb Stock Exchange. At the end of the day the Crobex stood 0.5 % below closing level from previous day, most of which was related to downside moves of shares in Ericsson Tesla and Petrokemija. Total regular turnover slipped to HRK 11 mn.

OUTLOOK:

Due to mixed set of corporate results mixed trading session is expected today.

TURNOVER- HRK	MN
Total turnover:	28.79
Regular turnover:	11.00
OTC turnover:	0.00
Reported turnover:	17.79

Market Cap: HRK 169.31 bn

FX MARKET

EUR/HRK	7.341447
USD/HRK	5.308733

MARKET BREADTH

ADVANCERS	26
DECLINERS	24
UNCHANGED	7

UP VOLUME

2,685,715.88 HRK

DOWN VOLUME

9,922,433.33 HRK

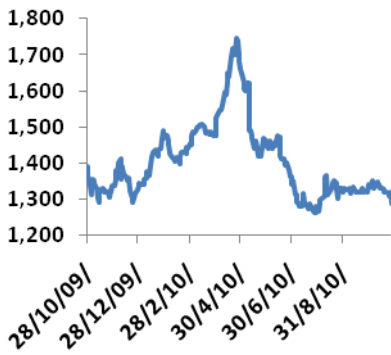
TOP PERCENTAGE GAINERS:

SAPN-R-A	+18.76%
AUHR-R-A	+9.70%
ATLS-R-A	+9.29%
BD62-R-A	+9.23%
JAKT-R-A	+8.99%

TOP PERCENTAGE LOSERS:

KOSN-R-A	-5.63%
DDJH-R-A	-5.32%
OPTE-R-A	-5.17%
JDBA-R-A	-4.27%
LKRI-R-A	-4.04%

ERNT 52wks PERFORMANCE:



POLITICS :

The government announced yesterday that it will call a referendum on EU membership only after signing the accession treaty with the Union. So far it has been expected that the referendum might take place earlier, especially as the support for the EU looks rather stable.

MACROECONOMY :

In its Economic report the European Bank for Reconstruction and Development (EBRD) revised outlook for Croatia's GDP growth downward. According to bank's analysts, in 2010 Croatia's GDP is expected to fall by 1.5 % y/y vs. initial estimate of 1.3 % y/y and in 2011 the growth should rise to 1.9 % y/y vs. 3 % y/y initially expected. The bank explained its revision by stating high debt of the public sector and the fact that some sectors still need significant state support.

RIISING ON UNUSALLY HIGH TURNOVER:

None

FALLING ON UNUSALLY HIGH TURNOVER:

None

Croatia's unemployment rate started to accelerate in September, climbing to 16.9 %. In its latest First release the Bureau of Statistics announced that total number of unemployed persons rose to 289,503, which was 2.2 % more than in August and 11.7 % more than a year ago. As expected, most jobs were lost in tourism (number of unemployed persons fell 5.4 %/m) and surprisingly, administrative services (down 1.3 %/m).

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IN FOCUS :

Ericsson Nikola Tesla (IT) – 1-3Q'10 revenues down, but excl. write-offs net profit jumped 30 % y/y

The company reported yesterday a 16.2 % y/y decline of sales to HRK 844.9 mn, mostly on a 42.2 % y/y plunge of sales on domestic market, while total expenses decreased 8.8 % y/y to HRK 897.5 mn. The operating loss thus reached HRK 41.2 mn, but excl.the write-off of receivables on Kazakhstan market the company generated operating profit of HRK 85.3 mn. Gross margin was lower than in Q2'10 and reached 18.2 % (vs.18.8 %), but cash flow from operating activities rose to HRK 343 mn. Due to write-off last year's net profit of HRK 79.6 mn turned into a HRK 22 mn loss, but excluding the write-off the company generated net profit of HRK 103.8 mn, which was 30.3 % more y/y.

T-HT (Telecom) – Revenues fell 3.2 % y/y, net profit down 15 % y/y in 1-3Q'10

In its unaudited consolidated statement the company reported today a 3.2 % y/y decline of revenues to HRK 6.32 bn, hit by recession and special tax of mobile phone services. Excluding the acquired Combis, revenues of the company were lower by 4.8 % y/y. The most positive developments were recorded in internet segment, with number of ADSL connections mounting 13.9 % y/y to HRK 600,182 and revenues from internet services surging almost 20 % y/y to HRK 1 bn, while number of IPTV users soared 43.3 % y/y to 271,382. Still, fixed line unit T-Com posted a 8.5 % y/y drop of revenues to HRK 2.83 bn and mobile unit T-Mobile a decline of 9.1 % y/y to HRK 1.74 bn respectively, while net profit for the group dropped 15 % y/y to HRK 1.48 bn.

20 MOST LIQUID:

STOCK	OPEN	HIGH	LOW	CLOSE	CHANGE %	VOLUME	TURNOVER
HT-R-A	269.50	270.35	269.26	269.99	0.00%	5,226	1,409,355.19
ADRS-P-A	273.56	275.01	273.50	273.50	-0.55%	4,338	1,190,785.14
ATGR-R-A	814.99	815.75	809.51	814.01	-0.12%	1,369	1,115,112.39
ERNT-R-A	1,310.02	1,310.02	1,285.12	1,285.12	-2.42%	658	854,261.69
PTKM-R-A	179.02	184.73	176.15	177.01	-1.66%	4,353	783,448.45
BLJE-R-A	56.15	57.65	56.00	56.10	-0.36%	13,558	761,234.85
INA-R-A	1,683.00	1,685.00	1,665.07	1,680.00	0.00%	406	682,296.52
ADRS-R-A	310.00	310.00	310.00	310.00	1.97%	1,780	551,800.00
ATPL-R-A	817.00	817.00	795.00	795.00	-2.56%	639	514,291.17
PODR-R-A	285.00	285.00	278.90	282.98	1.06%	1,600	447,796.95
ADPL-R-A	104.97	105.00	103.30	105.00	0.10%	3,026	317,491.16
LRH-R-A	2,481.06	2,550.00	2,471.10	2,550.00	2.00%	103	258,570.92
JDPL-R-A	149.10	154.00	147.77	151.62	1.42%	1,505	229,017.77
LKPC-R-A	1,521.20	1,570.00	1,520.10	1,569.00	3.22%	129	200,862.02
JNAF-R-A	2,715.00	2,729.99	2,700.00	2,729.99	0.44%	62	168,007.95
ZABA-R-A	215.01	218.50	215.00	215.99	-0.92%	617	134,220.82
DLKV-R-A	262.51	264.73	260.34	263.00	-0.38%	462	121,119.72
LEDO-R-A	5,670.00	5,700.00	5,670.00	5,700.00	2.70%	20	113,475.00
KODT-R-A	2,111.11	2,111.11	2,111.11	2,111.11	0.53%	43	90,777.73
KRAS-R-A	458.71	458.80	457.00	458.50	-2.45%	168	77,011.45

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