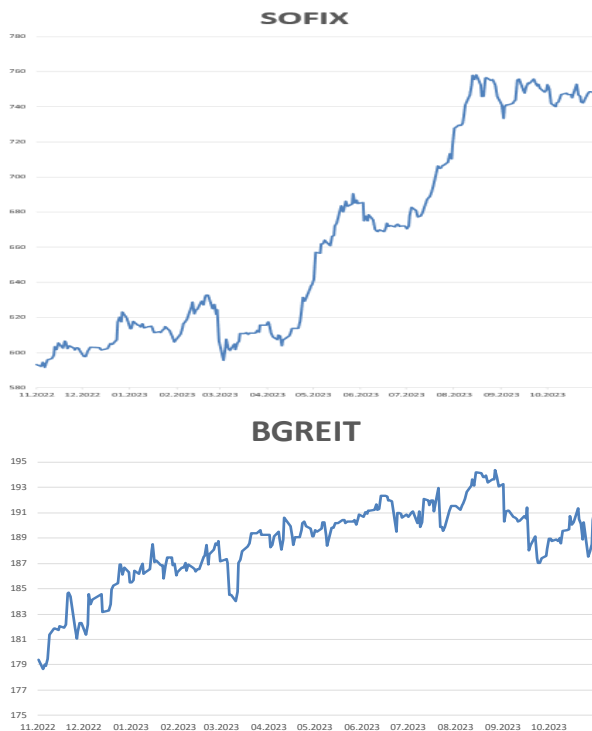


BG Indexes 12-month performance



Index	Close	Weekly Chg.%	YTD
SOFIX	748.78	0.89	24.49
BGBX 40	157.49	0.70	13.07
BGREIT	191.22	0.52	4.39

Index	P/E	EV/S	P/BV
SOFIX	7.04	0.12	1.62
BGBX 40	9.46	0.32	1.69
BGREIT	10.22	n/a	3.05

BSE Weekly Gainers & Losers

Top Gainers		Price	Chng %
BBRD	Billboard AD	0.29	21.85
LAND	Bulland Investments REIT	0.85	21.43
AROM	Aroma AD	1.14	14.00
FPP	Fairplay Properties REIT	0.90	13.92
EUBG	Eurohold Bulgaria AD	1.67	4.38
Top Losers		Price	Chng %
PET	Petrol AD	0.46	-36.11
HSOF	Holding Sveta Sofia AD	3.64	-8.08
CHIM	Chimimport AD	0.64	-7.49
SNRG	Synergon Holding AD	0.86	-6.52
ELHM	Elhim Iskra AD	0.95	-5.50

Market Overview (06 Nov – 10 Nov)

The main Bulgarian index **SOFIX** increased this week by 0.89% to 748.78 points. The broad index **BGBX40** increased this week by 0.70% to 157.49 points and **BGREIT** increased this week to 191.22 points, up by 0.52%.

Corporate News

Dronamics (DRON) announced that it has signed a term sheet with The UAE's Strategic Development Fund (SDF) to set-up a joint venture (JV) to produce the Black Swan cargo drones to fulfill the global demand and requirements for Dronamics' international and local customers. This is an important step towards serial production as the JV will constitute a production plant. Meanwhile, Dronamics and the major logistics company from the UAE – Aramex have signed a letter of intent for cargo drone flights.

Shelly Group (SLYG) announced consolidated financial data for the 9mo 2023 period. The total revenue surged by 49.3% YoY to BGN 86.3m. At the same time, operating expenses increased by 37.4% YoY to BGN 62.9m, which brought cons EBITDA for the period up by 68.4% YoY to BGN 24.1m on a margin of 28%, or 3.2 p.p. higher YoY. The strong performance of devices and related services turned to a significant gain on the bottom-line, or 69% YoY growth and BGN 19.9m net profit. Moreover, according to the management forecasts, the growth is about to accelerate further and FY2023 is projected to see revenue of EUR 72m (+51% YoY), EBIT of EUR 17m (+63.5% YoY) with margin at 23% from the current 27%.

Telematic Interactive Bulgaria AD (TIB) convenes EGM on 19 December. On the agenda is a proposal for the distribution of BGN 5.2m as dividends from retained earnings. This translates into DPS of BGN 0.40 and if approved will result in an annual dividend yield of almost 10.0%, when accounting for the BGN 1.00/share paid earlier this year.

Economic News

✓ The Bulgarian economy grew 1.9% YoY in the second quarter of 2023, slightly better than 1.8% in the previous estimate, and following a downwardly revised 2.2% expansion in the previous three-month period. Still, it marked the slowest pace of economic growth since the contraction in 2020, mainly due to a fall in exports (-0.9% vs 2.2% in Q1) and a plunge in public expenditure (-14.8% vs -0.6%). In contrast, private consumption (6.6% vs 2.4%) and fixed investment (7.3% vs 4.4%) accelerated. Also, imports shrank sharply by 6.9% (vs -2.3% in Q1). On a quarterly basis, GDP grew 0.4%, similarly to the previous quarter.

✓ Bulgaria's annual inflation rate eased to 5.8% in October 2023 from 6.3% in the previous month, marking the lowest reading since October 2021. Prices slowed for food & non-alcoholic beverages (7.6% vs 10.5% in September), clothing & footwear (3.9% vs 5.2%), health (11.8% vs 13.7%), education (8.7% vs 9.0%), restaurants & hotels (10.4% vs 11.2%) and miscellaneous goods & services (10.4% vs 11.4%). Also, prices declined for housing & utilities (-1.7% vs -3.4%), albeit at a lower pace. Conversely, inflation increased for alcoholic beverages & tobacco (6.6% vs 6.5%), furnishings & household equipment (6.5% vs 6.1%), transport (2.5% vs 1.4%), recreation & culture (11.1% vs 7%) and communication (5.9% vs 5.8%). On a monthly basis, consumer prices grew 0.4% in October, rebounding from a 0.1% slip in September.

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