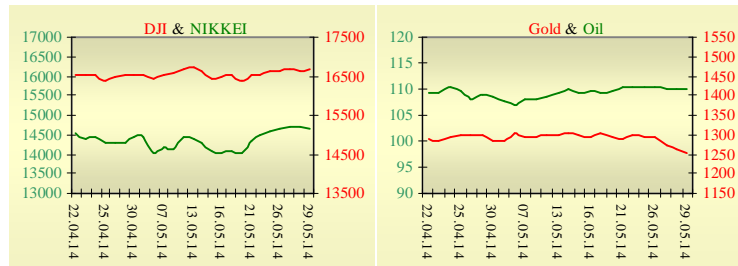
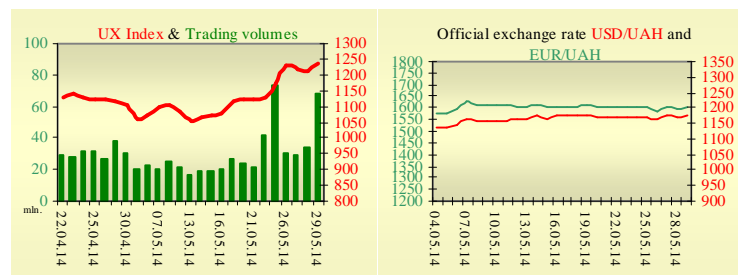


**Morning stock market review 30 May 2014**

Index	Closing	Change
<b>Dow Jones</b>	16 698.74	0.39%
<b>S&amp;P 500</b>	1 920.03	0.54%
<b>NASDAQ comp</b>	4 247.95	0.54%
<b>FTSE 100</b>	6 871.29	0.29%
<b>CAC 40</b>	4 530.51	-0.02%
<b>DAX 30</b>	9 938.90	0.00%
<b>Nikkei 225</b>	14 632.38	-0.34%



UX	Index	Change	Volume, UAH mln.
	1 237.14	1.88%	68.6



Value for 10:04		
Futures	Index	Change
<b>Dow Jones</b>	16 662.00	-0.11%
<b>S&amp;P 500</b>	1 914.80	-0.16%
<b>NASDAQ 100</b>	3 730.75	-0.12%

Commodity markets		
<b>Oil Brent</b>	109.97	0.14%
<b>Gold</b>	1 255.00	-0.67%

Interbank loans	29 May		
	o/n	7 days	30 days
<b>KIBID (UAH)</b>	6.67	1.50	3.00
<b>KIBOR (UAH)</b>	12.3	5.50	7.00
<b>KIBID (USD)</b>	7.20		
<b>KIBOR (USD)</b>	11.2		

Interbank currency	Bid/Ask	
	closing 05.29	
<b>UAH/USD</b>	11.8000 / 11.8500	
<b>UAH/EUR</b>	16.0615 / 16.1335	
<b>UAH/RUB</b>	0.3419 / 0.3425	

**Last closure**

On Thursday, May 29, trades in USA have come to the end with growth, as investors speculated the economy is improving following a contraction in the first quarter. The U.S. economy contracted for the first time in three years from January through March as companies added to inventories at a slower pace and curtailed investment. Gross domestic product fell at a 1% annualized rate in the first quarter, a bigger decline than projected, after a previously reported 0.1% gain. Warmer weather and higher expectations failed to cause a meaningful surge in home sales. Signed contracts to buy existing homes increased just 0.4% in April. The expectation had been for at least a 2% gain sequentially. The Realtors' so-called pending home sales index is now 9.2% lower than April of 2013. The number of Americans filing claims for new jobless benefits fell last week and remained near prerecession levels, the latest sign that the labor market is showing signs of strength. Initial claims for unemployment benefits dropped by 27,000 to a seasonally adjusted 300,000 in the week ended May 24. Economists surveyed by The Wall Street Journal estimated claims would fall to 319,000 from the prior week. First-time claims for the May 17 week were revised up slightly to 327,000. On the day's result, index Dow Jones rose by 0.39%, S&P has increased by 0.54%, Nasdaq grew by 0.54%.

European stock exchanges closed with mixed dynamics of main indexes, as data showed the U.S. economy contracted for the first time in 12 quarters while jobless claims declined last week. European Central Bank President Mario Draghi pledged to ease monetary policy in June if necessary. Markets in Austria, Luxembourg, Denmark, Finland, Iceland, Norway, Sweden and Switzerland were closed for the Ascension Day holiday. Spain's economy could continue to grow in coming quarters at a similar pace to the 0.4% growth registered in the first quarter. The 0.4% growth was compared with the previous quarter. On an annual basis the economy expanded 0.5% in the first quarter. On the day's result, British FTSE rose by 0.29%, CAC 40 (France) has decreased by 0.02%, DAX (Germany) remained unchanged.

Junes' contractual price on Brent oil, grew by \$0.16 to \$109.97 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 1.88% to 1237.14. Share trades capacity on the application market was equal to UAH 11.3 million. Trades capacity on the derivatives market was equal to UAH 5.6 million. Total trades capacity for yesterday — UAH 74.2 million.

From ten shares of an index basket, two have declined. Leaders of growth were shares of Enakievo Metallurgical Plant (+12.86%) and Alchevsk Metallurgical Plant (+6.57%). Worse than market looked shares of Donbasenergo (-0.81%).

The Cabinet of Ministers of Ukraine has recommended the National Commission for Energy Regulation from June 1, 2014 set new tariffs for households, permitting an increase in the minimum first tier tariffs to 23.7 kopecks per kilowatt-hour for apartments with electric stoves and to 30.84 kopecks per kilowatt without electric stoves, which is 10% up on the current tariffs. On Thursday terrorists shot down the Ukrainian Mi-8 helicopter in Sloviansk, Donetsk region, killing 12 servicemen, including National Guard General Serhiy Kulchitsky. One serviceman has survived. Ukraine's anti-terrorist forces after artillery and air bombardment destroyed the terrorists shot down the Mi-8 helicopter.

**Premarket**

External background at the opening is neutral. Talks between Russia, Ukraine and the European Commission to resolve a gas dispute will go ahead on Friday, the Commission said, as time runs out to avert a threat that Moscow could cut off supplies to Ukraine. Industrial output in Japan dipped 2.5% on month in April. That missed forecasts for a decline of 2.0% following the 0.7% increase in March. Germany's retail sales fell unexpectedly in April after rising for three consecutive months, official figures revealed Friday. Retail sales turnover declined by a real 0.9% from March, when it was up 0.1%. Sales were expected to rise by 0.2%. The Asian indexes are showing mixed dynamics today. Nikkei has lowered by 0.347%, Hong Kong Hang Seng increasing by 0.17%.

Futures on American indexes are decreasing today from 0.11% to 0.16%.

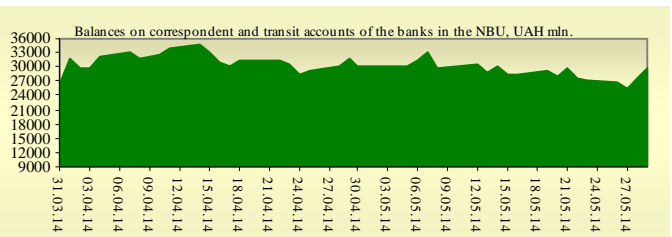
Russian indexes as of 10:02 a.m. are decreasing — RTS decreasing by 0.38%, MICEX lowers by 0.15%.

**Our expectations**

We expect opening of the Ukrainian market on neutral territory.

In Europe will be published index IFO in Germany (11:00 a.m.) and data on GDP in the U.K. (11:30 a.m.).

In the U.S. will be published core PCE price index (3:30 PM), personal spending (3:30 PM), and Chicago PMI (4:45 PM).



## 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	0.0357	neg	5.26	90.06	neg	0.72
AZST	Azovstal Iron and Steel Works	0.793	neg	0.16	0.89	neg	0.26
ENMZ	Enakievo Metallurgical Plant	43.612	1.39	0.04	0.96	164.57	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.134	neg	0.07	0.06	0.52	0.22
<b>Coke industry</b>							
ALKZ	Alchevsk Cokery Plant	0.066	3.37	0.03	0.06	3.06	0.13
AVDK	Avdiivka Cokery Plant	3.2787	neg	0.08	0.07	neg	0.12
YASK	Yasynivka Cokery Plant	0.646	2.64	0.05	0.06	1.07	0.11
<b>Quarrying industry</b>							
CGOK	Central Ore Mining and Processing Plant	7.35	9.77	1.58	1.73	4.01	1.89
PGOK	Poltava Ore Mining and Processing Plant	14.3	5.11	0.27	0.58	2.98	0.38
SGOK	North Ore Mining and Processing Plant	8.249	4.13	1.39	1.6	2.98	1.25
<b>Mining industry</b>							
SHKD	DTEK Mine Komsomolets Donbassa	1	neg	0.16	0.57	1.21	0.21
SHCHZ	Pokrovske Mine Management	0.588	1.29	0.12	0.32	1.07	0.21
<b>Pipe industry</b>							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.295	neg	0.03	0.21	2.94	0.09
HRTR	Khartsyzsk Tube Works	0.85	5.91	0.47	0.46	3.41	1.76
<b>Energy industry</b>							
DNON	DTEK Dniiproblenergo	100	2.2	0.14	0.35	2.31	0.37
CEEN	Centerenergo	7.2295	8.85	0.35	0.42	6.37	1.05
DNEN	Dniiproenergo	500	2.37	0.32	0.29	1.3	0.51
DOEN	Donbasenergo	45.33	2.89	0.2	0.25	2.27	0.96
KREN	DTEK Krymenergo	1.678	7.08	0.11	0.25	0.95	0.18
ZAEN	DTEK Zakhidenergo	142.5	9.44	0.17	0.21	3.45	1.16
ZHEN	Zhytomyroblenergo	1.89	4.69	0.17	0.19	1.07	0.11
<b>Mechanical engineering</b>							
KRAZ	AvtoKrAZ	0.0975	neg	0.44	3.39	neg	0.3
KVBZ	Krukivsky Carriage Works	16.6	3.42	0.31	0.35	2.52	0.7
LTPL	Luganskteplovoz	1.485	3.02	0.15	0.34	2.38	0.45
LUAZ	Bogdan Motors	0.0587	0.57	0.35	4.5	neg	0.4
MSICH	Motor Sich	2205	3.85	0.52	0.54	2.37	0.51
MZVM	Mariupol Heavy Machine Building Plant	0.1099	neg	0.13	1.02	6.69	0.15
SMASH	Sumy Frunze Machine Building Plant	4.34	1.23	0.11	0.72	4.36	0.3
SVGZ	Stakhanov railway car building works	1.166	3.73	0.13	0.43	3.56	0.33
<b>Oil and gas industry</b>							
UNAF	Ukrnafta	267	18.94	0.95	0.94	6.68	0.8
<b>Banks</b>							
BAVL	Raiffeisen Bank Aval	0.1639	9.01	x	x	x	0.68
FORM	Forum Bank	0.715	neg	x	x	x	0.31
USCB	UkrSotsbank	0.1699	1009.5	x	x	x	0.4
<b>Other industries</b>							
MTBD	Mostobud	27.7	neg	0.45	19.2	neg	0.09
STIR	Concern Stirol	16.5	neg	0.07	0.15	neg	neg
UTLM	Ukrtelecom	0.165	38.13	0.46	0.77	3.47	0.57

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