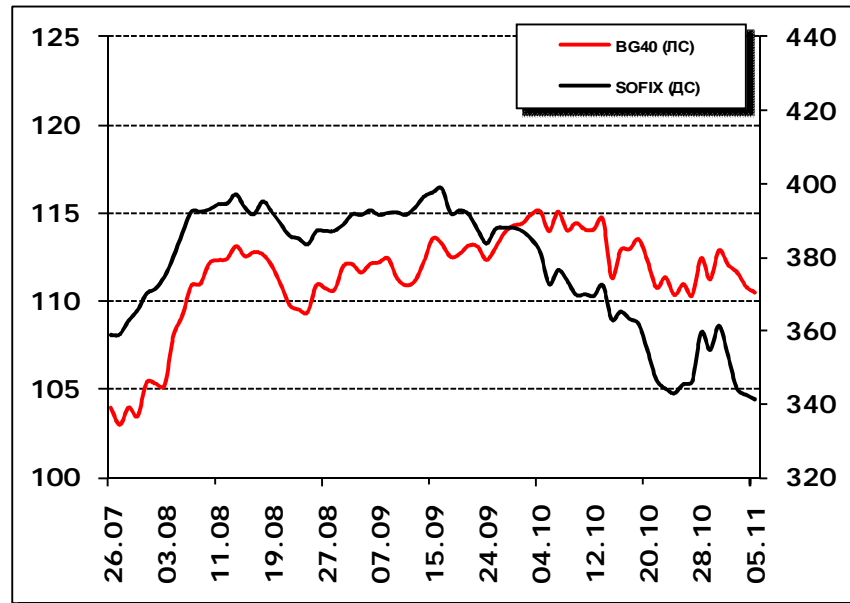


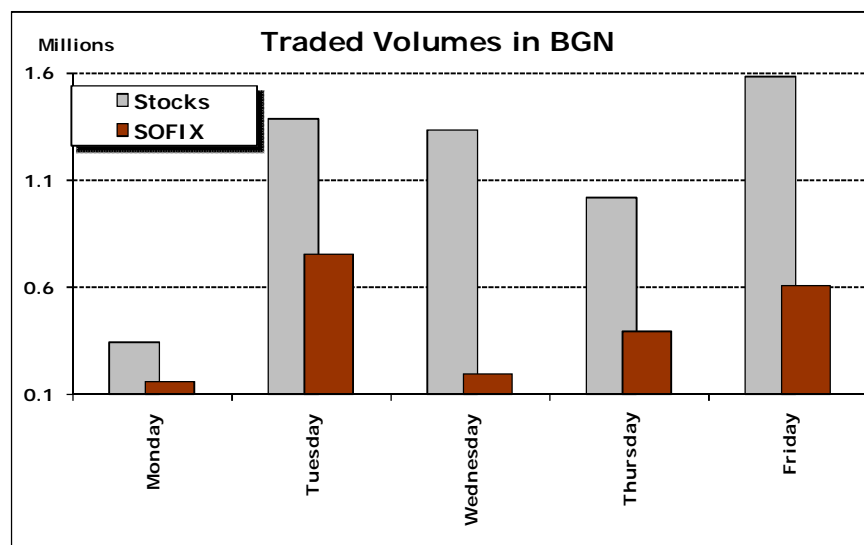
Market Trend



Strong selling pressure pushed down the main indices during the week. The rumors are that the insolvency Landsbanki is selling its assets, which includes Eurohold Bulgaria (4EH) Benchmark Fund Estates REIT (6BMA), Advance Terrafund REIT (6A6) and Intercapital Property Development REIT (4IC). The companies were among the most damaged positions since the beginning of the month. The negative moods probably will persist in short term until further decrease of portfolio holdings.

SOFIX decreased to 340 points and is near its beginning of 2009 levels. The main index fell 4% and diverged from the other world indices. The decline was domestic driven as negative news influenced the market bias.

Trading Activity



The traded volumes remained around the usual level of BGN 1million but the number of deals improved. SOFIX's components set up good part of the volumes mainly due to Eurohold Bulgaria (4EH). On Friday, 0.45% of Investment Company Galata's (GOA) capital changed hands in one deal for the total amount of BGN 409 500 and supported the overall turnover. The activity remained moderate and the investors will focus on the usual companies. The low liquidity will allow rapid reverse but the individuals will be cautious and will wait the reaction of the institutional participants.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.10	-4.26%	1.06	1.10
Albena	50.00	-7.41%	48.82	52.00
Bulgarian-American Credit Bank	9.00	-9.67%	8.95	9.00
Central Cooperative Bank	0.99	-3.43%	0.97	1.00
Chimimport	2.21	-3.87%	2.25	2.25
Doverie United Holding	2.85	-1.79%	2.85	2.99
Enemona	6.79	1.33%	6.57	6.79
Eurohold Bulgaria	0.67	-23.25%	0.66	0.68
First Investment Bank	1.70	-3.24%	1.68	1.70
Industrial Holding Bulgaria	1.10	-3.08%	1.06	1.10
Kaolin	4.50	-2.17%	4.17	4.68
Monbat	6.29	0.64%	6.26	6.29
Sopharma	3.86	-1.96%	3.86	3.92
Stara Planina Hold	2.32	-3.93%	2.32	2.35
Zyrneni Hrani Bulgaria	0.55	-2.66%	0.54	0.55

Only two SOFIX's components managed to close on the upside on weekly basis. Eurohold Bulgaria (4EH) was the most damaged position due to persistent selling pressure. The offered quantity was absorbed mainly by individuals but the price of the holding company solidly decreased to BGN 0.67. Bulgarian-American Credit Bank (5BN) fell to BGN 9.00 per share in moderate volumes. The position is 48% down on yearly basis.

News

- **01 November 2010:** In October 2010, Monbat (5MB) bought back 45 457 company's own shares at the average price of BGN 6.30 per share. By October 31, 2010, the total number of own shares held by the company is 1 566 069 shares at the average price of BGN 6.13 per share.
- **01 November 2010:** Management Board of Monbat filed with the Financial Supervision Commission a Prospectus for admission to trading of the shares issued by the company to an Official market of shares of another European regulated market of securities.
- **01 November 2010:** Kaolin (6K1) revenues on individual basis for the first nine months of 2010 increased by 25% as compared to the same period last year and reached BGN 96 million. The financial result has increased from BGN 6.3 million for the first nine months of 2009 to BGN 7.1 million for the current period under review, which is an increase of over 13%.
- **02 November 2010:** On October 27, 2010 Trace Group Hold (T57) and Municipality of Svoge have signed a contract for strengthening of the landslide on the road between the villages Rebrovo and Yablanitsa. The project will be financed by the Regional Development 2007-2013 Operation Program. The contracted value is BGN 221 633.33 and the term of realization is 45 calendar days. Recently, Trace Group Hold has signed contracts in the framework of the Regional Development 2007-2013 Operation Program to the total amount of BGN 30 500 000.
- **02 November 2010:** Neochim (3NB) has put into operation its production capacities and returned to the normal production cycle by reaching full production load.
- **04 November 2010:** Monbat is conducting negotiations and consultations for a loan with EBRD (European Bank for Reconstruction and Development) in the amount of up to EUR 15 million. The loan finance would enable the company to pursue planned investments to increase production capacity, achieve efficiency gains in the production process and complete a third lead recycling facility

Upcoming Events

- **9 November 2010:** National Statistic Institute will announce the Trade balance data.
- **12 November 2010:** NSI will announce the express GDP data.

Macro-economy

- In October 2010 the total consumer confidence indicator increased by 3.0 percentage points in comparison with July, which is due to the increase of confidence among urban inhabitants and rural inhabitants.

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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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