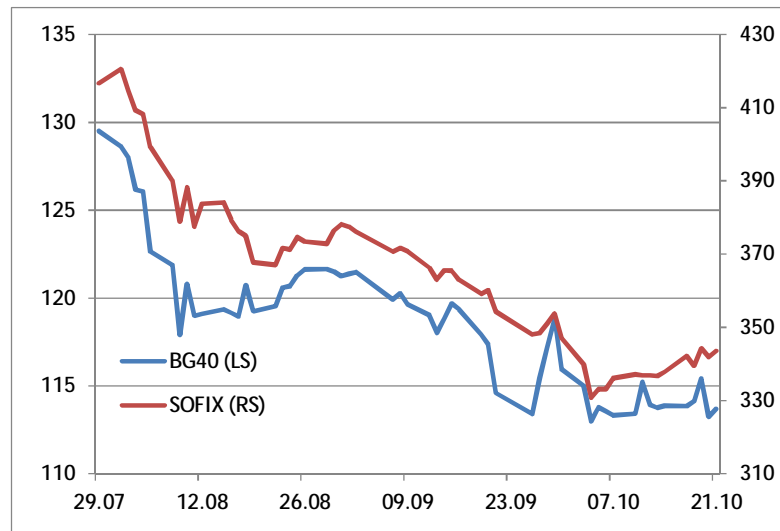
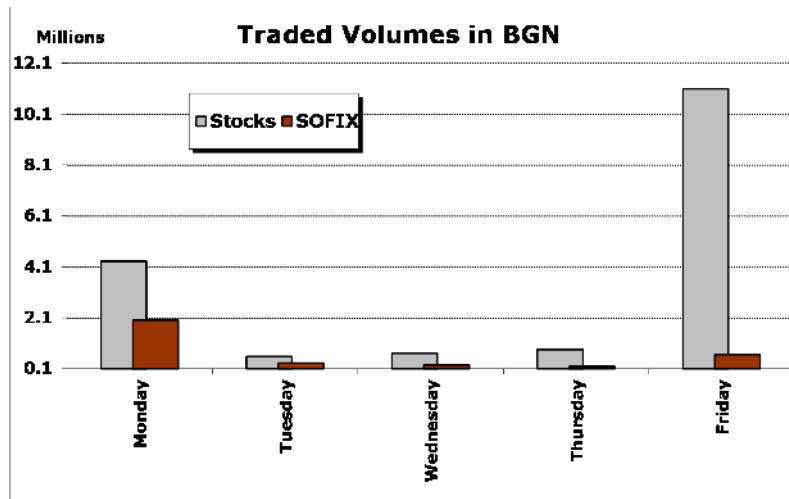


Market Trend



SOFIX managed to close on the upside as the most of its components received support last week. The market entered in tight range and the main indices closed in the red, following the positive session on Monday. The most companies began the new week with solid increase but were subject of some profit taking on the next day. The market will remain in tight range and the focus will be toward the non-consolidated reports.

Trading Activity



The overall volumes remained moderate with the exception of several block deals. On Friday, large package transaction of Registered compensation vouchers (BLKC) boosted the total turnover by BGN 10 million.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.34	0.00%	1.34	1.35
Albena	58.30	0.52%	57.80	58.30
Corporate Commercial Bank	77.00	0.00%	77.00	78.00
Central Cooperative Bank	1.01	5.42%	1.02	1.02
Chimimport	1.80	-0.44%	1.84	1.84
Neochim	33.00	1.38%	32.81	34.00
M+S Hydraulic	8.00	4.85%	7.68	8.00
Eurohold Bulgaria	1.25	4.17%	1.22	1.25
First Investment Bank	2.35	-0.04%	2.18	2.33
Industrial Holding Bulgaria	0.70	8.67%	0.69	0.71
Kaolin	2.19	-3.05%	2.22	2.25
Monbat	6.24	1.13%	6.10	6.24
Sopharma	3.28	0.95%	3.25	3.29
Stara Planina Hold	2.80	-0.28%	2.80	2.89
Bulgaria Real Estate Fund REIT	0.68	16.64%	0.67	0.68

Bulgaria Real Estate Fund REIT (5BU) outperformed the main index components as on Friday the company announced that has signed a contract for the sale of Business Center Kambanite. The amount of the deal is EUR 23 million without VAT. The position jumped at the market open and added 15% during the first 10 minutes but the euphoria rapidly calmed down. M+S Hydraulic (5MH) posted 112% profit growth on yearly basis for 9M 2011. The sales of the company increased by 48% y-o-y to BGN 68.5 million.

News

- **18 October 2011:** Eurohold Bulgaria (4EH) announced that the trading with the rights for the forthcoming capital increase will be trade from October 25 until November 07. The issue price of new share is BGN 1.50.
- **18 October 2011:** Doverie United Holding (5DOV) announced the parameters for its capital increase. The rights will be entitled to those persons who have acquired shares by October 25, 2011. The issuing price per new share is BGN 3.50 and the ratio between rights and one new share is 6.09/1.
- **19 October 2011:** Corporate Commercial Bank (6C9) will include subordinated debt of the majority owner, to its Tier 2 capital to increase the capital base, the bank announced. The amount of the deal is EUR 20 million and will be absorb at once. All the debt will be pay on the maturity date, including the 7% interest rate. The bank needs Bulgarian National Bank permission to pay the debt in advance. The payment of the subordinated debt is non-cover by CORP.
- **20 October 2011:** Bulgartabac Holding (T57) has appointed a GMS on November, 01.
- **21 October 2011:** The Company has submitted a notification to disclose a shareholding in a public company as per Art. 145 of the POSA, according to which BT Invest GmbH (Austria) owns 79.83% of the capital of Bulgartabac Holding AD-Sofia.

Macro News

- On the basis of final data of the National Statistical Institute the General Government Sector reported in 2010 government deficit of BGN 2 208.0 million or 3.1% of GDP. The Government Debt of Bulgaria for 2010 is BGN 11 458.8 million or 16.3% of GDP
- The market price index of the dwellings for the third quarter of 2011 compared to the second quarter of 2011 was 99.2%, i.e. the average decrease of the market prices of the dwellings was 0.8%.

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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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