

July 27, 2009

## FX MARKET

EUR / HRK 7.310859

USD / HRK 5.144507

## MARKET BREADTH

ADVANCERS: 39

DECLINERS: 15

UNCHANGED: 9

## UP VOLUME:

21,244,108.05 HRK

## DOWN VOLUME:

3,672,614.44 HRK

## CROBEX 52wks PERFORMANCE:



## ATGR 52 wks PERFORMANCE:



INDICES:	CLOSE	1D	1M	Y-T-D
CROBEX	1,859.89	+1.55%	-1.56%	+7.99%

## MARKET STATISTICS:

Total turnover:	Regular turnover:	Reported turnover:	Institutional turnover:	Market Cap:
HRK 31.68 mn	HRK 25.27 mn	HRK 0.00 mn	HRK 6.40 mn	HRK 172.37 bn

## COMMENT:

The Crobex closed on Friday with a gain of 1.6 %, which was still insufficient to erase losses generated during the week. However, taking into account the economic and political turmoil that hit the country, a 0.2 % weekly loss can be described as a very good performance, which solely reflected developments on foreign markets. Still, upside potential of the market burdened with political uncertainty and lack of any longer term economic strategy seems to be limited and despite further advance of foreign stock market indices, we don't expect Croatian market to move above 2,000 points level.

## OUTLOOK:

Higher opening on European markets points to slight positive sentiment on ZSE.

## POLITICS :

The „Jutarnji list“ daily speculated on Saturday that the ruling HDZ is already preparing for early elections and in now focusing on winning at least presidential elections. Speculations are allegedly based on information from a high-ranked HDZ official, who said that the party is aware that it won't be able to escape early elections and is now trying to get back to party Nadan Vidošević, the head of Chamber of Commerce, who indicated that he might run for the presidential elections as independent candidate. HDZ' official thus reacted to warning by its coalition members SDSS, whose leader warned on Friday that the party might also leave the coalition in summer if the government doesn't introduce capital gain tax and issue vouchers, which would remunerate workers and pensioners whose salaries would be reduced with budget revision.

Regarding possible early elections, the head of opposition HNS party, Radimir Čačić, seems to be more realistic, stressing that early elections are not likely before January 12th 2009, which is the minimum date which guarantees current parliamentary deputies payment of privileged pensions.

## TOP PERCENTAGE GAINERS:

SNHO-R-A	+23.29%
FNVC-R-A	+19.20%
CROS-R-A	+11.01%
IPKK-R-A	+10.53%
RIBA-R-A	+10.00%

## TOP PERCENTAGE LOSERS:

LURA-R-A	-16.49%
PIKR-R-A	-15.17%
LVCV-R-A	-13.33%
VERN-R-A	-12.65%
TNSA-R-A	-6.88%

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

Venesa Ferić  
[venesa.feric@momentum-brokeri.hr](mailto:venesa.feric@momentum-brokeri.hr)  
 Tel: + 385 (0)1 63 96 671

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

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

## MACROECONOMY :

Meanwhile, the government changed again the planned „solidarity tax“, saying that employees and pensioners with income of between HRK 3,000-6,000 will pay 2 % tax and those with income above HRK 6,000 will pay a 4 % tax on full amount of income. In addition, the second revision plans introduction of a 6 % surcharge on mobile phone services, increase of VAT rate from 22 % to 23 %, higher excise duties on cars, ships and airplanes and decrease in jobless claims. Most disappointing is the fact that cuts in current central government's expenditures will reach only HRK 170 mn, as the government increased subsidies for agriculture.

The third budget revision in the last four months will come into parliamentary procedure today.

## IN FOCUS :

### Atlantic Group (Food/Pharma) – Sales in H1'09 rose 11.9 % y/y, net profit up 14.2 % y/y

The company reported on Friday a 11.9 % y/y rise of sales to HRK 1.06 bn, boosted primarily by a 15.5 % y/y jump in distribution revenues. Operating profit rose 28.6 % y/y to HRK 76.9 mn, while excluding the one-off gain from repurchase of DEAG's stake in Cedevita d.o.o., operating profit increased 12.1 % y/y to HRK 67.1 mn. Net profit for the period amounted HRK 41.6 mn (up 49.8 % y/y), but excluding the purchase of DEAG's stake net profit after minorities was higher by 14.2 % y/y and amounted HRK 31.7 mn.

## RISING ON UNUSUALLY HIGH TURNOVER:

None

## FALLING ON UNUSUALLY HIGH TURNOVER:

None

## 20 MOST LIQUID:

STOCK	OPEN	HIGH	LOW	CLOSE	CHANGE %	VOLUME	TURNOVER
HT-R-A	225.50	229.50	224.51	229.49	1.14%	29,348	6,649,892.44
ATPL-R-A	1,151.00	1,186.50	1,151.00	1,173.00	1.82%	3,611	4,237,420.04
IGH-R-A	3,020.00	3,380.00	3,000.00	3,200.00	-1.08%	848	2,680,218.43
ADRS-P-A	220.00	232.98	220.00	225.50	2.27%	9,705	2,203,150.75
ERNT-R-A	1,242.50	1,270.00	1,242.50	1,270.00	2.34%	765	963,263.87
DLKV-R-A	345.00	357.97	344.00	350.00	1.45%	2,681	938,693.72
ATGR-R-A	520.06	531.00	520.01	522.06	0.38%	1,604	843,294.92
VDKT-R-A	311.99	329.95	300.00	315.00	8.62%	2,332	727,796.04
INA-R-A	1,350.00	1,399.00	1,350.00	1,361.00	0.81%	454	625,181.95
KOEI-R-A	341.01	350.05	341.01	349.99	2.94%	1,677	585,817.33
PODR-R-A	239.95	244.00	239.95	243.00	1.25%	2,424	585,628.47
JDPL-R-A	184.01	189.00	183.30	186.60	1.58%	2,881	538,980.73
INGR-R-A	37.50	39.20	37.50	38.50	3.75%	10,523	405,790.77
ULPL-R-A	665.01	695.00	663.05	670.08	0.76%	590	404,276.41
VIRO-R-A	289.90	298.99	285.05	285.05	-1.71%	1,361	397,822.88
PBZ-R-A	511.00	525.00	511.00	525.00	1.94%	451	236,607.00
TNSA-R-A	3,131.77	3,310.98	3,080.00	3,088.78	-6.88%	74	233,161.32
PTKM-R-A	114.90	117.00	114.02	115.00	2.58%	1,949	225,692.70
LEDO-R-A	3,900.00	4,010.00	3,900.00	4,000.00	4.66%	39	155,490.00
HUPZ-R-A	1,710.00	1,710.00	1,653.33	1,653.33	-1.42%	83	139,076.55

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.