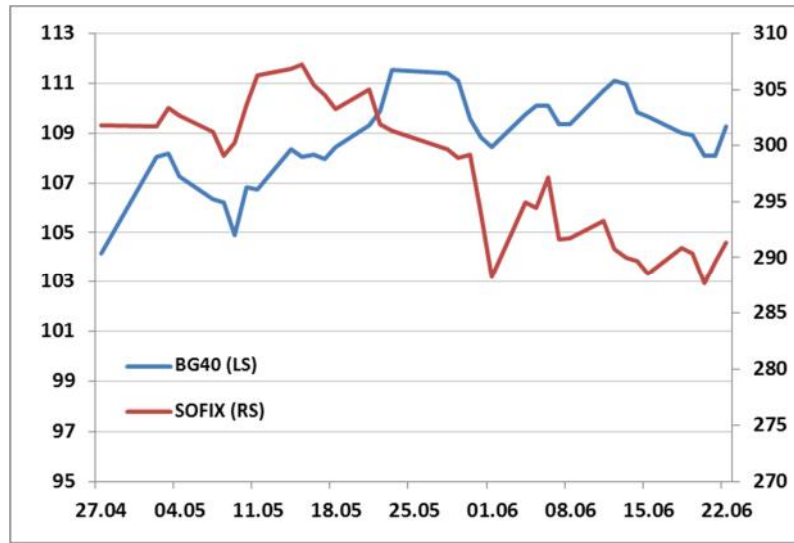
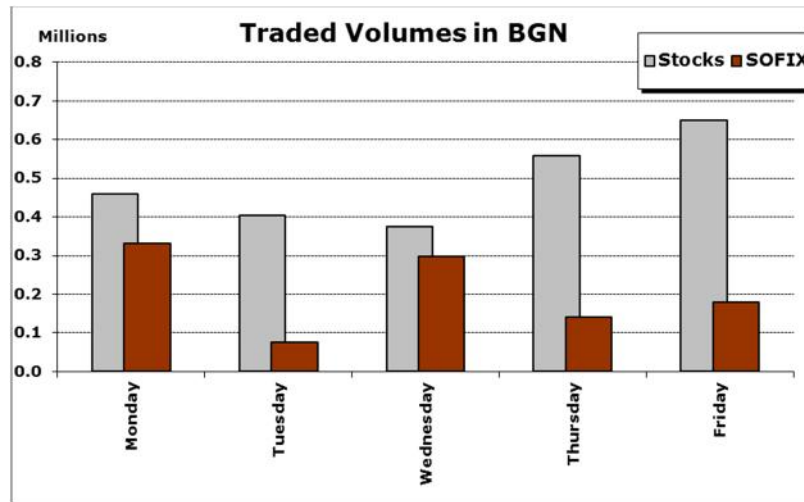


Market Trend



The week passed in the usual low liquidity and preliminary in the red. However, SOFIX closed 1% up and BG40 0.36% down. The liquid companies were under serious and reached new historical bottoms. This was mainly due to the easy entrance/exit from the blue-chips. The lack of investors also contributed to the pressure. The buyers are very cautious and even price of Central Cooperative Bank (4CF) of BGN 0.55 couldn't move the participants.

Trading Activity



The turnover with SOFIX's components remained low. Only REIT attracted attention. The dividend payments were the main event of the week. a lot of general meeting of shareholders were lead with main item in the agenda profit allocation decision. Usually low liquid companies were subject of deals.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.70	3.27%	1.70	1.72
Bulgartabac Holding	48.62	3.45%	44.35	48.50
ELARG Opportunity Fund REIT	1.91	3.52%	1.89	1.91
Central Cooperative Bank	0.56	-6.06%	0.54	0.56
Chimimport	0.96	-3.99%	0.96	0.98
Neochim	27.00	0.00%	26.51	28.00
M+S Hydraulic	6.25	-1.08%	6.21	6.27
Eurohold Bulgaria	1.00	3.65%	0.93	1.00
First Investment Bank	1.48	-2.63%	1.41	1.50
Industrial Holding Bulgaria	0.61	0.00%	0.61	0.64
Kaolin	2.00	0.00%	1.96	2.07
Monbat	4.32	1.65%	4.08	4.31
Sopharma	2.24	-0.13%	2.24	2.25
Stara Planina Hold	2.00	-1.48%	2.00	2.10
Bulgaria Real Estate Fund REIT	0.50	-26.69%	0.49	0.52

The main index consolidated at 290 points – below the threshold of 300 points. The index hardly will pass the key level in the current market conditions. Part of the blue-chips erased some losses. Chimimport (6C4) remained at BGN 0.96 per share until the end of the week. The banking sector remained on focus but on negative territory. Central Cooperative Bank (4CF) and First Investment Bank (5F4) decreased on weekly basis, despite the growth on Friday. Corporate Commercial Bank (6C9) keeps the level of BGN 75.00 per share since the middle of April.

News

- 18 June 2012:** The General Meeting of Shareholders of Neochim (3NB) dated June 15, 2012 has taken the following decisions:
 - Distribution of gross dividend to the amount of BGN 0.30 per share
 - Setting aside the remainder of the profit to the Reserve Fund
 - Release from responsibility of the management bodies
 - Election of a Chartered Accountant
 The right on dividend will be entitled to all shareholders registered with the Central Depository up to 14 days after the GMS date i.e. by June 29, 2012 (Record Date).
- 18 June 2012:** Notification to the shareholders of Bulgartabac Holding (57B) that as of June 29, 2012 the payout of dividends for year 2006 is discontinued due to expiry of the 5-year validity term.
- 20 June 2012:** As of 18 June 2012, the E-Corr electronic correspondence system has been officially launched by BSE-Sofia. Following extensive testing and successful implementation, it is to handle the entire outgoing communication between BSE and its members in relation to trading, membership and surveillance. A universal electronic signature is required in order to access the system and the access itself is realized through an encrypted internet connection. The E-Corr system constitutes a part of the global BSE-Sofia initiative on reduction of its ecological footprint. The BSE Management hopes that in the near future all incoming and outgoing communications by and to the Exchange members will be undertaken via electronic means and at a later stage the E-Corr system is to also host all correspondence to and from the listed companies.

Disclaimer

Analyst Certification: The research analyst(s) certifies that: (1) all of the views expressed in this document accurately reflect his or her personal views about any and all of the subject securities or issuers; (2) no part of any of the research analyst's compensation was, is, or will be directly or indirectly related to the specific recommendations or views expressed by the research analyst(s) in this document.

Financial Interest: ELANA Trading may trade or own shares of the analyzed companies. The research analyst(s) is not holding shares of the analyzed companies, unless otherwise noted.

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

Information Disclosure: All reasonable care has been taken to ensure the facts stated are accurate and opinions given are fair and reasonable. Our recommendations are based on information available to the public that we consider to be reliable but for the completeness and accuracy of which we assume no liability. Neither ELANA Trading, nor its directors, officers or employees shall in any way be responsible for its contents. The views expressed may differ from the views of other firm departments or representatives. Additional information is available upon request. Unless otherwise noted, sources for all information in charts and tables are ELANA Trading's calculations.

Risks for Investors: Information in this document should not be regarded as an offer to buy or sell any financial instruments. The investment possibilities discussed in this document may not be suitable for certain investors depending on their specific investment objectives and time horizon or in the context of their overall financial situation. In particular, the risks associated with an investment in the securities or the financial instruments under discussion are not explained in its entirety.

The prices or values of the securities may go down as well as up and can fluctuate and fall against the investor. The securities or investments may cause the investor to lose the amount invested. Past performance is not a guide to future performance. Changes in exchange rates may have an adverse effect on the value, price or income of the securities or investments.

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:

Outperform	More than 5% higher as compared to SOFIX and BG40 performance
Market Perform	Market performance, +/-5% as compared to SOFIX and BG40
Underperform	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
becheva@elana.net

Internet:
www.elana.net
www.elana.net