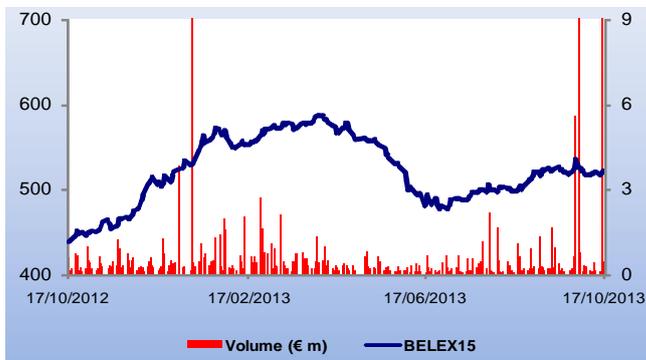


SERBIAN EQUITIES DAILY



Market Comment:

The market keeps crawling upwards, with Belex15 this time gaining 0.2%. Some encouragement comes from NIS, which traded above RSD850 for the first time in a month, as 14k shares of it were traded in total. Belex turnover amounted to €230k for the day. We expect a quiet end of the trading week.

BELEX15	
Value	522.32
Daily Change%	0.20%
YTD Change	-1.57
YTD Change%	-0.30%

BELEXline	
Value	1,029.66
Daily Change%	0.07%
YTD Change	24.10
YTD Change%	2.40%

Market info	
MCap (€ bn)	6.6
MCap / GDP2013e	20%
2013e P/E*	7.1
2013e P/B*	0.6
2013e P/S*	0.8
Av. Daily Vol.YTD (€m)	0.5

*multiples refer to Eurobank Brokerage Universe

FX rates		YTD chg.
EUR / RSD	113.9656	0.2%
USD / RSD	83.3935	-3.2%
EUR / USD	1.3666	3.6%

Economy and Business News:

Economy: Persisting budget gap issues

Budget deficit of the Republic of Serbia amounted to RSD158.4bn during the first three quarters of 2013. At this pace, it would reach RSD211bn by the year-end, 5.6% of the officially projected GDP. However, since this GDP estimate is based on a 2.0% real YoY growth that might be beyond reach, we could see a slightly higher deficit/GDP ratio this year. Consolidated 9M13 state deficit was slightly lower (at RSD139.6bn), due to surpluses achieved at municipality and city levels. (Source: Ministry of Finance) The fiscal measures recently introduced by the Serbian government are supposed to improve the budget balance starting 2014. Nevertheless, bearing in mind the severity of the situation, we believe that more radical steps should have been considered.

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Economy: Public debt down €76m in September

Serbia's public debt amounted to €19.1bn at the end of September, down €76m compared to the previous month. It accounts for 58.1% of the projected 2013 GDP that, as we underlined in the above budget analysis, may be slightly overstated. (Source: Ministry of Finance)

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SERBIAN EQUITIES DAILY

Daily activity	
Daily turnover RSD	26,507,650
Daily turnover EUR	232,341
Shares participation (%)	76.75%
Bonds participation (%)	23.25%
FIS	12.83%
FIB	0.00%

Most Traded Stocks		
Symbol	Closing Price	Turnover (RSD)
NIIS	848	12,194,278
ALFA	12,013	949,043
JESV	4,550	928,200
VZAS	510	524,430
ENHL	648	403,803

Top Gainers			
Company	Symbol	Closing price	Change
Tigar	TIGR	166	5.06%
Philip Morris Operations	DINNPB	1,150	4.45%
Komercijalna banka preferred	KMBNPB	830	3.36%
Soja protein	SJPT	684	2.24%
Goša montaža	GMON	2,166	1.21%

Top Losers			
Company	Symbol	Closing price	Change
BIP u restrukturiranju	BIPB	34	-12.82%
Dijamant	DJMN	28,790	-3.97%
Energoprojekt Niskogradnja	EPNS	1,300	-3.70%
Aerodrom Nikola Tesla	AERO	460	-2.54%
Galenika Fitofarmacija	FITO	3,001	-1.67%

Foreign Exchange Savings Bonds				
Maturity	Last Price	Daily Change	Current Yield	Daily Volume (€)
A2014	97.79	0.06%	3.68%	14,615
A2015	93.63	0.08%	4.15%	21,376
A2016	89.67	0.07%	4.25%	18,026

SERBIAN EQUITIES DAILY

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