

Daily review

May 14, 2008

Trader's view

Just as we have expected, the Tuesday of Russian stock market started up major, whilst backed by positive dynamics of foreign indices. However, some 30 minutes after trades began – market players have decided to fix their income, as RTS lost another 30 points before noon, dropping below 2310 points. Nevertheless, the supporting dynamics by US statistics at second day's half pushed the market up, compensating for the day's fall. Just like before, stocks of oil & gas sector appeared above general market. Banking sector's shares were more moderate due to certain tensions over Eurozone's financial sphere.

Main news

Gazprom Neft: dividends down to improve development strategy.

Gazprom Neft's board of directors recommended its shareholders to approve dividends of 2007 in 5.4 RUR per one common share, reports RBC citing the company. Therefore, if shareholders approve these dividends, Gazprom Neft could spend 25.6 bn RUR for dividends of 2007. During 2006 Gazprom Neft paid 8.08 RUR per share, whilst total dividends value formed 38.3 bn RUR.

Other news

➤ KAMAZ's RAS 2007 report.

KAMAZ has expanded its RAS compliant sales up +35% above prior year, achieving a total of 91 bn 291 mn RUR – states company's report. In its latest message KAMAZ announces confirmed data on net income: this value has formed 4 bn 819.9 mn RUR in 2007, growing 6.6 times over result of 2006.

➤ PRISCO's RAS report of 2007

PRISCO earned 80.595 mn RUR in 2007, under RAS, reports the company. Back in 2006 PRISCO's net income formed 49.084 mn RUR. Therefore, this value expanded +64%. Though sales of the shipping company have formed 660.086 mn RUR in 2007.

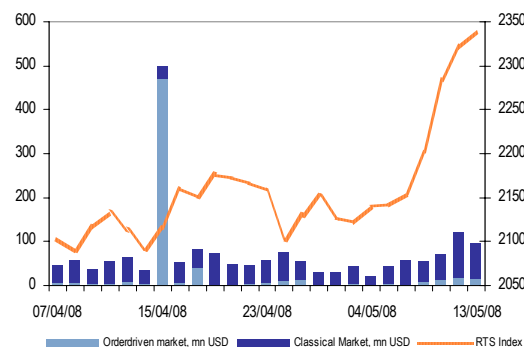
Market estimates

Main indicators and indices

	Close, USD	Change, pt.	Change, %			
			day	week	month	year
RTS Index	▲ 2,339.57	18.43	0.79	8.65	10.77	26.38
MICEX Index	▲ 1,839.78	17.78	0.98	8.58	11.57	12.70
USD / RUR	▲ 23.81	0.12	0.50	0.41	1.39	-7.93
EUR / RUR	▲ 36.84	0.01	0.01	0.05	-0.71	5.69
EUR / USD	▼ 1.55	-0.01	-0.51	-0.37	-2.07	14.25
Dow Jones Index	▼ 12,832.18	-44.13	-0.34	-1.45	4.11	-3.86
NASDAQ	▲ 2,495.12	6.63	0.27	0.48	8.95	-2.02
FTSE 100	▼ 6,211.90	-8.70	-0.14	-0.05	5.37	-5.24
Nikkei 225	▲ 13,953.73	210.37	1.53	-0.68	4.73	-21.07
MSCI EM	▲ 1,205.59	11.48	0.96	-0.81	3.90	20.80

Source: Bloomberg, Estimation: Veles Capital

RTS index vs. trade volume



Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	▲ 122.78	0.77	0.63	2.83	13.57	85.83
Urals, USD / bbl	▲ 118.80	1.12	0.95	2.90	13.45	88.21
Gold, USD / ounce	▼ 887.76	-16.11	-1.78	-1.21	-6.38	25.94
Palladium, USD / ounce	▼ 446.18	-4.60	-1.02	0.49	-7.12	18.10
Copper, USD / ton	▼ 8,235	-25	-0.30	-3.35	-4.80	7.63
Nickel, USD / ton	▲ 27,050	500	1.88	-6.40	-5.09	-44.85

Source: Bloomberg, Estimation: Veles Capital

Russian share quotes

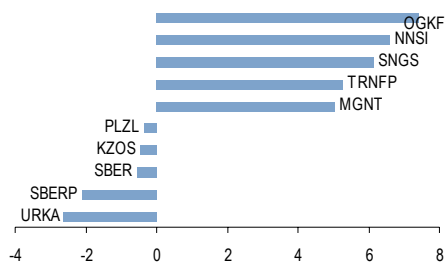
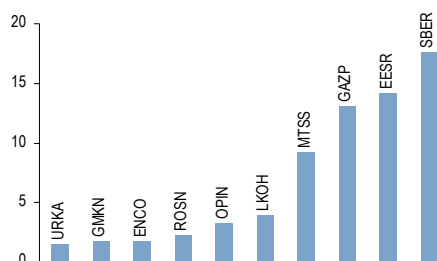
	Close, USD	Change, USD	Change, %			
			day	week	month	year
UES	▲ 1.105	0.010	0.91	10.50	7.28	-12.09
VTB	▲ 0.004	0.000	1.00	2.54	5.48	-
Polyus-Gold	▼ 54.50	-0.200	-0.37	0.46	5.83	27.49
NorNickel	- 281.50	-	-	3.49	-5.54	46.35
Rostelecom	- 11.42	-	-0.22	0.22	-6.73	26.24
MTS	▼ 12.00	-0.040	-0.33	-1.23	-4.76	30.79
Sberbank	▼ 3.500	-0.020	-0.57	3.55	10.06	-9.09
LUKOIL	▲ 104.20	1.200	1.17	13.94	19.77	41.96
Gazprom Neft	- 6.350	-	-	3.76	5.83	70.70
Surgutneftegas	▲ 1.129	0.066	6.16	16.01	12.90	-7.38
Gazprom	▼ 14.68	-0.020	-0.14	9.88	11.81	56.34
Tatneft	- 7.310	-	1.53	9.10	16.03	58.05
Rosneft	▲ 11.100	0.290	2.68	14.67	16.60	35.70

Source: RTS web page, Estimation: Veles Capital

Veles Management MC Unit investment trusts

	Net asset value, RUR	Share price, RUR	Change, %			Since interest per annum formation, %
			day	month	year	
VELES Capital	▲ 11,110,316	1,173.05	1.24	4.02	3.71	8.16
VELES Capital - Selected Shares	▲ 10,402,897	985.18	1.47	5.20	-1.67	-1.00
VELES Capital - Bonds	▲ 22,837,162	1,005.66	0.04	0.73	-	2.35

Source: Veles Management MC

Rise and fall leaders, %

Leaders on turnover volumes in RTS, mn USD

RTS index support and resistance levels

	support	resistance
1	2,343.5	2,300.0
2	2,360.2	2,271.2
3	2,400.0	2,233.0

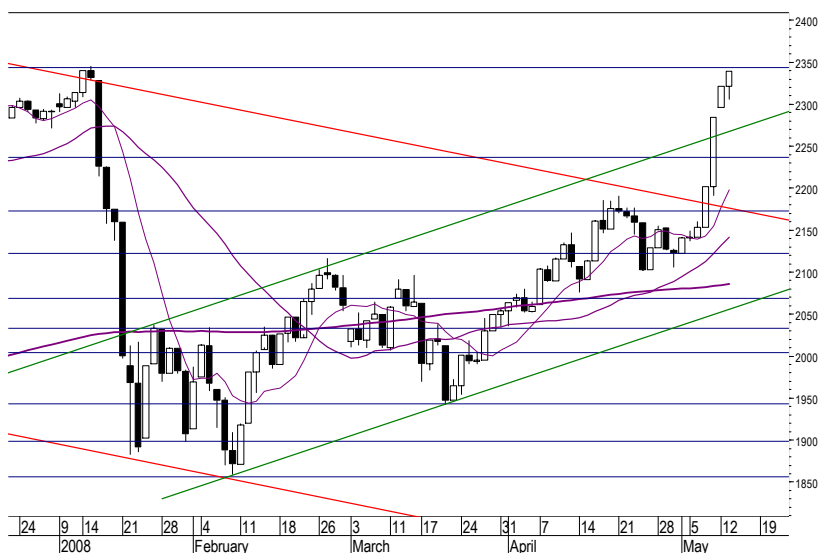
Trader's view

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RTS of Tuesday rose +0.79% and closed at 2339.57 points. Surgutneftegas (+6.16%), LUKOIL (+1.17%) and Rosneft (+2.68%) proved the top support of RTS growth. Sberbank (-0.57%), Uralkali (-2.64%) and Gazprom (-0.14%) lost some of its positions.

The trades at classic market were rather active and formed a total of 77.9 mn USD. Yesterday turnover leaders: Sberbank (17.7 mn USD), UES (14.1 mn USD) and Gazprom (13.1 mn USD).

The "white candles" dominate the chart for past few days, proving more clearly that correction is at hand. The absence of solid external trends, insignificant fluctuations at US and Asian stock indices – could prove to be a reason to fix income by investors. We do not exclude that after 7 day rally RTS may lose 1-1.5%.

RTS index support and resistance levels


Company profile

Last price, USD	6.350
Market capitalization, mn USD	30,107
Ticker	SIBN
Fair value, USD	6.256
Undervaluation, Overvaluation %	-1.48
Recommendation:	
HOLD	

Oil & Gas

Gazprom Neft

Gazprom Neft: dividends down to improve development strategy.

Gazprom Neft's board of directors recommended its shareholders to approve dividends of 2007 in 5.4 RUR per one common share, reports RBC citing the company. Therefore, if shareholders approve these dividends, Gazprom Neft could spend 25.6 bn RUR for dividends of 2007. During 2006 Gazprom Neft paid 8.08 RUR per share, whilst total dividends value formed 38.3 bn RUR.

Late April 2008 Gazprom Neft's head – Alexander Dyukov reported to journalists on company's results of 2007, noting net income share for dividends could be cut. According to him: in 2007 Gazprom Neft could spend about 20-25% of consolidated net income of company on dividends in 2007. This share has formed 40% in 2006 (net income under US GAAP of 2006 has formed 3.66 bn USD).

Gazprom Neft net income under RAS in 2007 totaled 79.5 bn RUR. Adding +26.5% to result of 2006 – 62.83 bn RUR.

We think that Dyukov's announced plan of dividends fully corresponds to large scale plans on expansion of extraction and refining set by Gazprom Neft's development strategy to 2020. Though, we must note that we have forecasted larger dividends, due to company's latter highest payoffs. As we have mentioned already, back in 2006 dividends have formed 40% out of consolidated net income, whilst in 2005 this level exceeded 80%. As after purchase of 75% of then called Sibneft by Gazprom, gas monopoly "refilled" some costs trough increased dividends. Afterwards company planned to steadily reduced dividend payoffs, while retained earnings were meant to be spent on development of oil company. This is all evident now, especially after final approval of Gazprom Neft's development strategy. We think that dividend payoffs standard of next few years would form 20%, then it should be upped to 25-30%.

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Company profile

Last price, USD	6.100
Market capitalization, mn USD	4,314
Ticker	KMAZ
Fair value, USD	6.400
Undervaluation, Overvaluation %	4.92
Recommendation:	
BUY	

Machinery
KAMAZ
KAMAZ's RAS 2007 report.

KAMAZ has expanded its RAS compliant sales up +35% above prior year, achieving a total of 91 bn 291 mn RUR – states company's report. In its latest message KAMAZ announces confirmed data on net income: this value has formed 4 bn 819.9 mn RUR in 2007, growing 6.6 times over result of 2006.

Let us remind you, that KAMAZ's earlier sales results were already announced in 2007, increasing by 20% and formed more than 52 th. trucks and corresponding to company's planes. Thus the latter inflated demand for trucks now gives KAMAZ an opportunity to raise prices on its products. In the results of 2007 company's income rose faster, than expenses. The growth of income formed 35% and production cost 32%. Management costs remained almost at level similar to 2006. Eventually, the operating income growth formed 75.7%. EBIT margin in 2007 is 11% vs 8.5% the year earlier. The non-operating expenses decrease in the last year lead to net income rising 6.7 times.

RAS report did not mention the data concerning other companies, included in the group, in particular the biggest daughter of KAMAZ – NEFAZ. However, the positive indices dynamics of the associated company and favorable market conditions give a hope, that NEFAZ's report will be positive too. We see the news is very sound for company's shares. KAMAZ's shares quotes can become more expensive. But, in the last year KAMAZ's capitalization almost doubled, indicating that company's shares is traded on a high level.

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KAMAZ income statements, RAS, mn USD

	2005	Change, %	2006	Change, %	2007
Sales	1,787	<i>39.18</i>	2,487	<i>43.67</i>	3,573
Costs	(1,533)	<i>38.69</i>	(2,126)	<i>40.45</i>	(2,986)
Gross income	254	<i>42.09</i>	361	<i>62.66</i>	587
<i>Gross income margin, %</i>	<i>14.21</i>		<i>14.51</i>		<i>16.43</i>
Commercial expenses	(67)	<i>27.43</i>	(86)	<i>44.05</i>	(123)
Administrative costs	(67)	<i>-5.67</i>	(64)	<i>8.45</i>	(69)
EBITDA	154	<i>79.89</i>	277	<i>75.09</i>	484
<i>EBITDA margin, %</i>	<i>8.60</i>		<i>11.12</i>		<i>13.55</i>
EBIT	119	<i>77.40</i>	212	<i>86.51</i>	395
<i>EBIT margin, %</i>	<i>6.67</i>		<i>8.51</i>		<i>11.04</i>
Financial income	0	<i>401.53</i>	2	<i>297.36</i>	8
Financial expense	(56)	<i>-47.56</i>	(29)	<i>-33.89</i>	(19)
Other non-operating expenses, netto	(49)	<i>153.13</i>	(124)	<i>21.25</i>	(151)
EBT	15	<i>307.46</i>	60	<i>286.93</i>	232
<i>EBT margin, %</i>	<i>0.82</i>		<i>2.41</i>		<i>6.50</i>
Income tax	(2)	<i>603.32</i>	(15)	<i>-100.00</i>	0
Other similar payments	(8)	<i>130.92</i>	(18)	<i>141.14</i>	(44)
EAT	5	<i>463.75</i>	27	<i>609.70</i>	189
<i>EAT margin, %</i>	<i>0.26</i>		<i>1.07</i>		<i>5.28</i>
Net income	5	<i>216.41</i>	15	<i>1,164.48</i>	189
<i>Net income margin, %</i>	<i>0.26</i>		<i>0.60</i>		<i>5.28</i>

Source: company's data; Estimation: Veles Capital

Company profile

Last price, USD	0.4425
Market capitalization, mn USD	352
Ticker	PRIM
Fair value, USD	0.5610
Undervaluation, Overvaluation %	26.78
Recommendation:	
BUY	

Transport
PRISCO
PRISCO's RAS report of 2007

PRISCO earned 80.595 mn RUR in 2007, under RAS, reports the company. Back in 2006 PRISCO's net income formed 49.084 mn RUR. Therefore, this value expanded +64%. Though sales of the shipping company have formed 660.086 mn RUR in 2007.

Company's income decreased by 32.9% in comparison with the 2006 indices. Thus, the results of 2007 have not improved the situation, but strengthened the negative trend, which began in 2005. EBITDA margin formed -10.2% vs -0.1% in the last year. Net income growth was connected with the non-operated income, received by the company, probably, due to ships sales within the bounds of fleet renewal program. According to company's spokespersons, this was the major reason for the downfall of cargo turnover, therefore influencing company's financials. Besides, the rising fuel costs were the result of costs. For example, whilst the income decreased by 32.9% in dollar equivalent, production costs drop formed only 26.9%. However, the negative influence on Primorsk Shipping Corporation's activity was sprayed by USD exchange rate. Let us remind you, that more than 60% of cargo turnover comes from foreign shipments.

Do remember, that besides Primorsk Shipping Corporation, PRISCO includes other companies. Thus, the RAS report is not fully representative: as company's cargo turnover formed only 20% out of group's total revenues. Therefore, we believe that the given report should bring neutral or low-negative influence upon company's quotes.

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PRISCO income statements, RAS, 2007, mn USD

	2005	Change, %	2006	Change, %	2007
Sales	44	<i>(13.3)</i>	39	<i>(32.9)</i>	26
Costs	(43)	<i>(5.3)</i>	(40)	<i>(26.9)</i>	(30)
Gross income	2	<i>(211.7)</i>	(2)	<i>93.8</i>	(4)
<i>Gross income margin, %</i>	<i>3.9</i>		<i>(5.0)</i>		<i>(14.4)</i>
Commercial expenses	0	-	0	-	0
Managerial costs	0	-	0	-	0
EBITDA	4	<i>(100.5)</i>	(0)	-	(3)
<i>EBITDA margin, %</i>	<i>8.5</i>		<i>(0.1)</i>		<i>(10.2)</i>
EBIT	2	<i>(211.7)</i>	(2)	<i>93.8</i>	(4)
<i>EBIT margin, %</i>	<i>3.9</i>		<i>(5.0)</i>		<i>(14.4)</i>
Financial income	0	<i>165.3</i>	0	<i>368.7</i>	1
Financial expenses	(0)	<i>(57.5)</i>	(0)	<i>(100.0)</i>	0
Other non-operating income/expense, netto	(1)	<i>(457.5)</i>	5	<i>66.7</i>	8
EBT	0	<i>568.0</i>	3	<i>69.0</i>	5
<i>EBT margin, %</i>	<i>0.9</i>		<i>7.1</i>		<i>17.8</i>
Income tax	(0)	<i>150.4</i>	(1)	<i>69.6</i>	(2)
Other similar payments	0	<i>(134.1)</i>	(0)	<i>(693.3)</i>	0
Net income	0	<i>1,961.3</i>	2	<i>74.4</i>	3
<i>Net income margin, %</i>	<i>0.2</i>		<i>4.7</i>		<i>12.2</i>

Source: company's data; Estimation: Veles Capital

Trade results

	Ticker	Price, USD	Change, USD	Change, %					Current year, USD		Volume, USD	MCAP, mn USD	Fair price, USD	Potential, %	Recommendation		
				day	week	month	from Jan 1	year	min	max							
Oil and Gas																	
	Bashneft	-	BANE	13.300	-	-	3.10	2.70	-20.12	-3.80	12.860	16.400	266,500	2,578	-	-	HOLD
	Bashneft, pref.	-	BANEP	9.1000	-	-	-1.89	-3.70	-17.08	-11.86	9.1000	10.8000	9,100	-	-	-	HOLD
	Gazprom	▼	GAZP	14.680	-0.020	-0.14	9.88	11.81	4.19	56.34	11.410	15.000	13,061,790	347,527	16,250	10.69	BUY
	Gazprom Neft	-	SIBN	6.3500	-	-	3.76	5.83	-	70.70	5.0000	6.4300	317,500	30,107	6,2560	-1.48	HOLD
	LUKOIL	▲	LKOH	104.200	1.200	1.17	13.94	19.77	19.77	41.96	64.250	104.200	3,894,650	88,629	109,270	4.87	BUY
	NOVATEK	-	NVTK	8.4000	-	-	10.16	10.02	12.00	68.00	6.5000	8.7000	-	25,505	9.1700	9.17	BUY
	RITEK	-	RITK	8.0500	-	-	0.94	-	-20.69	-19.50	7.0000	9.9000	-	1,165	-	-	-
	Rosneft	▲	ROSN	11.1000	0.2900	2.68	14.67	16.60	16.01	35.70	6.6700	11.1000	2,287,700	117,640	11,3300	2.07	BUY
	Surgutneftegas	▲	SNGS	1.1290	0.0655	6.16	16.01	12.90	-8.95	-7.38	0.8650	1.2710	1,500,025	44,340	-	-	UNDER REVISION
	Surgutneftegas, pref.	-	SNOSP	0.5200	-	-	7.22	1.96	-19.75	-27.78	0.4340	0.6480	10,400	-	-	-	UNDER REVISION
	Tatneft	-	TATN	7.3100	-	-	9.10	16.03	20.83	58.05	4.7500	7.2000	-	16,468	-	-	HOLD
	Tatneft, pref.	-	TATNP	3.6750	-	-	2.80	8.09	-0.68	27.60	2.7000	3.5000	-	-	-	-	HOLD
	TNK-BP Holding	▼	tnbp	2.0600	-0.0400	-1.90	5.64	3.52	-7.62	8.42	1.5200	2.1900	116,851	33,412	2,5950	25.97	BUY
	TNK-BP Holding, pref.	-	tnbpp	1.7050	-	-	2.71	-2.57	-10.26	-9.31	1.4220	1.8000	-	-	2,3410	37.30	BUY
	Transneft, pref.	▲	TRNFP	1.400.0	70.0	5.26	9.03	6.06	-29.82	-22.22	1,215.0	2,007.0	210,000	8,707	2,580.0	84.29	BUY
Energy																	
	Bashkirenergo	▲	BEGY	1.5400	0.0400	2.67	-9.41	-22.42	-27.36	-24.51	1.5000	2.1000	122,400	1,670	-	-	-
	Bashkirenergo, pref.	-	BEGYP	1.2800	-	-	-	-	7.56	-5.88	1.1750	1.1750	-	-	-	-	-
	Hidro-WGC	▲	HYDR	0.0805	0.0020	2.55	4.27	3.21	-	-	0.0687	0.0930	941,908	15,767	-	-	-
	Irkutskenergo	-	IRGZ	1.0000	-	-	-3.85	-14.93	-15.97	3.09	0.9700	1.1510	50,000	4,767	-	-	-
	WGC-1	-	OGKA	0.0875	-	-	-2.78	-13.37	-28.86	-30.83	0.0795	0.1225	-	3,906	0.1308	49.49	BUY
	WGC-2	▲	OGKB	0.0868	0.0028	3.33	4.58	-15.11	-43.64	-	0.0825	0.1500	171,200	2,841	-	-	UNDER REVISION
	WGC-3	-	OGKC	0.1080	-	-	2.86	-6.49	-28.12	-36.09	0.1050	0.1450	-	5,129	-	-	UNDER REVISION
	WGC-4	-	OGKD	0.0925	-	-	2.78	-20.43	-30.45	-	0.0880	0.1335	-	5,829	0.1020	10.27	HOLD
	WGC-5	-	OGKE	0.1075	-	-	6.44	-6.11	-38.64	-21.93	0.0955	0.1795	213,250	3,802	0.2123	97.49	BUY
	WGC-6	▲	OGKF	0.0840	0.0058	7.42	0.00	-7.44	-33.86	-44.92	0.0782	0.1250	83,750	2,710	-	-	UNDER REVISION
	UES	▲	EESR	1.1050	0.0100	0.91	10.50	7.28	-15.91	-12.09	0.8470	1.3400	14,142,508	47,395	1,5688	41.97	BUY
	UES, pref.	-	EESRP	0.9850	-	-	12.25	8.24	-13.97	-12.44	0.7600	1.1710	-	-	1,3335	35.38	BUY
	TGC-1	-	TGKA	0.0014	-	-	-0.36	-1.09	4.60	5.00	0.0012	0.0014	-	5,257	0.0017	24.54	BUY
	TGC-2	-	TGKB	0.0010	-	-	0.53	-2.05	-4.50	-21.72	0.0008	0.0012	-	1,059	0.0015	57.07	BUY
	TGC-2, pref.	-	TGKBP	0.0007	-	-	-	-	-5.23	-14.71	-	-	-	-	0.0011	51.72	BUY
	TGC-3 (Mosenergo)	-	MSNG	0.1900	-	-	2.70	-14.61	-20.17	-20.83	0.1700	0.2460	-	7,552	-	-	REDUCE
	TGC-4	-	TGKD	0.0011	-	-	0.95	-2.75	-14.52	-3.64	0.0010	0.0012	-	1,439	-	-	-
	TGC-4, pref.	-	TGKDP	0.0005	-	-	-15.00	-15.00	-29.17	-43.33	0.0005	0.0006	20,375	-	-	-	-
	TGC-5	-	TGKE	0.0008	-	-	0.66	-1.92	-15.47	-40.47	0.0007	0.0010	-	941	0.0012	56.86	BUY
	TGC-6	-	TGKF	0.0009	-	-	-2.23	-12.50	-23.58	-20.45	0.0010	0.0012	-	1,128	0.0009	2.86	REDUCE
	TGC-7	-	TGKG	0.0850	-	-	-2.86	-17.27	-22.02	-	0.0850	0.1095	42,500	2,548	-	-	-
	TGC-8	-	TGKH	0.0016	-	-	3.23	3.23	14.29	44.14	0.0013	0.0016	34,480	3,299	0.0009	-43.75	SELL
	TGC-9	-	TGKI	0.0003	-	-	-	-	-0.00	3.23	0.0003	0.0003	-	2,504	-	-	-
	TGC-10	-	TGKJ	4.5100	-	-	-0.28	0.33	10.27	12.75	3.5000	4.5343	-	3,963	-	-	-
	TGC-11	-	TGKK	0.0014	-	-	-0.73	1.88	-16.36	-	0.0012	0.0016	-	695	-	-	-
	TGC-12 (Kuzbasenergo)	-	KZBE	-	-	-	-	-	-	-	2.5000	2.8100	-	-	-	-	-
	TGC-13	-	TGKM	0.0082	-	-	0.61	-5.17	-21.92	-22.17	0.0082	0.0102	-	1,313	-	-	-
	TGC-14	-	TGKN	0.0004	-	-	28.99	28.99	30.88	4.71	0.0003	0.0003	-	346	-	-	-
Nonferrous metallurgy																	
	BMSK	-	bmsk	1.7825	-	-	3.33	3.33	-27.24	-31.44	1.6850	1.6850	-	9	4.6900	157.50	SPECULATIVE BUY
	BMSK, pref.	-	bmskp	2.1500	-	-	-	-	-	-	0.9500	0.9500	-	-	3,4400	60.00	HOLD
	VSMPO	▲	VSMO	217.00	2.50	1.17	-	-2.03	-28.15	-27.35	214.50	314.00	130,200	2,502	-	-	HOLD
	Norisk Nickel	-	GMKN	281.50	-	-	3.49	-5.54	6.23	46.35	203.00	305.90	1,695,000	53,662	314.68	11.79	BUY
	Safyanovskaya med	-	sfmd	6.0000	-	-	-	-	-35.14	-58.62	6.0000	7.0000	-	12	4.7300	-21.17	SELL
	Sredneuralsky MPZ	-	sumz	16.500	-	-	-	-	-8.33	-11.17	16.500	17.800	-	83	36.550	121.52	SPECULATIVE BUY
	Uralskoelektromed	▲	uelm	115.00	2.00	1.77	1.77	0.35	1.23	-8.00	100.00	121.00	35,720	583	126.38	9.90	ACCUMULATE
	Ufaleynickel	-	ufal	8.2000	-	-	1.23	11.56	5.81	-23.36	7.5000	7.5000	-	221	6.6300	-19.15	REDUCE
	Chelyabinsk Zink Plant	-	CHZN	9.85	-	-	0.97	-4.42	-12.29	-92.14	9.30	12.15	-	534	22.53	128.85	BUY
	Yuzhuralnickel	-	unkl	1,215.0	-	-	4.52	4.97	-13.21	41.11	1,120.0	1,300.0	12,150	729	463.4	-61.86	ACCUMULATE
	Electrozinc	-	elzt	95.00	-	-	-0.26	-3.36	-11.21	-30.15	95.00	110.00	4,750	133	-	-	-
Ferrous metallurgy (Steel)																	
	Ashinsky Metallurgy Plant	-	AMEZ	0.7600	-	-	-0.65	-5.00	-20.00	39.51	0.7550	0.9700	38,000	379	0.9400	23.68	BUY
	Evrast**	-	EVR	113.500	-	-	5.34	18.11	46.45	216.16	62.000	121.250	33,106,660	40,284	103,210	-9.07	ACCUMULATE
	Mechel	-	MTLR	46.000	-	-	5.75	11.52	70.37	305.29	20.000	45.800	-	19,148	28.680	-37.65	BUY
	MMC	-	MAGN	1.4050	-	-	4.85	13.31	8.08	48.68	1.0500	1.3900	-	15,700	1.7530	24.77	BUY
	NLMC	-	NLMK	5.2500	-	-	9.38	15.38	29.47	98.11	3.4300	5.1500	-	31,464	5.3600	2.10	ACCUMULATE
	Severstal	▲	CHMF	26.500	0.100	0.38	3.52	8.16	16.23	96.30	20.000	27.450	266,250	26,704	27.520	3.85	BUY
	Chelyabinsk Metallurgy Plant	-	CHMK	368.75	-	-	-1.21	-4.72	0.34	110.71	330.00	450.00	-	1,166	-	-	-
	Chusovskoy Metallurgy Plant	-	chmz	126.500	-	-	0.80	6.75	10.00	66.72	113.000	124.800	-	295	-	-	-
Precious metals																	
	Buryatzoloto	-	BRZL	20.125	-	-	-	-0.86	11.81	25.78	19.000	22.000	-	141	26.690	32.62	SPECULATIVE BUY
	Lenzoloto	-	Inzl	50.000	-	-	-	-15.09	-13.04	43.88	60.000	60.000	-	57	34.210	-31.58	HOLD
	Polymetal	-	PMTL	8.1750	-	-	0.62	2.19	18.14	19.34	7.0000	9.3500	-	2,575	8.2800	1.28	HOLD
	Polys-Gold	▼	PLZL	54.500	-0.200	-0.37	0.46	5.83	18.74	27.49	46.500	58.000	436,000	10,389	57.180	4.92	HOLD
	Susumanzoloto	-	sysy	28.000	-	-	-	-	-6.67	-37.08	-	-	-	25	55.270	97.39	ACCUMULATE

Source: RTS website, Bloomberg (* - NASDAQ, ** - LME, rest - RTS) Estimation: Veles Capital

Trade results

	Ticker	Price, USD	Change, USD	Change, %				Current year, USD		Volume, USD	MCAP, mn USD	Fair price, USD	Potential, %	Recommendation			
				day	week	month	from Jan 1	year	min						max		
Coal industry																	
	Belon	-	BLNG	160.000	-	-	2.56	10.34	70.21	350.70	93.000	180.000	-	1.840	91.610	-42.74	SPECULATIVE BUY
	Vorkutaugol	-	voug	182.00	-	-	1.11	-13.33	-9.00	-1.62	190.00	244.00	-	611	318.92	75.23	SPECULATIVE BUY
	Vorkutaugol, pref	-	vougp	179.25	-	-	0.42	0.42	-0.42	3.31	160.00	181.00	-	-	255.14	42.34	SPECULATIVE BUY
	Kuzbassrazrezugol	-	kzru	0.8412	-	-	1.97	-1.61	95.87	112.97	0.4400	0.8550	-	5.160	0.3800	-54.83	HOLD
	Raspadskaya	-	RASP	9.3000	-	-	4.49	20.00	43.08	295.74	5.4000	9.3000	-	7.261	10.6500	14.52	ACCUMULATE
	Yuzny Kuzbass	-	UKUZ	153.500	-	-	4.42	18.99	184.26	550.42	56.000	154.900	-	5.543	50.380	-67.18	REDUCE
Pipe industry																	
	Almetievsk Pipe Plant	-	atza	10.750	-	-	-	-2.27	-8.51	-17.31	-	-	-	32	-	-	UNDER REVISION
	Vyksa Metallurgy Plant	-	vsmz	1.667.5	-	-	0.45	-4.58	-21.16	21.49	1,745.0	2,080.0	-	3,139	-	-	UNDER REVISION
	Pervouralsk New Pipe Plant	-	PNTZ	27.500	-	-	-	0.92	-12.00	-17.04	28.975	32.200	-	669	-	-	UNDER REVISION
	Seversky Pipe Plant	-	SVTZ	13.550	-	-	-5.57	-3.56	-18.13	24.20	13.500	15.800	-	652	15.400	13.65	ACCUMULATE
	Sinarsky Pipe Plant	-	SNTZ	110.00	-	-	-	-8.14	-21.43	0.46	110.00	138.50	-	693	141.68	28.80	SPECULATIVE BUY
	Taganrog Metallurgy Plant	-	TAMZ	1.0000	-	-	-	-	-18.96	-20.00	1.0000	1.1000	-	462	1.1300	13.00	HOLD
	TMK	-	TRMK	8.2100	-	-	4.59	3.27	-24.85	-9.03	7.1000	10.7000	122,800	7,167	9.3800	14.25	HOLD
	Chelyabinsk Pipe Plant	-	CHEP	4.5500	-	-	5.20	10.30	6.93	14.61	3.8500	4.5500	27,300	2,149	-	-	UNDER REVISION
Telecommunications																	
	Volgatelecom	▲	NNSI	4.8500	0.3000	6.59	8.99	0.41	-17.38	-19.83	4.0000	5.9100	138,695	1,449	6.0110	23.94	BUY
	Volgatelecom, pref.	-	NNSIP	3.1250	-	-	-	-4.14	-24.70	-22.84	3.1000	4.1800	-	-	4.5083	44.27	BUY
	Vimpelcom*	-	VIP	32.640	-	-	4.68	4.78	-21.54	61.11	28.510	44.390	84,431,976	33,477	30.800	-5.64	HOLD
	Dalsvyaz	-	ESPK	4.7700	-	-	5.53	0.95	-10.00	-4.12	4.4800	5.7000	47,700	571	7.4457	56.09	BUY
	Dalsvyaz, pref.	-	ESPKP	3.7000	-	-	-0.13	-6.33	-17.32	-19.57	3.7000	4.2000	37,000	-	5.5812	50.84	BUY
	Comstar-UTS	-	CMST	11.0000	-	-	15.79	9.73	0.59	51.72	10.3000	10.5000	-	4,597	11.0420	0.38	HOLD
	MGTS	-	MGTS	35.600	-	-	-2.06	-1.66	-1.93	36.40	32.000	34.600	-	3,358	-	-	HOLD
	MGTS, pref.	-	MGTSP	32.350	-	-	-1.07	-0.61	0.62	35.36	28.800	31.300	-	-	-	-	HOLD
	MTS	▼	MTSS	12.0000	-0.0400	-0.33	-1.23	-4.76	-21.82	30.79	11.8000	15.7000	9,213,650	23,920	16.5300	37.75	BUY
	Rostelecom	-	RTKM	11.4250	-	-	0.22	-6.73	-3.67	26.24	10.4000	12.4400	-	8,890	4.1300	-63.85	SELL
	Rostelecom, pref.	-	RTKMP	2.3250	-	-	5.68	-3.33	-20.51	-33.57	2.0000	2.8500	-	-	3.1000	33.33	ACCUMULATE
	North-West Telecom	▲	SPTL	1.2450	0.0450	3.75	8.26	-6.39	-27.62	-27.02	1.1400	1.7000	249,000	1,347	1.5002	20.50	HOLD
	North-West Telecom, pref.	-	SPTLP	1.0000	-	-	-0.99	-17.70	-18.70	-10.71	1.0000	1.2150	100,000	-	1.1251	12.51	HOLD
	Sibirtelecom	▲	ENCO	0.0925	0.0026	2.89	6.32	-4.15	-22.92	-20.94	0.0780	0.1170	1,744,420	1,349	0.1140	23.24	BUY
	Sibirtelecom, pref.	-	ENCOP	0.0609	-	-	2.35	-8.42	-24.35	-26.63	0.0595	0.0670	-	-	0.0855	40.39	BUY
	Uralsvyazinform	▲	URSI	0.0522	0.0012	2.35	7.74	-1.51	-18.12	-15.81	0.0462	0.0635	104,400	1,931	0.0573	9.77	BUY
	Uralsvyazinform, pref.	-	URSIP	0.0312	-	-	-3.85	-7.95	-26.47	-22.84	0.0295	0.0418	-	-	0.0430	37.60	ACCUMULATE
	CenterTelecom	▲	ESMO	0.7000	0.0150	2.19	2.94	-6.04	-24.89	-27.46	0.6500	0.9320	70,500	1,386	1.0357	47.96	ACCUMULATE
	CenterTelecom, pref.	-	ESMOP	0.5350	-	-	-	-4.89	-14.06	-15.35	0.5250	0.6375	-	-	0.7768	45.20	BUY
	SouthTelecom	-	KUBN	0.1540	-	-	10.39	-6.53	-22.22	-27.87	0.1345	0.2020	-	568	0.2565	66.56	BUY
	SouthTelecom, pref.	-	KUBNP	0.1150	-	-	-	-9.80	-20.55	-18.58	0.1175	0.1450	-	-	0.1848	60.70	BUY
Machinery																	
	AvtoVAZ	-	AVAZ	1.8000	-	-	1.41	-3.23	-6.74	76.64	1.7900	1.9500	33,912	5,183	1.9890	10.50	BUY
	AvtoVAZ, pref.	-	AVAZP	0.5850	-	-	1.30	-14.91	-23.53	17.00	-	-	-	-	1.4910	154.87	BUY
	GAZ	-	GAZA	203.85	-	-	-0.24	0.17	19.91	65.46	155.00	210.00	-	3,950	192.77	-5.44	BUY
	GAZ, pref.	-	GAZAP	120.00	-	-	-0.83	-2.44	-	36.75	113.00	125.50	12,000	-	144.58	20.48	BUY
	ZMZ	-	ZMZN	4.4500	-	-	5.33	48.33	100.00	2.9000	3.0000	-	502	0.6390	-85.64	SELL	
	ZMZ, pref	-	zmznp	-	-	-	-	-	-	-	2.6000	3.2000	-	-	0.4790	-	SELL
	Kamaz	-	KMAZ	6.1000	-	-	1.67	-1.21	17.31	103.33	5.6500	7.2500	-	4,314	6.4000	4.92	BUY
	Kirovsky zavod	-	KIRZ	50.250	-	-	-	-1.47	-8.64	91.43	48.000	52.000	-	546	33.290	-33.75	REDUCE
	NefAZ	-	nfaz	47.000	-	-	-2.08	-2.59	30.56	203.23	36.500	50.250	-	378	49.150	4.57	BUY
	Saturn NPO	-	satr	0.0882	-	-	-	1.96	-25.84	-15.55	0.0840	0.1125	-	352	0.1379	56.26	HOLD
	OMZ	-	OMZZ	6.8500	-	-	-3.18	-2.49	-12.46	-25.95	7.0000	7.6000	-	243	6.3200	-7.74	SELL
	RSC Energia	-	satr	647.50	-	-	0.78	-4.07	30.81	98.92	489.90	650.00	-	728	561.20	-13.33	HOLD
	UAZ	-	uazp	0.1300	-	-	-	6.12	-6.47	44.85	0.1125	0.1390	-	516	-	-	-
	UAZ, pref.	-	uazap	0.0762	-	-	3.04	7.39	-14.33	48.78	0.0710	0.0890	-	-	-	-	-
	Severstal-Auto	-	SVAV	62.125	-	-	-0.20	-1.39	15.05	94.08	49.000	67.300	-	2,129	81.330	30.91	BUY
	Power Machines	-	SILM	0.2140	-	-	0.71	0.71	5.68	21.59	0.1930	0.2220	-	1,864	0.1250	-41.59	SELL
Industry																	
	ALNAS	-	alnz	0.9005	-	-	-	-	-21.70	-5.21	0.8250	0.8500	-	186	1.3300	47.70	BUY
	Angeromash	-	ange	80.000	-	-	3.23	113.33	39.13	125.35	-	-	-	80	79.650	-0.44	BUY
	BEPP	-	bunz	52.000	-	-	-	-16.80	9.47	-22.10	-	-	-	16	113.840	118.92	BUY
	BEPP, pref.	-	bunzp	41.000	-	-	-	6.49	-1.20	12.33	-	-	-	-	85.380	108.24	BUY
	Mikron	-	mkro	11.7750	-	-	1.73	1.73	16.87	51.94	10.0000	11.3000	-	115	-	-	-
	Sitronics	-	SITR	0.1215	-	-	-	-5.08	1.25	-40.73	0.1150	0.1366	-	1,160	0.0854	-29.71	SELL
Chemical industry																	
	Kirovo-Chepetsk Chem. Comp.	-	kchk	370.00	-	-	-	-3.39	-9.20	57.45	360.00	402.00	-	418	-	-	-
	Kirovo-Chepetsk Chem. Comp., pref.	-	kchkp	115.50	-	-	0.43	-3.35	-36.71	-9.41	-	-	-	-	-	-	-
	Silvinit	-	SILV	1.600.00	-	-	-	18.96	39.43	81.82	487.16	900.00	1,610.00	24,000	14,752	-	UNDER REVISION
	Silvinit, pref	▲	silvp	855.00	55.00	6.88	12.50	48.70	31.54	369.78	570.00	855.00	42,750	-	-	-	UNDER REVISION
	Uralkali	▼	URKA	10.7100	-0.2900	-2.64	-1.11	7.10	37.31	418.64	5.8000	12.4000	1,550,208	22,752	-	-	UNDER REVISION
Retail Trade																	
	Pharmacy Network 36.6	-	APTK	46.450	-	-	-	-1.28	2.09	-36.37	42.500	70.000	-	441	-	-	UNDER REVISION
	GUM	-	GUMM	2.7300	-	-	-2.50	0.74	33.17	12.58	1.9700	2.9500	-	164	-	-	UNDER REVISION
	X5 Retail Group**	-	FIVE	35.850	-	-	2.43	27.25	-1.78	21.31	26.960	38.000	20,634,790	7,590	-	-	UNDER REVISION
	Seventh Continent	-	SCON	23.950	-	-	1.91	1.27	-7.53	-17.70	22.750	27.300	-	1,796	-	-	UNDER REVISION
	TzUM	-	TZUM	6.4000	-	-	5.79	50.59	197.67	204.76	2.1200	6.1000	-	574	-	-	UNDER REVISION

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Trade results

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				day	week	month	from Jan 1	year	min						max		
Consumer Sector																	
	Baltika	-	PKBA	42.875	-	-	1.90	-1.44	-11.37	-12.86	42.900	50.000	-	6.833	-	-	UNDER REVISION
	Baltika, pref.	-	PKBAP	26.625	-	-	-	-4.91	-20.52	-18.89	28.000	31.000	-	-	-	-	UNDER REVISION
	WBD	-	WBDF	76.500	-	-	-3.16	-	-15.00	26.45	72.000	93.000	-	3.366	-	-	UNDER REVISION
	Kalina	-	KLNA	33.250	-	-	3.10	5.56	-17.90	-8.28	30.500	39.000	33,250	324	-	-	UNDER REVISION
	Lebedyansky	-	LEKZ	81.000	-	-	-0.15	0.62	-11.96	-4.71	80.000	93.500	48.600	1.653	-	-	UNDER REVISION
Transport																	
	Aeroflot	-	AFLT	4.1400	-	-	-3.72	-3.38	10.40	26.03	3.5000	4.4500	-	4.598	4.7100	13.77	BUY
	Primorsk Shipping Corporation	-	PRIM	0.4425	-	-	-36.10	4.12	7.93	43.90	0.4200	0.4200	-	352	0.5610	26.78	BUY
	FESCO	▲	FESH	1.3000	0.0320	2.52	3.59	28.71	18.72	121.28	0.9800	1.3000	152,800	3,069	1.0500	-19.23	SELL
	Novorossiysk Sea Shipping	-	NOMP	3.1500	-	-	-1.56	-1.56	7.51	39.38	2.9900	3.2500	31,500	1,384	3.6000	14.29	BUY
	Novorossiysk Sea Shipping, pref.	-	NOMPP	1.6000	-	-	1.91	-3.25	-11.11	20.75	1.5700	1.7400	-	-	2.7000	68.75	BUY
Banks																	
	VTB	▲	VTBR	0.0040	0.0000	1.00	2.54	5.48	-20.16	-	0.0034	0.0050	443,424	27,166	-	-	-
	Sberbank	▼	SBER	3.5000	-0.0200	-0.57	3.55	10.06	-17.06	-9.09	3.0350	4.3800	17,656,290	77,854	4.6210	32.03	ACCUMULATE
	Sberbank, pref.	▼	SBERP	2.3000	-0.0500	-2.13	9.26	11.65	-23.33	-22.03	2.0100	2.9300	20,700	-	3.4660	50.70	ACCUMULATE
Media & IT																	
	RBC	▲	RBCI	8.4300	0.0800	0.96	-1.00	-8.27	-19.33	-9.35	8.3500	10.9000	126,150	1,180	9.8600	16.96	BUY
	CTC Media*	-	CTCM	27.300	-	-	9.20	-1.62	-9.60	-	24.500	31.750	18,878,666	4,153	32.900	20.51	BUY
Oblgaz																	
	Altai Kraigasservice	-	akgs	177.50	-	-	-	-	54.35	-	105.00	105.00	-	20	339.43	91.23	BUY
	Astrakhanoblgas	-	asog	2.0000	-	-	-	-	-25.93	-	2.7000	2.7000	-	8	2.3800	19.00	HOLD
	Belgorodoblgas	-	bogz	1,212.50	-	-	-	142.50	142.50	-	700.00	700.00	-	97	3,331.71	174.78	BUY
	Bryanskoblgas	-	brog	587.50	-	-	-14.55	46.88	44.17	102.59	380.00	425.00	-	65	1,140.89	94.19	BUY
	Vladimiroblgas	-	vlog	1,175.0	-	-	-	-21.67	-20.47	147.37	1,050.0	1,355.0	-	53	973.7	-17.13	HOLD
	Volgogradoblgas	-	vlgz	825.00	-	-	6.45	66.67	27.41	129.17	495.00	805.00	-	71	1,329.23	61.12	BUY
	Voronezhoblgas	-	vovg	6.5000	-	-	-	75.68	64.77	204.45	3.6000	7.0000	-	144	12.8200	97.23	BUY
	Ivanovooblgas	-	ivog	50.000	-	-	-	792.86	809.09	900.00	-	-	-	20	150.760	201.52	BUY
	Ivanovooblgas, pref.	-	ivogp	51.000	-	-	-	5.15	5.15	1,600.00	-	-	-	-	150.760	195.61	BUY
	Irkutskoblgas	-	irog	195.00	-	-	-	-	-	95.00	-	-	-	4	-	-	-
	Kalugaoblgas	-	klog	860.00	-	-	3.61	26.47	43.33	330.00	-	-	-	26	1,286.95	49.65	BUY
	Karelgas	-	klgz	128.00	-	-	-	0.79	0.39	-14.67	-	-	-	3	324.27	153.34	BUY
	Kirovoblgas	-	krog	330.00	-	-	-	51.72	51.72	184.48	-	-	-	33	705.25	113.71	BUY
	Komigaz	-	kgaz	32.500	-	-	-	-50.00	-13.33	-13.33	-	-	-	11	80.440	147.51	BUY
	Komigaz, pref.	-	kgazp	17.750	-	-	1.43	-4.05	-19.32	-13.41	-	-	-	-	60.330	239.89	BUY
	Kostromaoblgas	-	koog	392.50	-	-	-5.99	-11.30	3.29	65.26	400.00	400.00	-	22	935.74	138.41	BUY
	Krasnodarkraigas	-	kgas	15.000	-	-	-	-46.62	141.94	-80.65	-	-	-	31	12.110	-19.27	SELL
	Kurganoblgas	-	kuog	400.00	-	-	-	-	-38.46	-44.83	-	-	-	12	-	-	-
	Kurskoblgas	-	krgz	885.00	-	-	-5.35	156.52	172.31	785.00	700.00	700.00	-	78	1,184.98	33.90	BUY
	Lenoblgas	-	leog	2,575.0	-	-	-	-1.15	-0.96	267.86	-	-	-	204	717.7	-72.13	HOLD
	Lipetskoblgas	-	lpog	150.00	-	-	-	15.38	20.00	-	-	-	-	18	716.78	377.85	BUY
	Nizhegorodoblgas	-	nnog	2.4000	-	-	-0.41	-41.46	-39.85	-17.38	2.3500	4.5000	-	67	1.8700	-22.08	HOLD
	Omskoblgas	-	omog	11.500	-	-	-	76.92	76.92	-	10.000	11.000	-	17	20.130	75.04	BUY
	Omskoblgas, pref.	-	omogp	6.0000	-	-	-	50.00	50.00	-	-	-	-	-	11.5500	92.50	BUY
	Oreloblgas	-	orgz	565.00	-	-	334.62	126.00	50.67	42.14	-	-	-	21	512.18	-9.35	BUY
	Orenburgoblgas	-	orog	2,100.0	-	-	2.44	64.71	117.62	252.94	1,000.0	2,250.0	-	161	2,855.8	35.99	HOLD
	Pensagasifikatsiya	-	pgzf	130.00	-	-	-	-	-35.00	160.00	-	-	-	5	869.49	568.84	BUY
	Rostovoblgas	-	rtbg	812.50	-	-	-1.52	30.00	35.42	76.63	625.00	900.00	-	108	1,529.82	88.29	BUY
	Rostovoblgas, pref.	-	rtbgp	477.50	-	-	-0.52	3.80	1.60	40.44	460.00	460.00	-	-	1,529.82	220.38	BUY
	Ryazanoblgas	-	rzog	5.7500	-	-	-25.81	-43.35	-44.44	210.81	-	-	-	28	5.9200	2.96	HOLD
	Samaragas	-	sagz	247.750	-	-	-	444.51	348.42	371.90	45.500	45.500	-	29	289.840	16.99	BUY
	Saratovoblgas	-	srog	23.625	-	-	-	215.00	190.77	269.14	7.750	25.000	-	87	50.010	111.68	BUY
	Sibirgasservice	-	sbsg	8.5500	-	-	-	13.25	13.25	-18.57	-	-	-	39	-	-	-
	Smolenskoblgas	-	smog	156.50	-	-	-7.94	72.93	77.84	213.00	81.50	185.00	-	63	332.44	112.42	BUY
	Stavropolkraigas	-	stkg	500.00	-	-	-	-40.30	-47.64	-	575.00	575.00	-	62	81.59	-83.68	SELL
	Stavropolkraigas, pref.	-	stkgp	325.00	-	-	-	-15.58	-45.83	-	280.00	400.00	-	-	81.59	-74.90	SELL
	Tambovoblgas	-	tozg	44.000	-	-	2.33	25.71	25.71	137.84	29.000	40.000	-	38	81.290	84.75	BUY
	Tveroblgas	-	tveo	250.00	-	-	-	-14.24	-8.42	55.28	225.00	246.00	-	45	236.31	-5.48	HOLD
	Tulaoblgas	-	tuog	501.00	-	-	-25.78	122.67	85.56	300.80	180.00	705.00	30,561	79	1,106.23	120.80	BUY
	Chitaoblgas	-	chog	55.000	-	-	-	-	-	-	-	-	-	4	-	-	-
	Yaroslavlbgas	-	yrog	285.00	-	-	-	-7.32	9.62	99.30	-	-	-	20	503.81	76.78	BUY
Services companys																	
	Gazpromgeofizika	-	gggf	541.5	-	-	-8.45	-45.85	-76.71	-81.26	400.0	2,200.0	-	26	3,662.9	576.44	BUY
	Giprospetsgaz	-	gsgz	1,545.0	-	-	-	-21.77	-34.26	18.85	1,800.0	1,850.0	-	65	7,463.0	383.04	BUY
	Giprospetsgaz, pref.	-	gsgzp	850.00	-	-	-5.03	-29.17	-35.85	-15.00	-	-	-	-	5,970.00	602.35	BUY
	Spetsgazremstroy	-	sgrs	260.00	-	-	-1.89	-14.75	-27.78	-	344.00	425.00	-	133	741.25	185.10	BUY
	Spetsgazremstroy, pref.	-	sgrsp	120.00	-	-	-7.69	-36.00	-36.00	-	120.00	255.00	-	-	555.94	363.28	BUY

Source: RTS website, Bloomberg (* - NASDAQ, ** - LME, rest - RTS) Estimation: Veles Capital

Quotes of Russian ADR vs. shares in RTS

	ADR Code	RTS Code	Shares in ADR	Stock Market	Last ADR price, USD	Change, USD	Share's price in ADR, USD	Last RTS price, USD	ADR / RTS, %	ADR Change, %	RTS Change, %	ADR trade volume, ths. USD	RTS trade volume, ths. USD
AFK Sistema	SSA LI	AFKS	20,00	London	28.500	-	1.4	1.3	-	-	-0.02	-	296
AFK Sistema	KO71 GR	AFKS	20,00	Frankfurt	32.796	0.329	1.6	1.3	0.23	1.01	-0.02	7	296
Aeroflot	AETG GR	AFLT	100	Frankfurt	418.676	-3.498	4.187	4.300	-	-0.83	-	8	-
Wimm-Bill-Dann	WBD LI	WBDF	1	London	110.000	-	110.000	78.000	-	-	-	-	-
Wimm-Bill-Dann	WBD US	WBDF	1	New York	122.000	0.940	122.000	78.000	-	0.78	-	55,239	-
Wimm-Bill-Dann	WBPA GR	WBDF	1	Frankfurt	125.324	6.322	125.324	78.000	-	5.31	-	19	-
Volgaelcom	NZH GR	NNSI	2	Frankfurt	9.304	0.285	4.652	4.850	-	3.16	0.06	-	139
Vimpelcom	VIP US	VIMP	1/4	New York	32.640	0.090	652.80	420.00	-	0.28	-	84,432	-
Vimpelcom	VIP GR	VIMP	1/4	Frankfurt	32.858	0.375	657.17	420.00	-	1.15	-	22	-
Gazprom	OGZD LI	GAZP	4	London	59.000	-	14.750	14.680	0.00	-	-0.00	489,874	13,062
Gazprom	OGZPY US	GAZP	4	New York	59.585	-0.085	14.896	14.680	-	-0.14	-0.00	-	13,062
Gazprom	GAZ GR	GAZP	4	Frankfurt	59.390	-0.088	14.847	14.680	0.01	-0.15	-0.00	14,914	13,062
Golden Telecom	GLDN US	GLDN	1	New York	105.020	-	105.020	-	-	-	-	-	-
Golden Telecom	GT7 GR	GLDN	1	Frankfurt	103.873	-	103.873	-	-	-	-	-	-
Evrasholding	EVR LI	-	1/3	London	113.500	1.500	340.500	-	-	1.34	-	33,107	-
Evrasholding	HK1A GR	-	1/3	Frankfurt	114.438	2.714	343.314	-	-	2.43	-	32	-
Irkutskenergo	IKSGY US	IRGZ	50	New York	-	-	-	0.830	-	-	-	-	-
Irkutskenergo	IRK GR	IRGZ	50	Frankfurt	-	-	-	0.830	-	-	-	-	-
Kuzbasenergo	KUW GR	KZBE	10	Frankfurt	22.382	-	2.238	2.500	-	-	-	-	-
Lenenergo	LNO GR	LSNG	80	Frankfurt	35.460	-	0.443	1.840	-	-	-	-	-
LUKOIL	LKOD LI	LKOH	1	London	104.500	1.250	104.500	104.200	0.00	1.21	0.01	239,323	3,895
LUKOIL	LUKOY US	LKOH	1	New York	105.180	-0.070	105.180	104.200	-	-0.07	0.01	-	3,895
LUKOIL	LUK GR	LKOH	1	Frankfurt	105.134	1.340	105.134	104.200	0.01	1.29	0.01	1,923	3,895
MCTN	MOW GR	MGTS	1	Frankfurt	32.564	-0.091	32.564	31.500	-	-0.28	-	-	-
Mechel	MTL US	MTLR	3	New York	44.470	-	14.823	45.800	-	-	-	-	-
Mechel	FQF GR	MTLR	3	Frankfurt	44.492	-	14.831	45.800	-	-	-	-	-
Mosenergo	AOMD LI	MSNG	100	London	22.000	-	0.220	0.220	-	-	-	-	-
Mosenergo	AOMOY US	MSNG	100	New York	20.500	-	0.205	0.220	-	-	-	-	-
Mosenergo	MRO GR	MSNG	100	Frankfurt	18.887	0.538	0.189	0.220	-	2.93	-	22	-
MTS	MBDL LI	MTSS	5	London	-	-	-	12.000	-	-	-0.00	-	9,214
MTS	MBT US	MTSS	5	New York	-	-	-	12.000	-	-	-0.00	-	9,214
MTS	MKY GR	MTSS	5	Frankfurt	76.338	-1.145	15.268	12.000	0.27	-1.48	-0.00	5	9,214
Nizhnekamskneftekhim	QAO GR	NKNC	10	Frankfurt	10.002	-0.417	1.000	1.020	-	-4.00	-	72	-
NOVATEK	NVTK LI	NVTK	1/100	London	-	-	-	8.180	-	-	-	-	-
NOVATEK	NVATY US	NVTK	1/100	Frankfurt	-	-	-	8.180	-	-	-	-	-
Norilsk Nickel	MNOD LI	GMKN	1	London	28.540	0.580	28.54	281.50	-0.90	2.07	-	270,121	1,695
Norilsk Nickel	NILSY US	GMKN	1	New York	28.800	0.700	28.80	281.50	-	2.49	-	-	1,695
Norilsk Nickel	NNIA GR	GMKN	1	Frankfurt	28.842	0.542	28.84	281.50	-0.90	1.91	-	449	1,695
UHM	UHM GR	OMZZ	1	Frankfurt	6.823	-0.019	6.823	8.750	-	-0.28	-	-	-
Pyaterochka	FIVE LI	-	1/4	London	35.850	1.650	143.400	-	-	4.82	-	20,635	-
UES	UESD LI	EESR	100	London	112.000	3.000	1.120	1.105	0.01	2.75	0.01	23,322	14,143
UES	USERY US	EESR	100	New York	-	-	-	1.105	-	-	0.01	-	14,143
UES	UES GR	EESR	100	Frankfurt	111.957	2.332	1.120	1.105	0.01	2.13	0.01	26	14,143
Rostelekom	RKMD LI	RTKM	6	London	69.300	-	11.550	11.450	-	-	-	-	-
Rostelekom	ROS US	RTKM	6	New York	-	-	-	11.450	-	-	-	-	-
Rostelekom	RTL GR	RTKM	6	Frankfurt	69.779	0.428	11.630	11.450	-	0.62	-	4	-
Seversky pipe plant	SVY GR	SVTZ	10	Frankfurt	138.008	-0.384	13.801	14.500	-	-0.28	-	-	-
Gazprom Neft	GAZ LI	SIBN	5	London	18.790	-	3.758	4.300	-	-	-	-	-
Gazprom Neft	GZPFY US	SIBN	5	New York	32.250	-	6.450	4.300	-	-	-	-	-
Gazprom Neft	SCF GR	SIBN	5	Frankfurt	32.176	0.221	6.435	4.300	-	0.69	-	103	-
Surgutneftegas	SGGD LI	SNGS	50	London	11.240	0.500	0.225	1.129	-0.80	4.66	0.05	103,184	1,500
Surgutneftegas	SGTZY US	SNGS	50	New York	-	-	-	1.129	-	-	0.05	-	1,500
Surgutneftegas	SGN GR	SNGS	50	Frankfurt	61.927	-	1.239	1.129	-	-	0.05	-	1,500
Tatneft	ATAD LI	TATN	20	London	101.000	-	5.050	7.200	-	-	-	-	-
Tatneft	TNT US	TATN	20	New York	-	-	-	7.200	-	-	-	-	-
Tatneft	TTFA GR	TATN	20	Frankfurt	96.244	-0.314	4.812	7.200	-	-0.32	-	324	-
Tyumenaviatrans	UTARY US	TMAT	100	New York	40.000	-	0.400	0.538	-	-	-	-	-
Tyumenaviatrans	TYV GR	TMAT	100	Frankfurt	69.004	-1.747	0.690	0.538	-	-2.47	-	-	-
Tsum	THT GR	TZUM	20	Frankfurt	124.052	-3.455	6.203	2.000	-	-2.71	-	-	-
YUKOS	YUK LI	YUKO	4	London	3.950	-	0.988	0.350	-	-	-	-	-
YUKOS	YUKOY US	YUKO	4	New York	-	-	-	0.350	-	-	-	-	-
STC	KUE GR	KUBN	50	Frankfurt	8.229	-	0.165	0.145	-	-	-	-	-

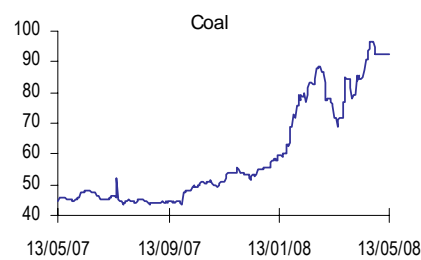
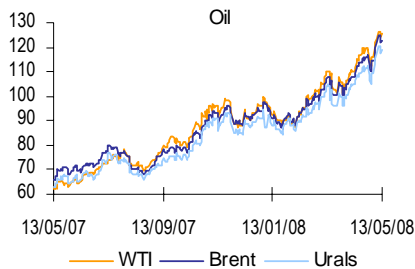
Source: Bloomberg, Estimation: Veles Capital

Commodity markets

Prices of energy carriers

		Close, USD	Change, USD	Change, %					Current year, USD	
				day	week	month	from Jan 1	year	min	max
Light, USD / bbl	▲	123.78	1.58	1.29	2.95	15.07	29.07	87.77	86.75	124.75
Brent, USD / bbl	▲	122.78	0.77	0.63	2.83	13.57	30.77	85.83	85.05	125.03
Urals, USD / bbl	▲	118.80	1.12	0.95	2.90	13.45	30.15	88.21	82.80	120.22
WTI, USD / bbl	▲	125.80	1.57	1.26	3.25	14.22	31.04	101.41	86.47	125.96
Brent-Urals	▼	3.98	-0.35	-8.06	0.76	17.40	52.49	34.92	1.66	9.94
Coal, USD / ton	-	92.75	-	-	-	8.80	67.12	102.73	55.50	96.50

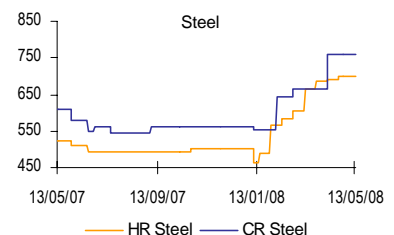
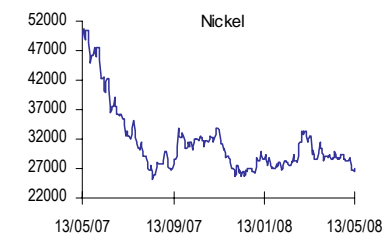
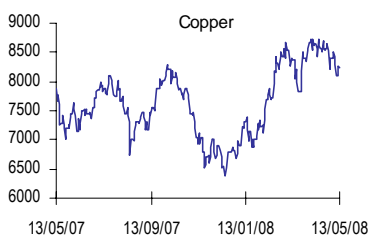
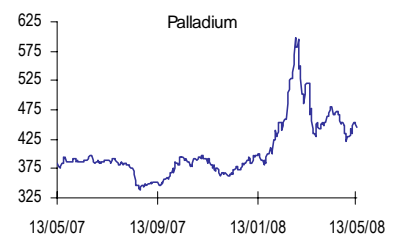
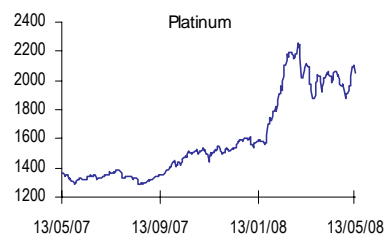
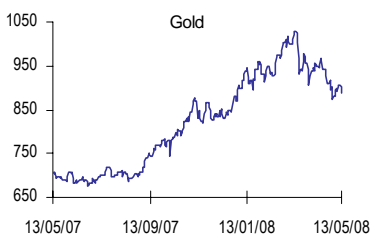
Source: Bloomberg, Estimation: Veles Capital



Prices of metals

		Close, USD	Change, USD	Change, %					Current year, USD	
				day	week	month	from Jan 1	year	min	max
Gold, USD / ounce	▼	887.76	-16.11	-1.78	-1.21	-6.38	1.88	25.94	871.38	1,027.52
Silver, USD / ounce	▼	17.13	-0.46	-2.62	-1.15	-6.05	10.78	23.54	15.47	21.42
Platinum, USD / ounce	▼	2,049.09	-52.99	-2.52	4.18	0.74	28.80	50.79	1,540.21	2,257.73
Palladium, USD / ounce	▼	446.18	-4.60	-1.02	0.49	-7.12	14.82	18.10	380.95	598.39
Aluminum, USD / ton	▲	2,945.00	17.00	0.58	-0.94	-4.69	22.25	4.06	2,409.00	3,227.00
Copper, USD / ton	▼	8,235.00	-25.00	-0.30	-3.35	-4.80	23.37	7.63	6,675.00	8,730.00
Nickel, USD / ton	▲	27,050.00	500.00	1.88	-6.40	-5.09	2.85	-44.85	26,300.00	33,400.00
Lead, USD / ton	▲	2,315.00	70.00	3.12	-9.39	-21.98	-9.22	11.57	2,191.00	3,420.00
Tin, USD / ton	▲	25,150.00	200.00	0.80	4.03	21.20	53.12	79.64	16,025.00	24,950.00
Zink, USD / ton	▲	2,320.00	142.00	6.52	1.75	0.26	-2.11	-41.27	2,154.00	2,830.00
Titanium, USD / ton	-	5,291.10	-	-	-	2.13	18.23	-19.19	4,475.38	5,511.56
HR Steel, USD / ton	-	700.00	-	-	-	1.45	40.00	33.33	465.00	700.00
CR Steel, USD / ton	-	760.00	-	-	-	-	35.71	24.59	555.00	760.00

Source: Bloomberg, Estimation: Veles Capital



International indices

Russian indices

		Close, USD	Change, pt.	Change, %					Current year, pt.	
				day	week	month	from Jan 1	year	min	max
RTS Index	▲	2,339.57	18.43	0.79	8.65	10.77	2.14	26.38	1,859.53	2,345.45
MICEX Index	▲	1,839.78	17.78	0.98	8.58	11.57	-2.60	12.70	1,509.70	1,942.36
Technical RTS Index	▲	3,460.79	45.14	1.32	10.44	11.85	9.56	39.01	2,536.61	3,461.07
MSCI Russia	▲	1,533.40	5.46	0.36	8.03	9.97	-0.19	34.06	1,251.20	1,581.95

Source: Bloomberg, Estimation: Veles Capital

Indices of developed markets

		Close, USD	Change, pt.	Change, %					Current year, pt.	
				day	week	month	from Jan 1	year	min	max
DJ Industrial	USA ▼	12,832.18	-44.13	-0.34	-1.45	4.11	-3.26	-3.86	11,634.82	13,279.54
NASDAQ	USA ▲	2,495.12	6.63	0.27	0.48	8.95	-5.93	-2.02	2,155.42	2,661.50
FTSE 100	Great Britain ▼	6,211.90	-8.70	-0.14	-0.05	5.37	-3.79	-5.24	5,338.70	6,534.70
Nikkei 225	Japan ▲	13,953.73	210.37	1.53	-0.68	4.73	-8.85	-21.07	11,691.00	15,413.37
S&P 500	USA ▼	1,403.04	-0.54	-0.04	-1.07	5.27	-4.45	-6.66	1,256.98	1,471.77
AEX	Netherlands ▼	480.48	-1.59	-0.33	-0.04	5.97	-6.84	-9.32	401.45	518.27
OMX	Sweden ▲	1,011.86	3.56	0.35	0.51	5.79	-6.43	-19.34	875.02	1,081.44
DAX	Germany ▲	7,060.19	24.24	0.34	0.61	6.91	-12.48	-5.35	6,167.82	8,100.64
MIB 30	Italy ▲	34,555.00	61.00	0.18	-1.07	2.60	-11.14	-20.47	30,583.00	38,885.00
CAC 40	France ▲	4,998.67	22.46	0.45	-0.84	4.18	-10.96	-17.05	4,416.71	5,665.94
SMI	Switzerland ▲	7,578.32	94.35	1.26	0.46	4.40	-10.68	-19.27	6,769.80	8,571.76
ASX 200	Australia ▼	5,812.70	-15.80	-0.27	1.95	6.86	-8.31	-8.39	5,039.60	6,385.70
Bloomberg European 500	▼	363.55	-1.20	-0.33	-0.53	2.67	-4.60	-3.25	310.63	386.01

Source: Bloomberg, Estimation: Veles Capital

Indices of emerging markets

		Close, USD	Change, pt.	Change, %					Current year, pt.	
				day	week	month	from Jan 1	year	min	max
MSCI EM	▲	1,205.59	11.48	0.96	-0.81	3.90	-3.24	20.80	1,011.42	1,245.98
Europe										
ASE	Greece ▲	4,265.62	66.58	1.59	0.98	6.51	-17.63	-11.04	3,735.47	5,207.44
WSE WIG	Poland ▲	48,014.37	57.85	0.12	1.01	2.02	-13.72	-20.66	42,506.24	56,066.82
PFTS	Ukraine ▲	944.29	8.71	0.93	5.48	-1.67	-19.57	7.39	824.94	1,208.61
BUX	Hungary ▲	23,288.07	168.61	0.73	0.83	5.25	-11.23	-10.77	20,803.64	26,242.90
PX	Czech Republic ▲	1,641.90	1.00	0.06	-0.13	7.10	-9.54	-9.77	1,393.00	1,819.50
TA-100	Israel ▲	1,011.68	1.23	0.12	0.29	3.70	-13.06	-8.88	882.87	1,167.04
XU 100	Turkey ▲	41,831.11	192.59	0.46	-2.48	-0.35	-24.68	-7.33	38,174.27	55,281.66
Asia and Africa										
HSI	Hong Kong ▲	25,552.77	489.60	1.95	-2.70	3.59	-8.13	21.80	20,572.92	27,853.60
SENSEX	India ▼	16,752.86	-108.04	-0.64	-3.57	5.98	-17.48	19.96	14,677.24	21,206.77
JALSH	SAR ▼	31,999.02	-146.47	-0.46	0.22	2.82	10.50	13.90	24,005.35	32,440.90
JCI	Indonesia ▲	2,418.90	40.90	1.72	1.98	4.99	-11.91	18.33	2,167.65	2,838.48
KOSPI	South Korea ▲	1,842.80	19.10	1.05	-0.87	3.54	-2.86	14.76	1,537.53	1,892.50
SHCOMP	China ▼	3,560.24	-66.74	-1.84	-4.64	1.93	-32.33	-12.01	2,990.79	5,522.78
America										
MEXBOL	Mexico ▲	30,887.40	250.04	0.82	-1.08	-1.33	4.57	3.77	25,282.31	32,292.92
IBOV	Brazil ▲	70,503.25	87.43	0.12	0.44	12.65	10.36	39.58	53,010.96	71,084.38
IPSA	Chile ▼	2,896.14	-10.58	-0.36	-2.07	-1.74	-5.10	-10.05	2,369.06	3,089.68
IBVC	Venezuela ▼	37,073.01	-593.57	-1.58	-2.54	-10.24	-2.19	-12.71	33,767.05	41,584.92

Source: Bloomberg, Estimation: Veles Capital

Information disclosure

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The investment recommendations are given based on the evaluation of the company's share yield. The basis for the calculation of the expected company's cost is the evaluation by the discounted cash flows method (DCF). In some estimations the method of comparable coefficients, and also the mixed estimation (by DCF method and by comparable coefficients method) are applied. All recommendations are assigned based on the determined by us the fair cost of the shares within the nearest 12 months.

At the present moment the investment scale of the Investment Company Veles Capital is the following:

BUY – corresponds to the growth potential of the shares within the nearest 12 months by 15% or more.

ACCUMULATE – corresponds to the growth potential of the shares within the nearest 12 months for 5-15%.

HOLD – corresponds to the growth (reduction) potential of the shares within the nearest 12 months from -5% to 5%.

REDUCE – corresponds to the reduction potential of the shares within the nearest 12 months from 15% to 5%.

SELL – corresponds to the reduction potential of the shares within the nearest 12 months by 15% or more.

In some cases the deviations from the evaluation scale given above, based on which the recommendations are assigned, are possible. That fact relates to the high volatility of some securities in particular, and market in the whole, and also to the individual characteristics of one or another issuer.

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