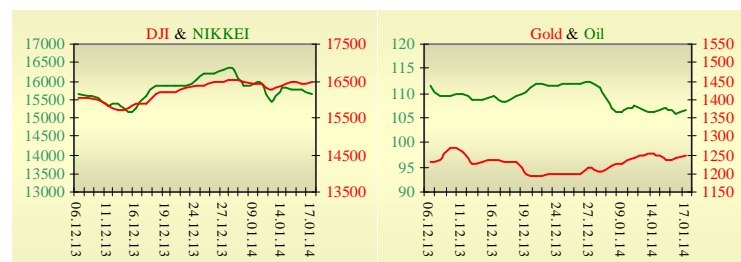
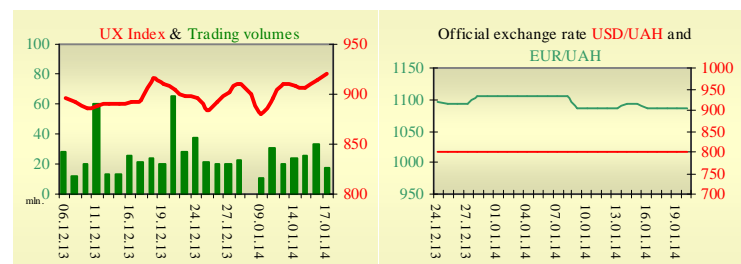


Morning stock market review 20 January 2014

Index	Closing	Change
Dow Jones	16 458.56	0.25%
S&P 500	1 838.70	-0.39%
NASDAQ comp	4 197.58	-0.50%
FTSE 100	6 829.30	0.20%
CAC 40	4 327.50	0.19%
DAX 30	9 742.96	0.26%
Nikkei 225	15 641.68	-0.59%



UX	Index	Change	Volume, UAH mln.
	920.57	0.67%	17.5



Value for 10:59		
Futures	Index	Change
Dow Jones	16 391.00	-0.03%
S&P 500	1 833.30	-0.05%
NASDAQ 100	3 582.50	-0.06%

Commodity markets		
Oil Brent	106.48	0.69%
Gold	1 250.00	0.68%

Interbank loans	17 January		
	o/n	7 days	30 days
KIBID (UAH)	0.89	1.83	3.50
KIBOR (UAH)	2.38	3.67	6.00
KIBID (USD)	1.70		
KIBOR (USD)	3.20		

Interbank currency	Bid/Ask	
	closing 17 January	
UAH/USD	8.3600 / 8.3700	
UAH/EUR	0.2500 / 0.2505	
UAH/RUB	11.3600 / 11.3775	

Last closure

On Friday, January 17, trades in USA have come to the end with mixed dynamics, as earnings from companies including General Electric Co. to Intel Corp. disappointed investors. General Electric lost 2.3% as margins at its manufacturing units fell short of projections. Intel dropped 2.6% as its revenue forecast raised concern the personal-computer market is struggling to grow. United Parcel Service Inc. slid 0.6% as it projected earnings below analysts' estimates. American Express Co. climbed 3.6% after reporting fourth-quarter profit doubled. A report today indicated industrial production rose for a fifth month in December, capping the strongest quarter since 2010. The Thomson Reuters/University of Michigan preliminary January index of consumer sentiment fell to 80.4. Construction of new U.S. homes dropped 9.8% in December to a seasonally adjusted annual rate of 999,000, as starts slumped for single-family homes and apartments. Despite December's decline, home-construction starts for all of 2013 hit 923,400 — the highest annual total since 2007 — pointing to the housing market's continued recovery last year. On the day's result, index Dow Jones rose by 0.25%, S&P has lowered by 0.39%, Nasdaq has decreased by 0.39%.

European stocks rose to their highest level in six years as mining companies rallied, and a report showed builders started work on more houses in the U.S. last month than economists had forecast. Glencore Xstrata Plc and Rio Tinto Group both climbed at least 1.5%, pushing a gauge of commodity producers to its biggest three-day gain since August.. U.K. retail sales rose more than economists forecast in December. Sales including fuel increased 2.6% from November. That's the strongest December since records began in 1996. On the day's result, British FTSE rose by 0.20%, CAC 40 (France) grew by 0.19%, DAX (Germany) has increased by 0.26%. February's contractual price on Brent oil, decreased by \$0.03 to \$107.06 per barrel.

In Ukraine

Trades on the Ukrainian stock exchange opened by growth, day passed without certain dynamics. Value of the UX index has increased by 0.67% to 854.25. Share trades capacity on the application market was equal to UAH 3.56 million. Trades capacity on the derivatives market was equal to UAH 1.22 million. Total trades capacity for yesterday — UAH 18.67 million.

From ten shares of an index basket, six have grown in price. Leaders of growth were shares of Donbasenergo (+1.66%) and Centerenergo (+1.45%). Worse than market looked shares of Ukrspotsbank (-1%). Total deposits in Ukraine in 2013 increased by 17.3%, to UAH 666.1 billion, while loans increased by 11.9%, to UAH 905.9 billion. However, according to the NBU, the increase in deposits in December was due to the growth of both corporate funds by 7.1%, to UAH 228.8 billion, and individuals' money by 0.3%, to UAH 437.2 billion.

Premarket

External background at the opening is moderately negative. Anti-government protests in Kiev escalated into fiery street battles with police Sunday as thousands of demonstrators hurled rocks and firebombs to set police vehicles ablaze. Dozens of officers and protesters were injured. The violence was a sharp escalation of Ukraine's two-month political crisis, which has brought round-the-clock protest gatherings, but had been largely peaceful. The Chinese economy expanded 7.7% in the fourth quarter of 2013. This was down from 7.8% in Q3, but above expectations for a 7.6% rise. On the quarter, Q4 GDP was up 1.8%. This was down from 2.2% in Q3, and below expectations for a 2% rise. German PPI increased 0.1% in December, following a 0.1% decline in November, according to data released today by Destatis.

The Asian indexes are decreasing today. Nikkei has lowered by 0.59%, Hong Kong Hang Seng declining by 0.79%.

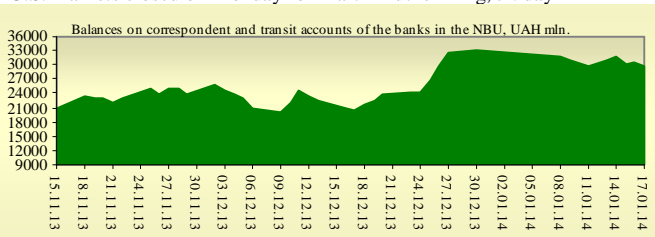
Futures on American indexes are slightly decreasing today from 0.04% to 0.06%.

Russian indexes as of 10:06 a.m. are decreasing — RTS decreasing by 0.25%, MICEX lowers by 0.22%.

Our expectations

We expect opening of the Ukrainian market on neutral territory.

U.S. markets closed on Monday for Martin Luther King, Jr. day



Financial ratios for Ukrainian issuers

Ticker	Name	Closing price, UAH	P/E	P/S	EV/S	EV/Ebitda	P/B
Metallurgy							
ALMK	Alchevsk Metallurgical Plant	0.037	neg	5.45	90.25	neg	0.75
AZST	Azovstal Iron and Steel Works	0.631	neg	0.13	0.86	neg	0.21
ENMZ	Enakievo Metallurgical Plant	31.99	1.02	0.03	0.95	162.84	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.1496	neg	0.08	0.07	0.59	0.25
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.0828	4.22	0.04	0.07	3.43	0.16
AVDK	Avdiivka Cokery Plant	2.7473	neg	0.06	0.06	neg	0.1
YASK	Yasynivka Cokery Plant	0.55	2.25	0.05	0.05	0.92	0.1
Quarrying industry							
CGOK	Central Ore Mining and Processing Plant	6.3	8.38	1.36	1.51	3.49	1.62
PGOK	Poltava Ore Mining and Processing Plant	8.3	2.97	0.16	0.47	2.39	0.22
SGOK	North Ore Mining and Processing Plant	8.1	4.05	1.36	1.58	2.93	1.22
Mining industry							
SHKD	DTEK Mine Komsomolets Donbassa	0.67	neg	0.11	0.51	1.1	0.14
SHCHZ	Pokrovske Mine Management	0.385	0.85	0.08	0.28	0.93	0.14
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.22	neg	0.02	0.21	2.82	0.07
HRTR	Khartsyzsk Tube Works	0.56	3.9	0.31	0.3	2.24	1.16
Energy industry							
DNON	DTEK Dniiproblenergo	125	2.75	0.18	0.38	2.55	0.46
CEEN	Centerenergo	4.64	5.68	0.22	0.29	4.48	0.67
DNEN	Dniiproenergo	225	1.07	0.14	0.12	0.52	0.23
DOEN	Donbasenergo	29.452	1.88	0.13	0.18	1.62	0.63
KREN	DTEK Krymenergo	0.88	3.72	0.06	0.2	0.75	0.09
ZAEN	DTEK Zakhidenergo	91.2	6.04	0.11	0.15	2.46	0.74
ZHEN	Zhytomyroblenergo	0.9	2.23	0.08	0.1	0.56	0.05
Mechanical engineering							
KRAZ	AvtoKrAZ	0.0328	neg	0.15	3.1	neg	0.1
KVBZ	Krukivsky Carriage Works	16.8	3.46	0.31	0.36	2.55	0.71
LTPL	Luganskteplovoz	1.5	3.05	0.15	0.34	2.39	0.46
LUAZ	Bogdan Motors	0.0236	0.23	0.14	4.29	neg	0.16
MSICH	Motor Sich	1916	3.35	0.45	0.47	2.07	0.44
MZVM	Mariupol Heavy Machine Building Plant	0.1101	neg	0.13	1.02	6.69	0.15
SMASH	Sumy Frunze Machine Building Plant	2.488	0.7	0.06	0.67	4.07	0.17
SVGZ	Stakhanov railway car building works	1.28	4.1	0.14	0.44	3.66	0.36
Oil and gas industry							
UNAF	Ukrnafta	110.7	7.85	0.4	0.38	2.71	0.33
Banks							
BAVL	Raiffeisen Bank Aval	0.1101	6.05	x	x	x	0.46
FORM	Forum Bank	0.6995	neg	x	x	x	0.3
USCB	UkrSotsbank	0.178	1057.63	x	x	x	0.42
Other industries							
MTBD	Mostobud	15	neg	0.25	19	neg	0.05
STIR	Concern Stirol	12.99	neg	0.06	0.14	neg	neg
UTLM	Ukrtelecom	0.135	31.2	0.38	0.68	3.09	0.47

ANALYTICAL DEPARTMENT

Vitaly Murashkin
VMurashkin@itt-group.com
Head of Department

Yegor Burkov
EBurkov@itt-group.com

30 Fizkultury street
03150 Kyiv Ukraine
Telephone: +38 044 246 68 41
Fax: +38 044 287 21 12
www.itt-group.com