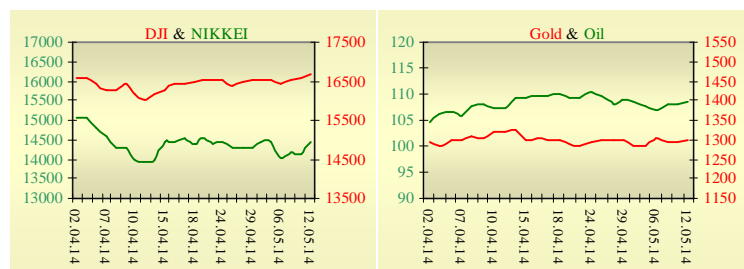
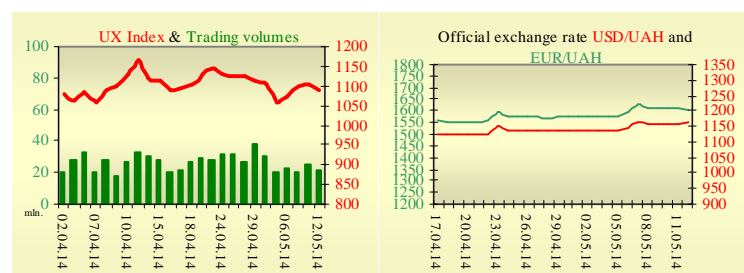


## Morning stock market review 13 May 2014

Index	Closing	Change
<b>Dow Jones</b>	16 695.47	0.68%
<b>S&amp;P 500</b>	1 896.65	0.97%
<b>NASDAQ comp</b>	4 143.86	1.77%
<b>FTSE 100</b>	6 851.75	0.55%
<b>CAC 40</b>	4 493.65	0.37%
<b>DAX 30</b>	9 702.46	1.26%
<b>Nikkei 225</b>	14 425.44	1.95%



UX	Index	Change	Volume, UAH mln.
	1 087.90	-1.27%	21.2



Value for 10:00		
Futures	Index	Change
<b>Dow Jones</b>	16 678.00	0.13%
<b>S&amp;P 500</b>	1 894.80	0.10%
<b>NASDAQ 100</b>	3 613.25	0.15%

Commodity markets		
<b>Oil Brent</b>	108.41	0.48%
<b>Gold</b>	1 298.75	0.58%

Interbank loans	12 May		
	o/n	7 days	30 days
<b>KIBID (UAH)</b>	6.89		
<b>KIBOR (UAH)</b>	13.2		
<b>KIBID (USD)</b>	5.40		
<b>KIBOR (USD)</b>	8.80		

Interbank currency	Bid/Ask	
	closing 12 May	
<b>UAH/USD</b>	11.7000 / 11.8000	
<b>UAH/EUR</b>	16.0395 / 16.5240	
<b>UAH/RUB</b>	0.3315 / 0.3372	

### Last closure

On Monday, May 12, trades in USA have come to the end with growth, after Internet and small-cap shares rallied amid deals activity that boosted confidence in the US economy. About 76% of the 453 S&P 500 companies that have released results this earnings season have beaten estimates for profit, while 53% have exceeded revenue projections. Profit at the companies will probably rise 7.2% this year, as sales will climb 4%, according to analysts' estimates. Twitter Inc. added 5.9% after falling 18% last week, the most since its initial public offering in November. Facebook Inc. rose 4.5% following a 5.3% drop last week. Yahoo! Inc. gained 2% after slumping 8.4% last week, the most since September 2011. On the day's result, index Dow Jones rose by 0.68%, S&P has increased by 0.97%, Nasdaq grew by 1.77%.

European stock exchanges closed with growth of main indexes, as mining companies advanced. JPMorgan upgraded its rating on European mining companies to overweight from underweight, with strategists led by Mislav Matejka citing cuts to spending and costs, as well as improving demand from China. JPMorgan also named Rio Tinto Group and BHP Billiton Ltd as the most attractive stocks in the industry. A gauge of European mining shares jumped 2.7% and prices for copper and base metals rose. BHP Billiton climbed 2.7% to 1,948 pence, Rio Tinto advanced 4.8% to 3,340 pence and Anglo American Plc rose 2.3% to 1,641.5 pence. A gauge of European mining shares jumped 2.7% and prices for copper and base metals rose. BHP Billiton climbed 2.7% to 1,948 pence, Rio Tinto advanced 4.8% to 3,340 pence and Anglo American Plc rose 2.3% to 1,641.5 pence. On the day's result, British FTSE rose by 0.72%, CAC 40 (France) grew by 0.55%, DAX (Germany) has increased by 0.37%.

Junes' contractual price on Brent oil, grew by \$0.52 to \$108.41 per barrel.

### In Ukraine

Trades on the Ukrainian stock exchange opened by decrease, day passed without certain dynamics. Value of the UX index has declined by 1.27% to 1087.90. Share trades capacity on the application market was equal to UAH 5.4 million. Trades capacity on the derivatives market was equal to UAH 3.8 million. Total trades capacity for yesterday — UAH 25 million. All ten shares of an index basket retreated. Worse than market looked shares of Raiffeisen Bank Aval (-2.54%).

Russia indicated it "respects" the results of two disputed referendums in eastern Ukraine, which separatists said backed independence, while the European Union added companies to its list of sanctions for the first time. Managing Director of the International Monetary Fund Christine Lagarde said that the IMF assistance program for Ukraine, valued by the Fund at \$17 billion, will be insufficient and should be increased.

### Premarket

External background at the opening is positive. Russian Prime Minister Dmitry Medvedev instructed Gazprom to start supplying gas to Ukraine on a prepaid basis from May 13. Ukraine had to pay for Russian gas supplies before June 2. Growth in Chinese factory output probably unexpectedly slowed to 8.7% in April, missing the forecast for an 8.9% expansion from economists surveyed by Bloomberg. It dropped to 8.8% in March in a third slowing month.

The Asian indexes are growing today. Nikkei rose by 1.95%, Hong Kong Hang Seng increasing by 0.36%.

Futures on American indexes are growing today from 0.10% to 0.15%.

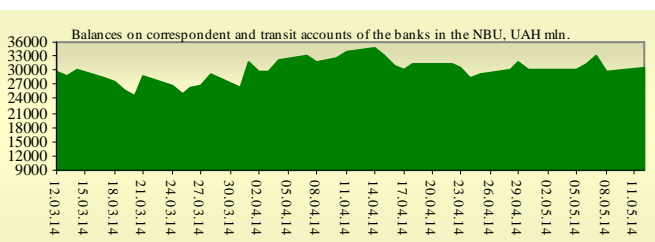
Russian indexes as of 10:00 a.m. are rising — RTS increasing by 1.40%, MICEX growing by 0.74%.

### Our expectations

We expect opening of the Ukrainian market on neutral territory.

In Europe will be published ZEW Economic Sentiment in Germany and in the E.U. (12:00 a.m.).

In the U.S. will be published retail sales (3:30 p.m.), import price index (3:30 p.m.) and data on business inventories (5:00 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	0.0315	neg	4.64	89.44	neg	0.64
AZST	Azovstal Iron and Steel Works	0.691	neg	0.14	0.87	neg	0.23
ENMZ	Enakievo Metallurgical Plant	33	1.05	0.03	0.95	162.99	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.151	neg	0.08	0.07	0.6	0.25
<b>Coke industry</b>							
ALKZ	Alchevsk Cokery Plant	0.061	3.11	0.03	0.06	2.95	0.12
AVDK	Avdiivka Cokery Plant	2.96	neg	0.07	0.07	neg	0.11
YASK	Yasynivka Cokery Plant	0.61	2.49	0.05	0.06	1.01	0.11
<b>Quarrying industry</b>							
CGOK	Central Ore Mining and Processing Plant	7.199	9.57	1.55	1.7	3.94	1.85
PGOK	Poltava Ore Mining and Processing Plant	13.1	4.68	0.25	0.56	2.86	0.35
SGOK	North Ore Mining and Processing Plant	7.7	3.85	1.29	1.51	2.81	1.16
<b>Mining industry</b>							
SHKD	DTEK Mine Komsomolets Donbassa	0.95	neg	0.15	0.56	1.2	0.2
SHCHZ	Pokrovske Mine Management	0.54	1.19	0.11	0.31	1.04	0.19
<b>Pipe industry</b>							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.2665	neg	0.03	0.21	2.89	0.08
HRTR	Khartsyzsk Tube Works	0.84	5.84	0.46	0.46	3.37	1.74
<b>Energy industry</b>							
DNON	DTEK Dniiproblenergo	121	2.67	0.17	0.38	2.51	0.44
CEEN	Centerenergo	5.9518	7.28	0.28	0.36	5.44	0.86
DNEN	Dniiproenergo	380	1.8	0.24	0.22	0.96	0.38
DOEN	Donbasenergo	40.91	2.61	0.18	0.23	2.09	0.87
KREN	DTEK Krymenergo	1.999	8.44	0.13	0.27	1.04	0.21
ZAEN	DTEK Zakhidenergo	133	8.81	0.16	0.2	3.26	1.08
ZHEN	Zhytomyroblenergo	1.5555	3.86	0.14	0.16	0.9	0.09
<b>Mechanical engineering</b>							
KRAZ	AvtoKrAZ	0.0505	neg	0.23	3.18	neg	0.16
KVBZ	Krukivsky Carriage Works	16.46	3.39	0.31	0.35	2.5	0.69
LTPL	Luganskteplovoz	1.45	2.95	0.14	0.34	2.35	0.44
LUAZ	Bogdan Motors	0.0439	0.43	0.26	4.41	neg	0.3
MSICH	Motor Sich	1726	3.02	0.41	0.43	1.88	0.4
MZVM	Mariupol Heavy Machine Building Plant	0.1	neg	0.11	1.01	6.61	0.13
SMASH	Sumy Frunze Machine Building Plant	3.51	0.99	0.09	0.7	4.23	0.24
SVGZ	Stakhanov railway car building works	1.011	3.24	0.11	0.41	3.41	0.29
<b>Oil and gas industry</b>							
UNAF	Ukrnafta	234	16.6	0.84	0.82	5.84	0.7
<b>Banks</b>							
BAVL	Raiffeisen Bank Aval	0.1801	9.9	x	x	x	0.75
FORM	Forum Bank	0.4088	neg	x	x	x	0.18
USCB	UkrSotsbank	0.1571	933.45	x	x	x	0.37
<b>Other industries</b>							
MTBD	Mostobud	27.6	neg	0.45	19.2	neg	0.09
STIR	Concern Stirol	13.8	neg	0.06	0.14	neg	neg
UTLM	Ukrtelecom	0.162	37.43	0.45	0.76	3.43	0.56

## 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)