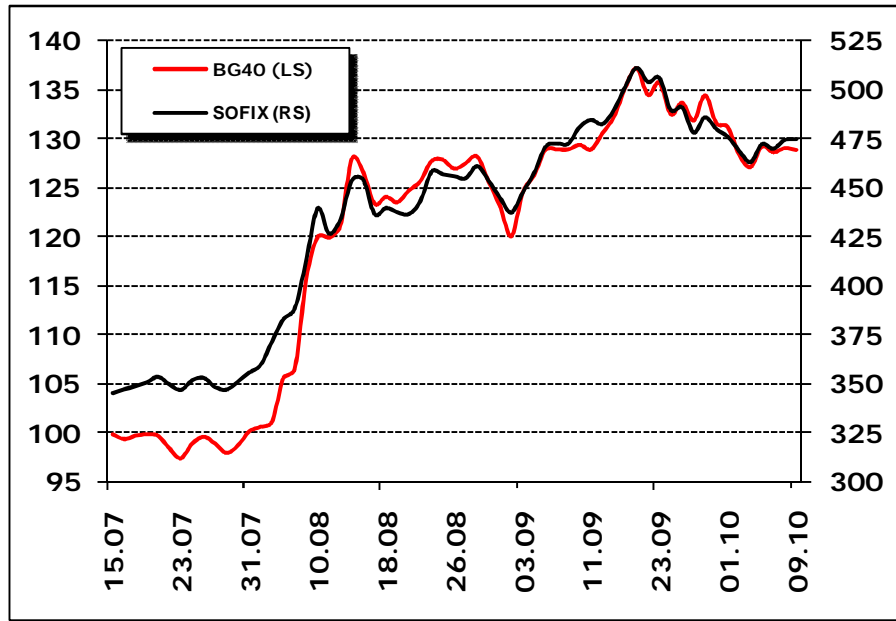
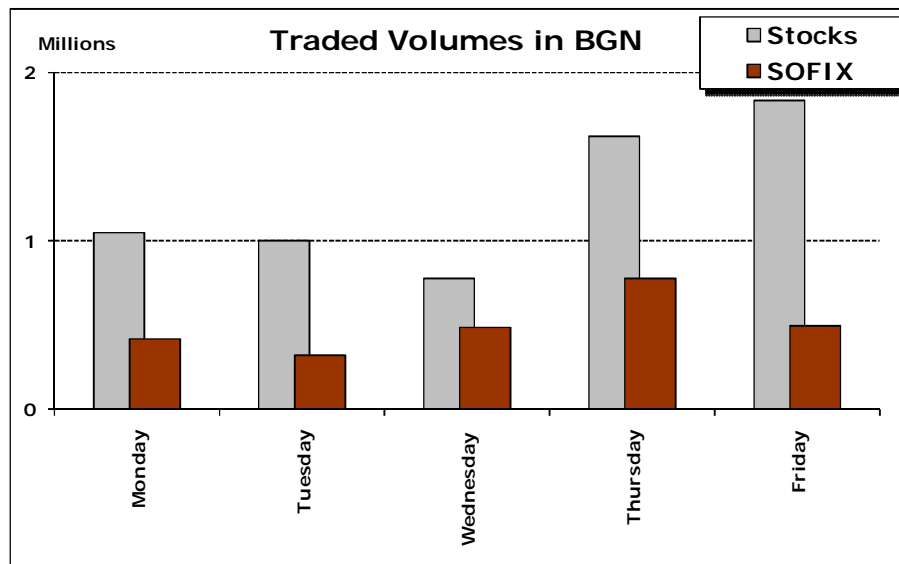


Market Trend



The market closed the week with modest gains after swinging between positive and negative territory in tight range. The investors remained mainly under the influence of the international markets but BSE clearly underperformed. SOFIX finished 7% below its September's high as well as BG40 lost 6% for the same period. The non-consolidated reports for the 3Q should be placed till the end of the month but is less probable to have significant effect. The expectations are for worsen financial results due to the continuing global slowdown.

Trading Activity



The overall volumes decreased as compared to the previous month as well as the number of deals and the average turnover was around BGN 1 million. Several block deals supported the volumes but the interest was mainly toward small caps with low liquidity. On Friday Chimimport's preferred shares (6C4P) contributed to the higher turnover with two transactions for totally 200 000 shares.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Albena	39	-0.12%	38.00	40.99
Bulgarian-American Credit Bank	19.5	2.90%	19.21	19.80
Central Cooperative Bank	1.499	4.24%	1.49	1.50
Chimimport	2.518	2.52%	2.50	2.50
Corporate Commercial Bank	56.957	2.07%	54.50	57.00
Elana Opportunity Land Fund	.954	2.80%	0.92	0.93
Enemona	11.804	5.34%	11.76	11.85
Eurohold Bulgaria	1.497	4.91%	1.50	1.50
First Investment Bank	2.933	2.55%	2.92	2.93
Holding Roads	3.392	0.33%	3.37	3.40
Industrial Holding Bulgaria	2.154	2.38%	2.12	2.18
Kaolin	6.014	9.88%	5.96	6.00
Lead and Zink Complex	15.504	5.61%	15.49	15.50
M+S Hydraulic	5.765	-5.49%	5.90	5.93
Monbat	7.297	1.08%	7.22	7.31
Neochim	37	1.90%	36.25	37.20
Orgachim	95.477	-1.23%	95.00	97.50
Sopharma	4.194	1.67%	4.21	4.22
Sparky Eltos	2.13	0.95%	2.12	2.20
Trace Group Hold	77.5	0.51%	75.22	78.00

The most of SOFIX components gained on weekly basis, despite the low activity. Kaolin (6K1) was the best performer with almost 10% increase in moderate volumes. The investors' interest was focused toward financial sector. Central Cooperative Bank (4CF) remained on first place by number of deals for consecutive week.

News

- **06 October 2009:** Lead and Zinc Complex (5OTZ) announced that the Supreme Environmental Expert Council at the Ministry of Environment and Water has approved the implementation of the investment proposal "Modernization and expansion of the Zinc Plant" through a new installation for roasting of zinc concentrates, a new system for production of sulphuric acid and a new electrolytic workshop.
- **07 October 2009:** Kaolin (6K1) announced that the plant of Solarpro in Silistra for production of thin-film photovoltaic modules was officially put into operation on October 06, 2009.

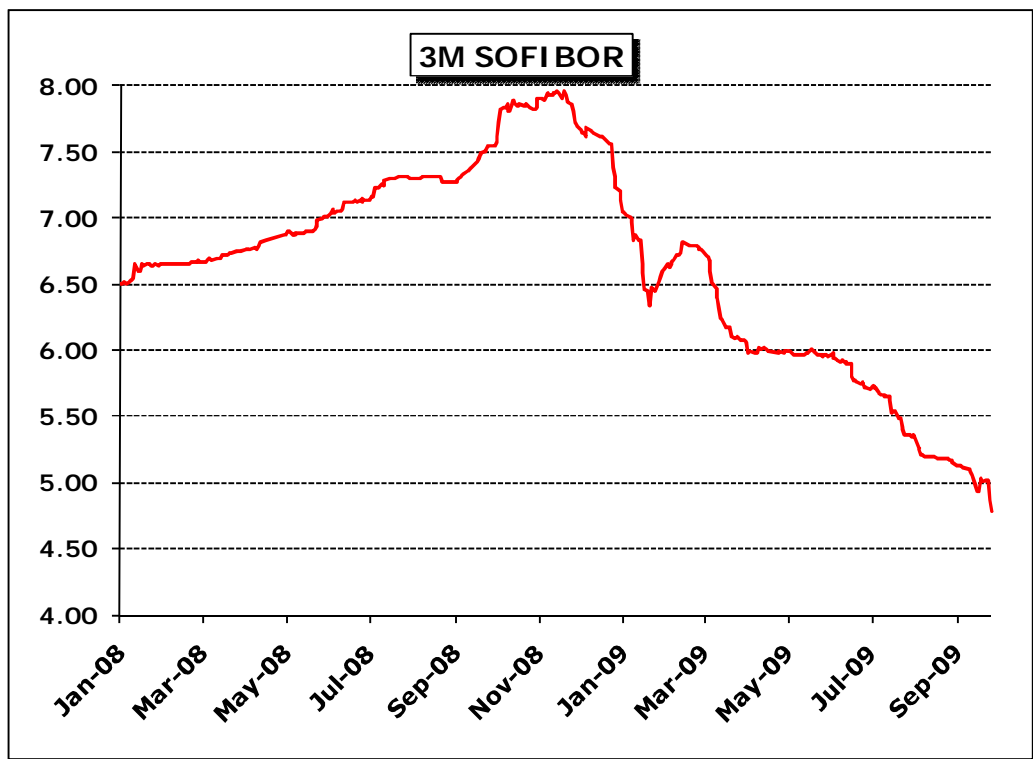
**Upcoming Events**

- No major corporate news are expected.

**Macro-economy**

- According to the preliminary data of the National Statistical Institute, the construction production fell by 11.9% in August 2009 compared to the previous month. A decrease of 11.8% was registered in the production of building construction, as well in the civil engineering production - by 12.1%.
- The preliminary data showed that the Industrial Production Index decreased by 15.9% in August 2009 as compared to August 2008. As compared to the previous month, the Industrial Production Index decreased by 7.8%.

**Bond Market**



Source: Bloomberg

The falling money market interest rates confirmed again that the banking system has less and less liquidity problems. However, bad loans will not decline soon and the credit conditions for Bulgarian companies will remain too tight to expect a sizable boost to the economic growth and the domestic demand.

The Ministry of Finance offered 10-year notes at second auction last week after the large demand on the first one in Monday. The average bid-to-cover ratio on both auctions was 3 and average yield was 7.20%.

**WEEKLY HIGHLIGHTS**

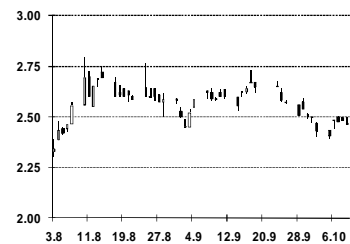
**CENTRAL COOPERATIVE BANK /4CF/**



**CHIMIMPORT /6C4/**



**CHIMIMPORT PREFERRED SHARES /6C4P/**



**KAOLIN /6K1/**



**TRACE GROUP HOLD /T57/**



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	2.933	2.96	25107	321 200 000	6.99	0.81
Bulgarian American Credit Bank	5BN	19.5	19.745	192	246 182 138	5.26	1.17
CB Economic & Investment Bank	5EC	110.34	110.34	0	769 296 659	40.46	3.63
Central Cooperative Bank	4CF	1.499	1.5	49938	124 732 638	5.62	0.53
Corporate Commercial Bank	6C9	56.957	54.5	70	342 000 000	6.97	1.40
DZI Insurance & Reinsurance	6D5	155	155	0	598 300 000	n/a	2.05
Bulstrad Insurance & Reinsurance	4BI	47	48	80	92 778 000	94.29	2.05
Insurance Company Euro Ins	5IC	1.803	1.795	2691	17 999 986	n/a	1.24
Chimimport	6C4	2.518	2.514	104040	374 999 960	2.88	0.43
Eurohold Bulgaria	4EH	1.497	1.5	17182	93 746 454	n/a	0.53

INDUSTRIAL SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Monbat	5MB	7.297	7.28	462	278 620 160	14.06	2.57
Bulgarian River Shipping	5BR	2.249	2.248	150	65 157 019	10.49	1.42
Synergon Holding	6S7	2.475	2.52	316	45 346 357	3.24	0.15
Industrial Holding Bulgaria	4ID	2.154	2.13	680	94 076 976	7.9	0.47
Stara Planina Hold	5SR	1.95	1.935	171600	40 950 000	20.62	0.82
Odessos	5ODE	120	120	0	70 397 040	5.97	1.16
M+S Hydraulic	5MH	5.765	5.792	514	74 855 800	13.23	1.89
Albena Holding	5ALB	6.041	6.25	25	33 220 000	18.42	0.36
Moststroy	5MY	4.757	4.71	430	26 368 331	n/a	2.45
Doverie United Holding	5DOV	3.943	3.936	346	51 941 900	n/a	0.40
Emka	57E	2.03	2.03	0	21 828 363	n/a	1.25
Hydraulic Elements & Systems	4HE	4.911	4.801	50	14 888 554	25.58	0.65

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	4.6	0.00	30 771 985	0.99	0.16
Lead and Zink Complex	5OTZ	15.504	15.751	193	130 407 080	n/a	2.52
Kaolin	6K1	6.014	5.998	3750	150 000 000	20.22	1.32
Kremikovtzi	4KW	.4	.4	195	7 407 018	n/a	n/a
Alcomet	6AM	3.202	3.2	100	57 449 469	n/a	0.92
Svilosa	3MZ	n/a	.8	0.00	25 403 955	n/a	0.75
Orgachim	5ORG	95.477	96	21	47 767 425	n/a	0.82
Neochim	3NB	37	37.399	15	98 211 246	4.96	0.83
Biovet	53B	6.193	6.289	23	41 989 110	69.4	0.72
Fazerles	4F6	43.486	42.6	211	22 402 500	8.25	1.02
Polimeri	51P	1.99	1.955	150	10 595 781	23.44	0.05
Kauchuk	4KU	n/a	34.5	0.00	32 502 140	47.1	1.40

CYCLICAL CONSUMER SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Albena	6AB	n/a	39	0	166 651 914	5	0.57
Toplivo	3TV	n/a	5.6	0	30 334 242	13.4	0.24
Zlatni Pyasatsi	3ZL	n/a	4	0	25 974 308	5.98	0.23
Katex	5KTE	n/a	3.61	0	8 821 540	1764.31	0.12
Slanchev Bryag	3JL	n/a	6.5	0	12 725 752	n/a	0.14
Pamporovo	4PN	n/a	3.799	0	4 304 400	n/a	0.19
SS Konstantine And Elena Holding	3NJ	n/a	12	0	27 714 732	13.67	1.38

ENERGY SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Petrol	5PET	5.1	5	70	557 173 021	2.71	18.88
Oil & Gas Exploration & Production	4O1	3.253	3.16	400	39 252 079	5.05	0.66

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	3.541	0.00	1 022 227 534	24.53	1.49
Sopharma	3JR	4.194	4.179	3599	557 040 000	26.01	2.45
Blagoevgrad BT	55B	n/a	43	0.00	116 212 918	6.86	0.58

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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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