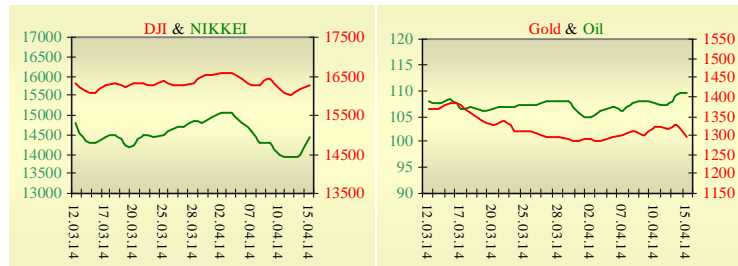
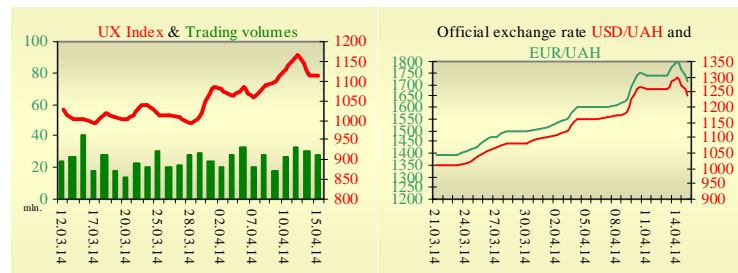


## Morning stock market review 16 April 2014

Index	Closing	Change
<b>Dow Jones</b>	16 262.56	0.55%
<b>S&amp;P 500</b>	1 842.98	0.68%
<b>NASDAQ comp</b>	4 034.16	0.29%
<b>FTSE 100</b>	6 541.61	-0.64%
<b>CAC 40</b>	4 345.35	-0.89%
<b>DAX 30</b>	9 173.71	-1.77%
<b>Nikkei 225</b>	14 417.68	3.01%



UX	Index	Change	Volume, UAH mln.
	1 114.12	-0.48%	27.8



Value for 10:20		
Futures	Index	Change
<b>Dow Jones</b>	16 270.00	0.39%
<b>S&amp;P 500</b>	1 846.90	0.39%
<b>NASDAQ 100</b>	3 507.00	0.44%

Commodity markets		
<b>Oil Brent</b>	109.36	0.26%
<b>Gold</b>	1 298.00	-2.09%

Interbank loans	15 April		
	o/n	7 days	30 days
<b>KIBID (UAH)</b>	8.50		
<b>KIBOR (UAH)</b>	15.7		
<b>KIBID (USD)</b>	5.00		
<b>KIBOR (USD)</b>	9.25		

Interbank currency	Bid/Ask	
	closing 15 April	
<b>UAH/USD</b>	12.0000 / 12.2500	
<b>UAH/EUR</b>	16.5570 / 16.9080	
<b>UAH/RUB</b>	0.3305 / 0.3403	

### Last closure

On Monday, April 15, trades in USA have come to the end with growth, as earnings from Coca-Cola Co. and Johnson & Johnson overwhelmed concerns that tensions in Ukraine are worsening. Coca-Cola gained 3.7% as global volume sales increased. Johnson & Johnson climbed 2.1% as the company raised its forecast for the year. Economic data showed manufacturing in the New York region grew at a slower pace in April while the cost of living in the U.S. rose more than projected in March as food and rents became more expensive. Confidence among U.S. homebuilders rose less than forecast in April, as sales and prospective buyer traffic stagnated, showing the residential real estate market struggled to improve after a harsh winter. An S&P index of homebuilders fell 0.6%. Ukraine unleashed an offensive to dislodge militants from towns in its eastern Donetsk region as the authorities in Kiev said elements of Russian special forces were identified among the anti-government forces. Russia's prime minister said the country risks civil war. On the day's result, index Dow Jones rose by 0.55%, S&P has increased by 0.68%, Nasdaq grew by 0.29%.

European stock exchanges closed with decrease of main indexes, erasing their gains for the year, after a report that Russian troops entered towns in eastern Ukraine, and as German confidence data missed economists' forecasts. Envoys from Ukraine, Russia, the U.S. and European Union are scheduled to hold talks in Geneva on April 17 in an attempt to resolve the crisis. In Germany, a gauge of investor confidence fell for a fourth month in April. The ZEW Center for European Economic Research in Mannheim said its index of investor and analyst expectations, which aims to predict economic developments six months in advance, slid to 43.2 from 46.6 in March. Economists had forecast a decline to 45. On the day's result, British FTSE has declined by 0.64%, CAC 40 (France) has decreased by 0.89%, DAX (Germany) has lowered by 1.77%. Mays' contractual price on Brent oil, decreased by \$0.33 to \$108.74 per barrel.

### In Ukraine

Trades on the Ukrainian stock exchange opened on neutral territory, day passed without certain dynamics. Value of the UX index has declined by 0.48% to 1114.12. Share trades capacity on the application market was equal to UAH 13.8 million. Trades capacity on the derivatives market was equal to UAH 10.3 million. Total trades capacity for yesterday — UAH 38 million.

From ten shares of an index basket, three have risen. Leaders of growth were shares of Avdiivka Cokery Plant (+2.93%) and Donbasenergo (+1.17%). Worse than market looked shares of Ukrnafta (-6.47%) and Azovstal Iron and Steel Works (-2.75%). The Finance Ministry plans the issue of Eurobonds at USD 1 billion under the U.S. guarantees within the frames of an agreement on receiving U.S. financial aid to support economic reforms in Ukraine. The National Bank of Ukraine has temporarily cut off 14 banks from the interbank forex market for destabilisation of the hryvnia exchange rate, reads a statement made by the NBU press service. Although, the document does not list the financial institutions disconnected from the interbank market.

### Premarket

External background at the opening is neutral. Ukraine's acting President Oleksandr Turchynov says government forces have captured the airport in the eastern town of Kramatorsk from a pro-Russian group. Turchynov told parliament the goal of the security operation in Kramatorsk, and another operation in Slovyansk, was to protect citizens from terrorists who are trying to tear this country apart. There was shooting during the April 15 siege of the airport, and an unclear number of casualties has been reported. Russian media has reported that between four and 15 people may have been killed. China's Q1 GDP beat expectations rising 7.4% year-over-year. Economists were looking for Q1 GDP to rise 7.3%. But this was down from 7.7% the previous quarter, showing that China's economy continues to slow. Industrial production was up 8.8% in March, below expectations for a 9% rise.

The Asian indexes are growing today. Nikkei rose by 3.01%, Hong Kong Hang Seng increasing by 0.35%.

Futures on American indexes are growing today from 0.40% to 0.45%.

Russian indexes as of 10:00 a.m. are showing mixed dynamics — RTS increasing by 0.12%, MICEX lowers by 0.01%.

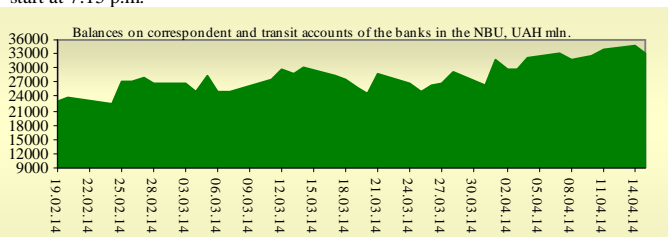
### Our expectations

We expect opening of the Ukrainian market on neutral territory.

In Europe will be published Claimant Count Change in the U.K. (11:30 a.m.) and consumer price index in the E.U. (12:00 a.m.).

In the U.S. will be published building permits (3:30 p.m.), housing starts (3:30 p.m.), industrial production (4:15 p.m.) and Federal Reserve's Beige Book (9:00 p.m.).

Federal Reserve Chair Janet Yellen speech to Economic Club of New York will start at 7:15 p.m.



## Financial ratios for Ukrainian issuers

Ticker	Name	Closing price, UAH	P/E	P/S	EV/S	EV/Ebitda	P/B
<b>Metallurgy</b>							
ALMK	Alchevsk Metallurgical Plant	0.0361	neg	5.32	90.12	neg	0.73
AZST	Azovstal Iron and Steel Works	0.717	neg	0.14	0.88	neg	0.24
ENMZ	Enakievo Metallurgical Plant	35.93	1.15	0.03	0.95	163.43	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.1888	neg	0.1	0.09	0.77	0.31
<b>Coke industry</b>							
ALKZ	Alchevsk Cokery Plant	0.0601	3.07	0.03	0.06	2.93	0.12
AVDK	Avdiivka Cokery Plant	3.269	neg	0.08	0.07	neg	0.12
YASK	Yasynivka Cokery Plant	0.69	2.82	0.06	0.06	1.13	0.12
<b>Quarrying industry</b>							
CGOK	Central Ore Mining and Processing Plant	8.1	10.77	1.75	1.89	4.39	2.08
PGOK	Poltava Ore Mining and Processing Plant	13.41	4.8	0.26	0.56	2.89	0.35
SGOK	North Ore Mining and Processing Plant	8.3	4.15	1.39	1.61	2.99	1.25
<b>Mining industry</b>							
SHKD	DTEK Mine Komsomolets Donbassa	1.1422	neg	0.18	0.59	1.26	0.24
SHCHZ	Pokrovske Mine Management	0.56	1.23	0.12	0.32	1.05	0.2
<b>Pipe industry</b>							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.25	neg	0.03	0.21	2.87	0.08
HRTR	Khartsyzsk Tube Works	0.7306	5.08	0.4	0.4	2.93	1.52
<b>Energy industry</b>							
DNON	DTEK Dniiproblenergo	94	2.07	0.14	0.34	2.25	0.34
CEEN	Centerenergo	5.69	6.96	0.27	0.34	5.25	0.83
DNEN	Dniiproenergo	400	1.9	0.25	0.23	1.02	0.4
DOEN	Donbasenergo	43.38	2.77	0.2	0.24	2.19	0.92
KREN	DTEK Krymenergo	2	8.44	0.13	0.27	1.04	0.21
ZAEN	DTEK Zakhidenergo	125	8.28	0.15	0.19	3.11	1.02
ZHEN	Zhytomyroblenergo	1.3845	3.44	0.12	0.14	0.81	0.08
<b>Mechanical engineering</b>							
KRAZ	AvtoKrAZ	0.06	neg	0.27	3.22	neg	0.18
KVBZ	Krukivsky Carriage Works	17.5	3.61	0.33	0.37	2.64	0.74
LTPL	Luganskteplovoz	1.619	3.29	0.16	0.35	2.47	0.49
LUAZ	Bogdan Motors	0.0419	0.41	0.25	4.4	neg	0.28
MSICH	Motor Sich	1915.2	3.35	0.45	0.47	2.07	0.44
MZVM	Mariupol Heavy Machine Building Plant	0.1023	neg	0.12	1.01	6.63	0.14
SMASH	Sumy Frunze Machine Building Plant	3.704	1.05	0.1	0.71	4.26	0.25
SVGZ	Stakhanov railway car building works	1.239	3.97	0.14	0.43	3.63	0.35
<b>Oil and gas industry</b>							
UNAF	Ukrnafta	242.96	17.24	0.87	0.85	6.07	0.73
<b>Banks</b>							
BAVL	Raiffeisen Bank Aval	0.1686	9.27	x	x	x	0.7
FORM	Forum Bank	0.649	neg	x	x	x	0.28
USCB	UkrSotsbank	0.1589	944.14	x	x	x	0.37
<b>Other industries</b>							
MTBD	Mostobud	27.7	neg	0.45	19.2	neg	0.09
STIR	Concern Stirol	13.4	neg	0.06	0.14	neg	neg
UTLM	Ukrtelecom	0.16	36.97	0.45	0.75	3.4	0.55

## ANALYTICAL DEPARTMENT

Vitaly Murashkin  
[VMurashkin@itt-group.com](mailto:VMurashkin@itt-group.com)  
Head of Department

Yegor Burkov  
[EBurkov@itt-group.com](mailto: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](http://www.itt-group.com)