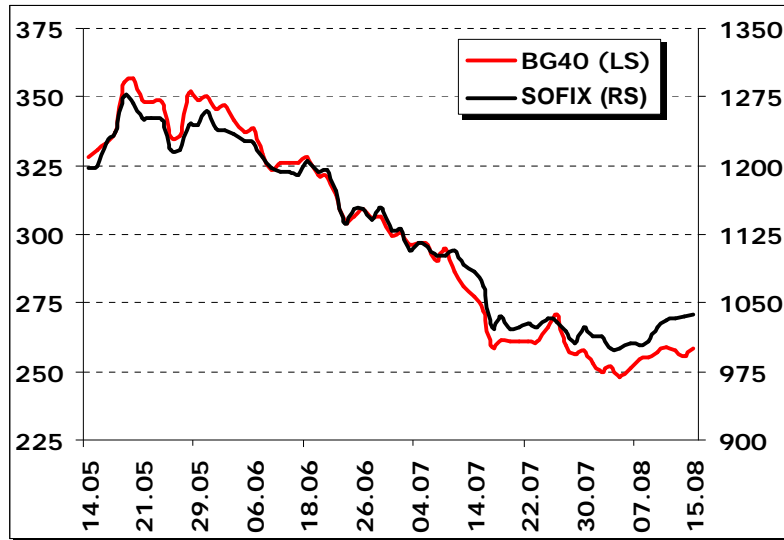
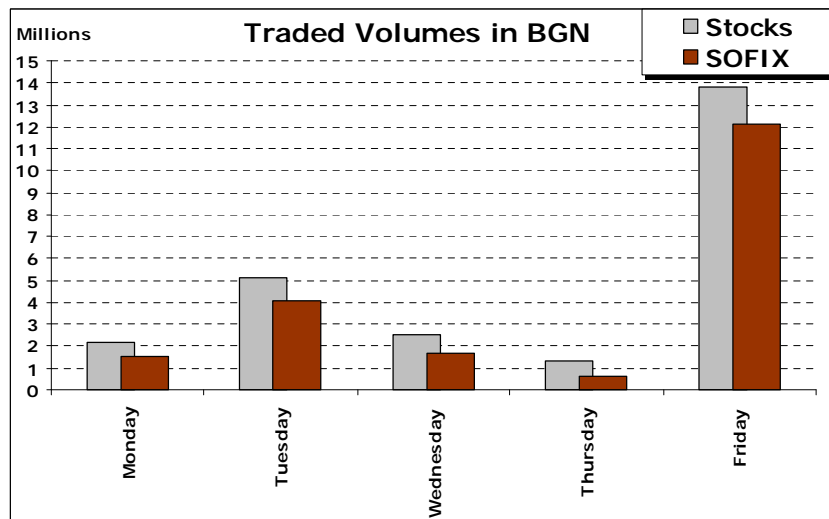


Market Trend



SOFIX added almost 3% on weekly basis, whereas BG40 advanced in small rate and added 1.23%. Level of 1000 points provided good support of the main index. The positive bias predominated and supported the most of positions. The liquid companies were most attractive. Chimimport (6C4) permanently stayed above the threshold of BGN 8.00 as well as Monbat (5MB) breached BGN 11.00. The new shares from the recent capital increase of the battery producer couldn't push down the price due to the repurchasing of up to 0.29% from the capital and improved buying interest. The week was thin in corporate news, which additionally pressured the overall activity. The short selling and margin deals were led on BSE on Thursday. The new kind of deals will be gradually available for market participants.

Trading Activity



The trading activity improved on Tuesday but Wednesday's session returned to the usual volumes and made the market participants cautious again. We saw slight institutional investors' movement as several large package transactions were made during the week. Large deal with Bulgarian American Credit Bank (5BN) boosted the turnover on Friday. It is probable that the summer lethargy will continue to grab the market in short term but the Tuesday's impulse was a good sign.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Albena	70	4.91%	68.00	69.00
Bulgarian-American Credit Bank	52.316	-12.81%	56.01	59.44
Central Cooperative Bank	3.843	7.26%	3.82	3.85
Chimimport	8.656	7.22%	8.67	8.70
Corporate Commercial Bank	90.625	1.08%	89.73	91.20
Elana Opportunity Land Fund	1.9	-0.16%	1.88	1.95
Euro Ins	7.163	1.60%	7.20	7.29
First Investment Bank	5.878	2.17%	5.80	5.91
Holding Roads	17.281	8.17%	17.25	17.49
Industrial Holding Bulgaria	6.029	1.86%	6.01	6.05
Kaolin	7.582	2.88%	7.58	7.60
Lead and Zink Complex	28.474	-4.99%	28.60	29.69
M+S Hydraulic	6.936	2.00%	7.20	7.49
Monbat	11.02	3.84%	10.86	11.00
Neochim	82.168	8.12%	81.20	81.50
Orgachim	179.012	-1.64%	178.00	183.00
Sopharma	4.536	-1.39%	4.52	4.55
Sparky Eltos	8.243	3.04%	8.21	8.38
Toplivo	15.824	5.42%	16.49	16.50

Bulgarian American Credit Bank (5BN) was the worst performer among SOFIX's components on weekly basis. Large deal for almost 1.5% of the bank's capital was made on Friday at BGN 52.00 and pushed down the daily average price. The bank managed to close the session at BGN 59.4. The rest of the banking sector advanced. Neochim (3NB) continued the positive run as well as Chimimport (6C4). The fertilizer producer was subject of speculators' interest as well as of several market buy orders from institutional players. Holding Roads (6H2) also outperformed the market, although the new shares from the capital increase of the company may put some serious pressure on the stock.

News

- **11 August 2008:** Eurohold Bulgaria (4EH) submitted that the Commercial Register registered on August 10, 2008 the increase of the capital of Euroins Insurance Group to BGN 239.5 m through a monetary contribution on amount of BGN 48 m.
- **11 August 2008:** Momina Krepost (5MR) announced that the Commercial Register registered the capital increase from BGN 281 864 to BGN 1.7 m.
- **11 August 2008:** The GMS of BenchMark Fund-2 Equities (5BH1) adopted the management bodies' report about the activities of the company in 2007 and decided the 2007 profit of BGN 3.2 m to be set aside as undistributed profit.
- **11 August 2008:** Sopharma (3JR) has acquired shares of the capital of Sopharma Buildings REIT (4OX). The number of transacted shares was 71 500 or 11% of the capital. Total shareholding after transaction is 99.72% - 40.72% direct shareholding and 59.00% via related persons.
- **13 August 2008:** Sopharma (3JR) bought additional 10.8 m shares, representing 4.9% of the capital of the Ukrainian company Vitamini AD, increasing its shareholding in Vitamini AD to a total of 79.07 %.
- **13 August 2008:** BSE registered the capital increase of Moststroy (5MY) and Holding Roads (6H2).

**Upcoming
Events**

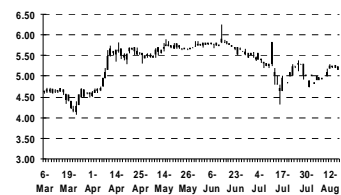
- **18 August 2008:** Sofia BT (3JU) will start the payment of BGN 1.91 gross dividend per share.
- **20 August 2008:** The final date for the purchasing shares of Arco Towers REIT (5SV), which will allow the shareholders to take part in the capital increase of the company. The company plans to increase its capital to BGN 780 000.
- **20 August 2008:** The GMS of Yavor (3YR) will be lead on Wednesday.
- **20 August 2008:** Elhim Iskra (52E) will start the dividend payment. The company will distribute BGN 0.04 gross dividend per share.

**Macro-
economy**

- National Statistic Institute (NSI) reported that the Bulgaria's export to non-EU countries stood at BGN 5.99 billion (EUR 3.06 billion) in 1H 2008. The main destination for Bulgaria's export in 1H was Turkey – BGN 1.61 billion (EUR 823 m), or 35% up from the corresponding period a year ago. The total value of import was BGN 10.87 billion, which is 39.9% up from a year ago.
- Bulgarian National Bank's (BNB) data showed that the Bulgaria's Current and Capital account deficit was 10.9% of GDP in the period January - June 2008, against a deficit of 9.8% of GDP for the same period of 2007. The main factor for the increase in the current account deficit was the higher trade deficit.
- NSI reported 14.2% inflation for the period January – July 2008. The prices of food products and soft drinks went up by 0.2% in July against June; the prices of alcoholic beverages and tobacco products rose by 1.5%.
- The Foreign Direct Investment in Bulgaria amounted 6.3% of GDP in the first half of 2008 as compared to 8.8% of GDP in the year-ago period.

WEEKLY HIGHLIGHTS

BILLBOARD /5BP/



DEVIN /6D3/



ENEMONA /E4A/



LEAD AND ZINC COMPLEX /5OTZ/



SPARKY ELTOS /SL9/



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	5.878	5.88	98151	646 580 000	11.80	1.85
Bulgarian American Credit Bank	5BN	52.316	59	203384	660 475 113	11.12	3.94
CB Economic & Investment Bank	5EC	110.34	110.34	0	769 296 659	21.34	3.77
Central Cooperative Bank	4CF	3.843	3.78	532	319 565 019	17.90	1.06
Corporate Commercial Bank	6C9	90.625	90.8	175	543 750 000	16.74	2.89
DZI Insurance & Reinsurance	6D5	122.5	122.5	0.00	472 850 000	n/a	1.62
Bulstrad Insurance & Reinsurance	4BI	147.877	148	25	291 909 198	296.66	6.45
Insurance Company Euro Ins	5IC	7.163	7.345	950	71 629 943	23.06	3.38
Chimimport	6C4	8.656	8.599	65437	1 298 399 862	10.01	1.96
Eurohold Bulgaria	4EH	4.849	4.81	24288	303 051 037	2.48	1.49

INDUSTRIAL SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Monbat	5MB	11.02	11	6957	429 780 000	18.18	4.41
Bulgarian River Shipping	5BR	4	4	0	115 834 700	30.91	3.00
Synergon Holding	6S7	6.704	6.7	115	123 077 724	10.52	0.40
Industrial Holding Bulgaria	4ID	6.029	6.05	4400	263 809 343	20.67	6.03
Stara Planina Hold	5SR	4.409	4.4	2405	92 589 000	10.32	1.72
Odessos	5ODE	235.356	240	9	138 069 715	15.4	2.57
M+S Hydraulic	5MH	6.936	6.8	627	90 295 622	18.77	2.56
Albena Holding	5ALB	9.3	9.3	0	51 150 000	4.83	0.34
Moststroy	5MY	22.376	22.05	388	24 947 897	3.34	1.94
Doverie United Holding	5DOV	5.599	5.5	35524	73 625 999	6.55	0.58
Emka	57E	3.954	3.61	200	21 258 460	9.23	1.17
Hydraulic Elements & Systems	4HE	16.85	16.55	8	51 094 120	18.18	2.26

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	10	9.999	48	66 895 620	2.38	0.39
Lead and Zink Complex	5OTZ	28.474	27.8	670	239 562 013	167.18	3.45
Kaolin	6K1	7.582	7.6	22904	189 550 000	10.45	1.64
Kremikovtzi	4KW	1.861	1.9	100	34 461 151	n/a	n/a
Alcomet	6AM	5.59	5.4	110	100 357 041	56.41	1.45
Svilosa	3MZ	n/a	2.97	0.00	94 312 184	n/a	1.93
Orgachim	5ORG	179.012	176	146	90 009 919	49.4	1.24
Neochim	3NB	82.168	84	230	218 103 288	11.09	1.86
Biovet	53B	8	8.25	500	54 267 024	274.08	0.94
Fazerles	4F6	137.999	135	10	71 069 485	12.02	3.44
Polimeri	51P	3.278	3.31	883	17 453 754	n/a	0.08
Kauchuk	4KU	n/a	39.6	0	37 306 804	54.07	1.61

CYCLICAL CONSUMER SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Albena	6AB	70	69.999	1	299 118 820	14	1.05
Toplivo	3TV	15.824	16	430	85 715 902	14.07	0.64
Zlatni Pyasatsi	3ZL	8.198	8	10	53 234 344	n/a	0.55
Katex	5KTE	n/a	5.99	0	14 637 404	1.01	0.19
Slanchev Bryag	3JL	n/a	9	0	17 620 272	n/a	0.19
Pamporovo	4PN	2.64	2.969	250	10 763 152	n/a	0.47
SS Konstantine And Elena Holding	3NJ	25	23.002	10	57 739 025	28.47	2.87

ENERGY SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Petrol	5PET	9.501	9.7	1020	1 037 980 564	n/a	10.86
Oil & Gas Exploration & Production	4O1	n/a	6.9	0	84 373 628	13.36	1.73

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	8.5	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	71	0.00	154 076 708	10.43	0.80

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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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