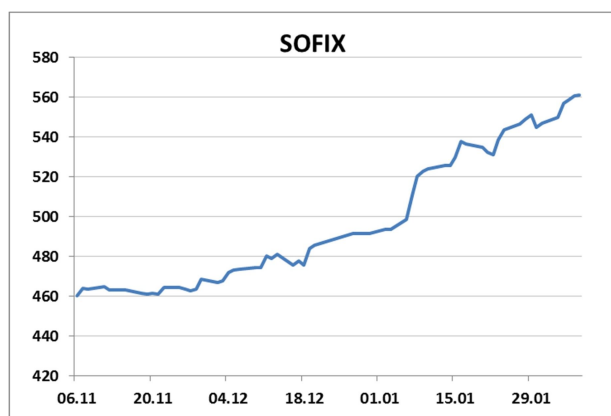


## Indices

	Last quote	1-day change	5-day change	1 month	1 year
<b>SOFIX</b>	561.01	0.04%	2.59%	9.94%	41.31%
<b>BGBX40</b>	111.80	0.15%	2.08%	8.56%	-
<b>BGTR30</b>	392.03	0.19%	1.86%	10.01%	32.58%
<b>BGREIT</b>	90.14	0.18%	1.16%	3.37%	7.14%

## Market Trend



## Market Capitalization in BGN

Premium Equities Segment	1 915 904 397
Standard Equities Segment	5 975 157 425
Special Purpose Vehicles Segment	517 722 691
<b>Total</b>	<b>8 408 784 514</b>

## SOFIX components

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	2.45	0.20%	2.45	2.46
Albena	58.00	1.75%	57.20	58.00
Bulgaria Real Estate Fund REIT	0.54	-3.58%	0.54	0.55
Bulgartabac Holding	100.00	-3.38%	100.01	104.00
Central Cooperative Bank	1.42	2.75%	1.42	1.43
Chimimport	2.07	1.97%	2.07	2.08
M+S Hydraulic	11.20	-0.88%	11.16	11.39
Eurohold Bulgaria	1.04	4.00%	1.04	1.05
First Investment Bank	3.65	16.99%	3.60	3.61
Industrial Holding Bulgaria	1.07	4.93%	1.07	1.09
Monbat	8.25	0.61%	8.20	8.25
Neochim	53.00	1.92%	53.00	53.75
Sopharma	4.20	6.41%	4.21	4.25
Stara Planina Hold	4.09	2.25%	4.00	4.09
Zarneni Hrani Bulgaria	0.57	5.18%	0.56	0.57

## Positive market bias despite high multiples

The notable gainer of the last week was First Investment Bank (**5F4**) with 17% increase. Investors are very positive toward the bank and it managed to outperform not only the market, which is not very difficult as few stocks are not moving at all, but also Chimimport (**6C4**). The bank is the favorite stock of the market. The price of the tender offer was announced and as expected it is substantially lower than the latest quotes. Majority owners recently issued a tender offer to minority shareholders in response to requirements in the law after the changes in ownerships. They transferred stakes from offshore companies that are aiming in more transparency in the ownership of the bank. The difference of tender offer price to latest quotes is due to the solid price increase last month. However, the delisting is not planned and minority shareholders will not sell.

The leader by turnover was pharmaceutical company Sopharma (**3JR**). The pension funds were selling. Bulgarian rose-Sevtopolis (**4BJ**) also jumped. Its performance matched the gains of Sopharma. The company should merge with Sopharma. According to media reports, the buyer of blocks was Rompharm. The company is producing medicines in its facilities in Romania and is exporting to Russia. It became very large buyer of agricultural land in Bulgaria. Its entry in Sopharma could be related to joint operations. Sopharma Trading (**SO5**) also gained with block deals.

Chimimport began to move higher at the end of the week. The last two weeks it was lagging behind leaders and especially FIB. The daily turnover is very good but the phase of distribution is at levels that are 10% lower than the recent highs. The price action looks like a healthy correction and many investors are buying due to the positive market bias. What is unknown is the price action during more broad-based correction in the market.

The price action with leading positions is already raising the question of overextended rally and possible period of correction/consolidation. This is the case of FIB and Sopharma as both stocks are traded at high P/E ratios. The positive trend could continue for several weeks and Chimimport will lead the market if the profit taking diminish.

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<b>BUY</b>	More than 5% higher as compared to SOFIX and BG40 performance
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<b>HOLD</b>	Market performance, +/-5% as compared to SOFIX and BG40
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<b>SELL</b>	More than 5% lower as compared to SOFIX and BG40 performance
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**Frequency of Recommendations:** No schedule of recommendations is available. The frequency of recommendations depends on specific factors to individual companies and the opinion of the analyst(s) for the necessity of minor or major changes.

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**For more information, please contact:**

**Research analyst**  
Tsvetoslav Tsachev

**Phone:**  
+359 2 810 00 23

**E-mail:**  
[tsachev@elana.net](mailto:tsachev@elana.net)

**Internet:**  
[www.elana.net](http://www.elana.net)