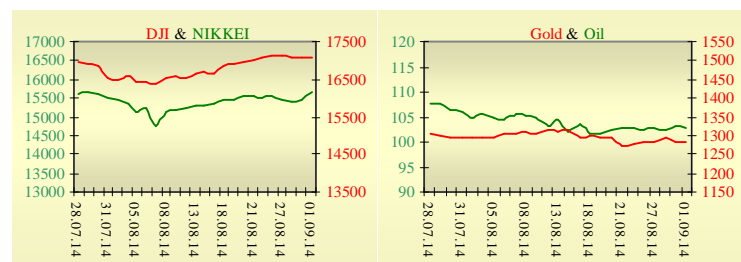
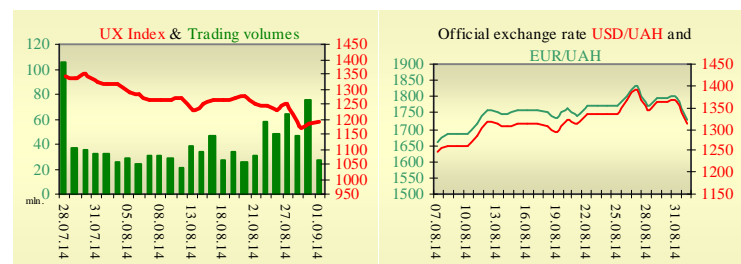


Morning stock market review 2 September 2014

Index	Closing	Change
Dow Jones	17 098.45	0.11%
S&P 500	2 003.37	0.33%
NASDAQ comp	4 580.27	0.50%
FTSE 100	6 825.31	0.08%
CAC 40	4 379.73	-0.03%
DAX 30	9 479.03	0.09%
Nikkei 225	15 668.60	1.24%



UX	Index	Change	Volume, UAH mln.
	1 187.13	0.51%	27.3



Value for 9:55		
Futures	Index	Change
Dow Jones	17 128.00	0.25%
S&P 500	2 005.80	0.21%
NASDAQ 100	4 090.75	0.21%

Commodity markets		
Oil Brent	102.79	-0.38%
Gold	1 285.75	0.00%

	1 September		
	o/n	7 days	30 days
Interbank loans			
KIBID (UAH)	5.38	4.25	3.00
KIBOR (UAH)	10.5	8.75	7.00
KIBID (USD)	5.33		
KIBOR (USD)	8.33		

Interbank currency	Bid/Ask	
	closing 01.09	
UAH/USD	13.0500 / 13.5000	
UAH/EUR	17.1267 / 17.7600	
UAH/RUB	0.3503 / 0.3626	

Last closure

On Monday, September 1, European stock exchanges closed with mixed dynamics of main indexes, as European Union governments weighed further sanctions on Russia and as investors awaited this week's European Central Bank meeting. Germany's gross domestic product shrank 0.2% in the second quarter after growing 0.7% in the first quarter, confirming its preliminary estimates. The statistics office said that GDP grew 1.2% in the second quarter compared with the same period of last year, also unchanged from the first estimate. The statistics office said domestic demand added 0.1 percentage point to the quarterly figure, while net trade cut 0.2 percentage point. Among the major categories, gross capital formation fell 0.2% on the quarter, while construction investment fell 4.2%. The final Markit's Eurozone Manufacturing Purchasing Managers' Index dipped to 50.7 in August, down from 51.8 in July. A figure above 50 indicates expansion. New orders dwindled and factories suffered amid rising tensions between the EU and Russia over Ukraine. The figures come ahead of the European Central Bank meeting on Thursday. The factory PMI for Germany, Russia's biggest trade partner in the EU, fell to an 11-month low of 51.4. Meanwhile, in the bloc's second-largest economy, France, the PMI fell to 46.9. On the day's result, British FTSE rose by 0.08%, CAC 40 (France) has decreased by 0.03%, DAX (Germany) has increased by 0.09%. Octobers' contractual price on Brent oil, grew by \$0.73 to \$103.19 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 0.51% to 1187.13. Share trades capacity on the application market was equal to UAH 5.6 million. Trades capacity on the derivatives market was equal to UAH 4.5 million. Total trades capacity for yesterday — UAH 31.8 million.

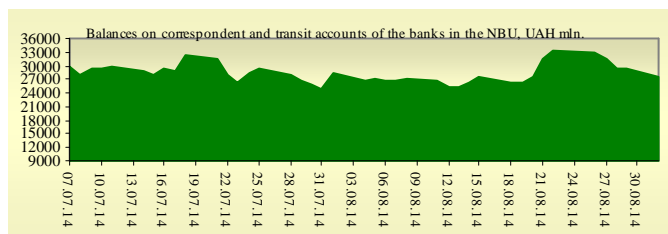
From ten shares of an index basket, eight have risen. Leaders of growth were shares of Ukrnafta (+3.01%) and Enakievo Metallurgical Plant (+2.30%). Worse than market looked shares of Donbasenergo (-1.64%). Steel output in Ukraine dropped by one third in August and by 6-11% depending on type of metal in January – August 2014. The output of total rolled metal dropped by 11% to 17.340 mn t over the specified period, cast iron – by 6% to 18.203 mn t. The National Bank of Ukraine plans to achieve greater efficiency of its recent decision to support the hryvnia via an increase in the requirement for the obligatory sale of foreign currency income from 50% to 100% from August 21, 2014 and amended it with the purpose of toughening monitoring and supervision.

Premarket

External background at the opening is positive. The Asian indexes are growing today. Nikkei rose by 1.24%, Hong Kong Hang Seng increasing by 0.14%. Futures on American indexes are growing today from 0.21% to 0.25%. Russian indexes as of 10:00 a.m. are showing mixed dynamics — RTS decreasing by 0.05%, MICEX growing by 0.19%.

Our expectations

We expect opening of the Ukrainian market on neutral territory. In Europe will be published Producer Price Index in the euro zone (12:00 AM). In the U.S. will be published Institute of Supply Management (ISM) 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	0.0324	neg	0.52	18.38	37.32	neg
AZST	Azovstal Iron and Steel Works	0.792	24.59	0.17	0.15	neg	0.3
ENMZ	Enakievo Metallurgical Plant	36.42	neg	0.03	0.08	3.58	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.1	neg	0.05	0.04	neg	0.17
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.04	6.04	0.02	0.1	4.06	0.08
AVDK	Avdiivka Cokery Plant	2.753	neg	0.07	0.07	neg	0.12
YASK	Yasynivka Cokery Plant	0.58	neg	0.08	0.08	2.6	0.02
Quarrying industry							
CGOK	Central Ore Mining and Processing Plant	6.85	4.39	1.37	1.36	2.61	1.09
PGOK	Poltava Ore Mining and Processing Plant	16.65	8.4	0.38	0.96	4.75	0.49
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	0.659	1.11	0.12	0.55	1.49	0.13
SHCHZ	Pokrovske Mine Management	0.557	neg	0.16	0.3	1.64	0.23
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.3	neg	0.04	0.21	3.81	0.09
HRTR	Khartsyzsk Tube Works	0.55	9.54	0.72	0.71	2.41	1.07
Energy industry							
CEEN	Centerenergo	7.763	20.96	0.38	0.48	8.37	1.18
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	1.139	15.51	0.13	0.12	2.56	0.6
DNEN	Dniproenergo	406.9	2.57	0.25	0.31	1.41	0.4
DNON	DTEK Dniprooblenergo	74	neg	0.03	0.05	1.65	0.31
DOEN	Donbasenergo	34.5033	1.19	0.14	0.28	1.47	0.49
DOON	Donetskoblenergo	5.001	1.96	0.06	0.15	1.03	0.28
HAON	Kharkivoblenergo	1.5	4.02	0.1	0.08	1	0.18
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	1.8125	neg	0.1	0.24	3.13	0.2
LVON	Lvivoblenergo	1.22	neg	0.11	0.13	1.18	0.07
MOEN	Mykolayivoblenergo	1.41	34.56	0.16	0.42	5.47	0.6
ODEN	Odesaoblenergo	0.7	neg	0.13	0.27	1.62	0.17
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	130	18.52	0.16	0.28	3.05	1.23
ZAON	Zaporizhoblenergo	1.4	9.29	0.06	0.27	5.94	0.65
ZHEN	Zhytomyroblenergo	1.65	neg	0.14	0.17	1.37	0.1
ZOEN	Zakarpattiaoblenergo	0.95	1.01	0.13	0.39	2.02	0.37
Mechanical engineering							
KRAZ	AvtoKRAZ	0.0865	2.18	0.31	2.78	17.2	0.26
KVBZ	Krukivsky Carriage Works	15.93	9.87	0.74	0.76	9.05	0.66
LTPL	Luganskteplovoz	1.023	1.42	0.07	0.3	2.87	0.3
LUAZ	Bogdan Motors	0.0443	neg	0.25	4.05	neg	neg
MSICH	Motor Sich	2310	2.36	0.51	0.5	1.12	0.45
MZVM	Mariupol Heavy Machine Building Plant	0.0955	0.48	0.23	0.23	0.19	0.13
SMASH	Sumy Frunze Machine Building Plant	3	neg	0.09	0.75	37.44	0.21
SVGZ	Stakhanov railway car building works	0.925	neg	0.32	1.51	60.82	0.31
Oil and gas industry							

UNAF	Ukrnafta	331.0167	15.91	0.77	0.76	6.15	0.94
Banks							
BAVL	Raiffeisen Bank Aval	0.1287	7.08	x	x	x	0.53
USCB	Ukrsotsbank	0.17	1010.1	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	1.182	neg	0.17	6.26	neg	neg
STIR	Concern Stiroil	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	0.2	51.73	0.58	0.94	4.05	0.73
ZATR	Zaporizhtransformator	1.24	8.33	1.01	1.82	6.72	7.43

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