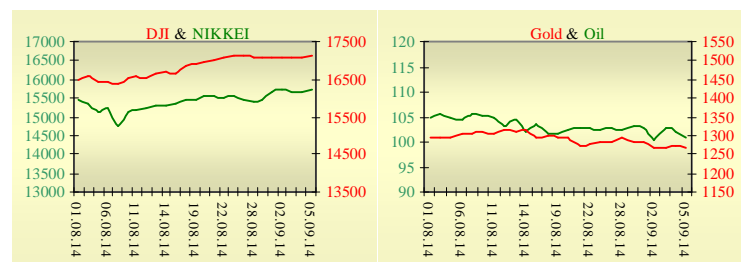
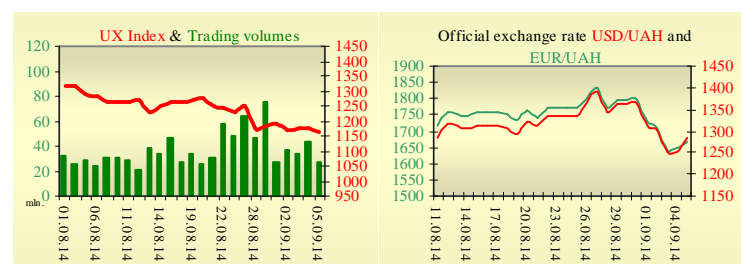


Morning stock market review 8 September 2014

Index	Closing	Change
Dow Jones	17 137.36	0.40%
S&P 500	2 007.71	0.50%
NASDAQ comp	4 582.90	0.45%
FTSE 100	6 855.10	-0.33%
CAC 40	4 486.49	-0.19%
DAX 30	9 747.02	0.23%
Nikkei 225	15 705.11	0.23%



UX	Index	Change	Volume, UAH mln.
	1 161.55	-1.38%	27.1



Value for 9:59		
Futures	Index	Change
Dow Jones	17 098.00	-0.11%
S&P 500	2 003.20	-0.13%
NASDAQ 100	4 082.25	-0.10%

Commodity markets		
Oil Brent	100.82	-0.99%
Gold	1 266.00	-0.43%

Interbank loans	5 September		
	o/n	7 days	30 days
KIBID (UAH)	6.00	1.50	3.00
KIBOR (UAH)	10.4	5.50	7.00
KIBID (USD)	6.00		
KIBOR (USD)	9.50		

Interbank currency	Bid/Ask	
	closing 05.09	
UAH/USD	13.0000	13.3000
UAH/EUR	16.2500	16.8400
UAH/RUB	0.3538	0.3622

Last closure

On Friday, September 5, trades in USA have come to the end with growth, as geopolitical tensions eased and lower-than-estimated jobs data fueled bets the Federal Reserve won't rush to raise interest rates. The Fed is gauging the strength of the labor market as it winds down a bond-buying program and considers the timing of raising interest rates. Policy officials next meet Sept. 16-17. Increasing evidence that the economy is strengthening had fueled speculation the Fed may raise rates sooner than investors anticipate. Yellen has said the central bank will keep rates near record lows for a "considerable time" after bond purchases end. U.S. job growth slowed to its lowest level of the year in August. Nonfarm employment advanced a seasonally adjusted 142,000 last month. The unemployment rate, obtained via a separate survey of households, ticked down to a seasonally adjusted 6.1% in August from 6.2% in July. The jobless rate has fallen 1.1 points since August 2013, when it was 7.2%. On the day's result, index Dow Jones rose by 0.40%, S&P has increased by 0.50%, Nasdaq grew by 0.45%.

European stock exchanges closed with mixed dynamics of main indexes, amid investor concern that the latest European Central Bank stimulus measures aren't enough to spur the economic recovery. ECB President Mario Draghi is struggling to boost inflation that's running at a fraction of the ECB's goal against a backdrop of near-record unemployment. The euro-area's economic recovery ground to a halt in the second quarter as investment slid for the first time since the start of 2013, according to data published today. Gross domestic product in the three months through June was unchanged from the first quarter, when it increased 0.2%. German industrial production rose by 1.9% in July compared with June, the biggest gain since March 2012. On the day's result, British FTSE has declined by 0.33%, CAC 40 (France) has decreased by 0.19%, DAX (Germany) has increased by 0.23%. Octobers' contractual price on Brent oil, decreased by \$1.01 to \$100.82 per barrel.

In Ukraine

Trades on the Ukrainian stock exchange opened on neutral territory, day passed with negative dynamics. Value of the UX index has declined by 1.38% to 1161.55. Share trades capacity on the application market was equal to UAH 7.3 million. Trades capacity on the derivatives market was equal to UAH 6.5 million. Total trades capacity for yesterday — UAH 33.6 million.

From ten shares of an index basket, nine declined. Better than market looked shares of Ukrnafta (+1.13%). Worse than market looked shares of Ukrspotsbank (-4.56%), Donbasenergo (-4.26%) and Avdiivka Coke Plant (-4.15%).

Ukrainian President and Commander-in-Chief of the Ukrainian Armed Forces Petro Poroshenko has ordered the chief of the General Staff to cease fire from 6:00 PM on September 5. Industrial prices in Ukraine in Aug. 2014 increased by 2.6%, while in July - by 2.7%, in June - by 3.6%, and in May - by 4.3%. The Cabinet of Ministers has approved macroeconomic forecasts for the years of 2015-2017, which foresee the acceleration of GDP growth from 0.3-2% in 2015 to 2.5-4.5% and 3-6.5% in 2016 and 2017 respectively.

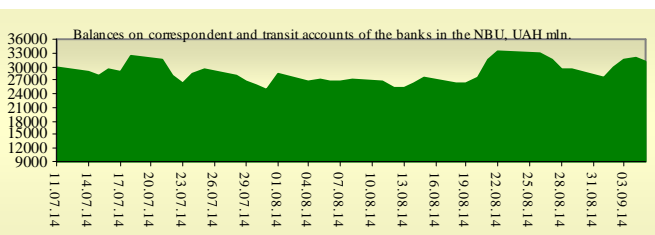
Premarket

External background at the opening is moderately negative. Ukraine and separatists blame each other after ceasefire broken. There was shelling and gunfire in east Ukraine on Sunday as a fragile ceasefire agreed on Friday was broken, with both sides accusing the other of violating the truce. One woman was killed overnight in the city of Mariupol, which is still in Ukrainian hands but braced for assault from rebel forces. China released its latest batch of trade data on Monday which showed that while foreign demand remains healthy, domestic demand appears subdued. Exports in August jumped 9.4% from the year-ago period, beating estimates for an 8% gain and following the 14.5% rise in the month before. But imports fell an annual 2.4%, versus expectations of a 1.7% increase and after a decline of 1.6% in July. Germany's trade surplus grew strongly in July on the back of booming exports, official data says. In seasonally adjusted terms, Germany exported goods worth a total of 98.2 billion euros (\$A147.29 billion) in July, up 4.7% from the figure for June. The Asian indexes are showing mixed dynamics today. Nikkei rose by 0.23%, Hong Kong Hang Seng declining by 0.14%.

Futures on American indexes are decreasing today from 0.10% to 0.14%. Russian indexes as of 10:00 AM are decreasing — MICEX decreasing by 0.14%, RTS lowers by 0.50%.

Our expectations

We expect opening of the Ukrainian market on neutral territory. In Europe will be published Halifax House Price Index in the U.K. (10:00 AM) and data on Sentix Investor Confidence in the E.U. (11:30 AM). In the U.S. will be published CB Employment Trends Index (5:00 PM). Treasury Secretary Jacob J. Lew will speak today on the matter, though he isn't expected to announce a specific plan.



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	0.0315	neg	0.51	18.37	37.29	neg
AZST	Azovstal Iron and Steel Works	0.7493	23.27	0.16	0.14	neg	0.29
ENMZ	Enakievo Metallurgical Plant	33.1	neg	0.03	0.08	3.46	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.1001	neg	0.05	0.04	neg	0.17
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.0256	3.87	0.01	0.09	3.71	0.05
AVDK	Avdiivka Cokery Plant	2.5932	neg	0.07	0.06	neg	0.11
YASK	Yasynivka Cokery Plant	0.53	neg	0.07	0.07	2.37	0.02
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	17.13	8.64	0.39	0.97	4.8	0.5
SGOK	North Ore Mining and Processing Plant	8.399	4.71	1.45	1.69	2.77	1.16
Mining industry							
SHKD	DTEK Mine Komsomolets Donbassa	0.411	0.7	0.07	0.51	1.37	0.08
SHCHZ	Pokrovske Mine Management	0.5	neg	0.14	0.29	1.55	0.21
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.3489	neg	0.04	0.22	3.91	0.1
HRTR	Khartsyzsk Tube Works	0.4961	8.61	0.65	0.64	2.17	0.97
Energy industry							
CEEN	Centerenergo	7.767	20.97	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	Dniπροenergo	414.7	2.62	0.26	0.31	1.43	0.41
DNON	DTEK Dniπροoblenergo	70	neg	0.03	0.05	1.6	0.29
DOEN	Donbasenergo	31.0022	1.07	0.13	0.26	1.39	0.44
DOON	Donetskoblenergo	5.001	1.96	0.06	0.15	1.03	0.28
HAON	Kharkivoblenergo	1.45	3.89	0.1	0.08	0.95	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	1.9813	neg	0.11	0.25	3.26	0.22
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	0.67	neg	0.12	0.26	1.58	0.16
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	130.1	18.53	0.16	0.28	3.05	1.23
ZAON	Zaporizhoblenergo	1.4	9.29	0.06	0.27	5.94	0.65
ZHEN	Zhytomyrblenergo	1.5	neg	0.13	0.16	1.26	0.09
ZOEN	Zakarpattiaoblenergo	1.1	1.17	0.15	0.41	2.12	0.43
Mechanical engineering							
KRAZ	AvtoKRAZ	0.079	1.99	0.29	2.75	17.03	0.24
KVBZ	Krukivsky Carriage Works	15.98	9.9	0.74	0.76	9.08	0.66
LTPL	Luganskteplovovoz	1.08	1.5	0.08	0.3	2.91	0.32
LUAZ	Bogdan Motors	0.0476	neg	0.26	4.07	neg	neg
MSICH	Motor Sich	2284.5	2.33	0.5	0.49	1.1	0.44
MZVM	Mariupol Heavy Machine Building Plant	0.0955	0.48	0.23	0.23	0.19	0.13
SMASH	Sumy Frunze Machine Building Plant	2.7	neg	0.08	0.75	36.98	0.19
SVGZ	Stakhanov railway car building works	0.56	neg	0.19	1.39	55.81	0.19
Oil and gas industry							

UNAF	Ukrnafta	326.9	15.71	0.76	0.75	6.07	0.93
Banks							
BAVL	Raiffeisen Bank Aval	0.1329	7.31	x	x	x	0.55
USCB	Ukrsotsbank	0.1621	963.16	x	x	x	0.38
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	10.3	neg	0.13	2.07	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	1.5	10.07	1.22	2.03	7.5	8.99

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