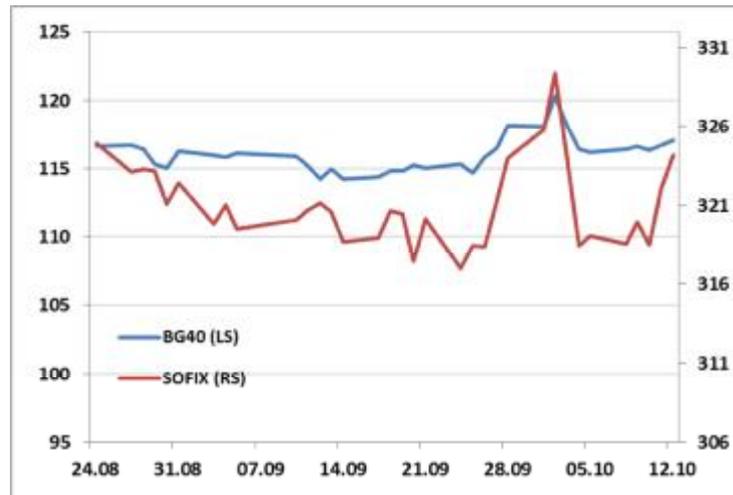
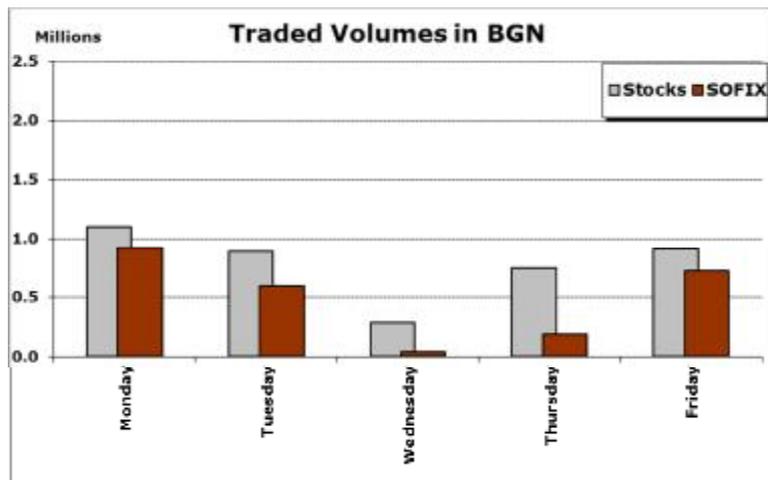


Market Trend



The market closed up on weekly basis. SOFIX added 1.60% to 324 points and BG40 increased by 0.70%. Electricity distribution companies stayed on focus, despite the decreased volumes. On Friday, Energo-Pro Grid (2EG) soared to BGN 149.74 per share after market buy order at the middle of the session. The lack of tender offer from the majority owner disappointed the short-term investors and most of them exit the position.

Trading Activity



The overall volumes hardly reached BGN 1 million. Eurohold Bulgaria (4EH) supported the turnover on Monday after several large blocks at the middle of the session at BGN 0.90 per share. Wednesday was the weakest session since long time ago. Deals with Monbat (5MB) and Stara Planina Hold (5SR) at end of the day, supported SOFIX's volume to BGN 36 900. Advance Terrafund REIT (6A6) and Sopharma (3JR) set up the volumes on Friday.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	2.02	1.20%	2.00	2.02
Bulgartabac Holding	65.00	2.36%	60.06	65.00
Corporate Commercial Bank	79.99	3.61%	77.00	80.00
Central Cooperative Bank	0.63	15.09%	0.61	0.63
Chimimport	0.72	7.77%	0.72	0.77
Neochim	28.00	-1.75%	28.00	29.00
M+S Hydraulic	6.45	-1.78%	6.22	6.57
Eurohold Bulgaria	0.87	-2.25%	0.87	0.88
First Investment Bank	1.56	-1.89%	1.57	1.59
Industrial Holding Bulgaria	0.74	0.00%	0.74	0.74
Kaolin	2.70	1.12%	2.60	2.75
Monbat	4.80	1.69%	4.76	4.80
Sopharma	2.37	0.25%	2.36	2.38
Stara Planina Hold	2.30	3.60%	2.25	2.34
Bulgaria Real Estate Fund REIT	0.52	-0.57%	0.52	0.53

Central Cooperative Bank (4CF) and Chimimport (6C4) outperformed the market. Recently, both positions lagged behind BSE's increase but rapidly recovered. The holding company stayed at BGN 0.65 per share since the end of September. The rumors that large institutional intends to exit the position pushed down the price. The newly included in the index – Corporate Commercial Bank (6C9) also stepped up in good volumes.

News

- 09 October 2012:** The GMS of Bulgarian Telecommunication Company (5BT) dated October 08, 2012 has passed the following decisions:
 - Amendment to the Credit Lines Contract dated August 09 2007 signed between the Company, NEF Telecom Company B.V.-Holland, NEF Telecom Bulgaria OOD-Sofia (NEF Bulgaria) and a group of financial institutions in their capacity of lenders represented by The Royal Bank of Scotland PLC-Great Britain.
- 11 October 2012:** Corporate Commercial Bank (6C9: 78.00; +1.30%) presented an invitation for Extraordinary General Meeting of Shareholders on December 04 2012 with the following agenda:

The GMS will vote to increase the capital of Corpo-rate Commercial Bank from BGN 60 million to BGN 66 million. The increase is going to be accomplished through issue of 600 000 ordinary shares with voting rights and a nominal value of BGN 10 par value. The issue price is BGN 156.47. Every existing share gives one right. 10 rights give the opportunity for subscribing 1 new share at BGN 156.47.
- 11 October 2012:** The Board of Directors of Sopharma (3JR) has notified that from October 04 2012 up to and including October 10 2012 the Company has bought back 1 020 own shares, representing 0.00077% of the capital of the Company, on BSE-Sofia at the total value of BGN 2 432.60 as the average repurchase price has been BGN 2.38 per share. After this transaction, the total number of bought-back shares has reached 3 207 275 shares, representing 2.43% of the share capital of the company.

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