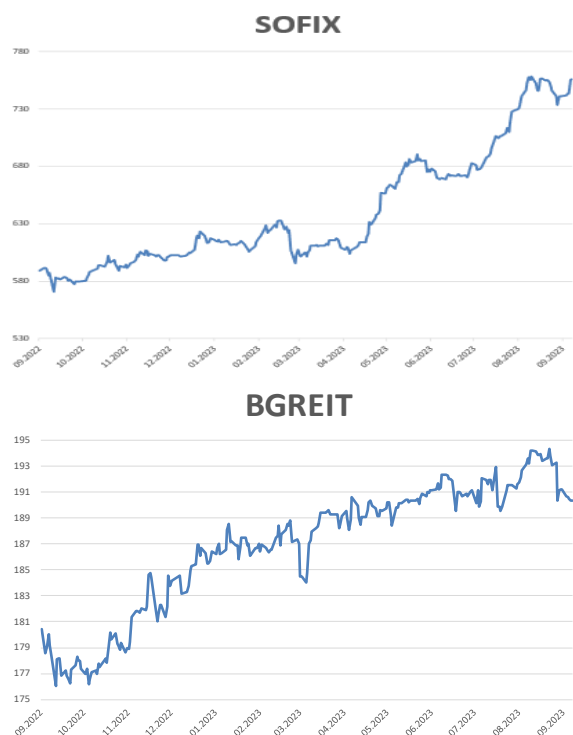


BG Indexes 12-month performance



Index	Close	Weekly Chg.%	YTD
SOFIX	755.73	1.97	25.64
BGBX 40	158.56	1.39	13.84
BGREIT	190.35	-0.44	3.92

Index	P/E	EV/S	P/BV
SOFIX	7.17	0.13	1.68
BGBX 40	9.56	0.32	1.71
BGREIT	9.50	n/a	3.31

BSE Weekly Gainers & Losers

Top Gainers		Price	Chng %
SFA	Sopharma AD	7.18	16.56
H5OF	Holding Sveta Sofia AD	3.98	12.43
BRP	Bulgarian River Shipping AD	0.75	10.26
ELHM	Elhim Iskra AD	0.99	10.06
AROM	Aroma AD	1.25	8.70

Top Losers		Price	Chng %
DEX	Dekotex Carpet AD	0.54	-10.00
RBL	Real Bulland AD	1.10	-8.33
ICPD	Intercapital Property Dev REIT	0.61	-6.15
GR6	Gradus AD	1.41	-6.00
BDT	Biodit AD	1.54	-3.75

For all the weekly issues to date and quarterly equity research on Bulgarian companies traded on the Bulgarian Stock Exchange go to <https://en.sis.bg/research/>

Market Overview (25 Sept – 29 Sept)

The main Bulgarian index **SOFIX** increased this week by 1.97% to 755.73 points. The broad index **BGBX40** increased this week by 1.39% to 158.56 points and **BGREIT** decreased this week to 190.35 points, down by 0.44%.

Corporate News

Sopharma Trading (SFT) ended August 2023 reporting 17% growth of its accumulated revenue. Thus, it reaches BGN 823.7 mln. compared to BGN 704.1mln. in January-August 2022. The accumulated profit before taxes increases by 13% to BGN 24.5mln. vs. BGN 21.7mln. in the same period of the previous year. The revenue of SFT in August only amounted to BGN 106.2mln. which represents 13% growth compared to BGN 93.7mln. in the eight month of 2022. The profits before taxes increased by 6% to BGN 3.3mln. vs. BGN 3.1mln. in August 2022.

Agria Group Holding (AGH) announced that EMRA EOOD bought 160 000 shares of AGH on 26 September. Thus, the largest shareholder of Agria increased its stake in the company by 2.35% up to 43.46%. The counterparty of the transaction, carried on the regulated market, was Equity Investment EOOD, which notified for the divestment of the 2.35% stake in AGH at a price of BGN 20.70, which took down its equity interest in the public company to 24.94%.

Sopharma (SFA) the BoD convenes an EGMS on November 24, 2023. The shareholders will vote to accept the six-month financial report and distribute a six-month gross dividend in the amount of BGN 0.90.

Shelly Group (SLYG) on 26 of September, Svetlin Todorov, one of the two main shareholders and member of the BoD of Shelly Group, sold 361 500 shares (2% of the capital) at EUR 19/share on the OTC market. The buyers of the stake are German institutional investors. The price of Shelly on Frankfurt Stock Exchange on that day varied between EUR 21.60 and EUR 22.20 while average price on BSE was BGN 43.91 (EUR 22.45). After the transaction, Svetlin Todorov owns 30.39% stake, while the other major shareholder, Dimitar Dimitrov, has 32.39% stake.

Economic News

✓ Bulgaria's business confidence indicator came at 25.2 in September 2023, barely-changed from a four-month low of 25.1 in the previous month. Business sentiments for the next three months became less positive for employment (5.1 vs 6.2) and selling prices (8.7 vs 8.9), while views for stocks of finished goods were slightly more negative (-1.2 vs -1.1). On a positive note, entrepreneurs were more optimistic about their production expectations for the next three months (13.1 vs 12.9) and less pessimistic about new orders (-15.7 vs -19.8 in August) and export orders (-22.7 vs 23.3).

✓ Producer prices in Bulgaria dropped to a new record low of 20.4% in August 2023, following a 13.7% decline in the previous month, particularly due to a significant decrease in the costs for electricity, gas, steam & air-conditioning supply (-51.9% vs -37% in July). At the same time, inflation slowed for mining & quarrying (3% vs 11.2%). Meanwhile, manufacturing costs increased 0.2%, shifting from a 2.6% fall in July. On a monthly basis, producer prices advanced 0.2%, easing slightly from a 0.5% rise in July.

Disclaimer

Guarantees

The analyst (s) responsible for the preparation of this document shall ensure that: (1) they take all necessary care to accurately reflect the information contained in this document; (2) no part of the analyst's remuneration is, has been or will be linked, directly or indirectly, to the recommendation or opinions expressed in this document.

Financial interest: *Sofia International Securities may trade or own the financial instruments specified in this document. Sofia International Securities does not own more than 5% of the financial instruments in circulation, subject to analysis or comment in this document. The analyst (s) do not own any shares of the companies, unless explicitly mentioned.*

Disclosure of information

Due care has been taken to ensure the accuracy of the facts cited, the reliability of the sources of information and the clear definition of the assumptions, predictions, forecasts and expected prices in this document. The information presented in this document is based on publicly available information, which is considered reliable, but for which no responsibility is taken for completeness and accuracy. Neither Sofia International Securities nor the company's employees should be held responsible for the publicly available information used. The opinion expressed in this document may differ from the disclosed views in other departments and divisions of Sofia International Securities or from other employees. Additional information on this document is available upon request. The sources of information in the tables and graphs in this document are calculations by Sofia International Securities, unless otherwise stated.

Risks for investors

This document has been prepared and presented for the purpose of summary and informational purposes only and does not constitute a study within the meaning of Art. 13 of Commission Delegated Directive (EU) 2017/593 of 7 April 2016. The information in this document should not be considered as an offer to buy or sell financial instruments or an independent investment council within the meaning of Directive 2014/65 / EU of The European Parliament and the Council of 15 May 2014, Sofia International Securities AD has not assessed the appropriateness in relation to the financial instruments mentioned in this document. The investment opportunities discussed in this document may not be appropriate for certain investors depending on their investment objectives and time horizon or in the context of their overall financial condition. The risks associated with investing in the financial instruments mentioned in this document are not fully explained. The price or value of the investment may decrease or increase. Securities or investments can lead to losses for the investor. A previous achievement is not a guarantee of future performance. Changes in exchange rates may have an adverse effect on the value, price or return on investment in securities. Sofia International Securities AD assumes no responsibility for losses incurred in connection with investments made on the basis of information contained in this document.

Copyright

The analyzes of Sofia International Securities are the exclusive property of the investment intermediary and any publication, distribution, reprinting and citation of content is possible only after the explicit written consent of the "Research and Analysis" department of the company. It is not allowed to use the analyzes of the investment intermediary from a third party for commercial purposes.