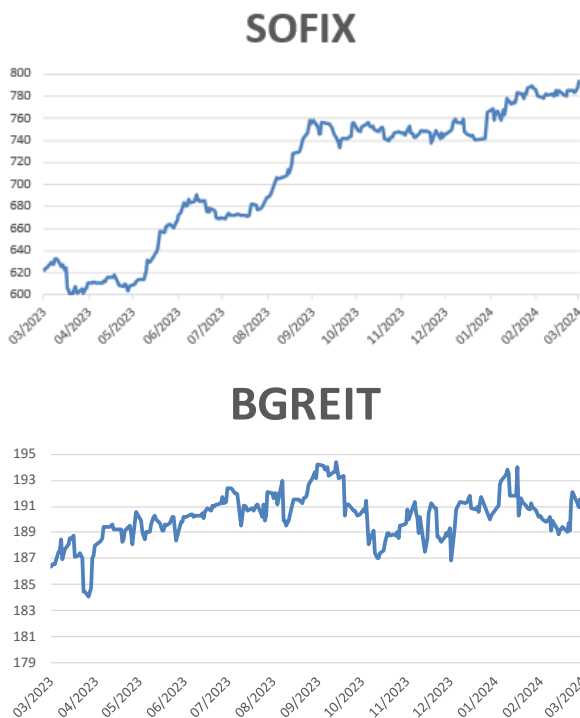


BG Indexes 12-month performance



Market Overview (26 Feb – 1 Mar)

The main Bulgarian index **SOFIX** increased this week by 0.98% to 793.16 points. The broad index **BGBX40** increased this week by 0.40% to 162.87 points and **BGREIT** decreased this week to 191.05 points, down by 0.55%.

Corporate News

Telelink Business Services (TBS) – announced consolidated 2023 results, where revenue increased 19% to BGN 185.4mln predominantly due to the growth in sales in Corporate Networks (80% growth to BGN 60mln), Computer hardware (5.5x to BGN 14mln) and IT Security (23% growth to BGN 22.2mln). However, due to OPEX increasing 22% (due to larger personnel expense associated with higher wages and expansion strategy needing larger workforce, as well as greater marketing expense and external services), Operating Profit went down 7% to BGN 11.6mln and Net Profit decreased by 17% to BGN 9mln.

Telematic Interactive (TIB) – announced consolidated Q4 2023 results. Revenues increase 16% to BGN 118mln due to the strong growth in online casino games. OPEX, however increase 24.7% to BGN 95mln. The greatest contributors were marketing expenses (up by 30%), fees for gaming content with the subsidiary (up by 27%) and personnel expense (up by 35%). We don't count the rise of gambling tax as it is directly related to the gaming revenues. As mentioned in our Q4 review, TIB has reached a plateau, shown by decreasing Operational Profits, PBT and Net Income, possibly indicating a serious need for greater focus on strategic investments, such as Peru.

Sopharma Trading (SFT) – published consolidated Q4 2023 results. Revenues increase 13% to BGN 16.8mln. OPEX increased by just 11.4% to BGN 16.4 due to tight cost control no depreciation of non-current assets (including goodwill). This lead to Operational Profit increasing by more than 140% and Net Income more than tripling from BGN 9mln to BGN 30mln.

Chimimport (CHIM) – published consolidated Q4 2023 results where the decline in non-financial and insurance net revenues was offset by the increase in net interest revenues from their banking subsidiaries. This lead to PBT increasing more than 70% to BGN 84.7mln and Net Income going up 44.8% to BGN 72.2mln.

BREF (BREF) – announced a new tenant for their Synergy Tower location for 662 sqm for 5 yrs – MSG Global Solutions. With that, the rented-out space in the building is at 53.79%.

Doverie Holding (DUH) – published their Q4 2023 cons. results where Operational Profit increases by 3% to BGN 110mln primarily due to less depreciation in banking operations and greater net revenues from non-financial businesses. Net Income stayed the same at 93.8mln.

Fibank (FIB) – showed in the Q4 2023 cons. results stellar performance, where Net Revenues from banking operations increased 18.4% to BGN 563mln. Fairly constant administrative expenses let to Net Income's significant increase of 61.8% to BGN 158.6mln.

Economic News

✓ The number of tourist arrivals increased 4.1% YoY to 741.267 thousand in January, following a 3.1% growth in previous month.

✓ Producer prices declined 14.2% YoY in January, the tenth consecutive month of producer deflation, following a 14.6% drop in the previous month. The decline was primarily due to a fall in prices for electricity, gas, steam, and air conditioning supply (-39.3% vs -40.4% in December) and mining and quarrying (-7.1% vs -1.6%).

Index	Close	Weekly Chg.%	YTD
SOFIX	793.16	0.98	3.66
BGBX 40	162.87	0.40	3.17
BGREIT	191.05	-0.55	-0.39

Index	P/E	EV/S	P/BV
SOFIX	12.94	0.12	1.73
BGBX 40	14.92	0.31	1.67
BGREIT	23.79	n/a	2.45

BSE Weekly Gainers & Losers

Top Gainers		Price	Chng %
BBRD	Billiard AD	0.48	25.79
PET	Petrol AD	1.15	15.00
SPDY	Speedy AD	142.00	9.23
BSE	Bulgarian Stock Exchange	15.60	9.09
SFA	Sopharma	6.36	5.30

Top Losers		Price	Chng %
LOMP	Lomsko Pivo AD	0.13	-16.67
HUG	Holding Coop Yug AD	0.85	-15.00
GR6	Gradus AD	1.45	-14.71
T57	Trace Group AD	4.10	-14.58
SFB	Sopharma Buildings REIT	15.00	-6.83

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