

MARKET OVERVIEW SASE (SEPTEMBER 2010)

In September of 2010 the Sarajevo Stock Exchange achieved a total turnover of 8'041'880,28 BAM, which makes 45,05% of the total trading that was implemented in BH exchanges. During 1'386 transactions total number of traded shares was 4'354'647.

ECONOMY

Industrial production in the Federation of Bosnia and Herzegovina in August 2010 rose by 31,4% in relation to the average monthly production of 2005, in relation to the average monthly production of 2009 rose by 4,0%, and rose by 0,9% in relation to August 2009, and rose by 0,6% in relation to July 2010.

Total exports of Federation of Bosnia & Herzegovina was 2,6 billion BAM in period January-July 2010, Which is 29.0% more than in the same period in 2009. The exports/imports ratio of the Federation of B&H was 53.8% in period January-July 2010. This is 9.8% more than in the same period in 2009 when ratio was 44.0% and 0.8% less than in period January-June 2010 when ratio was 54.6%.

In period January-July 2010 top 3 countries in exports were: Germany 491 million BAM or 18.5% share in total exports, Croatia 422 million BAM or 15.9% share and Italy 328 million BAM or 12.4% share. Exports to all other countries was 1,4 billion BAM or 53.2% share in total exports. Top 3 countries in imports were: Croatia 916 million BAM or 18.6% share in total imports; Germany 612 million BAM or 12.4% share and Italy 469 million BAM or 9.5% share. Imports from all other countries was 2,9 billion BAM or 59.5% share in total imports.

In period January-July 2010 the Federation of B&H shared 66.0% in total exports of B&H. The share in total B&H imports was 66.0%. In period January-July 2010 the biggest share in exports had section "Manufacturing" with the value 2,4 billion BAM, and with 91.8% share in total exports. The biggest share in imports had section "Manufacturing" with the value 4,3 billion BAM, and with 87.5% share in total imports.

The total number of employed persons in July 2010. in the area of the Federation B&H came to 423,735. In relation to the previous month it fell by 0,03%. In comparison with the annual average number of employed persons in 2009. year in the area of the Federation B&H, it fell by 0,7%. According to Unemployment Service data there were 361,654 registered unemployed persons at the end of July 2010. in the Federation B&H. In relation to the previous month it rose by 3873 persons or by 1,1%.

The average net wage in July 20.10.. in the Federation of Bosnia and Herzegovina came to 804, 15KM.

The average gross wage in July 20.10.. in the Federation Bosnia and Heregovina came to 1,222,08 KM.

Main indicator	2006	2007	2008
Nominal BDP (in mil. BAM)	19.121	21.647	24.552*
Nominal increase rate (%)	13,0%	13,2%*	13,4%*
Actual increase rate (%)	6,9%	6,0%*	5,8%*
BDP per capita	4.976	5.634	6.390*
Number of unemployed (000)	516	527	493
Average salary (BAM)	575	645	752
CPI	6,1%	1,5%	7,4%
Outland public debts	21,2%	17,9%	16,8%
Export (IN mil. BAM)	7.058	7.991	9.101
Import (u mil. BAM)	12.672	14.957	17.449
Market balance (% of BDP)	-29,4%	--32,2%	-34,0%
Average rate BAM/EUR	1,95583	1,95583	1,95583

*Source: Directorate for Economic Planning

SASE

The Official market turnover was 485'347,27 BAM or 6,07% of the total turnover. In this market segment a total of 33'321 shares were traded. The highest turnover was achieved by Bosnalijek Sarajevo in the amount of 472'154,27 BAM, with monthly price decrease of 2,48%. Sarajevo Osiguranje achieved a turnover of 13'193,0 BAM and the price per share decreased by 8,62%. Klas Sarajevo recorded no transactions in September 2010.

The Fund Quotation segment reached a turnover of 814'055,69 BAM or 10,19% of total trading. The largest turnover was achieved by shares issued by ZIF "Prof Plus" dd Sarajevo in the amount of BAM 350'048,38 with monthly value increase of 9,72%. The second most traded is issuer ZIF "Naprijed" with a turnover of 128'150,23 BAM and value decrease of 1,03%. Shares issued by ZIF "Fortuna Fond" Bihac, with a turnover of 101'696,40 BAM, recorded a value decrease of shares by 2,50%. In this market segment a total of 204'991 shares was traded.

The Bond quotation segment recorded a total turnover of 1'600'172,52 BAM or 20,02% of total turnover on SASE; 801'207,29 BAM of this amount concerns the Bonds in terms of obligations segment and 798'965,23 concerns the old savings bonds segment. Total number of traded bonds was 3'356'192.

Turnover on Primary Free Market was BAM 4'084'073,69 or 51,01%. Most trading on the primary free market in January was achieved with the shares of "Vispak" dd Visoko in the amount of 2'630,023,00 BAM. Second best are "BH Telecom" Sarajevo shares with the amount of 536,747,84 BAM. Third and fourth placed are Tobacco factory Sarajevo with a turnover of 397'577,77 BAM and "JP Elektroprivreda" Sarajevo with a turnover of 211'226,42 BAM followed by "Energoinvest" dd Sarajevo shares with a monthly turnover of 76'450,65 BAM.

Secondary Free Market turnover was 1'008'095,97 BAM or 12,61% of the regular trading. The largest free trade in the secondary market in August was achieved with the shares issued by "Plin" dd Sarajevo in the amount of 523'050,00 BAM. Second best, based on the turnover is "DC Tesanj Krasevo" dd with the amount of 102'321,00 BAM. Third and fourth place are held by "Siporex" dd Tuzla with a turnover of 82'491,75 BAM and "FAD" dd Jelach with a turnover of 72'504,00 BAM followed by "Bihacka Pivovarna" dd Bihac whose traded shares turnover reached the amount of 47'157,00 BAM.

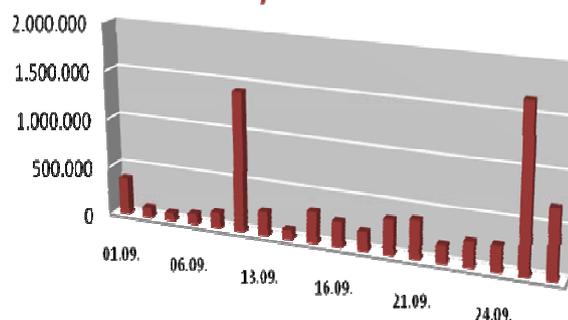
The companies in bankruptcy market recorded no turnover in March 2010.

11 out-of-stock exchange transactions, worth a total of 50'135,14 BAM, was reported in September 2010 on SASE.

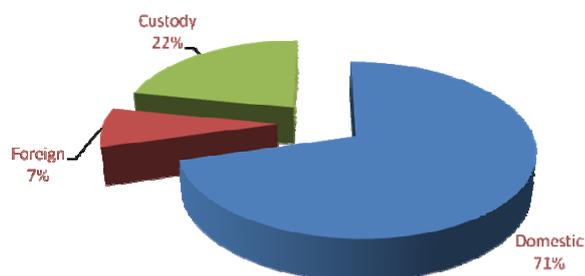
BIFX, the index which reflects the investment fund share prices recorded an increase of 2,02%. SASX-10 recorded an increase of value as well. It's value increased by 0,25% compared to the previous month. The SASX-30 index, which reflects the primary free market shares price, recorded a decrease by 0,78% in September 2010.

SEPTEMBER 2010	
Listed issuers	528
Official market	3
Fund quotation	11
Primary free market	30
Secondary free market	455
Companies in bankruptcy	29
New issuers	7
Suspended issuers	14

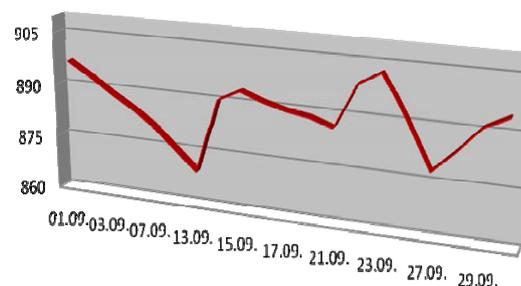
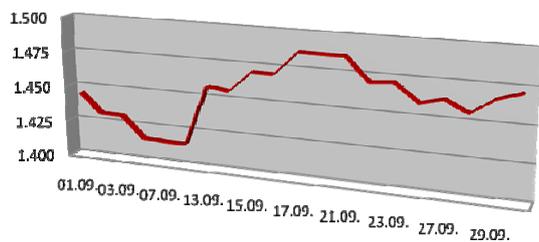
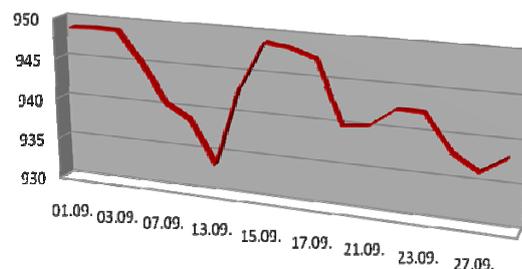
Daily turnover



INVESTOR STRUCTURE



Indices of SASE	31.0810	30.09.10	%
BIFX	1.442,41	1.471,58	2,02%
SASX-10	892,04	894,31	0,25%
SASX-30	947,44	940,04	-0,78%

SASX-10

BIFX

SASX-30

TOP 10 (SEPTEMBER 2010)

	Symbol description	Turnover in the period (KM)	Number of shares	Number of transactions	The last price the previous period	Last bid period	Change
1	Vispak dd Visoko	2.630.026,00	375.718	10	7,00	7,00	0,00%
2	BH Telecom d.d. Sarajevo	536.747,84	28.698	214	19,77	18,95	-4,15%
3	Plin Sarajevo d.d. Sarajevo	523.050,00	52.305	49	9,50	10,00	5,26%
4	Bosnalijek d.d. Sarajevo	472.154,27	31.352	136	15,31	14,93	-2,48%
5	Fabrika duhana Sarajevo dd Sarajevo	397.577,77	5.523	126	74,45	70,00	-5,98%
6	ZIF Prof Plus dd Sarajevo	350.048,38	89.010	21	3,60	3,95	9,72%
7	Bonds in terms of old savings series F	255.727,53	315.713	2	78,00	81,00	3,85%
8	Bonds in terms of obligations series A	217.083,27	580.030	36	34,10	39,52	15,89%
9	JP Elektroprivreda BIH dd Sarajevo	211.226,42	8.030	52	28,00	25,98	-7,21%
10	Bonds in terms of obligations series B	166.252,75	487.080	36	31,14	35,35	13,52%

BUSINESS NEWS

Hypo Alpe-Adria-Bank increased its capital by 50 million BAM

First bid for sale of Inpek dd Zenica shares unsuccessful

Feroelektro union representatives presented the audit report: six years of business recorded a loss of 11 mil BAM

BBI Bank recorded a loss of 3,6 mil BAM in the first 6 months of 2010

NLB Razvojna banka Banja Luka recorded a gross profit of 5,5 mil BAM in the first half of year 2010

Metalno dd Zenica continues successful business activities: concluded contracts for jobs in the next year worth 8 mil BAM

Triglav BH insurance recorded a gross profit of 1'582'606,30 BAM

Centrotans Eurolines finalized new investments: 1,5 mil BAM for 8 new buses

NLB Tuzlanska bank recorded a profit of 156'000 BAM in the first 6 months of 2010

Cementara Kakanj: profit of 12,4 mil BAM in the first half of 2010

BH Telecom and BH Post open new business buildings: investments worth more than 12 mil BAM

PBS recorded a profit of 167'000 BAM in the first half of the year 2010

Bobar Bank Bijeljina: profit of 5,6 mil BAM in the first 6 months of 2010

RMU Banovici recorded a profit of more than 1 mil BAM

New investments of JP Elektroprivreda BiH Sarajevo

JP Elektroprivreda BiH and the consortium of domestic companies "Malcom-Umel Deling" signed a contract on reconstruction and construction of 391 electro-distributive objects, in areas of all 5 branch offices of "Elektrodistribucija": Bihac, Mostar, Sarajevo, Tuzla and Zenica. The total value of the contract is said to be 54'549'362 BAM.

On a press conference, it was made clear that this is the biggest individual contract in the after-war period between Elektroprivreda and the consortium, which should be finalized during the next 3 years, and the expected results are the construction of 140 kilometers of distribution lines and low-voltage net (SPD), reconstruction of 600 kilometers of the existing distribution lines and the construction of new substations 10(20)0,4 kV and this should ensure the increase of the existing capacities in these objects by more than 20 MVA.

Construction of the first wind power plant (WPP) in Bosnia and Herzegovina

The construction of the first wind power plant, named "Mesihovina", is planned to start on 29th September in Mrkodol, near Tomislavgrad. The value of this investment is about 78 million EUR and the first produced kWh is expected to be in 2013.

Representatives of Elektroprivreda HZHB Mostar said in a press conference that this will be the first ever built WPP in Bosnia and Herzegovina that was built by this company.

With 22 wind turbines, whose power will be 44-66 MW, the yearly production of electric energy will be 128-146 GWh.

Reorganizing of HT Mostar nears

The supervisory board of HT Mostar accepted the concept of reorganizing at their meeting, despite its prohibition that was ordered by the Ministry of Transport and Communications of the Federation of Bosnia and Herzegovina.

"The supervisory board gave green light for this reorganizing and the decision will, after additional consultation, come into force on 1st November of this year", said the president of the supervisory board Mr. Zarko Puzic, and added that they received the opinion of the Ministry of Transport and Communications of the Federation of Bosnia and Herzegovina, in written form, just half an hour before the start of the meeting. The syndicate of HT Mostar highlighted several times that the proposed reorganizing of the company will give the most important resources of the company into the hands of its minority shareholder, the Croatian company THT, and the Federation of Bosnia and Herzegovina would lose the control over the company.