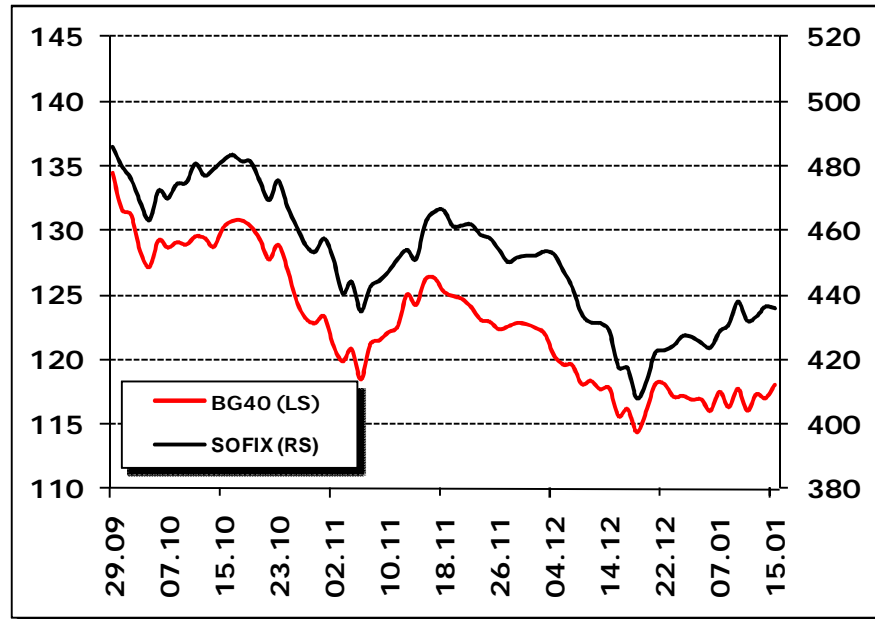
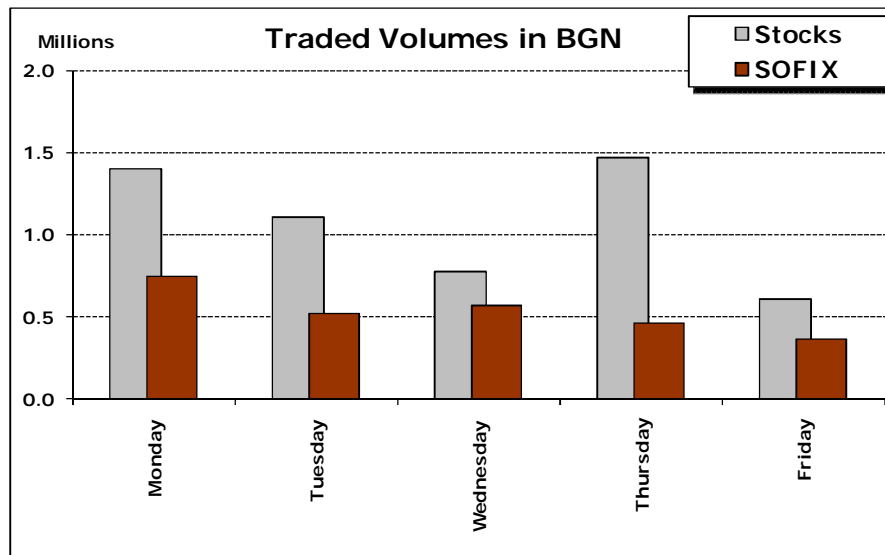


Market Trend



The indices consolidated and closed the week with modest gains. The lack of new institutional demand continued after the holidays. Investors are waiting for the non-consolidated reports for 2009 that will be placed until the end of the month. The negative expectations are priced in and any positive surprised may have some modest influence on the stock prices. The Bulgarian market breached the correlation with the international markets so far.

Trading Activity



The overall volumes remained at the usual level – around BGN 1 million. The investors' activity decreased as compared to 2009 and mainly the low liquid positions attracted the attention. Even Chimimport (6C4) was aside of the market. The banking sector continued to be among the most actively traded. The deals were mainly with First Investment Bank (5F4) and the bank' share added 8% on weekly basis.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Albena	42	-1.18%	40.20	42.50
Bulgarian-American Credit Bank	17.5	-2.23%	17.40	17.78
Central Cooperative Bank	1.345	2.28%	1.34	1.35
Chimimport	2.759	2.37%	2.76	2.80
Corporate Commercial Bank	60	3.45%	58.51	60.17
Elana Opportunity Land Fund	.812	-2.17%	0.81	0.85
Enemona	9.55	3.68%	9.45	9.60
Eurohold Bulgaria	1.363	0.00%	1.37	1.40
First Investment Bank	2.518	7.93%	2.50	2.52
Holding Roads	2.45	2.08%	2.42	2.45
Industrial Holding Bulgaria	1.671	0.06%	1.67	1.70
Kaolin	5.6	1.80%	5.64	5.64
Lead and Zink Complex	14.5	0.35%	14.57	14.62
M+S Hydraulic	5.383	-0.31%	5.14	5.39
Monbat	6.553	0.82%	6.55	6.65
Neochim	27.5	1.85%	27.26	29.00
Orgachim	85	6.25%	82.51	85.95
Sopharma	4.05	-0.98%	4.05	4.06
Sparky Eltos	2.2	-2.48%	2.17	2.27
Trace Group Hold	63	0.00%	63.00	63.50

Enemona (E4A) swung between positive and negative territory. The forthcoming capital increase may support the position. The trading with the rights for the preferred shares will begin on January, 25 and will continue two weeks.

Infrastructures closed mix. Holding Roads (6H2) outperformed in moderate volumes.

News

- **11 January 2010:** Blagoevgrad-BT (55B) signed a contract with BNP Paribas S.A. - Sofia Branch for a credit to the amount of EUR 15 million and with a repayment deadline on March 31, 2010.
- **13 January 2010:** Sopharma Logistic and Sopharma Trading signed a contract of transformation. After the Financial Supervision Commission approval, the transforming companies will convene General Meetings, in order the shareholders to hold a vote on the transformation. Both companies are listed for trading.
- **13 January 2010:** The ticker of Enemona preferred shares' rights will be E4A1. The trading will begin on January, 25 and the final date for transferring the rights is February, 10. The auction for the unused rights is settled on February, 17.

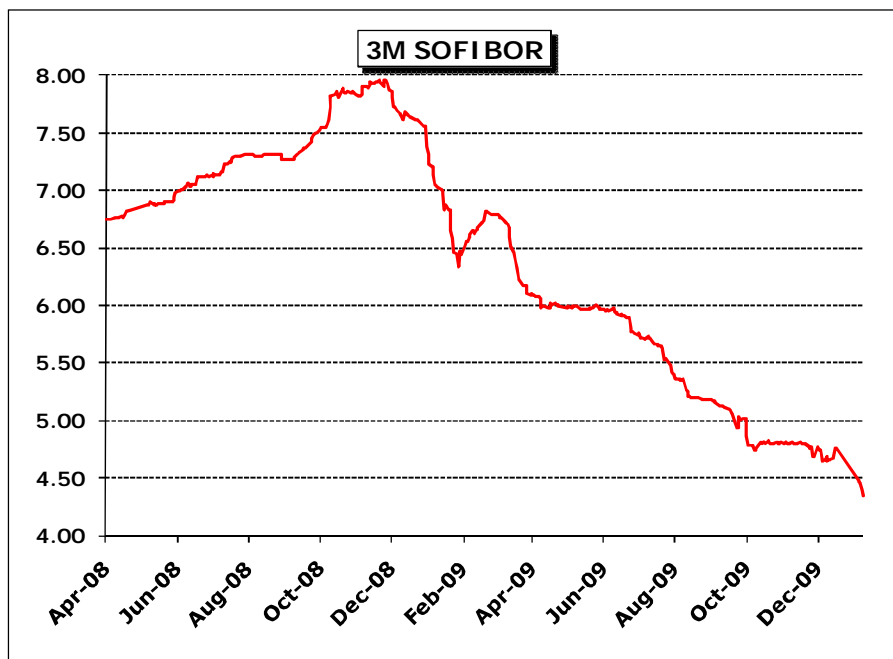
**Upcoming Events**

- 18 January 2010: Euro Ins (5IC) will call a GMS on Monday.

**Macro-economy**

- The preliminary data showed that the Industrial Production Index decreased by 10.8% in November 2009 as compared to November 2008. As compared to the previous month the production increased by 1.2%. Industrial Turnover Index decreased by 13.2% compared to November 2008, as compared to the previous month the turnover increased by 0.7%.
- According to the preliminary data of the National Statistical Institute, the construction production in November 2009 was 21.9% less compared to the same month of the previous year.

**Bond Market**



Source: Bloomberg

The latest dip of interest rates was due to the increased demand of government securities on the auction for 10-year notes. The yield fell to 6.37% from levels above 7% at previous auctions. Banks and pension funds became active buyers of government bonds during the last several months. This is the sign for the improvement of the credit conditions, although we expect that interest rates will remain elevated.

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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

**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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**For more information, please contact:**

Research analyst  
Tsvetoslav Tsachev  
Tamara Becheva

Phone:  
+359 2 810 00 23  
+359 2 810 07 23

E-mail:  
[tsachev@elana.net](mailto:tsachev@elana.net)  
[becheva@elana.net](mailto:becheva@elana.net)

Internet:  
[www.elana.net](http://www.elana.net)  
[www.elana.net](http://www.elana.net)