

KEY STOCKS FOR THE WEEK 28/05—01/06

- Sanitas**, Lithuanian producer of pharmaceuticals, has announced preliminary **EBITDA** to be **LTL 8.2M**, which is lower than the expected **LTL 9.2M** and should hence serve to reduce the speculative trading surrounding the stock and driving it up for the past few weeks. **Sanitas** parent company **Invalda** could also be affected by the downturn.
- PTA Grupp**, Estonian retailer of apparel, has announced better than expected **Q1** results today, with an **EBITDA** of **EUR 4.03M**. The result significantly improves PTA's multiples and is expected to receive positive reception from the investors.
- City Service**, Lithuania's largest commercial and residential property operator has issued an **IPO** last week, available for registration to interested investors until 1st of June. Offer price of **LTL 11.74—13.24** gives the company a **P/E** of **29.8—33.61**, and a **P/B** of **7.14—8.04**. The share is expected to attract interest from both local and foreign investors due to strong brand recognition and its considerable size in the region.

BALTIC MARKET EVENTS FOR THE WEEK 28/05—01/06

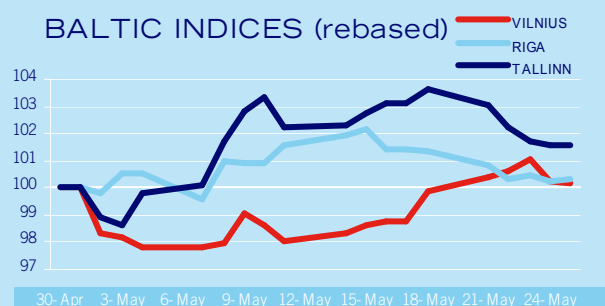
Riga Stock Exchange	Tallinn Stock Exchange	Vilnius Stock Exchange
28 May		
29 May		
30 May	Baltika - ex-dividend date	Invalda - Q1 financial statements
31 May	Saku Oletehasse - Q1 financial statements	
1 June		

LAST WEEK IN THE BALTIC STOCK MARKETS

BIG DEALS DRIVE THE TURNOVER...

	OMX RIGA	OMX TALLINN	OMX VILNIUS
	INDEX	INDEX	INDEX
Last Price	665.1	904.2	493.3
Market Cap (€ mln)	1,858.0	4,876.5	3,248.6
52-Week High Price	730.7	1086.4	532.1
52-Week Low Price	552.4	587.9	360.6
1-Week Return	-1.0%	-2.0%	0.3%
1-Month Return	-0.1%	-1.4%	-0.4%
Year to Date	1.5%	5.6%	0.1%
1-Year Return	15.5%	49.4%	23.4%
P/E*	15.3	14.7	21.0
P/BV*	1.2	3.1	1.3

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



Ten Most Traded Shares by Weekly Volume

	Last Price	% Change	Volume €
Tallinna Vesi	15.17	0.1%	32,664,264
Tallink Grupp	1.34	2.3%	12,039,347
Norma	4.75	-9.4%	9,749,646
Merko Ehitus	22.00	0.1%	7,857,577
Eesti Telekom	8.46	0.8%	4,645,857
Vilniaus Vingis	6.00	0.0%	3,191,622
Ukio Bankas	4.19	1.0%	1,890,310
Olympic Entertainment Group	5.16	-7.0%	1,742,542
TEO LT	2.34	0.0%	1,555,550
Apranga	17.28	-1.4%	960,536

Movement of the Baltic Markets

Number of Winners	23
Number of Unchanged	8
Number of Losers	15

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

	Last Price	% Change	Volume €
Snoras	4.91	6.5%	128,273
Norma	4.75	-9.4%	9,749,646

Last Week's Stocks to Watch

	Last Price	% Change	Outlook*
Sanitas	19.55	2.1%	↑
Merko Ehitus	22.00	0.1%	↓
Olympic Entertainment Group	5.16	-7.0%	↓

*based on last week's report

...BUT NOT THE MARKET

Bankas Snoras announced to have earned **LTL 17.8M** during **Q1** of 2007, **+26.3%** increase year-on-year, and slightly higher than expected. The investors met the news positively, with the share price appreciating by **+6.5%** during the week.

Estonian cable TV provider **Starman** has increased its year-on-year **Q1** revenue by **+17.4%** to **EUR 4.3M**, with an **EBITDA** of **EUR 855K**, up by **+14.5%**. The results were better than the investors expected, positively affecting the share price, which increased by **+3.3%** during the week.

COMPANY	MARKET CAPITAL FREE FLOAT (€ mln)	SHARE PRICE (quoted currency)		YTD	P/E	P/B	EV/EBITDA
		2007.05.21	2007.05.25				
Consumer Discretionary							
Apranga	47.3	17.53	17.28	30.9%	35.0	9.2	18.8
Baltika	106.2	23.25	23.80	7.2%	26.5	7.4	19.0
Norma	18.1	5.24	4.75	-7.0%	11.4	1.1	3.1
Olympic Entertainment Group	200.8	5.55	5.16	16.1%	31.4	2.9	8.0
PTA Grupp*	58.7	4.50	4.65	18.3%		1.0	5.7
Snaige	14.6	11.30	10.80	-10.7%		2.4	14.3
Starman	20.9	4.60	4.75	8.0%	22.1	4.8	11.3
Tallinna Kaubamaja	63.1	8.55	8.35	-9.0%	19.1	4.3	14.9
Vilniaus Baldai	5.3	18.03	18.00	-0.6%		2.2	10.5
Consumer Staples							
Kalev	7.1	1.18	1.16	-27.0%		1.6	20.3
Latvijas Balzams	5.3	4.10	4.10	-7.4%	12.7	1.0	12.0
Pieno Zvaigzdes	29.2	4.75	4.85	-10.2%	13.5	2.2	6.1
Rokiskio Suris	19.4	59.10	60.00	9.1%	9.8	1.4	6.3
Saku Olletehas	24.6	16.04	15.40	13.2%	16.3	4.4	9.1
Zemaitijos Pienas	12.4	20.80	21.00	-16.8%	6.4	1.5	3.8
Energy							
Klaipedos Nafta	32.6	1.11	1.12	-2.6%	20.7	1.0	7.1
Latvijas Gaze	16.2	10.00	10.10	-2.1%	16.0	1.8	9.2
Latvijas Kugnieciba	31.2	1.10	1.10	2.8%	11.5	1.0	6.4
Lietuvos Dujos	30.5	3.55	3.55	-6.8%	31.3	0.9	11.3
Lietuvos Elektrine	7.4	4.80	5.00	11.4%	28.6	0.7	14.6
Ventspils Nafta	50.3	2.68	2.68	14.0%	37.7	0.9	32.8
Financials							
Invalda	78.3	14.58	14.80	18.6%	12.3	1.2	18.2
Siauli Bankas	77.9	3.44	3.44	-11.8%	33.5	1.9	
Snoras	9.4	4.61	4.91	-1.8%	8.3	1.7	
Ukio Bankas	83.1	4.15	4.19	7.2%	19.8	1.8	
Healthcare & Pharmaceuticals							
Grindeks	38.5	7.95	7.50	4.2%	11.5	2.3	8.3
Olainfarm	11.1	3.00	3.03	23.7%	37.9	2.9	12.5
Sanitas	55.5	19.15	19.55	43.8%		2.0	
Industrials							
Eesti Ehitus	27.8	12.95	6.45	22.0%	8.8	2.4	5.5
Harju Elekter	26.2	3.52	3.40	-18.1%	18.9	1.4	15.2
Lietuvos Juru Laivininkyste	7.9	0.59	0.60	-3.2%	7.3	0.5	3.3
Merko Ehitus	82.4	21.98	22.00	12.0%	10.5	3.8	8.8
Panevezio Statybos Trestas	24.5	16.79	16.50	9.3%	23.2	5.2	18.7
Rigas Kugu Buvetava	7.2	0.86	0.86	-7.5%	18.4	0.7	7.7
Tallink Grupp	243.3	1.31	1.34	4.9%	9.2	1.5	15.5
Information Technology & Telecommunications							
Eesti Telekom	106.1	8.39	8.46	0.7%	13.8	4.4	8.2
SAF Tehnika	2.2	7.20	6.75	-43.8%	12.1	2.3	8.0
TEO LT	163.7	2.34	2.34	-15.2%	13.9	1.6	3.9
Vilniaus Vingis	7.3	6.00	6.00	2.6%		1.6	
Materials							
Grigiskes	10.9	2.40	2.43	-17.6%	10.9	1.5	6.1
Liepajas Metalurgs	7.7	2.49	2.51	2.4%	4.5	0.7	2.4
Lifosa	7.2	28.01	28.51	33.2%	12.3	1.6	8.4
Utilities							
Lietuvos Energija	23.3	3.58	3.43	-12.9%		1.1	11.9
Rytu Skirstomieji Tinklai	39.6	3.41	3.32	-11.5%		0.9	9.5
Tallinna Vesi	44.1	15.16	15.17	1.1%	19.1	4.1	13.5
Vakaru Skirstomieji Tinklai	14.7	466.00	470.00	6.8%	27.6	1.3	6.7
Average	43.50			1.7%	18.0	2.3	10.7

* Values adjusted to include Silvano Fashion Group

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