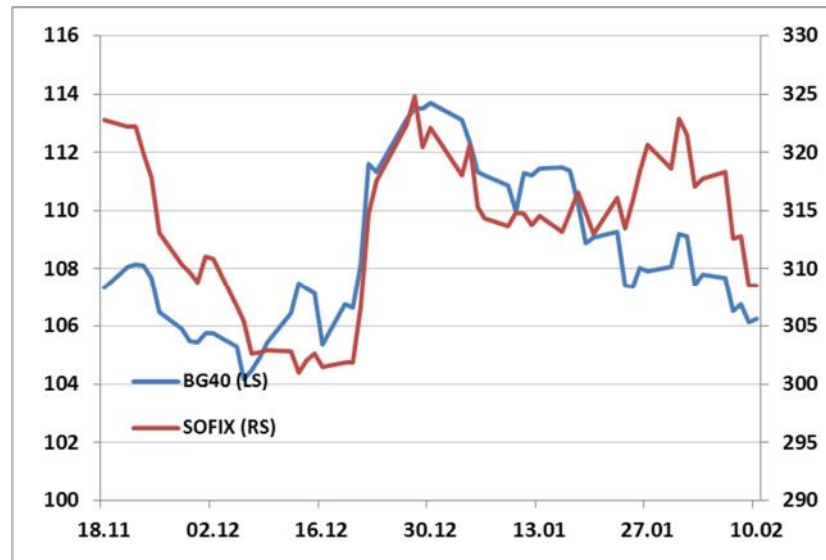
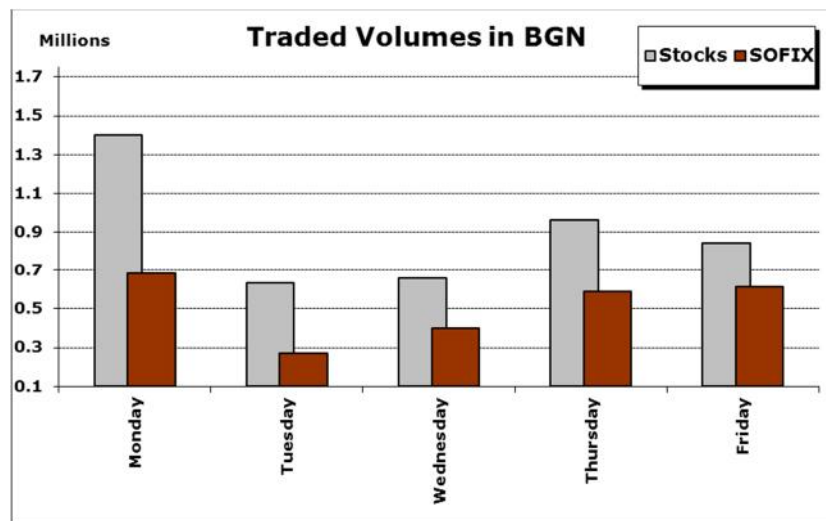


**Market Trend**



The indices stepped back on weekly basis in moderate volumes and weak activity. The individual investors slightly moved on but were active mainly on small caps. The public offering of Dir.bg was successful but only 16% of the offered shares were subscribed. The lack of price discount and the low confidence kept the investors aside of the IPO despite that at the maximum price of BGN 3.30 the total amount of the issue was BGN 1.5 million. There is no reason to expect some change in short term.

**Trading Activity**



The overall volumes remained below BGN 1.5 million. The unconsolidated reports didn't influence the trading. However, the blue-chips are still not released their 2011 reports. The banks remained in the focus.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.46	0.34%	1.46	1.47
Albena	55.30	-2.81%	55.00	56.80
Corporate Commercial Bank	77.00	-1.53%	76.00	79.33
Central Cooperative Bank	0.82	-3.20%	0.82	0.83
Chimimport	1.35	-5.52%	1.35	1.39
Neochim	32.10	-2.73%	30.01	32.00
M+S Hydraulic	6.95	-5.83%	6.93	7.30
Eurohold Bulgaria	1.07	0.00%	1.05	1.09
First Investment Bank	1.88	-4.57%	1.88	1.95
Industrial Holding Bulgaria	0.64	-3.03%	0.64	0.68
Kaolin	2.15	-0.56%	2.05	2.10
Monbat	5.05	-5.43%	5.12	5.14
Sopharma	2.88	-4.00%	2.87	2.88
Stara Planina Hold	2.16	-6.05%	2.15	2.20
Bulgaria Real Estate Fund REIT	0.70	-1.27%	0.70	0.71

Stara planina Hold (5SR) underperformed during the week, followed by M+S Hydraulic (5MH) and Chimimport (6C4). Advance Terrafund REIT was the best performer despite the almost flat close. The interest toward REIT companies decreased as compared to the previous week.

News

- **06 February 2012:** Bulgarian American Credit Bank (5BN) has appointed a General Meeting of the Shareholders on March 07, 2012.
- **08 February 2012:** With reference to a notification regarding a tender offer for redemption of shares of the rest of the shareholders of Orgachim (5ORG), the Company has informed about the following:  
 "The Offerors have signed a coordinated action agreement with regards to the exercise of their voting rights in Orgachim. The Offerors' aim is to increase their share in the company to 100% and to delist the company. The future operations of the Offerors would not be significantly affected by the Tender Offer.  
 There are no intended changes in the financial strategy of the company.
- **08 February 2012:** In implementation of signed contracts and of the adopted investment program of EMKA (57E) for 2011, new production equipment to the total amount of EUR 218 175 has been delivered and put into operation. A project for improvement of the energy efficiency of the production system of EMKA has been worked out, which is financed under a Plan for effective use of energy. New production lines are envisaged to be purchased and launched into operation.

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**Regulatory Authority:** Financial Supervisory Commission, *Shar Planina* Street 33, 1303 Sofia, Bulgaria

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**Valuation Methods:** Company valuations are based on the following methods: multiple-based (P/E, P/B, EV/EBITDA), historical valuation approaches, peer comparisons, discount models (DCF, DDM) or asset-based evaluation methods. Valuation models are dependent on macroeconomic factors, including interest rates, foreign exchange rates, prices of raw materials, and any expectations about the economy, the market sentiment. The valuation is based on expectations that might change rapidly and without notice, depending on developments specific to individual industries and countries. Recommendations and target prices derived from the models might therefore change accordingly. The application of models depends on forecasts of a range of economic variables, thus there is a range of reasonable variations within models. Any valuation is dependent upon inputs that are based on the subjective opinion of the analysts carrying out this valuation.

**Recommendations:** Analyst(s) recommendations are based on the specific factors for the company, sector, country and global developments, as compared to market indices. Recommendations and opinions reflect ELANA Trading's expectations over the 12-month period following publication from the perspective of long-only investment clients. ELANA Trading reserves the right to express different or contrary recommendations and opinions for different timescales or for other types of investment client. Except as otherwise noted, expected performance over next 12 months vary for different recommendations for Bulgarian stocks as follows:

<b>Outperform</b>	More than 5% higher as compared to SOFIX and BG40 performance
<b>Market Perform</b>	Market performance, +/-5% as compared to SOFIX and BG40
<b>Underperform</b>	More than 5% lower as compared to SOFIX and BG40 performance

**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.

**For more information, please contact:**

Research analyst  
Tsvetoslav Tsachev  
Tamara Becheva

Phone:  
+359 2 810 00 23  
+359 2 810 00 27

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

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