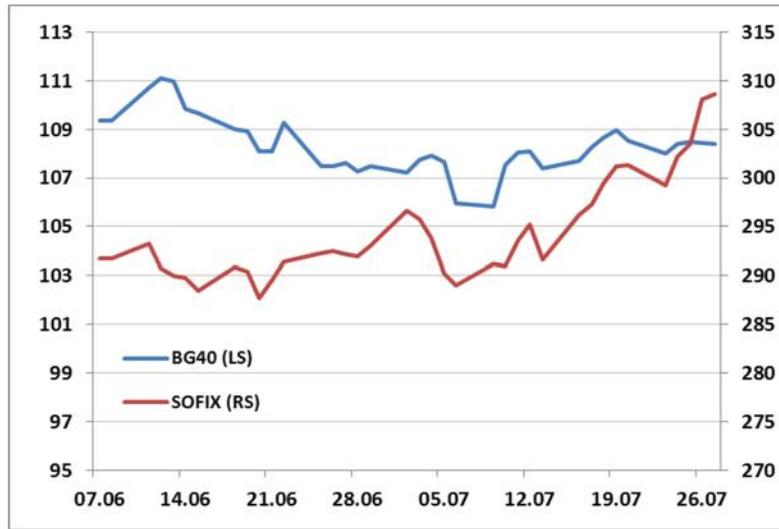
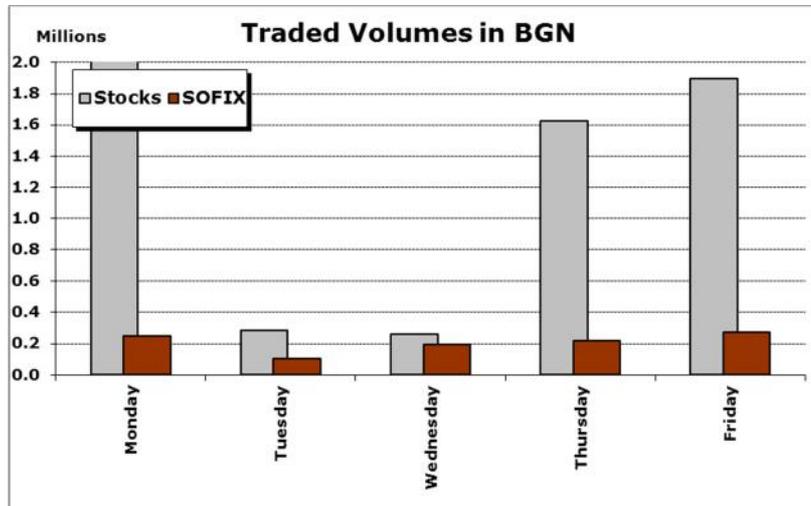


**Market Trend**



The main index SOFIX continued to increase despite the negative bias on international markets that prevailed during the first half of the week. Although volumes were relatively low, investors were not selling shares at current prices and supply was limited to the ordinary sell-offs from individuals. Banks were under pressure and the volatility of Monbat (5MB) was substantial as the stock jumped more than 20% for the last weeks. Several positions also benefited from the improving bias worldwide. We expect that corporate reports will not have major impact on stock prices this week.

**Trading Activity**



The turnover on Monday exceeded BGN 17 million as 25% of Agro Finance REIT (6AG) changed hands. At the beginning of the month, the three pension funds of Allianz Bulgaria, and Allianz Bulgaria Life sold their stake in the REIT which come up to 26% of its capital. Pension Assurance Company Doverie followed the Allianz pension funds and sold its stake at an average price of BGN 1.50 per share. Trading with SOFIX's components was muted by the summer lethargy and volumes of declining positions prevailed.

**SOFIX**

SOFIX's Components				
Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.89	0.42%	1.86	1.89
Bulgartabac Holding	46.50	-7.00%	47.00	50.00
ELARG Opportunity Fund REIT	1.95	2.63%	1.94	1.97
Central Cooperative Bank	0.68	3.82%	0.68	0.72
Chimimport	0.88	0.00%	0.88	0.88
Neochim	27.80	6.68%	27.50	27.80
M+S Hydraulic	6.28	0.30%	6.20	6.27
Eurohold Bulgaria	0.95	4.05%	0.93	0.96
First Investment Bank	1.55	6.96%	1.55	1.62
Industrial Holding Bulgaria	0.79	14.06%	0.76	0.79
Kaolin	2.09	2.00%	2.05	2.18
Monbat	4.85	-1.02%	4.75	4.85
Sopharma	2.37	9.22%	2.33	2.38
Stara Planina Hold	2.09	0.10%	2.09	2.17
Bulgaria Real Estate Fund REIT	0.54	-1.46%	0.52	0.54

Bulgartabac Holding (57B) was the only position in SOFIX that posted sizable losses last week. However, volumes were very low and the decline represented only the huge spread between bid and ask prices. On the positive side were shares of Industrial Holding Bulgaria (41D) and Sopharma (3JR) in increased volumes. Banks also gained despite the pressure from sellers that prevailed most of the time. Shares of Chimimport (6C4) were unchanged and remained near their bottom.

**News**

- **27 July 2012:** With reference to the adopted decision of the General Assembly of Shareholders of Monbat AD-Sofia, held on 25.06.2012, for distribution of dividends, the Board of Directors of the company, on its session, held on 25.07.2012, approved the following conditions for payments of the dividends based on the established overall amount of BGN 6 300 000:
  - Gross amount of the dividend per one share – BGN 0.17228;
  - Initial date for payment of the dividend – 03.09.2012;
  - Final date for payment of the dividend – 03.12.2012;
- **25 July 2012:** On July 24, 2012, the Financial Supervision Commission issued a permission for the termination of the company in accordance with decision of extraordinary General Meeting of Shareholders of the company held on February 29, 2012. With the decision the Financial Supervision Commission withdraws the licence granted to ELARG Agricultural Land Opportunity Fund REIT for the purpose of performing activities as a special investment purpose company for securitization of real property.

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**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

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<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.

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