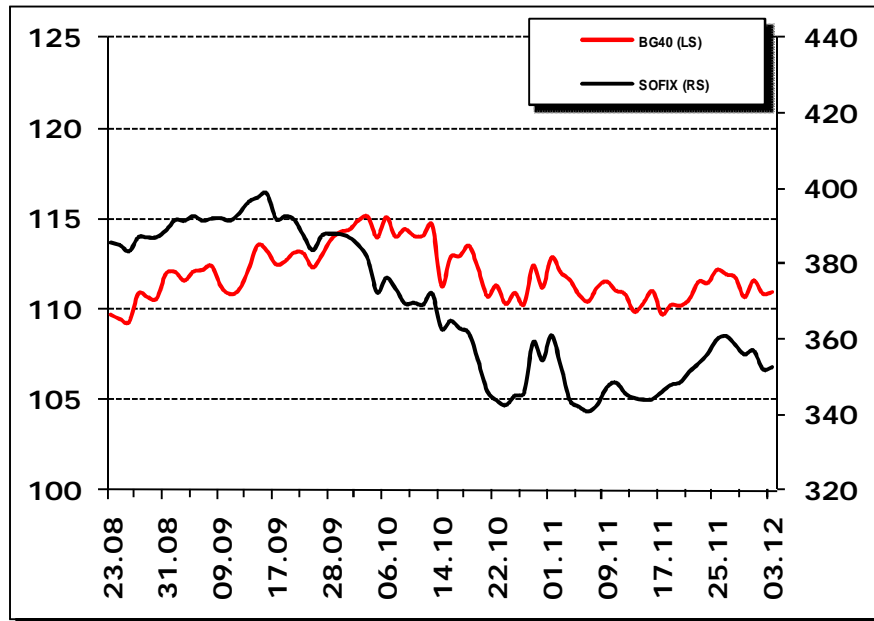
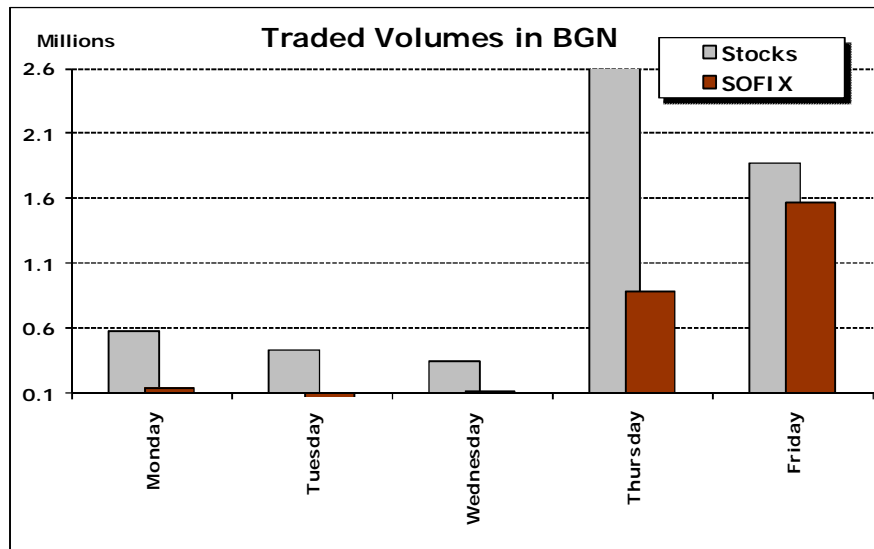


Market Trend



The market continued to swing between positive and negative territory in tight range. SOFIX probably won't be able to close the year in green but the main index will stay almost unchanged on a yearly basis. The consolidated reports of the holdings didn't influence the trading despite several of the blue-chips showing improvement of the financial results. The market also remained indifferent to the international indices movement and the data abroad.

Trading Activity



The overall volumes remained thin and the week began with extremely low activity. On Thursday and Friday block deals boosted the volumes but the individuals are still aside. We don't expect any significant movement in the short term, moreover the holidays are coming. The lack of investors at the end of the month could cause a surprise but this will be due to the low activity.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.09	-3.13%	1.09	1.11
Albena	50.00	-5.66%	48.02	50.20
Bulgarian-American Credit Bank	9.35	7.59%	9.25	9.59
Central Cooperative Bank	0.99	-1.40%	0.99	1.00
Chimimport	2.49	-1.78%	2.47	2.49
Doverie United Holding	2.85	-11.79%	2.86	3.08
Enemona	6.90	-1.15%	6.70	6.90
Eurohold Bulgaria	0.82	-2.98%	0.82	0.83
First Investment Bank	2.01	-0.50%	2.01	2.04
Industrial Holding Bulgaria	1.10	-0.09%	1.08	1.09
Kaolin	4.36	-7.06%	4.36	4.55
Monbat	6.33	-1.25%	6.30	6.33
Sopharma	3.85	-2.24%	3.84	3.90
Stara Planina Hold	2.48	-0.20%	2.45	2.48
Zyrneni Hrani Bulgaria	0.56	-1.40%	0.56	0.57

The ratios of SOFIX's components couldn't improve as compare to 2009 results, when we make some calculations based on the consolidated 9M financial results. The companies with higher Return on Equity are Monbat (5MB), Sopharma (3JR) and Chimimport (6C4). The market wants to see improvement in all the multiples not only separate ratios. The best performers on yearly basis are Stara Planina Hold (5SR), Kaolin (6K1) and Central Cooperative Bank (4CF). On Friday, Kaolin announced that has signed a contract for the construction of new energy efficiency equipment at the total amount of EUR 2 million. This will decrease the consumption of natural gas with 1.5 metric tons per year.

News

- **29 November 2010:** The Management Board of Monbat (5MB) adopted a resolution to sell the stakes from the capital of the following two subsidiaries: 100 % of the capital of Monbat, Serbia and 100 % of the capital of Monbat Recycling, Romania. Purchaser under the transactions will be the 100 % subsidiary of MONBAT Plc – Monbat Recycling.
- **01 December 2010:** The Management Board of Monbat forecasts only for the 4Q of 2010 net consolidated sales to the amount of BGN 55 million and consolidated profit before tax of to the amount of BGN 7 million. The forecast for the 4Q takes into consideration the fact that on November 19, 2010 on the territory of the company in the town of Montana occurred a fire, the consequences of which will lead to a decline in the net sales revenues for November and December, 2010 within the ranges of 10 – 12 %.
- **03 December 2010:** Sopharma (3JR) has published its financial results for November and the first eleven months of 2010 compared to the same month and period in 2009.

Upcoming Events

- **06 December 2010:** Bulgarian National Bank will lead an auction for 1-year Government Bonds.
- **09 December 2010:** National Statistic Institute will announce the preliminary GDP data for 3Q 2010.
- **10 December 2010:** National Statistic Institute will announce the Trade Balance for October 2010.

Macro-economy

- Producer Price Index on Domestic Market in October 2010 rose by 0.1% comparing to the previous month, while compared to the same month of 2009 the domestic prices grew by 10.1%. Total Producer Price Index in Industry decreased by 0.3% compared to the previous month, compared to the same month of 2009 the prices rose by 10.2%.
- According to the preliminary data of the National Statistical Institute, in the third quarter of 2010 the newly built residential buildings were 598 and compared to the respectively quarter of 2009 decreased by 15.1%. The newly built dwellings in them decreased by 21.0% and their number was 4 360.

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Outperform	More than 5% higher as compared to SOFIX and BG 40 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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