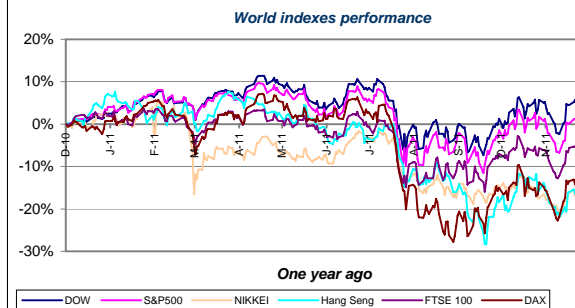
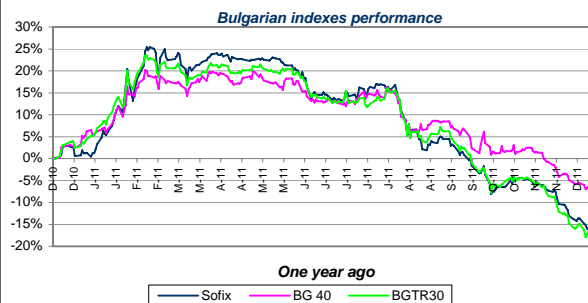


PORTFOLIO MANAGEMENT AND INVESTMENTS

## Weekly presenting of main bulgarian and foreign stock indexes

Index	Index value		Change	%
	09.12.2011	16.12.2011		
Sofix	302,91	301,42	-1,49	-0,49%
BG 40	105,44	105,37	-0,07	-0,07%
BGTR30	246,64	243,73	-2,91	-1,18%
BG REIT	48,43	48,19	-0,24	-0,50%
DOW	12 184,26	11 866,39	-317,87	-2,61%
S&P 500	1 255,19	1 219,66	-35,53	-2,83%
NIKKEI 225	8 536,46	8 401,72	-134,74	-1,58%
Hang Seng	18 586,23	18 285,39	-300,84	-1,62%
FTSE 100	5 529,20	5 387,30	-141,90	-2,57%
DAX	5 986,71	5 701,78	-284,93	-4,76%



If we take the expressions "falling prices", "low volume" and "lack of interest" and construct a sentence with them in any order, we will accurately describe the condition of the capital market in the country last week. If we have to highlight the positive - it is that local indices have limited losses up to half of percentage point (with the exception of BG TR30), while the developed markets declines were significantly greater.

This week also continued reviews of decisions taken at the summit of the EU - investors are starting to prepare for a situation in which credit ratings of the eurozone countries will be reduced. From Moody's announced that they intend to review the ratings of all 27 EU countries during the first quarter of 2012. As a major reason for this from the Agency was stated their vision that European leaders offered few new means of resolving the debt crisis. From Fitch does believe that the meeting was a failure in terms of achieving "comprehensive" solution. Thus, according to the agency has increased pressure on short-term credit ratings of the eurozone countries. From S & P have already put ratings of 15 eurc

countries under observation, which means that soon we could see rating decreases. The position of the agency is that it will focus on "political dynamics".

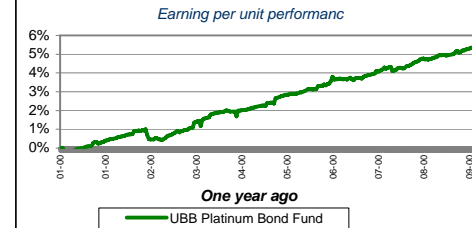
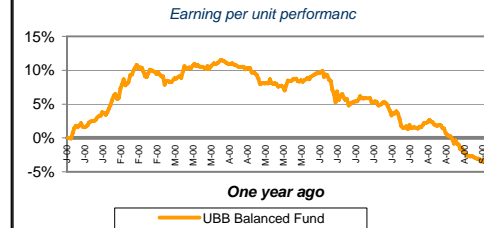
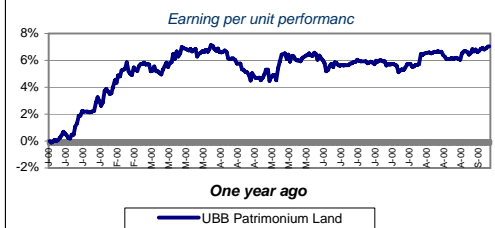
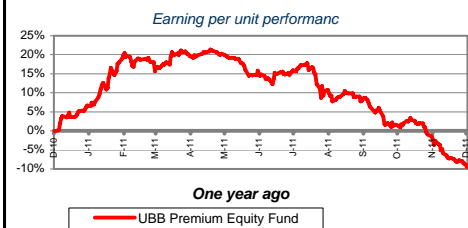
NSI announced on Tuesday inflation data - the consumer price index for November 2011 to October 2011 was 100.3 %, ie monthly inflation was 0.3 %. Inflation this year (November 2011 to December 2010) is 2.7 % and annual inflation for November 2011 to November 2010 was 3.1 %.; Luxembourg has the highest GDP per capita expressed in purchasing power standards (PPS) - 2.5 times the EU average, followed by the Netherlands, which has GDP 1 / 3 higher than the EU27 average. In Ireland, Denmark, Austria and Sweden, GDP grew by 20-30 % above average in the EU27, while in Belgium, Germany and Finland - 15 % to 20 %. Italy, Spain and Cyprus reported GDP, close to the average European level. Greece, Slovenia, Malta, Portugal and the Czech Republic reported GDP per capita in PPS, which is 10-20 % lower than the average for the EU27 level. Romania and Bulgaria are the countries with the lowest GDP per capita in PPS, representing 46 % and 44 % of EU 27 average.

## Weekly presenting of UBB Mutual Funds

Fund	NAV per 1 share/ unit		Change		Standard deviation
	09.12.2011	16.12.2011	Value (BGN)	%	
UBB Premium Equity Fund	6,4286	6,3084	-0,1202	-1,87%	12,29%
UBB Patrimonium Land	11,0563	11,076	0,0197	0,18%	3,77%
UBB Balanced Fund	118,6947	117,5985	-1,0962	-0,92%	6,71%
UBB Platinum Bond Fund	12,1635	12,1736	0,0101	0,08%	0,95%

Changes in collective investment schemes managed by the "UBB Asset Management" have been in unison with the overall trend. For consecutive week UBB Premium Equity and UBB Balanced Fund reported declines of 1.87 % and 0.92 %, while UBB Patrimonium Land and UBB Platinum Bond finished with growths - respectively + 0.18 % and + 0.08 %. Transactions concluded last week have intended to reach the set target weights for each of the positions in the portfolio.

Tihomir Nenov, *risk manager*



### News:

The Monthly bulletins to 31.10.2011 for UBB Premium Equity, UBB Patrimonium Land, UBB Balanced Fund and UBB Platinum Bond Fund are available in section Bulletin for each fund ([www.ubbam.bg](http://www.ubbam.bg)).

Any one who wishes can acquaint with the information in our Head Office in Sofia, 9 "Todor Alexandrov" Blvd, each working day from 10 a.m to 16 p.m.

Investments in the company are not secured by a guarantee fund established by the State or by any other type of guarantee. Previous performance of the company is not necessarily related to future performance. The value of shares and the income generated from them may decrease. Earnings are not guaranteed and there is a risk for investors not to be able to return the initially deposited funds in their full value. The investors can get acquainted with the Prospectus and the Articles of Association of UBB Balanced Fund at UBB AD branches in Sofia and in the country, UBB Asset Management' s operating office: Sofia, 9 Todor Alexandrov Blvd., and on UBB AD' s web site: [www.ubbam.bg](http://www.ubbam.bg)