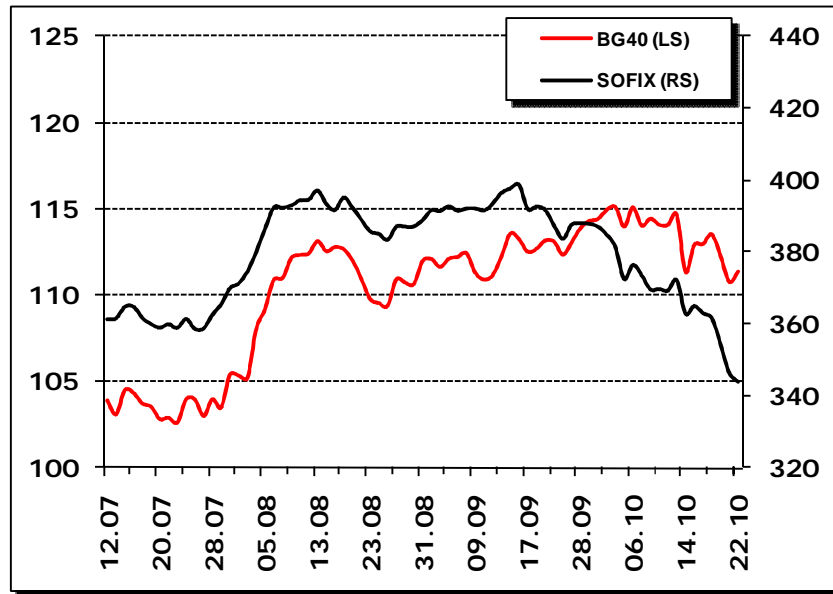


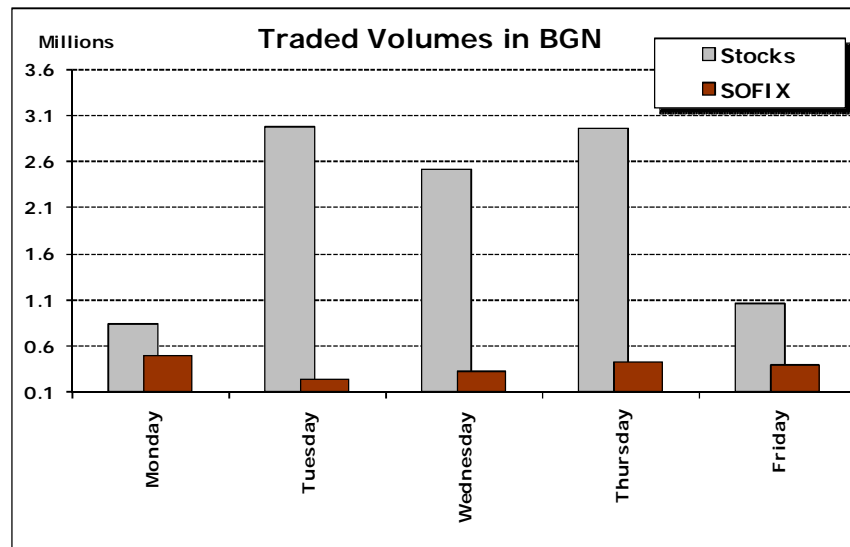
Market Trend



The market was under pressure last week and lost some ground in moderate volumes. SOFIX decreased by 5.77% and fall below the threshold of 350 points. Rumors about the Pension reform pressured the market on Thursday, mainly by speculators. The expectations weren't confirmed and the negative moods calmed down. However, the investors remained cautious.

We expect this week the market to move as the 9M 2010 reports should be announced until the end of the month. The export-oriented companies showed improved financial results last quarter and probably the trend will retain.

Trading Activity



The investors' activity decreased as compared to the previous sessions and only pharmaceutical companies supported the total turnover. Sopharma (3JR) continued to buy shares of Unipharm (59X) and its stake increased to above 30%.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.14	-1.72%	1.10	1.15
Albena	54.00	-10.00%	52.00	55.00
Bulgarian-American Credit Bank	9.75	-3.67%	9.50	9.75
Central Cooperative Bank	1.02	-10.92%	1.02	1.03
Chimimport	2.27	-9.40%	2.27	2.29
Doverie United Holding	2.66	-8.41%	2.66	2.89
Enemona	6.82	-3.06%	6.67	6.82
Eurohold Bulgaria	0.80	-3.05%	0.78	0.79
First Investment Bank	1.70	-4.49%	1.70	1.71
Industrial Holding Bulgaria	1.13	-5.04%	1.11	1.13
Kaolin	4.15	-3.49%	4.10	4.15
Monbat	5.98	-3.70%	5.83	5.98
Sopharma	3.79	-2.99%	3.80	3.84
Stara Planina Hold	2.30	-8.00%	2.26	2.33
Zyrneni Hrani Bulgaria	0.55	-9.84%	0.55	0.56

Central Cooperative Bank (4CF), Zyrneni Hrani Bulgaria (T43) and Albena (6AB) were the main reason for the weakness of the main index. The overall volumes remained thin. SOFIX's components were under selling pressure.

The generated consolidated profit before taxes of Monbat (5MB) and Monbat Recycling for September 2010 is BGN 1.9 million, which represents a profit decrease of 2.8% compared to the individual profit, generated by Monbat in September, 2009. During the month, Monbat and Monbat Recycling generated consolidated net sales to the amount of BGN 18.4 million that represents a 40.37 % growth compared to the individual net incomes from sales, generated by Monbat in September, 2009.

News

- **20 October 2010:** With reference to the initiated restructuring process of Monbat and transfer of the recycling production to Monbat Recycling and with a view to present comparable data regarding the financial results, the management of Monbat will present summarised consolidated information on a monthly basis concerning the net incomes from sales and the profit generated from both companies until the end of the year 2010.
- **21 October 2010:** Alcomet (6AM) notified its investment intentions it has finalized this month a deal on the total amount of euro 7.5 million with the Italian company MINO S.p.A. concerning the design and installation of a new intermediate rolling mill. In the first nine months of 2010 Alcomet has realized over 35 thousand tones of production to the amount of nearly BGN 166 million, which is by 39% more than the same period of 2009.

**Upcoming Events
Macro-economy**

- The non-consolidated 9M reports should be placed until the end of the week
- On the basis of final data of the National Statistical Institute the General Government Sector reported in 2009 government deficit of BGN 3 210.7 million or 4.7% of GDP. The Government Debt of Bulgaria for 2009 is BGN 10 057 million or 14.7% of GDP.

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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.

For more information, please contact:

Research analyst
Tsvetoslav Tsachev
Tamara Becheva

Phone:
+359 2 810 00 23
+359 2 810 00 27

E-mail:
tsachev@elana.net
becheva@elana.net

Internet:
www.elana.net
www.elana.net