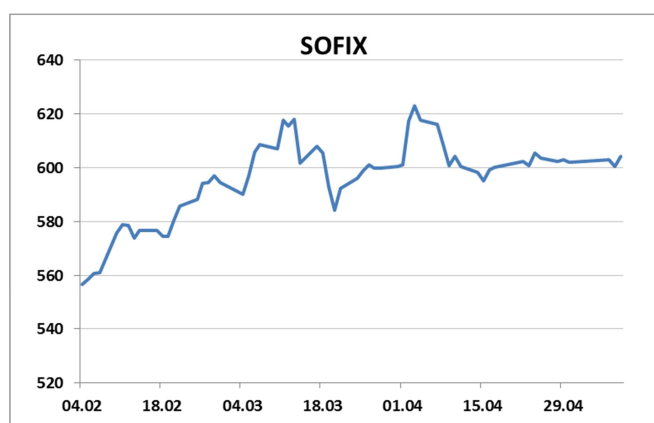


# Bulgaria Weekly Report

## Indices

	Last quote	1-day change	5-day change	1 month	1 year
<b>SOFIX</b>	604.11	0.58%	0.27%	0.56%	47.51%
<b>BGBX40</b>	122.32	0.44%	0.07%	0.43%	22.32%
<b>BGTR30</b>	441.16	0.56%	-0.15%	-1.18%	47.97%
<b>BGREIT</b>	97.26	0.12%	0.41%	-1.35%	13.70%

## Market Trend



## Market Capitalization in BGN

Premium Equities Segment	2 080 490 369
Standard Equities Segment	6 606 912 096
Special Purpose Vehicles Segment	576 504 494
<b>Total</b>	<b>9 263 906 958</b>

## SOFIX components

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	2.81	0.21%	2.84	2.85
Albena	51.85	-2.70%	52.20	53.35
Bulgaria Real Estate Fund REIT	0.63	-0.79%	0.62	0.63
Bulgartabac Holding	96.00	0.10%	89.50	95.99
Central Cooperative Bank	1.48	3.65%	1.40	1.46
Chimimport	2.19	-0.05%	2.17	2.19
M+S Hydraulic	15.00	3.84%	14.60	15.00
Eurohold Bulgaria	1.06	-0.93%	1.06	1.07
First Investment Bank	4.25	-1.16%	4.15	4.24
Industrial Holding Bulgaria	1.30	1.56%	1.25	1.30
Monbat	9.20	0.22%	9.06	9.23
Neochim	52.80	-1.31%	49.30	53.00
Sopharma	4.47	1.34%	4.41	4.47
Stara Planina Hold	4.40	1.15%	4.35	4.40
Zarneni Hrani Bulgaria	0.60	-0.17%	0.60	0.60

The two weeks with large holidays resulted to low trading activity. Local investors withdrew from the market after the strong rally from the beginning of the year. The main reason for their absence became the lack of any correction of indices, as it not provokes further profit taking or new buying.

Stock prices had small reaction on the corporate reports for the first quarter of the year. First Investment Bank (**5F4**) and fertilizer producer Neochim (**3NB**) underperformed last week. Their modest decline can be attributed to the negative quarterly reports, although the reaction was very small as compared to the magnitude of the surprises. We consider it as a sign for prevailing long-term positive bias that will contribute for another increase of indices this year.

Shareholders of Neochim are expected to vote for the sale of treasury stocks that represent 2.58% of the capital. The minimum price per share is BGN 52.285, which corresponds to the current market price. Unless the buyer is related to the current shareholders, the sale seems nearly impossible as the company is reporting losses.

Leader by volumes last week was Advance Terrafund REIT. The largest agricultural land fund will distribute 14% dividend but we don't expect that the yield will remain at this elevated level. One of the reasons is the steady increase of stock price, although the growth of land prices and the volumes of land plots sold are likely to decelerate.

The national statistics reported improvement of main business activity indicators - industrial production and retail trade, maintain steady growth for another consecutive month in a row. The increase is in line with the already observed business climate improvement in both sectors, supported by higher demand in main trading partners and by the positive expectation for the domestic consumption. We expect that Bulgarian economy will continue to recover and will exceed expectations for growth as it is based on domestic demand and better export positions.

## Earning per share forecasts

		2013	2014 - quarterly				2014	Analyst
Albena	<b>6AB</b>	4.42	-1.16	-1.69	9.08	-1.60	4.63	T. Tsachev
	<i>y-o-y</i>	-11.30%	0.15%	-3.78%	6.88%	37.14%	4.86%	
Central Cooperative Bank	<b>4CF</b>	0.10	0.03	0.03	0.02	0.03	0.11	T. Tsachev
	<i>y-o-y</i>	0.68%	16.38%	41.14%	-24.38%	-7.39%	6.67%	
Chimimport	<b>6C4</b>	0.36	0.13	0.13	0.10	0.02	0.39	T. Tsachev
	<i>y-o-y</i>	-16.95%	9.83%	0.27%	40.58%	-36.38%	7.13%	
Corporate Commercial Bank	<b>6C9</b>	10.87	2.32	3.40	1.87	5.30	12.89	T. Tsachev
	<i>y-o-y</i>	25.85%	37.04%	39.12%	15.41%	3.73%	18.62%	
First Investment Bank	<b>5F4</b>	0.24	0.08	0.09	0.04	0.02	0.22	T. Tsachev
	<i>y-o-y</i>	-10.55%	19.10%	-33.79%	58.26%	62.97%	-6.63%	
M+S Hydraulic	<b>5MH</b>	0.82	0.26	0.35	0.17	0.26	1.04	T. Tsachev
	<i>y-o-y</i>	-2.70%	14.80%	15.33%	20.05%	81.75%	27.80%	
Monbat	<b>5MB</b>	0.70	0.15	0.10	0.23	0.37	0.85	T. Tsachev
	<i>y-o-y</i>	48.44%	12.68%	0.15%	17.11%	37.07%	21.56%	
Neochim	<b>3NB</b>	-2.07	5.81	1.47	-2.71	-5.05	-0.48	T. Tsachev
	<i>y-o-y</i>	-41.72%	31.89%	82.89%	-26.56%	40.80%	-76.75%	
Sopharma	<b>3JR</b>	0.23	0.12	0.10	0.08	0.04	0.34	T. Tsachev
	<i>y-o-y</i>	-9.34%	-11.65%	20.18%	436%	12130%	43.54%	
Sopharma Trading	<b>SO5</b>	0.31	0.10	0.10	0.14	0.07	0.41	T. Tsachev
	<i>y-o-y</i>	38.33%	35.10%	24.40%	40.95%	22.98%	31.89%	
Bulgartabac Holding	<b>57B</b>	8.89	3.45	2.15	2.09	4.03	11.71	T. Tsachev
	<i>y-o-y</i>	-24.79%	19.55%	25.77%	53.44%	37.37%	31.81%	
Speedy	<b>OSP</b>	2.00	0.89	0.21	1.00	0.31	2.41	T. Tsachev
	<i>y-o-y</i>	16.56%	11.58%	22.38%	20.22%	56.76%	20.51%	

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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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