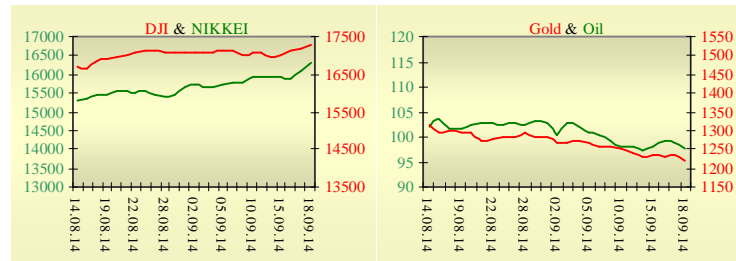
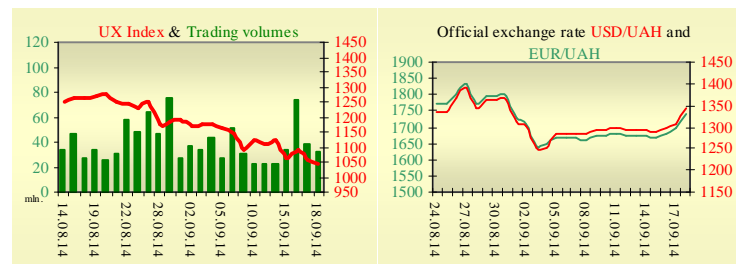


**Morning stock market review 19 September 2014**

Index	Closing	Change
<b>Dow Jones</b>	17 265.99	0.64%
<b>S&amp;P 500</b>	2 011.36	0.49%
<b>NASDAQ comp</b>	4 593.43	0.68%
<b>FTSE 100</b>	6 819.29	0.57%
<b>CAC 40</b>	4 464.70	0.75%
<b>DAX 30</b>	9 798.13	1.41%
<b>Nikkei 225</b>	16 321.17	1.58%



UX	Index	Change	Volume, UAH mln.
	1 044.21	-1.25%	31.3



Value for 9:59		
Futures	Index	Change
<b>Dow Jones</b>	17 253.00	0.43%
<b>S&amp;P 500</b>	2 011.60	0.34%
<b>NASDAQ 100</b>	4 112.75	0.39%

Commodity markets		
<b>Oil Brent</b>	97.700	-1.28%
<b>Gold</b>	1 220.50	-1.25%

Interbank loans	18 September		
	o/n	7 days	30 days
<b>KIBID (UAH)</b>	6.43	1.50	3.00
<b>KIBOR (UAH)</b>	1 11.4	5.50	7.00
<b>KIBID (USD)</b>	7.33		
<b>KIBOR (USD)</b>	1 10.0		

Interbank currency	Bid/Ask	
	closing 18.09	
<b>UAH/USD</b>	14.1000 / 14.3500	
<b>UAH/EUR</b>	18.1560 / 18.4820	
<b>UAH/RUB</b>	0.3677 / 0.3720	

**Last closure**

On Thursday, September 4, trades in USA have come to the end with growth, as employment data boosted optimism in the economy. The number of people who filed for unemployment assistance in the U.S. last week fell to the lowest level since mid-July. Number of individuals filing for initial jobless benefits in the week ending September 13 decreased by 36,000 to a seasonally adjusted 280,000 from the previous week's revised total of 316,000. Analysts had expected jobless claims to fall by 11,000 to 305,000 last week. Continuing jobless claims in the week ended September 6 fell to 2.429 million from 2.492 million in the preceding week. Analysts had expected continuing claims to increase to 2.470 million. The number of building permits issues in the U.S. dropped by 5.6% to a seasonally adjusted 998,000 units from July's total of 1.057 million. Analysts expected building permits to fall by 0.4% to 1.045 million units in August. U.S. housing starts tumbled by 14.4% last month to hit a seasonally adjusted 956,000 units from July's total of 1.117 million units, compared to expectations for an increase to 1.040 million. Manufacturers in the Philadelphia region expanded at robust pace in September, but an index that measures growth slowed from a three-year high in August. The Philadelphia Federal Reserve's business-conditions index fell to 22.5 this month from 28 in August, the bank said Thursday. The index hit its highest level in August since March 2011. The decline was slightly deeper than the forecast of economists. On the day's result, index Dow Jones rose by 0.64%, S&P has increased by 0.49%, Nasdaq grew by 0.68%.

European stock exchanges closed with growth of main indexes, after Federal Reserve Chair Janet Yellen indicated interest rates won't increase anytime soon. Results of the European Central Bank's first targeted-lending program showed a lower-than-forecast allotment of funds. The Frankfurt-based central bank said it allotted 82.6 billion euros (\$106.5 billion) at a fixed interest rate of 0.15%. U.K. retail sales were up in 0.4% in August compared to the previous month and gained almost 4% year-on-year. Sales of household goods surged in August, jumping 12.7% when compared with the previous year. On the day's result, British FTSE rose by 0.57%, CAC 40 (France) grew by 0.75%, DAX (Germany) has increased by 1.41%. October's contractual price on Brent oil, decreased by \$1.27 to \$97.70 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 declined by 1.25% to 1044.21. Share trades capacity on the application market was equal to UAH 5 million. Trades capacity on the derivatives market was equal to UAH 2.9 million. Total trades capacity for yesterday — UAH 34.3 million. From ten shares of an index basket, eight retreated. Leaders of growth were shares of Avdiivka Coke Plant (+3.60%). Worse than market looked shares of Azovstal Iron and Steel Works (-3.62%).

The gross external debt of Ukraine in the end of H1 2014 amounted to US \$136.8 bn. The debt decreased by US 5.3 bn (3.7%) compared with the indicators in the beginning of the year. The main factor for the decrease over the reported period was the reduction of volume of the external obligations in private sector by US \$7.4 bn while the national debt has increased due to attraction of the official loans by the government. At that, in relation to the GDP the debt has increased from 78.1% to 81.8% in the beginning of the year. The volume of construction work in Ukraine, apart from the temporarily occupied territory of Crimea and Sevastopol city, in August 2014 was 37.1% lower than in August 2013, while in July 2014 the decline was 31% on July 2013, the State Statistics Service has said.

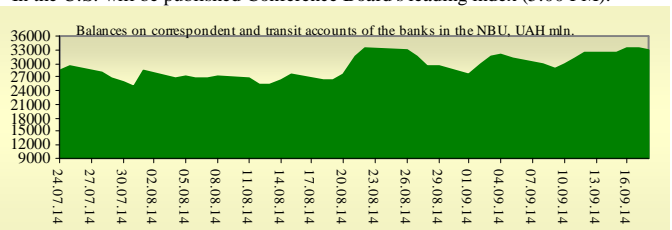
**Premarket**

External background at the opening is neutral. Germany's producer price index decreased by 0.1% on the month and fell 0.8% on the year in August, equaling the previous month's move. Energy prices were the main driver of the index. These fell by 0.2% on the month and were down 3.1% on the year. The Asian indexes are growing today. Nikkei rose by 1.58%, Hong Kong Hang Seng increasing by 0.98%.

Futures on American indexes are growing today from 0.35% to 0.43%. Russian indexes as of 10:00 AM are decreasing — MICEX decreasing by 0.84%, RTS lowers by 0.73%.

**Our expectations**

We expect opening of the Ukrainian market on neutral territory. In Europe will be published current account and net investment flow in the E.U. (11:00 AM). In the U.S. will be published Conference Board's leading index (5:00 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	0.0237	neg	0.38	18.24	37.03	neg
AZST	Azovstal Iron and Steel Works	0.587	18.23	0.12	0.1	neg	0.22
ENMZ	Enakievo Metallurgical Plant	25	0.09	neg	-0.14	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	0.0399	6.03	0.02	0.09	1.28	0.08
AVDK	Avdiivka Cokery Plant	2.2923	0.42	0.06	0.05	neg	0.1
YASK	Yasynivka Cokery Plant	0.468	neg	0.06	0.06	0.29	0.02
<b>Quarrying industry</b>							
CGOK	Central Ore Mining and Processing Plant	7.189	4.61	1.44	1.42	2.74	1.14
PGOK	Poltava Ore Mining and Processing Plant	16.99	8.57	0.7	1.75	4.74	0.5
SGOK	North Ore Mining and Processing Plant	7.6	4.26	1.31	1.55	5.04	1.05
<b>Mining industry</b>							
SHKD	DTEK Mine Komsomolets Donbassa	0.555	0.94	0.18	0.97	0.62	0.11
SHCHZ	Pokrovske Mine Management	0.43	neg	0.12	0.27	1.45	0.18
<b>Pipe industry</b>							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.3	neg	0.07	0.42	3.81	0.09
HRTR	Khartsyzsk Tube Works	0.48	0.44	0.62	0.62	2.1	0.94
<b>Energy industry</b>							
CEEN	Centerenergo	7.115	1.39	neg	-0.88	7.81	1.08
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	418.9	0.86	neg	-0.6	neg	0.41
DNON	DTEK Dniπροoblenergo	82	0.14	neg	-0.1	neg	0.34
DOEN	Donbasenergo	26.35	0.55	neg	-0.54	neg	0.37
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	1.95	0.62	neg	-0.63	neg	0.22
LVON	Lvivoblenergo	1.109	neg	0.1	0.12	1.09	0.07
MOEN	Mykolayivoblenergo	1.4	34.31	0.16	0.42	8.03	0.6
ODEN	Odesaoblenergo	0.65	neg	0.12	0.26	2.18	0.15
PREN	Prykarpattyablenergo	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	127.9	0.68	0.16	0.28	3.02	1.21
ZAON	Zaporizhoblenergo	1.41	9.36	0.06	0.27	10.14	0.65
ZHEN	Zhytomyroblenergo	1.51	neg	0.13	0.16	2.05	0.09
ZOEN	Zakarpattyablenergo	1.2	1.27	0.16	0.42	3.36	0.47
<b>Mechanical engineering</b>							
KRAZ	AvtoKRAZ	0.0869	2.19	0.32	2.83	0.65	0.26
KVBZ	Krukivsky Carriage Works	15.83	9.81	0.73	0.75	neg	0.66
LTPL	Luganskteplovovoz	1.129	1.56	0.13	0.5	5.5	0.33
LUAZ	Bogdan Motors	0.043	neg	0.24	4.04	neg	neg
MSICH	Motor Sich	2163.5	2.55	neg	-1.54	neg	0.42
MZVM	Mariupol Heavy Machine Building Plant	0.1	0.05	0.24	0.24	0.2	0.14
SMASH	Sumy Frunze Machine Building Plant	2.999	neg	0.14	1.13	37.44	0.21
SVGZ	Stakhanov railway car building works	0.77	neg	0.26	1.46	58.69	0.26
<b>Oil and gas industry</b>							

UNAF	Ukrnafta	314.5875	7.06	neg	-1.93	neg	0.89
<b>Banks</b>							
BAVL	Raiffeisen Bank Aval	0.1268	6.97	x	x	x	0.53
USCB	Ukrsotsbank	0.1467	871.65	x	x	x	0.35
<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	10.3	neg	0.13	2.07	neg	neg
SUNI	Sun Interbrew Ukraine	0.201	neg	0.57	0.57	5.41	1.4
UTLM	Ukrtelecom	0.19	49.14	0.55	0.92	3.93	0.7
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)