

October 5, 2009

**FX MARKET**

EUR / HRK 7.261305

USD / HRK 4.993333

**MARKET BREADTH**

ADVANCERS: 13

DECLINERS: 53

UNCHANGED: 11

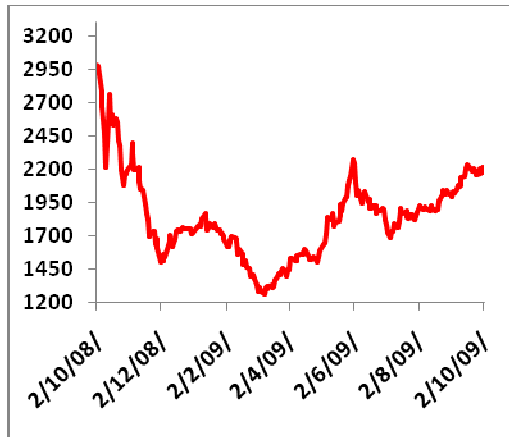
**UP VOLUME:**

350,661.40 HRK

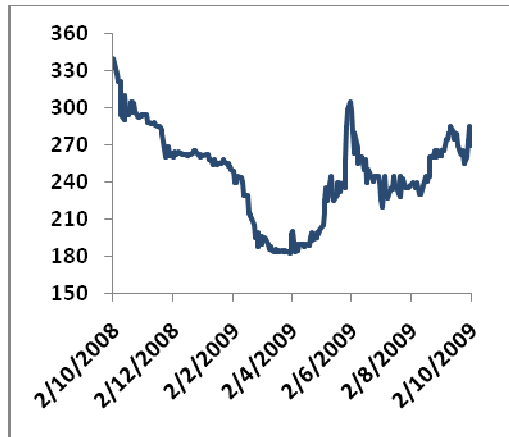
**DOWN VOLUME:**

31,412,399.28 HRK

**CROBEX 52wks PERFORMANCE:**



**PODR 52 wks PERFORMANCE:**



INDICES:	CLOSE	1D	1M	Y-T-D
CROBEX	2,175.05	-1.71%	+8.97%	+26.29%
CROBEX10	1,149.15	-1.56%		

**MARKET STATISTICS:**

Total turnover:	Regular turnover:	OTC turnover:	Reported turnover:	Market Cap:
HRK 48.33 mn	HRK 32.12 mn	HRK 8.83 mn	HRK 7.37 mn	HRK 185.47bn

**COMMENT:**

The Crobex closed on Friday with a loss of 1.7 %, hit by sell-off on global markets after the release of the US jobs numbers. Still, on weekly level it recorded a gain of 0.9 %, bucking the negative trend on foreign markets. Despite no encouraging economic news, Croatian stocks might extend last week's gains on news of approval of Lisbon treaty by Irish voters and hopes that the economy will catch up the recovery that seemingly already started on some European markets.

**OUTLOOK:**

Irish "YES" vote to Lisbon treaty and expected acceleration of Croatia's EU accession could give a boost to Croatian stocks today.

**POLITICS :**

The most recent popularity polls showed gradual decline of popularity of two biggest parties' candidate. Opposition party SDP's candidate Ivo Josipović still remained leader in polls taken in early October with support of 27.1 % of the population (vs. 28.6 % in previous month), while HDZ' candidate Andrija Hebrang slipped to rank five with support of only 8.5 % (vs. 13.2 % a month earlier). Ranks two and three are occupied by Milan Bandić, currently SDP's member and mayor of Zagreb, who is still not certain whether to run for the presidency and thus opt to leave SDP, and former HDZ member and head of Chamber of Commerce Nadan Vidošević. At the beginning of October Bandić enjoyed support of 13.6 % of respondents (vs. 11.6 % in September) and Vidošević by 12.1 % (vs. 11.2 %).

**MACROECONOMY :**

Finance minister Šuker proudly presented on Friday the most recent budget execution data, which showed that revenues in September exceeded last year's level for the first time this year. As in most cases, the recent data are very misleading, as total revenues were boosted by introduction of solidarity tax on salaries and pensions, higher VAT rate and surcharges on mobile phone services, which together brought HRK 570 mn. On cumulative level, total revenues in the first nine months reached HRK 81.1 bn and were 8.6 % y/y lower, while budget expenditures amounted to HRK 88.9 bn, which was 5.1 % more than a year ago.

**TOP PERCENTAGE GAINERS:**

TNKC-R-A	+59.00%
ZDNK-R-A	+24.90%
KOES-R-A	+12.53%
ATLN-R-A	+8.81%
CKML-R-A	+4.70%

**TOP PERCENTAGE LOSERS:**

SLPF-R-A	-11.86%
BD62-R-A	-9.72%
ADPL-R-A	-5.80%
IPKK-R-A	-5.45%
HDEL-R-A	-4.68%

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## IN FOCUS :

### Podravka (Food/Pharma) – Institutional investors threat to sell their stakes to foreign investors

Representatives of the four private pension funds, which together own some 21.5 % of Podravka's shares, mulls possible sale of their stake to foreign investors. This was reported today by "Poslovni dnevnik", which quotes undisclosed source from one pension fund, who expressed deep discontent with the way that the state is handling the crises and the fact that, as largest shareholders, pension funds are excluded from talks how to solve the crises in the company. Unless the state decides to give bigger power in managing the company, representatives of the four pension funds allegedly warned they will offer their stake in Podravka to foreign investors through a tender process.

In a separate piece of news Podravka announced that it is in process of acquiring the troubled SMS group to which it lend HRK 65 mn and whose debt has already climbed to some HRK 150 mn.

### RISING ON UNUSUALLY HIGH TURNOVER:

None

### FALLING ON UNUSUALLY HIGH TURNOVER:

Ingra (Construction)

## 20 MOST LIQUID:

STOCK	OPEN	HIGH	LOW	CLOSE	CHANGE %	VOLUME	TURNOVER
HT-R-A	261.20	263.00	260.50	260.50	-0.19%	25,818	6,750,489.95
INGR-R-A	55.00	56.30	54.00	56.00	-2.17%	72,326	4,005,768.20
ATPL-R-A	1,115.00	1,135.99	1,100.00	1,123.00	-1.84%	2,374	2,657,318.37
IGH-R-A	3,950.00	4,000.00	3,900.00	3,915.00	-4.16%	660	2,600,901.17
PTKM-R-A	155.00	160.56	153.00	157.50	-1.56%	15,173	2,374,002.94
ADRS-P-A	270.00	277.00	267.20	272.00	-1.63%	7,737	2,117,625.63
INA-R-A	1,710.00	1,725.00	1,690.00	1,720.00	-1.60%	862	1,474,128.35
DLKV-R-A	412.39	418.50	407.00	413.88	-1.11%	3,107	1,277,672.27
VIRO-R-A	475.00	475.00	460.03	470.00	-2.49%	1,546	717,560.63
ULPL-R-A	695.97	715.00	682.01	694.26	-2.49%	991	695,836.26
HDEL-R-A	319.50	335.00	317.53	326.00	-4.68%	2,027	661,294.42
JDPL-R-A	196.00	201.61	193.07	196.10	-3.38%	3,333	659,421.97
LKPC-R-A	1,451.00	1,509.00	1,451.00	1,500.00	-3.10%	358	530,808.92
THNK-R-A	2,333.03	2,333.03	2,110.55	2,235.00	-4.49%	226	511,457.19
ZABA-R-A	278.00	281.16	273.19	274.30	-2.04%	1,630	454,393.72
ATGR-R-A	700.00	707.99	695.00	701.24	-0.39%	632	442,794.98
VDKT-R-A	435.13	449.00	425.01	438.00	-2.45%	803	349,110.27
JNAF-R-A	2,488.00	2,600.00	2,488.00	2,498.99	-2.00%	128	324,304.86
ERNT-R-A	1,470.00	1,480.00	1,460.00	1,464.01	-2.33%	218	320,244.84
KOEI-R-A	435.95	441.00	435.10	435.60	-1.45%	657	286,396.80

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