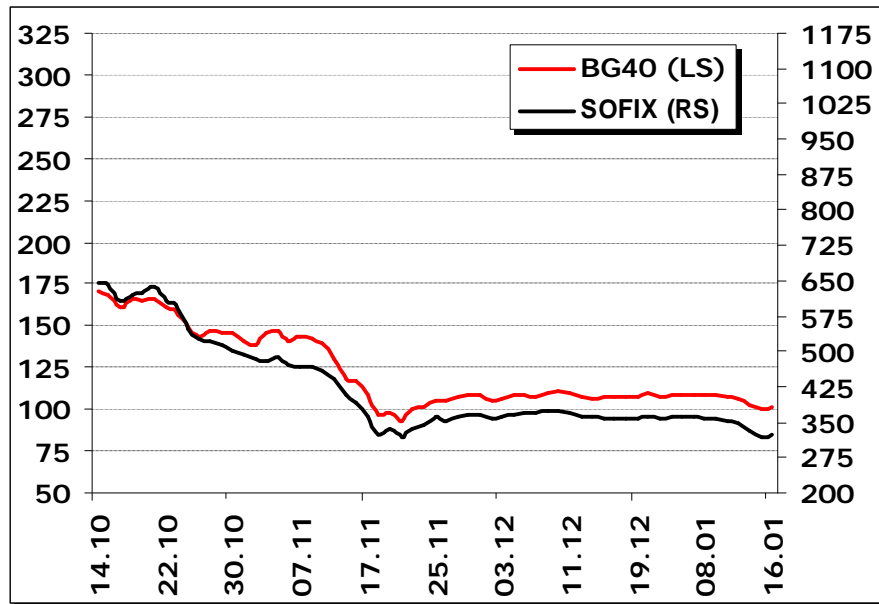
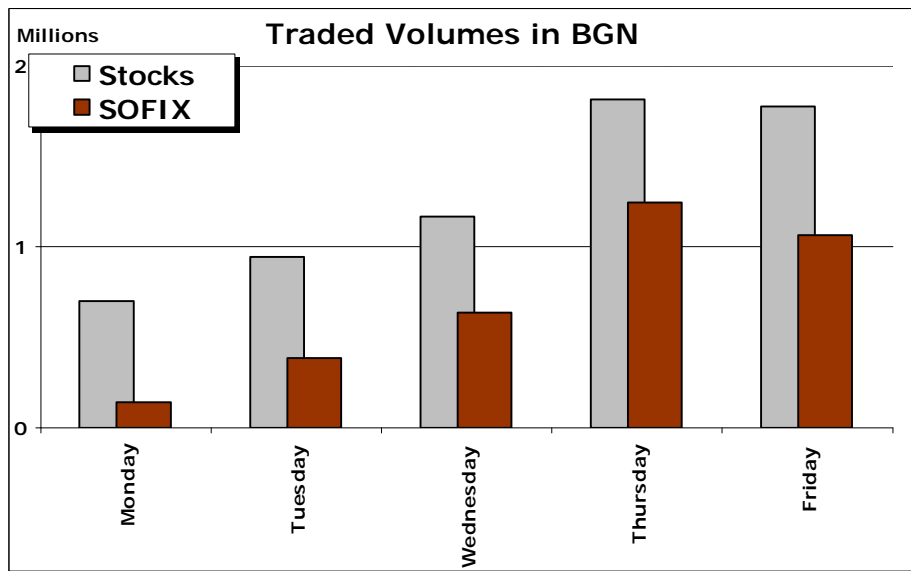


Market Trend



Despite the strong Friday's session BSE declined on weekly basis. On Thursday the market fell to a new bottom as most positions were subject of sharp sell-off. The institutional investors returned and the overall volumes improved. The forthcoming non-consolidated yearly reports could additionally move the market next week. The gas crisis is more serious problem for the companies and will have more long-term effect as significantly increase the expenditures, which will be visible in 1Q 2009 reports.

Trading Activity



The overall traded volumes improved at the end of the week as several large deals were held. Most positions were traded through market orders due to the continuing lack of buyers. Eurohold Bulgaria (4EH) was among most traded positions during the week but the company lost around 29% pressured by the persistent sells.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Albena	25	-7.06%	25.00	25.00
Bulgarian-American Credit Bank	9.445	-20.02%	9.70	9.70
Central Cooperative Bank	.944	-12.35%	0.92	0.92
Chimimport	1.935	-7.42%	1.93	1.95
Corporate Commercial Bank	65	-7.58%	65.00	67.00
Elana Opportunity Land Fund	.851	-7.60%	0.85	0.85
Enemona	7.505	-12.62%	74.58	7.58
Euro Ins	2.686	-0.89%	2.51	2.59
First Investment Bank	1.803	-23.70%	1.77	1.80
Holding Roads	2.725	-7.00%	2.69	2.68
Industrial Holding Bulgaria	1.393	-7.13%	1.43	1.54
Kaolin	3.048	-1.61%	2.98	3.00
Lead and Zink Complex	6.918	2.95%	6.90	6.96
M+S Hydraulic	3.749	3.56%	3.95	4.00
Monbat	4.406	-4.78%	4.30	4.42
Neochim	34.5	-7.91%	34.00	34.50
Orgachim	80	-2.44%	79.00	81.00
Sopharma	2.117	-4.90%	2.12	2.16
Sparky Eltos	1.79	-3.50%	1.66	1.79
Toplivo	5	-10.09%	4.80	5.00

Most SOFIX's components closed the week in negative territory. Bulgarian American Credit Bank (5BN) and First Investment Bank (5F4) were most damaged and both positions fell below their support levels. Enemona (E4A) erased all of its previous gains and remained below BGN 8.00.

News

- **13 January 2009:** Central Cooperative Bank (4CF) sold its stake in Odessos (5ODE). The total number of shares is 39 280, which represent 6.6957% of the capital of Odessos.
- **15 January 2009:** Albena (6AB) announced that will decrease the price of Albena Invest Holding (5ALB) to maximum BGN 10.15 per share or totally BGN 26.7 m. The price of Intersky also will be reduce to BGN 22.6 m.
- **15 January 2009:** Stara Planina Hold (5SR) finished its Secondary buying back procedure. The company bought back 105 000 own shares at average price of BGN 1.68 per share.

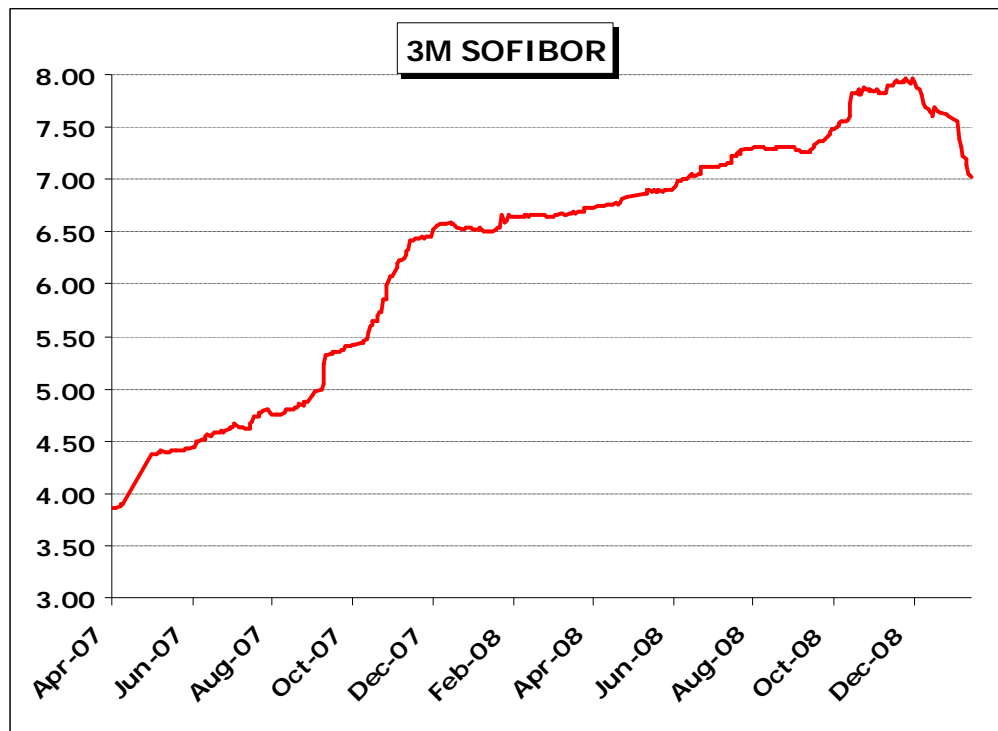
**Upcoming Events**

- **23 January 2009:** the last day for subscription of Euro Ins (5IC) new shares. Several General Meetings of Shareholder of small caps will be lead during the next week.

**Macro-economy**

- National Statistic Institute announced 0.2% deflation in December 2008. The inflation for 2008 was 7.8%.
- The minimum monthly wage will be BGN 240 as of January, 2009.
- Bulgarian National Bank announced that Bulgaria's current account deficit for the period January – November 2008 reached 21.9% of the GDP. The current account has accumulated a deficit of EUR 7.465 billion. The deficit on the current and capital account is a little over EUR 7.2 billion or 21.2% of the GDP.

**Bonds**



Source: Bloomberg

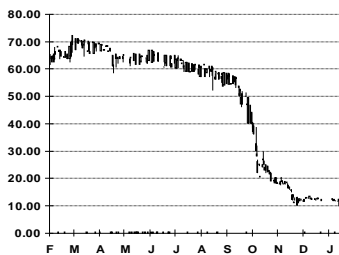
The 3-month SOFIBOR continued to fall last week. The money market rates are falling due to the usual capital inflows at the beginning of the year. However, the decline should continue during the next several weeks and even months to return the interest rates to the levels before the global credit crunch.

**WEEKLY HIGHLIGHTS**

**ALBENA /6AB/**



**BULGARIAN AMERICAN CREDIT BANK /5BN/**



**ENEMONA /E4A/**



**EUROHOLD BULGARIA /4EH/**



**FAZERLES /4F6/**



FINANCIAL SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
First Investment Bank	5F4	1.803	1.85	29512	198 330 000	3.91	0.55
Bulgarian American Credit Bank	5BN	9.445	9.7	200	119 240 528	2.03	0.66
CB Economic & Investment Bank	5EC	110.34	110.34	0	769 296 659	21.34	3.77
Central Cooperative Bank	4CF	.944	.93	11475	78 498 407	6.52	0.27
Corporate Commercial Bank	6C9	65	65	14380	390 000 000	11.10	1.85
DZI Insurance & Reinsurance	6D5	188	188	0.00	725 680 000	n/a	2.49
Bulstrad Insurance & Reinsurance	4BI	41.507	40.201	8	81 934 818	83.27	1.81
Insurance Company Euro Ins	5IC	2.686	2.67	187	26 859 979	n/a	1.48
Chimimport	6C4	1.935	1.83	7847	290 249 969	2.33	0.40
Eurohold Bulgaria	4EH	1.124	1.197	91451	70 247 343	0.64	0.36

INDUSTRIAL SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Monbat	5MB	4.406	4.349	372	171 834 000	6.16	1.64
Bulgarian River Shipping	5BR	2.021	2	1700	58 525 482	9.58	1.32
Synergon Holding	6S7	1.818	1.8	13535	33 376 387	1.38	0.10
Industrial Holding Bulgaria	4ID	1.393	1.355	1990	60 953 129	4.26	0.30
Stara Planina Hold	5SR	1.359	1.47	679	28 539 000	4.05	0.51
Odessos	5ODE	116.309	113.99	15	68 231 744	5.15	1.27
M+S Hydraulic	5MH	3.749	3.55	550	48 805 982	7.56	1.29
Albena Holding	5ALB	3.86	3.8	1755	21 230 000	67.61	0.14
Moststroy	5MY	2.957	2.999	1289	3 296 878	0.44	0.26
Doverie United Holding	5DOV	5.298	5.595	1542	69 667 895	9.04	0.52
Emka	57E	1.161	1.145	3281	12 484 103	6.94	0.67
Hydraulic Elements & Systems	4HE	3.5	3.5	0	10 613 022	3.78	0.47

BASIC MATERIALS SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Druzha Staklarski Zavodi	4DR	3.5	3.995	80	23 413 467	0.84	0.13
Lead and Zink Complex	5OTZ	6.918	6.945	505	58 203 624	n/a	1.01
Kaolin	6K1	3.048	2.75	1280	76 200 000	7.02	0.64
Kremikovtzi	4KW	1.155	1.16	210	21 387 764	n/a	n/a
Alcomet	6AM	n/a	1.953	0.00	35 062 129	12.53	0.50
Svilosa	3MZ	.783	.8	2703	24 864 121	n/a	0.55
Orgachim	5ORG	n/a	80	0	40 225 200	n/a	0.56
Neochim	3NB	34.5	33	1	91 575 351	1.61	0.69
Biovet	53B	3.222	3.295	1350	21 856 044	110.94	0.38
Fazerles	4F6	30.533	28	30	15 724 495	2.62	0.72
Polimeri	51P	n/a	1.601	0.00	8 524 545	n/a	0.04
Kauchuk	4KU	n/a	39.95	0	37 636 535	54.55	1.62

CYCLICAL CONSUMER SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Albena	6AB	25	24.949	360	106 828 150	7	0.38
T oplivo	3TV	5	5	479	27 084 145	2.72	0.20
Zlatni Pyasatsi	3ZL	2.79	2.5	166	18 117 080	3.94	0.17
Katex	5KTE	n/a	3	0	7 330 920	n/a	0.10
Slanchev Bryag	3JL	n/a	4	0	7 831 232	n/a	0.09
Pamporovo	4PN	n/a	2.99	0	7 532 700	n/a	0.33
SS Konstantine And Elena Holding	3NJ	n/a	11.699	0	27 019 554	13.32	1.34

ENERGY SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Petrol	5PET	8.512	10.594	1015	929 932 697	4.05	3.17
Oil & Gas Exploration & Production	4O1	n/a	3.06	0	37 417 870	5.86	0.68

OTHER		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Bulgarian Telecommunication Company	5BT	n/a	5.01	0.00	3 392 986 870	26.11	2.84
Sopharma	3JR	7.13	7.12	12700	941 160 000	33.2	4.81
Blagoevgrad BT	55B	33.5	30	1	154 076 708	10.43	0.80

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<b>Outperform</b>	More than 5% higher as compared to SOFIX and BG40 performance
<b>Market Perform</b>	Market performance, +/-5% as compared to SOFIX and BG40
<b>Underperform</b>	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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