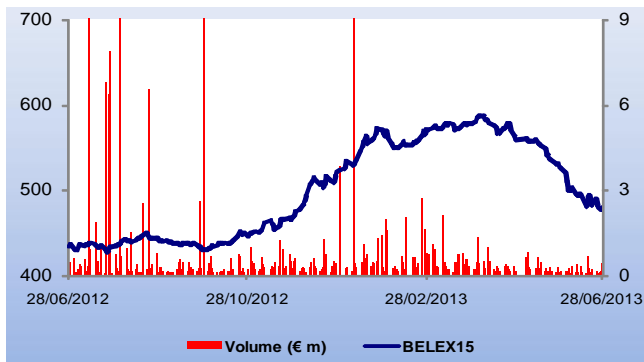


SERBIAN EQUITIES DAILY



Market Comment:

Serbian equities finished last week's trading on a positive note (BELEX15 at +0.85% on Friday, BELEXline at +0.83%). Trading of Komercijalna shares enabled the daily turnover to equal the YTD average of €0.4m. We expect to see another green session today, on the back of the positive EU admission news from Brussels.

BELEX15	
Value	480.06
Daily Change %	0.85%
YTD Change	-43.83
YTD Change %	-8.37%

BELEXline	
Value	955.97
Daily Change %	0.83%
YTD Change	-49.59
YTD Change %	-4.93%

Market info	
MCap (€ bn)	6.6
MCap / GDP2013e	20%
2013e P/E*	5.5
2013e P/B*	0.6
2013e P/S*	0.7
Av. Daily Vol.YTD (€m)	0.4

*multiples refer to Eurobank Brokerage Universe

FX rates		YTD chg.
EUR / RSD	113.7296	0.0%
USD / RSD	87.2896	1.3%
EUR / USD	1.3029	-1.3%

Politics: Serbia's EU talks to commence by January

At the meeting held on Friday, members of the European Council announced that Serbia's EU accession talks will commence by January 2014. In the meantime, the implementation of the Belgrade-Pristina agreement should persist. (Source: B92) Every step towards EU admission can be regarded only as good news. We expect the European Council decision to positively affect Serbia's reputation and improve investors' sentiment.

Economy: Q1 13 GDP growth at 2.1% YoY

According to the detailed calculation, GDP growth achieved in Serbia in the first quarter of this year amounted to 2.1%, 20bps above the flash estimate announced two months ago. (Source: Statistical Office of the Republic of Serbia)

Economy: 5M 13 trade deficit down 22% YoY

Serbia generated €10.18bn worth of external trade during the first five months of 2013, an increase of 9% vs. the same period last year. Exports jumped by 21%, to €4.04bn, while imports recorded a mild 2% growth, standing at €6.14bn. The deficit of €2.09bn is down 22% YoY. (Source: Statistical Office of the Republic of Serbia) The trade deficit decline trend, recorded this year mainly on the back of FIAT's exporting performance, is undoubtedly positive. However, at this pace, the full-year deficit would amount to €5.0bn, which is still far from satisfying. Additional investments in exporting industries need to be performed in order to further improve Serbia's trade balance.

SERBIAN EQUITIES DAILY

Daily activity	
Daily turnover RSD	50,005,352
Daily turnover EUR	437,985
Shares participation (%)	92.63%
Bonds participation (%)	7.37%
FIS	11.63%
FIB	0.00%

Most Traded Stocks		
Symbol	Closing Price	Turnover (RSD)
KMBN	1,180	23,099,500
ASTR	850	6,658,900
NIIS	821	3,557,948
BNNI	5,096	3,470,376
ENHL	572	761,250

Top Gainers			
Company	Symbol	Closing price	Change
Dunav osiguranje	DNOS	901	12.63%
BIP u restrukturiranju	BIPB	47	9.30%
Energoprojekt holding	ENHL	572	7.32%
Aerodrom Nikola Tesla	AERO	420	3.45%
NIS	NIIS	821	0.86%

Top Losers			
Company	Symbol	Closing price	Change
Alfa plam	ALFA	8,941	-0.66%
AIK banka	AIKB	1,245	-0.40%
Soja protein	SJPT	531	-0.19%
-	-	-	-
-	-	-	-

Foreign Exchange Savings Bonds				
Maturity	Last Price	Daily Change	Current Yield	Daily Volume (€)
A2014	96.55	-	3.88%	10,168
A2015	92.58	0.03%	4.09%	13,320
A2016	88.64	0.13%	4.21%	8,785

SERBIAN EQUITIES DAILY

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