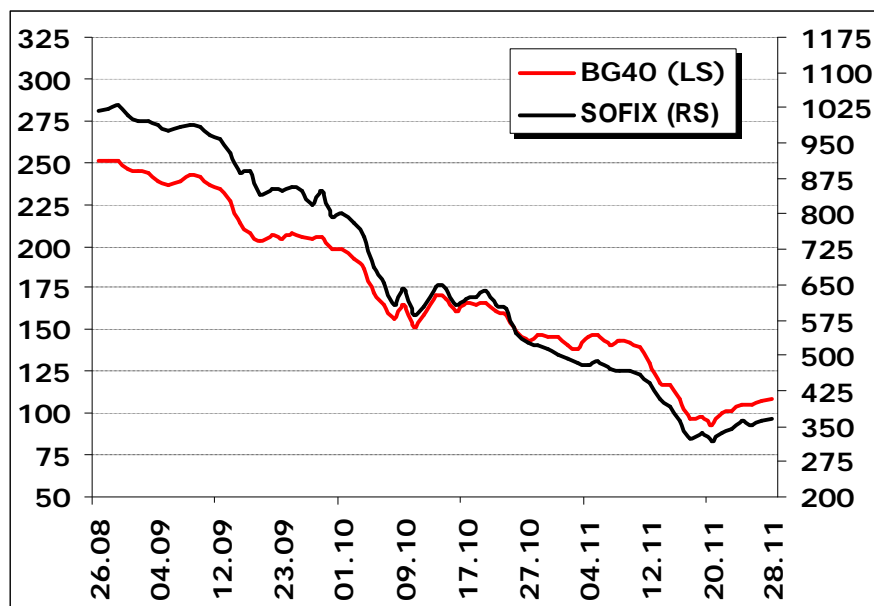
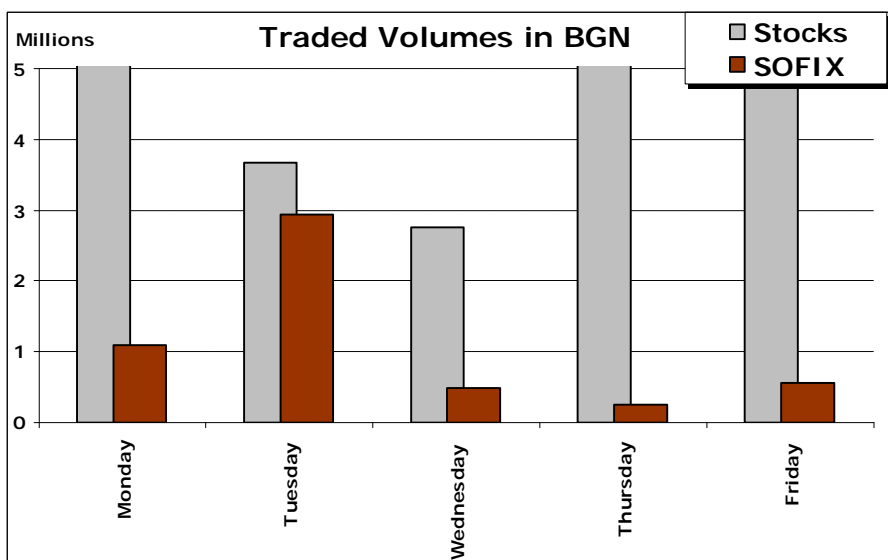


Market Trend



The market managed to sustain the upside trend during the week and main indices closed with 8% increase. Sellers stepped slightly back and buyers were the main players. The financial reports of holdings didn't move visibly the market. The trading with newly listed Railway Infrastructure (RA8) also couldn't change the activity. Only 2 shares changed hands during the session at BGN 4.44 (the IPO price was BGN 5.00). On Friday RA8 announced lower sales for 9M 2008 as compared to the preliminary expectations.

Trading Activity



The overall volumes remained thin, moreover the session was suspended on Thursday. The large package transactions with Petrol's (PET) shares were the main contributor for the larger turnover. The Central Depository announced that Petrol's subsidiary Naftex Petrol bought shares of the company and increased its stake to 35.56% of the capital. Petrol Holding was the seller and decreased its stake to 59.8% of the capital. According to the legislation the shares don't give voting rights of Naftex Petrol.

SOFIX

Stock	Last Price	Weekly Change	Bid	Ask
Albena	28.896	9.30%	28.30	29.00
Bulgarian-American Credit Bank	12.36	2.28%	11.60	12.00
Central Cooperative Bank	1.092	31.09%	1.12	1.12
Chimimport	2.153	15.63%	2.12	2.15
Corporate Commercial Bank	65.459	0.65%	65.00	67.00
Elana Opportunity Land Fund	.92	-2.65%	0.90	0.93
Enemona	6.146	22.94%	6.12	6.13
Euro Ins	2.999	7.15%	2.75	2.95
First Investment Bank	2.762	10.44%	2.76	2.78
Holding Roads	3.467	28.60%	3.43	3.48
Industrial Holding Bulgaria	1.799	5.82%	1.75	1.80
Kaolin	3.276	3.08%	3.20	3.29
Lead and Zink Complex	7.338	1.07%	7.15	7.20
M+S Hydraulic	4.097	2.17%	4.07	4.15
Monbat	4.596	14.99%	4.47	4.69
Neochim	38.581	24.38%	38.20	38.80
Orgachim	72.956	17.83%	72.21	74.50
Sopharma	2.18	9.55%	2.13	2.19
Sparky Eltos	2.494	-6.91%	2.46	2.78
Toplivo	6.116	15.81%	5.87	6.20

The positive mood obsessed investors and they supported most of liquid positions. Neochim (3NB) erased part of the losses but is still 40% down as compared to the beginning of the month. The fertilizer producer announced its 3Q consolidated report, but the data weren't very different as compared to non-consolidated. Sparky Eltos (SL9) and Elana Agricultural Land Opportunity REIT (4EC) were the only companies in the red on weekly basis. Central Cooperative Bank (4CF) outperformed the market, followed by Holding Roads (6H2).

News

- **24 November 2008:** Slantse Stara Zagora Tabac (3JO) resumed the production of tobacco products, which was stopped at the beginning of 2008. After the reconstruction of part of the production capacities and appointment of workers and specialists, the company has started producing new cigarettes brand.
- **25 November 2008:** In October 2008, Monbat (5MB) has generated net incomes from sales to the amount of BGN 17.1 m, which represents a decrease of 10.30% as compared to October 2007. The profit of the battery producer for October 2008 is BGN 2.9 m, which represents a profit growth of 51.39% as compared to October 2007.
- **26 November 2008:** Stara Planina Hold (5SR) announced another buying back procedure for up to 0.5% of the capital. The procedure start on November, 26 and the price range is between BGN 1.55 and BGN 2.10.
- **27 November 2008:** Albena Invest Holding (5ALB) has submitted its 3Q 2008 consolidated report.
- **27 November 2008:** Stara Planina Hold (5SR) has submitted its 3Q 2008 consolidated report.
- **27 November 2008:** Doverie United Holding (5DOV) has submitted its 3Q 2008 consolidated report.
- **28 November 2008:** Kaolin (6K1) announced that by the end of the first nine months of 2008 the company's sales grew by 26% y-o-y. The generated sales on a group level are in accordance with the prognoses of the management as of the beginning of this year. Despite the world financial crisis and the overall worsening of the market situation, the company's management reports achievement of the projected consolidated growth (20%) of the incomes for this year.
- **28 November 2008:** Petrol (5PET) has registered a new subsidiary under the name Elit Petrol.

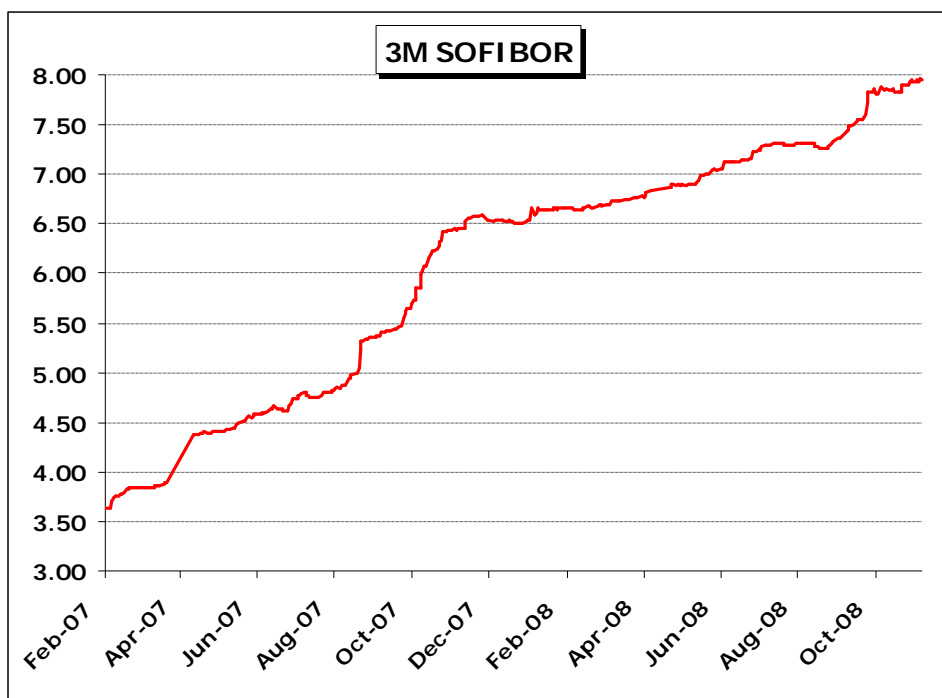
**Upcoming Events**

- **01 December 2008:** On Monday begin the 19<sup>th</sup> Centralized Public Auction for up to 85 companies, six of which are listed on BSE.
- **03 December 2008:** The last day for deals with Holding Roads (6H2) and Neochim (3NB), which will give voting right on the forthcoming general meeting of shareholders of both companies.
- **03 December 2008:** The last day for subscribing shares of Holding Varna (5V2).
- **03 December 2008:** On Wednesday is the beginning the trading with rights for the capital increase of Lomsko pivo (6L1).
- **05 December 2008:** On Friday is the first trading day for the new shares of Moststroy (5MY) and Sparky (SPV).

**Macro-economy**

- Bulgarian National Bank (BNB) took a decision to decrease the **minimum required reserves** from 12% to 10% as of December, 01. BNB also will decrease minimum required reserves for deposits from abroad and won't charge reserves for the money of the State budget and local budgets. The launched measures aimed to increase the commercial banks' liquidity.
- According to data of the NSI business inquiries carried out in November 2008 the started in October deterioration of economic conjuncture in the country continued also in the current month, as the total business climate indicator dropped by another 5.7 percentage points. The reached indicator level, which was already only by 7.1 percentage points above the long-term average for the last 10 years, was a result of a lowering in the assessments and expectations of the managers from all surveyed sectors - industry, construction, retail trade and services.

**Bonds**



Source: Bloomberg

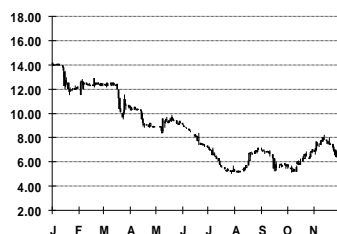
The positive news for the lower minimum required reserves had insignificant impact on the interbank interest rates. Overnight rates decreased but the 3-month SOFIBOR was unchanged.

**WEEKLY HIGHLIGHTS**

**ALBENA INVEST HOLDING /5ALB/**



**DOVERIE UNITED HOLDING /5DOV/**



**KAOLIN /6K1/**



**STARA PLANINA HOLD /5SR/**



**SYNERGON HOLDING /6S7/**



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	2.501	2.42	60274	275 110 000	5.42	0.76
Bulgarian American Credit Bank	5BN	12.084	11.003	36	152 557 177	2.60	0.85
CB Economic & Investment Bank	5EC	110.34	110.34	0	769 296 659	21.34	3.77
Central Cooperative Bank	4CF	.833	.779	72721	69 268 192	5.75	0.24
Corporate Commercial Bank	6C9	65.034	65	520	390 204 000	11.11	1.85
DZI Insurance & Reinsurance	6D5	188	188	0.00	725 680 000	n/a	2.49
Bulstrad Insurance & Reinsurance	4BI	39.88	39.999	40	78 723 120	80.00	1.74
Insurance Company Euro Ins	5IC	2.799	2.56	10	27 989 978	n/a	1.54
Chimimport	6C4	1.862	1.75	32902	279 299 970	2.24	0.40
Eurohold Bulgaria	4EH	1.747	1.716	7325	109 183 370	0.93	0.54

INDUSTRIAL SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Monbat	5MB	3.997	4.22	62412	155 883 000	6.15	1.57
Bulgarian River Shipping	5BR	1.85	1.85	0	53 573 549	10.48	1.26
Synergon Holding	6S7	2.351	2.24	7080	43 161 654	4.6	0.14
Industrial Holding Bulgaria	4ID	1.7	1.499	263544	74 386 446	5.57	0.38
Stara Planina Hold	5SR	1.58	1.52	2450	33 180 000	4.13	0.61
Odessos	5ODE	102.175	95.99	258	59 940 146	4.53	1.12
M+S Hydraulic	5MH	4.01	4	750	52 203 784	8.08	1.38
Albena Holding	5ALB	4.406	4.15	8656	24 233 000	2.4	0.16
Moststroy	5MY	4	3.501	420	4 459 760	0.6	0.35
Doverie United Holding	5DOV	7.431	7.475	11240	97 716 520	8.03	0.71
Emka	57E	1.5	1.899	5710	16 129 332	7.01	0.89
Hydraulic Elements & Systems	4HE	4.007	3.5	1047	12 150 394	4.32	0.54

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	0.00	26 758 248	0.95	0.16
Lead and Zink Complex	5OTZ	7.26	7	3226	61 080 994	n/a	1.06
Kaolin	6K1	3.178	3.001	2446	79 450 000	7.09	0.70
Kremikovtzi	4KW	n/a	.99	0.00	18 332 370	n/a	n/a
Alcomet	6AM	2.5	2.499	150	44 882 398	16.04	0.64
Svilosa	3MZ	1.184	1	5701	37 597 854	n/a	0.83
Orgachim	5ORG	61.914	57	93	31 131 288	n/a	0.43
Neochim	3NB	31.018	28	223	82 332 876	1.47	0.63
Biovet	53B	4.198	5	2690	28 476 621	129.44	0.49
Fazerles	4F6	40.901	40.02	231	21 064 015	3.51	0.96
Polimeri	51P	1.899	1.949	10	10 111 250	n/a	0.05
Kauchuk	4KU	32.73	32.55	2	30 834 638	44.69	1.33

CYCLICAL CONSUMER SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Albena	6AB	26.438	24.8	375	112 972 905	5	0.40
T oplivo	3TV	5.281	5.25	1239	28 606 274	2.88	0.21
Zlatni Pyasatsi	3ZL	3	3	140	19 480 731	n/a	0.20
Katex	5KTE	n/a	2.4	0	5 864 736	0.4	0.08
Slanchev Bryag	3JL	2.728	2.71	2567	5 340 900	n/a	0.06
Pamporovo	4PN	n/a	1.69	0	5 977 736	n/a	0.26
SS Konstantine And Elena Holding	3NJ	11.16	10.49	65	25 774 701	12.71	1.28

ENERGY SECTOR		Daily Average Price	Previous Close	Volume	Market Capitalization	Valuation Ratios (ttm)	
Company	Ticker	Price	Close			P/E	P/B
Petrol	5PET	10.446	9.66	5744	1 141 221 447	5.08	4.44
Oil & Gas Exploration & Production	4O1	n/a	3.135	0	38 334 974	6.07	0.79

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	5.001	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	34	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
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<b>Market Perform</b>	Market performance, +/-5% as compared to SOFIX and BG40
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<b>Underperform</b>	More than 5% lower as compared to SOFIX and BG40 performance
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