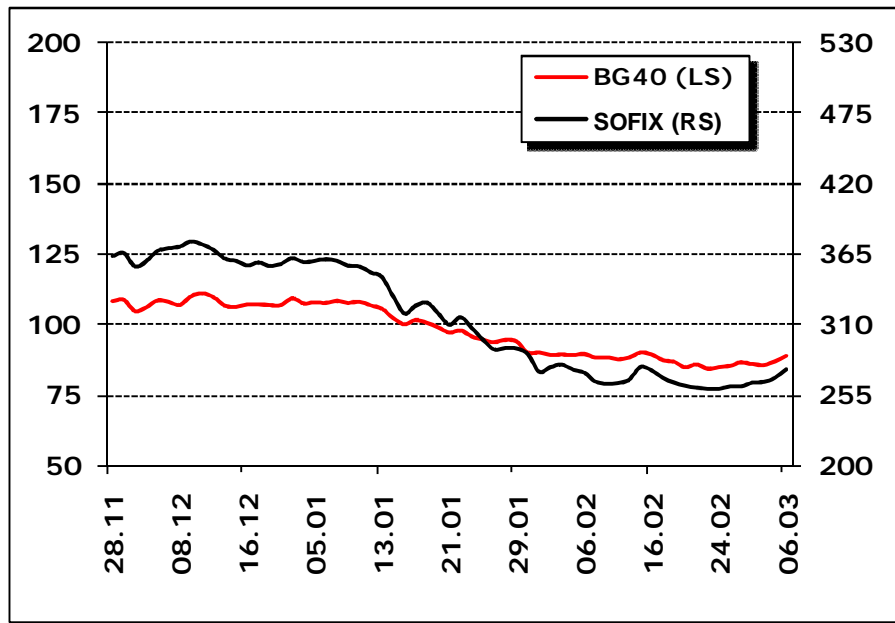
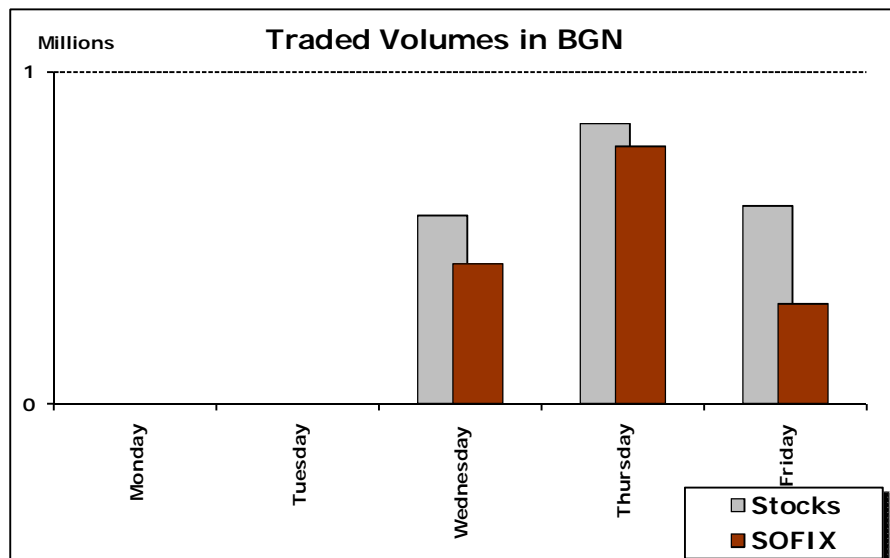


Market Trend



The long weekend had a positive impact over the market and main indices closed in positive after the three trading sessions. BG40 added 3.47% on weekly basis and SOFIX increased by 3.94%. The Bulgarian market managed to breach the correlation with international markets but this probably was a temporary effect, following the announced corporate reports and the oversold conditions. All bad news are already priced in and we can expect more sizable rebound in short term but the next important level of SOFIX is 300 points.

Trading Activity



The overall volumes remained below BGN 1 m. Corporate Commercial Bank (6C9) was one of the most traded positions during the week. Bulgarian National Bank approved the deal for 30% of 6C9's capital and this gave additional impulse of the trading with the bank's shares. Bulgarian American Credit Bank (5BN) also was subject of improved interest as well as Lead and Zinc Complex (5OTZ) and the small cap Devin (6D3).

**SOFIX**

Stock	Last Price	Weekly Change	Bid	Ask
Albena	16.505	0.14%	15.25	16.50
Bulgarian-American Credit Bank	7.874	-4.26%	7.85	8.05
Central Cooperative Bank	.858	0.47%	0.84	0.88
Chimimport	1.226	-4.67%	1.22	1.23
Corporate Commercial Bank	79.997	4.56%	78.14	80.00
Elana Opportunity Land Fund	.679	5.27%	0.60	0.67
Enemona	6.836	-3.42%	6.61	6.80
Euro Ins	1.753	3.73%	1.75	1.88
First Investment Bank	1.169	-2.50%	1.17	1.19
Holding Roads	1.996	-1.96%	2.02	2.08
Industrial Holding Bulgaria	1.272	17.24%	1.30	0.00
Kaolin	2.198	-6.15%	2.21	2.22
Lead and Zink Complex	8.294	50.50%	7.50	8.50
M+S Hydraulic	2.808	-27.25%	2.61	2.85
Monbat	3.509	-11.81%	3.48	3.50
Neochim	24.351	-14.93%	24.50	25.00
Orgachim	56.154	-11.77%	56.20	60.40
Sopharma	1.906	-1.14%	1.90	1.98
Sparky Eltos	1.303	3.17%	1.30	1.39
Toplivo	3.836	-10.29%	3.87	3.90

Lead and Zinc Complex (5OTZ) was the best performer in SOFIX on weekly basis. The company was subject of improved buying interest despite the 2008 financial report. The trailing P/E is negative due to the 2008 net losses. Sales also weakened y-o-y. However, the position quickly breached the level of BGN 7.00 and managed to close the week at BGN 8.50. Holding Roads (6H2) also outperformed. The banking sector closed mixed. Despite the consecutive buying back procedure Monbat (5MB) declined. Investors are buying the worst-performing positions and many stocks posted their lows last week. The volatility remains high due to the large spreads.

**News**

- **04 March 2009:** In February, 2009 Monbat (5MB) bought back 103 704 own shares at the average price of BGN 3.93 per share. The total number of own shares held by the company by February 28, 2009 is 625 086 shares.
- **04 March 2009:** On February 27, 2009, the Deputy Governor of the Bulgarian National Bank in charge of Banking Supervision has issued Order by virtue of which Bulgarian Acquisition Company II SARL-Luxembourg, indirectly controlled by the State General Reserve Fund of the Sultanate of Oman (SGRF), is allowed to directly acquire voting shares of the capital of Corporate Commercial Bank (6C9) on amount of BGN 60 m.
- **04 March 2009:** Trace Group Hold (T57) submitted its 2008 consolidated report.
- **05 March 2009:** Sopharma (3JR) announced that the February sales of the company improved by 9% y-o-y. The export increased by 1%, whereas the domestic sales added 38% on yearly basis.
- **05 March 2009:** After the analysis made by the Management Board of Monbat (5MB) and in view of the results on individual basis achieved in January 2009, the management of the company projects for the first quarter of 2009 net incomes from sales on amount of BGN 25.5 m and profit before tax on amount of BGN 3.55 m.

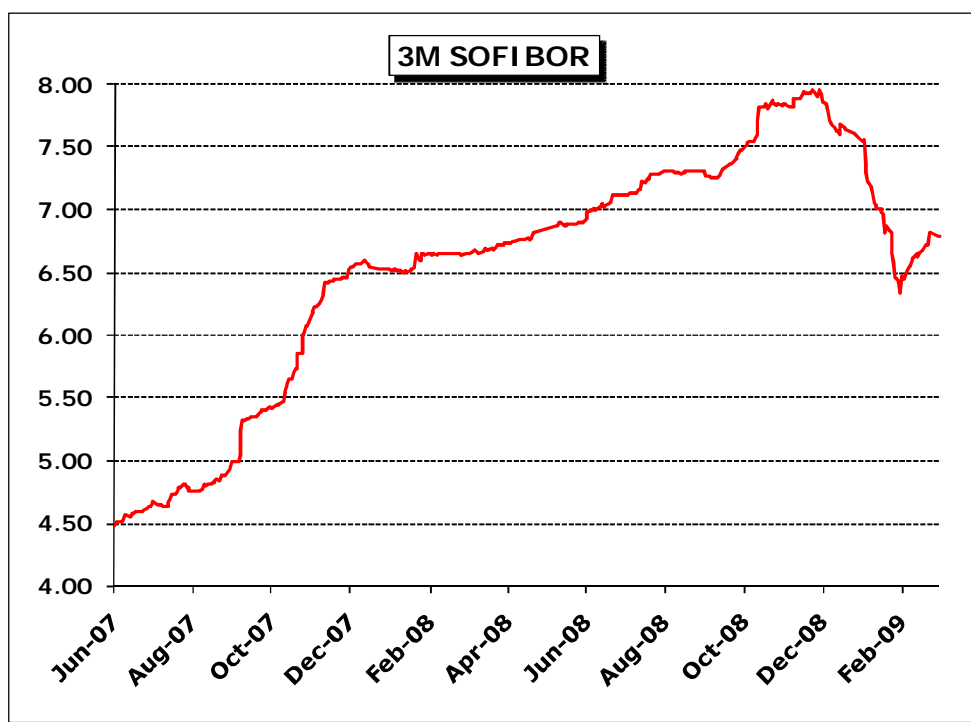
**Upcoming Events**

- 10 March 2009: Enemona (E4A) will lead a GMS.
- 11 March 2009: Chimimport (6C4) will lead a GMS. The shareholders will vote the proposal for issuing preferred shares.

**Macro-economy**

- Production of solid fuels in December 2008 as compared to the previous month increases with 0.9%, electricity - with 3.5% and LPG - with 15.4%. Production of unleaded motor gasoline and transport diesel decreases respectively with 7.7% and 13.4%.
- According to the preliminary results of the National Statistic Institute, the new-built buildings in 2008 increased by 9% as compared to 2007. The number of new residential buildings increased by 11.4% to 21 041.

**Bonds**



Source: Bloomberg

The short week for the money market didn't bring anything new – the 3-month SOFIBOR was hardly changed and was close to 6.80%.

**WEEKLY HIGHLIGHTS**

**DEVIN /6D3/**



**HOLDING ROADS /6H2/**



**LEAD AND ZINC COMPLEX /5OTZ/**



**MONBAT /5MB/**



**NEOCHIM /3NB/**



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	1.169	1.14	20302	128 590 000	2.52	0.35
Bulgarian American Credit Bank	5BN	7.874	7.9	253	99 407 085	1.84	0.52
CB Economic & Investment Bank	5EC	106.908	106.908	0	745 368 563	20.67	3.65
Central Cooperative Bank	4CF	.858	.83	31781	71 347 069	3.33	0.31
Corporate Commercial Bank	6C9	79.997	80	186	479 982 000	11.91	2.24
DZI Insurance & Reinsurance	6D5	155	155	0.00	598 300 000	n/a	2.05
Bulstrad Insurance & Reinsurance	4BI	42.373	42.998	30	83 644 302	85.00	1.85
Insurance Company Euro Ins	5IC	1.753	1.9	1700	17 529 986	n/a	0.96
Chimimport	6C4	1.226	1.206	32215	183 899 980	1.49	0.26
Eurohold Bulgaria	4EH	.811	.815	10310	50 685 583	5.82	0.30

INDUSTRIAL SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Monbat	5MB	3.509	3.6	21914	134 657 573	5.07	1.26
Bulgarian River Shipping	5BR	1.883	1.888	200	54 529 185	8.93	1.23
Synergon Holding	6S7	1.476	1.499	18669	27 097 661	1.12	0.08
Industrial Holding Bulgaria	4ID	1.272	1.198	14418	55 658 564	4.07	0.28
Stara Planina Hold	5SR	1.18	1.18	0	24 780 000	4.93	0.49
Odessos	5ODE	103	103	0	60 424 126	3.91	0.94
M+S Hydraulic	5MH	2.808	2.9	555	36 555 667	5.43	0.95
Albena Holding	5ALB	2.68	2.601	466	14 740 000	46.94	0.10
Moststroy	5MY	2.161	2.125	505	12 046 927	n/a	1.12
Doverie United Holding	5DOV	3.743	3.56	400	49 219 881	6.38	0.37
Emka	57E	.86	.86	0	9 247 484	5.14	0.50
Hydraulic Elements & Systems	4HE	3.526	3.33	2000	10 691 862	3.8	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	n/a	3	0.00	20 068 686	0.72	0.11
Lead and Zinc Complex	5OTZ	8.294	7.05	1430	69 780 408	n/a	1.29
Kaolin	6K1	2.198	2.21	1220	54 950 000	6.07	0.49
Kremikovtzi	4KW	.44	.44	4070	8 147 720	n/a	n/a
Alcomet	6AM	1.3	1.28	1000	23 338 847	8.34	0.33
Svilosa	3MZ	.45	.5	100000	14 289 725	n/a	0.32
Orgachim	5ORG	56.154	55.5	26	28 235 074	n/a	0.42
Neochim	3NB	24.351	22.501	218	64 636 272	1.44	0.54
Biovet	53B	3.151	3.73	250	21 374 424	36.48	0.37
Fazerles	4F6	26.457	26	21	13 625 355	2.25	0.60
Polimeri	51P	n/a	1.19	0.00	6 336 170	n/a	0.03
Kauchuk	4KU	n/a	36.5	0	34 386 322	49.84	1.48

CYCLICAL CONSUMER SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Albena	6AB	16.505	15.402	253	70 527 945	6	0.26
Toplivo	3TV	3.836	3.95	80	20 778 956	6.47	0.15
Zlatni Pyasatsi	3ZL	2.6	2.475	15	16 883 300	3.67	0.16
Katex	5KTE	1.837	1.818	122	4 488 967	n/a	0.06
Slanchev Bryag	3JL	n/a	2.35	0	4 600 849	n/a	0.05
Pamporovo	4PN	n/a	2	0	3 976 190	n/a	0.19
SS Konstantine And Elena Holding	3NJ	n/a	10	0	23 095 610	11.39	1.15

ENERGY SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Petrol	5PET	n/a	8.174	0	893 006 328	4.29	48.13
Oil & Gas Exploration & Production	4O1	2.995	2.99	200	36 623 046	5.74	0.67

OTHER		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Bulgarian T telecommunication Company	5BT	n/a	1.61	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	n/a	32	0.00	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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