

July 20, 2009

FX MARKET

EUR / HRK 7.328836

USD / HRK 5.195545

MARKET BREADTH

ADVANCERS: 17

DECLINERS: 46

UNCHANGED: 12

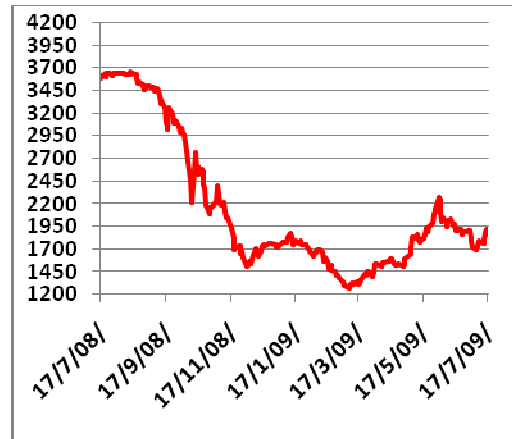
UP VOLUME:

3,377,060.75 HRK

DOWN VOLUME:

24,480,544.49 HRK

CROBEX 52wks PERFORMANCE:



THNK 52 wks PERFORMANCE:



INDICES:	CLOSE	1D	1M	Y-T-D
CROBEX	1,864.39	-2.40%	-2.12%	+8.25%

MARKET STATISTICS:

Total turnover:	Regular turnover:	Reported turnover:	Institutional turnover:	Market Cap:
HRK 28.00 mn	HRK 28.00 mn	HRK 0.00 mn	HRK 00.00 mn	HRK 173.23 bn

COMMENT:

The Crobex ended the 3-day winning streak and closed 2.4 % lower on Friday, but the decline left only modest impact on its weekly performance, which showed a gain of 4.9 %. Last week's gain showed again that investors' sentiment was formed based on developments on foreign markets rather than by local news, although lower volumes indicate that investors are more cautious than during upside move in March. As foreign markets look poised for further gains this week, Croatian market is expected to extend gains.

OUTLOOK:

Strong performance of European markets today point to upside move of the Croatian market as well.

POLITICS :

No news today.

MACROECONOMY :

The Parliament approved on Friday the second budget revision, according to which budget revenues were cut by HRK 6.8 bn and expenditures by HRK 780 mn respectively, with additional HRK 2.2 bn stemming from reshuffle of funds between ministries. The budget was based on assumed 4.5 % drop in real GDP and inflation rate of 2.7 %.

The deeper cuts in budget are planned in the third budget revision, which PM Kosor claims will be finished by the end of month. As it seems, on revenue side the government opted only to raise excise duties on telecom services and postponing the increase of a very sensitive VAT tax and on expenditures side savings will be generated by reduction of salaries in state-owned companies and pensions, which would reduce expenditures by between HRK 2-2.5 bn.

TOP PERCENTAGE GAINERS:

SEM-R-A	+61.25%
ZDNK-R-A	+58.42%
SM86-R-A	+49.99%
PLJK-R-A	+9.96%
MAIS-R-A	+4.21%

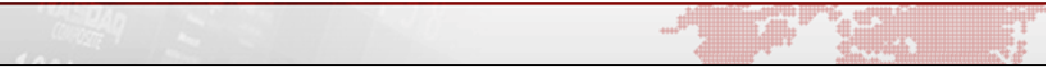
TOP PERCENTAGE LOSERS:

MDKA-R-A	-25.86%
SLPF-R-A	-16.37%
ADPL-R-A	-11.18%
VLDS-R-A	-9.43%
SNBA-R-A	-9.09%

Niko Delić
niko.delic@momentum-brokeri.hr
 Tel: + 385 (0)1 63 96 678

Željka Lapić
zeljka.lapic@momentum-brokeri.hr
 Tel: + 385 (0)1 63 96 672

Vilim Klemen
vilim.klemen@momentum-brokeri.hr
 Tel: + 385 (0)1 63 96 679



MACROECONOMY 2 :

According to CNB the amount of uncollected receivables in banking sector rose in May by 13.8 % m/m to HRK 16.5 bn. These receivables are related to uncollected loans, which matured more than 90 days ago. In addition the total amount of bad loans almost doubled to HRK 18.9 bn, with clear indication that amount of bad loans will rise further in June. This will force banks to significantly increase provisions, especially related to loans approved to small- and mid-size enterprises, which are the hardest hit by current crises.

IN FOCUS :

Tehnika (Construction) – Signed a contract on construction of distribution centre for Agrokor

The company announced that it had signed a contract on construction of an 80,900 square meters big logistic and distribution centre for Agrokor, which will be used for supply of Agrokor's stores in mid and south Croatia. The value of the contract was not disclosed.

New rules of trading on ZSE come into force today

As of today trading on the ZSE will take part in 5 new segments. The ZSE introduced the Prime market, which would include stocks with at least two market makers and most comprehensive reporting in Croatian and English. Since no company fulfills requirement for this segment, companies currently listed in Official market will remain in this segment, as will companies currently listed in Regular market. The news are introduction of Multilateral trading platform, where supply and demand for financial instruments of third parties will be met, with minimum listing requirement for issuers. The ZSE also introduced OTC market, where two sides can agree transaction outside the ZSE.

RISING ON UNUSALLY HIGH TURNOVER:

None

FALLING ON UNUSUALLY HIGH TURNOVER:

Atlantska plovidba (Shipping)

20 MOST LIQUID:

STOCK	OPEN	HIGH	LOW	CLOSE	CHANGE %	VOLUME	TURNOVER
ATPL-R-A	1,159.96	1,161.00	1,105.00	1,125.00	-3.02%	7,394	8,357,491.48
HT-R-A	230.00	230.01	228.02	229.07	-0.40%	27,379	6,278,934.20
ADRS-R-A	230.01	235.00	228.50	235.00	2.17%	9,079	2,100,670.30
JDPL-R-A	193.55	199.00	182.72	184.11	-4.61%	9,812	1,860,554.99
DLKV-R-A	371.00	376.00	352.00	357.00	-3.51%	3,624	1,308,890.95
IGH-R-A	3,510.00	3,515.00	3,390.01	3,390.01	-3.14%	361	1,249,174.71
ULPL-R-A	712.21	714.00	670.20	684.90	-2.57%	1,285	884,338.75
INGR-R-A	41.98	42.00	40.13	40.98	-2.06%	16,103	657,438.74
VIRO-R-A	322.00	322.00	303.00	303.00	-6.77%	1,380	436,307.40
PBZ-R-A	539.99	550.00	515.10	515.10	-3.99%	678	365,851.25
THNK-R-A	1,719.00	1,720.00	1,646.00	1,704.50	0.26%	202	338,467.53
ERNT-R-A	1,295.00	1,300.00	1,260.00	1,260.00	-3.08%	243	308,563.43
PTKM-R-A	124.27	124.27	116.13	117.01	-7.14%	2,552	305,687.73
HUPZ-R-A	1,685.01	1,700.00	1,650.00	1,652.00	-2.82%	157	260,779.85
TNSA-R-A	3,300.00	3,465.00	3,084.00	3,349.50	-2.65%	79	255,004.09
CKML-R-A	3,200.00	3,300.00	3,200.00	3,300.00	2.42%	75	242,775.84
INA-R-A	1,405.00	1,406.00	1,359.11	1,400.00	-1.75%	154	215,683.26
LKPC-R-A	1,251.00	1,289.00	1,200.00	1,215.00	-3.65%	174	211,162.93
VDKT-R-A	315.00	315.00	295.00	305.00	-4.69%	617	188,019.13
LEDO-R-A	4,160.00	4,160.00	4,052.00	4,052.00	-4.66%	46	186,798.07

Momentum brokers Ltd. has issued this report for information purposes only. All the information contained in this report is based upon information available to the public and has been obtained from sources believed to be reliable, but Momentum brokers Ltd. does not guarantee its accuracy or completeness. The opinions expressed herein are our present opinions only, and are subject to change without prior notice. Investors should understand that financial projections, fair value estimates and statements regarding future prospects may not be realized. Momentum brokers Ltd. recommends to all investors to do additional investment analysis. Momentum brokers Ltd. is not under any obligation to update or keep current the information and the opinions expressed herein. This report is not, and should not be construed as, an offer or a solicitation to buy or sell any securities or related financial instruments. The investment discussed or recommended in this report may be unsuitable for investors depending on their specific investment objectives and financial position. Where an investment is denominated in a currency other than the investor's currency, changes in rates of exchange may have an adverse effect on the value, price of, or income derived from the investment. Past performance is not necessarily a guide to future performance.