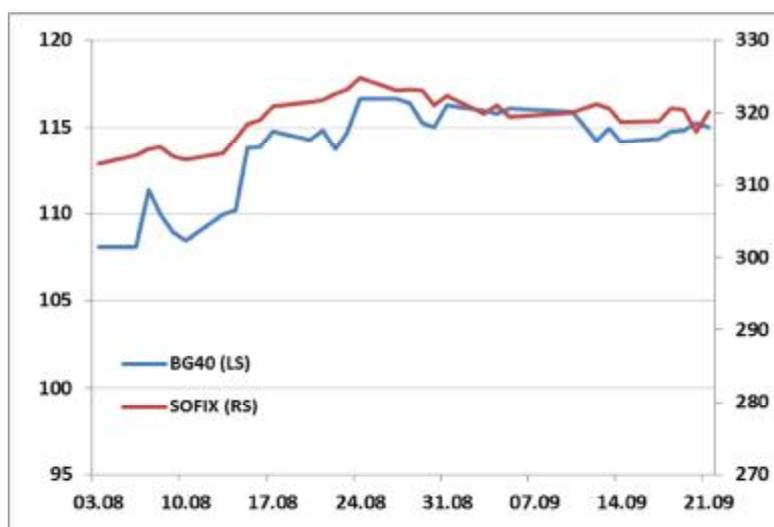
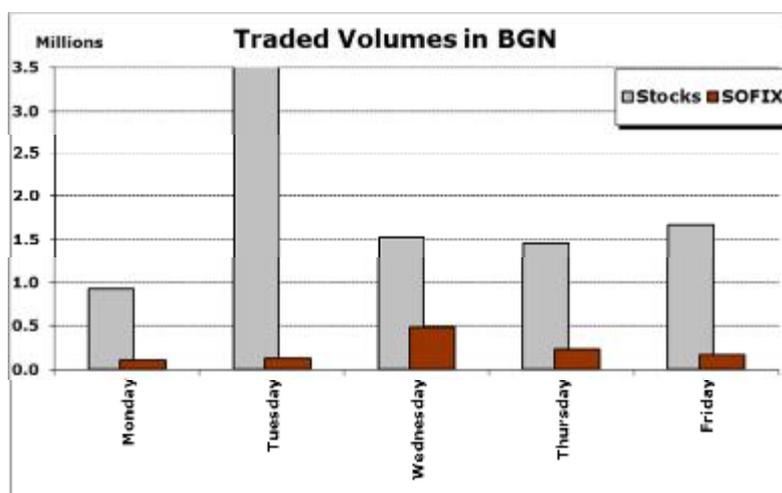


Market Trend


The main indices remained unchanged during the week as their components were aside of the attention. The focus was toward Registered Compensatory Vouchers (BLKC) and the blue-chips are still out of active trading.

This week the leading manager will announce the schedule and the procedure for the public offering of Energo-Pro Networks and Energo-Pro Sales as Financial Supervision Commission approved the Memorandum. FSC also approved the Memorandum of CEZ Electro Bulgaria and CEZ Distribution Bulgaria. At the same time, BSE delisted from trading the shares of EVN Bulgaria Elektrorazpredelenie, which will be follow by EVN Bulgaria Elektrosnabdiavane.

Trading Activity


The overall volumes continued to receive support from Registered Compensatory Vouchers. At the middle of the week the Ministry of Agricultural announced that will draw out one-third from the offered for privatization land. The news had short effect on the position and it closed the week at BGN 0.65. We expect, the next week the price to get down as the term of the tender offer expires. This will decrease the overall volumes as BLKC set up the main part of BSE turnover. On Tuesday 19.7 million shares were trade during the day for totally BGN 13.3 million.

SOFIX

SOFIX's Components				
Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	2.02	1.00%	2.01	2.04
Bulgartabac Holding	60.07	1.85%	60.07	65.89
ELARG Opportunity Fund REIT	2.02	2.81%	2.00	2.02
Central Cooperative Bank	0.56	-5.56%	0.56	0.59
Chimimport	0.71	-6.09%	0.68	0.70
Neochim	28.78	-0.76%	29.50	29.99
M+S Hydraulic	6.32	-8.08%	6.32	6.44
Eurohold Bulgaria	0.93	0.00%	0.93	0.94
First Investment Bank	1.63	-0.49%	1.57	1.63
Industrial Holding Bulgaria	0.74	-0.54%	0.74	0.75
Kaolin	2.60	3.96%	2.50	2.60
Monbat	4.90	3.16%	4.80	4.90
Sopharma	2.40	1.05%	2.38	2.41
Stara Planina Hold	2.31	3.45%	2.20	2.31
Bulgaria Real Estate Fund REIT	0.54	-0.19%	0.54	0.54

SOFIX's components remained aside of the attention. However, part of them slowly increase and posted good increase for the last month as Kaolin (6K1) with 10.6% growth. On the other side were companies like Chimimport (6C4) with 10.25% decrease and M+S Hydraulic with 12.30%. In view of this, SOFIX remains around 320 points since the middle of August.

News

- **17 September 2012:** Trace group Hold (T57) has founded a new company named Metro Druzha. Trace group Hold is the sole-proprietor of the capital of that company.
- **18 September 2012:** ELARG Agricultural Land Opportunity Fund REIT (4EC) announced that has repurchased 1 820 bonds at a price and in compliance with the terms and conditions of the restructured debenture loan, as adopted by the General Meeting of the Bondholders of August 31 2010, and by a decision of ELARG's Board of Directors dated September 03 2010. The total amount paid by ELARG for the repurchase of 1 820 bonds has been BGN 3 632 509.64. The price includes the par value of the bonds bought back with the premium included, where the premium equals 1.01 over the par value, and the interest accrued by the time of the repurchase operation.
- **19 September 2012:** EVN Bulgaria Elektrorazpredelenie informed the investors that the Financial Supervision Commission has deleted from the Public Companies' Register, both the company EVN Bulgaria Elektrorazpredelenie and its issue of shares, allotted into 156 400 shares at BGN 1.00 nominal value each. Thus the Company has lost its public status and therefore will be delisted from the Bulgarian Stock Exchange-Sofia and the trade with its shares on the regulated market is to be terminated.
- **20 September 2012:** Bulgarian American Credit Bank (5BN) has appointed a GMS on October 24, 2012 under the following agenda:
 - approval of funding, which funding BACB is to provide to an interested party. Draft decision: In compliance with the provisions, the GMS approve BACB to provide a bank credit to an interested party in accordance with the parameters specified in the Report of the Management Board.
 In the absence of a quorum, the GMS will be held on November 07, 2012 under the same agenda.
 The voting right will be entitled to all shareholders registered in the Central Depository 14 days before the GMS i.e. by October 10, 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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