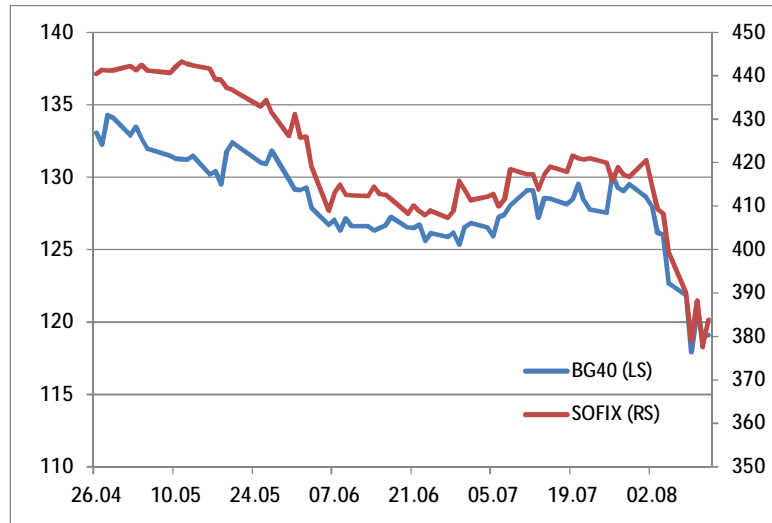
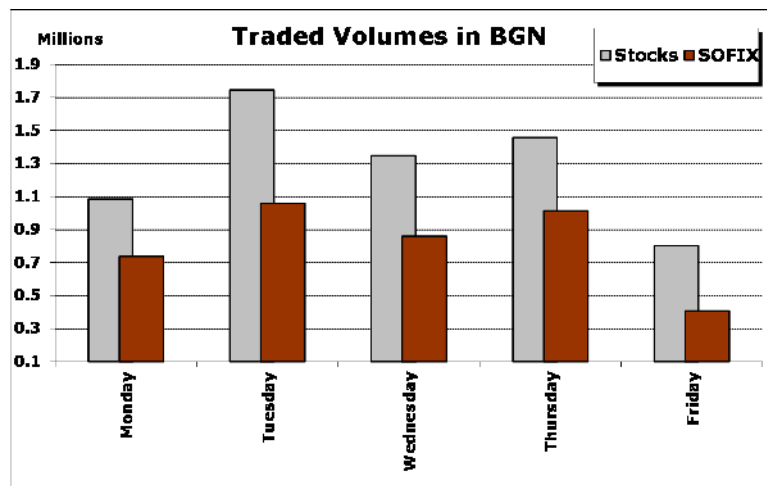


Market Trend



The main Bulgarian indices lost around 3% on weekly basis as at the end of the week made a slight reverse. SOFIX improved the correlation with the international markets and especially with S&P 500 and followed its direction. Major global equity markets all posted significant losses last week, as fear about the possible impact of slowing global economic growth and fall out from escalating sovereign-debt to the banking sector gripped markets. The liquidity positions on BSE were under serious pressure and pushed down the main index, despite Bulgarian macroeconomic data remains stable.

Trading Activity



The overall volumes remained moderate but the total number of deals increased due to the improved activity. Individual investors moved on and the trading became more volatile. The banks were among the most traded positions and especially Central Cooperative Bank (4CF) and First Investment Bank (5F4). Both shares were under pressure but they could easily reverse.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.39	-1.14%	1.39	1.40
Albena	58.00	-1.66%	58.85	58.90
Corporate Commercial Bank	77.05	-0.26%	77.05	80.00
Central Cooperative Bank	1.08	-7.21%	1.08	1.11
Chimimport	2.35	-12.90%	2.36	2.40
Doverie United Holding	2.83	-1.39%	2.70	2.90
Enemona	5.19	-9.32%	4.95	5.20
Eurohold Bulgaria	1.33	-1.56%	1.28	1.33
First Investment Bank	2.50	-11.03%	2.44	2.50
Industrial Holding Bulgaria	0.85	2.42%	0.80	0.85
Kaolin	2.68	-2.55%	2.61	2.66
Monbat	6.57	-2.01%	6.38	6.57
Sopharma	3.64	-4.69%	3.70	3.74
Stara Planina Hold	3.64	-1.36%	3.48	3.63
Bulgaria Real Estate Fund REIT	0.62	4.91%	0.64	0.66

Most of SOFIX components closed on the downside despite the slight reverse at the end of the week. Enemona (E4A) fall below the threshold of BGN 5.00 per share for single deals but managed to reverse. However, the position reached its 52-weeks low level. The lack of investors' confidence pressured the company and the share is 27% down since the beginning of the year. Chimimport (6C4) also lost ground but remained almost unchanged y-o-y and for 2011. The direction could be easily change if the positive moods predominated.

News

- **11 August 2011:** In connection with the decision adopted at the GMS of Kaolin (6K1) held on June 17, 2011 regarding the distribution of dividend, at a session dated August 11, 2011 the Management Board of the Company approved the terms and conditions for dividend payment on the basis of the total amount of BGN 3.75 million. The dividend pay-out starting date will be August 22, 2011 and the dividend pay-out final date will be November 22, 2011. The gross amount of the dividend per share is BGN 0.15.
- **12 August 2011:** Corporate Commercial Bank (6C9) announced that Moody's Investors Service Credit Rating Agency confirmed the credit rating assigned to Corporate Commercial Bank, as follows:
 - "Ba3" long-term rating on deposits in local and foreign currency;
 - "D-" rating on bank's financial strength rating ("BFSR");
 - The ratings above retain their stable perspective.

It is said under the Moody's Credit Opinion that on the whole Corporate Commercial Bank is relatively less affected by the delay in the Bulgarian economy where compared to a number of other banks. Notwithstanding the foregoing, the rating awarded is retained due to the high credit risk resulting from the unfavourable extraneous operating environment the Bank operates in.

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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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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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