

Availability of stocks to MPFs and OIFs

Prices as of February 13, 2009

Equity Research, Erste Securities Zagreb

Important Notes

DATA SOURCES

This research report is based on data published by the Zagreb Stock Exchange, the Croatian Financial Services Supervisory Agency, the Central Depository Agency and Erste Group.

INVESTMENT REGULATION OF MANDATORY PENSION FUNDS (MPFs) AND OPEN-END INVESTMENT FUNDS (OIFs)

Mandatory pension funds

According to current Regulation on additional investment criteria and investment limitations for pension funds, regarding securities issued by joint stock companies listed in other quotations outside the official quotation on the stock exchange in the Republic of Croatia, pension funds shall be permitted to invest:

- In shares which have initial market capitalization higher than HRK 750 million at the moment of acquisition. If the value of market capitalization of shares drops below the value of HRK 750 million due to a change in market prices, the fund may continue acquiring those shares until the value of market capitalization of shares drops below the value of HRK 650 million.
- If the value of shares drops below the value of HRK 600 million, the fund is obliged to adjust its investments in order to comply with these provisions within six months, starting from the date when the change occurred.
- In shares which have less than 10% of the issue in free float for market capitalization of free float shares higher than HRK 100 million.

Open-end investment funds

According to current Regulation on permitted investments and investment limitations for open-end investment funds with public offering, the management company may invest the fund's assets in shares with less than 10% of the issue in free float if the market capitalization of shares in free float is higher than HRK 100 million.

TABLE ANNOTATIONS

ZSE listing

"ZSE listing" column exhibits quotation at which company stocks are listed on the Zagreb Stock Exchange.

- "OM" represents the Official market, the highest quotation on the Zagreb Stock Exchange.
- "OQ" stands for quotations other than the Official market, all of which are lower than the Official market.

Free float

According to Regulation on permitted investments and investment limitations for open-end investment funds with public offering, free float shares are all those shares that are free for trading on a regulated public market and are available to all capital market participants who are willing to become owners of a specific share at the market value on a specific date.

Free float is calculated as all company's shares owned by shareholders with stake below 5% of total number of shares excluding treasury shares, which is a methodology used by the Zagreb Stock Exchange for calculations of free float factor for CROBEX members.

Free float of stocks included in this report will be updated on a monthly basis. In case of significant changes to the free float of certain stock (takeover, share buyback, capital decrease etc.), free float for the stock will be updated immediately.

REMARKS: Methodology used for calculation of free float is the one suggested by the Zagreb Stock Exchange and represents one of possible methodologies. Potential inaccuracy in free float calculation may arise in case issuers do not inform the public on acquiring/releasing treasury shares.

Available to MPFs for:

"Available to MPFs for:" column exhibits investability of stocks to mandatory pension funds (MPFs) regarding investment criteria and investment limitations for pension funds, as explained above.

- "Initial purchase" means that the stock meets regulatory criteria on market capitalization and free float, allowing pension funds to purchase the stock.
- "Conditional purchase" means that market capitalization of the stock has fallen below HRK 750 million, but is still above HRK 650 million, allowing pension funds to purchase the stock only if they already had it in their portfolio.
- "Purchase not allowed" means that market capitalization of the stock has fallen below HRK 650 million, disallowing pension funds to purchase the stock.
- "Mandatory adjustment" means that market capitalization of the stock has fallen below HRK 600mn, obliging pension funds to adjust their investments with regulatory provisions.

Break-even prices for MPFs

"Break-even prices for MPFs" column exhibits prices at which the stock moves from one category of availability to pension funds to another. Break-even prices are not applicable to stocks listed on the Official market.

Investable to OIFs

"Investable to OIFs" column exhibits investability of stocks to open-end investment funds (OIFs) regarding regulation on permitted investments and investment limitations for open-end investment funds with public offering, as explained above.

Break-even price for OIFs

"Break-even price for OIFs" column exhibits the minimum price at which the stock would be investable to open-end investment funds, if free float of the stock dropped below 10%.

Availability of stocks to MPFs and OIFs

Stock ticker	Company name	ZSE listing	Share price	MCap (HRK mn)	Free float	Available to MPFs for:	Break even prices for MPFs				Break-even price for OIFs
							Initial purchase	Conditional purchase	Mandatory adjustment	Investable to OIFs:	
ADPL-R-A	AD Plastik	OQ	38.0	159.4	41.8%	Mandatory adjustment	178.6	154.8	142.9	Yes	56.9
ADRS-P-A	Adris (preferred stock)	OQ	169.7	1,151.3	100%	Initial purchase	110.6	95.8	88.4	Yes	14.7
ARNT-R-A	Arenaturist	OQ	75.0	163.7	25.8%	Mandatory adjustment	343.6	297.8	274.9	Yes	177.3
ATGR-R-A	Atlantic Grupa	OM	438.0	1,081.7	24.8%	Initial purchase	-	-	-	Yes	163.4
ATPL-R-A	Atlantska plovidba	OQ	762.0	1,063.4	80.5%	Initial purchase	537.4	465.8	429.9	Yes	89.0
AUHR-R-A	Auto Hrvatska	OQ	16,050.0	287.1	52.8%	Mandatory adjustment	41,934.6	36,343.3	33,547.7	Yes	10,583.5
BD62-R-A	Badel 1862	OQ	140.0	105.3	56.3%	Mandatory adjustment	997.2	864.2	797.8	Yes	236.0
BLSC-R-A	Belišće	OQ	400.0	465.7	54.5%	Mandatory adjustment	644.2	558.3	515.3	Yes	157.5
BLJE-R-A	Belje	OQ	90.0	739.4	8.0%	Mandatory adjustment	91.3	79.1	73.0	No	151.6
CKML-R-A	Čakovečki mlinovi	OQ	3,000.0	315.0	54.3%	Mandatory adjustment	7,142.9	6,190.5	5,714.3	Yes	1,753.3
CROS-R-A	Croatia osiguranje	OM	2,950.5	907.6	21.1%	Initial purchase	-	-	-	Yes	1,537.8
DDJH-R-A	Đuro Đaković Holding	OQ	46.0	148.9	52.6%	Mandatory adjustment	231.7	200.8	185.4	Yes	58.7
DDJM-R-A	Đuro Đaković Montaža	OQ	488.0	123.6	9.8%	Mandatory adjustment	2,962.2	2,567.3	2,369.8	No	4,038.5
DIOK-R-A	Dioki	OQ	140.0	565.8	10.3%	Mandatory adjustment	185.5	160.8	148.4	Yes	239.7
DKVS-R-A	Đakovština	OQ	40.2	42.3	61.5%	Mandatory adjustment	711.9	617.0	569.5	Yes	154.4
DLKV-R-A	Dalekovod	OQ	319.9	733.8	57.1%	Conditional purchase	327.0	283.4	261.6	Yes	76.4
ERNT-R-A	Ericsson Nikola Tesla	OQ	1,070.0	1,424.9	41.7%	Initial purchase	563.2	488.1	450.6	Yes	180.0
FNVC-R-A	Finvest Corp	OQ	230.0	142.1	34.7%	Mandatory adjustment	1,214.1	1,052.2	971.3	Yes	466.4
FRNK-R-A	Franck	OQ	800.0	341.7	20.4%	Mandatory adjustment	1,755.7	1,521.6	1,404.6	Yes	1,149.8
HDEL-R-A	Hydroelektra niskograd.	OQ	199.0	124.2	39.8%	Mandatory adjustment	1,202.2	1,041.9	961.7	Yes	402.7
HGSP-R-A	HG Spot	OQ	155.0	51.2	49.2%	Mandatory adjustment	2,272.7	1,969.7	1,818.2	Yes	616.2
HT-R-A	T-Hrvatski Telekom	OM	222.4	18,208.7	41.9%	Initial purchase	-	-	-	Yes	2.9
HUPZ-R-A	HUP Zagreb	OQ	1,765.0	874.7	32.5%	Initial purchase	1,513.3	1,311.5	1,210.7	Yes	621.2
IGH-R-A	IGH	OM	2,590.0	410.7	87.2%	Initial purchase	-	-	-	Yes	723.1
INA-R-A	INA	OM	1,160.0	11,600.0	8.0%	Initial purchase	-	-	-	Yes	125.0
INDG-R-A	Industrogradnja	OQ	627.0	284.0	40.0%	Mandatory adjustment	1,655.7	1,434.9	1,324.5	Yes	552.6
INGR-R-A	Ingra	OM	61.0	457.4	65.9%	Initial purchase	-	-	-	Yes	20.2
IPKK-R-A	IPK Kandid	OQ	212.5	152.0	34.8%	Mandatory adjustment	1,048.8	909.0	839.1	Yes	401.7
ISTT-R-A	Istraturist	OM	348.0	1,626.9	19.5%	Initial purchase	-	-	-	Yes	109.5
JDBA-R-A	Jadranska banka	OQ	2,050.0	245.2	87.3%	Mandatory adjustment	6,269.2	5,433.3	5,015.4	Yes	957.9
JDOS-R-A	Jadransko osiguranje	OQ	2,501.5	312.7	58.9%	Mandatory adjustment	6,000.0	5,200.0	4,800.0	Yes	1,357.3
JDPL-R-A	Jadroplov	OQ	120.0	196.4	29.4%	Mandatory adjustment	458.2	397.1	366.6	Yes	208.0
JMNC-R-A	Jamnica	OQ	32,002.0	708.1	12.8%	Conditional purchase	33,896.8	29,377.2	27,117.4	Yes	35,226.6
JNAF-R-A	Jadranski naftovod	OQ	1,504.5	1,117.6	5.9%	Mandatory adjustment	1,009.6	875.0	807.7	No	2,285.5
KNZM-R-A	Konzum	OQ	121.0	2,747.0	6.0%	Initial purchase	33.0	28.6	26.4	Yes	74.0
KODT-R-A	Končar D & ST	OQ	1,340.0	130.1	27.1%	Mandatory adjustment	7,724.5	6,694.5	6,179.6	Yes	3,801.9
KOEI-R-A	Končar elektroindustrija	OQ	307.0	789.6	44.7%	Initial purchase	291.6	252.7	233.3	Yes	87.1
KORF-R-A	Dom Holding	OQ	30.0	243.4	40.4%	Mandatory adjustment	92.4	80.1	74.0	Yes	30.5
KRAS-R-A	Kraš	OQ	289.0	397.0	71.1%	Mandatory adjustment	546.0	473.2	436.8	Yes	102.4
KTJV-R-A	Kutjevo	OQ	55.0	262.9	5.0%	Mandatory adjustment	156.9	136.0	125.5	No	422.6

Availability of stocks to MPFs and OIFs - continued

Stock ticker	Company name	ZSE listing	Share price	MCap (HRK mn)	Free float	Available to MPFs for:	Break even prices for MPFs				Break-even price for OIFs
							Initial purchase	Conditional trading	Mandatory adjustment	Investable to OIFs:	
LEDO-R-A	Ledo	OQ	3,899.0	858.4	21.2%	Initial purchase	3,406.5	2,952.3	2,725.2	Yes	2,147.5
LKPC-R-A	Luka Ploče	OQ	1,030.0	229.3	38.8%	Mandatory adjustment	3,369.1	2,919.9	2,695.2	Yes	1,158.1
LKRI-R-A	Luka Rijeka	OQ	120.0	717.7	17.1%	Conditional purchase	125.4	108.7	100.3	Yes	97.6
LPLH-R-A	Lošinjaska plovidba	OQ	85.0	56.3	34.3%	Mandatory adjustment	1,132.2	981.3	905.8	Yes	440.1
LRH-R-A	Liburnia Riviera Hoteli	OQ	1,101.0	333.2	16.4%	Mandatory adjustment	2,478.2	2,147.8	1,982.5	Yes	2,011.1
LVCV-R-A	Lavčević	OQ	290.0	138.7	27.1%	Mandatory adjustment	1,568.4	1,359.3	1,254.7	Yes	770.7
MAIS-R-A	Maistra	OQ	83.9	860.1	16.1%	Initial purchase	73.1	63.4	58.5	Yes	60.6
MDKA-R-A	Medika	OM	7,000.0	211.4	33.9%	Initial purchase	-	-	-	Yes	9,772.5
MGMA-R-A	Magma	OM	72.0	350.9	23.2%	Initial purchase	-	-	-	Yes	88.4
MIV-R-A	MIV	OQ	2,500.0	37.5	68%	Mandatory adjustment	49,940.1	43,281.4	39,952.1	Yes	9,757.7
MLNR-R-A	Mlinar	OQ	411.0	105.0	13.6%	Mandatory adjustment	2,936.5	2,544.9	2,349.2	Yes	2,881.5
OPTE-R-A	Optima Telekom	OM	62.8	177.0	32.3%	Initial purchase	-	-	-	Yes	109.9
PBZ-R-A	Privredna banka Zagreb	OQ	385.0	7,343.6	2.2%	Initial purchase	39.3	34.1	31.5	Yes	239.3
PDBA-R-A	Podravska banka	OQ	530.0	223.0	29.1%	Mandatory adjustment	1,782.5	1,544.8	1,426.0	Yes	816.4
PLAG-R-A	Plava laguna	OQ	1,490.0	814.0	17.9%	Initial purchase	1,372.8	1,189.8	1,098.3	Yes	1,020.9
PLVA-R-A	Pliva	OM	770.0	15,814.5	1.6%	Initial purchase	-	-	-	Yes	298.7
PODR-R-A	Podravka	OM	229.0	1,241.2	48.4%	Initial purchase	-	-	-	Yes	38.1
PTKM-R-A	Petrokemija	OQ	90.0	300.7	48.6%	Mandatory adjustment	224.5	194.5	179.6	Yes	61.6
RIBA-R-A	Erste&Steierm. bank	OQ	261.0	4,432.9	3.9%	Initial purchase	44.2	38.3	35.3	Yes	150.2
RIVP-R-A	Riviera Poreč	OQ	174.0	635.6	21.4%	Purchase not allowed	205.3	177.9	164.2	Yes	128.1
RIZO-R-A	RIZ Odašiljači	OQ	370.0	138.4	22.0%	Mandatory adjustment	2,004.4	1,737.1	1,603.5	Yes	1,217.0
SAPN-R-A	Saponia	OQ	206.3	135.8	12.2%	Mandatory adjustment	1,138.8	987.0	911.1	Yes	1,242.6
SNBA-R-A	Slatinska banka	OQ	121.0	111.2	91.3%	Mandatory adjustment	816.1	707.3	652.9	Yes	119.3
SUNH-R-A	Sunčani Hvar	OQ	37.4	273.4	12.3%	Mandatory adjustment	102.6	88.9	82.1	Yes	111.3
THNK-R-A	Tehnika	OQ	1,550.0	293.7	70.0%	Mandatory adjustment	3,958.6	3,430.8	3,166.9	Yes	753.6
TISK-R-A	Tisak	OQ	270.0	644.4	6.3%	Mandatory adjustment	314.3	272.4	251.4	No	665.1
TKPR-R-A	Tekstilpromet	OQ	700.0	65.7	62.5%	Mandatory adjustment	7,989.5	6,924.2	6,391.6	Yes	1,704.4
TLM-R-A	TLM	OQ	54.4	100.0	11.9%	Mandatory adjustment	407.6	353.2	326.1	Yes	455.2
TNPL-R-A	Tankerska plovidba	OQ	1,400.0	876.9	15.4%	Initial purchase	1,197.3	1,037.7	957.9	Yes	1,038.7
TNSA-R-A	Transadria	OQ	3,790.0	109.0	65.1%	Mandatory adjustment	26,082.4	22,604.8	20,865.9	Yes	5,342.8
TOZ-R-A	TOZ	OQ	255.0	51.0	44.6%	Mandatory adjustment	3,750.0	3,250.0	3,000.0	Yes	1,121.3
ULPL-R-A	Uljanik plovidba	OQ	469.9	272.5	83.3%	Mandatory adjustment	1,293.1	1,120.7	1,034.5	Yes	206.9
VART-R-1	Varteks	OM	56.0	107.6	59.6%	Initial purchase	-	-	-	Yes	87.4
VDKT-R-A	Viadukt	OQ	308.8	141.1	79.5%	Mandatory adjustment	1,641.8	1,422.9	1,313.4	Yes	275.4
VERN-R-A	Veterina	OM	78.0	143.0	27.0%	Initial purchase	-	-	-	Yes	201.7
VIRO-R-A	Viro	OM	301.0	417.4	33.6%	Initial purchase	-	-	-	Yes	214.7
VLHO-R-A	Valamar Holding	OQ	30.0	199.2	21.0%	Mandatory adjustment	112.9	97.9	90.3	Yes	71.6
ZABA-R-A	Zagrebačka banka	OQ	160.0	10,247.7	4.0%	Initial purchase	11.7	10.1	9.4	Yes	38.7
ZAPI-R-A	Zagrebačka pivovara	OQ	2,644.0	1,640.5	28.1%	Initial purchase	1,208.8	1,047.6	967.0	Yes	574.0
ZTNJ-R-A	Žitnjak	OQ	206.0	42.4	13.9%	Mandatory adjustment	3,647.1	3,160.8	2,917.7	Yes	3,493.4
ZVZD-R-A	Zvijezda	OQ	3,500.0	350.9	15.4%	Mandatory adjustment	7,480.8	6,483.3	5,984.6	Yes	6,472.7

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