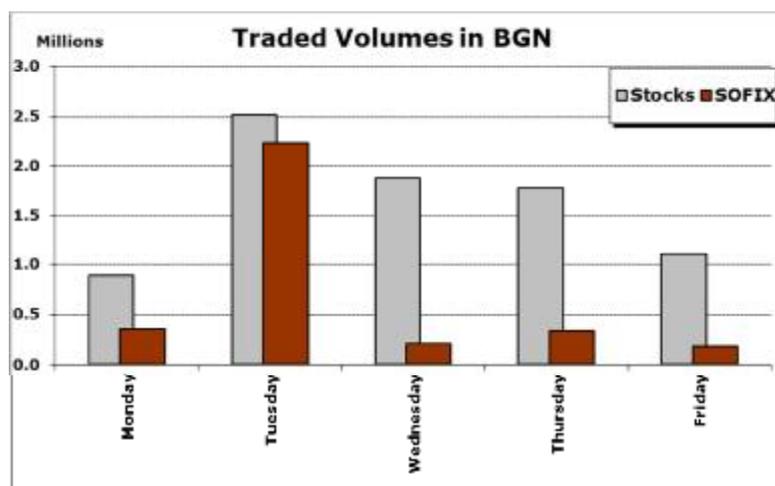


**Market Trend**


The main index SOFIX fell almost 1% last week under the heavy influence of Bulgartabac Holding. The tobacco holding changed the flat trend of the market on Friday. Most companies finished the week with moderate gains but the index has been influenced mainly by the losses of heavy-weight stocks like Sopharma. The last trading sessions for the year are usually more active in terms of volumes, although institutional investors don't support the prices for end-year rally.

**Trading Activity**


The biggest deal of the week was the transaction of 3 million shares of Chimimport on Tuesday. The price found support as individual investors accepted it as sign for consolidation among shareholders. However, it is too early to consider that the current selling pressure will decrease. Bulgarian Telecommunication Company also changed hands in elevated volumes as the news for the tender offer and the temporarily ban from the Financial Supervision Commission.

The main contributors for the rising volumes on Wednesday and Thursday were non-liquid companies. The overall trading activity was very low.

**SOFIX**

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	2.22	0.00%	2.22	2.24
Bulgartabac Holding	72.00	-5.14%	72.15	75.90
Corporate Commercial Bank	84.45	-0.05%	81.00	84.44
Central Cooperative Bank	0.56	0.18%	0.56	0.57
Chimimport	0.71	2.90%	0.71	0.72
Neochim	29.00	1.75%	28.50	29.60
M+S Hydraulic	6.90	5.96%	6.63	6.75
Eurohold Bulgaria	0.90	3.45%	0.87	0.89
First Investment Bank	1.30	-3.70%	1.30	1.40
Industrial Holding Bulgaria	0.68	1.49%	0.66	0.70
Kaolin	2.34	1.74%	2.34	2.43
Monbat	4.55	-3.58%	4.55	4.69
Sopharma	2.16	-1.60%	2.14	2.16
Stara Planina Hold	2.64	1.77%	2.50	2.64
Bulgaria Real Estate Fund REIT	0.52	-0.96%	0.52	0.53

Several blue chips posted dynamic price changes but gainers could not prevail. The biggest winner was M+S Hydraulic, although the weekly change is mainly due to the large spread between bid and ask prices. Its parent Stara Planina Hold added another 2% after the solid gains from the previous week. First Investment Bank fell again to its recent bottom as investors continued to digest the future capital increase. The stock will be under pressure from individual investors until more details about the capital raise are revealed.

**News**

- **12 December 2012:** The GMS of FairPlay Properties REIT adopted the decision to issue corporate bonds for up to EUR 3 million. The bond maturity is up to 8 years.
- **14 December 2012:** The insurance holding EUROINS INSURANCE GROUP realized a 4.9% growth in gross written premium in November with EUR 11.4 million compared to EUR 10.9 million for the same month of 2011. Growth for the current year was 32% Romania is the best performing market. The holding's automotive trading posted a decline in volumes by 13% year-to-date.

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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

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