

November 4, 2009

**FX MARKET**

EUR / HRK 7.232417

USD / HRK 4.932763

**MARKET BREADTH**

ADVANCERS: 18

DECLINERS: 53

UNCHANGED: 10

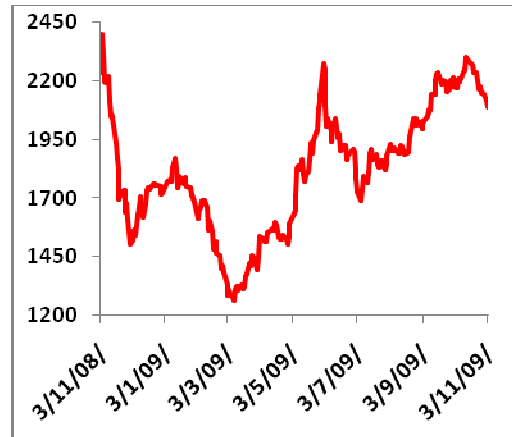
**UP VOLUME:**

29,904,229.45 HRK

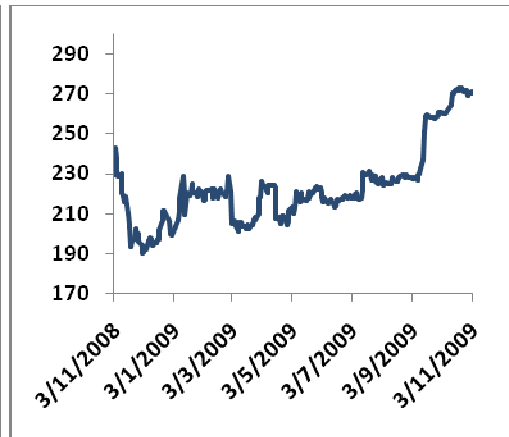
**DOWN VOLUME:**

2,168,417.77 HRK

**CROBEX 52wks PERFORMANCE:**



**HT 52 wks PERFORMANCE:**



INDICES:	CLOSE	1D	1M	Y-T-D
CROBEX	2,087.58	-1.42%	-3.68%	+21.21%
CROBEX10	1,094.83	-1.21%	-4.80%	

**MARKET STATISTICS:**

Total turnover:	Regular turnover:	OTC turnover:	Reported turnover:	Market Cap:
HRK 48.78 mn	HRK 33.16 mn	HRK 15.61 mn	HRK 0.00 mn	HRK 174.26 bn

**COMMENT:**

Another downward move on European bourses triggered yesterday the fifth consecutive decline of the Crobex, which lost 1.4 % and fell to the lowest level in almost two months. The decline was broad-based as nine out of top 10 traded stocks ended the day in negative territory. The biggest losers were again Petrokemija and Ledo, which were accompanied yesterday by two most active stocks, HT and Atlantska plovidba. Still, trading activity was on the rise, with total regular turnover rising to HRK 33.2 mn.

**OUTLOOK:**

Positive opening on European markets could prompt a brief trend reversal on the ZSE today.

**POLITICS :**

Croatian and Slovenian PMs, Jadranka Kosor and Borut Pahor, are expected to sign today an arbitration agreement related to a long lasting border dispute. A day after it was accepted in the parliament the criticism by the majority of citizens failed to abate, threatening to additionally hurt popularity of the ruling coalition and HDZ's presidential candidate Andrija Hebrang. Public concerns that the country will pay the EU membership with territory intensified after the government announced that it will not submit the statement that arbitration agreement should not be seen as consent to Slovenia's demand for access to the open sea, which was supposed to accompany Croatia's signature on arbitration agreement.

**MACROECONOMY:**

The European Commission announced yesterday that it expects a 5.8 % y/y contraction of Croatia's GDP in 2010 and a sluggish 0.2 % y/y growth in 2010. Budget deficit is seen falling from 3.7 % of the GDP this year to 3 % in 2010, while inflation rate is expected to rise from 2.6 % this year to 3 % in both 2010 and 2011.

Slightly more positive forecast came from the Croatian Economic Institute, which sees a 5.5 % y/y drop in GDP this year and a 0.4 % y/y rise in 2010, with inflation rate heading down from 2.5 % to 2 % in 2010. Current account deficit is expected to rise from 4.2 % to 4.4 % of the GDP.

**TOP PERCENTAGE GAINERS:**

FNVC-R-A	+15.09%
BRIN-R-A	+12.94%
LPLH-R-A	+10.25%
INDG-R-A	+7.00%
BLSC-R-A	+5.98%

**TOP PERCENTAGE LOSERS:**

HGSP-R-A	-16.05%
HTPK-R-A	-7.80%
CKLM-R-A	-6.89%
SUNH-R-A	-6.52%
ZDNK-R-A	-5.83%

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## IN FOCUS :

### Končar Elektroindustrija (Electrical Engineering) – City of Belgrade selected Spanish trams

As expected, city of Belgrade selected yesterday the Spanish CAF as provider of 30 trams for local transportation. City authorities have already complained in spring that trams produced by Končar do not fully meet city's criteria and their decision was allegedly additionally influenced by some political developments, like Croatia's recognition of independence of Kosovo. Thus, CAF will deliver 30 trams for total amount of EUR 68.9 mn, which was EUR 2 mn more than the value of trams offered by Končar.

## RISING ON UNUSUALLY HIGH TURNOVER:

None

## FALLING ON UNUSUALLY HIGH TURNOVER:

HT (Telecom)

## 20 MOST LIQUID:

STOCK	OPEN	HIGH	LOW	CLOSE	CHANGE %	VOLUME	TURNOVER
HT-R-A	271.00	271.50	265.06	270.10	-0.46%	41.253	11.149.684.69
ATPL-R-A	987.00	994.00	960.00	991.00	-0.90%	2.121	2.069.536.86
INGR-R-A	49.03	49.30	47.50	48.48	-2.47%	40.878	1.972.353.84
DLKV-R-A	380.01	388.99	371.02	378.28	-3.94%	5.133	1.947.434.82
IGH-R-A	3.550.00	3.558.00	3.418.01	3.558.00	-1.85%	516	1.801.744.49
LEDO-R-A	7.150.00	7.150.00	6.900.00	6.966.00	-4.58%	249	1.745.061.31
PTKM-R-A	150.20	152.98	150.00	150.00	-4.67%	7.868	1.187.056.76
ADRS-P-A	259.11	264.00	257.01	260.00	0.00%	3.672	951.453.97
JNAF-R-A	3.120.00	3.170.00	3.020.00	3.092.28	-3.37%	272	843.009.58
KOEI-R-A	455.52	455.52	448.23	452.02	-1.52%	1.814	820.999.79
ERNT-R-A	1.320.00	1.337.75	1.290.00	1.337.75	2.02%	592	777.229.57
VIRO-R-A	424.00	424.00	407.50	422.50	-2.87%	1.778	743.057.89
ADPL-R-A	73.50	75.00	71.00	73.00	-2.67%	8.538	622.224.77
ULPL-R-A	677.12	677.12	659.00	674.99	-0.74%	904	604.180.33
BLSC-R-A	347.00	367.00	335.00	355.03	5.98%	1.678	597.067.81
LKPC-R-A	1.625.00	1.649.00	1.590.05	1.620.00	-4.71%	341	548.809.52
INA-R-A	1.699.99	1.699.99	1.622.02	1.640.00	-3.70%	315	521.337.17
INDG-R-A	514.00	550.00	482.00	550.00	7.00%	558	287.942.38
TISK-R-A	339.99	340.00	320.00	329.99	-2.08%	859	280.527.43
JDPL-R-A	184.10	186.95	180.00	182.60	-2.87%	1.384	252.333.02

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