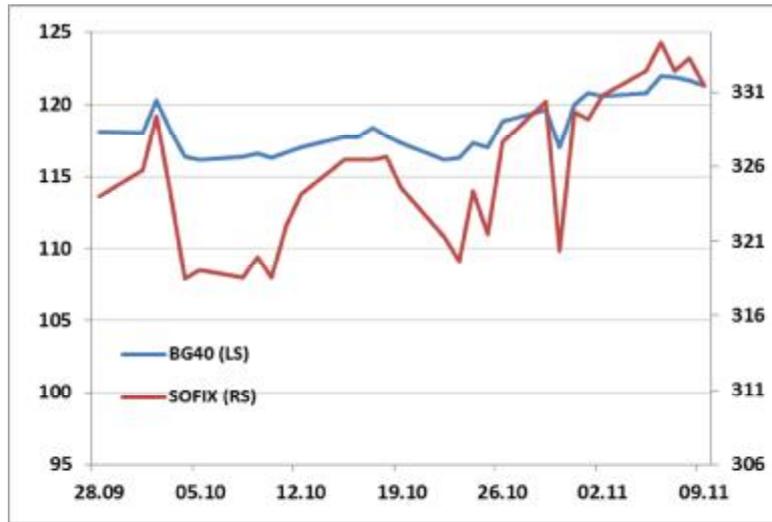
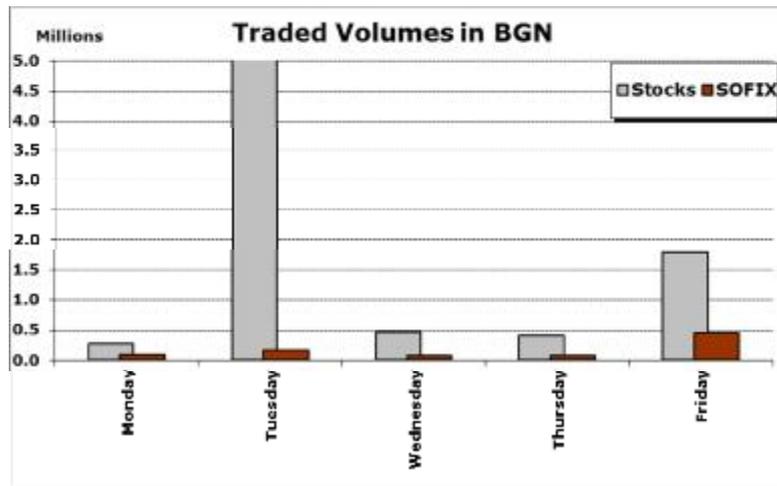


Market Trend



The stock market was unchanged last week as investors turned their attention mainly to low liquid shares. Domestic speculators moved the prices of several blue chips in thin volumes but spreads between bid and ask quotes were the main reasons for the volatility. The decline of foreign markets had no impact on Bulgarian stocks and did not increase the supply of shares. The reaction to corporate reports for the third quarter was very subdued and the week after the announcements proved that stocks are ignoring financial data unless they are very bad.

Trading Activity



Trading volumes were unusually low regarding the volatile international markets in the US election week. Moreover, block deals with low liquid shares that recently formed most of the daily turnover, were also in limited numbers. Shares of Agro Finance REIT (6AG) for more than BGN 11 million changed hands on Tuesday whereas the turnover on Friday jumped due to deals with stocks of cigarettes manufacturer Sofia-BT (3JU). Other REITs also contributed to the weekly trading but mostly in moderate volumes.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	2.21	2.41%	2.21	2.24
Bulgartabac Holding	75.81	1.08%	70.60	75.70
Corporate Commercial Bank	77.15	-0.03%	77.15	80.00
Central Cooperative Bank	0.60	1.18%	0.58	0.60
Chimimport	0.78	-1.77%	0.75	0.77
Neochim	27.00	-0.92%	27.00	27.80
M+S Hydraulic	6.64	4.57%	6.41	6.60
Eurohold Bulgaria	0.87	0.00%	0.87	0.89
First Investment Bank	1.49	-2.10%	1.49	1.53
Industrial Holding Bulgaria	0.74	-1.74%	0.74	0.75
Kaolin	2.40	-3.96%	2.41	2.48
Monbat	4.80	0.00%	4.65	4.80
Sopharma	2.32	-0.43%	2.31	2.34
Stara Planina Hold	2.30	1.77%	2.26	2.34
Bulgaria Real Estate Fund REIT	0.52	-0.96%	0.51	0.52

Advance Terrafund REIT and M+S Hydraulic along with parent company Stara Planina Hold managed to offset the pressure on several large companies in SOFIX. Shares of Kaolin continued to decline following the weak quarterly report. The company was among the very few that reacted after the announcement. Shares of Central Cooperative Bank and its parent Chimimport moved in different directions as a lack of sign of directional movement on the market. Bulgartabac Holding was a serious factor for the volatility of SOFIX.

News

- **05 November 2012:** For October 2012, Sopharma (3JR) has realised a decrease in its sales by 2% when compared to the same month of the preceding year. The proceeds from sales for the ten months of the current year have increased by 2%, including a 10% reduction on the domestic market and a 7% increase in the export sales on yearly basis.
- **06 November 2012:** Bulgartabac Holding (57B) has received a notification for share participation disclosure from E. Miroglio Finance SA - Luxemburg, pursuant to which the latter has acquired 370 000 shares or 5.02 % of the capital of Bulgartabac Holding.
- **06 November 2012:** CEZ Electro Bulgaria (1CZ) received a notification for disclosure of share participation in a public company by UniCredit Bulbank: The Bank has acquired 495 shares of CEZ Electro Bulgaria AD (1CZ) and thus its shareholding in the capital of the Company has reached 9.9%.

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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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