

INDICES:	CLOSE	1D	1M	Y-T-D
CROBEX	2,206.15	+1.64%	+3.33%	+10.08%
CROBEX10	1,194.49	+1.79%	+4.16%	+13.28%

COMMENT:

The Crobex hit a 2-month high yesterday, as investors shifted funds from sale of HT and Zagrebačka pivovara into recently neglected shares. The main beneficiaries of this trend were shares in Atlantska plovidba, IGH and Ingra, which were stuck in narrow trading range, but initiated yesterday a new attempt to break out. However, the total regular turnover was not that impressive, reaching slightly more than HRK 34 mn.

OUTLOOK:

The return of bullish sentiment on foreign markets could trigger extension of gains on the ZSE today.

TURNOVER- HRK	MN
Total turnover:	46.63
Regular turnover:	34.37
OTC turnover:	12.26
Reported turnover:	0.00

Market Cap: HRK 184.20 bn

FX MARKET

EUR/HRK	7,254432
USD/HRK	5,369676

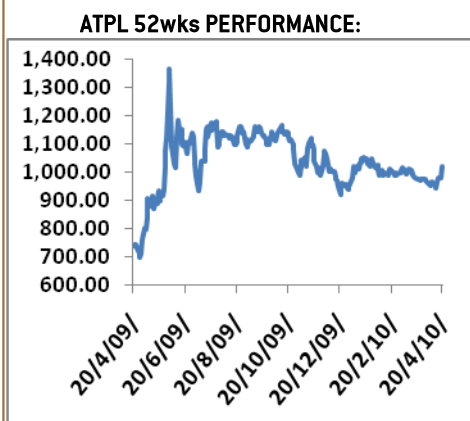
MARKET BREADTH	
ADVANCERS	53
DECLINERS	22
UNCHANGED	9

UP VOLUME
31, 614,238.05 HRK

DOWN VOLUME
1,422,813.00 HRK

TOP PERCENTAGE GAINERS:	
AMDN-R-A	+24.08%
LURA-R-A	+12.40%
MMTZ-R-A	+10.00%
HDEL-R-A	+7.62%
IGH-R-A	+7.20%

TOP PERCENTAGE LOSERS:	
ULJN-R-A	-34.97%
PLJK-R-A	-13.37%
TNER-R-A	-7.86%
LVCV-R-A	-7.24%
PUNT-R-A	-6.59%

**POLITICS :**

Opposition parties criticized yesterday the new economic programme of PM Kosor, while representatives of labour unions demanded additional talks before implementation of measures. In general, government's measures are seen as being prepared too late, with biggest burden falling on middle class instead of country's rich, which avoided taxation of assets. In addition, none of proposed measures has a detailed timetable, meaning that some, if not all, might just remain government's mask to show that it is focused on the economy, which macroeconomic data stringently deny. Fears that the government might fail to implement the programme is strengthened by rising pressure by the labour unions, which are unlikely to accept reduction of work force in public sector, as well as other reductions of privileges.

RIISING ON UNUSALLY HIGH TURNOVER:

T-HT (Telecom), Atlantska plovidba (Shipping)

FALLING ON UNUSALLY HIGH TURNOVER:

None

MACROECONOMY :

At the end of November 2009 Croatia's public debt reached 153.8 bn and was 4.4 % higher than in October and 20.5 % higher than a year ago, reported the Ministry of Finance. The biggest impact on new increase in public debt came from the 5.6 % m/m rise of the general government debt to HRK 116.5 bn, whose annual growth rate rose to 7.4 %. At the same time foreign debt of HRK 37.5 bn was 6.3 % lower than a year ago.

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IN FOCUS :

T-HT (Telecom) – Government mulls sale of the remaining 3.5 % stake

The „Jutarnji list“ daily reported today that government's plan to put on sale stakes in all companies where it's ownership doesn't exceed 25 % includes the 3.5 % stake in Croatian Telecom. The stake is expected to be sold on the market and according to current price, the state could generate some HRK 800 mn.

Atlantic group (Trade/Pharma) – Acquisition of Droga Kolinska might cost at least EUR 300 mn

Due to high indebtedness of Droga Kolinska's owner, the oil company Istrabenz, local press speculates that Atlantic group's chances to acquire the Slovenian food and beverage company look better than in case of some other planned takeovers of Slovenian companies by Croatian corporates. However, the main issue is the price that Atlantic is likely to be forced to pay, which is estimated at EUR 300 mn, which includes total capital and debt of the company. According to available information, beside Atlantic group interest for Droga Kolinska was shown by some big private equity funds, while decision on who will enter the second round will be brought by BNP Paribas, which acts as advisor.

20 MOST LIQUID:

STOCK	OPEN	HIGH	LOW	CLOSE	CHANGE %	VOLUME	TURNOVER
HT-R-A	292.16	295.00	292.16	293.65	0.38%	42,173	12,393,723.6
ATPL-R-A	982.01	1,022.99	982.01	1,022.99	4.26%	3,208	3,236,943.84
ERNT-R-A	1,687.50	1,735.00	1,687.50	1,715.10	1.19%	1,740	2,980,254.74
LEDO-R-A	6,550.00	6,680.00	6,550.00	6,680.00	1.40%	280	1,850,615.01
DLKV-R-A	369.96	374.99	367.20	374.50	2.04%	4,937	1,829,350.89
INA-R-A	1,766.02	1,791.79	1,765.03	1,781.01	0.91%	824	1,466,875.03
IGH-R-A	2,505.00	2,650.00	2,505.00	2,650.00	7.20%	496	1,279,318.84
RIBA-R-A	348.88	355.00	348.88	355.00	4.41%	2,420	847,178.67
JDPL-R-A	172.00	180.00	171.00	178.60	2.84%	4,313	768,686.40
ZAPI-R-A	3,500.01	3,500.01	3,500.00	3,500.00	0.00%	208	728,000.10
INGR-R-A	36.64	38.55	36.64	38.43	4.94%	17,151	649,645.06
ADRS-P-A	311.99	314.94	310.56	314.94	1.59%	1,610	504,806.36
DIOK-R-A	116.90	118.00	110.00	110.00	-0.90%	4,398	486,944.05
KOEI-R-A	480.00	496.50	480.00	496.50	2.37%	818	399,769.54
KORF-R-A	41.30	43.00	41.02	42.99	4.83%	8,904	376,170.91
ULPL-R-A	651.00	653.00	640.01	650.00	-0.15%	521	336,296.59
THNK-R-A	1,474.00	1,550.99	1,474.00	1,538.69	6.04%	191	287,387.77
ATGR-R-A	709.00	716.60	709.00	716.60	1.36%	373	266,566.23
PTKM-R-A	131.00	137.00	131.00	137.00	5.38%	1,990	265,120.07
ADRS-R-A	350.00	350.00	350.00	350.00	0.00%	750	262,500.00

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