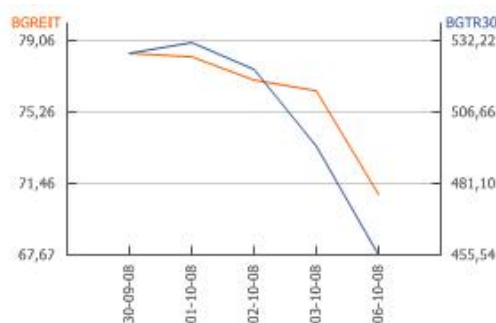
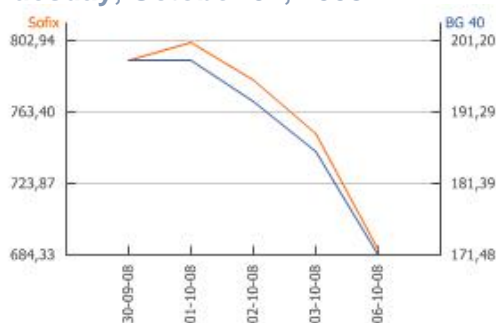




Tuesday, October 07, 2008



	Sofix	BG 40	BGREIT	BGTR30
Value	688.27	171.48	70.94	455.54
1-day change (%)	-8.43	-7.74	-7.22	-7.94
7-day change (%)	-19.05	-16.38	-12.27	-18.16
90-day change (%)	-37.47	-40.97	-24.56	-39.08
365-day change (%)	-64.75	-72.07	-29.06	-54.45

BSE Daily Volume (shares)	3 399 276
BSE Daily Volume (BGN)	8 715 814
Avg Daily Turnover YTD (BGN)	11 120 529
Avg Daily Turnover 12 mo. (BGN)	18 526 900

Note: BG REIT and BG TR30 started 31 August 2007

MARKET WRAP-UP

SOFIX registered its largest single day drop ever on Monday and closed at 688.27 (-8.43%). The 43 month low was achieved, as negative news worldwide set investors in panic with low liquidity "lending a hand" too. Top loser was First Investment Bank (5F4), where heavy sell pressure pushed the price to the BGN 3.20 (-22.9%) with total volume of close to 308k. The other banks suffered too as Bulgarian American Credit Bank (5BN, BGN 32.77, -17%), Central Cooperative Bank (4CF, BGN 2.60, -10.3%) and Corporate Commercial Bank (6C9, BGN 79.99, -5.3%) all declined in m.cap, although on quite moderate volumes. BG40 fixed 171.48 (-7.74%) and BGTR30 reached a new all-time low of 455.54 (-7.94%). Synergon Holding was (6S7, BGN 3.661, -18.5%) with 113k traded, Monbat - (5MB, BGN 6.90, -16.2%) and Chimimport - (6C4, BGN 4.56, -13.5%) as over 58k and 60k changed hands, respectively. Zarneni Hrani (T43) crashed 13.7% to BGN 1.07 with more than 200k traded.

Most recent macro data	
Inflation (HICP, M/M August)	-0.1%
Inflation (HICP, cum. 2008)	7.1%
LEONIA Reference Rate	5.71%
SOFIBOR /3 months/	7.506%
GDP Growth (Y/Y H1 2008)	7.1%
Unemployment (August 2008)	5.89%

	Exchange rates	
	Current	Change
BGN/USD	1.43452	0.02074
BGN/EUR	1.95583	Fixed
EUR/USD	1.3634	-0.02

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DAILY TRADING (selected stocks)

All figures in BGN (BGN/EUR rate fixed at 1.95583)

Ticker	Name	Volume	High	Low	Last	Avr.	Ch.% (last)	Bid	Ask	Market Capitalisation
6A6	Advance Terrafund ADSIC	72 285	1.76	1.70	1.70	1.72	-2.30	1.75	1.76	75 776 420
6AB	Albena AD	1 705	45.00	41.00	42.00	41.43	-14.29	40.08	42.00	177 035 610
6AM	Alcomet AD	524	4.51	4.10	4.26	4.21	-10.32	4.11	4.26	75 581 957
5BP	Billboard AD	9 722	4.60	4.04	4.04	4.15	-13.03	4.00	4.25	62 250 000
55B	Blagoevgrad-BT AD	36	45.20	45.14	45.14	45.17	-9.72	45.14	51.18	122 077 616
5BN	Bulgarian American Credit Bank	211	38.98	30.00	32.77	30.14	-16.97	32.50	32.80	380 509 212
5BU	Bulgarian Real Estate Fund	8 019	1.13	1.04	1.04	1.04	-16.80	1.04	1.20	62 868 000
3KN	Captain Diado Nikola AD	210	22.00	22.00	22.00	22.00	-24.14	22.02	25.00	8 118 682
4CF	Central Cooperative Bank AD	7 102	2.75	2.60	2.60	2.66	-10.31	2.58	2.60	221 192 545
6C4	Chimimport AD	60 372	5.19	4.50	4.56	4.69	-13.47	4.56	4.70	703 499 925
6C9	Corporate Commercial Bank AD	8 212	85.50	76.00	79.99	78.18	-5.34	76.00	79.99	469 080 000
5DOV	Doverie-Obedinen Holding AD	48 488	5.71	5.11	5.37	5.66	-4.96	5.38	5.48	79 274 486
E4A	Enemona AD-Kozloduy	2 720	13.11	11.03	11.03	11.75	-16.91	11.03	11.45	140 219 800
4EH	Evrohold Bulgaria AD	50 753	3.10	2.83	2.83	2.92	-11.56	2.83	2.89	182 493 097
4F6	Fazerles AD	246	80.25	75.10	75.10	79.24	-9.52	75.10	80.00	40 808 600
5F4	First Investment Bank	307 990	4.15	3.13	3.20	3.29	-22.93	3.18	3.20	361 900 000
4ID	Industrial Holding Bulgaria AD	174 206	5.35	4.48	4.65	5.22	-2.13	4.65	4.95	228 406 936
5IC	Insurance Company Euro Ins AD	4 074	4.22	3.80	4.00	4.06	-5.88	4.00	4.04	40 599 968
6K1	Kaolin AD-Senovov	33 212	4.80	4.51	4.62	4.71	-5.71	4.60	4.72	117 750 000
5MB	Monbat AD	58 520	8.20	6.90	6.90	7.39	-16.16	6.87	6.90	288 210 000
3NB	Neohim AD	783	70.00	64.00	69.70	67.05	-1.84	66.00	67.00	177 974 704
5ODE	Odessos Shiprepair Yard AD	29	198.00	181.00	182.00	184.11	-9.90	187.00	190.00	108 006 659
5ORG	Orgachim AD	130	116.00	105.10	113.96	110.39	-4.28	114.00	113.98	55 505 748
3JR	Sopharma AD	28 950	2.58	2.29	2.40	2.38	-6.65	2.31	2.40	314 160 000
SL9	Sparki Eltos AD	5 815	5.40	4.60	5.05	5.00	-9.01	4.65	5.05	83 676 600
6S7	Synergon Holding AD	113 073	4.20	3.66	3.66	4.07	-18.45	3.66	3.98	74 720 515
3TV	Toplivo AD	8 316	12.50	11.50	11.50	12.30	-1.72	11.21	11.80	66 626 997

Compensatory Instruments

Ticker	Issuer	Volume	High	Low	Last	Avr.	Ch.%	Bid	Ask
BLKB	Jilishtni Kompensatorni Zapisi	8 000	0.30	0.30	0.30	0.30	-3.23	0.28	0.33
BLKD	Kompensatorni zapisi	6 900	0.34	0.30	0.30	0.33	-9.09	0.30	0.34
BLKC	Poimenni kompensacionni bonove	50 185	0.34	0.31	0.31	0.32	-8.28	0.31	0.34

ECONOMY AND POLITICS

Macroeconomic news and statistics **Slow down of economic growth to 3-5%**

The worst-case scenario of the Ministry of Finance is for a slowdown of the economic growth next year to 3%, as envisaged in the 2009 draft budget. A second scenario is for just a 1.5% to 2% down on this-year's growth.

The base inflation is forecast at 3.5% or a maximum of 5% depending on the rise of the administrative costs and gas prices, said deputy finance minister Lyubomir Datsov. The inflation rate will rise still by another 1-1.4 points till the end of the year on the back of the massive gas hike.

The growth of the Bulgarian economy hinges on the development of the global financial markets plus the prices of goods and raw materials, but is also in the hands of politicians who have to decide which way the budget surplus will go – to infrastructure projects or to higher wages and pensions, Datsov said.

The final version of the draft budget should be tabled with Parliament by the end of the month.

Economic growth will be in the range of 5%, Prof. Garabed Minasyan of the Bulgarian Academy of Sciences told Dnevnik daily pointing out that higher budget costs could stand in the way of sufficient surplus needed to stave off further economic instability. Georgi Angelov, economist with Open Society Institute, said the Cabinet should revise its surplus plans to steer the economy away from the serious trouble brewing down the road.

Source: *Dnevnik*

Real estate

Not many business properties finished this year so far

New-built business properties have increased by a small number in first-half 2008 but strong growth is expected over the next two years, showed a survey of international companies Colliers and Raiffeisen Real Estate.

Raiffeisen Real Estate estimated that foreign direct investments in the market have sharply declined by 37% to EUR 652m in the six months through June. The office space expanded by 7% and will double in the coming two years, said Colliers. Raiffeisen Real Estate said the volume of vacant offices has fallen to less than 5 percent with supply set to outdo demand.

The proliferation of shopping malls has boosted the retail space market by 31%. The segment will see an eightfold growth over the next two years resulting in smaller rent prices, Raiffeisen Real Estate said.

The logistics and industrial segment laboured its way under administrative hurdles and the global financial crisis, said Colliers. The lettable area in Sofia rose by 14% to 207k sq. m.

Source: *Dnevnik*

Insurance

The insurance market grew by 24% YoY in July

Over the Jan-July 2008 period non-life gross written premiums /GWP/ reached BGN 847.6m (up 23% YoY) while life GWP totalled BGN 156.3m (up 28% YoY). Motor vehicle premiums accounted for 69% of the market. The share of the top five insurers is 61% (62.5% a year ago).

Source: *FSC, FFBH*

CORPORATE NEWS

Olovno tzinkov kompleks AD [50TZ] **The merger of Gorubso ROF into Gorubso-Madan was finalised**

The procedure for the merger of Gorubso ROF into Gorubso-Madan is complete. On September 30, the change is entered into the Commercial Register, thus Gorubso-ROF ceases to exist, and all assets, including rights and obligations, are passed to the successor company, Gorubso-Madan. The capital of the new company is BGN 780k, allocated into 780k shares with a face value of BGN 1.

At the Annual General Meeting of Lead and Zink Complex [5OTZ] held on July 10 the company's shareholders rejected the proposal for a merger between the company and Gorubso-Madan. Instead of that the shareholders decided that after the absorption of Gorubso ROF by Gorubso-Madan the Management of Lead and Zink Complex should start negotiations for the purchase of shares in Gorubso-Madan, as the negotiated terms of a potential deal shall be presented at an extraordinary meeting.

Source: Investor.bg, FFBH

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