

## BG Indexes 12-month performance

### SOFIX



### BGREIT



Index	Close	Weekly Chg. %	YTD
SOFIX	683.34	1.44	13.61
BGBX 40	150.27	0.83	7.89
BGREIT	190.33	0.08	3.91

Index	P/E	EV/S	P/BV
SOFIX	6.32	0.40	1.29
BGBX 40	7.89	0.38	1.91
BGREIT	8.82	n/a	1.37

## BSE Weekly Gainers & Losers

Top Gainers		Price	Chng %
SFB	Sopharma Buildings REIT	7.00	27.27
BDT	Biodit AD	1.72	10.97
EUBG	Eurohold Bulgaria AD	1.88	7.43
TBS	Telelink Business Services AD	9.90	7.03
SPH	Stara Planina Hold AD	10.00	5.26

Top Losers		Price	Chng %
CBAM	CBA Asset Management AD	1.00	-20.63
BRP	Bulgarian River Shipping AD	0.73	-18.54
BBRD	Billboard AD	0.24	-7.69
IHB	Industrial Holding Bulgaria AD	1.70	-4.49
T57	Trace Group Hold AD	3.54	-4.32

## Market Overview (5<sup>th</sup> June – 9<sup>th</sup> June)

The main Bulgarian index **SOFIX** increased this week by 1.44% to 683.34 points to mark the highest value for the last 6 years. The broad index **BGBX40** changed similarly this week with 0.83% to 150.27 points and **BGREIT** increased this week to 190.33 points, up by 0.08%.

## Corporate News

**Sopharma (SFA)** The Board of Directors resolved to increase the capital on the condition that the shares from the increase are subscribed by the warrant holders, based on a resolution adopted at the General Meeting of Warranholders on June 2, 2023. According to the indicative schedule, the exercise of the warrants would start on 1 September while the last date for payment and subscription of shares would be 26 September. Commencement of trading in the new shares on BSE is planned for 30 October. Recall that the outstanding warrants amount to 44 925 943 giving right for subscription of the same number of shares with nominal value of BGN 1.00 each and a strike price of BGN 4.13 per share. The warrants expire 3 years after their entry in the Central Depository (11 January 2025). The current number of Sopharma's issued shares is 134 797 899, out of which 13 479 188 is the treasury stock.

**Telelink Business Services (TBS)** notified that following the 1-7 June share placement of up to 25% of its existing shares, the majority shareholder Lyubomir Minchev, sold 1 842 424 shares (14.74% stake) of TBS shares, while other selling shareholder, Ivo Evgeniev, sold 501 661 shares (4.01% stake) on 5 June. The buyer was SEET Investment Holdings Sarl, a private equity investor, which acquired a 22.98% stake in TBS. Note that the PE fund bought 2 872 380 shares, which most likely include the 4.01% stake of Spas Shopov as well. In addition, 282 380 shares of TBS were traded on 6 June.

**Fairplay Properties (FPP)** at the GSM held on 6 June, 2023, the shareholders approved the distribution of BGN 1m as dividends from the retained earnings. The sum corresponds to a gross DPS of BGN 0.0127 and a 1.6% yield to the last close price. Recall that the company paid out a gross dividend of BGN 0.0084 per share as an interim dividend in September 2022. The ex-dividend date is June 19, 2023.

## Economic News

➤ The Bulgarian economy expanded 2.3% YoY in the Q1'23, up from initial estimates of 2% and a 2.2% rise in the previous three-month period. It marked the ninth consecutive quarter of growth, although the second slowest pace due to the further easing of household consumption (2.1% vs 5.3% in the previous quarter) and government spending (1.1% vs 4%). On the other hand, fixed investments advanced by 1.8% (vs 0.5%), the steepest increase since the third quarter of 2020. Additionally, net external demand contributed positively to the GDP, as exports went up 2.3% (vs 8.9%), while imports fell 2.3% (vs 9.6%). On a quarterly basis, the economy added 0.5%, compared to preliminary estimates of 0.4% and the 0.6% expansion in the three months to Dec'22.

➤ Bulgaria's trade deficit narrowed to BGN 832.2m. in March 2023 from BGN 858m. in the same month a YoY earlier, preliminary estimates showed. Imports dropped 0.9% YoT to BGN 8,893.2m., as arrivals declined from the non-EU countries (-7.6%) and rose slightly to EU countries (+3.8%). Meanwhile, exports fell by 0.5% to BGN 8,070m., pressured by decreased shipments to the EU (-7.5%). In contrast, shipments to non-EU countries advanced by 14.3%.

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