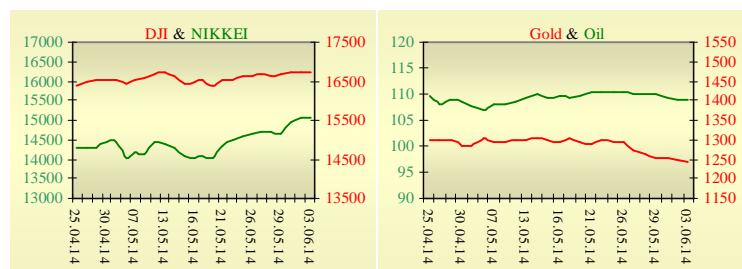
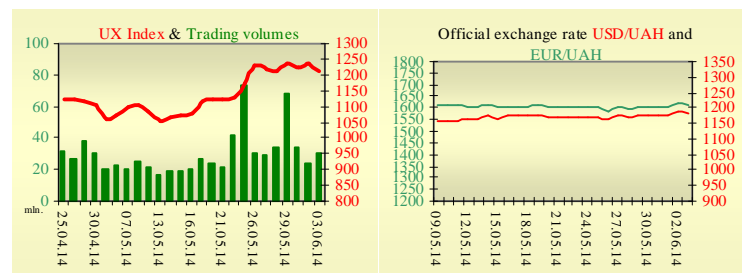


Morning stock market review 4 June 2014

Index	Closing	Change
Dow Jones	16 722.34	-0.13%
S&P 500	1 924.24	-0.04%
NASDAQ comp	4 234.08	-0.07%
FTSE 100	6 836.30	-0.41%
CAC 40	4 503.69	-0.27%
DAX 30	9 919.74	-0.31%
Nikkei 225	15 067.96	0.22%



UX	Index	Change	Volume, UAH mln.
	1 209.82	-1.95%	30.8



Value for 10:01		
Futures	Index	Change
Dow Jones	16 699.00	-0.08%
S&P 500	1 920.20	-0.09%
NASDAQ 100	3 727.00	-0.10%

Commodity markets		
Oil Brent	108.82	-0.00%
Gold	1 242.75	-0.36%

Interbank loans	3 June		
	o/n	7 days	30 days
KIBID (UAH)	7.00	1.25	8.50
KIBOR (UAH)	11.1	7.25	12.5
KIBID (USD)	6.00		
KIBOR (USD)	9.75		

Interbank currency	Bid/Ask	
	closing 06.03	
UAH/USD	11.9910 / 12.0185	
UAH/EUR	16.3380 / 16.3795	
UAH/RUB	0.3412 / 0.3438	

Last closure

On Tuesday, May 3, trades in USA have come to the end with decrease, as investors awaited a European Central Bank decision on stimulus measures and a report on American employment in May. New orders for US-made factory goods rose for a third straight month in April and automakers reported robust vehicle sales in May, boosting the outlook for second-quarter economic growth. Factory orders increased 0.7% after an upwardly revised 1.5% advance in March. March's orders had previously been reported as having risen 0.9%. Excluding the volatile transportation category, orders rose 0.5%, the third straight monthly gain. On the day's result, index Dow Jones has declined by 0.13%, S&P has lowered by 0.04%, Nasdaq has decreased by 0.07%.

European stock exchanges closed with decrease of main indexes. Eurostat released a very disappointing report on consumer prices Tuesday morning, two days ahead of the European Central Bank policy meeting. CPI rose just 0.5% in May, below both the forecast and April's reading of 0.7%. This marks the eighth consecutive month Euro area inflation has been less than half the European Central Bank's stated target of 2%. The ECB will announce its latest interest rate policy Thursday at 7:45 a.m. ET, and economists tracked by Bloomberg are forecasting a bombshell announcement: Negative deposit rates. Eurozone unemployment rate fell slightly to 11.7% in April from 11.8% in March. The drop means 18.75 million were unemployed in April. In total, the number of people unemployed fell by 76,000 between March and April. There were wide variations across the eurozone. Austria had the lowest unemployment rate at 4.9%, closely followed by Germany with 5.2%. In Greece, unemployment was 26.5% in February, while Spain had a 25.1% unemployment rate. On the day's result, British FTSE has declined by 0.41%, CAC 40 (France) has decreased by 0.27%, DAX (Germany) has lowered by 0.31%.

Junes' contractual price on Brent oil, decreased by \$0.01 to \$108.82 per barrel.

In Ukraine

Trades on the Ukrainian stock exchange opened on neutral territory, day passed with negative dynamics. Value of the UX index has declined by 1.95% to 1209.82. Share trades capacity on the application market was equal to UAH 6.6 million. Trades capacity on the derivatives market was equal to UAH 6.5 million. Total trades capacity for yesterday — UAH 37.3 million.

All ten shares of an index basket retreated. Worse than market looked shares of Enakievo Metallurgical Plant (-2.7%) and Ukrsofsbank (-2.7%). Ukraine's gold, currency reserves up to \$18 bln - Ukrainian Prime Minister Arseniy Yatseniuk said. In January-April Ukraine's international reserves dropped 30.3%, or \$6.19 billion to \$14.226 billion, or two months worth of imports.

Premarket

External background at the opening is moderately negative. Interim Ukrainian President and Verkhovna Rada Chairman Oleksandr Turchynov has instructed National Security and Defense Council Secretary Andriy Parubiy along with a number of agencies to urgently consider whether it would be appropriate to impose martial law on Donetsk and Luhansk regions, where a military operation is under way.

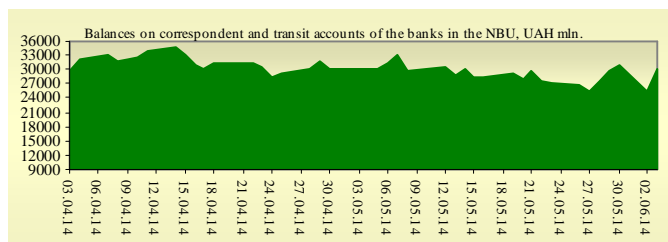
The Asian indexes are showing mixed dynamics today. Nikkei rose by 0.22%, Hong Kong Hang Seng declining by 0.65%.

Futures on American indexes are decreasing today from 0.08% to 0.10%. Russian indexes as of 10:00 AM are decreasing — RTS decreasing by 0.47%, MICEX lowers by 0.11%.

Our expectations

We expect opening of the Ukrainian market on neutral territory. In Europe will be published services Purchasing Managers' Index in Spain, Italy, France, Germany, U.K. and E.U (10:15 - 11:30 AM). Also will be published data on GDP in the E.U. (12:00 AM).

In the U.S. will be published ADP National Employment Report (3:15 PM), trade balance (3:30 PM), and the Institute of Supply Management (ISM) Non-Manufacturing Purchasing Managers' Index (5:00 PM).



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	0.0353	neg	5.2	90	neg	0.72
AZST	Azovstal Iron and Steel Works	0.759	neg	0.15	0.89	neg	0.25
ENMZ	Enakievo Metallurgical Plant	41.3509	1.32	0.04	0.96	164.24	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.15	neg	0.08	0.07	0.59	0.25
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.06	3.06	0.03	0.06	2.93	0.12
AVDK	Avdiivka Cokery Plant	3.221	neg	0.07	0.07	neg	0.12
YASK	Yasynivka Cokery Plant	0.656	2.68	0.06	0.06	1.08	0.11
Quarrying industry							
CGOK	Central Ore Mining and Processing Plant	7.339	9.76	1.58	1.73	4.01	1.88
PGOK	Poltava Ore Mining and Processing Plant	14.2	5.08	0.27	0.58	2.97	0.37
SGOK	North Ore Mining and Processing Plant	8.05	4.03	1.35	1.57	2.92	1.22
Mining industry							
SHKD	DTEK Mine Komsomolets Donbassa	1.04	neg	0.17	0.57	1.23	0.22
SHCHZ	Pokrovske Mine Management	0.58	1.27	0.12	0.32	1.06	0.21
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.295	neg	0.03	0.21	2.94	0.09
HRTR	Khartsyzsk Tube Works	0.8499	5.91	0.47	0.46	3.41	1.76
Energy industry							
DNON	DTEK Dniiproblenergo	100	2.2	0.14	0.35	2.31	0.37
CEEN	Centerenergo	7.0506	8.63	0.34	0.41	6.24	1.02
DNEN	Dniiproenergo	489	2.32	0.31	0.29	1.27	0.49
DOEN	Donbasenergo	41.3028	2.64	0.19	0.23	2.1	0.88
KREN	DTEK Krymenergo	1.4	5.91	0.09	0.23	0.88	0.15
ZAEN	DTEK Zakhidenergo	140	9.28	0.17	0.21	3.4	1.14
ZHEN	Zhytomyroblenergo	1.731	4.3	0.16	0.17	0.99	0.1
Mechanical engineering							
KRAZ	AvtoKrAZ	0.0965	neg	0.43	3.39	neg	0.3
KVBZ	Krukivsky Carriage Works	16.075	3.31	0.3	0.34	2.45	0.68
LTPL	Luganskteplovoz	1.4475	2.94	0.14	0.34	2.35	0.44
LUAZ	Bogdan Motors	0.057	0.55	0.34	4.49	neg	0.39
MSICH	Motor Sich	2264	3.96	0.53	0.56	2.43	0.52
MZVM	Mariupol Heavy Machine Building Plant	0.1043	neg	0.12	1.01	6.65	0.14
SMASH	Sumy Frunze Machine Building Plant	4.287	1.21	0.11	0.72	4.35	0.29
SVGZ	Stakhanov railway car building works	1.164	3.73	0.13	0.43	3.56	0.33
Oil and gas industry							
UNAF	Ukrnafta	257.5	18.27	0.92	0.91	6.44	0.77
Banks							
BAVL	Raiffeisen Bank Aval	0.1611	8.86	x	x	x	0.67
FORM	Forum Bank	0.706	neg	x	x	x	0.31
USCB	UkrSotsbank	0.1655	983.36	x	x	x	0.39
Other industries							
MTBD	Mostobud	27.7	neg	0.45	19.2	neg	0.09
STIR	Concern Stirol	14.37	neg	0.07	0.14	neg	neg
UTLM	Ukrtelecom	0.167	38.59	0.47	0.77	3.49	0.58

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