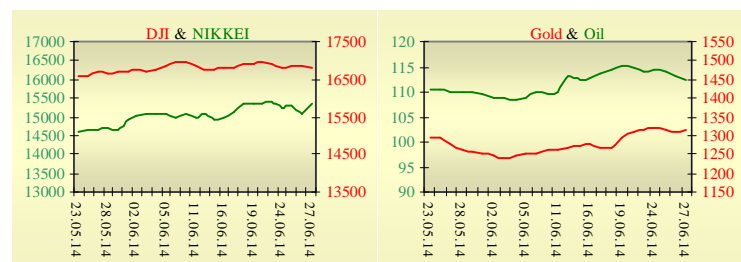
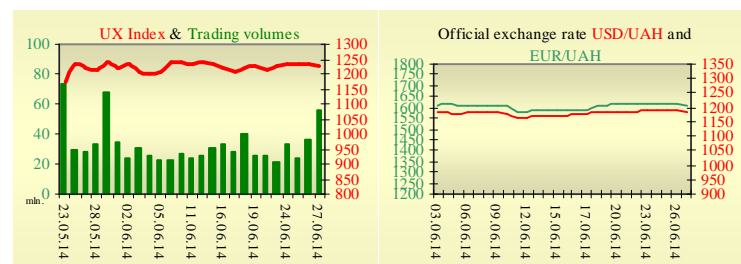


Morning stock market review 1 July 2014

Index	Closing	Change
Dow Jones	16 826.60	-0.15%
S&P 500	1 960.23	-0.04%
NASDAQ comp	4 408.18	0.23%
FTSE 100	6 743.94	-0.20%
CAC 40	4 422.84	-0.32%
DAX 30	9 833.07	0.18%
Nikkei 225	15 326.20	1.08%



UX	Index	Change	Volume, UAH mln.
	1 226.69	-0.60%	56.2



Value for 10:01		
Futures	Index	Change
Dow Jones	16 765.00	0.14%
S&P 500	1 955.20	0.14%
NASDAQ 100	3 848.00	0.19%

Commodity markets		
Oil Brent	112.36	-0.75%
Gold	1 315.00	0.24%

	27 June		
	o/n	7 days	30 days
Interbank loans			
KIBID (UAH)	6.44	1.50	3.00
KIBOR (UAH)	10.8	5.50	7.00
KIBID (USD)	5.40		
KIBOR (USD)	9.20		

Interbank currency	Bid/Ask	
	closing 27.06	
UAH/USD	11.7500 / 11.8300	
UAH/EUR	15.9990 / 16.1120	
UAH/RUB	0.3488 / 0.3501	

Last closure

On Monday, Jun 30, trades in USA have come to the end with mixed dynamics, as housing data beat estimates to offset a weaker-than-forecast manufacturing reading. A gauge of pending home sales jumped 6.1% in May to reach the highest level in eight months, signaling that upcoming closings of existing homes are likely to speed up. The index of pending home sales hit 103.9 in May, compared with 97.9 in April. Chicago purchasing managers' index slumped to a seasonally adjusted 62.6 this month from a reading of 65.5 in May. Analysts had expected the index to decline to 63.0 in June. On the day's result, index Dow Jones has declined by 0.15%, S&P has lowered by 0.04%, Nasdaq grew by 0.23%. European stock exchanges closed with mixed dynamics of main indexes, as contracts to buy previously owned U.S. houses jumped in May by the most in four years. Sales of retail sector in Germany declined for a second straight month in May. Retail sales in the Europe's largest economy shrank by 0.6% in May compared with the previous month when adjusted for inflation, calendar and seasonal variations. Euro-zone inflation remains very subdued, stuck at the multi-year low of 0.5%. However, core inflation rose from the multi-year lows of 0.7% to 0.8%. Officially, a headline CPI of 0.6% was expected but it remained at 0.5% like in May. Core CPI rose to 0.8%, beating expectations of 0.7%. Economists had expected the sales to rise by 0.8%, following a month-on-month decline of 0.9% in April. On the day's result, British FTSE has declined by 0.20%, CAC 40 (France) has decreased by 0.32%, DAX (Germany) has increased by 0.18%. August's contractual price on Brent oil, decreased by \$0.94 to \$112.36 per barrel.

In Ukraine

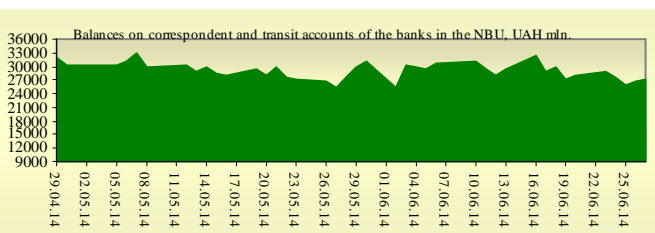
On Friday, Jun 27, trades on the Ukrainian stock exchange opened by growth, day passed without certain dynamics. Value of the UX index has declined by 0.60% to 1226.69. Share trades capacity on the application market was equal to UAH 10.8 million. Trades capacity on the derivatives market was equal to UAH 7 million. Total trades capacity for yesterday — UAH 63.3 million. From ten shares of an index basket, six have retreated. Leaders of growth were shares of UkrSotsbank (+1.82%). Worse than market, looked shares of Ukrnafta (-3.22%) and Enakievo Metallurgical Plant (-2.21%). Ukraine's national budget in May saw UAH 5.29 billion in deficit compared to UAH 2.8 billion in April. According to the ministry, in January-May 2014, the deficit of the national budget came to UAH 12.22 billion, which is 33.9% down the deficit in January-May 2013, or 17.8% of the annual indicator (UAH 65.56 billion).

Premarket

External background at the opening is neutral. Following a meeting of the National Security and Defense Council on June 30, Ukrainian President Petro Poroshenko has decided to end a unilateral ceasefire in the Donetsk and Luhansk regions. Thus, the term of the ceasefire announced by the president on June 20 and extended until 22.00 Kyiv time on June 30 is considered as expired. China's official manufacturing Purchasing Managers Index rose to 50.8 in May compared with 50.4 in April. A preliminary reading of the HSBC PMI rose to a five-month high of 49.7 in May, from a final figure of 48.1 in April. The Asian indexes are showing mixed dynamics today. Nikkei rose by 1.08%, Hong Kong Hang Seng declining by 0.13%. Futures on American indexes are growing today from 0.15% to 0.19%. Russian indexes as of 10:01 a.m. are decreasing — RTS decreasing by 1.47%, MICEX lowers by 0.91%.

Our expectations

We expect opening of the Ukrainian market by decrease. In Europe will be published Manufacturing PMI in Spain (10:13 AM), Italy (10:45 AM), France (10:50 AM), Germany (10:55 AM) and in the E.U. (11:00 AM). Also will be published German Unemployment Change (10:55 AM) and Unemployment Rate in the E.U. (12:00 AM) In the U.S. will be published Institute of Supply Management 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	0.037	neg	0.59	18.46	37.47	neg
AZST	Azovstal Iron and Steel Works	0.783	24.31	0.17	0.15	neg	0.3
ENMZ	Enakievo Metallurgical Plant	44.68	neg	0.04	0.09	neg	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.16	neg	0.08	0.07	neg	0.27
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.064	9.67	0.04	0.11	4.65	0.13
AVDK	Avdiivka Cokery Plant	3.242	neg	0.09	0.07	neg	0.14
YASK	Yasynivka Cokery Plant	0.715	neg	0.1	0.09	3.22	0.03
Quarrying industry							
CGOK	Central Ore Mining and Processing Plant	6.95	4.45	1.39	1.38	2.65	1.1
PGOK	Poltava Ore Mining and Processing Plant	14.8	7.47	0.34	0.91	4.54	0.43
SGOK	North Ore Mining and Processing Plant	8.1	4.54	1.4	1.64	2.68	1.12
Mining industry							
SHKD	DTEK Mine Komsomolets Donbassa	0.9	1.52	0.16	0.59	1.61	0.17
SHCHZ	Pokrovske Mine Management	0.727	neg	0.21	0.35	1.91	0.3
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.379	neg	0.04	0.22	3.97	0.11
HRTR	Khartsyzsk Tube Works	0.8799	43.72	1.87	1.86	5.4	1.9
Energy industry							
CEEN	Centerenergo	7.3472	6.39	0.29	0.39	4.29	1.08
CHEN	Chernivtsioblenergo	1.3	4	0.11	0.21	2.17	0.41
CHEON	Chernigivoblenergo	1.23	1.74	0.14	0.14	1.32	0.32
CHON	Cherkasyoblenergo	1.25	6.68	0.14	0.12	2.03	0.63
DNEN	Dniproenergo	440	2.04	0.27	0.28	1.1	0.4
DNON	DTEK Dniprooblenergo	133	neg	0.04	0.05	1.77	0.65
DOEN	Donbasenergo	39.438	1.5	0.16	0.3	1.69	0.66
DOON	Donetskoblenergo	7.001	2.74	0.08	0.17	1.19	0.39
HAON	Kharkivoblenergo	1.1675	6.15	0.08	0.06	0.84	0.14
HMON	Khmelnitskoblenergo	1.25	6.72	0.17	0.17	1.6	0.23
KION	Kirovogradoblenergo	1.41	neg	0.16	0.32	3.32	0.18
KOEN	Kyivoblenergo	1.111	neg	0.35	0.35	5.2	0.47
KREN	DTEK Krymenergo	1.515	neg	0.1	0.24	2.22	0.18
LVON	Lvivoblenergo	2	neg	0.17	0.2	1.79	0.12
MOEN	Mykolayivoblenergo	1.39	14.16	0.16	0.43	14.17	0.59
ODEN	Odesaoblenergo	0.6055	neg	0.11	0.26	1.75	0.14
PREN	Prykarpattiaoblenergo	1.3	1.69	0.13	0.15	0.83	0.11
VOEN	Volynoblenergo	0.5	171.31	0.31	0.3	4.34	0.36
ZAEN	DTEK Zakhidenergo	142	4.01	0.16	0.27	2.31	1.22
ZAON	Zaporizhoblenergo	1.5	13.62	0.06	0.25	6.91	0.76
ZHEN	Zhytomyroblenergo	1.799	6.31	0.16	0.18	1.22	0.11
ZOEN	Zakarpattiaoblenergo	0.92	1.21	0.12	0.36	2.28	0.36
Mechanical engineering							
KRAZ	AvtoKRAZ	0.1	2.52	0.36	2.83	17.51	0.3
KVBZ	Krukivsky Carriage Works	18.81	11.66	0.87	0.9	10.63	0.78
LTPL	Luganskteplovovoz	1.395	1.93	0.1	0.32	3.13	0.41
LUAZ	Bogdan Motors	0.0603	neg	0.22	0.22	neg	0.45
MSICH	Motor Sich	2429.5556	3.4	0.59	0.62	1.55	0.51
MZVM	Mariupol Heavy Machine Building Plant	0.1077	neg	0.24	0.23	0.61	0.15
SMASH	Sumy Frunze Machine Building Plant	4.2	neg	0.13	0.79	39.31	0.29
SVGZ	Stakhanov railway car building works	1.151	neg	0.24	0.94	28.11	0.4
Oil and gas industry							

UNAF	Ukrnafta	246.0417	43.46	0.62	0.62	5.5	0.74
Banks							
BAVL	Raiffeisen Bank Aval	0.1543	8.48	x	x	x	0.64
FORM	Forum Bank	0.3134	neg	x	x	x	0.14
USCB	Ukrsotsbank	0.1676	995.84	x	x	x	0.39
Other industries							
KFTP	Slavic wallpapers	36	1.7	0.18	0.13	0.63	0.31
MTBD	Mostobud	27	neg	0.16	7.2	neg	neg
SLVT	Slavutych	1.191	neg	0.17	6.26	neg	neg
STIR	Concern Stirol	12.8	neg	0.16	2.11	neg	neg
SUNI	Sun Interbrew Ukraine	0.22	neg	0.62	0.62	5.92	1.53
UTLM	Ukrtelecom	0.175	45.26	0.51	0.87	3.74	0.64
ZATR	Zaporizhtransformator	1.6	10.74	1.3	2.11	7.8	9.59

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