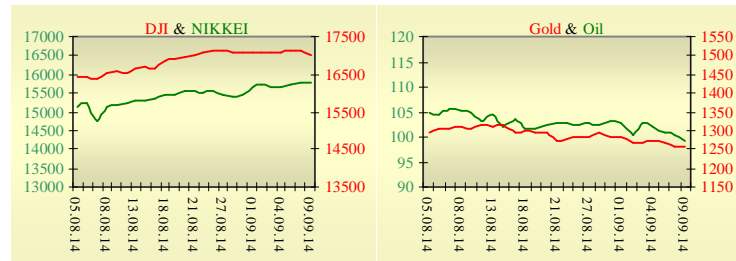
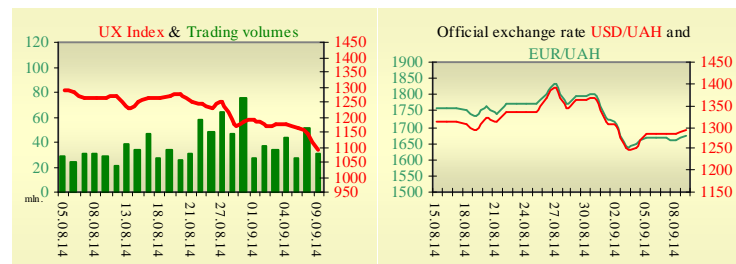


Morning stock market review 10 September 2014

Index	Closing	Change
Dow Jones	17 013.87	-0.57%
S&P 500	1 988.44	-0.65%
NASDAQ comp	4 552.29	-0.87%
FTSE 100	6 829.00	-0.08%
CAC 40	4 452.37	-0.50%
DAX 30	9 710.70	-0.49%
Nikkei 225	15 788.78	0.25%



UX	Index	Change	Volume, UAH mln.
	1 093.07	-4.66%	31



Value for 9:57		
Futures	Index	Change
Dow Jones	17 011.00	-0.13%
S&P 500	1 987.10	-0.13%
NASDAQ 100	4 062.00	-0.09%

Commodity markets		
Oil Brent	99.160	-1.03%
Gold	1 255.75	-0.25%

Interbank loans	9 September		
	o/n	7 days	30 days
KIBID (UAH)	6.50	4.50	3.00
KIBOR (UAH)	10.7	8.75	7.00
KIBID (USD)	6.00		
KIBOR (USD)	8.25		

Interbank currency	Bid/Ask	
	closing 09.09	
UAH/USD	12.9000 / 13.2000	
UAH/EUR	16.6260 / 17.0170	
UAH/RUB	0.3474 / 0.3573	

Last closure

On Tuesday, September 9, trades in USA have come to the end with decrease, as concerns grew that the Federal Reserve may raise interest rates sooner than anticipated and a rally in Apple Inc. disappeared. The US Federal Reserve, mindful that some banks are still so big that their failure could weigh on the wider economy. Daniel Tarullo, the Fed governor said that the Fed would propose special capital requirements for the largest banks that would be even higher than those demanded under international banking regulations. The number of U.S. job openings remained near the highest level in 13 years in July, and companies also stepped up hiring that month to the fastest pace in nearly seven years, two signs the job market is slowly healing. The tally of available jobs ticked down 2,000 to 4.673 million in July, from 4.675 million in June, the Labor Department said Tuesday. June's figure was the highest since February 2001. Apple fell 0.4% to \$97.99, after climbing to within one point of its intraday record of \$103.74 reached last week. The shares have typically fallen at other events where it debuted new products. Apple is up 22% so far this year, exceeding the 7.6% gain for the S&P 500. The company announced a smartwatch, mobile-payments system, health applications and bigger-screen iPhones that all work together. On the day's result, index Dow Jones has declined by 0.57%, S&P has lowered by 0.65%, Nasdaq has decreased by 0.87%.

European stock exchanges closed with decrease of main indexes, posting their biggest three-day decline in a month, as national benchmark gauges slipped in Greece, Portugal and Spain. Manufacturing production in the U.K. rose in line with market expectations in July, while industrial output topped forecasts. Manufacturing production inched up by a seasonally adjusted 0.3% in July, meeting expectations. Manufacturing production in June rose by 0.3%. Industrial production rose by a seasonally adjusted 1.7% in July, compared to expectations for a 1.3% gain, after increasing 1.2% in June. The Bank of England may start to raise interest rates next spring if the labour market continues to recover from the financial crisis, Governor Mark Carney said. Carney said forecasts made by the Bank last month showed that if rates started to go up in spring 2015, as markets were predicting at the time, inflation would be on course to settle close to the BoE's 2% target in three years' time. On the day's result, British FTSE has declined by 0.08%, CAC 40 (France) has decreased by 0.50%, DAX (Germany) has lowered by 0.49%.

Octobers' contractual price on Brent oil, decreased by \$1.04 to \$99.16 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 4.66% to 1093.07. Share trades capacity on the application market was equal to UAH 7.2 million. Trades capacity on the derivatives market was equal to UAH 15 million. Total trades capacity for yesterday — UAH 45.9 million.

All ten shares of an index basket retreated. Worse than market looked shares of Enakievo Metallurgical Plant (-13.93), Azovstal Iron and Steel Works (-11.36%), Ukrspotsbank (-9.16%) and Donbasenergo (-8.04%).

The situation in the area of the anti-terrorist operation remains stable, however the insurgents are building up their forces. At the same time, the militants are building up their presence in the immediate vicinity of a National Guard checkpoint near the town of Slovianoserbsk. The National Bank of Ukraine is expecting inflation in 2015 to lower to 10% compared to 17% this year and considers it inappropriate to increase the discount rate today, which stands at 12.5% per annum.

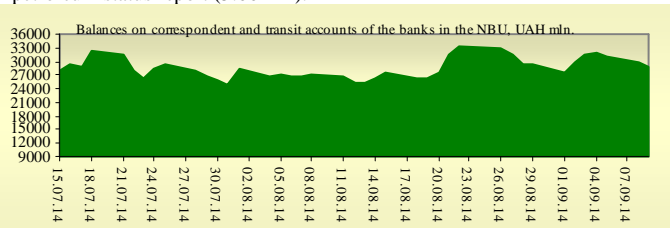
Premarket

External background at the opening is moderately negative. The Asian indexes are showing mixed dynamics today. Nikkei rose by 0.25%, Hong Kong Hang Seng declining by 1.69%.

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 0.43%, RTS lowers by 0.54%.

Our expectations

We expect opening of the Ukrainian market on neutral territory. In the U.S. will be published wholesale inventories (5:00 PM) and EIA petroleum status report (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	0.0299	neg	0.48	18.34	37.24	neg
AZST	Azovstal Iron and Steel Works	0.6665	20.7	0.14	0.12	neg	0.26
ENMZ	Enakievo Metallurgical Plant	28.5067	neg	0.02	0.07	3.3	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	0.0366	5.53	0.02	0.09	3.98	0.07
AVDK	Avdiivka Cokery Plant	2.361	neg	0.06	0.06	neg	0.1
YASK	Yasynivka Cokery Plant	0.5	neg	0.07	0.07	2.23	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	16.7	8.43	0.38	0.96	4.76	0.49
SGOK	North Ore Mining and Processing Plant	8.2	4.6	1.41	1.65	2.71	1.13
Mining industry							
SHKD	DTEK Mine Komsomolets Donbassa	0.49	0.83	0.09	0.52	1.41	0.09
SHCHZ	Pokrovske Mine Management	0.41	neg	0.12	0.26	1.41	0.17
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.3489	neg	0.04	0.22	3.91	0.1
HRTR	Khartsyzsk Tube Works	0.5	8.67	0.65	0.65	2.19	0.97
Energy industry							
CEEN	Centerenergo	7.422	20.04	0.36	0.46	8.07	1.13
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	399.8	2.53	0.25	0.3	1.39	0.39
DNON	DTEK Dniprooblenergo	61.01	neg	0.02	0.04	1.48	0.26
DOEN	Donbasenergo	26.01	0.89	0.11	0.24	1.28	0.37
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	1.95	neg	0.11	0.25	3.23	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	129	18.38	0.16	0.28	3.04	1.22
ZAON	Zaporizhoblenergo	1.41	9.36	0.06	0.27	5.95	0.65
ZHEN	Zhytomyroblenergo	1.48	neg	0.13	0.16	1.25	0.09
ZOEN	Zakarpattiaoblenergo	1.1	1.17	0.15	0.41	2.12	0.43
Mechanical engineering							
KRAZ	AvtoKRAZ	0.08	2.01	0.29	2.75	17.06	0.24
KVBZ	Krukivsky Carriage Works	15.9967	9.91	0.74	0.77	9.09	0.66
LTPL	Luganskteplovovoz	0.9963	1.38	0.07	0.29	2.85	0.29
LUAZ	Bogdan Motors	0.0476	neg	0.26	4.07	neg	neg
MSICH	Motor Sich	2241.8	2.29	0.5	0.48	1.08	0.43
MZVM	Mariupol Heavy Machine Building Plant	0.098	0.5	0.23	0.23	0.2	0.14
SMASH	Sumy Frunze Machine Building Plant	2.335	neg	0.07	0.73	36.41	0.16
SVGZ	Stakhanov railway car building works	0.51	neg	0.17	1.37	55.12	0.17
Oil and gas industry							

UNAF	Ukrnafta	318.2	15.29	0.74	0.73	5.91	0.9
Banks							
BAVL	Raiffeisen Bank Aval	0.1315	7.23	x	x	x	0.55
USCB	Ukrsotsbank	0.1552	922.16	x	x	x	0.37
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	12.1933	neg	0.16	2.1	neg	neg
SUNI	Sun Interbrew Ukraine	0.22	neg	0.62	0.62	5.92	1.53
UTLM	Ukrtelecom	0.185	47.85	0.54	0.9	3.87	0.68
ZATR	Zaporizhtransformator	1.5	10.07	1.22	2.03	7.5	8.99

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