

**BG Indexes 12-month performance**
**SOFIX**

**BGREIT**


Index	Close	Weekly Chg.%	YTD
SOFIX	678.45	-0.94	12.79
BGBX 40	147.88	-0.98	6.17
BGREIT	191.16	0.14	4.36

Index	P/E	EV/S	P/BV
SOFIX	6.25	0.22	1.26
BGBX 40	7.90	0.35	1.90
BGREIT	8.89	n/a	1.37

**BSE Weekly Gainers & Losers**

Top Gainers		Price	Chng %
SFB	Sopharma Buildings REIT	7.30	10.61
ZHZA	Zaharni Zavodi AD	5.15	9.57
BDT	Biodit AD	1.56	7.59
ZHBG	Zaharni Hrani Bulgaria AD	0.14	6.11
EXPR	Exclusive Property AD	0.26	3.55

Top Losers		Price	Chng %
AROM	Aroma AD	0.79	-16.84
CBAM	CBA Asset Management AD	0.90	-10.00
IHB	Industrial Holding Bulgaria AD	1.70	-8.11
SPDY	Speedy AD	105.00	-6.25
NEOH	Neochim AD	36.00	-5.76

**Market Overview (19<sup>th</sup> June – 23<sup>rd</sup> June)**

The main Bulgarian index **SOFIX** decreased this week by 0.94% to 678.45 points. The broad index **BGBX40** decreased this week with 0.98% to 147.88 points and **BGREIT** increased this week to 191.16 points, up by 0.14%.

**Corporate News**

**Allterco (A4L)** The Extraordinary General Meeting adopted the proposal of the Board of Directors to change the name of the company to Shelly Group Plc. The new company name, Shelly Group Plc, reflects the leading market position of Shelly products and will also serve to unify the brand identity across the Group. The change of name also highlights the evolution of the Group's business model in its corporate identity.

**Smart Organic AD (SO)** announced that it acquired the German bio food startup Naughty Nuts GmbH. The acquired company was founded in 2021 and offers nuts with a wide range of flavors and its products are available in over 1200 locations, including popular retailers such as REWE, EDEKA and organic stores. Despite achieving approximately EUR 2.5m of sales in 2022, Naughty Nuts failed to raise additional capital and fell into insolvency. Smart Organic acquired the German company through the announced bankruptcy proceedings, with the deal being finalized for EUR 150k and involving the acquisition of assets only, without any liabilities. The business operations of Naughty Nuts are planned to be integrated into the German subsidiary of Smart Organic GmbH, and by transferring the production of Naughty Nuts' products to Smart Organic's manufacturing facilities, the expectation is that this business will become profitable.

**Zaharni zavodi AD (ZHZA)** received a notification, accompanied by a draft voluntary tender offer, from the majority owner Zahar Invest (94.071% direct and indirect ownership), for the purchase of up to 658 848 voting shares (5.929% of issued capital) at BGN 5.15 per share (+9.6% from last close). Note that according to local legislation the minimum price of the buy-out bids would be the highest between the fair (valuation) price, the liquidation price, the 6-months weighted-average price and the acquisition price of the majority stake. The offered price is the estimated fair price, calculated as a combination of FCFE (BGN 5.014, 60% weight) and NAV (BGN 5.342, 40% weight). The offer is pending approval by the FSC.

**IpoTeh Sofcom (IPS)** the subsidiary of Sofia Commerce Pawn Brokerage managed to raise BGN 2.4m through its IPO procedure on the BSE's SME Growth market BEAM. Investors subscribed and paid for 801 706 preferred shares of the total 1 000 000 offered on 21 June with nominal value of BGN 1.00 and issue price of BGN 3.00. Recall that the threshold was 300 000 new shares for the IPO to be successful. It is expected that the new share issue will start trading on the BEAM market within a month. The non-bank financial institution plans to use the proceeds from the offering to expand its loan portfolio.

**Economic News**

✓ Apr'23 current account was positive and amounted to EUR 320.5m, compared to EUR 143.5m in Apr'22. YtD positive balance amounted to EUR 101.9m (0.1% of GDPe), compared with a deficit of EUR 580.7m a year ago. Total exports (16.6% of GDPe) for the Jan-Apr period advanced 5.8% YoY to EUR 15bn, while imports during the same period (17.4% of GDPe) increased 2% YoY to EUR 15.7bn. The result was EUR 0.7bn trade deficit, compared to EUR 1.2bn a year ago. Jan-Apr services balance recorded a surplus of EUR 1.5bn (1.7% of GDPe), registering a 16.7% YoY increase.

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