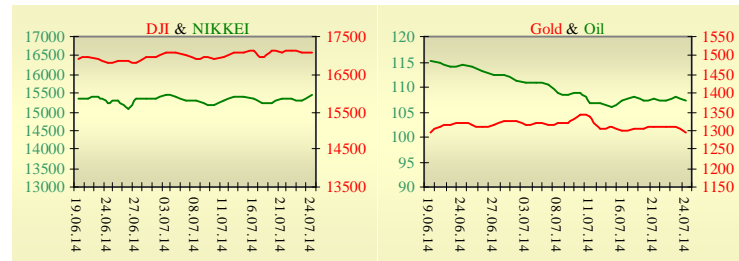
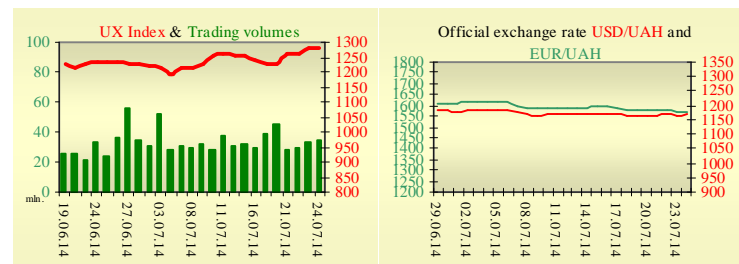


Morning stock market review 25 July 2014

Index	Closing	Change
Dow Jones	17 083.80	-0.02%
S&P 500	1 987.98	0.05%
NASDAQ comp	4 472.11	-0.04%
FTSE 100	6 821.46	0.34%
CAC 40	4 410.65	0.78%
DAX 30	9 794.06	0.42%
Nikkei 225	15 457.87	1.13%



UX	Index	Change	Volume, UAH mln.
	1 280.40	0.09%	35



Value for 10:01		
Futures	Index	Change
Dow Jones	16 996.00	-0.01%
S&P 500	1 979.40	-0.06%
NASDAQ 100	3 963.25	-0.21%

Commodity markets		
Oil Brent	107.07	-0.88%
Gold	1 292.75	-1.16%

Interbank loans	24 July		
	o/n	7 days	30 days
KIBID (UAH)	5.78	1.50	3.00
KIBOR (UAH)	11.0	5.50	7.00
KIBID (USD)	5.00		
KIBOR (USD)	8.00		

Interbank currency	Bid/Ask	
	closing 24.07	
UAH/USD	11.6800 / 11.7800	
UAH/EUR	15.7415 / 15.8805	
UAH/RUB	0.3353 / 0.3371	

Last closure

On Thursday, July 24, trades in USA have come to the end with mixed dynamics, as a rally in Facebook Inc. and growth in global manufacturing overshadowed a drop in home sales. Treasuries fell as jobless claims declined. The number of people who filed for unemployment assistance in the U.S. last week fell to the lowest level since February 2006, easing concerns over the strength of the labor market. Number of individuals filing for initial jobless benefits in the week ending July 19 declined by 19,000 to a seasonally adjusted 284,000 from the previous week's total of 303,000. Analysts had expected jobless claims to rise by 5,000 to 308,000 last week. Continuing jobless claims in the week ended July 12 fell to 2.500 million from 2.508 million in the preceding week. Analysts had expected continuing claims to rise to 2.510 million. Sales of new single-family homes fell 8.1% in June. June sales hit a seasonally adjusted annual rate of 406,000, the second-weakest pace of the year. Facebook jumped 5.2% to a record as the operator of world's biggest social network said mobile advertisements helped profit more than double as sales surged. Qualcomm Inc. (QCOM) declined 6.7% after forecasting quarterly profit that may trail projections. General Motors Co. lost 4.5% after reporting quarterly profit that missed analysts' projections. On the day's result, index Dow Jones has declined by 0.02%, S&P has increased by 0.05%, Nasdaq has decreased by 0.04%.

European stock exchanges closed with growth of main indexes, as manufacturing gains in China and the euro area boosted investors' confidence that the economic recovery is on track. A manufacturing gauge in China rose to an 18-month high in July, adding to signs the economy will meet its 2014 growth target of about 7.5%. A preliminary PMI for eurozone from HSBC Holdings Plc and Markit Economics came in at 52, compared with the median estimate of 51 and a final reading of 50.7 in June. Manufacturing activity in the eurozone expanded at a faster rate than expected in July, easing concerns over the region's growth outlook. German manufacturing purchasing managers' index rose to a seasonally adjusted 52.9 this month from a final reading of 52.0 in June. Analysts had expected the index to hold steady at 52.0 in July. U.K. retail sales volumes rose 0.1% from May and were 3.6% higher than in June last year. Economists were expecting a slight dip in sales on a monthly basis. On the day's result, British FTSE rose by 0.34%, CAC 40 (France) grew by 0.78%, DAX (Germany) has increased by 0.42%.

August's contractual price on Brent oil, decreased by \$0.96 to \$107.07 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 increased by 0.09% to 1280.40. Share trades capacity on the application market was equal to UAH 10.3 million. Trades capacity on the derivatives market was equal to UAH 4.5 million. Total trades capacity for yesterday — UAH 40.3 million.

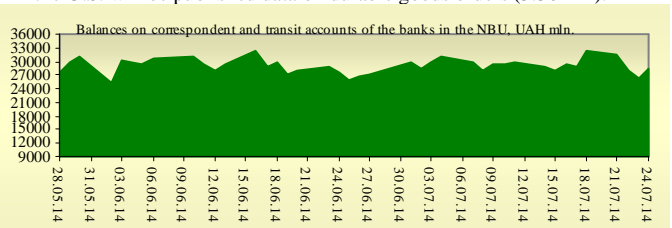
From ten shares of an index basket, nine retreated. Better than market looked shares of Ukrnafta (+11%). Worse than market looked shares of Alchevsk Metallurgical Plant (-2.2%). Ukraine's prime minister today resigned after berating parliament for failing to pass legislation to take control of the energy sector. Arseny Yatseniuk, who was elected following the 2014 revolution that removed Viktor Yanukovich from power, also criticized politicians for not passing a law increasing the Army's financing. His resignation came as two parties quit a parliamentary coalition - a move that paved the way for long-awaited early legislative elections.

Premarket

External background at the opening is mixed. The Asian indexes are growing today. Nikkei rose by 1.13%, Hong Kong Hang Seng increasing by 0.12%. Futures on American indexes are decreasing today from 0.01% to 0.21%. Russian indexes as of 10:00 a.m. are decreasing — RTS decreasing by 0.78%, MICEX lowers by 0.76%.

Our expectations

We expect opening of the Ukrainian market by decrease. In Europe will be published German Ifo Business Climate Index (11:00 AM) and data on GDP in the U.K. (11:30 AM). In the U.S. will be published data on durable goods orders (3:30 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	0.0357	neg	0.57	18.44	37.43	neg
AZST	Azovstal Iron and Steel Works	0.882	27.39	0.19	0.17	neg	0.34
ENMZ	Enakievo Metallurgical Plant	43.19	neg	0.04	0.09	neg	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.1333	neg	0.07	0.06	neg	0.23
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.0565	8.53	0.03	0.1	4.47	0.11
AVDK	Avdiivka Cokery Plant	3.118	neg	0.08	0.07	neg	0.14
YASK	Yasynivka Cokery Plant	0.702	neg	0.09	0.09	3.16	0.03
Quarrying industry							
CGOK	Central Ore Mining and Processing Plant	7	4.49	1.4	1.39	2.67	1.11
PGOK	Poltava Ore Mining and Processing Plant	15.57	7.86	0.35	0.93	4.63	0.45
SGOK	North Ore Mining and Processing Plant	7.999	4.48	1.38	1.62	2.65	1.1
Mining industry							
SHKD	DTEK Mine Komsomolets Donbassa	0.94	1.59	0.17	0.6	1.63	0.18
SHCHZ	Pokrovske Mine Management	0.666	neg	0.19	0.33	1.81	0.28
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.379	neg	0.04	0.22	3.97	0.11
HRTR	Khartsyzsk Tube Works	0.76	37.76	1.62	1.61	4.66	1.64
Energy industry							
CEEN	Centerenergo	7.9817	6.95	0.32	0.41	4.57	1.17
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	1.15	6.14	0.13	0.11	1.85	0.58
DNEN	Dniproenergo	420.1	1.94	0.26	0.26	1.05	0.38
DNON	DTEK Dniprooblenergo	56	neg	0.02	0.03	1	0.27
DOEN	Donbasenergo	38.18	1.45	0.16	0.29	1.66	0.64
DOON	Donetskoblenergo	6	2.35	0.07	0.16	1.11	0.33
HAON	Kharkivoblenergo	1.1667	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	1.511	neg	0.17	0.33	3.44	0.2
KOEN	Kyivoblenergo	1.111	neg	0.35	0.35	5.2	0.47
KREN	DTEK Krymenergo	1.25	neg	0.08	0.22	2.06	0.15
LVON	Lvivoblenergo	1.69	neg	0.15	0.17	1.55	0.1
MOEN	Mykolayivoblenergo	1.39	14.16	0.16	0.43	14.17	0.59
ODEN	Odesaoblenergo	0.75	neg	0.14	0.29	1.92	0.18
PREN	Prykarpattiaoblenergo	1.559	2.03	0.16	0.17	0.98	0.13
VOEN	Volynoblenergo	0.5	171.31	0.31	0.3	4.34	0.36
ZAEN	DTEK Zakhidenergo	143.5	4.05	0.16	0.27	2.33	1.24
ZAON	Zaporizhoblenergo	2	18.17	0.08	0.27	7.48	1.02
ZHEN	Zhytomyroblenergo	1.5535	5.45	0.14	0.16	1.07	0.09
ZOEN	Zakarpattiaoblenergo	1.55	2.03	0.21	0.45	2.81	0.61
Mechanical engineering							
KRAZ	AvtoKRAZ	0.096	2.41	0.35	2.81	17.42	0.29
KVBZ	Krukivsky Carriage Works	19.22	11.91	0.89	0.91	10.86	0.8
LTPL	Luganskteplovovoz	1.25	1.73	0.09	0.31	3.03	0.37
LUAZ	Bogdan Motors	0.0541	neg	0.2	0.2	neg	0.41
MSICH	Motor Sich	2585.5	3.62	0.63	0.66	1.64	0.55
MZVM	Mariupol Heavy Machine Building Plant	0.1	neg	0.22	0.22	0.56	0.14
SMASH	Sumy Frunze Machine Building Plant	4.1	neg	0.13	0.79	39.15	0.29
SVGZ	Stakhanov railway car building works	1.1	neg	0.22	0.93	27.79	0.38
Oil and gas industry							

UNAF	Ukrnafta	289.44	51.13	0.73	0.73	6.48	0.87
Banks							
BAVL	Raiffeisen Bank Aval	0.1468	8.07	x	x	x	0.61
FORM	Forum Bank	0.179	neg	x	x	x	0.08
USCB	Ukrsotsbank	0.1725	1024.95	x	x	x	0.41
Other industries							
KFTP	Slavic wallpapers	36	1.7	0.18	0.13	0.63	0.31
MTBD	Mostobud	15	neg	0.09	7.13	neg	neg
SLVT	Slavutych	1.191	neg	0.17	6.26	neg	neg
STIR	Concern Stinol	10.8188	neg	0.14	2.08	neg	neg
SUNI	Sun Interbrew Ukraine	0.22	neg	0.62	0.62	5.92	1.53
UTLM	Ukrtelecom	0.1777	45.96	0.52	0.88	3.78	0.65
ZATR	Zaporizhtransformator	1.899	12.75	1.54	2.36	8.7	11.38

ANALYTICAL DEPARTMENT

Vitaly Murashkin
VMurashkin@itt-group.com
Head of Department

Yegor Burkov
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