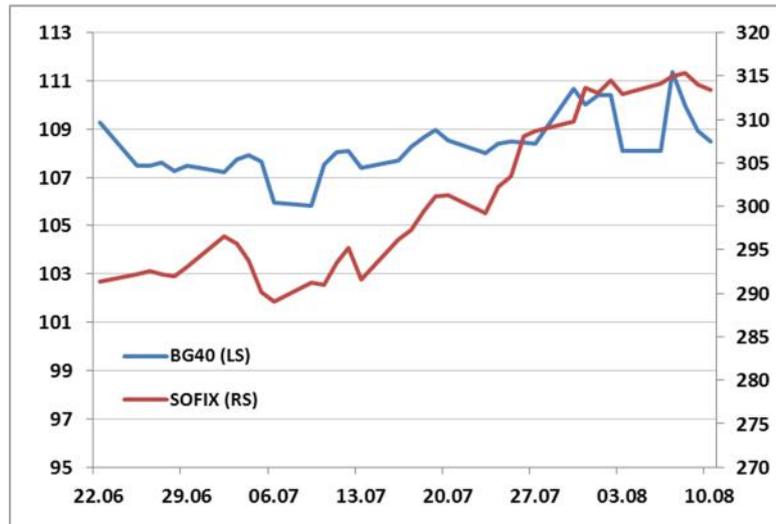
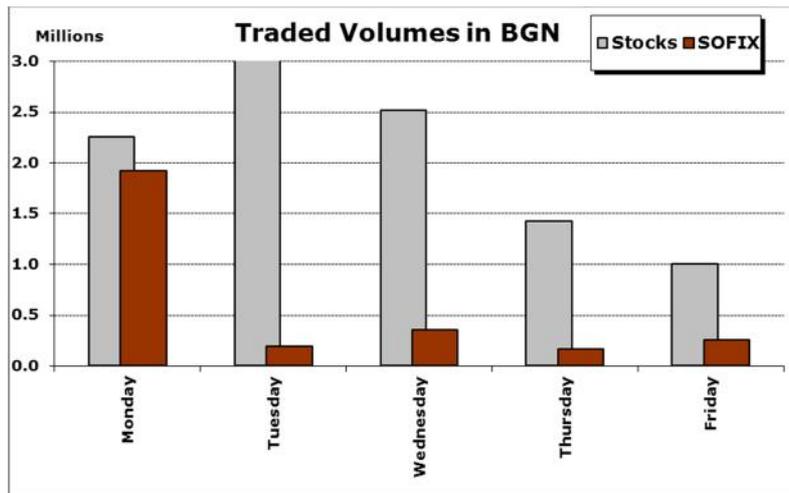


Market Trend



The indices closed flat last week. The investors' interest was attracted by several positions. The block deals continued to support the trading. Individual participants remained aside but this is usual for the summer season. The news about the sale of Bulgarian Telecommunication Company (5BT) and the sale of half of Lead and Zinc Complex (5OTZ). The executive magistrate announced that the potential buyers could place offers for half of Lead and Zinc Company in 1-month term. The initial price is BGN 8 million.

Trading Activity



The traded volumes increased due to the improved interest toward Registered Compensatory Vouchers (BLKC). The position was in the investors' focus all the week and solidly improved reaching new high of BGN 0.83. The market expects some news in short term. 4.8% of Blagoevgrad BT (55B) capital changed hands in several blocks on Tuesday. The deals provided support - the position soared and posted new one-year high of BGN 50.00 per share. The turnover with SOFIX's components was around its usual level of BGN 200 000. On Monday, large block with Sopharma (3JR) boosted the volumes.

SOFIX

SOFIX's Components				
Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.98	-0.40%	1.98	2.02
Bulgartabac Holding	50.50	1.00%	47.00	50.80
ELARG Opportunity Fund REIT	1.98	0.92%	1.96	1.98
Central Cooperative Bank	0.66	2.18%	0.65	0.67
Chimimport	0.86	-4.12%	0.86	0.86
Neochim	27.25	-0.91%	26.50	27.25
M+S Hydraulic	6.69	1.35%	6.40	6.69
Eurohold Bulgaria	0.93	-4.15%	0.92	0.96
First Investment Bank	1.57	-1.88%	1.57	1.60
Industrial Holding Bulgaria	0.73	3.55%	0.73	0.78
Kaolin	2.30	0.75%	2.18	2.30
Monbat	4.60	-6.10%	4.60	4.83
Sopharma	2.41	4.78%	2.40	2.43
Stara Planina Hold	2.18	3.81%	2.18	2.29
Bulgaria Real Estate Fund REIT	0.54	0.00%	0.54	0.55

Bulgartabac Holding (57B) was the buyer of 4.8% of Blagoevgrad BT (55B) capital on Tuesday. Thus, the holding owns 90.05% of 55B and probably will make a tender offer toward the minority shareholders.

Sopharma (3JR) outperformed the main index's components. 649 430 shares of the pharmaceutical company changed hands during the week in 41 deals. On the other side were Eurohold Bulgaria (4EH) and Chimimport (6C4). Chimimport stayed around BGN 0.88 per share and lagged behind the other positions' increase. The banking sector closed mixed.

News

- **07 August 2012:** Corporate Commercial Bank (6C9) and VTB Capital have signed an agreement with the creditors of the Bulgarian Telecommunications Company (5BT), with BTC itself and with the group of its parent company with regard to the settlement of the basic terms of the future sale and restructuring of the BTC's Group. In result of the transaction, CORP intends to acquire less than 10% of the BTC's capital.
- **09 August 2012:** The Board of Directors of Sopharma (3JR) has notified that from August 02 2012 to and August 08 2012 the company has bought back 4 266 own shares as the average price per share has been BGN 2.35. For the same period on BSE totally 645 328 shares of the pharmaceutical company changed hands. After this transaction, the total number of bought-back shares has reached 3 162 098 shares, representing 2.395% of the share capital of the company.
- **10 August 2012:** The total number of shares of Blagoevgrad-BT (55B), held by Bulgartabac Holding (57B) after the transaction, is 2 433 666 shares, representing 90.05% of the capital of Blagoevgrad-BT.
- **10 August 2012:** Bulgarian Telecommunication Company (5BT) has announced the conclusion of an agreement on the basic terms of the sale and restructuring of the BTC's Group with their creditors, thus planning the sale of 93.99% of the shares of the Company to two financial investors - VTB Capital and Corporate Commercial Bank.

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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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