

# Daily review

May 22, 2008

## Trader's view

In despite of negative dynamics provided by primary foreign markets, Russian trades began at a rise of quotes. It seems that the reason for that was the oil price. Throughout Tuesday oil quotes have added over 2 USD, whilst yesterday WTI oil exceeded 130 USD per barrel. Oil sector was obviously among the leader of value expansion. The true miracles, however, were demonstrated by stocks of Polyus Gold – in just one day their MICEX quotes expanded by 18%. Looks like the rumors about company's gaining Sukhoi Log deposit and entrance of the state into company's equity did their part.

## Main news

### ➤ Severstal's IAS decrease of net income by 4% in 1Q 2008

Severstal gained IAS net income in amount of 439 mn USD in 1Q 2008 vs 458 mn USD in the same period of the last year (4,1% decrease), says company's report. The income formed 4,309 bn USD (16.7% growth), EBITDA — 1,036 bn USD. (14.6% growth).

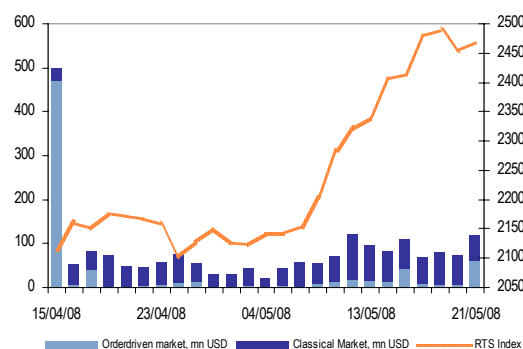
## Market estimates

### Main indicators and indices

	Close, USD	Change, pt.	Change, %			
			day	week	month	year
RTS Index	▲ 2,467.81	14.69	0.60	2.57	13.61	32.62
MICEX Index	▲ 1,952.84	22.08	1.14	2.55	15.77	18.65
USD / RUR	▼ 23.56	-0.15	-0.63	-1.40	0.69	-8.84
EUR / RUR	▲ 37.21	0.12	0.31	0.65	-0.04	6.58
EUR / USD	▲ 1.58	0.01	0.95	2.08	-0.74	17.41
Dow Jones Index	▼ 12,601.19	-227.49	-1.77	-2.30	-1.75	-6.93
NASDAQ	▼ 2,448.27	-43.99	-1.77	-1.94	1.67	-5.40
FTSE 100	▲ 6,198.10	6.50	0.10	-0.29	2.40	-6.18
Nikkei 225	▼ 13,926.30	-233.79	-1.65	-1.36	1.68	-21.23
MSCI EM	▼ 1,233.11	-0.56	-0.05	2.11	3.88	21.20

Source: Bloomberg, Estimation: Veles Capital

### RTS index vs. trade volume



### Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	▲ 130.62	4.97	3.96	7.79	15.03	87.62
Urals, USD / bbl	▲ 126.83	5.34	4.40	8.26	15.42	91.53
Gold, USD / ounce	▲ 954.09	13.52	1.44	7.88	1.21	37.50
Palladium, USD / ounce	▲ 471.16	14.15	3.10	5.60	1.18	20.19
Copper, USD / ton	▼ 8,240	-85	-1.02	1.42	-3.29	13.48
Nickel, USD / ton	▼ 25,200	-800	-3.08	-5.08	-11.42	-47.72

Source: Bloomberg, Estimation: Veles Capital

### Russian share quotes

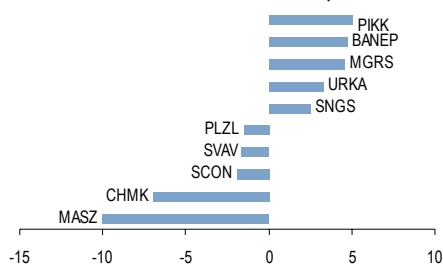
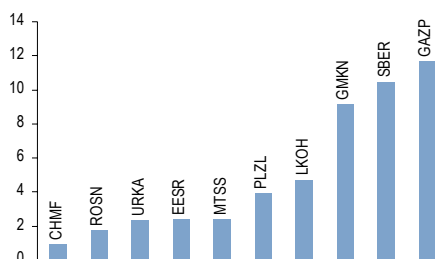
	Close, USD	Change, USD	Change, %			
			day	week	month	year
UES	▲ 1.110	0.008	0.73	2.40	13.96	-15.91
VTB	▲ 0.004	0.000	0.72	3.70	10.24	-
Polyus-Gold	▼ 67.00	-1.000	-1.47	22.94	26.65	61.45
NorNickel	▲ 316.50	5.100	1.64	8.02	8.73	62.72
Rostelecom	▲ 11.65	0.150	1.30	0.69	-2.10	25.61
MTS	▲ 12.85	0.150	1.18	7.08	6.11	34.55
Sberbank	▼ 3.670	-0.010	-0.27	4.26	14.15	-3.17
LUKOIL	▲ 110.00	1.850	1.71	0.55	19.83	42.49
Gazprom Neft	- 7.150	-	-	8.33	27.11	88.16
Surgutneftegas	▲ 1.250	0.030	2.50	4.60	25.00	1.96
Gazprom	▲ 15.38	0.120	0.79	2.19	13.93	61.89
Tatneft	▲ 7.900	0.070	0.89	4.64	22.01	76.14
Rosneft	▲ 11.330	0.150	1.34	-2.75	15.61	38.34

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	▼ 11,510,643	1,225.61	-0.41	8.67	7.17	10.53
VELES Capital - Selected Shares	▼ 10,739,585	1,038.56	-0.72	10.40	2.46	2.56
VELES Capital - Bonds	▲ 24,355,976	1,006.48	0.01	0.72	-	2.47

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	2,458.5	2,493.4
2	2,415.6	2,504.2
3	2,408.3	2,529.6

## Trader's view

In despite of negative dynamics provided by primary foreign markets, Russian trades began at a rise of quotes. It seems that the reason for that was the oil price. Throughout Tuesday oil quotes have added over 2 USD, whilst yesterday WTI oil exceeded 130 USD per barrel. Oil sector was obviously among the leader of value expansion. The true miracles, however, were demonstrated by stocks of Polyus Gold – in just one day their MICEX quotes expanded by 18%. Looks like the rumors about company's gaining Sukhoi Log deposit and entrance of the state into company's equity did their part.

RTS of the day increased by 0.6% and formed 2467.81 points. The leaders of support were stocks of: LUKOIL (+1.71%), Gazprom (+0.79%) and Surgutneftegas (+2.5%). Some damage to index growth was caused by stocks of: NOVATEK (-7.78%), Mechel (-5.26%) and Sberbank (-0.27%).

RTS of Wednesday's classic turnover has formed 58.7 mn USD. Whilst highest turnovers were achieved through stocks of Gazprom (11.7 mn USD), Sberbank (10.5 mn USD) and Norilsk Nickel (9.1 mn USD).

The dynamics of primary foreign indices remains mixed. US stock grounds have mostly exceeded negative moods, due to expected stop of further rate cuts by US Fed. Influenced by the news dropped DJ and NASDAQ -1.77%. Asian markets – however were not as pessimistic, as Nikkei 225 enjoyed a slight growth. Today we expect the publication of statistic data on initial claims in US, as well as range of European macroeconomic indicators. Therefore, market is likely to stay volatile. However, we do not exclude that oil & gas sector could show support, backed by record oil price. Do remember that WTI oil brand is currently traded above 130 USD.

**RTS index support and resistance levels**


**Company profile**

Last price, USD	<b>26.86</b>
Market capitalization, mn USD	<b>27,057</b>
Ticker	<b>CHMF</b>
Fair value, USD	<b>27.52</b>
Undervaluation, Overvaluation %	<b>2.50</b>
<b>Recommendation:</b>	
<b>BUY</b>	

**Metallurgy**
**Severstal**
**Severstal's IAS decrease of net income by 4% in 1Q 2008.**

Severstal gained IAS net income in amount of 439 mn USD in 1Q 2008 vs 458 mn USD in the same period of the last year (4,1% decrease), says company's report. The income formed 4,309 bn USD (16.7% growth), EBITDA — 1,036 bn USD. (14.6% growth).

Income decrease in 1Q of the current year can be characterized as systematic and typical for the sector, according to the reports, which were made by companies of the sector. And Severstal is not an exception. The reason of such a sad picture is the growth of materials and metal prices, which is the reason of steel and sheet metal prices rise over the world in 2Q of the current year. Whole situation "became a headache" of all sectors using sheet metal materials. In addition to this, the growth of prices has been started 2 years ago and now it is the reason of efficiency drop in 2007 results. We see the given results as weak and neutral for company's shares, because the decrease was expected. We confirm "BUY" recommendation of the company's shares for now.

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**Severstal's US GAAP financials, 3 months 2008**

	3 mnth 2007		Change, %		3 mnth 2008		Accuracy, %		3 mnth 2008	
	mn RUR	mn USD	RUR	USD	mn RUR	mn USD	RUR	USD	mn RUR	mn USD
Sales	103,293	3,693	15.2	16.7	119,015	4,309	98.9	98.9	120,396	4,359
EBIT	20,054	717	5.4	6.7	21,129	765	81.4	81.4	25,963	940
<i>EBIT margin, %</i>		<i>19.4</i>				<i>17.8</i>				<i>21.6</i>
EBITDA	25,285	904	13.2	14.6	28,614	1,036	93.4	93.4	30,631	1,109
<i>EBITDA margin, %</i>		<i>24.5</i>				<i>24.0</i>				<i>25.4</i>
EAT	12,810	458	-5.3	-4.1	12,125	439	67.3	67.3	18,008	652
<i>EAT margin, %</i>		<i>12.4</i>				<i>10.2</i>				<i>15.0</i>

*\*forecast by Veles Capital*  
*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							
<b>Oil and Gas</b>																	
	Bashneft	-	BANE	15.000	-	-	7.14	15.38	-9.91	11.94	12.860	16.400	478,650	2,899	-	-	HOLD
	Bashneft, pref.	▲	BANEP	10.0000	0.4500	4.71	7.82	6.67	-8.88	1.52	9.1000	10.8000	308,000	-	-	-	HOLD
	Gazprom	▲	GAZP	15.380	0.120	0.79	2.19	13.93	9.16	61.89	11.410	15.530	11,689,340	364,099	16,250	5.66	BUY
	Gazprom Neft	-	SIBN	7.1500	-	-	8.33	27.11	12.60	88.16	5.0000	7.2000	-	33,900	6,2560	-12.50	HOLD
	LUKOIL	▲	LKOH	110.000	1.850	1.71	0.55	19.83	26.44	42.49	64.250	113.200	4,714,400	93,562	109,270	-0.66	BUY
	NOVATEK	-	NVTK	8.3000	-	-	-1.19	2.22	10.67	64.85	6.5000	9.1000	8,300	25,201	9.1700	10.48	BUY
	RITEK	-	RITK	8.5250	-	-	5.90	5.90	-16.01	-12.79	7.0000	9.9000	-	1,234	-	-	-
	Rosneft	▲	ROSN	11.3300	0.1500	1.34	-2.75	15.61	18.42	38.34	6.6700	11.8600	1,782,733	120,077	11.3300	-	BUY
	Surgutneftegas	▲	SNGS	1.2500	0.0305	2.50	4.60	25.00	0.81	1.96	0.8650	1.2710	639,340	49,375	-	-	UNDER REVISION
	Surgutneftegas, pref.	-	SNGSP	0.6125	-	-	6.15	21.89	-5.48	-19.41	0.4340	0.6480	30,625	-	-	-	UNDER REVISION
	Tatneft	▲	TATN	7.9000	0.0700	0.89	4.64	22.01	30.58	76.14	4.7500	8.0100	408,400	17,769	-	-	HOLD
	Tatneft, pref.	-	TATNP	3.7800	-	-	1.48	8.31	2.16	40.00	2.7000	3.7500	-	-	-	-	HOLD
	TNK-BP Holding	▲	tnbp	2.1500	0.0100	0.47	2.38	10.26	-3.59	13.16	1.5200	2.2000	16,832	34,847	2,5950	20.70	BUY
	TNK-BP Holding, pref.	-	tnbpp	1.7250	-	-	-3.63	6.48	-9.21	-7.26	1.4220	1.8500	-	-	2,3410	35.71	BUY
	Transneft, pref.	▼	TRNFP	1,465.0	-5.0	-0.34	0.34	15.35	-26.57	-18.16	1,215.0	2,007.0	146,500	9,112	2,580.0	76.11	BUY
<b>Energy</b>																	
	Bashkirenergo	-	BEGY	1.7900	-	-	7.19	-6.77	-15.57	-14.56	1.5000	2.1000	-	1,930	-	-	-
	Bashkirenergo, pref.	-	BEGYP	1.2800	-	-	-	-	7.56	-3.40	1.1750	1.1750	-	-	-	-	-
	Hidro-WGC	▲	HYDR	0.0880	0.0012	1.38	8.64	4.14	-	-	0.0687	0.0930	583,389	17,236	-	-	-
	Irkutskenergo	-	IRGZ	1.0000	-	-	-3.85	-14.93	-15.97	3.09	0.9700	1.1510	50,000	4,767	-	-	-
	WGC-1	-	OGKA	0.0867	-	-	-2.53	-8.68	-29.47	-	0.0795	0.1225	-	3,873	0.1308	50.78	BUY
	WGC-2	-	OGKB	0.0915	-	-	3.98	-10.51	-40.58	-	0.0825	0.1500	-	2,995	-	-	UNDER REVISION
	WGC-3	-	OGKC	0.1125	-	-	-	-6.25	-25.12	-33.82	0.1050	0.1450	-	5,342	-	-	UNDER REVISION
	WGC-4	-	OGKD	0.0925	-	-	-	-13.95	-30.45	-11.90	0.0880	0.1335	-	5,829	0.1020	10.27	HOLD
	WGC-5	▼	OGKE	0.1130	-0.0010	-0.88	1.80	2.73	-35.50	-22.07	0.0955	0.1795	514,849	3,997	0.2123	87.88	BUY
	WGC-6	▼	OGKF	0.0810	-0.0010	-1.22	-5.26	-6.90	-36.22	-	0.0782	0.1250	40,500	2,613	-	-	UNDER REVISION
	UES	▲	EESR	1.1100	0.0080	0.73	2.40	13.96	-15.53	-15.91	0.8470	1.3400	2,418,913	47,569	1,5688	41.33	BUY
	UES, pref.	-	EESRP	0.9700	-	-	0.78	11.49	-15.28	-16.02	0.7600	1.1710	-	-	1.3335	37.47	BUY
	TGC-1	-	TGKA	0.0014	-	-	-0.73	-1.09	3.83	-1.09	0.0012	0.0014	-	5,218	0.0017	25.46	BUY
	TGC-2	-	TGKB	0.0009	-	-	-1.05	-2.08	-6.00	-16.07	0.0008	0.0012	-	1,042	0.0015	59.57	BUY
	TGC-2, pref.	-	TGKBP	0.0007	-	-	-	-	-5.23	11.54	-	-	-	-	0.0011	51.72	BUY
	TGC-3 (Mosenergo)	-	MSNG	0.1912	-	-	-0.65	0.66	-19.64	-20.31	0.1700	0.2460	-	7,602	-	-	REDUCE
	TGC-4	-	TGKD	0.0011	-	-	-0.47	0.96	-15.32	-7.89	0.0010	0.0012	-	1,433	-	-	-
	TGC-4, pref.	-	TGKDP	0.0006	-	-	0.83	1.67	-15.28	-34.76	0.0005	0.0006	-	-	-	-	-
	TGC-5	-	TGKE	0.0008	-	-	-0.65	-1.30	-16.02	-39.20	0.0007	0.0010	-	935	0.0012	57.89	BUY
	TGC-6	-	TGKF	0.0009	-	-	-	-10.77	-24.02	-23.01	0.0009	0.0012	-	1,122	0.0009	3.45	REDUCE
	TGC-7	-	TGKG	0.0945	-	-	0.53	-9.13	-13.30	-	0.0850	0.1095	-	2,833	-	-	-
	TGC-8	-	TGKH	0.0015	-	-	-0.65	-0.65	10.00	46.67	0.0013	0.0016	33,665	3,175	0.0009	-41.56	SELL
	TGC-9	-	TGKI	0.0004	-	-	18.75	16.92	18.75	22.58	0.0003	0.0003	-	2,973	-	-	-
	TGC-10	-	TGKJ	4.5350	-	-	0.78	0.67	10.88	11.98	3.5000	4.5343	-	3,985	-	-	-
	TGC-11	-	TGKK	0.0014	-	-	-1.81	6.27	-16.36	-	0.0012	0.0016	-	695	-	-	-
	TGC-12 (Kuzbasenergo)	-	KZBE	0.0222	-	-	-12.94	-	-99.19	-99.38	2.5000	2.8100	-	1,568	-	-	-
	TGC-13	-	TGKM	0.0082	-	-	-0.30	-2.68	-22.63	-26.69	0.0081	0.0102	-	1,301	-	-	-
	TGC-14	-	TGKN	0.0004	-	-	-	28.99	30.88	4.71	0.0003	0.0003	-	346	-	-	-
<b>Nonferrous metallurgy</b>																	
	BMSK	-	bmsk	1.7825	-	-	-	3.33	-27.24	-31.44	1.6850	1.6850	-	9	4.5900	157.50	SPECULATIVE BUY
	BMSK, pref.	-	bmskp	2.1500	-	-	-	-36.76	-	-	0.9500	0.9500	-	-	3,4400	60.00	HOLD
	VSMPO	-	VSMO	215.75	-	-	0.12	-1.48	-28.56	-28.08	214.50	314.00	-	2,487	-	-	HOLD
	Norisk Nickel	▲	GMKN	316.50	5.10	1.64	8.02	8.78	19.43	62.72	203.00	316.50	9,146,510	60,334	314.68	-0.58	BUY
	Safyanovskaya med	-	sfmd	6.0000	-	-	-	-	-35.14	-58.62	6.0000	7.0000	-	12	4.7300	-21.17	SELL
	Sredneural'sk MPZ	-	sumz	17.250	-	-	4.55	3.92	-7.13	-27.37	16.500	18.400	-	87	36.550	111.88	SPECULATIVE BUY
	Uralskoelektromed	-	uelm	115.00	-	-	-1.71	2.36	1.23	-5.35	100.00	121.00	-	583	126.38	9.90	ACCUMULATE
	Ufaleynickel	-	ufal	8.3500	-	-	1.83	3.09	7.74	-18.14	7.5000	7.5000	-	225	6.6300	-20.60	REDUCE
	Chelyabinsk Zink Plant	-	CHZN	10.30	-	-	1.03	-1.39	-8.20	-91.79	9.30	12.15	-	558	22.53	118.63	BUY
	Yuzhuralnickel	-	unkl	1,229.5	-	-	-1.64	5.31	-12.18	44.65	1,120.0	1,300.0	-	737	463.4	-62.31	ACCUMULATE
	Electrozinc	-	eltz	99.00	-	-	-1.00	3.12	-7.48	-25.98	95.00	110.00	-	139	-	-	-
<b>Ferrous metallurgy (Steel)</b>																	
	Ashinsky Metallurgy Plant	-	AMEZ	0.7500	-	-	-2.91	-2.91	-21.05	25.84	0.7500	0.9700	278,124	374	0.9400	25.33	BUY
	Evrast**	▼	EVR	115.000	-0.750	-0.65	-3.36	5.02	48.39	235.77	62.000	131.250	65,914,130	40,817	103,210	-10.25	ACCUMULATE
	Mechel	-	MTLR	44.500	-	-	-2.20	1.71	64.81	262.53	20.000	45.800	44,500	18,524	28,680	-35.55	BUY
	MMC	▲	MAGN	1.3750	0.0250	1.85	-1.79	4.17	5.77	43.23	1.0500	1.4200	68,750	15,365	1.7530	27.49	BUY
	NLMC	▼	NLMK	5.2500	-0.0500	-0.94	-	5.00	29.47	89.19	3.4300	5.3000	130,130	31,464	5.3600	2.10	ACCUMULATE
	Severstal	▲	CHMF	26.850	0.650	2.48	1.13	3.27	17.76	97.43	20.000	28.000	955,150	27,057	27.520	2.50	BUY
	Chelyabinsk Metallurgy Plant	▼	CHMK	400.00	-30.00	-6.98	8.11	7.38	8.84	125.35	330.00	450.00	40,000	1,265	-	-	-
	Chusovskoy Metallurgy Plant	-	chmz	123.000	-	-	-3.15	2.93	6.96	61.58	113.000	124.800	-	287	-	-	-
<b>Precious metals</b>																	
	Buryatzoloto	-	BRZL	20.125	-	-	-	-1.23	11.81	54.81	19.000	22.000	-	141	26.690	32.62	SPECULATIVE BUY
	Lenzoloto	-	Inzl	32.500	-	-	-35.00	-27.78	-43.48	-2.26	40.000	60.000	-	37	34.210	5.26	HOLD
	Polymetal	▲	PMTL	9.2000	0.1500	1.66	11.85	10.84	32.95	34.31	7.0000	9.3500	236,950	2,898	8.2800	-10.00	HOLD
	Polys-Gold	▼	PLZL	67.000	-1.000	-1.47	22.94	26.65	45.97	61.45	46.500	80.000	3,957,080	12,772	57.180	-14.66	HOLD
	Susumanzoloto	-	sysy	28.000	-	-	-	-	-6.67	-37.78	-	-	-	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					
<b>Coal industry</b>															
	Belon	178.000	-1.000	-0.56	7.88	12.66	89.36	401.41	93.000	185.000	426,690	2,047	91.610	-48.53	SPECULATIVE BUY
	Vorkutaugol	178.00	-	-	-2.20	-11.00	-3.78	190.00	244.00	-	600	318.92	79.17	SPECULATIVE BUY	
	Vorkutaugol, pref	178.00	-	-	-0.70	-	-1.11	2.30	160.00	181.00	-	255.14	43.34	SPECULATIVE BUY	
	Kuzbassrazrezugol	0.8850	-0.0050	-0.56	1.72	7.27	106.05	124.05	0.4400	0.9000	31,418	5,428	0.3800	-57.06	HOLD
	Raspadskaya	10.1250	-	-	2.27	10.66	55.77	343.59	5.4000	10.3000	-	7.905	10.6500	5.19	ACCUMULATE
	Yuzny Kuzbass	155.000	-	-	1.31	7.64	187.04	533.95	56.000	158.900	334,302	5,597	50.380	-67.50	REDUCE
<b>Pipe industry</b>															
	Almetievsk Pipe Plant	10.750	-	-	-	-	-8.51	-28.33	-	-	32	-	-	-	UNDER REVISION
	Vykxa Metallurgy Plant	1,715.5	-	-	3.31	-0.84	-18.89	25.68	1,700.0	2,080.0	-	3,229	-	-	UNDER REVISION
	Pervouralsk New Pipe Plant	28.000	-	-	1.82	1.82	-10.40	-15.79	28.975	32.200	-	682	-	-	UNDER REVISION
	Seversky Pipe Plant	13.200	-	-	-2.58	-4.52	-20.24	21.94	13.300	15.800	-	635	15.400	16.67	ACCUMULATE
	Sinarsky Pipe Plant	109.00	-	-	-0.91	-1.80	-22.14	-0.46	110.00	138.50	-	686	-	-	UNDER REVISION
	Taganrog Metallurgy Plant	1.0000	-	-	-	-	-18.96	-20.00	1.0000	1.1000	-	462	1.1300	13.00	HOLD
	TMK	8.2400	-	-	0.24	9.87	-24.58	-8.70	7.1000	10.7000	82,400	7,194	9.3800	13.83	HOLD
	Chelyabinsk Pipe Plant	4.2000	-	-	-4.55	2.07	-1.29	4.48	3.8500	4.5500	27,300	1,984	-	-	UNDER REVISION
<b>Telecommunications</b>															
	Volgatelecom	4.7000	-	-	-2.08	-3.69	-19.93	-22.06	4.0000	5.9100	47,000	1,409	6.0110	27.89	BUY
	Volgatelecom, pref.	3.0900	-	-	-1.12	-3.44	-25.54	-23.18	2.9000	4.1800	-	-	4.5083	45.90	BUY
	Vimpelcom*	35.690	1.220	3.54	10.02	16.71	-14.21	77.40	28.510	44.390	156,038,992	36,605	30.800	-13.70	HOLD
	Dalsvyaz	4.8250	-	-	0.52	2.66	-8.96	-2.53	4.4800	5.7000	-	580	7.4457	54.32	BUY
	Dalsvyaz, pref.	3.8250	-	-	-0.13	-1.92	-14.53	-20.31	3.7000	4.2000	-	-	5.5812	45.91	BUY
	Comstar-UTS	10.3500	-	-	-5.91	3.50	-5.35	38.93	10.3000	10.5000	-	4,326	13.4800	30.24	BUY
	MGTS	36.400	-	-	-	0.14	0.28	33.82	32.000	34.600	-	3,422	-	-	HOLD
	MGTS, pref.	32.350	-	-	-	-1.07	0.62	34.23	28.800	31.300	-	-	-	-	HOLD
	MTS	12.8500	0.1500	1.18	7.08	6.11	-16.29	34.55	11.8000	15.7000	2,449,500	25,614	16.2900	26.77	BUY
	Rostelecom	11.6500	0.1500	1.30	0.69	-2.10	-1.77	25.61	10.4000	12.4400	585,740	9,048	4.1300	-64.55	SELL
	Rostelecom, pref.	2.3000	-	-	1.32	-6.31	-21.37	-25.20	2.0000	2.8500	-	-	3.1000	34.78	ACCUMULATE
	North-West Telecom	1.2310	-	-	-1.91	-5.67	-28.43	-29.76	1.1400	1.7000	-	1,312	1.5002	21.87	HOLD
	North-West Telecom, pref.	0.9100	-	-	-7.14	-23.37	-26.02	-18.24	0.8700	1.2150	45,500	-	1.1251	23.64	HOLD
	Sibirtelecom	0.0945	-0.0002	-0.21	2.16	-2.83	-21.25	-20.59	0.0780	0.1170	94,250	1,371	0.1140	20.63	BUY
	Sibirtelecom, pref.	0.0604	-	-	-0.90	-7.44	-25.03	-25.49	0.0595	0.0670	-	-	0.0855	41.67	BUY
	Uralsvyazinform	0.0530	-	-	1.92	2.91	-16.86	-18.96	0.0462	0.0635	-	1,951	0.0573	8.11	BUY
	Uralsvyazinform, pref.	0.0306	-	-	-2.24	-9.48	-28.12	-29.77	0.0295	0.0418	-	-	0.0430	40.75	ACCUMULATE
	CenterTelecom	0.6900	-	-	-2.30	-6.12	-25.97	-28.68	0.6500	0.9320	-	1,339	1.0357	50.10	ACCUMULATE
	CenterTelecom, pref.	0.4750	-	-	-11.21	-16.30	-23.69	-22.12	0.5250	0.6375	-	-	0.7768	63.54	BUY
	SouthTelecom	0.1522	-	-	-1.01	-6.34	-23.13	-29.54	0.1345	0.2020	76,100	563	0.2565	68.53	BUY
	SouthTelecom, pref.	0.1160	-	-	0.87	-1.28	-19.86	-18.17	0.1175	0.1450	-	-	0.1848	59.31	BUY
<b>Machinery</b>															
	AvtoVAZ	1.7250	-	-	-3.90	-7.75	-10.62	68.29	1.7900	1.9500	-	4,976	1.9890	15.30	BUY
	AvtoVAZ, pref.	0.5775	-	-	-1.28	-16.00	-24.51	15.50	-	-	-	-	1.4910	158.18	BUY
	GAZ	194.00	-	-	-4.20	-4.90	14.12	48.66	155.00	210.00	4,850	3,764	192.77	-0.63	BUY
	GAZ, pref.	117.50	-	-	-1.26	-3.69	-2.08	30.56	113.00	125.50	-	-	144.58	23.05	BUY
	ZMZ	4.7000	-	-	5.62	4.44	56.67	113.64	2.9000	4.9000	-	652	-	-	UNDER REVISION
	ZMZ, pref	3.2500	-	-	-2.26	-1.52	35.42	78.08	2.6000	3.2500	6,500	-	-	-	UNDER REVISION
	Kamaz	5.9250	-	-	-2.87	-5.95	13.94	88.10	5.6500	7.2500	-	4,190	6.4000	8.02	BUY
	Kirovsky zavod	50.100	-	-	-0.30	-0.69	-8.91	87.29	48.000	52.000	-	544	33.290	-33.55	REDUCE
	NefAZ	45.250	-	-	-3.62	-6.22	25.69	193.83	36.500	50.250	-	364	49.150	8.62	BUY
	Saturn NPO	0.0875	0.0040	4.79	1.45	-0.85	-26.47	-15.87	0.0835	0.1125	21,875	349	0.1379	57.60	HOLD
	OMZ	6.8500	-	-	-	-4.20	-12.46	-25.95	7.0000	7.6000	-	243	6.3200	-7.74	SELL
	RSC Energia	707.50	-	-	8.02	6.39	42.93	111.19	489.90	650.00	-	795	561.20	-20.68	HOLD
	UAZ	0.1300	-	-	-	-2.80	-6.47	55.69	0.1125	0.1390	-	520	-	-	-
	UAZ, pref.	0.0850	-	-	11.48	12.58	-4.49	58.14	0.0710	0.0890	-	-	-	-	-
	Severstal-Auto	59.000	-1.000	-1.67	-3.67	-11.81	9.26	85.83	49.000	67.300	59,000	2,022	81.330	37.85	BUY
	Power Machines	0.2050	-	-	-4.21	-6.82	1.23	16.98	0.1930	0.2220	31,327	1,785	0.1250	-39.02	SELL
<b>Industry</b>															
	ALNAS	0.9005	-	-	-	-1.32	-21.70	-9.95	0.8250	0.8500	-	186	1.3300	47.70	BUY
	Angeromash	60.500	-	-	0.83	61.33	5.22	70.42	-	-	-	60	79.650	31.65	BUY
	BEPP	52.000	-	-	-	14.29	9.47	-22.10	-	-	-	16	113.840	118.92	BUY
	BEPP, pref.	41.000	-	-	-	46.43	-1.20	12.33	-	-	-	-	85.380	108.24	BUY
	Mikron	11.7500	-	-	-0.21	4.91	16.63	53.09	10.0000	11.3000	-	115	-	-	-
	Sitronics	0.1215	-	-	-	-6.54	1.25	-35.20	0.1150	0.1366	-	1,160	0.0854	-29.71	SELL
<b>Chemical industry</b>															
	Kirovo-Chepetsk Chem. Comp.	370.00	-	-	-	-3.39	-9.20	51.02	360.00	402.00	-	418	-	-	-
	Kirovo-Chepetsk Chem. Comp., pref.	117.00	-	-	1.30	0.43	-35.89	-24.76	-	-	-	-	-	-	-
	Silvinit	1,630.00	-	-	2.84	22.56	85.23	510.49	900.00	1,630.00	37,490	15,130	-	-	UNDER REVISION
	Silvinit, pref	910.00	-	-	-	26.39	40.00	378.95	570.00	915.00	145,600	-	-	-	UNDER REVISION
	Uralkali	11.7000	0.3700	3.27	6.85	-1.27	50.00	485.00	5.8000	12.4000	2,386,450	24,855	-	-	UNDER REVISION
<b>Retail Trade</b>															
	Pharmacy Network 36.6	47.750	-	-	-0.78	3.80	-34.59	-47.81	42.500	70.000	-	454	-	-	UNDER REVISION
	GUM	2.7000	-	-	-0.92	-3.57	31.71	13.68	1.9700	2.9500	-	162	-	-	UNDER REVISION
	X5 Retail Group**	38.490	-0.010	-0.03	7.21	26.23	5.45	40.02	26.960	38.930	17,072,620	8,149	-	-	UNDER REVISION
	Seventh Continent	25.500	-0.500	-1.92	6.03	7.26	-1.54	-12.28	22.750	27.300	51,000	1,912	-	-	UNDER REVISION
	TzUM	6.1500	-	-	-1.60	28.12	186.05	192.16	2.1200	6.1000	-	551	-	-	UNDER REVISION

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								
<b>Consumer Sector</b>																		
	Baltika	-	PKBA	43.350	-	-	-0.06	-2.69	-10.39	-9.59	42.900	50.000	-	6.905	-	-	UNDER REVISION	
	Baltika, pref.	-	PKBAP	26.625	-	-	-	-4.91	-20.52	-18.39	28.000	31.000	-	-	-	-	UNDER REVISION	
	WBD	-	WBDF	82.000	-	-	8.97	1.23	-8.89	35.26	72.000	93.000	326.500	3.608	-	-	UNDER REVISION	
	Kalina	-	KLNA	33.250	-	-	-5.00	8.13	-17.90	-5.00	30.500	39.000	-	324	-	-	UNDER REVISION	
	Lebedyansky	-	LEKZ	81.400	-	-	0.80	0.80	-11.52	-2.51	80.000	93.500	-	1.661	-	-	UNDER REVISION	
<b>Transport</b>																		
	Aeroflot	▼	AFLT	4.1600	-0.0200	-0.48	0.24	-4.91	10.93	47.26	3.5000	4.4500	41.600	4.620	4.7100	13.22	BUY	
	Primorsk Shipping Corporation	-	PRIM	0.4325	-	-	-2.26	0.58	5.49	40.19	0.4200	0.4200	-	344	0.5610	29.71	BUY	
	FESCO	-	FESH	1.3600	-	-	2.64	30.77	24.20	94.29	0.9800	1.3200	-	3.211	1.0500	-22.79	SELL	
	Novorossiysk Sea Shipping	-	NOMP	3.0500	-	-	-6.01	-3.94	4.10	34.96	2.9900	3.2500	30.500	1.340	3.6000	18.03	BUY	
	Novorossiysk Sea Shipping, pref.	-	NOMPP	1.5500	-	-	-3.12	-1.74	-13.89	17.42	1.5700	1.7400	-	-	2.7000	74.19	BUY	
<b>Banks</b>																		
	VTB	▲	VTBR	0.0042	0.0000	0.72	3.70	10.24	-17.00	-	0.0034	0.0050	21.000	28.241	-	-	-	
	Sberbank	▼	SBER	3.6700	-0.0100	-0.27	4.26	14.15	-13.03	-3.17	3.0350	4.3800	10,468,760	81,674	4.6210	25.91	ACCUMULATE	
	Sberbank, pref.	-	SBERP	2.4500	-	-	6.52	18.36	-18.33	-15.52	2.0100	2.9300	12.250	-	3.4660	41.47	ACCUMULATE	
<b>Media &amp; IT</b>																		
	RBC	-	RBCI	8.8000	-	-	5.07	-3.56	-15.79	-4.86	8.3500	10.9000	140,200	1,232	9.8600	12.05	BUY	
	CTC Media*	▲	CTCM	27.670	0.070	0.25	-0.86	-0.57	-8.38	-	24.500	31.750	9,924,035	4,209	32.900	18.90	BUY	
<b>Oblgaz</b>																		
	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	575.00	-	-	9.52	45.57	41.10	94.92	380.00	510.00	-	63	1,140.89	98.42	BUY	
	Vladimiroblgas	-	vlog	925.00	-	-	-21.28	-7.50	-37.39	94.74	1,050.00	1,355.00	-	42	973.7	5.27	HOLD	
	Volgogradoblgas	-	vlgz	825.00	-	-	-	27.31	27.41	129.17	495.00	805.00	-	71	1,329.23	61.12	BUY	
	Voronezhoblgas	-	vozg	5.7250	-	-	-11.92	51.66	45.12	174.58	3.6000	7.0000	-	127	12.8200	123.93	BUY	
	Ivanovooblgas	-	ivog	50.000	-	-	-	792.86	809.09	900.00	-	-	-	18	150.760	201.52	BUY	
	Ivanovooblgas, pref.	-	ivogp	26.000	-	-	-49.02	-49.02	-46.39	766.67	-	-	-	-	150.760	479.85	BUY	
	Irkutskoblgas	-	irog	195.00	-	-	-	-	-	95.00	-	-	-	4	-	-	-	
	Kalugaoblgas	-	klog	860.00	-	-	-	26.47	43.33	330.00	-	-	-	26	1,286.95	49.65	BUY	
	Karelgas	-	klgz	128.50	-	-	0.39	1.18	0.78	-14.33	-	-	-	3	324.27	152.35	BUY	
	Kirovoblgas	-	krog	330.00	-	-	-	51.72	51.72	184.48	-	-	-	33	705.25	113.71	BUY	
	Komigaz	-	kgaz	32.500	-	-	8.33	-50.00	-13.33	-13.91	30.000	30.000	-	11	80.440	147.51	BUY	
	Komigaz, pref.	-	kgazp	15.300	-	-	-1.29	-17.30	-30.45	-25.37	-	-	-	-	60.330	294.31	BUY	
	Kostromaoblgas	-	koog	367.50	-	-	-6.37	-18.78	-3.29	56.38	400.00	400.00	-	20	935.74	154.62	BUY	
	Krasnodarkraigas	-	kgas	15.000	-	-	-	-61.04	141.94	-80.65	-	-	-	31	12.110	-19.27	SELL	
	Kurganoblgas	-	kuog	400.00	-	-	-	-	-38.46	33.33	-	-	-	12	-	-	-	
	Kurskoblgas	-	krgz	850.00	-	-	-3.95	139.44	161.54	750.00	700.00	700.00	-	75	1,184.98	39.41	BUY	
	Lenoblgas	-	leog	2,575.00	-	-	-	-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	2,385.00	-	-	0.42	-45.49	-40.23	-17.19	2,350.00	4,500.00	-	66	1,870.00	-21.59	HOLD	
	Omskoblgas	-	omog	11.500	-	-	-	35.29	76.92	-	10.000	11.000	-	17	20.130	75.04	BUY	
	Omskoblgas, pref.	-	omogp	6.0000	-	-	-	20.00	50.00	-	-	-	-	-	11,550.00	92.50	BUY	
	Oreloblgas	-	orog	565.00	-	-	-	126.00	50.67	42.14	-	-	-	21	512.18	-9.35	BUY	
	Orenburgoblgas	-	orog	2,125.00	-	-	-	66.67	120.21	248.36	1,000.00	2,250.00	-	163	2,855.8	34.39	HOLD	
	Pensagasifikatsiya	-	pgzf	130.00	-	-	-	-	-35.00	160.00	-	-	-	5	869.49	568.84	BUY	
	Rostovoblgas	-	rtbg	812.50	-	-	-	40.09	35.42	76.63	625.00	900.00	-	108	1,529.82	88.29	BUY	
	Rostovoblgas, pref.	-	rtbgp	480.00	-	-	0.52	6.67	2.13	41.18	460.00	460.00	-	-	1,529.82	218.71	BUY	
	Ryazanoblgas	-	rzog	4.5000	-	-	-50.00	-55.67	-56.52	143.24	-	-	-	22	5.9200	31.56	HOLD	
	Samaragas	-	sagz	247.750	-	-	-	444.51	348.42	371.90	45.500	45.500	-	29	289.840	16.99	BUY	
	Saratovoblgas	-	srog	22.000	-	-	-6.88	193.33	170.77	243.75	7.750	25.000	-	81	50.010	127.32	BUY	
	Sibirgasservice	-	sbsg	7.5500	-	-	-11.70	-	-	-28.10	-	-	-	35	-	-	-	
	Smolenskoblgas	-	smog	153.00	-	-	-2.86	69.06	73.86	206.00	81.50	185.00	-	61	332.44	117.28	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	44.500	-	-	-	27.14	27.14	147.22	29.000	40.000	-	38	81.290	82.67	BUY	
	Tveroblgas	-	tveo	250.00	-	-	-	-14.24	-8.42	66.67	225.00	246.00	-	45	236.31	-5.48	HOLD	
	Tulaoblgas	-	tuog	507.50	-	-	-4.69	120.65	87.96	306.00	180.00	705.00	-	80	1,106.23	117.98	BUY	
	Chitaoblgas	-	chog	55.000	-	-	-	-	-	-	-	-	-	4	-	-	-	
	Yaroslavoblgas	-	yrog	300.00	-	-	5.26	11.11	15.38	109.79	-	-	-	21	503.81	67.94	BUY	
<b>Services companies</b>																		
	Gazpromgeofizika	-	ggpf	350.00	-	-	-34.15	-70.83	-84.95	-87.11	400.00	2,200.00	-	17	3,662.9	946.54	BUY	
	Giprospetsgaz	-	gsgz	1,455.00	-	-	-5.83	-18.03	-38.09	11.92	1,800.00	1,850.00	-	61	7,463.0	412.92	BUY	
	Giprospetsgaz, pref.	-	gsgzp	785.00	-	-	-1.88	-25.06	-40.75	-21.50	800.00	800.00	-	-	5,970.00	660.51	BUY	
	Spetsgazremstroy	-	sgrs	260.00	-	-	-	-3.70	-27.78	-	344.00	425.00	-	133	741.25	185.10	BUY	
	Spetsgazremstroy, pref.	-	sgrsp	120.00	-	-	-	-29.41	-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	1.4	-	-	-	-	70
AFK Sistema	KO71 GR	AFKS	20,00	Frankfurt	35.451	0.588	1.8	1.4	0.26	1.69	-	24	70
Aeroflot	AETG GR	AFLT	100	Frankfurt	415.958	-3.787	4.160	4.160	-0.00	-0.90	-0.00	146	42
Wimm-Bill-Dann	WBD LI	WBDF	1	London	110.000	-	110.000	82.000	-	-	0.04	-	326
Wimm-Bill-Dann	WBD US	WBDF	1	New York	138.850	5.470	138.850	82.000	0.69	4.10	0.04	28,391	326
Wimm-Bill-Dann	WBPA GR	WBDF	1	Frankfurt	132.823	-0.420	132.823	82.000	-	-0.31	0.04	-	326
Volgaelcom	NZH GR	NNSI	2	Frankfurt	9.532	0.049	4.766	4.700	0.01	0.51	-0.02	5	47
Vimpelcom	VIP US	VIMP	1/4	New York	35.690	1.220	713.80	420.00	-	3.54	-	156,039	-
Vimpelcom	VIP GR	VIMP	1/4	Frankfurt	35.483	0.542	709.65	420.00	-	1.55	-	106	-
Gazprom	OGZD LI	GAZP	4	London	61.800	0.800	15.450	15.380	0.00	1.31	0.01	822,448	11,689
Gazprom	OGZPY US	GAZP	4	New York	61.900	0.500	15.475	15.380	-	0.81	0.01	-	11,689
Gazprom	GAZ GR	GAZP	4	Frankfurt	62.599	1.464	15.650	15.380	0.02	2.39	0.01	4,486	11,689
Golden Telecom	GLDN US	GLDN	1	New York	105.020	-	105.020	-	-	-	-	-	-
Golden Telecom	GT7 GR	GLDN	1	Frankfurt	103.873	-	103.873	-	-	-	-	-	-
Evrzholding	EVR LI	-	1/3	London	115.000	-0.750	345.000	-	-	-0.65	-	65,914	-
Evrzholding	HK1A GR	-	1/3	Frankfurt	115.413	-0.352	346.238	-	-	-0.30	-	96	-
Irkutskenergo	IKSGY US	IRGZ	50	New York	-	-	-	0.900	-	-	-	-	-
Irkutskenergo	IRK GR	IRGZ	50	Frankfurt	-	-	-	0.900	-	-	-	-	-
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	109.000	1.750	109.000	110.000	-0.01	1.63	0.01	291,624	4,984
LUKOIL	LUKOY US	LKOH	1	New York	109.200	1.200	109.200	110.000	-	1.11	0.01	-	4,984
LUKOIL	LUK GR	LKOH	1	Frankfurt	110.024	2.019	110.024	110.000	0.00	1.87	0.01	3,342	4,984
MCTN	MOW GR	MGTS	1	Frankfurt	32.300	0.165	32.300	31.500	-	0.51	-	-	-
Mechel	MTL US	MTLR	3	New York	44.470	-	14.823	44.500	-	-	-0.03	-	44
Mechel	FQF GR	MTLR	3	Frankfurt	44.492	-	14.831	44.500	-	-	-0.03	-	44
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	19.081	0.097	0.191	0.220	-	0.51	-	-	-
MTS	MBDL LI	MTSS	5	London	-	-	-	12.850	-	-	0.01	-	2,450
MTS	MBT US	MTSS	5	New York	-	-	-	12.850	-	-	0.01	-	2,450
MTS	MKY GR	MTSS	5	Frankfurt	88.234	2.300	17.647	12.850	0.37	2.68	0.01	2	2,450
Nizhnekamskneftekhim	QAO GR	NKNC	10	Frankfurt	9.375	-0.109	0.937	0.980	-	-1.15	-	3	-
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	31.300	0.400	31.30	311.40	-0.90	1.29	-	224,118	9,147
Norilsk Nickel	NILSY US	GMKN	1	New York	30.600	-0.630	30.60	311.40	-	-2.02	-	-	9,147
Norilsk Nickel	NNIA GR	GMKN	1	Frankfurt	31.512	0.396	31.51	311.40	-0.90	1.27	-	452	9,147
UHM	UHM GR	OMZZ	1	Frankfurt	6.696	-0.044	6.696	8.750	-	-0.66	-	-	-
Pyaterochka	FIVE LI	-	1/4	London	38.490	-0.010	153.960	-	-	-0.03	-	17,073	-
UES	UESD LI	EESR	100	London	109.000	1.000	1.090	1.110	-0.02	0.93	0.01	63,345	2,419
UES	USERY US	EESR	100	New York	-	-	-	1.110	-	-	0.01	-	2,419
UES	UES GR	EESR	100	Frankfurt	108.953	-0.776	1.090	1.110	-0.02	-0.71	0.01	3	2,419
Rostelekom	RKMD LI	RTKM	6	London	69.300	-	11.550	11.650	-	-	0.01	-	586
Rostelekom	ROS US	RTKM	6	New York	-	-	-	11.650	-	-	0.01	-	586
Rostelekom	RTL GR	RTKM	6	Frankfurt	67.451	-1.835	11.242	11.650	-0.04	-2.65	0.01	67	586
Seversky pipe plant	SVY GR	SVTZ	10	Frankfurt	138.653	0.708	13.865	14.500	-	0.51	-	-	-
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	36.239	0.734	7.248	4.300	-	2.07	-	703	-
Surgutneftegas	SGGD LI	SNGS	50	London	12.630	0.330	0.253	1.250	-0.80	2.68	0.02	31,867	639
Surgutneftegas	SGTZY US	SNGS	50	New York	-	-	-	1.250	-	-	0.02	-	639
Surgutneftegas	SGN GR	SNGS	50	Frankfurt	61.927	-	1.239	1.250	-	-	0.02	-	639
Tatneft	ATAD LI	TATN	20	London	101.000	-	5.050	7.900	-	-	0.01	-	408
Tatneft	TNT US	TATN	20	New York	-	-	-	7.900	-	-	0.01	-	408
Tatneft	TTFA GR	TATN	20	Frankfurt	96.244	-0.314	4.812	7.900	-0.39	-0.32	0.01	324	408
Tyumenaviatrans	UTARY US	TMAT	100	New York	40.000	-	0.400	0.538	-	-	-	-	-
Tyumenaviatrans	TYV GR	TMAT	100	Frankfurt	70.902	0.362	0.709	0.538	-	0.51	-	-	-
Tsum	THT GR	TZUM	20	Frankfurt	122.897	0.627	6.145	2.000	-	0.51	-	-	-
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	0.152	-	-	-	-	76

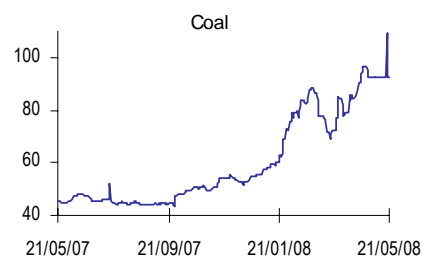
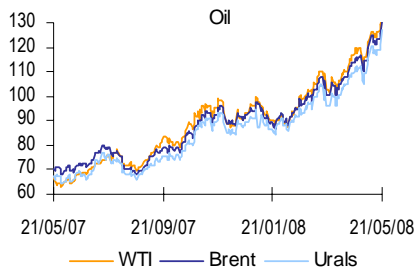
Source: Bloomberg, Estimation: Veles Capital

## 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	▲	132.08	5.31	4.19	8.13	15.54	37.73	90.81	86.75	132.53
Brent, USD / bbl	▲	130.62	4.97	3.96	7.79	15.03	39.12	87.62	85.05	130.65
Urals, USD / bbl	▲	126.83	5.34	4.40	8.26	15.42	38.95	91.53	82.80	127.28
WTI, USD / bbl	▲	132.57	3.50	2.71	6.72	12.84	38.09	104.05	86.47	132.57
Brent-Urals	▼	3.79	-0.37	-8.89	-5.96	3.55	45.21	11.47	1.66	9.94
Coal, USD / ton	-	92.75	-	-	-	-1.85	67.12	104.97	55.50	109.25

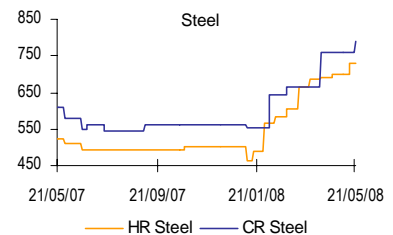
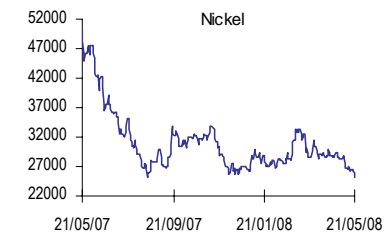
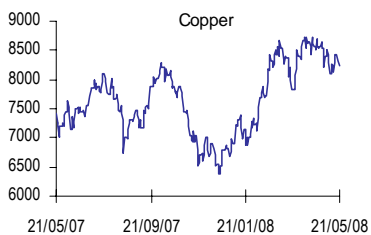
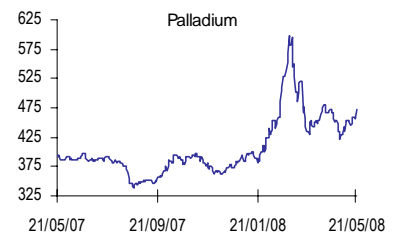
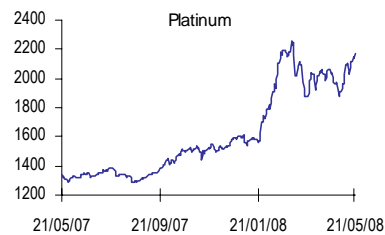
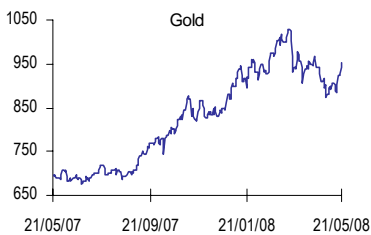
Source: Bloomberg, Estimation: Veles Capital



### Prices of metals

		Close, USD	Change, USD	Change, %					Current year, USD	
				day	week	month	from Jan 1	year	min	max
Gold, USD / ounce	▲	954.09	13.52	1.44	7.88	1.21	9.49	37.50	871.38	1,027.52
Silver, USD / ounce	▲	18.45	0.33	1.84	8.82	2.71	19.29	34.98	15.47	21.42
Platinum, USD / ounce	▲	2,176.02	37.11	1.73	7.31	7.24	36.78	65.34	1,540.21	2,257.73
Palladium, USD / ounce	▲	471.16	14.15	3.10	5.60	1.18	21.25	20.19	380.95	598.39
Aluminum, USD / ton	▲	3,020.00	23.00	0.77	2.72	-0.66	25.36	5.78	2,409.00	3,227.00
Copper, USD / ton	▼	8,240.00	-85.00	-1.02	1.42	-3.29	23.45	13.48	6,675.00	8,730.00
Nickel, USD / ton	▼	25,200.00	-800.00	-3.08	-5.08	-11.42	-4.18	-47.72	26,000.00	33,400.00
Lead, USD / ton	▼	2,147.00	-23.00	-1.06	-5.00	-22.49	-15.80	-0.14	2,170.00	3,420.00
Tin, USD / ton	▲	24,250.00	575.00	2.43	-3.58	12.01	47.64	73.84	16,025.00	25,300.00
Zink, USD / ton	▼	2,205.00	-70.00	-3.08	-3.50	-0.68	-6.96	-40.57	2,154.00	2,830.00
Titanium, USD / ton	-	5,401.33	-	-	-	2.08	20.69	-17.51	4,475.38	5,511.56
HR Steel, USD / ton	-	730.00	-	-	-	5.80	46.00	39.05	465.00	730.00
CR Steel, USD / ton	▲	790.00	30.00	3.95	3.95	3.95	41.07	29.51	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	▲ 2,467.81	14.69	0.60	2.57	13.61	7.74	32.62	1,859.53	2,498.10
MICEX Index	▲ 1,952.84	22.08	1.14	2.55	15.77	3.39	18.65	1,509.70	1,966.32
Technical RTS Index	▲ 3,656.41	33.28	0.92	1.95	14.69	15.75	44.77	2,536.61	3,730.73
MSCI Russia	▲ 1,641.52	23.88	1.48	4.44	15.29	6.84	43.10	1,251.20	1,647.18

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 ▼	12,601.19	-227.49	-1.77	-2.30	-1.75	-5.00	-6.93	11,634.82	13,279.54
NASDAQ	USA ▼	2,448.27	-43.99	-1.77	-1.94	1.67	-7.69	-5.40	2,155.42	2,661.50
FTSE 100	Great Britain ▲	6,198.10	6.50	0.10	-0.29	2.40	-4.01	-6.18	5,338.70	6,534.70
Nikkei 225	Japan ▼	13,926.30	-233.79	-1.65	-1.36	1.68	-9.02	-21.23	11,691.00	15,413.37
S&P 500	USA ▼	1,390.71	-22.69	-1.61	-1.27	0.18	-5.29	-8.75	1,256.98	1,471.77
AEX	Netherlands ▲	487.62	0.35	0.07	-0.16	3.60	-5.46	-9.80	401.45	518.27
OMX	Sweden ▼	1,004.36	-7.26	-0.72	-0.84	3.63	-7.13	-20.00	875.02	1,081.44
DAX	Germany ▼	7,040.83	-77.67	-1.09	-0.60	3.75	-12.72	-8.08	6,167.82	8,100.64
MIB 30	Italy ▲	34,090.00	59.00	0.17	-2.72	-0.33	-12.33	-21.52	30,583.00	38,885.00
CAC 40	France ▼	5,027.55	-27.33	-0.54	-0.55	2.39	-10.45	-17.44	4,416.71	5,665.94
SMI	Switzerland ▼	7,574.27	-52.31	-0.69	-0.27	2.43	-10.73	-19.09	6,769.80	8,571.76
ASX 200	Australia ▼	5,823.40	-84.70	-1.43	-0.84	3.98	-8.15	-8.13	5,039.60	6,385.70
Bloomberg European 500	▼	367.78	-0.77	-0.21	0.75	1.22	-3.49	-2.57	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	▼	1,233.11	-0.56	-0.05	2.11	3.88	-1.03	21.20	1,011.42	1,252.59
<b>Europe</b>										
ASE	Greece ▼	4,151.36	-14.26	-0.34	-2.93	3.12	-19.84	-15.14	3,735.47	5,207.44
WSE WIG	Poland ▼	47,014.99	-10.21	-0.02	-2.70	0.12	-15.51	-23.90	42,506.24	56,066.82
PFTS	Ukraine ▼	925.57	-14.79	-1.57	-2.62	0.29	-21.16	4.78	824.94	1,208.61
BUX	Hungary ▲	22,780.60	64.96	0.29	-3.09	3.99	-13.17	-11.89	20,803.64	26,242.90
PX	Czech Republic ▼	1,668.90	-34.20	-2.01	0.83	6.79	-8.05	-8.72	1,393.00	1,819.50
TA-100	Israel ▲	1,025.71	11.55	1.14	-0.23	0.90	-11.85	-5.65	882.87	1,167.04
XU 100	Turkey ▼	41,011.25	-285.25	-0.69	-3.55	-4.77	-26.16	-11.56	38,174.27	55,281.66
<b>Asia and Africa</b>										
HSI	Hong Kong ▲	25,460.29	290.83	1.16	-0.29	2.99	-8.46	22.15	20,572.92	27,853.60
SENSEX	India ▲	17,243.16	12.98	0.08	1.56	3.01	-15.06	19.30	14,677.24	21,206.77
JALSH	SAR ▼	32,907.72	-50.83	-0.15	1.61	3.57	13.64	14.94	24,005.35	33,263.15
JCI	Indonesia ▼	2,494.71	-16.25	-0.65	1.85	6.80	-9.15	20.01	2,167.65	2,838.48
KOSPI	South Korea ▼	1,847.51	-25.64	-1.37	0.20	2.61	-2.62	12.46	1,537.53	1,901.13
SHCOMP	China ▲	3,544.19	101.02	2.93	-3.10	13.71	-32.64	-13.77	2,990.79	5,522.78
<b>America</b>										
MEXBOL	Mexico ▼	31,126.07	-400.10	-1.27	-0.67	-3.02	5.38	1.05	25,282.31	32,292.92
IBOV	Brazil ▼	72,294.80	-1,222.01	-1.66	3.24	11.36	13.16	38.47	53,010.96	73,794.14
IPSA	Chile -	3,021.02	-	-	3.84	-2.21	-1.01	-3.03	2,369.06	3,089.68
IBVC	Venezuela ▲	35,778.08	41.04	0.11	-1.73	-9.35	-5.61	-10.23	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.

In order to get additional information and specifications please contact the Research Department of the Investment Company Veles Capital.

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