

Daily review

July 30, 2008

Trader's view

Russian stock market followed world's grounds, opening at a significant fall, and losing over -1% in the morning. For the first time since late January index hit below 1900 points, landing at 1880 points after a free-fall. Afterwards, however, market stabilized itself. At the second half however, Russian market received support by statement of Igor Shuvalov, who ensured that "YUKOS case" will not repeat itself over Mechel.

Main news

CTC Media: 1H results.

CTC Media upped US GAAP-compliant net income over 2Q 2008 +59% to 48.8 mn USD. Net income of the company for first half has formed 90.5 mn USD or +59% above similar term of 2007.

Other news

➤ NOVATEK failing extraction results of 1H 2008.

NOVATEK's gross extraction of 1H 2008 has achieved 15.19 bn cb m of natural gas and 1.24 mn tons of liquid hydrocarbons. In comparison with 1H 2007 the extraction of natural gas upped +1.9%, liquid hydrocarbons added +2.4%, states the press-release by company.

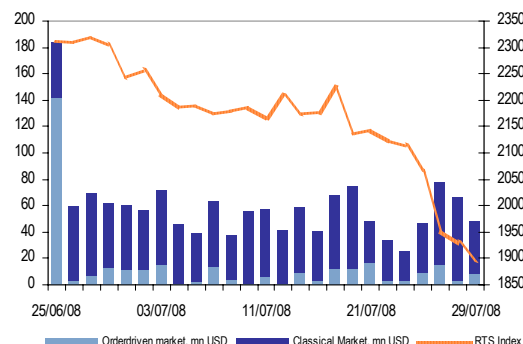
Market estimates

Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	year
RTS Index	1,896.28	-32.46	-1.68	-10.71	-18.21	-3.30
MICEX Index	1,439.01	-17.15	-1.18	-10.40	-18.51	-15.48
USD / RUR	23.46	0.13	0.54	0.68	0.17	-8.00
EUR / RUR	36.55	-0.21	-0.56	-0.61	-1.16	4.46
EUR / USD	1.56	-0.02	-1.09	-1.29	-1.33	13.88
Dow Jones Index	11,397.56	266.48	2.39	-1.77	0.45	-14.68
NASDAQ	2,319.62	55.40	2.45	0.68	0.17	-10.21
FTSE 100	5,319.20	6.60	0.12	-0.84	-3.81	-14.29
Nikkei 225	13,159.45	-194.33	-1.46	-0.19	-2.84	-23.89
MSCI EM	1,015.79	-8.61	-0.84	-1.92	-6.36	-7.20

Source: Bloomberg, Estimation: Veles Capital

RTS index vs. trade volume



Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	121.95	-3.09	-2.47	-5.54	-12.82	58.67
Urals, USD / bbl	119.94	-2.41	-1.97	-3.86	-12.01	63.45
Gold, USD / ounce	944.08	-12.05	-1.26	-2.94	-1.11	34.89
Palladium, USD / ounce	396.62	-4.88	-1.22	-4.64	-19.45	2.83
Copper, USD / ton	7,931	-64	-0.80	-2.45	-7.02	1.23
Nickel, USD / ton	18,050	-700	-3.73	-11.95	-17.77	-40.23

Source: Bloomberg, Estimation: Veles Capital

Russian share quotes

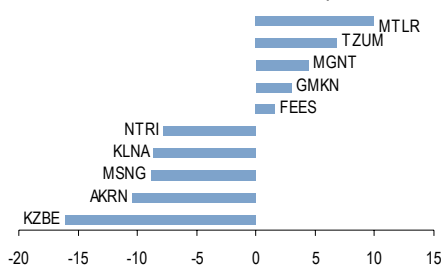
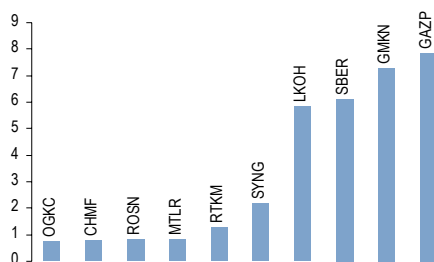
	Close, USD	Change, USD	Change, %			
			day	week	month	year
VTB	0.004	-0.000	-1.41	-5.41	-	-33.96
Polyus-Gold	43.75	-	-6.91	-38.38	-26.47	8.43
NorNickel	193.00	5.500	2.93	-12.07	-24.90	-11.87
Rostelecom	11.85	-0.200	-1.66	-0.42	-0.59	26.74
MTS	10.95	-0.320	-2.84	-6.65	-8.67	8.09
Sberbank	2.820	-0.170	-5.69	-11.88	-12.42	69,701.98
LUKOIL	78.05	-4.050	-4.93	-16.08	-20.92	-2.44
Gazprom Neft	6.450	-0.350	-5.15	-17.04	-19.53	56.55
Surgutneftegas	0.855	-0.005	-0.58	-13.37	-23.32	-24.34
Gazprom	11.71	0.060	0.52	-7.36	-19.52	10.79
Tatneft	5.900	-0.300	-4.84	-13.49	-22.37	19.68
Rosneft	10.150	0.150	1.50	-6.62	-12.88	25.31

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	9,170,216	1,043.33	0.21	-8.81	-6.48	1.86
VELES Capital - Selected Shares	8,509,228	828.41	0.03	-12.72	-14.59	-10.13
VELES Capital - Bonds	36,170,789	1,007.75	0.06	-0.11	-	1.71

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	1,898.5	1,943.5
2	1,859.5	2,003.8
3	1,850.0	2,026.5

Trader's view

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RTS of the day lost -1.68% and closed at 1896.28 points. The top negative influence over the indicator has been provided by stocks of: Sberbank (-5.69%), LUKOIL (-4.93%) and Polyus Gold (-7.4%). Rosneft (+1.5%), Norilsk Nickel (+2.93%) and Mechel (+10%) felt themselves better than rest of market.

Classic market's turnover of RTS has formed 39.3 mn USD. The highest volumes have been achieved through securities of: Gazprom (7.8 mn USD), Norilsk Nickel (7.2 mn USD) and Sberbank (6.1 mn USD).

We do not exclude that after a six-day fall Russian stock market may bounce off. Some additional stimulus for RTS index grow is positive closing of foreign grounds.

RTS index support and resistance levels

Company profile

Last price, USD	7.500
Market capitalization, mn USD	22,772
Ticker	NVTK
Fair value, USD	12.050
Undervaluation, Overvaluation %	60.67
Recommendation:	BUY

Oil & Gas**NOVATEK****NOVATEK failing extraction results of 1H 2008.**

NOVATEK's gross extraction of 1H 2008 has achieved 15.19 bn cb m of natural gas and 1.24 mn tons of liquid hydrocarbons. In comparison with 1H 2007 the extraction of natural gas upped +1.9%, liquid hydrocarbons added +2.4%, states the press-release by company.

At the second quarter of 2008, company's gross income totaled 7.5 bn cb m of natural gas and some 603 th tons of liquid hydrocarbons. Versus second quarter 2007 this extraction level upped +2.9% on natural gas and +1.7% on liquid hydrocarbons.

The processing volume of unstable condensed gas at Purovsky condensed gas refinery in 2Q and 1H 2008 has formed 515 th tons and 1.066 mn tons respectively.

NOVATEK's presented data do not fully fall within development strategy of company and its previously announced plans. During current year company planned expansion of natural gas extraction up +31.35 bn cb m, and +2.85 mn tons of liquid hydrocarbons. Thus, we could say that during the remainder half year company will have to seriously expand extraction. However, there are risks that infrastructure and intensity of gas extraction by consumers off gas storages would be unsatisfactory, in order to meet high extraction rate. Do remember – that according to development strategy to year 2015, gas extraction should increase to 65 bn cb m, liquid hydrocarbons should add up to 9 mn tons total. Due to this, the issued report is not likely to prove a positive support for quotes of company's stock over the market.

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Company profile

Last price, USD	21.290
Market capitalization, mn USD	3,229
Ticker	CTCM
Fair value, USD	32.900
Undervaluation, Overvaluation %	54.53
Recommendation:	BUY

Media

CTC Media: 1H results.

CTC Media upped US GAAP-compliant net income over 2Q 2008 +59% to 48.8 mn USD. Net income of the company for first half has formed 90.5 mn USD or +59% above similar term of 2007.

We see given results by CTC Media as weak, yet positive. Quarter sales of CTC added +26.3% (versus 1Q 2008). Though some important support has been made by consolidation of purchased companies – in 2Q CTC Media gained control over DTV channel, and some production companies. In total all of the assets have added 29 mn USD to sales of CTC Media, excluding inter-segment operations. OIBDA margin of company, has traditionally added little value – after weak 1Q, the margin in 2Q rose more than enough at +2.1 p.p. It is highly possible that this is related to new acquisitions, which torpedoed given value.

Amongst the positive issues we point out management's upgraded forecast on financials in 2008. Thanks to purchase of new companies, CTC Media expects sales at 650-700 mn USD, whereas OIBDA margin should form at 42-46%. Previous forecast, based on assumption of growth only through natural factors formed 600-650 mn USD, at OIBDA margin of 45-48% – company chose to keep unchanged. Soon we shall review our model and fair price of CTC Media's stock, using newly published data. For now we confirm "BUY" recommendation at a target price of 32.9 USD apiece.

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CTC Media US GAAP financial results, mn USD

	1H 2007	Chg., %	1H 2008	2Q 2007	Chg., %	3Q 2007	Chg., %	4Q 2007	Chg., %	1Q 2008	Chg., %	2Q 2008
Sales, inc.	216	43.1	310	112	-16.1	94	71.9	162	-15.4	137	26.3	173
CTC TV Channel	152	38.8	211	76	-14.3	65	61.0	104	-6.1	98	15.6	113
Domashny TV Channel	18	80.7	32	9	-13.4	8	76.4	14	12.5	15	4.8	16
DTV Channel	n/d	n/m	12	n/d	n/m	n/d	n/m	n/d	n/m	n/d	n/m	12
CTC network	40	17.1	47	24	-20.6	19	98.1	37	-46.5	20	34.4	27
Domashny network	7	9.3	8	4	-25.5	3	121.0	7	-50.2	3	34.6	5
DTV Network	n/d	n/m	2	n/d	n/m	n/d	n/m	n/d	n/m	n/d	n/m	2
Production companies	n/d	n/m	15	n/d	n/m	n/d	n/m	n/d	n/m	n/d	n/m	15
CIS operations	n/d	n/m	2	n/d	n/m	n/d	n/m	n/d	n/m	1	164.9	2
Expenses	(132)	40.8	(186)	(67)	4.2	(70)	10.3	(77)	8.9	(84)	22.7	(103)
inc. amortization	(12)	-52.9	(6)	(6)	23.2	(8)	4.8	(8)	-72.1	(2)	54.5	(3)
Operating profit	84	46.8	123	45	-46.1	24	247.6	85	-37.5	53	32.1	70
Operating profit margin, %	38.8	1.0	39.8	40.4	-14.4	25.9	26.5	52.5	-13.7	38.8	1.8	40.5
EBITDA	96	34.4	129	51	-37.8	32	190.2	93	-40.4	55	33.0	73
EBITDA margin, %	44.3	-2.7	41.6	45.9	-11.9	34.0	23.4	57.4	-17.0	40.4	2.1	42.5
Interest payable	(0)	112850.0	(2)	(0)	n/m	0	n/m	(0)	500.0	(0)	37450.0	(2)
Other non-operating income/expenses	7	6.2	8	5	-34.8	3	-53.2	1	237.1	5	-38.7	3
Income before tax	91	41.1	129	50	-45.0	27	213.9	86	-32.9	58	22.3	71
Income before tax margin, %	42.2	-0.6	41.6	44.6	-15.4	29.2	24.1	53.4	-11.0	42.3	-1.4	41.0
Income tax	(30)	21.0	(36)	(18)	-48.9	(9)	165.4	(24)	-37.5	(15)	40.1	(21)
Minority interest	(2)	-22.8	(2)	(2)	-35.4	(1)	145.9	(2)	-56.0	(1)	-25.6	(1)
Net income	59	53.9	91	31	-43.3	17	243.1	60	-30.1	42	17.0	49
Net income margin, %	27.2	2.1	29.2	27.4	-8.9	18.5	18.4	36.9	-6.4	30.5	-2.2	28.3

Note: the change of percent values are given in percent points

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	17.350	-	-	-3.88	-2.53	4.20	18.43	12.860	18.750	-	3.307	-	-	HOLD
Bashneft, pref.	-	BANEP	10.2500	-	-	-8.28	-10.87	-6.61	-2.38	9.1000	12.1000	-	-	-	-	HOLD
Gazprom	▲	GAZP	11.710	0.060	0.52	-7.36	-19.52	-16.89	10.79	11.280	15.650	7,842,450	277,217	20.200	72.50	BUY
Gazprom Neft	▼	SIBN	6.4500	-0.3500	-5.15	-17.04	-19.53	1.57	56.55	5.0000	8.1000	261,000	30,581	8.8800	37.67	ACCUMULATE
LUKOIL	▼	LKOH	78.05	-4.05	-4.93	-16.08	-20.92	-10.29	-2.44	64.25	113.20	5,848,250	66,386	138.44	77.37	BUY
NOVATEK	-	NVTK	7.5000	-	-	-11.76	-11.76	-	39.53	6.5000	9.1500	-	22,772	12.0500	60.67	BUY
RITEK	-	RITK	8.5250	-	-	-0.29	-1.16	-16.01	-25.55	7.0000	9.9000	-	1,234	-	-	-
Rosneft	▲	ROSN	10.150	0.150	1.50	-6.62	-12.88	6.08	25.31	6.670	12.200	810,000	107,572	14.310	40.99	BUY
Surgutneftegas	▲	SNGS	0.8550	-0.0050	-0.58	-13.37	-23.32	-31.05	-24.34	0.8300	1.2980	379,750	33,542	-	-	UNDER REVISION
Surgutneftegas, pref.	-	SNGSP	0.3890	-	-	-9.85	-27.96	-39.97	-42.79	0.3890	0.6480	38,900	-	-	-	UNDER REVISION
Tatneft	▼	TATN	5.9000	-0.3000	-4.84	-13.49	-22.37	-2.48	19.68	4.7500	8.0100	59,000	13,289	-	-	HOLD
Tatneft, pref.	-	TATNP	2.9500	-	-	-9.23	-20.49	-20.27	4.24	2.7000	3.8300	-	-	-	-	HOLD
TNK-BP Holding	▼	tnbp	1.8750	-0.0050	-0.27	-8.25	-15.54	-15.92	-5.30	1.5200	2.2190	86,944	30,352	2.5950	38.40	BUY
TNK-BP Holding, pref.	-	tnbpp	1.4200	-	-	-5.33	-18.39	-25.26	-12.35	1.4200	1.8500	28,400	-	2.3410	64.86	BUY
Transneft, pref.	▼	TRNFP	1,270.0	-30.0	-2.31	-5.93	-6.45	-36.34	-30.22	1,170.0	2,007.0	63,500	7,899	2,275.0	79.13	BUY
Energy																
Bashkirenergo	-	BEGY	1.4850	-	-	0.68	4.21	-29.95	-29.08	1.4100	2.1000	-	1,605	-	-	-
Bashkirenergo, pref.	-	BEGYP	1.1250	-	-	7.14	-27.42	-5.46	-11.76	1.0500	1.1750	-	-	-	-	-
Hydro-WGC	▼	HYDR	0.0604	-0.0016	-2.58	-3.51	-24.69	-	-	0.0570	0.0930	285,075	11,830	-	-	-
Inter RAO UES	-	IRAO	0.0007	-	-	1.47	-	-	-	0.0007	0.0008	-	895	-	-	-
Irkutskenergo	-	IRGZ	0.7000	-	-	-11.67	-20.00	-41.18	-25.73	0.7000	1.1510	35,000	3,337	-	-	-
WGC-1	-	OGKA	0.0725	-	-	-7.94	-1.36	-41.06	-	0.0725	0.1225	36,250	3,237	0.1530	111.03	BUY
WGC-2	-	OGKB	0.0650	-	-	-8.45	-21.69	-57.79	-59.38	0.0650	0.1500	114,221	2,128	0.2387	267.23	BUY
WGC-3	▼	OGKC	0.0825	-0.0015	-1.79	-8.08	-45.00	-45.09	-52.79	0.0800	0.1450	755,148	3,918	0.1651	100.12	ACCUMULATE
WGC-4	-	OGKD	0.0580	-	-	-9.38	-31.76	-56.39	-51.16	0.0580	0.1335	31,131	3,655	0.1977	240.86	BUY
WGC-5	▲	OGKE	0.1160	0.0005	0.43	-1.28	-5.31	-33.79	-25.64	0.0955	0.1795	141,250	4,103	0.2046	76.38	BUY
WGC-6	▼	OGKF	0.0610	-0.0020	-3.17	-8.61	-19.21	-51.97	-60.52	0.0610	0.1250	91,750	1,968	0.0932	52.79	BUY
TGC-1	-	TGKA	0.0009	-	-	-21.37	-32.60	-29.50	-35.21	0.0009	0.0014	32,264	3,543	0.0020	117.39	BUY
TGC-2	▼	TGKB	0.0010	-0.0000	-1.04	-4.52	-3.55	-5.00	-9.52	0.0008	0.0012	50,594	1,395	0.0015	57.89	BUY
TGC-2, pref.	-	TGKBP	0.0007	-	-	-	-	-5.23	-17.14	-	-	-	-	0.0011	51.72	BUY
TGC-3 (Mosenergo)	▼	MSNG	0.1276	-0.0124	-8.86	-8.53	-28.91	-46.39	-40.65	0.1276	0.2460	25,520	5,072	-	-	REDUCE
TGC-4	-	TGKD	0.0011	-	-	0.93	0.93	-12.90	-1.82	0.0010	0.0012	2,891	2,086	-	-	-
TGC-4, pref.	-	TGKDP	0.0004	-	-	-41.67	-26.32	-51.39	-55.41	0.0005	0.0006	-	-	-	-	-
TGC-5	-	TGKE	0.0006	-	-	-16.08	-20.00	-33.70	-54.20	0.0006	0.0010	334,000	738	0.0012	100.00	BUY
TGC-6	-	TGKF	0.0007	-	-	-4.05	-2.74	-37.99	-38.26	0.0007	0.0012	63,900	1,320	0.0009	26.76	REDUCE
TGC-7	-	TGKG	0.0725	-	-	-3.33	-11.04	-33.49	-	0.0700	0.1095	22,389	2,173	-	-	-
TGC-8	-	TGKH	0.0016	-	-	-5.49	-6.91	10.71	23.51	0.0013	0.0017	4,513	3,195	0.0009	-41.94	SELL
TGC-9	-	TGKI	0.0002	-	-	-15.91	-40.32	-42.19	-38.33	0.0002	0.0003	-	1,448	-	-	-
TGC-10	-	TGKJ	4.3500	-	-	-2.25	-5.64	6.36	8.07	3.5000	4.6100	-	3,823	-	-	-
TGC-11	-	TGKK	0.0008	-	-	-3.61	-19.19	-50.62	-	0.0008	0.0016	-	410	-	-	-
TGC-12 (Kuzbasenergo)	▼	KZBE	0.0130	-0.0025	-16.13	-25.71	-46.94	-52.73	-62.86	0.0130	0.0281	1,554	918	-	-	-
TGC-13	-	TGKM	0.0064	-	-	-	-19.50	-39.43	-42.72	0.0065	0.0102	-	1,019	-	-	-
TGC-14	-	TGKN	0.0002	-	-	-11.54	-17.86	-32.35	-51.58	0.0002	0.0003	463	179	-	-	-
FGC UES	▲	FEES	0.0122	0.0002	1.67	-15.28	-	-	-	0.0116	0.0158	12,100	5,811	-	-	-
Nonferrous metallurgy																
BMSK	-	bmsk	3.3500	-	-	-5.63	28.85	36.73	31.37	1.6850	3.5000	-	17	4.5900	37.01	SPECULATIVE BUY
BMSK, pref.	-	bmskp	1.4500	-	-	-14.71	-32.56	-32.56	-32.56	0.9500	0.9500	-	-	3.4400	137.24	HOLD
VSMPO	-	VSMO	130.00	-	-	-9.72	-23.53	-56.95	-56.59	130.00	314.00	506,960	1,499	-	-	HOLD
Norilsk Nickel	▲	GMKN	193.00	5.50	2.93	-12.07	-24.90	-27.17	-11.87	184.00	316.50	7,273,800	36,791	314.68	63.05	BUY
Safiyanovskaya med	-	sfmd	5.7500	-	-	-2.13	-4.17	-37.84	-54.00	6.0000	7.0000	-	12	4.7300	-17.74	SELL
Sredneuralsky MPZ	-	sumz	15.000	-	-	-9.09	-7.69	-19.25	-39.39	14.000	18.400	-	76	36.550	143.67	SPECULATIVE BUY
Uralsktromed	-	uelm	91.00	-	-	-14.35	-14.95	-19.89	-16.70	91.00	121.00	22,750	461	126.38	38.88	ACCUMULATE
Ufaleynickel	-	ufal	7.6250	-	-	-0.33	2.90	-1.61	-6.04	7.5000	7.5000	-	205	6.6300	-13.05	REDUCE
Chelyabinsk Zink Plant	-	CHZN	5.85	-	-	-10.00	-31.98	-47.88	-96.07	6.40	12.15	-	317	22.53	285.13	BUY
Yuzhuralnickel	-	unkl	740.0	-	-	-16.85	-23.71	-47.14	-36.04	760.0	1,300.0	-	444	463.4	-37.38	ACCUMULATE
Electrozinc	-	eltz	78.62	-	-	-	-9.89	-	-	75.00	110.00	-	110	-	-	-
Ferrous metallurgy (Steel)																
Ashinsky Metallurgy Plant	-	AMEZ	0.5500	-	-	-4.35	-11.29	-42.11	-8.94	0.5500	0.9700	-	274	0.9400	70.91	BUY
Evraz**	▲	EVZ	92.000	63.000	217.24	-3.16	-21.03	18.71	89.30	30.850	131.250	92,331,016	32,653	124.760	35.61	ACCUMULATE
Mechel	▲	MTLR	18.700	1.700	10.00	-51.43	-54.39	-30.74	35.02	16.500	45.800	830,900	7,784	43.820	134.33	-
MMC	-	MAGN	1.0400	-	-	-15.45	-24.91	-20.00	-5.45	1.0500	1.4400	-	11,621	1.5100	45.19	ACCUMULATE
NLMC	-	NLMK	4.1000	-	-	-12.77	-24.07	1.11	29.13	3.4300	5.6500	-	24,572	5.7500	40.24	ACCUMULATE
Severstal	▼	CHMF	17.050	-1.150	-6.32	-15.17	-35.05	-25.22	-1.45	16.700	28.000	765,000	17,181	32.660	91.55	BUY
Chelyabinsk Metallurgy Plant	-	CHMK	313.00	-	-	-21.50	-20.25	-14.83	70.57	313.00	450.00	15,650	990	-	-	-
Chusovskoy Metallurgy Plant	-	chmz	137.000	-	-	7.87	6.20	-	-	113.000	128.000	-	319	-	-	-
Precious metals																
Buryatzoloto	-	BRZL	15.250	-	-	-	-11.59	-15.28	7.02	15.500	22.000	-	107	26.690	75.02	SPECULATIVE BUY
Lenzoloto	-	Inzl	32.500	-	-	-7.14	-28.57	-43.48	13.04	40.000	60.000	-	37	34.210	5.26	HOLD
Polymetal	-	PMTL	7.9000	-	-	-7.33	-5.95	14.16	26.40	7.0000	9.3500	-	2,488	8.2800	4.81	HOLD
Polys-Gold	-	PLZL	43.750	-	-	-38.38	-26.47	-4.68	8.43	46.500	80.000	-	8,340	57.180	30.70	HOLD
Susumanzoloto	-	sysy	45.750	-	-	-2.66	-3.17	52.50	1.67	-	-	-	41	55.270	20.81	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	166.000	-	-	-20.19	-20.95	76.60	312.42	93.000	240.000	-	1.909	91.610	-44.81	SPECULATIVE BUY
	Vorkutaugol	- voug	175.000	-	-	-1.96	-1.96	-12.50	2.64	177.000	244.000	-	587	318.92	82.24	SPECULATIVE BUY
	Vorkutaugol, pref	- vougp	172.500	-	-	-3.36	-3.36	-4.17	6.19	160.000	187.000	-	-	255.14	47.91	SPECULATIVE BUY
	Kuzbassrazrezugol	▼ kzru	0.7000	-0.0700	-9.09	-14.53	-20.45	62.98	79.49	0.4400	0.9000	239,500	4,280	0.3800	-45.71	HOLD
	Raspadskaya	▼ RASP	7.0000	-0.1000	-1.41	-18.18	-25.53	7.69	133.33	5.4000	10.3000	35,000	5,466	10.6500	52.14	ACCUMULATE
	Yuzny Kuzbass	- UKUZ	105.000	-	-	-4.53	-25.27	94.44	201.29	56.000	158.900	-	3,791	50.380	-52.02	REDUCE
Pipe industry																
	Almetievsk Pipe Plant	- atza	13.500	-	-	-	-	14.89	14.89	-	-	-	40	26.780	98.37	SPECULATIVE BUY
	Vykysa Metallurgy Plant	- vsmz	1,355.0	-	-	-6.55	-15.84	-35.93	-11.73	1,400.0	2,080.0	-	2,550	2,439.8	80.06	SPECULATIVE BUY
	Pervouralsk New Pipe Plant	- PNTZ	28.000	-	-	-3.45	-6.67	-10.40	-5.08	28.000	32.200	280,000	682	42.350	51.25	BUY
	Seversky Pipe Plant	- SVTZ	10.650	-	-	1.43	-3.18	-35.65	-0.47	10.000	15.800	-	513	16.180	51.92	SPECULATIVE BUY
	Sinarsky Pipe Plant	- SANTZ	83.000	-	-	3.75	-9.29	-40.71	-24.55	85.000	138.500	-	523	230.47	177.67	SPECULATIVE BUY
	Taganrog Metallurgy Plant	- TAMZ	0.7900	-	-	-7.06	-18.97	-35.98	-34.98	0.8000	1.1000	-	365	1.3200	67.09	SPECULATIVE BUY
	TMK	- TRMK	7.5750	-	-	-5.31	-12.93	-30.66	34.07	7.1000	10.7000	-	6,613	10.0400	32.54	ACCUMULATE
	Chelyabinsk Pipe Plant	- CHEP	3.9500	-	-	-1.50	-5.73	-7.17	-8.72	3.8500	4.5500	79,000	1,866	5.5700	41.01	BUY
Telecommunications																
	Volgatelecom	▼ NNSI	3.6000	-0.1000	-2.70	-12.30	-22.58	-38.67	-29.41	3.6000	5.9100	72,000	1,066	6.0110	66.97	BUY
	Volgatelecom, pref.	- NNSIP	2.2000	-	-	-10.20	-17.83	-46.99	-40.54	2.2000	4.1800	40,764	-	4.5083	104.92	BUY
	Vimpelcom*	- VIP	24.500	-	-	-11.62	-17.45	-41.11	15.47	23.590	120,750	89,850,208	25,128	39.990	63.22	BUY
	Dalsvyaz	- ESPK	3.6950	-	-	-11.50	-11.50	-30.28	-24.59	3.9000	5.7000	-	447	7.4457	101.51	BUY
	Dalsvyaz, pref.	- ESPKP	3.0000	-	-	-8.40	-9.77	-32.96	-35.48	3.0000	4.2000	30,000	-	5.5812	86.04	BUY
	Comstar-UTS	- CMST	12.000	-	-	-	9.09	9.74	9.34	8.500	11.000	-	5,015	13.480	12.33	BUY
	MGTS	- MGTS	34.700	-	-	3.27	-5.19	-4.41	3.20	32.000	34.600	-	3,281	-	-	HOLD
	MGTS, pref.	- MGTSF	32.000	-	-	-1.54	-1.54	-0.47	22.61	28.800	31.300	-	-	-	-	HOLD
	MTS	▼ MTSM	10.9500	-0.3200	-2.84	-6.65	-8.67	-28.66	8.09	10.9500	15.7000	219,200	21,827	16.2900	48.77	BUY
	Rostelecom	▼ RTKM	11.850	-0.200	-1.66	-0.42	-0.59	-0.08	26.74	10.400	12.440	1,280,582	9,054	4.480	-62.19	SELL
	Rostelecom, pref.	- RTKMP	1.7250	-	-	-13.97	-21.95	-41.03	-39.05	2.0000	2.8500	-	-	3.3600	94.78	BUY
	North-West Telecom	▼ SPTL	1.0000	-0.0300	-2.91	-10.31	-21.72	-41.86	-39.02	1.0000	1.7000	50,000	1,031	1.3290	32.90	HOLD
	North-West Telecom, pref.	- SPTLP	0.6000	-	-	-17.27	-25.93	-51.22	-47.18	0.6000	1.2150	30,000	-	0.9967	66.12	ACCUMULATE
	Sibirtelecom	- ENCO	0.0775	-	-	-6.63	-16.67	-35.42	-27.91	0.0770	0.1170	46,250	1,118	0.1140	47.10	BUY
	Sibirtelecom, pref.	- ENCOP	0.0480	-	-	-5.88	-20.66	-40.37	-34.96	0.0480	0.0670	24,000	-	0.0855	78.12	BUY
	Uralsvyazinform	▼ URSI	0.0470	-0.0005	-1.05	-5.24	-11.74	-26.27	-20.34	0.0462	0.0635	47,000	1,741	0.0573	21.91	BUY
	Uralsvyazinform, pref.	- URSIP	0.0285	-	-	-6.10	-11.08	-32.94	-27.85	0.0285	0.0418	28,500	-	0.0430	50.88	ACCUMULATE
	CenterTelecom	▼ ESMO	0.5000	-0.0200	-3.85	-15.25	-23.95	-46.35	-44.75	0.5000	0.9320	53,000	974	0.9018	80.36	BUY
	CenterTelecom, pref.	- ESMOP	0.3525	-	-	-2.62	-11.32	-43.37	-41.15	0.3550	0.6375	-	-	0.6763	91.86	BUY
	SouthTelecom	- KUBN	0.1300	-	-	-5.80	-16.13	-34.34	-27.78	0.1300	0.2020	13,000	473	0.2526	94.31	BUY
	SouthTelecom, pref.	- KUBNP	0.0910	-	-	-2.41	-7.61	-37.13	-27.20	0.0910	0.1450	9,100	-	0.1895	108.24	BUY
Machinery																
	AvtoVAZ	- AVAZ	1.0675	-	-	-22.36	-32.22	-44.69	-37.21	1.4000	1.9500	-	1,752	1.9890	86.32	BUY
	AvtoVAZ, pref.	- AVAZP	0.5850	-	-	-13.33	6.36	-23.53	2.63	0.5500	0.6550	-	-	1.4910	154.87	BUY
	GAZ	- GAZA	138.000	-	-	-10.10	-25.20	-18.82	-8.00	138.000	210.000	62,800	2,677	197.300	42.97	HOLD
	GAZ, pref.	- GAZAP	83.25	-	-	-8.01	-24.32	-30.62	-21.46	95.000	125.500	-	-	148.000	77.78	BUY
	ZMZ	- ZMZN	5.5000	-	-	5.77	3.77	83.33	113.59	2.9000	5.2000	-	766	4.4500	-19.09	HOLD
	ZMZ, pref	- zmnzp	3.8750	-	-	-	9.15	61.46	115.28	2.6000	3.5250	-	-	3.3400	-13.81	HOLD
	Kamaz	- KMAZ	5.7250	-	-	7.01	4.09	10.10	31.61	5.5500	7.2500	-	4,049	6.4000	11.79	BUY
	Kirovsky zavod	- KIRZ	43.000	-	-	-4.44	-20.37	-21.82	32.31	45.000	56.000	-	467	33.290	-22.58	REDUCE
	NefAZ	- nfaz	34.500	-	-	-6.76	-17.86	-4.17	113.62	36.500	50.250	-	277	49.150	42.46	BUY
	Saturn NPO	- satr	0.0705	-	-	-6.00	-18.97	-40.76	-46.18	0.0750	0.1125	-	281	0.1379	95.60	HOLD
	OMZ	- OMZZ	6.9650	-	-	-2.52	-1.90	-10.99	-16.84	7.0000	7.6000	-	247	6.3200	-9.26	SELL
	RSC Energia	- satr	610.000	-	-	-9.29	-11.40	-	-	489.900	705.000	-	685	641.100	5.10	HOLD
	UAZ	- uaza	0.1475	-	-	-	-4.84	6.12	38.82	0.1125	0.1500	-	587	-	-	-
	UAZ, pref.	- uazap	0.0900	-	-	0.11	-5.26	1.12	67.44	0.0710	0.0900	-	-	-	-	-
	Severstal-Auto	▼ SVAV	49.500	-0.400	-0.80	-10.00	-16.10	-8.33	41.43	48.500	67.300	638,325	1,696	81.330	64.30	BUY
	Power Machines	- SILM	0.2088	-	-	-1.30	-1.65	3.09	14.38	0.1930	0.2220	-	1,818	0.1250	-40.12	SELL
Industry																
	ALNAS	- alnz	0.5450	-	-	-33.94	-31.88	-52.61	-41.08	0.6500	0.8500	-	113	1.2000	120.18	BUY
	Angeromash	- ange	35.050	-	-	-	-1.27	-39.04	-19.43	-	-	-	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	10.9500	-	-	-8.75	-10.06	8.68	64.66	10.0000	12.2500	-	119	-	-	-
	Sitronics	- SITR	0.1165	-	-	-	-12.41	-2.92	-18.39	0.1150	0.1366	-	1,112	0.0854	-26.70	SELL
Chemical industry																
	Azot (Berezniki)	- azop	925.000	-	-	1.09	-3.14	1.93	44.76	875.000	960.000	-	375	1,427.50	54.32	BUY
	Akron	▼ AKRN	90.000	-10.50	-10.45	-25.37	-21.40	78.22	262.90	50.700	127.500	90,000	4,292	136.24	51.38	BUY
	Ammofos	▲ ammo	105.000	1.00	0.96	-16.67	-42.47	-7.49	127.73	100.000	270.000	226,285	947	332.200	216.38	BUY
	Dorogobuzh	- DGBZ	0.9825	-	-	-22.33	-24.13	118.33	309.38	0.4550	1.4000	49,125	2,926	1.1900	21.12	HOLD
	Dorogobuzh, pref	- DGBZP	0.6950	-	-	-10.90	11.65	117.19	256.41	0.3200	0.7400	-	-	0.6400	-7.91	HOLD
	Kujbyshevazot	- kazt	3.7750	-	-	0.67	-19.68	39.81	91.14	2.3400	5.0100	-	-	5.7500	52.32	BUY
	Kujbyshevazot, pref	- kaztp	1.9300	-	-	-3.50	-14.22	22.54	32.74	1.5000	2.0000	-	-	3.2800	69.95	BUY
	Silvinit	- SILV	1,650.0	-	-	-11.05	-24.14	87.50	344.74	900.0	2,275.0	-	-	1,417.4	-14.10	REDUCE
	Silvinit, pref	- silvp	850.000	-	-	-5.56	-25.11	30.77	225.67	570.000	1,250.000	-	-	809.90	-4.72	REDUCE
	Uralkali	▼ URKA	10.200	-0.200	-1.92	-18.73	-28.67	30.77	249.32	5.800	16.050	122,600	21,669	17.830	74.80	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	35.250	-	-	2.17	-13.50	-51.71	-57.53	39.000	70.000	-	335	-	UNDER REVISION	
GUM	- GUMM	2.6600	-	-	-0.09	-1.85	29.76	16.41	1.9700	2.9500	-	160	-	UNDER REVISION	
X5 Retail Group**	- FIVE	29.000	-	-	-5.84	-13.95	-20.55	2.69	26.960	38.930	11,992.613	7.673	-	UNDER REVISION	
Seventh Continent	- SCON	26.025	-	-	0.48	-2.71	0.48	2.26	22.750	28.500	-	1,952	-	UNDER REVISION	
TzUM	▲ TZUM	5.4500	0.3500	6.86	1.40	-0.46	153.49	159.52	2.1200	6.1000	5,450	489	-	UNDER REVISION	
Consumer Sector															
Baltika	- PKBA	39.225	-	-	-7.71	-8.57	-18.91	-18.07	42.250	50.000	-	6,295	-	UNDER REVISION	
Baltika, pref.	- PKBAP	27.875	-	-	1.36	7.21	-16.79	-12.20	25.500	31.000	-	-	-	UNDER REVISION	
WBD	- WBDF	58.500	-	-	-8.59	-20.68	-35.00	-23.73	58.000	93.000	-	2,574	-	UNDER REVISION	
Kalina	▼ KLNA	26.500	-2.500	-8.62	-11.67	-21.48	-34.57	-37.43	26.500	39.000	26,500	258	-	UNDER REVISION	
Lebedyansky	- LEKZ	82.470	-	-	0.27	0.88	-10.36	-11.80	80.000	93.500	-	1,683	-	UNDER REVISION	
Transport															
Aeroflot	- AFLT	2.9250	-	-	-6.70	-16.43	-22.00	4.28	2.9000	4.4500	-	3,249	4.1700	42.56	HOLD
Primorsk Shipping Corporation	- PRIM	0.4500	-	-	-	-2.28	9.76	29.50	0.4200	0.4200	-	358	0.5610	24.67	BUY
FESCO	- FESH	1.0850	-	-	-2.69	-9.58	-0.91	50.17	0.9800	1.3500	-	2,562	1.0500	-3.23	SELL
Novorossiysk Sea Shipping	- NOMP	3.4105	-	-	2.73	0.31	16.40	40.35	2.9900	3.4000	-	1,429	3.6000	5.56	BUY
Novorossiysk Sea Shipping, pref.	- NOMPP	1.1725	-	-	-0.21	-19.14	-34.86	-13.15	1.2000	1.7400	-	-	2.7000	130.28	BUY
Banks															
VTB	▼ VTBR	0.0035	-0.0001	-1.41	-5.41	-	-30.83	-33.96	0.0034	0.0050	104,500	23,534	-	-	-
Sberbank	▼ SBER	2.8200	-0.1700	-5.69	-11.88	-12.42	-33.18	-30.20	2.8200	4.3800	6,118,400	62,575	4.6210	63.87	ACCUMULATE
Sberbank, pref.	- SBERP	1.7000	-	-	-8.11	-13.92	-43.33	-41.38	1.7600	2.9300	-	-	3.4660	103.88	ACCUMULATE
Media & IT															
RBC	▼ RBCI	7.4500	-0.0500	-0.67	-2.61	-14.86	-28.71	-15.34	7.4500	10.9000	223,500	1,043	9.8600	32.35	BUY
CTC Media*	- CTCM	21.290	-	-	-6.17	-13.67	-29.50	-	21.030	105.040	16,893,338	3,239	32.900	54.53	BUY
Oblgaz															
Altairgasservice	- akgs	133.00	-	-	-15.56	-25.49	15.65	-51.64	105.00	105.00	-	15	339.43	155.21	BUY
Astrakhanoblgas	- asog	2.5000	-	-	-	-	-7.41	17.65	2.7000	2.7000	-	10	2.3800	-4.80	HOLD
Belgorodoblgas	- bogz	600.00	-	-	-	20.00	20.00	-	700.00	700.00	-	48	3,331.71	455.28	BUY
Bryanskoblgas	- brog	435.00	-	-	-2.25	-2.25	6.75	29.85	380.00	510.00	-	48	1,140.89	162.27	BUY
Vladimiroblgas	- vlog	812.5	-	-	-	-1.52	-45.01	30.00	800.0	1,355.0	-	37	973.7	19.84	HOLD
Volgogradoblgas	- vlgz	775.00	-	-	0.65	7.64	19.69	138.46	495.00	805.00	-	66	1,329.23	71.51	BUY
Voronezhoblgas	- vogz	5.4550	-	-	-6.75	14.84	38.28	176.55	3.6000	7.0000	-	121	12.8200	135.01	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	170.00	-	-	-10.53	-10.53	-12.82	70.00	-	-	-	4	-	-	-
Kalugaoblgas	- klog	975.00	-	-	-	25.81	62.50	290.00	750.00	800.00	-	29	1,286.95	31.99	BUY
Karelgas	- klgz	83.50	-	-	-26.43	-29.54	-34.51	-33.20	-	-	-	2	324.27	288.35	BUY
Kirovoblgas	- krog	335.50	-	-	0.30	1.21	54.25	76.58	-	-	-	33	705.25	110.21	BUY
Komigaz	- kgaz	35.000	-	-	7.69	7.69	-6.67	6.87	30.000	30.000	-	12	80.440	129.83	BUY
Komigaz, pref.	- kgazp	7.825	-	-	-48.26	-48.26	-64.43	-51.09	-	-	-	-	60.330	670.99	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	114.29	-	-	-	31	12.110	-19.27	SELL
Kurganoblgas	- kuog	470.00	-	-	-	-	-27.69	44.62	-	-	-	14	-	-	-
Kurskoblgas	- krgz	690.00	-	-	-1.43	-3.16	112.31	170.59	600.00	700.00	-	61	1,184.98	71.74	BUY
Lenoblgas	- leog	2,575.0	-	-	-	-	-0.96	296.15	650.0	650.0	-	204	717.7	-72.13	HOLD
Lipetskoblgas	- lpog	160.00	-	-	-	-	28.00	52.38	-	-	-	19	716.78	347.99	BUY
Nizhegorodoblgas	- nrog	2.9500	-	-	2.61	-4.84	-26.07	0.85	2.3500	4.5000	-	82	1.8700	-36.61	HOLD
Omskoblgas	- omog	9.550	-	-	-	0.53	46.92	91.00	10.000	11.000	-	14	20.130	110.79	BUY
Omskoblgas, pref.	- omogp	3.9000	-	-	-11.36	-13.33	-2.50	30.00	-	-	-	-	11.5500	196.15	BUY
Oreloblgas	- orgz	442.50	-	-	-	-18.43	18.00	45.08	-	-	-	17	512.18	15.75	BUY
Orenburgoblgas	- orog	2,175.0	-	-	-	14.47	125.39	186.18	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	765.00	-	-	0.66	-1.29	27.50	76.88	625.00	900.00	-	101	1,529.82	99.98	BUY
Rostovoblgas, pref.	- rtbgp	425.00	-	-	-1.16	-1.16	-9.57	28.77	400.00	460.00	-	-	1,529.82	259.96	BUY
Ryazanoblgas	- rzog	5.7500	-	-	-4.17	-8.00	-44.44	-58.93	-	-	-	28	5.9200	2.96	HOLD
Samaragas	- sagz	55.500	-	-	0.91	-77.80	0.45	9.90	45.500	45.500	-	6	289.840	422.23	BUY
Saratovoblgas	- srog	17.500	-	-	2.94	-10.26	115.38	209.73	7.750	25.000	-	64	50.010	185.77	BUY
Sibingasservice	- sbsg	7.0500	-	-	-	-	-6.62	25.33	-	-	-	33	-	-	-
Smolenskoblgas	- smog	150.00	-	-	1.01	0.67	70.45	185.71	81.50	185.00	-	60	332.44	121.63	BUY
Stavropolkraigas	- stkg	425.00	-	-	-	-15.00	-55.50	-	575.00	575.00	-	52	81.59	-80.80	SELL
Stavropolkraigas, pref.	- stkgp	275.00	-	-	-	-15.38	-54.17	-	280.00	400.00	-	-	81.59	-70.33	SELL
Tambovoblgas	- togz	69.500	-	-	12.10	5.30	98.57	241.10	29.000	59.000	-	60	81.290	16.96	BUY
Tveroblgas	- tveo	197.50	-	-	-	-8.14	-27.66	1.54	225.00	246.00	-	35	236.31	19.65	HOLD
Tulaoblgas	- tuog	441.00	-	-	-2.00	10.94	63.33	254.15	180.00	705.00	-	70	1,106.23	150.85	BUY
Chitaoblgas	- chog	125.000	-	-	85.19	127.27	127.27	-	-	-	-	9	-	-	-
Yaroslavoblgas	- yrog	300.00	-	-	0.84	1.69	15.38	76.47	250.00	250.00	-	21	503.81	67.94	BUY
Services companys															
Giprospeftgaz	- gsgz	1,405.0	-	-	27.73	4.07	-40.21	5.24	1,100.0	1,850.0	-	59	7,463.0	431.17	BUY
Giprospeftgaz, pref.	- gsgzp	717.50	-	-	-	-4.01	-45.85	-9.75	800.00	800.00	-	-	5,970.00	732.06	BUY
Spetsgazremstroy	- sgrs	172.50	-	-	-	-21.59	-52.08	-11.54	344.00	425.00	-	92	741.25	329.71	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	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	25.322	-0.516	1.3	1.3	-	-2.00	-	15	-
Aeroflot	AETG GR	AFLT	100	Frankfurt	286.727	-13.815	2.867	2.920	-	-4.60	-	1	-
Wimm-Bill-Dann	WBD LI	WBDF	1	London	16.000	-	16.000	58.000	-	-	-	645	-
Wimm-Bill-Dann	WBD US	WBDF	1	New York	95.180	-0.010	95.180	58.000	-	-0.01	-	20,738	-
Wimm-Bill-Dann	WBPA GR	WBDF	1	Frankfurt	95.056	-2.357	95.056	58.000	-	-2.42	-	5	-
Volgaelcom	NZH GR	NNSI	2	Frankfurt	7.792	-0.086	3.896	3.600	-	-1.09	-0.03	-	72
Vimpelcom	VIP US	VIMP	1/4	New York	24.500	0.300	490.00	420.00	-	1.24	-	89,850	-
Vimpelcom	VIP GR	VIMP	1/4	Frankfurt	24.512	0.013	490.24	420.00	-	0.05	-	274	-
Gazprom	OGZD LI	GAZP	4	London	46.250	-0.250	11.562	11.710	-0.01	-0.54	0.01	710,323	7,842
Gazprom	OGZPY US	GAZP	4	New York	46.650	0.250	11.662	11.710	-	0.54	0.01	-	7,842
Gazprom	GAZ GR	GAZP	4	Frankfurt	46.375	0.134	11.594	11.710	-0.01	0.29	0.01	3,090	7,842
Golden Telecom	GLDN LI	GLDN	1	New York	105.020	-	105.020	-	-	-	-	-	-
Golden Telecom	GT7 GR	GLDN	1	Frankfurt	103.873	-	103.873	-	-	-	-	-	-
EvrazHolding	EVR LI	-	1/3	London	92.000	4.200	276.000	-	-	4.78	-	92,331	-
EvrazHolding	HK1A GR	-	1/3	Frankfurt	91.706	3.557	275.118	-	-	4.03	-	118	-
Irkutskenergo	IKSGY US	IRGZ	50	New York	-	-	-	0.700	-	-	-0.06	-	35
Irkutskenergo	IRK GR	IRGZ	50	Frankfurt	-	-	-	0.700	-	-	-0.06	-	35
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	76.700	-2.300	76.700	78.050	-0.02	-2.91	-0.05	697,068	5,848
LUKOIL	LUKOY US	LKOH	1	New York	77.250	-1.650	77.250	78.050	-	-2.09	-0.05	-	5,848
LUKOIL	LUK GR	LKOH	1	Frankfurt	77.058	-1.890	77.058	78.050	-0.01	-2.39	-0.05	1,167	5,848
MCTN	MOW GR	MGTS	1	Frankfurt	31.945	-0.353	31.945	31.500	-	-1.09	-	-	-
Mechel	MTL US	MTLR	3	New York	18.610	-0.890	6.203	25.750	-0.76	-4.56	-0.73	269,098	1,804
Mechel	FQF GR	MTLR	3	Frankfurt	43.353	-1.476	14.451	25.750	-0.44	-3.29	-0.73	2	1,804
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	13.292	-0.493	0.133	0.220	-	-3.58	-	1	-
MTS	MBDL LI	MTSS	5	London	-	-	-	10.950	-	-	-0.03	-	219
MTS	MBT US	MTSS	5	New York	-	-	-	10.950	-	-	-0.03	-	219
MTS	MKY GR	MTSS	5	Frankfurt	68.565	-0.127	13.713	10.950	0.25	-0.18	-0.03	137	219
Nizhnekamskneftekhim	QAO GR	NKNC	10	Frankfurt	6.857	-0.076	0.686	0.725	-	-1.09	-	-	-
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	19.400	0.800	19.40	193.00	-0.90	3.19	0.03	469,333	7,274
Norilsk Nickel	NILSY US	GMKN	1	New York	19.350	1.100	19.35	193.00	-	6.03	0.03	-	7,274
Norilsk Nickel	NNIA GR	GMKN	1	Frankfurt	19.635	1.044	19.63	193.00	-0.90	5.61	0.03	1,022	7,274
UHM	UHM GR	OMZZ	1	Frankfurt	6.701	-0.105	6.701	8.750	-	-1.55	-	0	-
Pyaterochka	FIVE LI	-	1/4	London	29.000	-	116.000	-	-	-	-	11,993	-
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	11.850	-	-	-0.02	-	1,281
Rostelekom	ROS US	RTKM	6	New York	-	-	-	11.850	-	-	-0.02	-	1,281
Rostelekom	RTL GR	RTKM	6	Frankfurt	71.479	0.408	11.913	11.850	0.01	0.57	-0.02	67	1,281
Seversky pipe plant	SVY GR	SVTZ	10	Frankfurt	105.185	-1.161	10.519	14.500	-	-1.09	-	-	-
Gazprom Neft	GAZ LI	SIBN	5	London	30.800	-3.000	6.160	4.300	-	-8.88	-	2,636	-
Gazprom Neft	GZPFY US	SIBN	5	New York	32.250	-	6.450	4.300	-	-	-	-	-
Gazprom Neft	SCF GR	SIBN	5	Frankfurt	30.854	-2.672	6.171	4.300	-	-7.97	-	465	-
Surgutneftegas	SGGD LI	SNGS	50	London	8.360	-0.420	0.167	0.855	-0.80	-4.78	-0.01	73,321	380
Surgutneftegas	SGTZY US	SNGS	50	New York	-	-	-	0.855	-	-	-0.01	-	380
Surgutneftegas	SGN GR	SNGS	50	Frankfurt	8.228	-0.516	0.165	0.855	-0.81	-5.90	-0.01	110	380
Tatneft	ATAD LI	TATN	20	London	118.000	-3.000	5.900	5.900	-	-2.48	-0.05	22,695	59
Tatneft	TNT US	TATN	20	New York	-	-	-	5.900	-	-	-0.05	-	59
Tatneft	TTFA GR	TATN	20	Frankfurt	96.244	-0.314	4.812	5.900	-0.18	-0.32	-0.05	324	59
Tyumenaviatrans	UTARY US	TMAT	100	New York	40.000	-	0.400	0.538	-	-	-	-	-
Tyumenaviatrans	TYV GR	TMAT	100	Frankfurt	60.774	4.066	0.608	0.538	-	7.15	-	-	-
Tsum	THT GR	TZUM	20	Frankfurt	98.173	-1.084	4.909	2.000	-	-1.09	-	-	-
STC	KUE GR	KUBN	50	Frankfurt	8.229	0.353	0.165	0.135	-	4.49	-	-	-

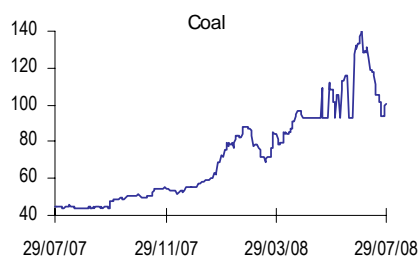
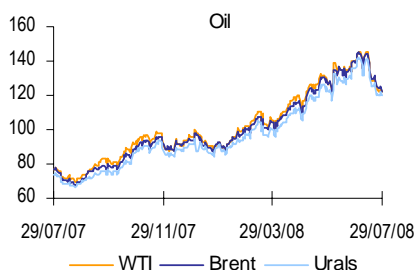
Source: Bloomberg, Estimation: Veles Capital

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	122.86	-2.86	-2.27	-5.05	-11.93	28.11	61.06	86.75	147.59
Brent, USD / bbl	121.95	-3.09	-2.47	-5.54	-12.82	29.89	58.67	85.05	147.21
Urals, USD / bbl	119.94	-2.41	-1.97	-3.86	-12.01	31.40	63.45	82.80	142.94
WTI, USD / bbl	122.19	-2.54	-2.04	-4.50	-12.85	27.28	59.04	86.47	146.30
Brent-Urals	2.01	-0.68	-25.28	-53.69	-43.85	-22.99	-42.24	1.66	9.94
Coal, USD / ton	101.00	1.00	1.00	-0.74	-23.97	81.98	124.44	55.50	142.85

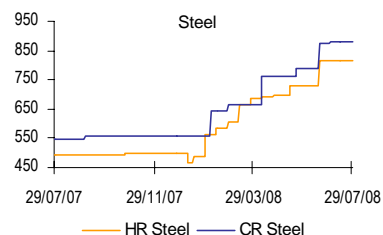
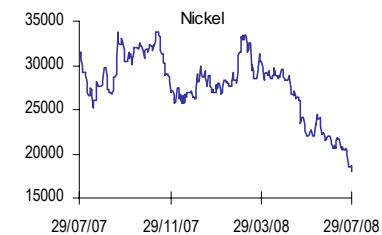
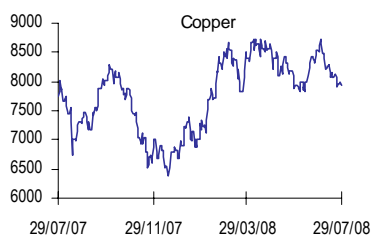
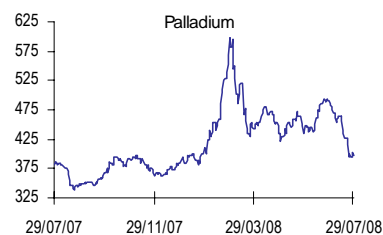
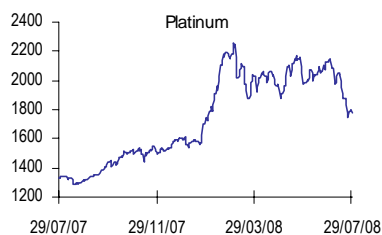
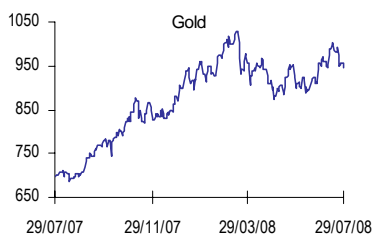
Source: Bloomberg, Estimation: Veles Capital



Prices of metals

	Close, USD	Change, USD	Change, %					Current year, USD	
			day	week	month	from Jan 1	year	min	max
Gold, USD / ounce	944.08	-12.05	-1.26	-2.94	-1.11	8.34	34.89	871.38	1,027.52
Silver, USD / ounce	17.87	-0.15	-0.83	-3.44	-0.84	15.53	32.02	15.47	21.42
Platinum, USD / ounce	1,780.17	-19.68	-1.09	-3.12	-16.34	11.90	33.67	1,540.21	2,257.73
Palladium, USD / ounce	396.62	-4.88	-1.22	-4.64	-19.45	2.07	2.83	380.95	598.39
Aluminum, USD / ton	2,960.00	-56.00	-1.86	-2.47	-5.22	22.87	7.32	2,409.00	3,317.00
Copper, USD / ton	7,931.00	-64.00	-0.80	-2.45	-7.02	18.82	1.23	6,675.00	8,730.00
Nickel, USD / ton	18,050.00	-700.00	-3.73	-11.95	-17.77	-31.37	-40.23	18,450.00	33,400.00
Lead, USD / ton	2,270.00	50.00	2.25	6.07	26.11	-10.98	-22.13	1,568.00	3,420.00
Tin, USD / ton	22,370.00	-130.00	-0.58	-4.40	-4.30	36.19	38.51	16,025.00	25,300.00
Zinc, USD / ton	1,880.00	-45.00	-2.34	1.90	-2.59	-20.68	-45.82	1,765.00	2,830.00
Titanium, USD / ton	4,585.62	-	-	-2.35	-16.80	2.46	1.46	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	▼ 1,896.28	-32.46	-1.68	-10.71	-18.21	-17.21	-3.30	1,859.53	2,498.10
MICEX Index	▼ 1,439.01	-17.15	-1.18	-10.40	-18.51	-23.82	-15.48	1,416.18	1,966.32
Technical RTS Index	▼ 2,757.03	-28.84	-1.04	-11.04	-18.35	-12.72	3.45	2,536.61	3,730.73
MSCI Russia	▼ 1,202.80	-9.56	-0.79	-11.07	-19.74	-21.71	-2.25	1,181.06	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 ▲ 11,397.56	266.48	2.39	-1.77	0.45	-14.08	-14.68	10,827.71	13,279.54
NASDAQ	USA ▲ 2,319.62	55.40	2.45	0.68	0.17	-12.54	-10.21	2,155.42	2,661.50
FTSE 100	Great Britain ▲ 5,319.20	6.60	0.12	-0.84	-3.81	-17.62	-14.29	5,071.10	6,534.70
Nikkei 225	Japan ▼ 13,159.45	-194.33	-1.46	-0.19	-2.84	-14.03	-23.89	11,691.00	15,413.37
S&P 500	USA ▲ 1,263.20	28.83	2.34	-1.08	-1.19	-13.97	-14.30	1,200.44	1,471.77
AEX	Nederlands ▲ 395.10	2.12	0.54	-1.27	-7.24	-23.40	-24.85	374.09	518.27
OMX	Sweden ▲ 851.63	1.32	0.16	-1.37	-1.28	-21.25	-30.67	801.54	1,081.44
DAX	Germany ▲ 6,398.80	47.65	0.75	-0.68	-0.36	-20.68	-14.18	5,999.32	8,100.64
MIB 30	Italy ▼ 29,177.00	-61.00	-0.21	0.07	-3.85	-24.97	-26.84	27,531.00	38,885.00
CAC 40	France ▼ 4,320.49	-3.96	-0.09	-0.16	-1.75	-23.04	-23.48	4,002.87	5,665.94
SMI	Switzerland ▲ 6,993.30	24.37	0.35	1.03	1.92	-17.58	-19.66	6,422.85	8,571.76
ASX 200	Australia ▼ 4,847.40	-74.70	-1.52	-3.16	-7.44	-23.54	-20.65	4,787.50	6,385.70
Bloomberg European 500	▲ 200.88	0.83	0.41	-0.20	-3.41	-47.29	-44.66	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	▼ 1,015.79	-8.61	-0.84	-1.92	-6.36	-18.47	-7.20	1,006.65	1,252.59
Europe									
ASE	Greece ▼ 3,370.04	-40.11	-1.18	-0.44	-1.58	-34.93	-30.47	3,100.71	5,207.44
WSE WIG	Poland ▼ 40,869.23	-10.25	-0.03	2.69	-1.22	-26.56	-34.66	37,371.76	56,066.82
PFTS	Ukraine ▼ 639.88	-0.49	-0.08	0.45	-16.64	-45.50	-40.92	610.20	1,208.61
BUX	Hungary ▲ 21,776.12	18.08	0.08	3.00	7.04	-17.00	-24.47	19,527.81	26,242.90
PX	Czech Republic ▼ 1,443.90	-1.30	-0.09	0.52	-2.31	-20.45	-18.18	1,372.40	1,819.50
TA-100	Israel ▼ 937.19	-1.59	-0.17	0.40	-4.87	-19.46	-13.51	882.87	1,167.04
XU 100	Turkey ▲ 39,153.74	1,032.80	2.71	4.09	9.28	-29.50	-23.91	32,645.90	55,281.66
Asia and Africa									
HSI	Hong Kong ▼ 22,258.00	-429.21	-1.89	-1.20	0.98	-19.97	-2.12	20,572.92	27,853.60
SENSEX	India ▼ 13,791.54	-557.57	-3.89	-2.22	-0.08	-32.06	-9.63	12,514.99	21,206.77
JALSH	SAR ▼ 27,164.09	-155.95	-0.57	-0.37	-10.57	-6.19	-3.52	24,005.35	33,309.82
JCI	Indonesia ▲ 2,278.68	3.01	0.13	2.98	-2.29	-17.01	-0.99	2,129.40	2,838.48
KOSPI	South Korea ▼ 1,567.20	-31.09	-1.95	0.38	-6.96	-17.39	-17.81	1,488.75	1,901.13
SHCOMP	China ▼ 2,850.31	-52.70	-1.82	0.15	3.71	-45.83	-35.81	2,566.53	5,522.78
America									
MEXBOL	Mexico ▲ 27,318.64	585.80	2.19	-0.99	-6.75	-7.51	-11.59	25,282.31	32,292.92
IBOV	Brazil ▲ 58,042.87	1,173.85	2.06	-2.69	-9.76	-9.15	6.36	53,010.96	73,920.38
IPSA	Chile ▲ 2,946.26	53.22	1.84	3.32	-2.61	-3.46	-11.68	2,369.06	3,113.93
IBVC	Venezuela ▼ 39,499.86	-352.59	-0.88	2.36	6.33	4.21	-5.31	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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