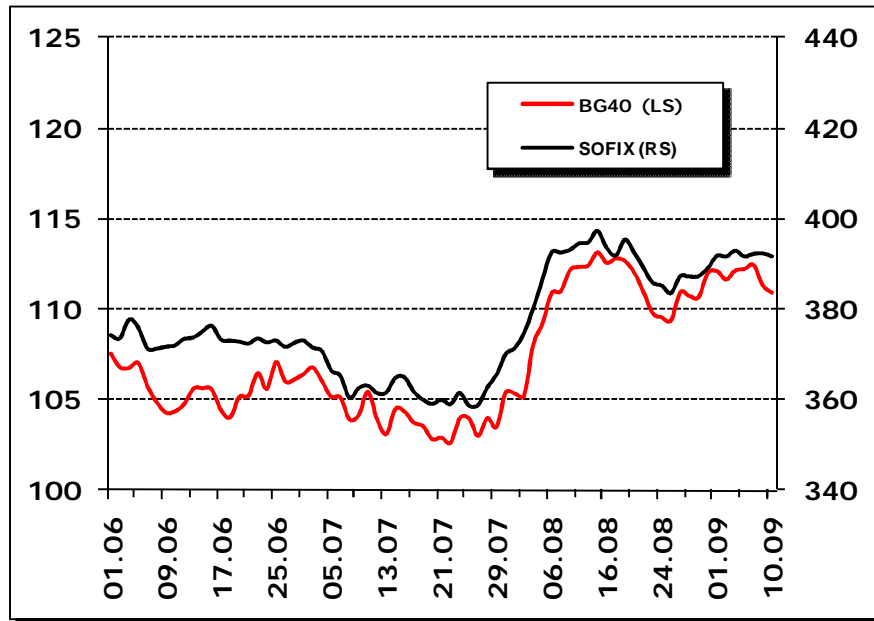
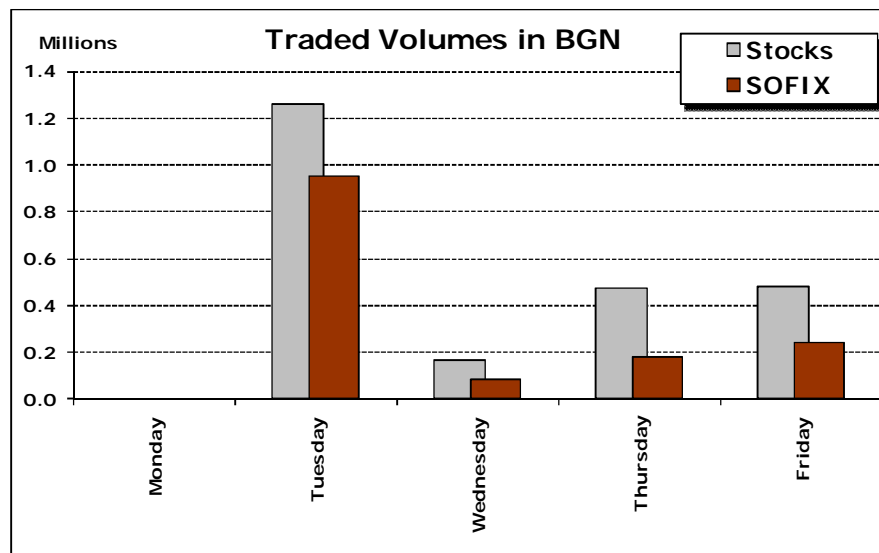


Market Trend



The main indices almost erased the last week increase. BG40 lost 1%, whereas SOFIX stepped back by only 0.31%. The changed structure of the indices could move the market in short term but the volumes remained insignificant so far. The improvement of the financial results for the 1H of the year of some companies increased their price but in small amounts, which showed mainly individual influence.

Trading Activity



The overall volumes remained thin. The most traded position was Chimimport (6C4) as the company's shares were subject of permanent block deals. Sopharma (3JR) also remained in investors' focus despite the lower size than the previous weeks. The investors are still aside of the market. The expectations are that the probable public trade of BSE's shares will move the turnover and the activity.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Albena	70.00	0.00%	65.70	70.00
Bulgarian-American Credit Bank	10.41	-7.05%	10.42	11.00
Central Cooperative Bank	1.17	-2.50%	1.17	1.18
Chimimport	2.60	5.69%	2.60	2.62
Corporate Commercial Bank	61.00	-4.67%	60.00	63.90
ELARG	0.55	-3.86%	0.55	0.55
Enemona	7.10	0.16%	6.98	7.10
Eurohold Bulgaria	0.90	2.73%	0.89	0.90
First Investment Bank	1.90	-3.25%	1.90	1.94
Holding Roads	1.41	-3.49%	1.40	1.45
Industrial Holding Bulgaria	1.40	2.87%	1.37	1.38
Kaolin	4.57	3.75%	4.45	4.60
Lead and Zink Complex	11.80	1.72%	11.70	11.85
M+S Hydraulic	4.60	-2.13%	4.85	4.95
Monbat	6.55	0.77%	6.46	6.55
Neochim	22.00	-4.35%	22.80	24.20
Orgachim	85.99	0.10%	85.20	86.35
Sopharma	3.90	-1.02%	3.90	3.94
Sparky Eltos	1.45	-0.14%	1.34	1.45
Trace Group Hold	48.40	-3.20%	48.30	48.75

Eurohold Bulgaria (4EH) announced that is selling 7 of its subsidiaries to the total amount of BGN 40 million. The company has preliminary contracts with the buyers. The gather amount will be use for covering Eurohold's debt. The long-term liabilities of the holding were BGN 229.8 million as of 1H 2010. The banking system closed on the downside and underperformed the market. Bulgarian-American Credit Bank (5BN) was the worst position among the main index components. The news that Allied Irish Bank is looking for a buyer of its stake pressured the share.

News

- **07 September 2010:** A copper wire production line is delivered and put into operation in pursuance of the adopted 2010 Investment Program of EMKA (57E). The value of the machine is EUR 109 870, which will be financed with own resources.
- **07 September 2010:** Within the procedure of redemption of company's shares, Sopharma (3JR) has redeemed 198 580 shares at the average price of BGN 3.94per share for August 2010.
- **07 September 2010:** The Board of Directors of Trace Group Hold (T57) has increased the capital of Trace Trans EOOD, of which Trace Group Hold is the sole owner, from BGN 5 000 to BGN 1 million by subscribing to 9 950 new units of BGN 100 nominal value each.
- **08 September 2010:** In August, the monthly production of Alkomet (6AM) reached 4 544 tones and the sales for the month amounted BGN 23 million. These are the highest results achieved by the company from its foundation. For the first time in the history of the company the monthly production of pressed products reached 1 520 tones. Compared to the first eight months of 2009, the production output grew by 15.98%, while sales revenues marked an increase of 39.02%.
- **09 September 2010:** The Board of Directors of BSE took a decision for changing the indices' structure.
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Upcoming Events

- **13 September 2010:** The GMS of Bulgarian Stock Exchange will vote the capital increase of BSE.
- **14 September 2010:** Bulgarian National Bank will announce the direct investments and the Balance of payments.

Macro-economy

- During the period January - June 2010 the Bulgarian exports to EU increased by 17.4% compared to the corresponding period of the previous year and amounted to BGN 8 billion. Bulgarian imports from EU for the same period increased by 2.8% compared to the corresponding period of the previous year to BGN 9.9 billion.

- During the period January - July 2010 the Bulgarian exports to third countries increased by 48.6% compared to the corresponding period of the previous year and amounted BGN 6.4 billion. Bulgarian imports from third countries for the first seven months of 2010 increased by 10.1% y-o-y to BGN 8.5 billion. The total exported goods were for BGN 16.3 billion and compared to the corresponding period of 2009 the exports increased by 29.9% while the total imported goods for the same period were for BGN 20.2 billion (at CIF prices) or by 6.2% more compared to the previous year.
- By the preliminary data of the NSI, the total construction production in July 2010 decreased by 19.9% compared to the same month of the previous year. A drop by 28.2% was registered in the production of building construction; while in the civil engineering production fell by 4.6%.
- The preliminary data showed that the Industrial Production Index decreased by 0.6% in July 2010 as compared to the same month of 2009, as compared to the previous month the production fell by 3.0%. Industrial Turnover Index increased by 15.1% compared to July 2009, as compared to the previous month the turnover decreased by 0.1%.

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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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