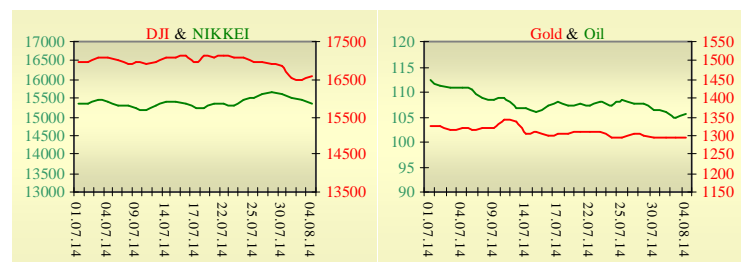
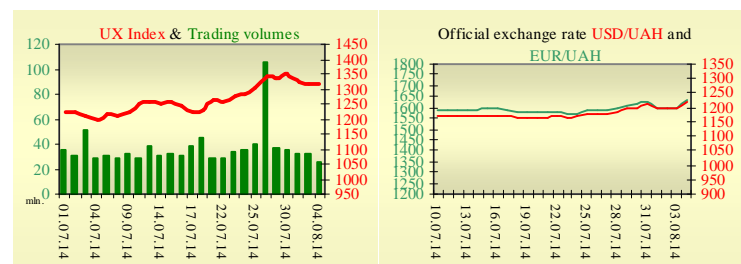


## Morning stock market review 5 August 2014

Index	Closing	Change
<b>Dow Jones</b>	16 569.28	0.46%
<b>S&amp;P 500</b>	1 938.99	0.72%
<b>NASDAQ comp</b>	4 383.89	0.72%
<b>FTSE 100</b>	6 677.52	-0.02%
<b>CAC 40</b>	4 217.22	0.34%
<b>DAX 30</b>	9 154.14	-0.61%
<b>Nikkei 225</b>	15 320.31	-1.00%



UX	Index	Change	Volume, UAH mln.
	1 315.63	-0.21%	25.3



Value for 10:02		
Futures	Index	Change
<b>Dow Jones</b>	16 475.00	-0.06%
<b>S&amp;P 500</b>	1 930.30	-0.09%
<b>NASDAQ 100</b>	3 892.50	-0.10%

Commodity markets		
<b>Oil Brent</b>	105.41	0.54%
<b>Gold</b>	1 294.50	0.00%

Interbank loans	4 August		
	o/n	7 days	30 days
<b>KIBID (UAH)</b>	6.17	1.50	3.00
<b>KIBOR (UAH)</b>	11.1	5.50	7.00
<b>KIBID (USD)</b>	5.60		
<b>KIBOR (USD)</b>	8.60		

Interbank currency	Bid/Ask	
	closing 04.08	
<b>UAH/USD</b>	12.4000 / 12.5000	
<b>UAH/EUR</b>	16.6390 / 16.7770	
<b>UAH/RUB</b>	0.3457 / 0.3480	

### Last closure

On Monday, August 4, trades in USA have come to the end with growth, as Portugal announced a bailout for Banco Espirito Santo SA and Berkshire Hathaway Inc. beat earnings estimates. Warren Buffett's Berkshire Hathaway rose 3.1% as results improved at operating businesses including auto insurer Geico, railroad BNSF and the energy unit. Anadarko Petroleum Corp. and Noble Energy Inc. increased more than 4.8% to lead a rally among energy companies. The Conference Board Employment Trends Index increased in July. The index now stands at 120.31, up from 119.92 (an upward revision) in June. This represents a 6.6% gain in the ETI compared to a year ago. On the day's result, index Dow Jones rose by 0.46%, S&P has increased by 0.72%, Nasdaq grew by 0.72%.

European stock exchanges closed with mixed dynamics of main indexes, as the region's two largest stocks retreated, outweighing reduced concern about the region's most indebted lenders after Portugal bailed out Banco Espirito Santo SA. Nestle SA and Novartis AG both dropped more than 1%. Immofinanz AG slid 2.7% after the Austrian property developer reported annual profit that missed projections and said a delay in the construction of a Moscow shopping center hurt rental income. Banco Comercial Portugues jumped 6.1% to 10.7 euro cents, following its worst week in more than two years, after the Bank of Portugal transferred Espirito Santo's deposit-taking operations and most of its assets into a new company, which it then bailed out. Investor confidence in the Eurozone has slumped to the lowest level in a year, despite the currency union's modest return to growth. The Sentix index of investor confidence fell to just 2.7 in August, down from 10.1 last month and barely in positive territory. The score has not been lower since August last year, when it reached minus 4.9. On the day's result, British FTSE has declined by 0.02%, CAC 40 (France) grew by 0.34%, DAX (Germany) has lowered by 0.61%.

September's contractual price on Brent oil, grew by \$0.57 to \$105.41 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 0.21% to 1315.63. Share trades capacity on the application market was equal to UAH 4.3 million. Trades capacity on the derivatives market was equal to UAH 3.6 million. Total trades capacity for yesterday — UAH 28.9 million.

From ten shares of an index basket, five retreated. Leaders of growth were shares of Avdiivka Coke Plant (+1.84%) and Enakievo Metallurgical Plant (+1.27%). Worse than market looked shares of Donbasenergo (-1.41%).

### Premarket

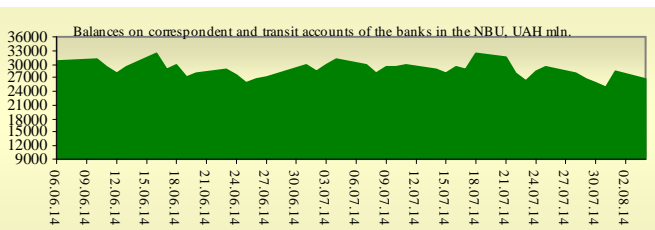
External background at the opening is negative. A private gauge of China's services sector fell to its lowest level in the nearly nine-year history of the index, HSBC Holdings PLC said on Tuesday, reflecting the impact of a continued property slowdown. The HSBC China services Purchasing Managers' Index in July slipped to 50.0, the dividing line between expansion and contraction, from 53.1 in June. The Asian indexes are decreasing today. Nikkei has lowered by 1%, Hong Kong Hang Seng declining by 0.21%.

Futures on American indexes are decreasing today from 0.07% to 0.11%. Russian indexes as of 10:00 a.m. are decreasing — RTS decreasing by 0.54%, MICEX lowers by 0.60%.

### Our expectations

We expect opening of the Ukrainian market on neutral territory. In Europe will be published Services Purchasing Managers' Index in Spain (10:13 AM), Italy (10:45 AM), France (10:50 AM), Germany (10:55 AM) in the E.U. (11:00 AM) and in the U.K. (11:30 AM).

In the U.S. will be published Factory Orders (5:00 PM) and Institute of Supply Management (ISM) Non-Manufacturing Purchasing Managers' Index (05:00 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	0.0369	neg	0.59	18.46	37.47	neg
AZST	Azovstal Iron and Steel Works	0.872	27.08	0.18	0.16	neg	0.33
ENMZ	Enakievo Metallurgical Plant	43.6633	neg	0.03	0.09	3.83	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.135	neg	0.07	0.06	neg	0.23
<b>Coke industry</b>							
ALKZ	Alchevsk Cokery Plant	0.0533	8.05	0.03	0.1	4.39	0.11
AVDK	Avdiivka Cokery Plant	3.15	neg	0.08	0.08	neg	0.14
YASK	Yasynivka Cokery Plant	0.7395	neg	0.1	0.1	3.33	0.03
<b>Quarrying industry</b>							
CGOK	Central Ore Mining and Processing Plant	6.4	4.1	1.28	1.27	2.44	1.02
PGOK	Poltava Ore Mining and Processing Plant	15.6	7.87	0.35	0.93	4.63	0.45
SGOK	North Ore Mining and Processing Plant	7.8	4.37	1.35	1.59	2.6	1.08
<b>Mining industry</b>							
SHKD	DTEK Mine Komsomolets Donbassa	0.8	1.35	0.14	0.58	1.56	0.15
SHCHZ	Pokrovske Mine Management	0.75	neg	0.21	0.36	1.94	0.31
<b>Pipe industry</b>							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.3001	neg	0.04	0.21	3.81	0.09
HRTR	Khartsyzsk Tube Works	0.7	12.14	0.91	0.91	3.06	1.36
<b>Energy industry</b>							
CEEN	Centerenergo	8.148	22	0.4	0.5	8.69	1.24
CHEN	Chernivtsioblenergo	1.3	9.39	0.11	0.23	2.84	0.45
CHEON	Chernigivoblenergo	1.23	1.74	0.14	0.14	1.32	0.32
CHON	Cherkasyoblenergo	1.1	14.97	0.12	0.11	2.46	0.58
DNEN	Dniproenergo	413.9	2.61	0.26	0.31	1.43	0.41
DNON	DTEK Dniprooblenergo	75.001	neg	0.03	0.05	1.67	0.32
DOEN	Donbasenergo	40.77	1.4	0.17	0.3	1.6	0.58
DOON	Donetskoblenergo	6.5	2.54	0.08	0.17	1.15	0.36
HAON	Kharkivoblenergo	1.74	4.66	0.12	0.1	1.2	0.21
HMON	Khmelnitskoblenergo	1.5	17.94	0.2	0.19	2.05	0.28
KION	Kirovogradoblenergo	1.64	neg	0.18	0.32	3.1	0.22
KOEN	Kyivoblenergo	1.111	neg	0.35	0.34	10.29	0.48
KREN	DTEK Krymenergo	1.97	neg	0.11	0.25	3.25	0.22
LVON	Lvivoblenergo	1.6	neg	0.14	0.17	1.48	0.1
MOEN	Mykolayivoblenergo	1.39	34.07	0.16	0.42	5.45	0.59
ODEN	Odesaoblenergo	0.355	neg	0.06	0.2	1.23	0.08
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	141	20.09	0.17	0.3	3.19	1.33
ZAON	Zaporizhoblenergo	2	13.27	0.09	0.3	6.51	0.93
ZHEN	Zhytomyroblenergo	1.555	neg	0.14	0.16	1.3	0.1
ZOEN	Zakarpattiaoblenergo	1.6	1.7	0.21	0.47	2.47	0.63
<b>Mechanical engineering</b>							
KRAZ	AvtoKRAZ	0.096	2.41	0.35	2.81	17.42	0.29
KVBZ	Krukivsky Carriage Works	18.44	11.43	0.85	0.88	10.43	0.76
LTPL	Luganskteplovoz	1.3	1.8	0.09	0.32	3.07	0.38
LUAZ	Bogdan Motors	0.052	neg	0.29	4.09	neg	neg
MSICH	Motor Sich	2692	2.75	0.6	0.58	1.3	0.52
MZVM	Mariupol Heavy Machine Building Plant	0.1049	0.53	0.25	0.25	0.21	0.15
SMASH	Sumy Frunze Machine Building Plant	3.103	neg	0.1	0.76	37.6	0.22
SVGZ	Stakhanov railway car building works	1.072	neg	0.37	1.56	62.84	0.36
<b>Oil and gas industry</b>							

UNAF	Ukrnafta	313	15.04	0.73	0.72	5.81	0.89
<b>Banks</b>							
BAVL	Raiffeisen Bank Aval	0.1471	8.09	x	x	x	0.61
FORM	Forum Bank	0.2166	neg	x	x	x	0.09
USCB	Ukrsotsbank	0.1763	1047.53	x	x	x	0.42
<b>Other industries</b>							
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	11.8233	neg	0.15	2.09	neg	neg
SUNI	Sun Interbrew Ukraine	0.22	neg	0.62	0.62	5.92	1.53
UTLM	Ukrtelecom	0.1662	42.99	0.48	0.85	3.63	0.61
ZATR	Zaporizhtransformator	1.83	12.29	1.49	2.3	8.49	10.96

## 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)