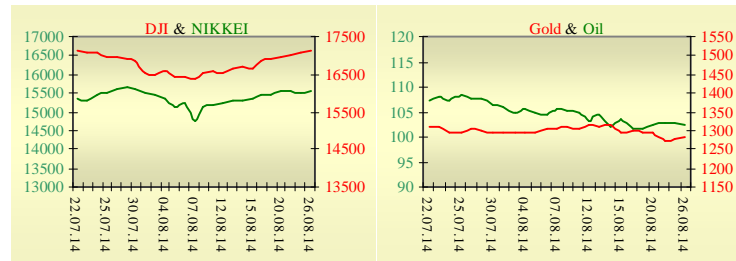
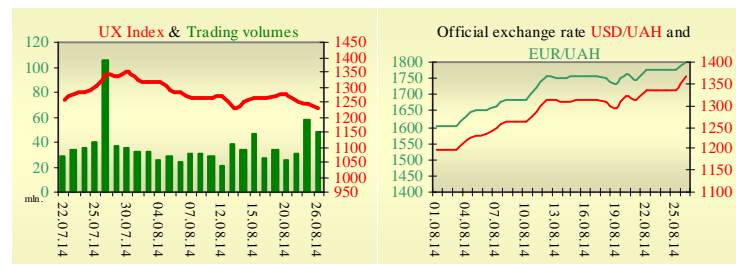


Morning stock market review 27 August 2014

Index	Closing	Change
Dow Jones	17 106.70	0.17%
S&P 500	2 000.02	0.11%
NASDAQ comp	4 570.64	0.29%
FTSE 100	6 822.76	0.70%
CAC 40	4 393.41	1.18%
DAX 30	9 588.15	0.82%
Nikkei 225	15 534.82	0.09%



UX	Index	Change	Volume, UAH mln.
	1 227.35	-1.10%	47.3



Value for 9:58		
Futures	Index	Change
Dow Jones	17 105.00	0.04%
S&P 500	1 998.90	0.01%
NASDAQ 100	4 074.25	0.04%

Commodity markets		
Oil Brent	102.50	-0.14%
Gold	1 286.00	0.68%

Interbank loans	26 August		
	o/n	7 days	30 days
KIBID (UAH)	6.50	6.00	
KIBOR (UAH)	11.3	12.0	
KIBID (USD)	5.00		
KIBOR (USD)	8.25		

Interbank currency	Bid/Ask	
	closing 26.08	
UAH/USD	13.9500 / 14.3000	
UAH/EUR	18.4020 / 18.8680	
UAH/RUB	0.3845 / 0.3904	

Last closure

On Tuesday, August 26, trades in USA have come to the end with growth, sending the Standard & Poor's 500 Index to close above 2,000 for the first time, as reports showed the biggest ever jump in durable-goods orders and an unexpected increase in consumer confidence. Purchases of durable goods – products such as airplanes, cars and heavy machinery designed to last at least three years – rose a seasonally adjusted 22.6% to \$300.1 billion in July from the prior month. That was the sharpest increase and highest level in records going back to 1992. Economists surveyed had forecast the figure would come in at a 7.5% increase over June. The Conference Board Consumer Confidence Index, which had increased in July, improved further in August. The index now stands at 92.4 (1985=100), up from 90.3 in July. The present situation index increased to 94.6 from 87.9, while the expectations index edged down to 90.9 from 91.9 in July. On the day's result, index Dow Jones rose by 0.17%, S&P has increased by 0.11%, Nasdaq grew by 0.29%.

European stock exchanges closed with growth of main indexes, as banks advanced on further speculation that the euro area will introduce an asset-purchase program. Mortgage approvals in the U.K. declined to a two-month low in July, dampening optimism over the health of the housing sector. The British Bankers' Association said that the number of new mortgages approved decreased to 42,800 last month from June's revised total of 43,200. Analysts had expected the number of new mortgages approved to rise to 44,200 in July. European banks contributed the most to the Stoxx 600's advance. Lenders from the euro area's most indebted countries rallied for a second day following Draghi's speech at the symposium of central bankers in Jackson Hole, Wyoming. BNP Paribas climbed 2.1% to 51.30 euros, and Societe Generale added 1.7% to 39.32 euros. National Bank of Greece SA rose 5% to 2.73 euros. On the day's result, British FTSE rose by 0.70%, CAC 40 (France) grew by 1.18%, DAX (Germany) has increased by 0.82%.

September's contractual price on Brent oil, decreased by \$0.15 to \$102.50 per barrel.

In Ukraine

Trades on the Ukrainian stock exchange opened by decrease, day passed with negative dynamics. Value of the UX index has increased declined by 0.0% to 864.50. Share trades capacity on the application market was equal to UAH 7 million. Trades capacity on the derivatives market was equal to UAH 2.7 million. Total trades capacity for yesterday — UAH 50 million. From ten shares of an index basket, six retreated. Leaders of growth were shares of Ukrnafta (+1.84%) and Avdiivka Coke Plant (+1.52%). Worse than market looked shares of Motor Sich (-3.98%), Ukrspotsbank (-3.32%) and Enakievo Metallurgical Plant (-3.02%).

The Ukrainian government has proposed that the number of facilities not subject to privatization be cut by almost two thirds, from 1,478 to 543. The bill on amendments to the law on the list of state-owned facilities not subject to privatization was registered in the Ukrainian parliament. Russian President Vladimir Putin said he had agreed with Ukrainian President Petro Poroshenko on issues concerning humanitarian aid to the Donetsk and Luhansk regions.

Premarket

External background at the opening is neutral. German consumer morale fell for the first time in more than 1-1/2 years heading into September as shoppers grew more wary of the impact on Europe's largest economy of sanctions on Russia and other international conflicts. Market research group GfK said on Wednesday its forward-looking consumer sentiment indicator, based on a survey of around 2,000 Germans, fell to 8.6 going into September from a downwardly revised 8.9 in August.

The Asian indexes are showing mixed dynamics today. Nikkei rose by 0.09%, Hong Kong Hang Seng declining by 0.20%.

Futures on American indexes are slightly growing today from 0.02% to 0.05%.

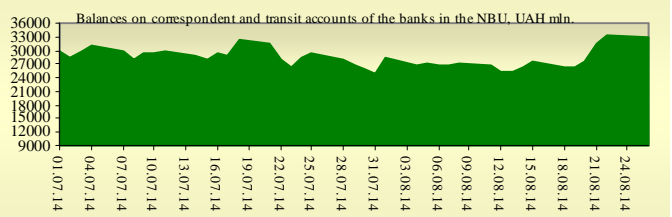
Russian indexes as of 10:00 a.m. are rising — RTS increasing by 0.27%, MICEX growing by 0.37%.

Our expectations

We expect opening of the Ukrainian market on neutral territory.

In Europe will be published Italian Consumer Confidence (11:00 AM).

In the U.S. will be published EIA Petroleum Status Report (5:30 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	0.0341	neg	0.55	18.41	37.37	neg
AZST	Azovstal Iron and Steel Works	0.865	26.86	0.18	0.16	neg	0.33
ENMZ	Enakievo Metallurgical Plant	37.53	neg	0.03	0.08	3.61	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.1004	neg	0.05	0.04	neg	0.17
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.0629	9.5	0.04	0.11	4.63	0.13
AVDK	Avdiivka Cokery Plant	2.9805	neg	0.07	0.07	neg	0.13
YASK	Yasynivka Cokery Plant	0.655	neg	0.09	0.09	2.95	0.03
Quarrying industry							
CGOK	Central Ore Mining and Processing Plant	6.92	4.43	1.39	1.37	2.64	1.1
PGOK	Poltava Ore Mining and Processing Plant	16.02	8.08	0.36	0.94	4.68	0.47
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	0.613	neg	0.18	0.32	1.73	0.25
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.3001	neg	0.04	0.21	3.81	0.09
HRTR	Khartsyzsk Tube Works	0.5336	9.26	0.69	0.69	2.33	1.04
Energy industry							
CEEN	Centerenergo	7.9513	21.47	0.39	0.49	8.53	1.21
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	13.61	0.11	0.1	2.22	0.52
DNEN	Dniproenergo	415	2.62	0.26	0.31	1.44	0.41
DNON	DTEK Dniprooblenergo	65	neg	0.03	0.04	1.53	0.27
DOEN	Donbasenergo	37.915	1.3	0.16	0.29	1.54	0.53
DOON	Donetskoblenergo	5.001	1.96	0.06	0.15	1.03	0.28
HAON	Kharkivoblenergo	2	5.36	0.14	0.11	1.43	0.24
HMON	Khmelnitskoblenergo	1.5	17.94	0.2	0.19	2.05	0.28
KION	Kirovogradoblenergo	1.6	neg	0.18	0.32	3.05	0.21
KOEN	Kyivoblenergo	1.111	neg	0.35	0.34	10.29	0.48
KREN	DTEK Krymenergo	1.98	neg	0.11	0.25	3.25	0.22
LVON	Lvivoblenergo	1.2	neg	0.1	0.13	1.16	0.07
MOEN	Mykolayivoblenergo	1.41	34.56	0.16	0.42	5.47	0.6
ODEN	Odesaoblenergo	0.65	neg	0.12	0.26	1.56	0.15
PREN	Prykarpattiaoblenergo	1.6	2.08	0.16	0.18	1	0.13
VOEN	Volynoblenergo	0.5	171.31	0.31	0.3	4.34	0.36
ZAEN	DTEK Zakhidenergo	138.2	19.69	0.17	0.29	3.16	1.31
ZAON	Zaporizhoblenergo	1.4	9.29	0.06	0.27	5.94	0.65
ZHEN	Zhytomyroblenergo	1.635	neg	0.14	0.17	1.36	0.1
ZOEN	Zakarpattiaoblenergo	1.6	1.7	0.21	0.47	2.47	0.63
Mechanical engineering							
KRAZ	AvtoKRAZ	0.09	2.26	0.33	2.79	17.28	0.27
KVBZ	Krukivsky Carriage Works	16.5	10.23	0.76	0.79	9.36	0.68
LTPL	Luganskteplovovoz	1.1973	1.66	0.09	0.31	2.99	0.35
LUAZ	Bogdan Motors	0.05	neg	0.28	4.08	neg	neg
MSICH	Motor Sich	2256.2727	2.3	0.5	0.49	1.09	0.44
MZVM	Mariupol Heavy Machine Building Plant	0.112	0.57	0.27	0.27	0.23	0.16
SMASH	Sumy Frunze Machine Building Plant	3	neg	0.09	0.75	37.44	0.21
SVGZ	Stakhanov railway car building works	0.933	neg	0.32	1.52	60.93	0.31
Oil and gas industry							

UNAF	Ukrnafta	321.45	15.45	0.75	0.74	5.97	0.91
Banks							
BAVL	Raiffeisen Bank Aval	0.1387	7.63	x	x	x	0.58
USCB	Ukrsotsbank	0.1662	987.52	x	x	x	0.39
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	1.182	neg	0.17	6.26	neg	neg
STIR	Concern Stiroil	12.4	neg	0.16	2.1	neg	neg
SUNI	Sun Interbrew Ukraine	0.22	neg	0.62	0.62	5.92	1.53
UTLM	Ukrtelecom	0.18	46.56	0.52	0.89	3.8	0.66
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