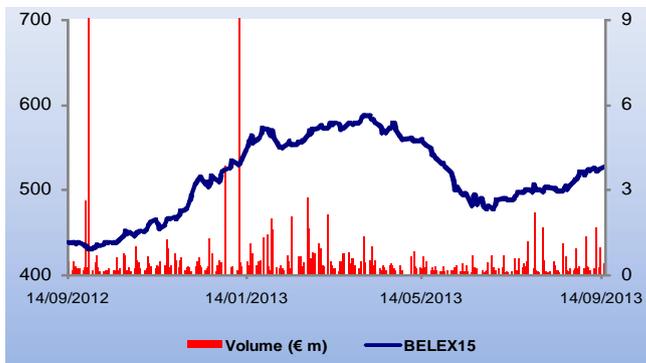


SERBIAN EQUITIES DAILY



Market Comment:

The market recovered slightly yesterday on once again thin trading volumes. Belex15 was up 0.27%. Total turnover amounted to €190k, half of which was a block trade by Niska Mlekara dairy. AIK Bank led the gainers, while NIS lost some ground (at RSD 840), again respecting the pattern of 5k shares: whenever it trades less than that - the price drops.

BELEX15	
Value	523.14
Daily Change %	0.27%
YTD Change	-0.75
YTD Change %	-0.14%

BELEXline	
Value	1,033.04
Daily Change %	0.20%
YTD Change	27.48
YTD Change %	2.73%

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)	0.4

*multiples refer to Eurobank Brokerage Universe

FX rates		YTD chg.
EUR / RSD	114.6859	0.9%
USD / RSD	84.7454	-1.7%
EUR / USD	1.3533	2.6%

Company News:

NIS: Joint venture "NIS Elektrowind" begins construction of a 102 MW wind farm in Plandiste

NIS Elektrowind, the joint venture where NIS holds 50%, began constructing yesterday the 102 MW strong wind farm, which will consist of 34 wind turbines, in the northeast Serbian town Plandiste. Total cost of the project is estimated at €160m, and the deadline for the beginning of operations is 12 months from now. NIS and the other partner will put down €23m in cash each, while the rest will be debt financed. (Source: B92) If we were to do the consolidation exercise on NIS's financials (50% stake in the firm), they should take the following form: capex of €23m, new long term debt of €57. At an estimated interest rate of 4.5%, yearly financial expenses would hit €2.5m. At an average wind turbines capacity factor of 33% (utilization rate), and the current feed in tariff of 9.2 €cent per kW/h, the firm's revenue should total €28m per year (NIS's share half of that). At this rate, and having in mind the feed in tariff duration of 12 years, the approximate IRR of the project would be 16%. There are, however, a lot of rough calculations and unknowns in a wind generation business in Serbia. One thing we know is that NIS is slowly diversifying away from oil and gas and into other energy related projects. (NIIS @ RSD 840; volume 3900 shares) NIS currently trades at a P/S13e of 0.55 and a P/E13e of 2.3. **Ivan Radovic**, (ivan.radovic@eurobank.rs, tel: +381 11 3027 533)

SERBIAN EQUITIES DAILY

Daily activity	
Daily turnover RSD	21,350,828
Daily turnover EUR	186,237
Shares participation (%)	93.60%
Bonds participation (%)	6.40%
FIS	13.37%
FIB	0.00%

Most Traded Stocks		
Symbol	Closing Price	Turnover (RSD)
MLNI	1,620	6,480,000
AIKB	1,398	4,414,272
NIIS	840	3,282,266
ALFA	12,000	1,224,000
CYBN	3,500	549,500

Top Gainers			
Company	Symbol	Closing price	Change
AIK banka	AIKB	1,398	2.64%
Mlekara Subotica	MLSU	1,041	2.56%
Institut za strane jezike	INSJ	8,710	2.46%
Bambi	BMBI	24,200	0.83%
Ravnica	RVNC	624	0.65%

Top Losers			
Company	Symbol	Closing price	Change
Energoprojekt Niskogradnja	EPNS	1,000	-16.60%
Dijamant	DJMN	23,063	-3.90%
Crvenka fabrika šećera	CRFS	10,000	-2.91%
Veterinarski zavod Subotica	VZAS	490	-2.00%
NIS	NIIS	840	-0.94%

Foreign Exchange Savings Bonds				
Maturity	Last Price	Daily Change	Current Yield	Daily Volume (€)
A2014	97.38	0.02%	3.87%	3,308
A2015	93.45	0.04%	4.07%	4,719
A2016	89.35	0.02%	4.26%	3,901

SERBIAN EQUITIES DAILY

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