

KEY STOCKS FOR THE WEEK 16/04—20/04

- **Snoras**, Lithuanian banking group, is viewed as a good investment opportunity, after dipping to a five-month low last week, and despite turning in all time high profit in Q1 falling further behind the other players in finance industry in terms of P/E and P/B ratios.
- **Baltika**, Estonian apparel retailer, is to release its Q1 report this week. A net profit result of more than **EEK 26M** would make the share's forward P/E higher than expected, as well as that of **Apranga**, rendering it comparatively better investment opportunity.
- Lithuanian operator of electricity distribution network **Rytu Skirstomieji Tinklai** is on the radar this week, after its application for trading on the official list of OMX Vilnius stock exchange was approved last week. Additionally, the companies shares have almost reached their lowest point since December 2006, which makes it an attractive investment, especially in the light of upcoming merger with **Vakaru Skirstomieji Tinklai** and **Lietuvos Energija**.

BALTIC MARKET EVENTS FOR THE WEEK 16/04—20/04

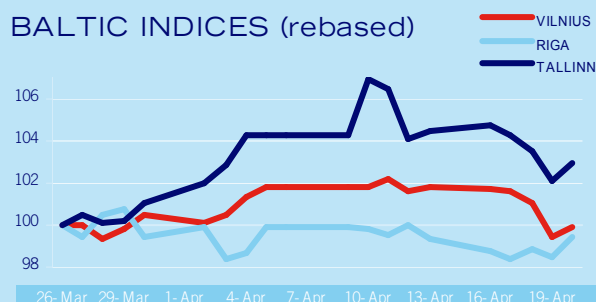
Riga Stock Exchange	Tallinn Stock Exchange	Vilnius Stock Exchange
23 Apr		Vilniaus Baldai - Q1 activity result
24 Apr	Baltika - Q1 interim report	Sanitas - Q1 activity result
25 Apr		
26 Apr	Tallinna Kaubamaja - 2006 audited results	
27 Apr	Tallinna Vesi - Q1 interim report	Apranga - 2006 audited results Rokiskio Suris - Q1 unaudited results

LAST WEEK IN THE BALTIC STOCK MARKETS

MARKET WHEEL HITS A BUMPY ROAD

	OMX RIGA	OMX TALLINN	OMX VILNIUS
	INDEX	INDEX	INDEX
Last Price	662.6	914.3	490.9
Market Cap (€ mln)	1,595.6	4,730.7	3,310.9
52-Week High Price	730.7	1086.4	532.1
52-Week Low Price	552.4	587.9	360.6
1-Week Return	0.1%	-1.5%	-1.9%
1-Month Return	-0.6%	5.4%	-0.1%
Year to Date	1.1%	6.8%	-0.4%
1-Year Return	3.9%	36.8%	14.3%
P/E*	17.2	14.6	21.9
P/BV*	1.3	3.1	1.4

* - adjusted to include only the most liquid stocks (as listed on page 3)



Ten Most Traded Shares by Weekly Volume

	Last Price	% Change	Volume €
Saku Oletehas	15.50	-12.9%	8,193,333
Olympic Entertainment Group	11.06	-3.2%	5,423,939
Tallink Grupp	1.31	-2.2%	3,312,764
TEO LT	2.70	-3.6%	3,228,656
Ukio Bankas	4.22	-2.8%	3,131,870
Eesti Telekom	8.30	0.2%	1,810,979
Norma	5.34	-0.4%	1,716,347
Latvijas Kugnieciba	1.13	1.8%	1,672,558
Invalda	14.15	6.8%	1,222,945
Tallinna Kaubamaja	8.61	-4.3%	1,149,190

Movement of the Baltic Markets

Number of Winners	14
Number of Unchanged	2
Number of Losers	30

Largest Winner and Largest Loser (Weekly Volume Exceeding EUR10,000)

	Last Price	% Change	Volume €
Invalda	14.15	6.8%	1,222,945
Saku Oletehas	15.50	-12.9%	8,193,333

Last Week's Stocks to Watch

	Last Price	% Change	Outlook*
Tallinna Kaubamaja	8.61	-4.3%	↑
PTA Grupp	4.65	0.9%	↑
Lietuvos Dujos	3.45	-1.4%	↓

* based on last week's report

to make sure its share price reaches LTL 14.00 by June by forming a special reserve for share buyback, to be used in case it hasn't reached the target price on its own. This has attracted investor interest and boosted the share price by 6.8%.

SPUN BY THE UNUSUAL SUSPECTS

Funds reallocating portfolios or control changing hands behind the scenes?

Last week's most traded share list has seen an entry of four surprising visitors — Estonian based brewery **Saku Oletehas**, Estonia's producer of automotive accessories **Norma**, **Latvijas Kugnieciba (Latvian Shipping Company)**, and Lithuanian investment company **Invalda**. We suspect that such comparatively huge turnover of stocks in question has been triggered by several major investors or investment funds seizing the window of opportunity to rearrange their portfolios during favourable market conditions.

Saku Oletehas has announced exceptionally good Q1 sales last week, reaching 21M litres or 33% higher than during the same period last year. However, it was the payment of EUR 1.6 per share dividend that made the company's stock take the last place in weekly return charts, down by EUR 2.29 or -12.9%. Notably, more than a third of company's free float capital changed hands during the week, putting it into a top spot in terms of turnover.

Invalda, Lithuanian investment company has announced plans

COMPANY	MARKET CAPITAL FREE FLOAT (€ mln)	SHARE PRICE (quoted currency)		YTD	P/E	P/B	EV/EBITDA
		2007.04.16	2007.04.20				
Consumer Discretionary							
Apranga	48.5	17.39	17.70	34.1%	35.8	9.4	19.3
Baltika	117.1	26.40	26.25	18.2%	28.2	8.1	20.9
Norma	20.3	5.36	5.34	4.5%	12.9	1.3	3.9
Olympic Entertainment Group	171.3	11.42	11.06	24.4%	33.6	6.3	19.6
PTA Grupp*	58.7	4.61	4.65	18.3%	14.3	1.0	5.7
Snaige	13.5	11.15	10.31	-14.8%		2.3	13.8
Starman	21.1	4.81	4.80	9.1%	22.3	4.9	11.4
Tallinna Kaubamaja	65.1	9.00	8.61	-6.2%	19.7	4.4	15.3
Vilniaus Baldai	5.3	18.97	18.00	-0.6%	101.8	2.2	10.5
Consumer Staples							
Kalev	7.7	1.30	1.25	-21.4%		1.7	21.3
Latvijas Balzams	5.2	4.06	4.04	-8.8%	12.6	1.0	11.9
Pieno Zvaigzdes	31.0	5.00	5.15	-4.6%	14.4	2.3	6.7
Rokiskio Suris	21.7	58.51	59.00	7.3%	9.8	1.4	1.6
Saku Olletehas	24.8	17.79	15.50	14.0%	16.4	4.5	9.2
Zemaitijos Pienas	10.2	23.48	22.50	-10.9%	6.9	1.6	4.0
Energy							
Klaipedos Nafta	29.7	1.06	1.02	-11.3%	18.9	0.9	
Latvijas Gaze	21.8	9.96	9.95	-3.6%	15.8	1.8	
Latvijas Kugnieciba	32.0	1.11	1.13	5.6%	11.8	1.0	6.5
Lietuvos Dujos	29.7	3.50	3.45	-9.4%	30.4	0.9	
Lietuvos Elektrine	8.3	5.35	5.60	24.7%	32.0	0.8	
Ventspils Nafta	50.1	2.59	2.67	13.6%	37.6	0.9	32.7
Financials							
Invalda	69.4	13.25	14.15	13.4%	11.7	1.1	
Siauliu Bankas	37.7	3.63	3.60	-7.7%	19.3	2.0	
Snoras	16.8	4.90	4.84	-3.2%	8.2	1.6	
Ukio Bankas	83.7	4.34	4.22	7.9%	16.2	1.8	
Healthcare & Pharmaceuticals							
Grindeks	40.7	8.00	7.92	10.0%	12.1	2.4	8.7
Olainfarm	10.9	2.89	2.97	21.2%	37.2	2.9	12.3
Sanitas	44.6	16.00	15.70	15.4%	74.1	1.6	77.5
Industrials							
Eesti Ehitus	51.8	11.95	12.00	13.5%	12.5	4.5	
Harju Elekter	29.8	3.82	3.87	-6.7%	21.5	1.6	17.2
Lietuvos Juru Laivininkyste	7.4	0.59	0.56	-9.7%	6.9	0.5	3.1
Merko Ehitus	82.4	22.85	22.00	12.0%	10.5	3.8	8.8
Panevezio Statybos Trestas	23.9	16.50	16.10	6.6%	22.7	5.1	18.3
Rigas Kugu Buvetava	7.2	0.86	0.86	-7.5%	18.4	0.7	7.7
Tallink Grupp	237.9	1.34	1.31	2.5%	9.0	1.5	15.3
Information Technology & Telecommunications							
Eesti Telekom	104.1	8.28	8.30	-1.2%	13.6	4.4	8.0
SAF Tehnika	2.2	7.00	6.80	-43.3%	12.5	2.3	8.1
TEO LT	198.1	2.80	2.70	-2.2%	16.1	1.9	4.7
Vilniaus Vingis	7.3	6.00	6.00	2.6%		1.6	
Materials							
Grigiskes	11.5	2.60	2.56	-13.2%	11.5	1.6	6.3
Liepajas Metalurgs	6.3	2.15	2.08	-15.1%	3.7	0.5	2.0
Lifosa	7.6	29.01	30.00	40.2%	12.9	1.6	
Utilities							
Lietuvos Energija	26.5	4.00	3.90	-1.0%	90.3	1.2	
Rytu Skirstomieji Tinklai	43.6	3.83	3.65	-2.7%	55.7	0.9	9.1
Tallinna Vesi	47.1	16.40	16.22	8.1%	20.5	4.4	14.3
Vakaru Skirstomieji Tinklai	15.6	483.00	499.50	13.5%	29.4	1.3	7.0
Average				2.9%	23.8	2.4	13.0

* Values adjusted to include Silvano Fashion Group

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