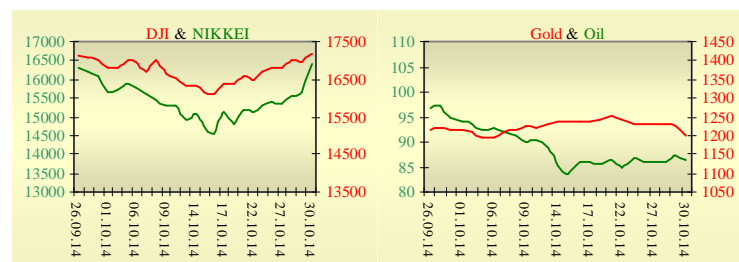
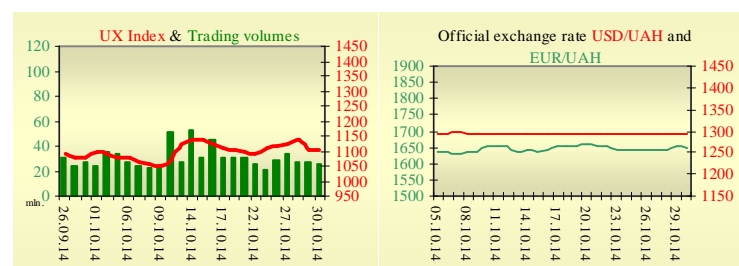


Morning stock market review 31 October 2014

Index	Closing	Change
Dow Jones	17 195.42	1.30%
S&P 500	1 994.65	0.62%
NASDAQ comp	4 566.14	0.37%
FTSE 100	6 463.55	0.15%
CAC 40	4 141.24	0.74%
DAX 30	9 114.84	0.35%
Nikkei 225	16 413.76	4.83%



UX	Index	Change	Volume, UAH mln.
	1 105.96	0.09%	26.2



Value for 10:15		
Futures	Index	Change
Dow Jones	17 303.00	1.09%
S&P 500	2 010.60	1.09%
NASDAQ 100	4 143.00	1.29%

Commodity markets		
Oil Brent	86.240	-1.01%
Gold	1 202.00	-1.75%

Interbank loans	30 October		
	o/n	7 days	30 days
KIBID (UAH)	7.71	4.50	3.00
KIBOR (UAH)	1 11.7	9.75	7.00
KIBID (USD)	7.00		
KIBOR (USD)	9.50		

Interbank currency	Bid/Ask	
	closing 30.10	
UAH/USD	12.9700	13.4500
UAH/EUR	16.3500	16.9500
UAH/RUB	0.3100	0.3200

Last closure

On Thursday, October 31, trades in USA have come to the end with growth, after data showed the American economy grew faster than forecast. U.S. gross domestic product grew at a 3.5% annualized pace in the three months ended September after a 4.6% gain in the second quarter. Economists had forecast growth of 3%. Initial claims for state unemployment benefits increased 3,000 to a seasonally adjusted 287,000 for the week ended Oct. 25. The four-week moving average of claims, considered a better measure of labor market trends as it irons out week-to-week volatility, fell 250 to 281,000. Federal Reserve Chair Janet Yellen did not comment on monetary policy or the economic outlook in remarks on Thursday prepared for a diversity conference at the central bank. Yellen was speaking one day after the Fed ended its monthly bond purchase program and dropped a characterization of U.S. labor market slack as significant in a show of confidence in the economy's prospects. On the day's result, index Dow Jones rose by 1.30%, S&P has increased by 0.62%, Nasdaq grew by 0.37%.

European stock exchanges closed with growth of main indexes. Businesses and consumers across the 18 countries that share the euro became slightly more upbeat about their prospects during October, a fresh sign that the currency area's economy is unlikely to slide back into contraction. Economic Sentiment Indicator – a measure of consumer and business confidence – rose to 100.7 in October from 99.9 in September. Economists had expected a decline to 99.7. Germany's number of unemployed dropped by a seasonally adjusted 22,000 in October, easily outpacing forecast of a 4,500 increase and suggesting that the labour market in Europe's largest economy remains robust against a backdrop of weakening economic activity. The unemployment rate held steady at 6.7% in line with forecast. The total number of employed fell from 2.909 million in September to 2.887 million this month. On the day's result, British FTSE rose by 0.15%, CAC 40 (France) grew by 0.74%, DAX (Germany) has increased by 0.35%.

Novembers' contractual price on Brent oil, decreased by \$0.88 to \$86.24 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 0.09% to 1105.96. Share trades capacity on the application market was equal to UAH 5 million. Trades capacity on the derivatives market was equal to UAH 6.4 million. Total trades capacity for yesterday — UAH 32.6 million.

From ten shares of an index basket, four have risen. Leaders of growth were shares of Ukrnafta (+1.56%). Worse than market looked shares of Azovstal Iron and Steel Works (-1.47%).

Russia agreed Thursday to resume selling natural gas to Ukraine, ending a cutoff that had threatened to leave Ukrainian households shivering as winter approached. The agreement appears to set up a truce, at least temporarily, on one front in the wide-ranging conflict between Russia and Ukraine, where pro-Russian rebels have seized territory in Ukraine's industrial heartland. The Russian Energy Ministry has confirmed an interim gas price for Ukraine at \$378 per 1,000 cubic meters, reads a statement posted on the ministry's website.

Premarket

External background at the opening is positive. Retail sales in Germany tumbled 3.2% month-on-month in September, far worse than expected and the biggest monthly decline since May 2007. Last month's 2.5% rise in retail sales was also heavily marked down to 1.5% by the German statistics body. The Asian indexes are growing today. Nikkei rose by 4.83%, Hong Kong Hang Seng increasing by 1.11%.

Futures on American indexes are growing today from 1.09% to 1.29%.

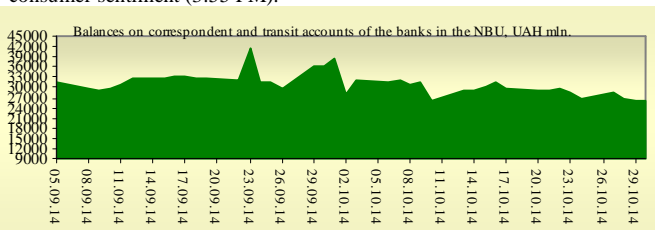
Russian indexes as of 10:00 AM are rising — MICEX increasing by 1.21%, RTS growing by 0.54%.

Our expectations

We expect opening of the Ukrainian market on neutral territory.

In Europe will be published CPI in the E.U. (12:30 AM).

In the U.S. will be published core PCE price index (2:30 PM), employment cost index (2:30 PM), personal spending (2:30 PM) and Michigan consumer sentiment (3:55 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	0.0251	neg	0.08	3.77	14.95	neg
AZST	Azovstal Iron and Steel Works	0.769	0.78	0.15	0.13	3.52	0.27
ENMZ	Enakievo Metallurgical Plant	28.23	neg	0.02	0.07	3.27	neg
MMKI	Ilyich Iron and Steel Works of Mariupol	0.2499	neg	0.11	0.08	7.54	0.2
Coke industry							
ALKZ	Alchevsk Cokery Plant	0.0577	neg	0.05	-0.03	-29.92	0.03
AVDK	Avdiivka Cokery Plant	2.6	neg	0.07	0.06	neg	0.11
YASK	Yasynivka Cokery Plant	0.45	neg	0.05	0.05	neg	0.09
Quarrying industry							
CGOK	Central Ore Mining and Processing Plant	7.3067	4.23	1.39	1.39	4.54	0.95
PGOK	Poltava Ore Mining and Processing Plant	16.8	neg	0.31	1.14	3.55	4.29
SGOK	North Ore Mining and Processing Plant	8.549	4.92	1.45	1.64	2.17	1.18
Mining industry							
SHKD	DTEK Mine Komsomolets Donbassa	0.774	1.06	0.13	0.56	1.45	0.14
SHCHZ	Pokrovske Mine Management	0.449	neg	0.13	0.3	18.59	0.23
Pipe industry							
NVTR	Interpipe Novomoskovsk Pipe-Production Plant	0.3	2.26	0.04	0.35	2.47	0.09
HRTR	Khartsyzsk Tube Works	0.5649	11.02	0.72	0.65	2.13	0.89
Energy industry							
CEEN	Centerenergo	7.66	15.72	0.38	0.36	2.47	1.1
CHEN	Chernivtsioblenergo	5.75	18.31	0.47	0.55	3.54	1.79
CHEON	Chernigivoblenergo	1.4	2.43	0.16	0.16	1.66	0.36
CHON	Cherkasyoblenergo	1	5.42	0.11	0.11	1.73	0.49
DNEN	Dniproenergo	699.9	4.42	0.43	0.49	8.8	0.69
DNON	DTEK Dniprooblenergo	129.98	neg	0.05	0.07	0.98	0.54
DOEN	Donbasenergo	33.8733	1.31	0.15	0.28	0.99	0.45
DOON	Donetskoblenergo	10.5667	neg	0.13	0.26	2.03	0.51
HAON	Kharkivoblenergo	1.45	1.89	0.1	0.07	0.64	0.16
HMON	Khmelnitskoblenergo	1.21	8.02	0.16	0.13	0.76	0.23
KION	Kirovogradoblenergo	2	neg	0.21	0.37	1.54	0.27
KOEN	Kyivoblenergo	1.1	neg	0.33	0.32	3.55	0.47
KREN	DTEK Krymenergo	2.11	neg	0.12	0.26	4.15	0.24
LVON	Lvivoblenergo	1.1	neg	0.1	0.12	1.24	0.07
MOEN	Mykolayivoblenergo	1.05	9.71	0.11	0.36	4.95	0.43
ODEN	Odesaoblenergo	0.65	9.94	0.12	0.26	1.05	0.15
PREN	Prykarpattiaoblenergo	1.6	3.05	0.16	0.2	1.31	0.13
VOEN	Volynoblenergo	0.57	neg	0.35	0.35	7.52	0.4
ZAEN	DTEK Zakhidenergo	160.4667	25.13	0.19	0.35	1.99	1.41
ZAON	Zaporizhoblenergo	1.5	neg	0.07	0.25	3.81	0.72
ZHEN	Zhytomyroblenergo	1.881	13.94	0.16	0.25	1.18	0.11
ZOEN	Zakarpattiaoblenergo	1.5	1.84	0.19	0.44	2.09	0.56
Mechanical engineering							
KRAZ	AvtoKrAZ	0.0959	neg	0.23	2.21	9.11	0.41
KVBZ	Krukivsky Carriage Works	13.72	17.26	0.43	0.59	neg	0.6
LTPL	Luganskteplovovoz	1.188	6.11	0.12	0.63	3.09	0.33
LUAZ	Bogdan Motors	0.0329	neg	0.18	3.98	neg	neg
MSICH	Motor Sich	2267	0.62	0.47	0.45	0.54	0.44
MZVM	Mariupol Heavy Machine Building Plant	0.17	neg	0.44	0.44	0.43	0.23
SMASH	Sumy Frunze Machine Building Plant	5.001	neg	0.67	4.82	neg	0.42
SVGZ	Stakhanov railway car building works	1.199	neg	0.71	2.46	4.91	0.46
Oil and gas industry							

UNAF	Ukrnafta	267.6	76.55	0.6	0.6	3.56	0.79
Banks							
BAVL	Raiffeisen Bank Aval	0.1233	neg	x	x	x	0.51
USCB	Ukrsotsbank	0.1505	208.44	x	x	x	0.32
Other industries							
KFTP	Slavic wallpapers	36	0.95	0.15	0.17	0.66	0.28
MTBD	Mostobud	26.6	neg	0.21	9.65	neg	neg
SLVT	Slavutych	1.182	neg	0.17	887.09	neg	neg
SLAV	Carlsberg Ukraine	7.272	8.96	2.27	0.31	1.04	2.03
STIR	Concern Stinol	9.2	neg	0.1	2.91	neg	neg
SUNI	Sun Interbrew Ukraine	0.19	neg	0.59	0.59	6.98	1.64
UTLM	Ukrtelecom	0.1995	23.59	0.59	0.97	7.23	0.62
ZATR	Zaporizhtransformator	1.75	neg	1.87	3.38	11.61	neg

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