

Daily review

July 21, 2008

Trader's view

After a two day's growth, Friday's Russian market went down on deep. The fall began since the very start of the trading session and continued throughout the day, until session's end. Amongst more or less serious negative to influence the market, we must point out yet another decrease of oil price. Brent oil quotes have dropped below 130 USD per bbl. Do note that the decrease hit almost all front of liquid stocks, with only a single exclusion. Out of all range of stocks, only the banking sector seemed rather decent.

Main news

MMK's dividends decreased according to 1H 2008 results.

During the meeting held on Friday, the management of Magnitogorsk Iron & Steel Works (MMK), made recommended the shareholders to confirm dividends payoffs on meeting, which will be held on August 29th. According to 1H 2008 results, the recommended payoffs formed 0.383 RUR per share, announced company's representative to the journalists. Shareholders' register will be closed on June 21st.

Other news

➤ **Aeroflot: 1H 2008 results.**

According to 1H 2008 results, Aeroflot Russian Airlines' passengers transfer increased by +16.2%, to 4,385 th ppl, in comparison with previous year results, says press office of the company.

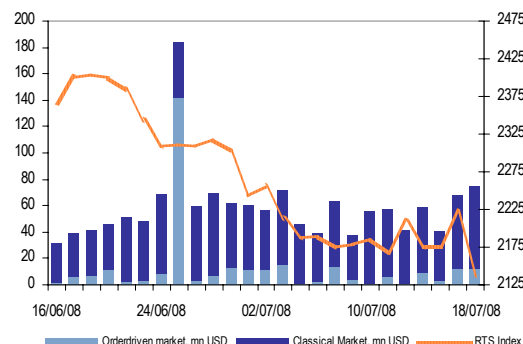
Market estimates

Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	year
RTS Index	2,135.38	-88.10	-3.96	-1.47	-11.13	3.10
MICEX Index	1,623.09	-66.21	-3.92	0.07	-12.32	-9.82
USD / RUR	23.22	-0.00	-0.02	-0.14	-1.73	-8.74
EUR / RUR	36.79	-0.05	-0.12	-0.68	0.14	4.71
EUR / USD	1.58	-0.00	-0.10	-0.56	2.01	14.68
Dow Jones Index	11,496.57	49.91	0.44	3.57	-4.43	-17.88
NASDAQ	2,282.78	-29.52	-1.28	1.95	-6.05	-16.08
FTSE 100	5,376.40	90.10	1.70	2.18	-6.61	-19.03
Nikkei 225	12,803.70	-84.25	-0.65	-1.81	-11.41	-29.33
MSCI EM	1,022.16	-9.24	-0.90	-2.00	-10.24	-10.66

Source: Bloomberg, Estimation: Veles Capital

RTS index vs. trade volume



Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	129.00	-0.85	-0.65	-10.65	-4.80	63.83
Urals, USD / bbl	125.13	-0.83	-0.66	-11.05	-4.39	65.01
Gold, USD / ounce	982.12	-1.92	-0.20	-0.84	7.11	37.73
Palladium, USD / ounce	427.33	-6.58	-1.52	-8.20	-11.61	9.38
Copper, USD / ton	8,085	-75	-0.92	-2.24	-1.87	1.44
Nickel, USD / ton	20,400	-375	-1.81	-5.56	-11.30	-39.82

Source: Bloomberg, Estimation: Veles Capital

Russian share quotes

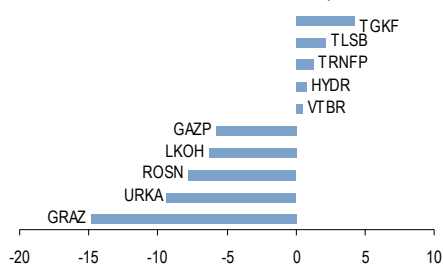
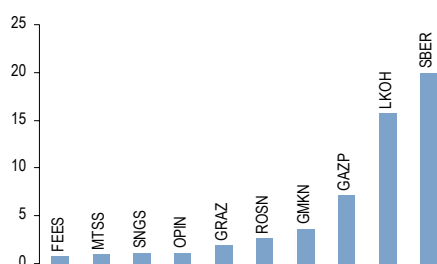
	Close, USD	Change, USD	Change, %			
			day	week	month	year
VTB	0.004	0.000	0.54	7.14	2.74	-31.19
Polyus-Gold	72.75	-	26.52	39.23	15.20	68.79
NorNickel	225.50	-9.500	-4.04	1.58	-16.48	6.62
Rostelecom	12.00	-0.100	-0.83	-0.83	4.35	23.08
MTS	11.40	-0.630	-5.24	-2.56	-9.88	8.06
Sberbank	3.295	-0.025	-0.75	5.61	-2.95	-
LUKOIL	92.25	-6.150	-6.25	-1.13	-11.93	10.08
Gazprom Neft	7.700	-	-	4.41	-1.91	80.33
Surgutneftegas	0.989	-0.051	-4.88	-3.49	-16.59	-16.87
Gazprom	12.60	-0.780	-5.83	-4.55	-15.15	12.00
Tatneft	6.700	-	-	-6.29	-13.21	28.23
Rosneft	10.700	-0.900	-7.76	-0.47	-11.35	23.70

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	9,792,390	1,114.12	1.65	-6.66	-3.85	4.96
VELES Capital - Selected Shares	9,314,537	906.81	2.19	-9.41	-10.63	-5.60
VELES Capital - Bonds	36,127,497	1,006.55	0.06	-0.24	-	1.55

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	2,122.2	2,173.1
2	2,100.0	2,179.9
3	2,068.9	2,188.9

Trader's view

After a two day's growth, Friday's Russian market went down on deep. The fall began since the very start of the trading session and continued throughout the day, until session's end. Amongst more or less serious negative to influence the market, we must point out yet another decrease of oil price. Brent oil quotes have dropped below 130 USD per bbl. Do note that the decrease hit almost all front of liquid stocks, with only a single exclusion. Out of all range of stocks, only the banking sector seemed rather decent.

RTS of the day lost -3.96% and closed at 2135.38 points. The utmost negative influence upon the indicator was sprayed by stocks of: LUKOIL (-6.25%), Gazprom (-5.83%) and Rosneft (-7.76%). Whilst quotes of VTB added (+0.54%), Hydro-WGC (+0.78%) and preferred shares of Transneft (+1.28%).

The summary turnover of RTS classic market has formed 63 mn USD. Whereas the top volumes have been achieved by stocks of Sberbank (20 mn USD), LUKOIL (15.8 mn USD) and Gazprom (7.2 mn USD).

Current situation over the Russian stock market is not very stable. Judging from the technical analysis – this week market has all the chances to continue the fall – as two most important levels have been breached – the lower border of long-term canal and 200-days sliding average. Thus – if market does not compensate the fall today, above the given marks, then falling trend is sure to continue. Otherwise, today's reachable level is 2240 points of RTS.

RTS index support and resistance levels


Company profile

Last price, USD	1.240
Market capitalization, mn USD	13,856
Ticker	MAGN
Fair value, USD	1.510
Undervaluation, Overvaluation %	21.77
Recommendation:	ACCUMULATE

Ferrous metallurgy**MMK**

MMK's dividends decreased according to 1H 2008 results.

During the meeting held on Friday, the management of Magnitogorsk Iron & Steel Works (MMK), made recommended the shareholders to confirm dividends payoffs on meeting, which will be held on August 29th. According to 1H 2008 results, the recommended payoffs formed 0.383 RUR per share, announced company's representative to the journalists. Shareholders' register will be closed on June 21st. Previous news indicates that results of January-June 2007 should form dividend payoffs of 0.418 RUR per share. Thus, the company could reduce the dividends of 1H down -8.3%.

If given dividends are confirmed, then company would pay 4.3 bn RUR (180 mn USD), below past year's just by -8%. Though, we still do not the value of net income of 1H (1Q dropped net income down -23%), therefore it is still hard to determine the generosity of the company this time. If we distance from the possible dynamics of 1H income, then, the reason is likely to be found in debt load of the company. According to the results of 2006, 2007 and 1Q 2007 the short-term debt in liabilities has formed 7%, 13% and 16%. The drop of generosity by MMK is likely to be related to the fact, that market now holds no long loans and company must finance its activities through short-term loans and own capital. Though MMK still requires financing funds, hence the issue of preferred shares has been organized. There are even rumors about company planning to buy large international asset in ore mining industry. In general we see this news is neutral for MMK business value, hence, we confirm "ACCUMULATE" recommendation on company's stocks.

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Company profile

Last price, USD	3.1875
Market capitalization, mn USD	3,540
Ticker	AFLT
Fair value, USD	4.1700
Undervaluation, Overvaluation %	30.82
Recommendation:	HOLD

Transport
Aeroflot
Aeroflot: 1H 2008 results.

According to 1H 2008 results, Aeroflot Russian Airlines' passengers transfer increased by +16.2%, to 4,385 th ppl, in comparison with previous year results, says press office of the company.

Passengers' turnover increased by +11.3%, to 12 bn 704 mn of passenger-kilometers.

Seat occupancy rate formed 68.5%, and commercial load rate totaled 54.5%.

During the June, Aeroflot transferred 852.9 th ppl (including 8.7 th ppl through charter flights), which is by +13.7% higher than the results of last year. Passengers' turnover increased by +11.8% and reached 2 bn 454 mn of passenger-kilometers, versus 2007 results.

The company transfer of international lines increased by +5.6% and the growth of domestic lines transfer formed +28.8%.

Seat occupancy rate formed 74.7% and commercial load rate totaled 60.7% on June.

According to the results of the year, Aeroflot planned to transfer 11.5 mn ppl, i.e. 13% higher than 2007 results. The dynamics of 1H results exceeds the annual plan for now. If the growth rates are the same, the passengers' transfers can increase to 11.8-11.9 mn ppl. We confirm "BUY" recommendation on Aeroflot's securities.

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Aeroflot's operating results

	June			6 months		
	2007	Change, %	2008	2007	Change, %	2008
Passengers transferred, th ppl	750.1	13.7	852.9	3,773.7	16.2	4,385.0
Passenger flow, mn pkm	2,195	11.6	2,454	11,414.2	11.3	12,704.0
Commercial load rate	n/d	-	74.7	n/d	-	68.5
Seat occupancy rate	n/d	-	60.7	n/d	-	54.5

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	18.300	-	-	-	7.02	9.91	23.23	12.860	18.750	64,050	3,504	-	-	HOLD
	Bashneft, pref.	- BANEP	11.2750	-	-	-0.22	-2.17	2.73	4.88	9.1000	12.1000	-	-	-	-	HOLD
	Gazprom	▼ GAZP	12.600	-0.780	-5.83	-4.55	-15.15	-10.57	12.00	11.410	15.650	7,180,800	298,286	20.200	60.32	BUY
	Gazprom Neft	- SIBN	7.7000	-	-	4.41	-1.91	21.26	80.33	5.0000	8.1000	-	36.508	8.8800	15.32	ACCUMULATE
	LUKOIL	▼ LKOH	92.25	-6.15	-6.25	-1.13	-11.93	6.03	10.08	64.25	113.20	15,755,661	78,464	138.44	50.07	BUY
	NOVATEK	- NVTK	8.1500	-	-	-4.68	-8.94	8.67	40.52	6.5000	9.1500	290,750	24,746	12.0500	47.85	BUY
	RITEK	- RITK	8.5500	-	-	-	-1.44	-15.76	-21.56	7.0000	9.9000	-	1.238	-	-	-
	Rosneft	▼ ROSN	10.700	-0.900	-7.76	-0.47	-11.35	11.83	23.70	6.670	12.200	2,663,800	113,401	14.310	33.74	BUY
	Surgutneftegas	▼ SNGS	0.9892	-0.0508	-4.88	-3.49	-16.59	-20.23	-16.87	0.8650	1.2980	1,164,700	38,746	-	-	UNDER REVISION
	Surgutneftegas, pref.	- SNGSP	0.4422	-	-	-8.81	-22.75	-31.75	-39.83	0.4340	0.6480	-	-	-	-	UNDER REVISION
	Tatneft	- TATN	6.7000	-	-	-6.29	-13.21	10.74	28.23	4.7500	8.0100	341,700	15,080	-	-	HOLD
	Tatneft, pref.	- TATNP	3.2750	-	-	-5.07	-12.20	-11.49	12.93	2.7000	3.8300	-	-	-	-	HOLD
	TNK-BP Holding	- tnbp	2.0200	-	-	-2.42	-3.35	-9.42	-2.65	1.5200	2.2190	-	32,726	2.5950	28.47	BUY
	TNK-BP Holding, pref.	- tnbpp	1.5900	-	-	-3.05	-5.07	-16.32	-15.87	1.4220	1.8500	-	-	2.3410	47.23	BUY
	Transneft, pref.	▲ TRNFP	1,190.0	15.0	1.28	-	-16.78	-40.35	-32.08	1,170.0	2,007.0	59,500	7,401	2,275.0	91.18	BUY
Energy																
	Bashkirenergo	- BEGY	1.4300	-	-	-4.35	-10.34	-32.55	-31.90	1.4100	2.1000	-	1,547	-	-	-
	Bashkirenergo, pref.	- BEGYP	1.1250	-	-	-18.18	-27.65	-5.46	-15.41	1.1500	1.1750	-	-	-	-	-
	Hydro-WGC	▲ HYDR	0.0645	0.0005	0.78	-3.01	-24.56	-	-	0.0630	0.0930	95,350	12,633	-	-	-
	Inter RAO UES	- IRAO	0.0008	-	-	-	-	-	-	0.0007	0.0008	279,300	972	-	-	-
	Irkutskenergo	- IRGZ	0.7925	-	-	-0.31	-8.91	-33.40	-20.75	0.8100	1.1510	-	3,778	-	-	-
	WGC-1	- OGKA	0.0816	-	-	-1.75	-9.64	-33.70	-	0.0795	0.1225	-	3,641	0.1530	87.61	BUY
	WGC-2	▼ OGKB	0.0710	-0.0030	-4.05	-3.47	-13.83	-53.90	-59.31	0.0700	0.1500	48,014	2,324	0.2387	236.20	BUY
	WGC-3	- OGKC	0.0885	-	-	-4.32	-20.63	-41.10	-48.55	0.0840	0.1450	-	4,203	0.1651	86.55	ACCUMULATE
	WGC-4	- OGKD	0.0640	-	-	-1.54	-17.42	-51.88	-49.21	0.0640	0.1335	34,475	4,033	0.1977	208.91	BUY
	WGC-5	- OGKE	0.1175	-	-	-1.67	-4.47	-32.93	-24.92	0.0955	0.1795	-	4,156	0.2046	74.13	BUY
	WGC-6	- OGKF	0.0685	-	-	-2.14	-4.86	-46.06	-57.19	0.0700	0.1250	-	2,210	0.0932	36.06	BUY
	TGC-1	- TGKA	0.0012	-	-	-9.33	-10.33	-6.90	-22.36	0.0012	0.0014	-	4,679	0.0017	39.92	BUY
	TGC-2	- TGKB	0.0010	-	-	-1.01	-	-1.50	-11.26	0.0008	0.0012	-	1,446	0.0015	52.28	BUY
	TGC-2, pref.	- TGKBP	0.0007	-	-	-	-	-5.23	-17.14	-	-	-	-	0.0011	51.72	BUY
	TGC-3 (Mosenergo)	- MSNG	0.1470	-	-	-4.55	-15.76	-38.24	-34.67	0.1540	0.2460	-	5,843	-	-	REDUCE
	TGC-4	- TGKD	0.0011	-	-	0.92	3.79	-11.69	-7.98	0.0010	0.0012	-	2,134	-	-	-
	TGC-4, pref.	- TGKDP	0.0006	-	-	-	-	8.11	-16.67	-33.33	0.0005	0.0006	-	-	-	-
	TGC-5	- TGKE	0.0007	-	-	-2.72	0.70	-20.99	-44.79	0.0007	0.0010	-	880	0.0012	67.83	BUY
	TGC-6	▲ TGKF	0.0007	0.0000	4.29	2.82	4.29	-36.24	-43.85	0.0007	0.0012	32,850	1,357	0.0009	23.29	REDUCE
	TGC-7	- TGKG	0.0762	-	-	2.35	-18.67	-30.05	-	0.0700	0.1095	-	2,286	-	-	-
	TGC-8	- TGKH	0.0016	-	-	-	-1.50	17.14	32.26	0.0013	0.0017	-	3,381	0.0009	-45.12	SELL
	TGC-9	- TGKI	0.0002	-	-	-16.98	-26.67	-31.25	-26.67	0.0002	0.0003	2,860	1,721	-	-	-
	TGC-10	- TGKJ	4.6000	-	-	-	-0.22	12.47	15.00	3.5000	4.6100	-	4,042	-	-	-
	TGC-11	- TGKK	0.0008	-	-	-5.59	-24.11	-47.53	-	0.0008	0.0016	38,600	436	-	-	-
	TGC-12 (Kuzbasenergo)	- KZBE	0.0180	-	-	-21.74	-26.53	-34.55	-50.34	0.0180	0.0281	-	1,271	-	-	-
	TGC-13	- TGKM	0.0066	-	-	-7.04	-20.00	-37.54	-42.47	0.0065	0.0102	13,200	1,050	-	-	-
	TGC-14	- TGKN	0.0003	-	-	-19.05	-21.54	-25.00	-46.32	0.0003	0.0003	-	198	-	-	-
	FGC UES	▼ FEES	0.0154	-0.0004	-2.53	-	-	-	-	0.0154	0.0158	855,672	7,336	-	-	-
Nonferrous metallurgy																
	BMSK	- bmsk	3.6000	-	-	-4.00	46.94	46.94	41.18	1.6850	3.5000	-	18	4.5900	27.50	SPECULATIVE BUY
	BMSK, pref.	- bmskp	1.7000	-	-	-	-20.93	-20.93	-20.93	0.9500	0.9500	-	-	3.4400	102.35	HOLD
	VSMPO	▼ VSMO	146.00	-1.00	-0.68	6.57	-27.45	-51.66	-52.67	133.00	314.00	43,800	1,683	-	-	HOLD
	Norilsk Nickel	▼ GMKN	225.50	-9.50	-4.04	1.58	-16.48	-14.91	6.62	203.00	316.50	3,666,500	42,987	314.68	39.55	BUY
	Safiyanovskaya med	- sfmd	6.0000	-	-	-	-	-35.14	-52.00	6.0000	7.0000	-	12	4.7300	-21.17	SELL
	Sredneuralsky MPZ	- sumz	16.0000	-	-	4.92	-1.54	-13.86	-39.62	16.5000	18.4000	-	81	36.550	128.44	SPECULATIVE BUY
	Uralsktromed	- uelm	106.25	-	-	0.24	-5.97	-6.47	-5.13	100.00	121.00	-	539	126.38	18.95	ACCUMULATE
	Ufaleynickel	- ufal	7.5200	-	-	-	-4.20	-2.97	-20.84	7.5000	7.5000	-	202	6.6300	-11.84	REDUCE
	Chelyabinsk Zink Plant	- CHZN	6.78	-	-	-1.81	-23.01	-39.64	-95.63	6.80	12.15	-	367	22.53	232.55	BUY
	Yuzhuralnickel	- unkl	807.5	-	-	3.39	-18.84	-42.32	-21.22	760.0	1,300.0	-	484	463.4	-42.61	ACCUMULATE
	Electrozinc	- eltz	78.62	-	-	-	-14.54	-	-	75.00	110.00	-	110	-	-	-
Ferrous metallurgy (Steel)																
	Ashinsky Metallurgy Plant	- AMEZ	0.5600	-	-	-7.82	-16.42	-41.05	-6.28	0.5500	0.9700	27,800	279	0.9400	67.86	BUY
	Evraz**	▲ EVR	99.900	67.200	205.50	-2.54	-12.94	28.90	105.13	30.850	131.250	166,304,192	-	124.760	24.88	ACCUMULATE
	Mechel	- MTLR	37.000	-	-	-5.61	-13.95	37.04	155.17	20.000	45.800	74,000	15,402	43.820	18.43	ACCUMULATE
	MMC	- MAGN	1.2400	-	-	-6.42	-5.70	-4.62	8.77	1.0500	1.4400	124,000	13,856	1.5100	21.77	ACCUMULATE
	NLMC	▼ NLMK	4.8000	-0.1000	-2.04	-19.33	-8.57	18.37	44.58	3.4300	5.6500	314,000	28,767	5.7500	19.79	ACCUMULATE
	Severstal	▼ CHMF	20.600	-1.050	-4.85	-7.62	-19.22	-9.65	20.47	20.000	28.000	569,600	20,759	32.660	58.54	BUY
	Chelyabinsk Metallurgy Plant	- CHMK	382.50	-	-	-	-	4.08	119.20	330.00	450.00	-	1,209	-	-	-
	Chusovskoy Metallurgy Plant	- chmz	128.000	-	-	1.59	-1.50	-	-	113.000	128.000	-	298	-	-	-
Precious metals																
	Buryatzoloto	- BRZL	15.250	-	-	-7.58	-19.74	-15.28	11.93	15.500	22.000	-	107	26.690	75.02	SPECULATIVE BUY
	Lenzoloto	- lnzl	35.000	-	-	-12.50	-30.00	-39.13	22.81	40.000	60.000	-	40	34.210	-2.26	HOLD
	Polymetal	- PMTL	8.1000	-	-	1.25	-5.81	17.05	20.90	7.0000	9.3500	-	2,552	8.2800	2.22	HOLD
	Polyus-Gold	- PLZL	72.750	-	-	39.23	15.20	58.50	68.79	46.500	80.000	-	13,868	57.180	-21.40	HOLD
	Susumanzoloto	- sysy	47.000	-	-	-	-2.08	56.67	4.44	-	-	-	42	55.270	17.60	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	220.000	-	-	2.80	7.32	134.04	439.88	93.000	240.000	22.000	2.530	91.610	-58.36	SPECULATIVE BUY
	Vorkutaugol	- voug	178.50	-	-	-0.14	-2.46	-10.75	4.69	177.00	244.00	-	601	318.92	78.67	SPECULATIVE BUY
	Vorkutaugol, pref	- vougp	178.50	-	-	-	-0.83	-0.83	9.85	160.00	187.00	-	-	255.14	42.94	SPECULATIVE BUY
	Kuzbassrazrezugol	▼ kzru	0.8100	-0.0100	-1.22	-0.61	-5.04	88.59	98.77	0.4400	0.9000	116.437	4.952	0.3800	-53.09	HOLD
	Raspadskaya	▼ RASP	8.7600	-0.1900	-2.12	1.27	-6.31	34.77	196.95	5.4000	10.3000	221.500	6.840	10.6500	21.58	ACCUMULATE
	Yuzny Kuzbass	- UKUZ	114.500	-	-	-0.43	-16.42	112.04	244.36	56.000	158.900	-	4.135	50.380	-56.00	REDUCE
Pipe industry																
	Almetievsk Pipe Plant	- atza	13.500	-	-	-	-	14.89	14.89	-	-	-	40	26.780	98.37	SPECULATIVE BUY
	Vykasa Metallurgy Plant	- vsmz	1.450.0	-	-	-3.30	-10.77	-31.44	-10.05	1,650.0	2,080.0	-	2,729	2,439.8	68.26	SPECULATIVE BUY
	Pervouralsk New Pipe Plant	- PNTZ	29.875	-	-	-	-3.63	-4.40	-6.57	28.975	32.200	-	727	42.350	41.76	BUY
	Seversky Pipe Plant	- SVTZ	10.500	-	-	-	-14.63	-36.56	-4.55	10.000	15.800	-	505	16.180	54.10	SPECULATIVE BUY
	Sinarsky Pipe Plant	- SANTZ	82.50	-	-	-2.94	-13.16	-41.07	-25.00	85.00	138.50	-	519	230.47	179.36	SPECULATIVE BUY
	Taganrog Metallurgy Plant	- TAMZ	0.8600	-	-	-9.95	-11.79	-30.31	-29.22	0.8000	1.1000	-	398	1.3200	53.49	SPECULATIVE BUY
	TMK	- TRMK	8.3500	-	-	-	6.60	-23.57	-17.73	7.1000	10.7000	-	7,290	10.0400	20.24	ACCUMULATE
	Chelyabinsk Pipe Plant	- CHEP	3.9800	-	-	-1.24	-5.24	-6.46	-8.51	3.8500	4.5500	9,950	1,880	5.5700	39.95	BUY
Telecommunications																
	Volgatelecom	- NNSI	4.2150	-	-	-1.00	-10.32	-28.19	-20.92	4.0000	5.9100	-	1,245	6.0110	42.61	BUY
	Volgatelecom, pref.	- NNSIP	2.6350	-	-	-2.41	-16.20	-38.92	-33.29	2.5000	4.1800	-	-	4.5083	77.84	BUY
	Vimpelcom*	- VIP	27.200	-	-	3.42	-12.03	-34.62	20.96	25.050	120.750	85,321,040	-	39.990	47.02	BUY
	Dalsvyaz	- ESPK	4.1750	-	-	-	-11.36	-21.23	-16.92	4.4000	5.7000	-	501	7.4457	78.34	BUY
	Dalsvyaz, pref.	- ESPKP	3.2750	-	-	-	-2.24	-26.82	-32.12	3.4000	4.2000	-	-	5.5812	70.42	BUY
	Comstar-UTS	- CMST	12.000	-	-	-	9.09	9.74	14.29	8.500	11.000	-	5,015	13.480	12.33	BUY
	MGTS	- MGTS	33.600	-	-	-	-8.20	-7.44	5.00	32.000	34.600	-	3,201	-	-	HOLD
	MGTS, pref.	- MGTSF	32.500	-	-	10.17	-	1.09	18.61	28.800	31.300	-	-	-	-	HOLD
	MTS	▼ MTSS	11.4000	-0.6300	-5.24	-2.56	-9.88	-25.73	8.06	11.4000	15.7000	1,057,600	22,724	16.2900	42.89	BUY
	Rostelecom	▼ RTKM	12.000	-0.100	-0.83	-0.83	4.35	1.18	23.08	10.400	12.440	12,000	9,231	4.130	-65.58	SELL
	Rostelecom, pref.	- RTKMP	2.0050	-	-	0.25	-16.46	-31.45	-32.03	2.0000	2.8500	-	-	3.1000	54.61	ACCUMULATE
	North-West Telecom	- SPTL	1.1300	-	-	-2.59	-17.76	-34.30	-33.53	1.1300	1.7000	56,500	1,177	1.3290	17.61	HOLD
	North-West Telecom, pref.	- SPTLP	0.7258	-	-	0.10	-14.62	-41.00	-36.06	0.7800	1.2150	-	-	0.9967	37.33	ACCUMULATE
	Sibirtelecom	- ENCO	0.0835	-	-	-1.18	-14.36	-30.42	-24.09	0.0780	0.1170	-	1,209	0.1140	36.53	BUY
	Sibirtelecom, pref.	- ENCOP	0.0528	-	-	-3.12	-14.84	-34.41	-29.60	0.0545	0.0670	-	-	0.0855	61.93	BUY
	Uralsvyazinform	- URSI	0.0505	-	-	-1.94	-14.41	-20.78	-18.48	0.0462	0.0635	-	1,869	0.0573	13.47	BUY
	Uralsvyazinform, pref.	- URSIP	0.0304	-	-	-0.98	-10.59	-28.47	-23.71	0.0295	0.0418	-	-	0.0430	41.45	ACCUMULATE
	CenterTelecom	- ESMO	0.6150	-	-	-3.15	-6.82	-34.01	-34.92	0.6000	0.9320	-	1,161	0.9018	46.63	BUY
	CenterTelecom, pref.	- ESMOP	0.3620	-	-	-4.61	-23.79	-41.85	-41.64	0.3550	0.6375	-	-	0.6763	86.82	BUY
	SouthTelecom	- KUBN	0.1380	-	-	-0.36	-10.97	-30.30	-29.86	0.1345	0.2020	-	499	0.2526	83.04	BUY
	SouthTelecom, pref.	- KUBNP	0.0932	-	-	0.54	-11.19	-35.58	-33.87	0.0920	0.1450	-	-	0.1895	103.22	BUY
Machinery																
	AvtoVAZ	- AVAZ	1.4500	-	-	-3.65	-12.12	-24.87	-14.71	1.4000	1.9500	-	2,329	1.9890	37.17	BUY
	AvtoVAZ, pref.	- AVAZP	0.6850	-	-	-11.61	24.55	-10.46	15.13	0.5500	0.6500	-	-	1.4910	117.66	BUY
	GAZ	- GAZA	155.00	-	-	-4.62	-21.32	-8.82	5.44	151.00	210.00	-	3,005	197.30	27.29	HOLD
	GAZ, pref.	- GAZAP	92.50	-	-	-3.14	-19.57	-22.92	-12.32	95.00	125.50	-	-	148.00	60.00	BUY
	ZMZ	- ZMZN	5.2000	-	-	-6.31	-	73.33	101.94	2.9000	5.2000	-	732	4.4500	-14.42	HOLD
	ZMZ, pref	- zmnzp	3.8750	-	-	0.65	9.15	61.46	109.46	2.6000	3.5250	-	-	3.3400	-13.81	HOLD
	Kamaz	- KMAZ	5.3500	-	-	1.42	-8.94	2.88	22.99	5.5500	7.2500	-	3,784	6.4000	19.63	BUY
	Kirovsky zavod	- KIRZ	49.000	-	-	-6.67	-10.17	-10.91	56.80	48.000	56.000	-	532	33.290	-32.06	REDUCE
	NefAZ	- nfaz	40.000	-	-	-1.23	-5.88	11.11	148.06	36.500	50.250	-	322	49.150	22.88	BUY
	Saturn NPO	- satr	0.0800	-	-	-2.44	-8.05	-32.77	-39.85	0.0800	0.1125	8,000	319	0.1379	72.38	HOLD
	OMZ	- OMZZ	7.1550	-	-	5.61	2.73	-8.56	-14.57	7.0000	7.6000	-	254	6.3200	-11.67	SELL
	RSC Energia	- satr	672.50	-	-	-1.10	-1.47	-	-	489.90	705.00	-	756	641.10	-4.67	HOLD
	UAZ	- uaza	0.1475	-	-	-4.84	1.72	6.12	38.82	0.1125	0.1500	-	587	-	-	-
	UAZ, pref.	- uazap	0.0900	-	-	-7.69	-	1.12	64.38	0.0710	0.0900	11,185	-	-	-	-
	Severstal-Auto	▼ SVAV	57.000	-0.500	-0.87	-3.55	-12.17	5.56	60.56	49.000	67.300	19,950	1,953	81.330	42.68	BUY
	Power Machines	- SILM	0.2115	-	-	0.71	-2.08	4.44	17.17	0.1930	0.2220	-	1,842	0.1250	-40.90	SELL
Industry																
	ALNAS	- alnz	0.8250	-	-	-	3.12	-28.26	-8.33	0.8250	0.8500	-	170	1.2000	45.45	BUY
	Angeromash	- ange	35.050	-	-	-	-13.46	-39.04	-22.97	-	-	-	35	79.650	127.25	BUY
	BEPP	- bunz	52.000	-	-	-	-	9.47	0.97	-	-	-	16	81.000	55.77	BUY
	BEPP, pref.	- bunzp	41.000	-	-	-	-	-1.20	-1.20	-	-	-	-	60.700	48.05	BUY
	Mikron	- mkro	12.1300	-	-	3.23	2.80	20.40	81.72	10.0000	12.2500	-	132	-	-	-
	Sitronics	- SITR	0.1202	-	-	0.21	-7.50	0.21	-14.11	0.1150	0.1366	-	1,148	0.0854	-28.98	SELL
Chemical industry																
	Azot (Berezniki)	- azop	915.00	-	-	-0.76	-2.14	0.83	47.46	875.00	960.00	-	371	1,427.50	56.01	BUY
	Akron	▼ AKRN	120.00	-1.50	-1.23	-2.44	-0.83	137.62	377.61	50.70	127.50	602,000	5,723	136.24	13.53	BUY
	Ammofos	- ammo	125.00	-	-	-7.41	-34.21	10.13	226.37	100.00	270.00	-	1,127	332.20	165.76	BUY
	Dorogobuzh	- DGBZ	1.2850	-	-	-3.75	-8.21	185.56	375.93	0.4550	1.4000	-	3,431	1.1900	-7.39	HOLD
	Dorogobuzh, pref	- DGBZP	0.7750	-	-	7.64	16.10	142.19	244.44	0.3200	0.7400	-	-	0.6400	-17.42	HOLD
	Kujbyshevazot	- kazt	3.9750	-	-	-11.47	-17.19	47.22	101.27	2.3400	5.0100	-	-	5.7500	44.65	BUY
	Kujbyshevazot, pref	- kaztp	2.1750	-	-	-	1.16	38.10	49.59	1.5000	1.7000	-	-	3.2800	50.80	BUY
	Silvinit	- SILV	2,010.0	-	-	-4.06	-1.95	128.41	487.72	900.0	2,275.0	141,800	-	1,417.4	-29.48	REDUCE
	Silvinit, pref	- silvp	960.00	-	-	-3.03	-24.71	47.69	276.47	570.00	1,250.00	34,460	-	809.90	-15.64	REDUCE
	Uralkali	▼ URKA	12.600	-1.300	-9.35	-9.35	-20.25	61.54	350.00	5.800	16.050	273,600	26,767	17.830	41.51	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					
Retail Trade															
Pharmacy Network 36.6	- APTK	35.750	-	-	-8.33	-20.56	-51.03	-57.94	39.000	70.000	-	340	-	-	UNDER REVISION
GUM	- GUMM	2.6625	-	-	0.19	-4.91	29.88	11.87	1.9700	2.9500	-	160	-	-	UNDER REVISION
X5 Retail Group**	- FIVE	32.920	-	-	9.19	-8.30	-9.81	6.65	26.960	38.930	11,179,955	-	-	-	UNDER REVISION
Seventh Continent	- SCON	25.900	-	-	-1.71	-5.22	-	1.01	22.750	28.500	-	1,942	-	-	UNDER REVISION
Tzum	- TZUM	5.3750	-	-	-	-10.04	150.00	162.20	2.1200	6.1000	-	482	-	-	UNDER REVISION
Consumer Sector															
Baltika	▼ PKBA	43.000	-0.400	-0.92	-0.86	-2.82	-11.11	-13.13	42.700	50.000	95,810	6,863	-	-	UNDER REVISION
Baltika, pref.	- PKBAP	27.500	-	-	-0.90	-	-17.91	-14.33	25.500	31.000	-	-	-	-	UNDER REVISION
WBD	- WBDF	64.000	-	-	-3.03	-14.95	-28.89	-22.42	66.000	93.000	-	2,816	-	-	UNDER REVISION
Kalina	▼ KLNA	31.000	-1.000	-3.12	-4.62	-12.68	-23.46	-25.26	29.750	39.000	46,000	302	-	-	UNDER REVISION
Lebedyansky	- LEKZ	82.150	-	-	0.18	-0.12	-10.71	-9.97	80.000	93.500	-	1,677	-	-	UNDER REVISION
Transport															
Aeroflot	- AFLT	3.1875	-	-	6.25	-18.79	-15.00	6.25	3.0000	4.4500	-	3,540	4.1700	30.82	HOLD
Primorsk Shipping Corporation	- PRIM	0.4500	-	-	-	-2.17	9.76	29.68	0.4200	0.4200	-	358	0.5610	24.67	BUY
FESCO	- FESH	1.1400	-	-	2.24	-1.30	4.11	52.00	0.9800	1.3500	-	2,692	1.0500	-7.89	SELL
Novorossiysk Sea Shipping	- NOMP	3.3200	-	-	-	-1.63	13.31	37.76	2.9900	3.4000	-	1,395	3.6000	8.43	BUY
Novorossiysk Sea Shipping, pref.	- NOMPP	1.1750	-	-	-6.00	-19.55	-34.72	-13.92	1.2800	1.7400	-	-	2.7000	129.79	BUY
Banks															
VTB	▲ VTBR	0.0038	0.0000	0.54	7.14	2.74	-25.89	-31.19	0.0034	0.0050	161,280	25,216	-	-	-
Sberbank	▼ SBER	3.2950	-0.0250	-0.75	5.61	-2.95	-21.92	-	3.0200	4.3800	19,972,850	72,979	4.6210	40.24	ACCUMULATE
Sberbank, pref.	- SBERP	1.8500	-	-	-1.60	-12.94	-38.33	-	1.8000	2.9300	-	-	3.4660	87.35	ACCUMULATE
Media & IT															
RBC	- RBCI	7.9000	-	-	-4.82	-12.47	-24.40	-13.19	7.9000	10.9000	119,000	1,106	9.8600	24.81	BUY
CTC Media*	- CTCM	21.860	-	-	0.32	-14.88	-27.62	-	21.160	105.040	6,862,413	-	32.900	50.50	BUY
Oblgaz															
Altairgas	- akgs	157.50	-	-	2.61	-11.76	36.96	-42.73	105.00	105.00	-	18	339.43	115.51	BUY
Astrakhanoblgas	- asog	2.5000	-	-	-	25.00	-7.41	17.65	2.7000	2.7000	-	10	2.3800	-4.80	HOLD
Belgorodoblgas	- bogz	600.00	-	-	20.00	41.18	20.00	-	700.00	700.00	-	48	3,331.71	455.28	BUY
Bryanskoblgas	- brog	445.00	-	-	-	-	9.20	32.84	380.00	510.00	-	49	1,140.89	156.38	BUY
Vladimiroblgas	- vlog	812.5	-	-	-	-7.14	-45.01	30.00	800.00	1,355.0	-	37	973.7	19.84	HOLD
Volgogradoblgas	- vlgz	770.00	-	-	-	-19.79	18.92	136.92	495.00	805.00	-	66	1,329.23	72.63	BUY
Voronezhoblgas	- vogz	5.9000	-	-	23.95	12.38	49.56	198.36	3.6000	7.0000	-	131	12.8200	117.29	BUY
Ivanovooblgas	- ivog	20.000	-	-	-	-	263.64	300.00	-	-	-	8	150.760	653.80	BUY
Ivanovooblgas, pref.	- ivogp	26.000	-	-	-	-	-46.39	766.67	-	-	-	-	150.760	479.85	BUY
Irkutskoblgas	- irog	190.00	-	-	-	-2.56	-2.56	90.00	-	-	-	4	-	-	-
Kalugaoblgas	- klog	975.00	-	-	-	21.88	62.50	290.00	800.00	800.00	-	29	1,286.95	31.99	BUY
Karelgas	- klgz	113.50	-	-	-	-4.22	-10.98	-9.20	-	-	-	3	324.27	185.70	BUY
Kirovoblgas	- krog	334.50	-	-	0.75	0.90	53.79	76.05	-	-	-	33	705.25	110.84	BUY
Komigaz	- kgaz	32.500	-	-	-	-	-13.33	-0.76	30.000	30.000	-	11	80.440	147.51	BUY
Komigaz, pref.	- kgazp	15.125	-	-	-	-0.33	-31.25	-5.47	-	-	-	-	60.330	298.88	BUY
Kostromaoblgas	- koog	440.00	-	-	-	0.34	15.79	86.84	331.00	400.00	-	24	935.74	112.67	BUY
Krasnodarkraigas	- kgas	15.000	-	-	-	-	141.94	147.93	-	-	-	31	12.110	-19.27	SELL
Kurganoblgas	- kuog	470.00	-	-	-	-	-27.69	44.62	-	-	-	14	-	-	-
Kurskoblgas	- krgz	637.50	-	-	4.08	-23.88	96.15	150.00	600.00	700.00	-	56	1,184.98	85.88	BUY
Lenoblgas	- leog	2,575.0	-	-	-	-	-0.96	296.15	-	-	-	204	717.7	-72.13	HOLD
Lipetskoblgas	- lpog	160.00	-	-	-	-	28.00	52.38	-	-	-	19	716.78	347.99	BUY
Nizhegorodoblgas	- nrog	2.8200	-	-	-0.18	-7.54	-29.32	-3.59	2.3500	4.5000	14,100	78	1.8700	-33.69	HOLD
Omskoblgas	- omog	9.550	-	-	-	0.53	46.92	138.75	10.000	11.000	-	14	20.130	110.79	BUY
Omskoblgas, pref.	- omogp	4.4000	-	-	-	-2.22	10.00	60.00	-	-	-	-	11.5500	162.50	BUY
Oreloblgas	- orgz	442.50	-	-	-	-18.43	18.00	45.08	-	-	-	17	512.18	15.75	BUY
Orenburgoblgas	- orog	2,175.0	-	-	-	1.16	125.39	209.61	1,000.0	2,250.0	-	167	2,855.8	31.30	HOLD
Pensgasifikatsiya	- pgzf	140.00	-	-	-	-	-30.00	-6.67	-	-	-	5	869.49	521.06	BUY
Rostovoblgas	- rtbg	760.00	-	-	-	-1.94	26.67	66.12	625.00	900.00	-	101	1,529.82	101.29	BUY
Rostovoblgas, pref.	- rtbgp	430.00	-	-	-	-1.15	-8.51	24.64	400.00	460.00	-	-	1,529.82	255.77	BUY
Ryazanoblgas	- rzog	6.0000	-	-	-	4.35	-42.03	-57.14	-	-	-	29	5.9200	-1.33	HOLD
Samaragas	- sagz	55.000	-	-	-78.00	-78.00	-0.45	-0.90	45.500	45.500	-	6	289.840	426.98	BUY
Saratovoblgas	- srog	17.000	-	-	-2.86	1.49	109.23	200.88	7.750	25.000	-	63	50.010	194.18	BUY
Sibingasservice	- sbsg	7.0500	-	-	-	-6.62	-6.62	25.33	-	-	-	33	-	-	-
Smolenskoblgas	- smog	148.50	-	-	-0.34	-1.66	68.75	182.86	81.50	185.00	-	60	332.44	123.87	BUY
Stavropolkraigas	- stkg	437.50	-	-	-	-12.50	-54.19	-	575.00	575.00	-	55	81.59	-81.35	SELL
Stavropolkraigas, pref.	- stkgp	325.00	-	-	-	-	-45.83	-	280.00	400.00	-	-	81.59	-74.90	SELL
Tambovoblgas	- togz	62.000	-	-	-10.14	-5.34	77.14	204.29	29.000	58.000	-	54	81.290	31.11	BUY
Tveroblgas	- tveo	197.50	-	-	1.28	-8.14	-27.66	3.95	225.00	246.00	-	35	236.31	19.65	HOLD
Tulaoblgas	- tuog	450.00	-	-	2.27	18.42	66.67	261.37	180.00	705.00	-	71	1,106.23	145.83	BUY
Chitaoblgas	- chog	67.500	-	-	-	22.73	22.73	-	-	-	-	5	-	-	-
Yaroslavlbgas	- yrog	297.50	-	-	0.68	-0.83	14.42	48.75	250.00	250.00	-	21	503.81	69.35	BUY
Services companys															
Giprospetsgaz	- gsgz	1,050.0	-	-	-22.22	-12.50	-55.32	-15.15	1,800.0	1,850.0	-	46	7,463.0	610.76	BUY
Giprospetsgaz, pref.	- gsgzp	720.00	-	-	-3.68	-3.36	-45.66	-14.79	800.00	800.00	-	-	5,970.00	729.17	BUY
Spetsgazremstroy	- sgrs	180.00	-	-	-1.37	-18.18	-50.00	-10.00	344.00	425.00	-	96	741.25	311.81	BUY
Spetsgazremstroy, pref.	- sgrsp	105.50	-	-	-	11.05	-43.73	-29.67	120.00	255.00	-	-	555.94	426.96	BUY
Services companys															
Belgorodasbestocement	- belc	145.00	-	-	-3.33	-23.68	262.50	-	-	-	-	14	588.48	305.85	SPECULATIVE BUY
Strojpolymerkeramika	- spke	35.000	-	-	-	-12.50	125.81	-	-	-	-	70	79.940	128.40	BUY
Strojpolymerkeramika, pref.	- spkep	16.5000	-	-	-	106.25	45.37	-	8.0000	8.0000	-	-	27.9800	69.58	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	33.900	-0.400	1.7	1.3	-	-1.17	-	6,471	-
AFK Sistema	KO71 GR	AFKS	20.00	Frankfurt	29.003	0.769	1.5	1.3	-	2.72	-	-	-
Aeroflot	AETG GR	AFLT	100	Frankfurt	316.323	-0.504	3.163	3.170	-	-0.16	-	-	-
Wimm-Bill-Dann	WBD LI	WBDF	1	London	16.000	-	16.000	67.000	-	-	-	157	-
Wimm-Bill-Dann	WBD US	WBDF	1	New York	101.350	2.350	101.350	67.000	-	2.37	-	23,552	-
Wimm-Bill-Dann	WBPA GR	WBDF	1	Frankfurt	97.961	-2.842	97.961	67.000	-	-2.82	-	-	-
Volgaelcom	NZH GR	NNSI	2	Frankfurt	7.924	-0.007	3.962	4.170	-	-0.08	-	-	-
Vimpelcom	VIP US	VIMP	1/4	New York	27.200	0.080	544.000	420.000	-	0.29	-	85,321	-
Vimpelcom	VIP GR	VIMP	1/4	Frankfurt	27.149	-0.134	542.97	420.000	-	-0.49	-	49	-
Gazprom	OGZD LI	GAZP	4	London	51.000	-2.300	12.750	12.600	0.01	-4.32	-0.07	1,294,708	7,181
Gazprom	OGZPY US	GAZP	4	New York	50.900	-2.050	12.725	12.600	-	-3.87	-0.07	-	7,181
Gazprom	GAZ GR	GAZP	4	Frankfurt	50.953	-2.153	12.738	12.600	0.01	-4.05	-0.07	2,579	7,181
Golden Telecom	GLDN LI	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	99.900	-3.600	299.700	-	-	-3.48	-	166,304	-
EvrzHolding	HK1A GR	-	1/3	Frankfurt	99.054	-4.128	297.162	-	-	-4.00	-	119	-
Irkutskenergo	IKSGY US	IRGZ	50	New York	-	-	-	0.815	-	-	-	-	-
Irkutskenergo	IRK GR	IRGZ	50	Frankfurt	-	-	-	0.815	-	-	-	-	-
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	93.000	-5.000	93.000	92.250	0.01	-5.10	-0.07	437,758	15,756
LUKOIL	LUKOY US	LKOH	1	New York	92.900	-4.000	92.900	92.250	-	-4.13	-0.07	-	15,756
LUKOIL	LUK GR	LKOH	1	Frankfurt	92.873	-4.916	92.873	92.250	0.01	-5.03	-0.07	2,600	15,756
MCTN	MOW GR	MGTS	1	Frankfurt	31.697	-1.613	31.697	31.500	-	-4.84	-	-	-
Mechel	MTL US	MTLR	3	New York	39.560	-3.280	13.187	37.000	-0.64	-7.66	-0.06	191,677	74
Mechel	FQF GR	MTLR	3	Frankfurt	43.353	-1.476	14.451	37.000	-0.61	-3.29	-0.06	2	74
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	14.502	-0.250	0.145	0.220	-	-1.70	-	2	-
MTS	MBDL LI	MTSS	5	London	-	-	-	11.400	-	-	-0.06	-	1,058
MTS	MBT US	MTSS	5	New York	-	-	-	11.400	-	-	-0.06	-	1,058
MTS	MKY GR	MTSS	5	Frankfurt	76.074	0.586	15.215	11.400	0.33	0.78	-0.06	2	1,058
Nizhnekamskneftekhim	QAO GR	NKNC	10	Frankfurt	7.290	0.311	0.729	0.770	-	4.46	-	-	-
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	22.850	-0.750	22.85	225.50	-0.90	-3.18	-0.04	250,563	3,656
Norilsk Nickel	NILSY US	GMKN	1	New York	22.800	-0.750	22.50	225.50	-	-3.23	-0.04	-	3,656
Norilsk Nickel	NNIA GR	GMKN	1	Frankfurt	22.775	-0.733	22.77	225.50	-0.90	-3.12	-0.04	89	3,656
UHM	UHM GR	OMZZ	1	Frankfurt	7.053	-0.085	7.053	8.750	-	-1.19	-	0	-
Pyaterochka	FIVE LI	-	1/4	London	32.920	0.220	131.680	-	-	0.67	-	11,180	-
UES	UESD LI	EESR	100	London	100.000	-	1.000	1.020	-	-	-	-	-
UES	USERY US	EESR	100	New York	-	-	-	1.020	-	-	-	-	-
UES	UES GR	EESR	100	Frankfurt	97.504	-	0.975	1.020	-	-	-	-	-
Rostelekom	RKMD LI	RTKM	6	London	69.300	-	11.550	12.000	-	-	-0.01	-	12
Rostelekom	ROS US	RTKM	6	New York	-	-	-	12.000	-	-	-0.01	-	12
Rostelekom	RTL GR	RTKM	6	Frankfurt	71.604	-0.568	11.934	12.000	-0.01	-0.79	-0.01	60	12
Seversky pipe plant	SVY GR	SVTZ	10	Frankfurt	109.356	1.494	10.936	14.500	-	1.39	-	-	-
Gazprom Neft	GAZ LI	SIBN	5	London	38.450	-0.840	7.690	4.300	-	-2.14	-	3,253	-
Gazprom Neft	GZPFY US	SIBN	5	New York	32.250	-	6.450	4.300	-	-	-	-	-
Gazprom Neft	SCF GR	SIBN	5	Frankfurt	38.037	-0.984	7.607	4.300	-	-2.52	-	251	-
Surgutneftegas	SGGD LI	SNGS	50	London	9.970	-0.450	0.199	0.989	-0.80	-4.32	-0.05	62,463	1,165
Surgutneftegas	SGTZY US	SNGS	50	New York	-	-	-	0.989	-	-	-0.05	-	1,165
Surgutneftegas	SGN GR	SNGS	50	Frankfurt	10.000	-0.468	0.200	0.989	-0.80	-4.47	-0.05	108	1,165
Tatneft	ATAD LI	TATN	20	London	137.000	-3.000	6.850	6.700	0.02	-2.14	-0.04	19,476	342
Tatneft	TNT US	TATN	20	New York	-	-	-	6.700	-	-	-0.04	-	342
Tatneft	TTFA GR	TATN	20	Frankfurt	96.244	-0.314	4.812	6.700	-0.28	-0.32	-0.04	324	342
Tyumenaviatrans	UTARY US	TMAT	100	New York	40.000	-	0.400	0.538	-	-	-	-	-
Tyumenaviatrans	TYV GR	TMAT	100	Frankfurt	55.470	-0.840	0.555	0.538	-	-1.49	-	-	-
Tsum	THT GR	TZUM	20	Frankfurt	98.262	-0.876	4.913	2.000	-	-0.88	-	10	-
STC	KUE GR	KUBN	50	Frankfurt	8.229	-	0.165	0.135	-	-	-	-	-

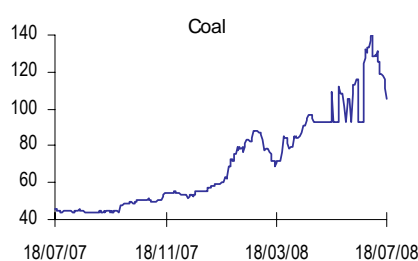
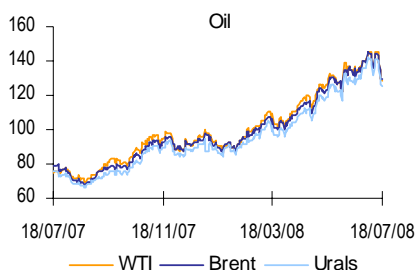
Source: Bloomberg, Estimation: Veles Capital

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	129.76	-0.72	-0.55	-10.71	-5.01	35.31	63.98	86.75	147.59
Brent, USD / bbl	129.00	-0.85	-0.65	-10.65	-4.80	37.39	63.83	85.05	147.21
Urals, USD / bbl	125.13	-0.83	-0.66	-11.05	-4.39	37.08	65.01	82.80	142.94
WTI, USD / bbl	128.88	-0.41	-0.32	-11.17	-5.71	34.25	69.76	86.47	146.30
Brent-Urals	3.87	-0.02	-0.51	4.59	-16.59	48.28	32.99	1.66	9.94
Coal, USD / ton	105.50	-5.50	-4.95	-10.97	13.75	90.09	132.89	55.50	142.85

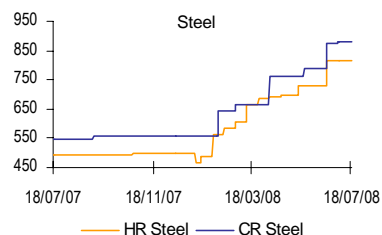
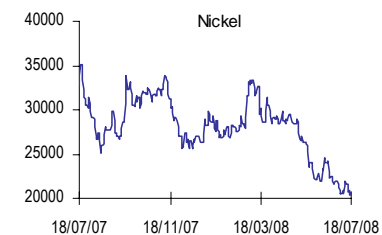
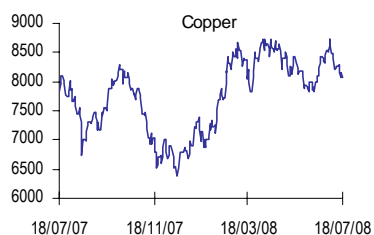
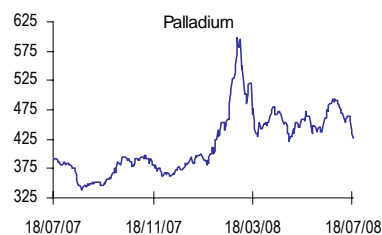
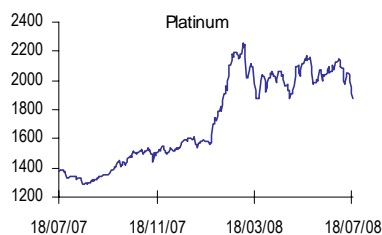
Source: Bloomberg, Estimation: Veles Capital



Prices of metals

	Close, USD	Change, USD	Change, %					Current year, USD	
			day	week	month	from Jan 1	year	min	max
Gold, USD / ounce	982.12	-1.92	-0.20	-0.84	7.11	12.71	37.73	871.38	1,027.52
Silver, USD / ounce	18.67	-0.59	-3.07	-3.52	4.50	20.72	33.71	15.47	21.42
Platinum, USD / ounce	1,871.02	-41.72	-2.18	-8.88	-10.83	17.61	35.56	1,540.21	2,257.73
Palladium, USD / ounce	427.33	-6.58	-1.52	-8.20	-11.61	9.97	9.36	380.95	598.39
Aluminum, USD / ton	3,033.00	-94.00	-3.01	-8.56	-1.91	25.90	7.10	2,409.00	3,317.00
Copper, USD / ton	8,085.00	-75.00	-0.92	-2.24	-1.87	21.12	1.44	6,675.00	8,730.00
Nickel, USD / ton	20,400.00	-375.00	-1.81	-5.56	-11.30	-22.43	-39.82	20,400.00	33,400.00
Lead, USD / ton	1,970.00	5.00	0.25	0.25	5.91	-22.75	-41.02	1,568.00	3,420.00
Tin, USD / ton	23,425.00	-	-	2.29	4.34	42.62	52.36	16,025.00	25,300.00
Zinc, USD / ton	1,820.00	-20.00	-1.09	-10.12	-8.54	-23.21	-49.02	1,765.00	2,830.00
Titanium, USD / ton	4,695.85	-	-	-	-14.80	4.93	-7.39	4,475.38	5,511.56
HR Steel, USD / ton	815.00	-	-	-	-	63.00	64.65	465.00	815.00
CR Steel, USD / ton	880.00	-	-	-	0.86	57.14	61.47	555.00	880.00

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	▼ 2,135.38	-88.10	-3.96	-1.47	-11.13	-6.77	3.10	1,859.53	2,498.10
MICEX Index	▼ 1,623.09	-66.21	-3.92	0.07	-12.32	-14.07	-9.82	1,509.70	1,966.32
Technical RTS Index	▼ 3,136.60	-141.47	-4.32	0.57	-10.55	-0.70	10.69	2,536.61	3,730.73
MSCI Russia	▼ 1,355.78	-63.09	-4.45	-1.78	-12.85	-11.75	3.11	1,251.20	1,649.20

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 ▲	11,496.57	49.91	0.44	3.57	-4.43	-13.33	-17.88	10,827.71	13,279.54
NASDAQ	USA ▼	2,282.78	-29.52	-1.28	1.95	-6.05	-13.93	-16.08	2,155.42	2,661.50
FTSE 100	Great Britain ▲	5,376.40	90.10	1.70	2.18	-6.61	-16.73	-19.03	5,071.10	6,534.70
Nikkei 225	Japan ▼	12,803.70	-84.25	-0.65	-1.81	-11.41	-16.36	-29.33	11,691.00	15,413.37
S&P 500	USA ▲	1,260.68	0.36	0.03	1.71	-5.77	-14.14	-18.83	1,200.44	1,471.77
AEX	Netherlands ▲	395.94	3.28	0.84	1.01	-12.12	-23.23	-29.33	374.09	518.27
OMX	Sweden ▲	881.02	22.62	2.64	8.29	-6.44	-18.53	-32.38	801.54	1,081.44
DAX	Germany ▲	6,382.65	111.38	1.78	3.73	-5.15	-20.88	-20.13	5,999.32	8,100.64
MIB 30	Italy ▲	28,947.00	356.00	1.25	0.75	-8.20	-25.56	-31.87	27,531.00	38,885.00
CAC 40	France ▲	4,299.36	73.37	1.74	4.85	-6.92	-23.42	-29.12	4,002.87	5,665.94
SMI	Switzerland ▲	6,827.31	88.15	1.31	2.84	-4.95	-19.53	-25.70	6,422.85	8,571.76
ASX 200	Australia ▼	4,840.40	-60.60	-1.24	-2.80	-11.07	-23.65	-24.18	4,787.50	6,385.70
Bloomberg European 500	▲	201.26	2.66	1.34	2.96	-7.70	-47.19	-48.47	189.56	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	▼	1,022.16	-9.24	-0.90	-2.00	-10.24	-17.96	-10.66	1,010.03	1,252.59
Europe										
ASE	Greece ▲	3,406.76	74.66	2.24	3.53	-6.98	-34.22	-33.44	3,100.71	5,207.44
WSE WIG	Poland ▲	38,847.26	164.53	0.43	-0.21	-9.50	-30.19	-41.06	37,371.76	56,066.82
PFTS	Ukraine ▲	629.48	2.85	0.45	-8.92	-21.77	-46.38	-40.57	610.20	1,208.61
BUX	Hungary ▲	20,931.70	108.81	0.52	2.85	-2.20	-20.22	-30.19	19,527.81	26,242.90
PX	Czech Republic ▼	1,424.20	-16.80	-1.17	-1.38	-12.29	-21.54	-23.85	1,372.40	1,819.50
TA-100	Israel -	916.32	-	-	-1.14	-11.63	-21.25	-20.37	882.87	1,167.04
XU 100	Turkey ▲	37,946.57	251.31	0.67	8.40	-0.50	-31.67	-28.84	32,645.90	55,281.66
Asia and Africa										
HSI	Hong Kong ▲	21,874.19	139.47	0.64	-1.40	-6.22	-21.35	-4.96	20,572.92	27,853.60
SENSEX	India ▲	13,635.40	523.55	3.99	1.23	-11.59	-32.83	-12.31	12,514.99	21,206.77
JALSH	SAR ▼	27,610.09	-385.55	-1.38	-0.45	-10.88	-4.65	-6.79	24,005.35	33,309.82
JCI	Indonesia ▼	2,141.14	-26.58	-1.23	-5.96	-9.45	-22.02	-8.25	2,129.40	2,838.48
KOSPI	South Korea ▼	1,509.99	-15.57	-1.02	-3.67	-14.89	-20.41	-22.08	1,488.75	1,901.13
SHCOMP	China ▲	2,778.37	93.59	3.49	-2.74	-5.53	-47.20	-29.00	2,566.53	5,522.78
America										
MEXBOL	Mexico ▼	28,169.77	-46.09	-0.16	2.01	-4.89	-4.63	-12.38	25,282.31	32,292.92
IBOV	Brazil ▼	59,988.10	-120.62	-0.20	-0.27	-10.59	-6.10	3.21	53,010.96	73,920.38
IPSA	Chile ▲	2,821.86	43.67	1.57	2.20	-7.51	-7.54	-16.60	2,369.06	3,113.93
IBVC	Venezuela ▲	38,990.20	139.11	0.36	2.47	6.18	2.87	-6.27	33,767.05	41,584.92

Source: Bloomberg, Estimation: Veles Capital

Information disclosure

The statement of an analyst and confirmation of the responsibility withdrawal

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The principle of recommendation assignment

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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