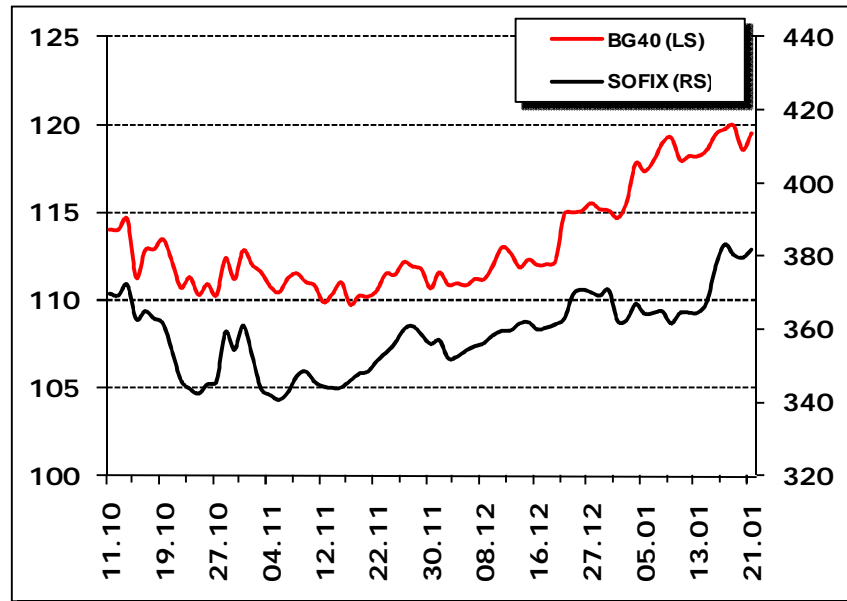


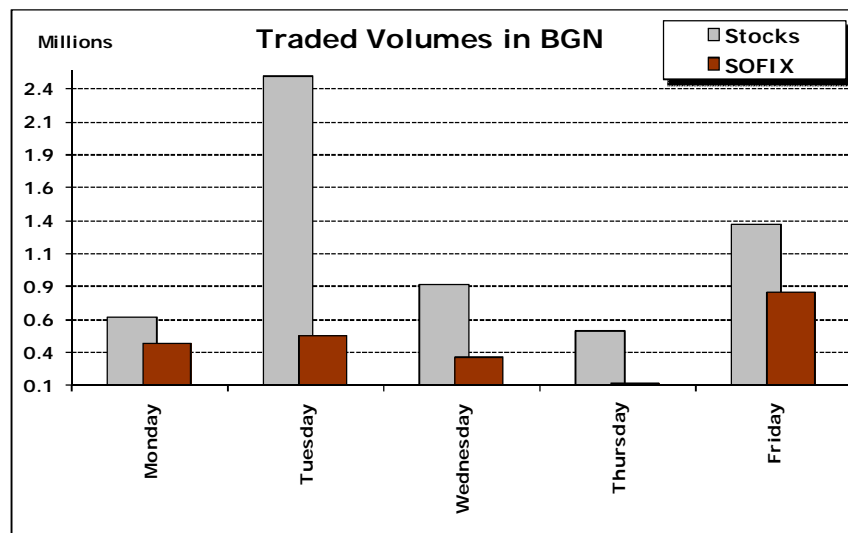
Market Trend



The week began strong for the Bulgarian indices but some profit taking calmed down the increase and BG40 finished with 0.80% growth on weekly basis, whereas SOFIX added 3.86%. Most of the positions fall in the investors' focus, especially the banks. Some of the small caps also rise. The market probably will stay around the current levels this week as next week the non-consolidated 2010 financial reports should be announced.

Banks will continue to attract the market attention, mainly from international investors but domestic speculators will also put money in the financial sector due to the very good valuation. Moreover, the forthcoming stress test on banks in Europe will

Trading Activity



The overall volumes improved supported mainly from the banking sector. On Tuesday, large package transaction with Prime Property REIT boosted the turnover above BGN 2.4 million. The institutional were active as well as individuals. The market showed that easily could be move on. The capital inflows predominated until the middle of the week.

Probably this week the volumes will remain moderate despite the block deals.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.20	0.00%	1.20	1.22
Albena	50.00	-1.77%	50.22	52.60
Bulgarian-American Credit Bank	9.60	0.00%	9.45	9.50
Central Cooperative Bank	1.27	8.90%	1.27	1.28
Chimimport	2.54	5.39%	2.51	2.58
Doverie United Holding	3.40	-0.90%	3.38	3.50
Enemona	7.01	0.86%	6.88	7.01
Eurohold Bulgaria	0.92	3.73%	0.88	0.91
First Investment Bank	2.60	18.05%	2.58	2.60
Industrial Holding Bulgaria	1.05	0.00%	1.05	1.06
Kaolin	4.75	-1.74%	4.70	4.82
Monbat	6.34	0.62%	6.25	6.34
Sopharma	3.91	0.26%	3.90	3.92
Stara Planina Hold	3.25	6.18%	3.11	3.26
Zyrneni Hrani Bulgaria	0.61	2.33%	0.61	0.61

First Investment Bank (5F4) outperformed the main index and solidly improved on weekly basis. The position added 20% since the beginning of the year supported by strong interest from both – individuals and institutional investors. Central Cooperative Bank (4CF) also soared. SOFIX lag behind the regional markets' indices last year and it's likely to make up the lag. The recent growth could be easily erase but showed that the index has growth potential and investors could be easily wake up.

News

- **21 January 2011:** On January 18 2011, the Board of Directors of Intercapital Property Development REIT has taken a decision to sign a contract with MBL EOOD-Bulgaria in order to assign them with the investment research and market value appraisal of the commercial establishments in Marina Cape Vacation Complex, which are property of the company. The appraisal is necessary for the Prospectus of the increase in capital of Intercapital Property Development REIT through an initial public offering.
- **21 January 2011:** The Investment Funds consulted by Citi Venture Capital International (CVCI) have finalized the acquisition of 37% of the capital of Huvepharma. According to the information provided, the transaction involves issuance of securities and acquisition of shares from the controlling shareholders, including from Advance Properties. The finalization of the transaction was subject to several conditions and the issuance of certain statutory licenses that have already been received. Huvepharma is the major shareholder of Biovet with 78.58% of the capital.
- **21 January 2011:** Mostinjenering -Yambol signed a contract with the Municipality of Lyubimets for rehabilitation of the road network of the town of Lyubimets and of Malko Gradishte village. The contract is at the value of BGN 989 418 and will be financed by the Rural Development Programme 2007-2013. The contract was signed on January 13, 2011 and the implementation deadline is 96 calendar days. The company is in the structure of Trace Group Hold (T57).

Macro-economy

- The consumer price index (CPI) in December 2010 compared to November 2010 was 100.4%, i.e. the monthly inflation was 0.4%. The harmonized index of consumer prices (HICP) in December 2010 compared to November 2010 was 100.8%, i.e. the monthly inflation was 0.8%.
- The market price index of the dwellings for the fourth quarter of 2010 compared to the third quarter of 2010 was 98.5%, i.e. the average decrease of the market prices of the dwellings was 1.5%.

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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.

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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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