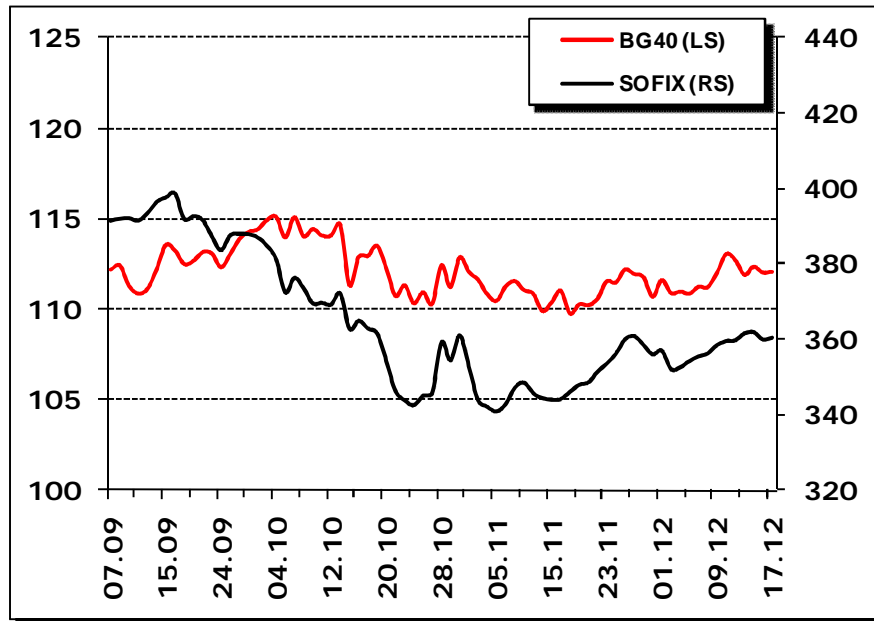
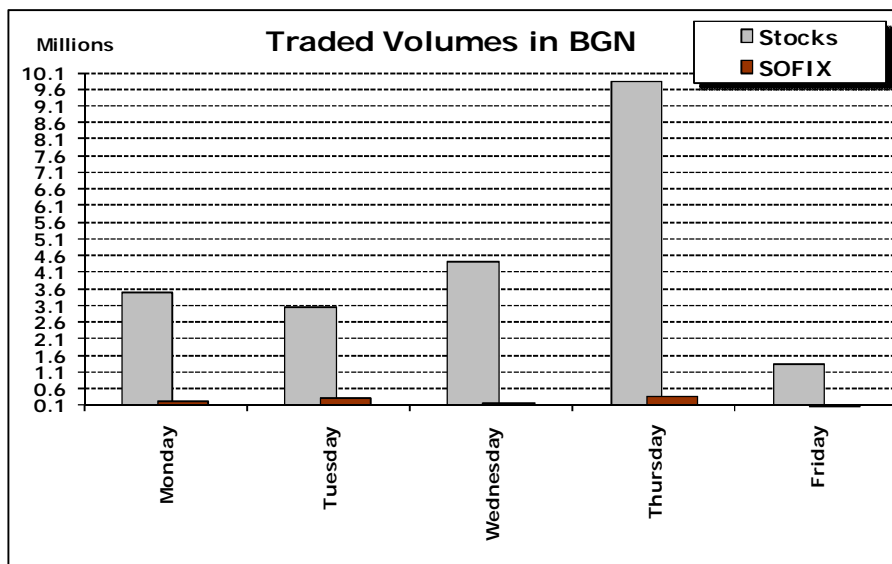


Market Trend



The main indices closed the week flat and we consider that the picture will remain unchanged in short term. Higher volatility is expected at the end of the year. The institutional investors are still the leading side. Individuals were aside of the market and probably are waiting the new year to move out. The Government intentions for privatization of Bulgartabac Holding (57B) in 2011 moved the position. The Financial Supervision Commission approved the Memorandum for the public offering of Bulgarian Stock Exchange's shares. The shares only will be listed and there won't be an initial offering.

Trading Activity



The overall activity remained thin and only the block deals supported the volumes. Large package transactions with Corporate Commercial Bank (6C9) marked the week as almost every day around 1% of the bank's capital were transfer. The recent package transactions on the position showed long-term institutional investors interest and increased the confidence in the bank's share. CORP is the only component of the banking sector, which is on the upside YTD as well as on yearly basis. On December 16, 24% of Agro Finance REIT (6AG) changed hands for the total amount of BGN 1.02. The individuals remained indifferent.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Advance Terrafund REIT	1.16	1.48%	1.17	1.20
Albena	50.00	0.24%	47.20	50.00
Bulgarian-American Credit Bank	10.10	1.71%	9.95	10.24
Central Cooperative Bank	1.00	1.42%	1.00	1.01
Chimimport	2.40	-1.56%	2.42	2.43
Doverie United Holding	3.01	-0.66%	3.01	3.15
Enemona	6.93	-0.63%	6.82	6.92
Eurohold Bulgaria	0.86	0.94%	0.84	0.86
First Investment Bank	2.10	0.96%	2.10	2.14
Industrial Holding Bulgaria	1.09	-0.91%	1.09	1.10
Kaolin	4.70	0.62%	4.50	4.70
Monbat	6.33	0.16%	6.25	6.33
Sopharma	3.88	0.75%	3.88	3.91
Stara Planina Hold	2.68	2.29%	2.65	2.70
Zyrneni Hrani Bulgaria	0.57	-2.90%	0.58	0.58

The SOFIX's components closed mixed and the main index finished 0.24% on the upside on weekly basis. Stara Planina Hold (5SR) was the best performer. On the other side was Zyrneni Hrani Bulgaria (T43) in moderate volumes.

News

- **13 December 2010:** Within the period June 16, 2010 – December 13, 2010, Monbat bought back 291 673 own shares in total at the average price of BGN 6.43 per share under the eighth buy back procedure. Herewith, the Management Board of Monbat would like to announce the prolongation of the eighth buy back procedure (up to 180 calendar days) for the number of shares which had not been bought back under the procedure, up to 1.44% from the registered capital or up to 563 995 shares.
- **15 December 2010:** Kaolin (6K1) has officially launched the operation of the industrial railway branch near the town of Dimitrovgrad. The facility provides opportunities for direct deliveries to industrial customers of the company in the region. The investment is worth BGN 2 million.

**Upcoming Events
Macro-economy**

- There are no major corporate news expected this week.
- National Statistic Institute announced that the consumer price index (CPI) in November 2010 compared to October 2010 was 100.7%, i.e. the monthly inflation was 0.7%. The inflation rate since the beginning of the year is 4.1% and the annual inflation in November 2010 compared to November 2009 was 4.6%. In November 2010 compared to the previous month the prices of food and non-alcoholic beverages (+1.2%) and Housing (rentals, maintenance and repair), water, electricity, gas and other fuels – (0.8%) were with the higher increase.
- In the period January – October 2010, the Current and Capital account was positive, amounting to EUR 481.3 million (1.3% of GDP), against a deficit of EUR 2 357.8 million (6.7% of GDP) for January – October 2009. In October 2010, the Current account was negative and amounted to EUR 111.3 million. In the same month of the previous year the current account was negative – EUR 210.2 million. Main factors for the current account deficit decrease compared to October 2009 were the lower trade deficit and the higher service balance. In the period January – October 2010, the current account was positive – EUR 348.3 million (1% of GDP), against a deficit of EUR 2 749.5 million (7.8% of GDP) for January – October 2009.

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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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