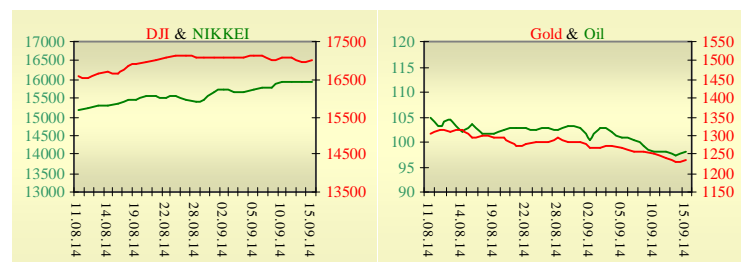
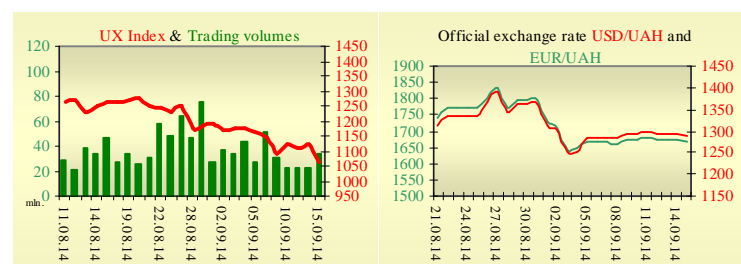


## Morning stock market review 16 September 2014

Index	Closing	Change
<b>Dow Jones</b>	17 031.14	0.26%
<b>S&amp;P 500</b>	1 984.13	-0.07%
<b>NASDAQ comp</b>	4 518.90	-1.07%
<b>FTSE 100</b>	6 804.21	-0.04%
<b>CAC 40</b>	4 428.63	-0.29%
<b>DAX 30</b>	9 659.63	0.09%
<b>Nikkei 225</b>	15 911.53	-0.23%



UX	Index	Change	Volume, UAH mln.
	1 060.70	-5.78%	33.6



Value for 10:01		
Futures	Index	Change
<b>Dow Jones</b>	16 935.00	-0.04%
<b>S&amp;P 500</b>	1 975.00	-0.05%
<b>NASDAQ 100</b>	4 022.75	-0.06%

Commodity markets		
<b>Oil Brent</b>	97.880	0.79%
<b>Gold</b>	1 234.25	0.22%

Interbank loans	15 September		
	o/n	7 days	30 days
<b>KIBID (UAH)</b>	6.86	4.50	3.00
<b>KIBOR (UAH)</b>	11.2	8.75	7.00
<b>KIBID (USD)</b>	6.50		
<b>KIBOR (USD)</b>	9.75		

Interbank currency	Bid/Ask	
	closing 15.09	
<b>UAH/USD</b>	13.7000 / 14.0000	
<b>UAH/EUR</b>	17.6915 / 18.0830	
<b>UAH/RUB</b>	0.3539 / 0.3674	

### Last closure

On Monday, September 15, trades in USA have come to the end with mixed dynamics, with gauges of small-cap and technology shares tumbling, while Treasuries ended a seven-day slide as investors assessed an unexpected drop in production before a rate decision. Industrial production, which measures the output of U.S. manufacturers, utilities and mines, fell 0.1% in August from the prior month. Economists had forecast a 0.3% gain. July's increase was revised down to 0.2% from 0.4% and August capacity utilization fell 0.3 percentage point to a 78.8% rate. An index of manufacturing activity in the New York region strengthened to a near-five-year high in September. The New York Fed's Empire State general business conditions index rose to 27.5, the highest level since October 2009. The index regained all of the ground it lost in August when it fell to 14.7 from 25.6 in July. Facebook Inc. plunged 3.7% for the biggest loss in the S&P 500. TripAdvisor Inc., Micron Technology Inc. and Netflix Inc. dropped at least 3.9%. Tesla Motors Inc. sank 9.1% for its worst day since May. On the day's result, index Dow Jones rose by 0.26%, S&P has lowered by 0.07%, Nasdaq has decreased by 1.07%.

European stock exchanges closed mixed dynamics of main indexes, after their first weekly slide in more than a month, as disappointing Chinese economic data offset gains amid mergers-and-acquisitions activity. Factory production in China rose 6.9% in August from a year earlier, the statistics office reported Sept. 13. That's down from 9% in July and below the 8.8% growth that economists had predicted. The eurozone's trade surplus rose year-on-year in July as exports grew faster than imports, pointing to a positive contribution to economic growth at the start of the third quarter, the European Union's Statistics office data showed. Eurostat said the non-seasonally adjusted external trade surplus of the 18 countries sharing the euro was 21.2 billion euros (27.39 billion US dollar) in July, up from 18.0 billion in July 2013. Exports increased 3% year-on-year while imports only 1%. On the day's result, British FTSE has declined by 0.04%, CAC 40 (France) has decreased by 0.29%, DAX (Germany) has increased by 0.09%.

Octobers' contractual price on Brent oil, decreased by \$0.46 to \$96.65 per barrel.

### In Ukraine

Trades on the Ukrainian stock exchange opened by decrease, day passed with negative dynamics. Value of the UX index has declined by 5.78% to 1060.70. Share trades capacity on the application market was equal to UAH 10.6 million. Trades capacity on the derivatives market was equal to UAH 9.5 million. Total trades capacity for yesterday — UAH 43.1 million.

From ten shares of an index basket, nine retreated. Better than market looked shares of Ukrnafta (+0.03%). Worse than market looked shares of Azovstal Iron and Steel Works (-13.69%), Alchevsk Metallurgical Plant (-12.46%) and Enakievo Metallurgical Plant (-12.14%).

Ukrainian President Petro Poroshenko has proposed introducing for three years a special order of government in some districts of Donetsk and Luhansk regions and holding early local elections in these regions on November 9, 2014. According to the bill of the head of state, which was published by the Ukrainska Pravda, temporarily, for three years from the date of entry of this law into force, a special order of local government is introduced in some districts of Donetsk and Luhansk regions, which include the districts, towns and villages located as of the date of entry into force of this law within the area of the anti-terrorist operation.

### Premarket

External background at the opening is neutral. The Verkhovna Rada will vote for the ratification of the Association Agreement with the European Union on Tuesday. The ratification procedure will start simultaneously: in the Verkhovna Rada at 13:00 Kyiv time and in the European Parliament at 11:00 CET. The Asian indexes are decreasing today. Nikkei has lowered by 0.23%, Hong Kong Hang Seng declining by 0.61%.

Futures on American indexes are slightly decreasing today from 0.05% to 0.07%.

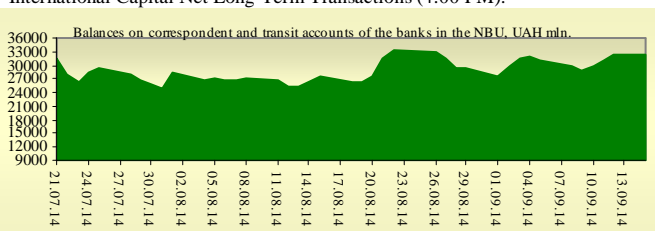
Russian indexes as of 10:00 AM are showing mixed dynamics — MICEX increasing by 0.33%, RTS lowers by 0.71%.

### Our expectations

We expect opening of the Ukrainian market by growth.

In Europe will be published CPI in the U.K. (11:30 AM) and ZEW Economic Sentiment for Germany and E.U (12:00 AM).

In the U.S. will be published Producer Price Index (3:30 PM) and Treasury International Capital Net Long-Term Transactions (4:00 PM).



## Financial ratios for Ukrainian issuers

Ticker	Name	Closing price, UAH	P/E	P/S	EV/S	EV/Ebitda	P/B
<b>Metallurgy</b>							
ALMK	Alchevsk Metallurgical Plant	0.0262	neg	0.42	18.28	37.12	neg
AZST	Azovstal Iron and Steel Works	0.6183	19.2	0.13	0.11	neg	0.24
ENMZ	Enakievo Metallurgical Plant	26.2194	0.09	neg	-0.15	neg	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.1375	neg	0.07	0.06	neg	0.23
<b>Coke industry</b>							
ALKZ	Alchevsk Cokery Plant	0.0561	8.47	0.03	0.1	1.41	0.11
AVDK	Avdiivka Cokery Plant	2.1741	0.4	0.05	0.05	neg	0.09
YASK	Yasynivka Cokery Plant	0.485	neg	0.06	0.06	0.3	0.02
<b>Quarrying industry</b>							
CGOK	Central Ore Mining and Processing Plant	6.4328	4.12	1.29	1.27	2.45	1.02
PGOK	Poltava Ore Mining and Processing Plant	16.5	8.32	0.68	1.73	4.69	0.48
SGOK	North Ore Mining and Processing Plant	7.9	4.43	1.36	1.6	5.21	1.09
<b>Mining industry</b>							
SHKD	DTEK Mine Komsomolets Donbassa	0.53	0.9	0.17	0.96	0.62	0.1
SHCHZ	Pokrovske Mine Management	0.452	neg	0.13	0.27	1.48	0.19
<b>Pipe industry</b>							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.35	neg	0.08	0.43	3.91	0.1
HRTR	Khartsyzsk Tube Works	0.51	0.47	0.66	0.66	2.23	0.99
<b>Energy industry</b>							
CEEN	Centerenergo	7.1835	1.4	neg	-0.89	7.87	1.09
CHEN	Chernivtsioblenergo	1.3	9.39	0.11	0.23	3.1	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	3.34	0.6
DNEN	Dniπροenergo	413	0.85	neg	-0.59	neg	0.4
DNON	DTEK Dniπροoblenergo	51.55	0.09	neg	-0.08	neg	0.22
DOEN	Donbasenergo	27.4433	0.57	neg	-0.55	neg	0.39
DOON	Donetskoblenergo	5.5	2.15	0.07	0.15	1.07	0.3
HAON	Kharkivoblenergo	1.45	3.89	0.1	0.08	1.53	0.18
HMON	Khmelnitskoblenergo	1.25	14.95	0.17	0.16	2.97	0.24
KION	Kirovogradoblenergo	1.6	neg	0.18	0.32	7.11	0.21
KOEN	Kyivoblenergo	1.111	neg	0.35	0.34	8.48	0.48
KREN	DTEK Krymenergo	1.901	0.6	neg	-0.62	neg	0.21
LVON	Lvivoblenergo	1.2	neg	0.1	0.13	1.16	0.07
MOEN	Mykolayivoblenergo	1.41	34.56	0.16	0.42	8.05	0.6
ODEN	Odesaoblenergo	0.67	neg	0.12	0.26	2.22	0.16
PREN	Prykarpattiaoblenergo	1.6	2.08	0.16	0.18	1	0.13
VOEN	Volynoblenergo	0.5445	186.56	0.34	0.33	4.74	0.39
ZAEN	DTEK Zakhidenergo	129	0.68	0.16	0.28	3.04	1.22
ZAON	Zaporizhoblenergo	1.41	9.36	0.06	0.27	10.14	0.65
ZHEN	Zhytomyroblenergo	1.4128	neg	0.12	0.15	1.94	0.09
ZOEN	Zakarpattiaoblenergo	1.2	1.27	0.16	0.42	3.36	0.47
<b>Mechanical engineering</b>							
KRAZ	AvtoKRAZ	0.077	1.94	0.28	2.79	0.65	0.23
KVBZ	Krukivsky Carriage Works	15.75	9.76	0.72	0.75	neg	0.65
LTPL	Luganskteplovovoz	1.099	1.52	0.13	0.49	5.46	0.32
LUAZ	Bogdan Motors	0.0493	neg	0.27	4.07	neg	neg
MSICH	Motor Sich	2175	2.56	neg	-1.55	neg	0.42
MZVM	Mariupol Heavy Machine Building Plant	0.113	0.06	0.27	0.27	0.23	0.16
SMASH	Sumy Frunze Machine Building Plant	2.999	neg	0.14	1.13	37.44	0.21
SVGZ	Stakhanov railway car building works	0.693	neg	0.24	1.43	57.64	0.23
<b>Oil and gas industry</b>							

UNAF	Ukrnafta	317.9	7.13	neg	-1.95	neg	0.9
<b>Banks</b>							
BAVL	Raiffeisen Bank Aval	0.1274	7	x	x	x	0.53
USCB	Ukrsotsbank	0.1548	919.78	x	x	x	0.36
<b>Other industries</b>							
KFTP	Slavic wallpapers	36	1.7	0.18	0.13	0.63	0.31
MTBD	Mostobud	22.5	neg	0.11	5.71	2.71	neg
SLVT	Slavutych	1.182	neg	0.17	6.26	neg	neg
STIR	Concern Stiroil	10.5	neg	0.13	2.08	neg	neg
SUNI	Sun Interbrew Ukraine	0.201	neg	0.57	0.57	5.41	1.4
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

## ANALYTICAL DEPARTMENT

Vitaly Murashkin  
[VMurashkin@itt-group.com](mailto:VMurashkin@itt-group.com)  
Head of Department

Yegor Burkov  
[EBurkov@itt-group.com](mailto: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](http://www.itt-group.com)