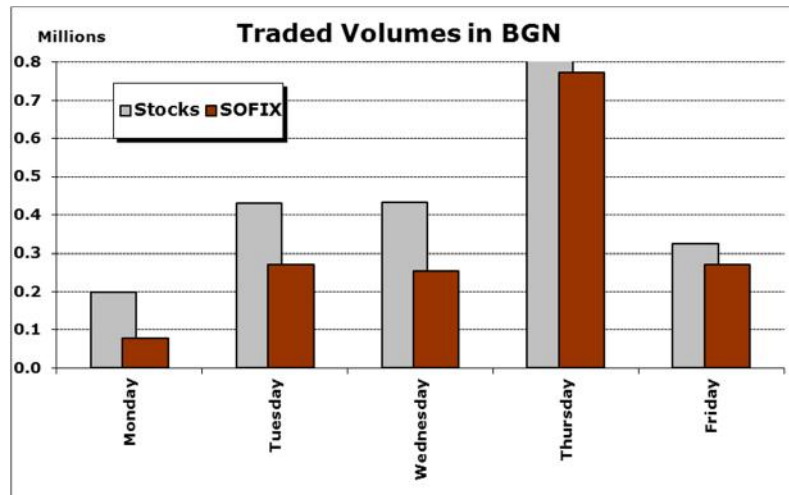


Market Trend



The market decreased for consecutive week as the investors stayed far away from it. The extended session couldn't increase the activity and the interest of the participants. SOFIX remained below 300 points. The total turnover received support only from Advance Terrafund REIT (6A6).

Trading Activity



The total volumes remained thin. Large package transaction with Advance Terrafund REIT (6A6) boosted the turnover on Thursday. The investors' interest remained near zero. We don't expect the picture to be change in short term.

WEEKLY BULLETIN
09 July 2012
SOFIX

| Stock | Last Price | Weekly Change | Bid | Ask |
|--------------------------------|------------|---------------|-------|-------|
| Advance Terrafund REIT | 1.68 | -5.66% | 1.66 | 1.70 |
| Bulgartabac Holding | 47.50 | -5.00% | 46.17 | 50.00 |
| ELARG Opportunity Fund REIT | 1.90 | -0.52% | 1.89 | 1.90 |
| Central Cooperative Bank | 0.59 | 8.47% | 0.58 | 0.60 |
| Chimimport | 0.90 | -4.04% | 0.91 | 0.94 |
| Neochim | 27.90 | -0.32% | 27.80 | 27.90 |
| M+S Hydraulic | 6.20 | 1.01% | 6.16 | 6.34 |
| Eurohold Bulgaria | 0.89 | -6.02% | 0.89 | 0.93 |
| First Investment Bank | 1.50 | 2.32% | 1.45 | 1.52 |
| Industrial Holding Bulgaria | 0.61 | -3.17% | 0.61 | 0.63 |
| Kaolin | 2.00 | -2.34% | 1.98 | 2.09 |
| Monbat | 4.20 | -2.10% | 4.00 | 4.05 |
| Sopharma | 2.24 | -0.49% | 2.24 | 2.30 |
| Stara Planina Hold | 2.08 | 3.84% | 2.05 | 2.12 |
| Bulgaria Real Estate Fund REIT | 0.48 | -2.83% | 0.46 | 0.50 |

Central Cooperative Bank (4CF) increased on weekly basis, whereas its parent company Chimimport (6C4) continued to decrease. The holding company posted new historical bottom during the week as the buyers stepped back. The lack of investors weights on BSE. The summer season usually is with lower activity and probably this year it won't be exception.

News

- **02 July 2012:** The GMS of Bulgarian Telecommunication Company (5BT) dated June 28, 2012 has passed the following decisions:
 - Adoption of the 2011 activity report of the management bodies
 - Adoption of the 2011 annual financial report of the company
 - Election of a Chartered Accountant
 - Hearing of the report of the Investor Relations Director
 - Release from responsibility of the members of the management bodies with regard to their activity in 2011
 - Decision, the distributable 2011 profit of BTC to be set aside for increase of the general reserves of the Company
- **03 July 2012:** In the June 2012, Monbat (5MB) has bought back 7 414 own shares at an average price of BGN 4.27 per share. The total number of own shares held as at 30 June 2012 has been 2 433 429 shares at an average price of BGN 6.02 per share.
- **04 July 2012:** On July 02, 2012 Corporate Commercial Bank (6C9) has received an Order by the Deputy Governor of the Bulgarian National Bank, under which on the grounds of Art. 4 (5) of Ordinance No 8 of the BNB on the capital adequacy of credit institutions, the BNB has permitted CORP to include in its tier-two capital (supplementary capital) the amount of EUR 9 000 000 attracted as a subordinate term debt in accordance with a contract concluded between CORP and Bromak.
- **05 July 2012:** Yuri Gagarin (4PX) terminates the production of filter-tipped cigarette cartridges with regard to the promulgation of the amendments and supplements to The Tobacco and Tobacco Products Act in the State Gazette, issue 50 dated July 03, 2012.

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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:

| | |
|-----------------------|---|
| 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.

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