

KEY STOCKS FOR THE WEEK 11/06—15/06

- City Service**, Lithuania's largest facility operator has started trading on Friday. Despite the share price opening at an optimistic **LTL 14.1**, up **+8.8%** compared to the offer price, significant downward pressure during the first day of trading suggests a likely downward correction during the upcoming week, following the scenario of **Express Grupp IPO**. Only then can we expect the fundamentals to start driving the price of the company's share.
- Ukio Bankas** is announcing its 5-month result later today. A net profit figure of **LTL 25M** is seen as a target for matching investor expectations, while a more significant deviation from the figure should cause a corresponding price adjustment during the week.

BALTIC MARKET EVENTS FOR THE WEEK 11/06—15/06

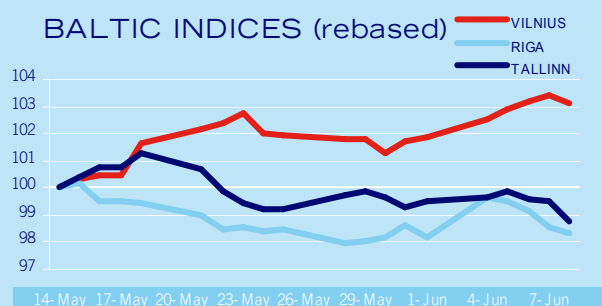
	Riga Stock Exchange	Tallinn Stock Exchange	Vilnius Stock Exchange
11 June			Ukio Bankas - May result
12 June	Olainfarm - end of public offering		
13 June			
14 June			
15 June			

LAST WEEK IN THE BALTIC STOCK MARKETS

A QUITE WEEK, SAVE FOR HUGE EESTI TELEKOM DEALS...

	OMX RIGA	OMX TALLINN	OMX VILNIUS
	INDEX	INDEX	INDEX
Last Price	664.1	900.3	499.0
Market Cap (€ mln)	1,866.2	4,771.9	3,306.0
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%	-0.7%	1.3%
1-Month Return	-0.8%	-0.6%	3.5%
Year to Date	1.3%	5.1%	1.3%
1-Year Return	17.6%	47.4%	27.8%
% of Index Cap*	86.2%	98.9%	83.8%
P/E*	12.1	14.4	16.0
P/BV*	1.1	3.1	0.9

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



Ten Most Traded Shares by Weekly Volume

	Last Price	% Change	Volume €
Eesti Telekom	7.93	-5.8%	47,626,750
Merko Ehitus	23.00	4.1%	5,659,733
Olympic Entertainment Group	4.92	-4.1%	1,163,836
City Service	14.06	8.6%	1,160,086
Rokiskio Suris	60.00	-1.6%	1,159,149
PTA Grupp	4.95	3.1%	1,081,654
Express Grupp	5.86	-0.7%	725,920
Eesti Ehitus	6.50	-1.5%	625,694
Pieno Zvaigzdes	4.84	0.0%	563,964
Ukio Bankas	4.17	0.2%	489,509

Movement of the Baltic Markets

Number of Winners	23
Number of Unchanged	3
Number of Losers	22

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

	Last Price	% Change	Volume €
City Service	14.06	8.6%	1,160,086
Eesti Telekom	7.93	-5.8%	47,626,750

Last Week's Stocks to Watch

	Last Price	% Change	Outlook*
Ventspils Nafta	2.66	-2.2%	↑
Sanitas	19.99	2.5%	↔
Apranga	17.10	-1.0%	↔
City Service	14.06	8.6%	↑

*based on last week's report

...AND AN IPO

City Service, Lithuania's leader in facility management services, has been in the limelight on its first day of trading, as was expected due to huge **oversubscription** to the IPO. Share price reflected the hype, opening already **+8.8%** higher than the offer price, while single day turnover boosted the stock into 4th place among the most traded during the week.

Rokiskio Suris, Lithuanian supplier of dairy goods, has announced its May revenue to hit **LTL 62.7M**, a **+50.1%** increase over the year. While better than expected performance increased share turnover, it seems that the news have been seized by some investors as a good exit opportunity, with the price having dropped to **LTL 60**, **-1.6%** during the week. It should be noted that the stock already has the least competitive multiples among Lithuanian dairy producers.

COMPANY	MARKET CAPITAL FREE FLOAT (€ mln)	SHARE PRICE (quoted currency)		YTD	P/E	P/B	EV/EBITDA
		2007.06.04	2007.06.08				
Consumer Discretionary							
Apranga	83.2	17.27	17.10	29.5%	29.5	8.5	15.9
Baltika	113.9	8.00	7.75	4.7%	23.5	7.1	19.5
Express Grupp	36.9	5.90	5.86	-0.7%	14.5	5.4	14.5
Norma	29.9	4.75	4.60	-10.0%	10.7	1.1	2.8
Olympic Entertainment Group	151.6	5.13	4.92	10.7%	30.8	5.5	17.3
PTA Grupp*	56.2	4.80	4.95	26.0%	25.0	6.0	18.8
Snaige	19.4	11.00	10.40	-14.1%	-	2.5	26.2
Starman	18.5	4.82	4.79	8.9%	21.4	4.6	11.2
Tallinna Kaubamaja	111.0	8.25	7.91	-13.8%	15.7	3.8	12.8
Vilniaus Baldai	6.8	18.00	18.00	-0.6%	-	2.7	18.4
Consumer Staples							
Kalev	22.0	1.16	1.12	-29.6%	-	1.1	24.1
Latvijas Balzams	5.6	4.17	4.34	-2.0%	10.2	1.0	8.6
Pieno Zvaigzdes	53.8	4.84	4.84	-10.4%	14.2	2.1	6.3
Rokiskio Suris	38.9	61.00	60.00	9.1%	18.7	1.3	6.3
Saku Oletehas	31.7	15.90	15.45	13.6%	19.2	9.6	8.5
Zemaitijos Pienas	13.4	21.15	20.95	-17.0%	7.8	1.4	4.1
Energy							
Klaipedos Nafta	31.3	1.10	1.09	-5.2%	29.1	0.9	11.4
Latvijas Gaze	17.5	9.90	10.11	-2.0%	18.9	1.3	10.0
Latvijas Kugnieciba	99.9	1.10	1.11	3.7%	6.2	0.9	5.4
Lietuvos Dujos	31.4	3.64	3.65	-4.2%	19.3	0.9	10.4
Lietuvos Elektrine	7.5	4.90	5.00	11.4%	-	0.8	12.4
Ventspils Nafta	55.1	2.72	2.66	13.2%	24.1	1.0	111.8
Financials							
Invalda	55.4	14.55	14.60	17.0%	8.7	2.0	12.2
Siauliu Bankas	105.5	3.38	3.57	-8.5%	18.1	2.6	-
Snoras	22.1	4.93	5.15	3.0%	18.2	3.4	-
Ukio Bankas	123.8	4.16	4.17	6.7%	15.3	2.0	-
Healthcare & Pharmaceuticals							
Grindeks	41.3	7.65	7.35	2.1%	10.8	2.1	7.9
Olainfarm	11.1	3.02	3.09	26.1%	32.2	2.9	12.3
Sanitas	98.2	19.50	19.99	47.0%	-	2.0	31.9
Industrials							
Eesti Ehitus	67.6	6.60	6.50	23.0%	17.1	6.5	14.0
Harju Elekter	33.7	3.50	3.58	-13.7%	22.7	1.8	17.5
Lietuvos Juru Laivininkyste	10.3	0.61	0.61	-1.6%	58.0	0.6	6.3
Merko Ehitus	115.0	22.10	23.00	17.0%	10.0	3.8	9.0
Panevezio Statybos Trestas	34.7	16.45	16.55	9.6%	15.2	5.1	10.5
Rigas Kugu Buvetava	7.2	0.82	0.83	-10.8%	78.8	0.7	10.6
Tallink Grupp	487.6	1.33	1.32	3.3%	8.1	1.5	13.8
Information Technology & Telecommunications							
Eesti Telekom	209.3	8.42	7.93	-5.6%	12.4	3.8	7.0
SAF Tehnika	6.6	6.80	6.50	-45.8%	13.3	2.1	9.6
TEO LT	199.2	2.32	2.33	-15.6%	13.1	1.6	3.9
Vilniaus Vingis	9.2	5.62	5.51	-5.8%	2.6	0.7	-
Materials							
Grigiskes	13.7	2.35	2.50	-15.3%	19.2	1.5	7.0
Liepajas Metalurgs	7.3	2.50	2.52	2.9%	4.0	0.7	-
Lifosa	9.2	29.90	29.00	35.5%	21.3	1.5	9.7
Utilities							
City Service	19.5	12.95	14.06	8.6%	35.7	8.5	22.9
Lietuvos Energija	25.3	3.43	3.65	-7.4%	-	1.2	13.8
Rytu Skirstomieji Tinklai	40.0	3.30	3.42	-8.8%	-	0.9	8.8
Tallinna Vesi	86.2	14.80	14.50	-3.4%	18.3	3.6	12.9
Vakaru Skirstomieji Tinklai	13.6	475.00	510.00	15.9%	-	1.3	6.6
Average	60.2			2.0%	19.8	2.8	14.5

* Values adjusted to include Silvano Fashion Group

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