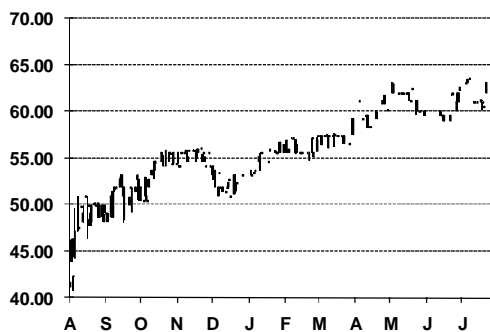


RoE	25.77%	P/E	5.25
RoA	3.34%	P/Assets	0.16
		P/B	1.28

Corporate Commercial Bank



- Corporate Commercial Bank announced BGN 38 million net profit for the 1H 2010. The financial result exceeded the preliminary prognosis by BGN 4.4 million or 13%. On yearly basis the profit improved by 36.1%. Earnings per share jumped to BGN 6.33 for the period.

- The total amount of the assets remained BGN 2.2 billion and increased 8.3% since the beginning of the year. The credit portfolio of the bank represented 68% of the assets or BGN 1.5 billion. The percentage of bad loans was 1.3%, whereas provisions totaled 0.84% of the portfolio in 1Q as compared to 0.76% at end-2009. Impairments increased in 2010 to BGN 2 million but remained relatively lower than the average for the banking system. The liquidity assets ratio was 20%.

- Liabilities improved by 9.4% since the beginning of the year and reached BGN 1.9 billion. The bank is relying mainly on deposits from corporate clients, with significant percentage from state-owned companies. Deposits of financial institutions set up insignificant share – 4.4% of the total amount of deposits. However, long-term deposits are rising much faster than short-term liabilities of the bank.

- Interest income increased faster than interest costs as compared to year ago. It was supported by the rising credits to corporate clients. The net interest income of the bank for the 1H 2010 is BGN 38 million or 12% above the same period last year, whereas the net income from fees and commissions declined by 22% y-o-y.

- Price-to-assets ratio is 0.16, whereas the price-to-book ratio continued to be above the average for Bulgarian banks due to its high return on equity and the low stock trading. It is fully compensated by the good profit margin and the low P/E ratio that is not distorted by profits from operations with securities.

- The price per share settled in the range BGN 60.00-BGN 65.00 in moderate volumes since the beginning of the year. The price was hardly changed after the report. At the middle of July almost 1% of the bank's capital was transferred in three consecutive sessions.



Corporate Commercial Bank 1H 2010 Report

29 July 2010

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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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