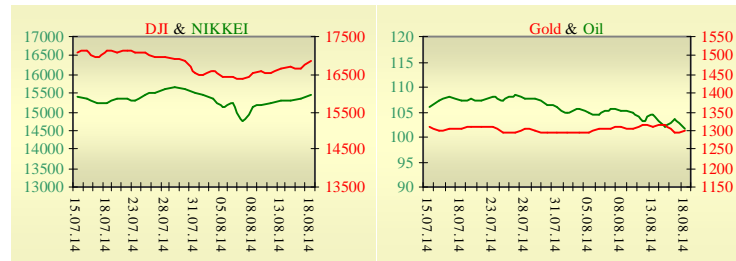
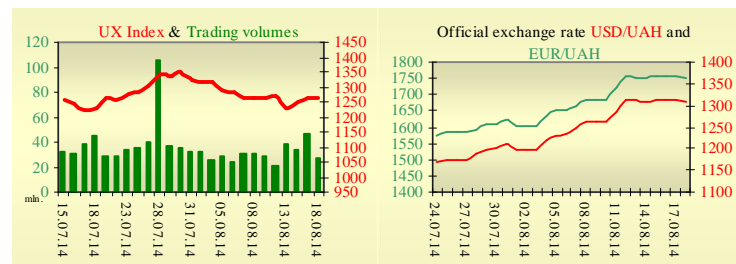


Morning stock market review 19 August 2014

Index	Closing	Change
Dow Jones	16 838.74	1.06%
S&P 500	1 971.74	0.85%
NASDAQ comp	4 508.31	0.97%
FTSE 100	6 741.25	0.78%
CAC 40	4 230.65	1.35%
DAX 30	9 245.33	1.68%
Nikkei 225	15 449.79	0.83%



UX	Index	Change	Volume, UAH mln.
	1 263.40	-0.10%	27.3



Value for 10:03		
Futures	Index	Change
Dow Jones	16 832.00	0.23%
S&P 500	1 971.30	0.19%
NASDAQ 100	4 022.50	0.22%

Commodity markets		
Oil Brent	101.60	-1.86%
Gold	1 296.75	0.05%

Interbank loans	18 August		
	o/n	7 days	30 days
KIBID (UAH)	5.71	1.50	3.00
KIBOR (UAH)	11.4	5.50	7.00
KIBID (USD)	5.75		
KIBOR (USD)	8.50		

Interbank currency	Bid/Ask	
	closing 18.08	
UAH/USD	13.1000 / 13.2000	
UAH/EUR	17.5363 / 17.6742	
UAH/RUB	0.3617 / 0.3663	

Last closure

On Monday, August 18, trades in USA have come to the end with growth, as tensions eased over global conflicts. Iraqi and Kurdish forces retook control of the Mosul Dam. Iraqiya television reported, citing military spokesman Qassem Ata. The U.S. widened its airstrikes in Iraq at the weekend to help secure the dam near Mosul, Iraq's largest northern city, after it was seized by Islamist militants. Iraq is OPEC's second-biggest oil producer. NAHB housing market index is up to a seven-month high of 55 in August from 53 in July. It was expected to remain at 53. Current sales conditions and expectations for future sales each rose 2 points to 58 and 65. Traffic of prospective buyers increased 3 points to 42. On the day's result, index Dow Jones rose by 1.06%, S&P has increased by 0.85%, Nasdaq grew by 0.97%.

European stock exchanges closed with growth of main indexes. Ukrainian Foreign Minister Pavlo Klimkin met his Russian counterpart Sergei Lavrov for more than five hours of talks in Berlin, as they sought to ease tension after officials in Kiev said troops had partially destroyed an armed convoy from Russia. Klimkin said the talks had brought "moderate progress," though he called on Russia to follow words with actions. The Eurozone's trade surplus grew more than expected in June from June a year ago but the improved surplus does not yet reflect the full effect of sanctions and counter-sanctions imposed by the European Union and Russia over the conflict in Ukraine. The international trade balance of the 18 countries sharing the euro grew to 16.8 billion euros (\$22.49 billion) in June from 15.7 billion euros in June last year, as exports rose more than imports. It was up from the 15.4 billion euro surplus recorded in May. On the day's result, British FTSE rose by 0.78%, CAC 40 (France) grew by 1.35%, DAX (Germany) has increased by 1.68%.

Septembers' contractual price on Brent oil, decreased by \$1.93 to \$101.60 per barrel.

In Ukraine

Trades on the Ukrainian stock exchange opened by growth, day passed without certain dynamics. Value of the UX index has declined by 0.1% to 1263.40. Share trades capacity on the application market was equal to UAH 5.8 million. Trades capacity on the derivatives market was equal to UAH 6.8 million. Total trades capacity for yesterday — UAH 34.1 million.

From ten shares of an index basket, six retreated. Leaders of growth were shares of Ukrnafta (+1.81%). Worse than market looked shares of Avdiivka Coke Plant (-3.7%) and Ukrspotsbank (-2.41%).

Work at four enterprises of Metinvest Group in Yenakiyev and Hartsyzsk in Donetsk region, such as Yenakiyev Iron and Steel Works, Yenakiyev Coke and Chemicals Plant, Khartsyzsk Pipe Plant and remaining de-energized Avdiyivka Coke and Chemicals Plant, were halted as a result of artillery strikes.

Premarket

External background at the opening is moderately positive.

The Asian indexes are showing mixed dynamics today. Nikkei rose by 0.83%, Hong Kong Hang Seng declining by 0.01%.

Futures on American indexes are growing today from 0.19% to 0.23%.

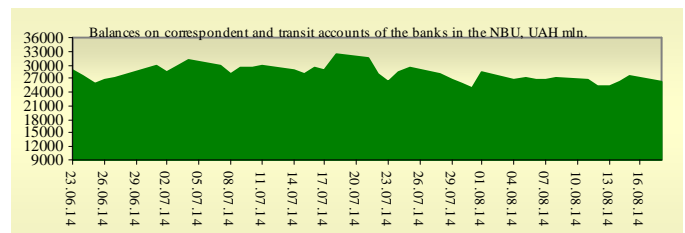
Russian indexes as of 10:00 a.m. are rising — RTS increasing by 0.22%, MICEX growing by 0.36%.

Our expectations

We expect opening of the Ukrainian market on neutral territory.

In Europe will be published CPI in the U.K. (11:30 AM).

In the U.S. will be published Building Permits (3:30 PM), Housing Starts (3:30 PM) and data on core CPI (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	0.0349	neg	0.56	18.42	37.4	neg
AZST	Azovstal Iron and Steel Works	0.888	27.58	0.19	0.17	neg	0.34
ENMZ	Enakievo Metallurgical Plant	41.35	neg	0.03	0.08	3.75	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.125	neg	0.07	0.05	neg	0.21
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.0629	9.5	0.04	0.11	4.63	0.13
AVDK	Avdiivka Cokery Plant	2.9457	neg	0.07	0.07	neg	0.13
YASK	Yasynivka Cokery Plant	0.702	neg	0.09	0.09	3.16	0.03
Quarrying industry							
CGOK	Central Ore Mining and Processing Plant	6.5	4.17	1.3	1.29	2.47	1.03
PGOK	Poltava Ore Mining and Processing Plant	15.4	7.77	0.35	0.93	4.61	0.45
SGOK	North Ore Mining and Processing Plant	8.15	4.57	1.41	1.65	2.7	1.12
Mining industry							
SHKD	DTEK Mine Komsomolets Donbassa	0.75	1.27	0.13	0.57	1.53	0.14
SHCHZ	Pokrovske Mine Management	0.644	neg	0.18	0.33	1.78	0.27
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.3001	neg	0.04	0.21	3.81	0.09
HRTR	Khartsyzsk Tube Works	0.675	11.71	0.88	0.88	2.96	1.32
Energy industry							
CEEN	Centerenergo	8.007	21.62	0.39	0.49	8.57	1.22
CHEN	Chernivtsioblenergo	1.3	9.39	0.11	0.23	2.84	0.45
CHEON	Chernigivoblenergo	1.4	1.98	0.16	0.16	1.51	0.36
CHON	Cherkasyoblenergo	1.06	14.43	0.12	0.11	2.37	0.56
DNEN	Dniproenergo	410	2.59	0.25	0.31	1.42	0.4
DNON	DTEK Dniprooblenergo	58	neg	0.02	0.04	1.44	0.24
DOEN	Donbasenergo	39.8	1.37	0.16	0.3	1.58	0.56
DOON	Donetskoblenergo	5.001	1.96	0.06	0.15	1.03	0.28
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	1.65	neg	0.18	0.32	3.11	0.22
KOEN	Kyivoblenergo	1.111	neg	0.35	0.34	10.29	0.48
KREN	DTEK Krymenergo	2.07	neg	0.12	0.26	3.32	0.23
LVON	Lvivoblenergo	1.21	neg	0.11	0.13	1.17	0.07
MOEN	Mykolayivoblenergo	1.39	34.07	0.16	0.42	5.45	0.59
ODEN	Odesaoblenergo	0.465	neg	0.08	0.22	1.35	0.11
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	131	18.66	0.16	0.29	3.06	1.24
ZAON	Zaporizhoblenergo	1.5	9.96	0.07	0.28	6.04	0.69
ZHEN	Zhytomyroblenergo	1.54	neg	0.13	0.16	1.29	0.09
ZOEN	Zakarpattiaoblenergo	1.6	1.7	0.21	0.47	2.47	0.63
Mechanical engineering							
KRAZ	AvtoKRAZ	0.0909	2.29	0.33	2.79	17.3	0.27
KVBZ	Krukivsky Carriage Works	16.65	10.32	0.77	0.8	9.44	0.69
LTPL	Luganskteplovovoz	1.101	1.52	0.08	0.3	2.93	0.32
LUAZ	Bogdan Motors	0.047	neg	0.26	4.06	neg	neg
MSICH	Motor Sich	2366.5	2.42	0.52	0.51	1.14	0.46
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	neg	0.09	0.75	37.44	0.21
SVGZ	Stakhanov railway car building works	1	neg	0.34	1.54	61.85	0.34
Oil and gas industry							

UNAF	Ukrnafta	318.45	15.31	0.74	0.73	5.91	0.91
Banks							
BAVL	Raiffeisen Bank Aval	0.1421	7.81	x	x	x	0.59
FORM	Forum Bank	0	neg	x	x	x	0
USCB	Ukrsotsbank	0.171	1016.04	x	x	x	0.4
Other industries							
KFTP	Slavic wallpapers	36	1.7	0.18	0.13	0.63	0.31
MTBD	Mostobud	22.5	neg	0.13	7.17	neg	neg
SLVT	Slavutych	1.191	neg	0.17	6.26	neg	neg
STIR	Concern Stinol	11.4	neg	0.15	2.09	neg	neg
SUNI	Sun Interbrew Ukraine	0.22	neg	0.62	0.62	5.92	1.53
UTLM	Ukrtelecom	0.167	43.2	0.49	0.85	3.64	0.61
ZATR	Zaporizhtransformator	1.24	8.33	1.01	1.82	6.72	7.43

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