

Daily review

September 23, 2008

Trader's view

The dynamics of RTS was mixed, but still in the green. The change of primary range of liquid shares formed -3% to +3%. On one hand – the external factors have supported the trades, as primary foreign indices closed down upwards. The western market on its part was supported by new plan of US finance ministry – to buy-out the overdue mortgage bonds. Besides of that Morgan Stanley and Goldman Sachs could soon change their status from investment banks into bank holdings, allowing them to get cash from the Central Bank if they need it, also reducing risks on deposits in exchange for super-incomes. Aside of external factors Russian market was propelled by RF finance ministry's ban on short sales, plus measures taken to support the failing liquidity. The undermined trust to the stock market however is hard to restore. After a hike this Friday – some investors preferred to fix their income on LUKOIL this Monday, which added almost +30%, Sberbank and Gazprom added +40% and +35% respectively, sharing the same fate.

Main events

Mechel to build 2 ferronickel producing plants.

Mechel plans to build 2 ferronickel producing plans with total output of 40 thousand tons, said Alexey Ivanushkin, chief manager of "Mechel-Ferroalloys". According to him, ferronickel producing plant will be built in Kazakhstan near Shevchenko mine. The second plant will be located in Orenburg region.

Other news

➤ **Russian Railways delays subsidiaries IPOs.**

Russian Railways have confirmed the withdrawal from IPO of its subsidiary Transcontainer, previously planned to be held this Fall.

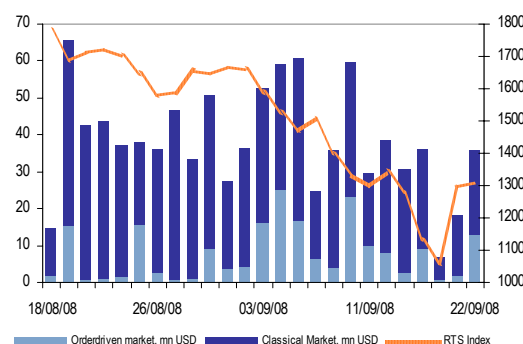
Market estimates

Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	
RTS Index	▲ 1,309.50	13.59	1.05	2.50	-23.04	-35.37
MICEX Index	▲ 1,105.73	6.78	0.62	3.59	-19.57	-35.90
USD / RUR	▼ 25.0623	-0.29	-1.15	-1.96	2.86	0.03
EUR / RUR	▲ 36.9420	0.40	1.11	1.80	2.38	4.60
EUR / USD	▲ 1.4734	0.03	2.28	3.75	-0.51	4.64
Dow Jones Index	▼ 11,015.69	-372.75	-3.27	0.90	-5.27	-20.29
NASDAQ	▼ 2,178.98	-94.92	-4.17	-0.04	-9.76	-18.43
FTSE 100	▼ 5,236.26	-75.04	-1.41	0.62	-4.89	-18.90
Nikkei 225	▲ 12,090.59	169.73	1.42	-1.02	-4.54	-25.88
MSCI EM	▲ 854.48	8.92	1.05	3.53	-10.64	-26.41

Source: Bloomberg, Estimation: Veles Capital

RTS index vs. trade volume



Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	
Brent, USD / bbl	▲ 104.11	6.21	6.34	15.91	-7.84	31.97
Urals, USD / bbl	▲ 102.69	5.57	5.74	16.11	-6.02	36.30
Gold, USD / ounce	▲ 925.70	30.32	3.39	14.67	9.69	20.48
Palladium, USD / ounce	▲ 264.58	22.09	9.11	8.88	-10.28	-25.94
Copper, USD / ton	▲ 7,250	190	2.69	4.62	-5.35	-8.05
Nickel, USD / ton	▲ 17,475	525	3.10	-3.48	-16.19	-45.90

Source: Bloomberg, Estimation: Veles Capital

Russian share quotes

	Close, USD	Change, USD	Change, %			
			day	week	month	
VTB	- 0.002	-	-	9.29	-34.64	-58.85
Polys-Gold	- 20.50	-	28.12	-7.66	-43.06	-53.88
NorNickel	▲ 137.00	3,000	2.24	-1.79	-31.84	-44.78
Rostelecom	- 7.80	-	-	-25.71	-31.28	-25.00
MTS	- 8.95	-	-	-1.10	-17.13	-21.87
Sberbank	▼ 1.720	-0.040	-2.27	-2.82	-33.33	-57.66
LUKOIL	▼ 67.90	-2.100	-3.00	9.52	-7.99	-15.81
Gazprom Neft	- 4.000	-	-	3.90	-24.53	-0.62
Surgutneftegas	▲ 0.608	0.017	2.88	16.92	-21.04	-53.05
Gazprom	▼ 8.30	-0.100	-1.19	5.73	-14.43	-23.78
Tatneft	- 4.275	-	-	8.23	-22.97	-17.79
Rosneft	▲ 7.450	0.150	2.05	9.56	-8.81	-14.07

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	▲ 7,939,975	798.01	11.27	-18.32	-27.40	-8.16
VELES Capital - Selected Shares	▼ 28,250,181	980.07	-0.50	-2.44	-	-3.34
VELES Capital - Bonds	▲ 6,146,211	571.41	16.53	-25.21	-40.17	-23.31

Source: Veles Management MC

Company profile

Last price, USD	20.5
Market capitalization, mn USD	8,534
Ticker	MTLR
Fair value, USD	43.82
Undervaluation, Overvaluation %	113.76
Recommendation:	ACCUMULATE

Ferrous metallurgy
Mechel
Mechel to build 2 ferronickel producing plants.

Mechel plans to build 2 ferronickel producing plants with total output of 40 th tons, said Alexey Ivanushkin, chief manager of "Mechel-Ferroalloys". According to him, ferronickel producing plant will be built in Kazakhstan near Shevchenko mine. The second plant will be located in Orenburg region.

He estimated the pilot project of the plant construction in Kazakhstan in 100 mn USD. As a result of 1st stage construction in 2Q 2010, the production volumes of ferronickel will increase to 1-1.5 th tons per year. In case of successful construction of 2nd stage of the plant near Shevchenko mine, the plant will include hydrometallurgical production of nickel with total output of 20 th tons per year. Estimated investments form 750 mn USD. The terms of the construction of 2nd stage of the plant are planned for year 2011. The launch of the plant is set for year 2013.

Moreover, Mechel plans to build ferronickel producing plant in Orsk, Orenburg region. The launch of the 1st stage of the given plant with total output of 2 th tons per year is planned for August-September 2009. The investments in the 1st stage of the 2nd plant could form 30-40 mn USD. Estimated investments in the 2nd stage of the plant form 600 mn USD. The construction of the 2nd stage is planned to start in year 2010 and finish over next 2-3 years. Ferronickel will be delivered to Chelyabinsk Iron and Steel Works and Izhstal for further production of stainless steel. Ivanushkin estimated its production at 300 th tons per year.

Thus, total investment of the company over next 5 years can form slightly below 1.5 bn USD – more than 15% out of company's capitalization, which can not be characterized as a "small project". However, it should be mentioned that Mechel's balance formed 237 mn USD in year 2007. Regarding the investments of CapEx we could say that the company will have to borrow the cash for investments, also getting the money through additional emissions. It is clear that high debt load rate will increase, but we do not think that it can reach critical levels for the company. In total, we see the news as positive for Mechel's stocks. We also restore our previously "ACCUMULATE" recommendation on company's securities.

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Transport

Russian Railways

Russian Railways delays subsidiaries IPOs.

Russian Railways have confirmed the withdrawal from IPO of its subsidiary Transcontainer, previously planned to be held this Fall.

“Due to the situation throughout the market, we had to correct our plans, and now the IPOs will be held not earlier than 2011” – said the head of Russian Railways – Vladimir Yakunin during the conference in Kazakhstan this Monday.

According to him – Russian Railways plans on selling up to 35% of Transcontainer stocks. He estimated the company in a total of 2.5 bn USD.

The IPO of RRW's other subsidiary – Refservice will not be held this year, reported Yakunin on Monday. This deal, under which up to 50% of company's stock is sold is not going to happen before 2011, he said.

RRW's management decision is unsurprising: current situation at stock market is bad at best. And now, considering the loss of investors' trust towards the stock market, in addition to the long-term nature of investments into any railway infrastructure (due to long recoupment term) – and anyone could see that it would be extremely hard to find a buyer. The delay term is obvious as well – Russian stock market may fully restore to year 2010-2011.

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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	14.525	-	-	23.09	1.22	-12.76	8.80	11.000	18.750	-	2,739	-	-	HOLD
	Bashneft, pref.	-	BANEP	7.7250	-	-	7.29	-16.03	-29.61	-24.26	7.2000	12.1000	-	-	-	-	HOLD
	Gazprom	▼	GAZP	8.3000	-0.1000	-1.19	5.73	-14.43	-41.09	-23.78	6.2000	15.6500	4,958,550	196,490	20,2000	143.37	BUY
	Gazprom Neft	-	SIBN	4.0000	-	-	3.90	-24.53	-37.01	-0.62	4.6900	8.1000	-	18,965	8.8800	122.00	ACCUMULATE
	LUKOIL	▼	LKOH	67.900	-2.100	-3.00	9.52	-7.99	-21.95	-15.81	55.000	113.200	974,992	57,753	129.630	90.91	BUY
	NOVATEK	-	NVTK	5.6000	-	-	5.08	-22.22	-25.33	13.93	5.9000	9.1500	-	17,003	12.0500	115.18	BUY
	RITEK	-	RITK	5.8000	-	-	3.11	-22.92	-42.86	-46.54	6.0000	9.9000	-	840	-	-	-
	Rosneft	▲	ROSN	7.4500	0.1500	2.05	9.56	-8.81	-22.14	-14.07	5.4500	12.2000	1,637,635	78,956	15.1100	102.82	BUY
	Surgutneftegas	▲	SNGS	0.6080	0.0170	2.88	16.92	-21.04	-50.97	-53.05	0.4100	1.2980	975,770	24,494	-	-	UNDER REVISION
	Surgutneftegas, pref.	-	SNOSP	0.3600	-	-	22.03	-7.10	-44.44	-40.74	0.2100	0.6480	-	-	-	-	UNDER REVISION
	Tatneft	-	TATN	4.2750	-	-	8.23	-22.97	-29.34	-17.79	3.3000	8.0100	-	9,642	8.6868	103.20	BUY
	Tatneft, pref.	-	TATNP	2.2250	-	-	7.23	-21.93	-39.86	-21.10	2.0000	3.8300	-	-	4.4480	99.91	BUY
	TNK-BP Holding	-	tnbp	1.4000	-	-	-4.11	-18.37	-37.22	-30.17	1.3700	2.2190	-	22,793	2.5950	85.36	BUY
	TNK-BP Holding, pref.	-	tnbpb	1.3500	-	-	-2.17	1.12	-28.95	-21.51	1.3000	1.8500	54,000	-	2,3410	73.41	BUY
	Transneft, pref.	▲	TRNFP	640.00	90.00	16.36	3.23	-37.25	-67.92	-61.62	420.00	2,007.00	150,500	3,980	2,275.00	255.47	BUY
Energy																	
	Bashkirenergo	-	BEGY	0.9875	-	-	-3.66	-27.66	-53.42	-53.53	0.9500	2.1000	-	1,073	-	-	-
	Bashkirenerpo, pref.	-	BEGYP	0.8750	-	-	-7.85	-41.67	-26.47	-27.69	1.0500	1.1750	-	-	-	-	-
	Hidro-WGC	▼	HYDR	0.0340	-0.0005	-1.45	-18.07	-48.87	-	-	0.0330	0.0930	235,771	6,659	-	-	-
	Inter RAO UES	-	IRAO	0.0004	-	-	-27.27	-40.30	-	-	0.0004	0.0008	3,718	519	-	-	-
	Irkutskenergo	-	IRGZ	0.5550	-	-	-12.60	-18.38	-53.36	-39.01	0.5500	1.1510	-	2,646	-	-	-
	WGC-1	-	OGKA	0.0285	-	-	-16.18	-51.28	-76.83	-72.46	0.0285	0.1225	29,250	1,272	0.1530	436.84	BUY
	WGC-2	-	OGKB	0.0226	-	-	-37.36	-55.52	-85.36	-86.17	0.0210	0.1500	-	738	0.2387	958.54	BUY
	WGC-3	-	OGKC	0.0355	-	-	-11.25	-53.59	-76.37	-74.82	0.0320	0.1450	-	1,686	0.1651	365.07	ACCUMULATE
	WGC-4	-	OGKD	0.0370	-	-	-14.94	-36.21	-72.18	-70.42	0.0420	0.1335	-	2,332	0.1977	434.32	BUY
	WGC-5	-	OGKE	0.0720	-	-	-13.88	-32.08	-58.90	-53.99	0.0710	0.1795	-	2,547	0.2046	184.17	BUY
	WGC-6	-	OGKF	0.0240	-	-	20.00	-41.82	-81.10	-82.19	0.0200	0.1250	-	774	0.0932	288.33	BUY
	TGC-1	-	TGKA	0.0004	-	-	-6.67	-53.33	-73.18	-73.18	0.0004	0.0014	-	1,348	0.0020	471.43	BUY
	TGC-2	-	TGKB	0.0009	-	-	-6.09	-7.50	-	-	0.0008	0.0012	-	1,355	0.0015	62.16	BUY
	TGC-2, pref.	-	TGKBP	0.0005	-	-	-44.44	-34.64	-28.57	-	0.0004	0.0004	-	-	0.0011	120.00	BUY
	TGC-3 (Mosenergo)	-	MSNG	0.0615	-	-	2.50	-46.52	-74.16	-75.15	0.0530	0.2460	-	2,445	-	-	REDUCE
	TGC-4	-	TGKD	0.0009	-	-	-11.06	-16.90	-28.63	-10.61	0.0010	0.0012	-	1,718	-	-	-
	TGC-4, pref.	-	TGKDP	0.0004	-	-	-5.88	-11.11	-44.44	-40.74	0.0005	0.0006	-	-	-	-	-
	TGC-5	-	TGKE	0.0002	-	-	-51.76	-64.96	-77.35	-80.75	0.0003	0.0010	-	252	0.0012	485.37	BUY
	TGC-6	-	TGKF	0.0004	-	-	-2.78	-50.00	-69.43	-65.52	0.0002	0.0012	-	651	0.0009	157.14	REDUCE
	TGC-7	-	TGKG	0.0225	-	-	-41.94	-65.38	-79.36	-79.47	0.0200	0.1095	-	674	-	-	-
	TGC-8	-	TGKH	0.0012	-	-	-3.85	-22.36	-10.71	15.21	0.0013	0.0017	-	2,577	0.0009	-28.00	SELL
	TGC-9	-	TGKI	0.0001	-	-	0.00	-39.39	-68.75	-60.00	0.0001	0.0003	30,000	782	-	-	-
	TGC-10	-	TGKJ	4.0000	-	-	5.26	-11.11	-2.20	-3.03	2.9000	4.6100	-	3,515	-	-	-
	TGC-11	-	TGKK	0.0004	-	-	-27.78	-32.17	-75.93	-	0.0006	0.0016	-	200	-	-	-
	TGC-12 (Kuzbasenergo)	-	KZBE	0.0055	-	-	-29.03	-49.54	-80.00	-81.42	0.0075	0.0281	-	388	-	-	-
	TGC-13	-	TGKM	0.0027	-	-	-37.93	-51.13	-74.45	-72.71	0.0030	0.0102	-	430	-	-	-
	TGC-14	-	TGKN	0.0004	-	-	-41.67	-16.67	2.94	2.94	0.0002	0.0003	-	272	-	-	-
	FGC UES	▲	FEES	0.0076	0.0008	11.76	-5.00	-45.71	-	-	0.0051	0.0158	76,000	3,620	-	-	-
Nonferrous metallurgy																	
	BMSK	-	bmsk	2.9500	-	-	-23.36	-24.07	-16.33	-22.64	1.6850	3.5000	-	11	4.5900	123.90	SPECULATIVE BUY
	BMSK, pref.	-	bmskp	2.0000	-	-	-	37.93	-6.98	-14.89	0.9500	0.9500	-	-	3.4400	72.00	HOLD
	VSMPO	-	YSMO	110.50	-	-	-9.98	-19.93	-63.41	-61.67	115.00	314.00	-	1,274	-	-	HOLD
	Nonisk Nickel	▲	GMKN	137.00	3.00	2.24	-1.79	-31.84	-48.30	-44.78	113.00	316.50	1,837,000	26,116	314.68	129.69	BUY
	Safyanovskaya med	-	sfnmd	4.0000	-	-	-	-23.81	-56.76	-63.64	4.5000	7.0000	-	8	4.7300	18.25	SELL
	Sredneuralsky MPZ	-	sumz	10.200	-	-	-13.38	-13.38	-45.09	-50.84	14.000	18.400	-	52	36.550	258.33	SPECULATIVE BUY
	Uralkhromed	-	uelm	61.500	-	-	-15.75	-30.90	-45.86	-34.57	69.500	121.000	-	312	126.380	105.50	ACCUMULATE
	Ufaleynickel	-	ufal	6.0050	-	-	14.38	26.29	-22.52	-35.08	7.5000	7.5000	-	162	6.6300	10.41	REDUCE
	Chelyabinsk Zink Plant	-	CHZN	3.7500	-	-	-15.73	-31.19	-66.59	-96.93	4.0000	12.1500	-	203	-	-	UNDER REVISION
	Yuzhuralnickel	-	unkl	587.50	-	-	6.82	-18.97	-58.04	-56.96	450.00	1,300.00	-	352	463.39	-21.13	ACCUMULATE
	Electrozinc	-	eltz	35.500	-	-	-26.00	-52.35	-	-	45.690	110.000	-	50	-	-	-
Ferrous metallurgy (Steel)																	
	Ashinsky Metallurgy Plant	-	AMEZ	0.4200	-	-	-14.72	-23.64	-55.79	-31.71	0.4800	0.9700	-	209	0.9400	123.81	BUY
	Evrz**	▼	EVR	58.500	-6.500	-10.00	-5.65	-16.43	-24.52	-0.17	30.850	131.250	51,061,192	20,763	135.320	131.32	ACCUMULATE
	Mechel	-	MTLR	20.500	-	-	-6.39	-21.76	-24.07	25.19	16.500	45.800	-	8,534	43.820	113.76	ACCUMULATE
	MMC	-	MAGN	0.7000	-	-	-12.50	-32.04	-46.15	-38.86	0.6500	1.4400	-	7,822	1.5900	127.14	ACCUMULATE
	NLMC	-	NLMK	2.4000	-	-	-4.00	-37.66	-40.81	-27.49	2.1500	5.6500	-	14,384	5.7500	139.58	BUY
	Severstal	-	CHMF	16.000	-	-	10.34	-12.33	-29.82	-20.00	12.750	28.000	-	16,123	32.660	104.12	BUY
	Chelyabinsk Metallurgy Plant	-	CHMK	275.00	-	-	-5.17	-21.20	-25.17	10.22	313.00	450.00	-	870	-	-	-
	Chusovskoy Metallurgy Plant	-	chmz	87.500	-	-	-23.91	-35.19	-	-	113.000	132.000	-	204	-	-	-
Precious metals																	
	Buryatzoloto	-	BRZL	13.750	-	-	-3.51	-5.17	-23.61	-19.71	10.000	22.000	-	97	26.690	94.11	SPECULATIVE BUY
	Lenzoloto	-	Inzl	23.000	-	-	-9.80	-42.50	-60.00	-48.60	40.000	60.000	-	26	34.210	48.74	HOLD
	Polymetal	-	PMTL	5.2000	-	-	7.22	-22.10	-24.86	-18.75	5.0000	9.3500	-	1,638	8.2800	59.23	BUY
	Polyus-Gold	-	PLZL	20.500	-	-	-7.66	-43.06	-55.34	-53.88	16.000	80.000	-	3,908	57.180	178.93	HOLD
	Susumanzoloto	-	sysy	41.500	-	-	-9.29	-9.29	38.33	18.57	-	-	-	37	55.270	33.18	ACCUMULATE
Coal industry																	
	Belon	▲	BLNG	150.000	20.000	15.38	20.00	-6.25	59.57	217.46	93.000	240.000	104,000	1,725	91.610	-38.93	SPECULATIVE BUY
	Vorkutaugol	-	voug	134.50	-	-	-8.81	-18.48	-32.75	-16.46	165.000	244.000	-	435	318.92	137.12	SPECULATIVE BUY

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						
Pipe industry															
Almetevsk Pipe Plant	- atza	20.000	-	-	33.33	33.33	70.21	73.91	-	-	-	59	26.780	33.90	SPECULATIVE BUY
Vykasa Metallurgy Plant	- vsmz	1,042.50	-	-	-	-22.78	-	-	1,000.00	2,080.00	-	1,962	2,439.84	134.04	SPECULATIVE BUY
Pervouralsk New Pipe Plant	- PNTZ	24.500	-	-	-	-15.37	-21.60	-18.87	27.000	32.200	-	596	42.350	72.86	BUY
Seversky Pipe Plant	- SVTZ	8.5000	-	-	6.25	-20.00	-48.64	-23.77	10.0000	15.8000	-	409	16.1800	90.35	SPECULATIVE BUY
Sinarsky Pipe Plant	- SNTZ	60.000	-	-	14.29	-22.08	-57.14	-45.21	40.000	138.500	6,000	378	230.470	284.12	SPECULATIVE BUY
Taganrog Metallurgy Plant	- TAMZ	0.6250	-	-	-	-20.89	-49.35	-42.13	0.8000	1.1000	-	289	1.3200	111.20	SPECULATIVE BUY
TMK	- TRMK	6.0000	-	-	14.29	-17.81	-45.08	-41.46	5.5500	10.7000	-	5,238	10.0400	67.33	ACCUMULATE
Chelyabinsk Pipe Plant	- CHEP	2.7000	-	-	-14.29	-28.95	-36.55	-35.71	2.7000	4.5500	27,000	1,275	5.5700	106.30	BUY
Telecommunications															
Volgatelecom	- NNSI	1.9500	-	-	-15.22	-39.44	-66.78	-58.24	1.9000	5.9100	-	599	6.0110	208.26	BUY
Volgatelecom, pref.	- NNSIP	1.4500	-	-	9.02	-36.12	-65.06	-57.66	1.3000	4.1800	14,500	-	4.5083	210.92	BUY
Vimpelcom*	▼ VIP	21.640	-1.660	-7.12	1.50	-8.38	-47.98	-20.15	17.000	120.750	92,635,096	22,194	35.640	64.70	BUY
Dalsvyaz	- ESPK	1.7000	-	-	-24.78	-52.11	-67.92	-63.83	1.7000	5.7000	26,688	209	6.6357	290.34	BUY
Dalsvyaz, pref.	- ESPKP	1.5000	-	-	-37.50	-42.31	-66.48	-65.99	1.5000	4.2000	16,538	-	4.9768	231.79	BUY
Comstar-UTS	- CMST	4.0000	-	-	-	-50.00	-63.42	-65.22	8.5000	11.0000	-	1,672	12.6930	217.32	BUY
MGTS	- MGTS	32.300	-	-	14.84	-5.83	-11.02	0.94	25.250	34.600	-	2,943	-	-	HOLD
MGTS, pref.	- MGTSF	22.850	-	-	-	-23.32	-28.93	-13.77	22.900	31.300	-	-	-	-	HOLD
MTS	- MTSS	8.9500	-	-	-1.10	-17.13	-41.69	-21.87	7.0000	15.7000	230,595	17,840	16.2900	82.01	BUY
Rostelecom	- RTKM	7.8000	-	-	-25.71	-31.28	-34.23	-25.00	7.8000	12.4400	78,000	5,890	4.4800	-42.56	SELL
Rostelecom, pref.	- RTKMP	0.8500	-	-	-5.56	-46.88	-70.94	-66.40	0.6900	2.8500	35,870	-	3.3600	295.29	BUY
North-West Telecom	- SPTL	0.5500	-	-	-8.33	-37.85	-68.02	-61.47	0.6300	1.7000	-	591	1.3503	145.51	BUY
North-West Telecom, pref.	- SPTLP	0.4250	-	-	-10.53	-33.62	-65.45	-59.73	0.4300	1.2150	-	-	1.0127	138.28	BUY
Sibirtelcom	- ENCO	0.0375	-	-	-13.79	-43.61	-68.75	-60.21	0.0350	0.1170	-	556	0.1140	204.00	BUY
Sibirtelcom, pref.	- ENCOF	0.0270	-	-	-2.70	-41.94	-66.46	-57.94	0.0250	0.0670	-	-	0.0855	216.67	BUY
Uralsvyazinform	- URSI	0.0205	-	-	-6.86	-48.88	-67.84	-64.41	0.0180	0.0635	-	772	0.0459	123.90	BUY
Uralsvyazinform, pref.	- URSIP	0.0140	-	-	-	-46.67	-67.06	-61.90	0.0120	0.0418	14,000	-	0.0344	145.71	BUY
CenterTelecom	- ESMO	0.3500	-	-	-	-20.45	-62.45	-61.33	0.3500	0.9320	-	697	1.0436	198.17	BUY
CenterTelecom, pref.	- ESMOP	0.2750	-	-	-	-16.67	-55.82	-48.11	0.2000	0.6375	-	-	0.7847	185.35	BUY
SouthTelecom	- KUBN	0.0750	-	-	11.11	-25.00	-62.12	-57.39	0.0575	0.2020	-	283	0.2917	288.93	BUY
SouthTelecom, pref.	- KUBNP	0.0630	-	-	-	-24.55	-56.48	-45.57	0.0700	0.1450	-	-	0.2188	247.30	BUY
Machinery															
AvtoVAZ	- AVAZ	0.9000	-	-	44.00	14.43	-53.37	-	0.7950	1.9500	-	1,406	1.6770	86.33	BUY
AvtoVAZ, pref.	- AVAZP	0.3388	-	-	-3.21	-36.98	-55.72	-	0.3500	0.6550	-	-	1.2580	271.37	BUY
GAZ	- GAZA	84.000	-	-	5.00	-33.60	-50.59	-39.33	75.000	210.000	-	1,639	197.300	134.88	HOLD
GAZ, pref.	- GAZAP	57.500	-	-	15.00	-26.28	-52.08	-47.37	95.000	125.500	-	-	148.000	157.39	BUY
ZMZ	- ZMZN	8.500	-	-	78.95	66.67	183.33	226.92	2.900	5.200	-	1,058	4.450	-47.65	HOLD
ZMZ, pref.	- zmnzp	2.6500	-	-	-20.30	-20.30	10.42	38.02	2.6000	3.5250	-	-	3.3400	26.04	HOLD
Kamaz	- KMAZ	3.2000	-	-	0.79	-28.89	-38.46	-21.95	4.0000	7.2500	-	2,263	5.9800	86.88	BUY
Kirovsky zavod	- KIRZ	38.550	-	-	-9.29	-7.11	-29.91	4.19	40.000	56.000	-	419	33.290	-13.64	REDUCE
NefAZ	- nfaz	26.500	-	-	-10.17	-20.90	-26.39	40.40	25.000	50.250	-	213	45.750	72.64	BUY
Saturn NPO	- satr	0.0385	-	-	-6.10	-43.80	-67.65	-69.44	0.0370	0.1125	-	153	0.1379	258.18	HOLD
OMZ	- OMZZ	5.5000	-	-	-	-9.09	-29.71	-35.29	5.0000	7.6000	-	195	6.3200	14.91	SELL
RSC Energia	- satr	260.00	-	-	-7.14	-45.26	-	-	250.00	705.00	-	292	641.10	146.58	HOLD
UAZ	- uaza	0.1225	-	-	13.95	-14.04	-11.87	33.51	0.1125	0.1500	-	481	-	-	-
UAZ, pref.	- uazap	0.0600	-	-	4.35	-17.24	-32.58	27.66	0.0660	0.0900	-	-	-	-	-
Power Machines	- SILM	0.1775	-	-	-3.01	-11.25	-12.35	-8.62	0.1900	0.2220	-	1,546	0.1250	-29.58	SELL
Severstal-Auto	- SVAV	33.750	-	-	-12.34	-30.59	-37.50	-22.24	34.000	67.300	-	1,157	81.330	140.98	BUY
Industry															
ALNAS	- alnz	0.5450	-	-	-	-	-52.61	-41.08	0.6500	0.8500	-	113	1.2000	120.18	BUY
Angermash	- ange	20.500	-	-	-8.89	-41.51	-64.35	-45.33	-	-	-	20	79.650	288.54	BUY
BEPP	- bunz	39.500	-	-	-	-24.04	-16.84	-28.18	-	-	-	12	81.000	105.06	BUY
BEPP, pref.	- bunzp	33.500	-	-	-	-18.29	-19.28	-19.28	-	-	-	-	60.700	81.19	BUY
Gazenergoservice	- gzes	72.500	-	-	-3.33	-30.95	-52.92	-61.33	63.000	210.000	-	25	137.000	88.97	ACCUMULATE
Mikron	- mkro	7.6250	-	-	-7.58	-25.25	-24.32	15.53	9.3000	12.2500	-	83	-	-	-
Orgenergogaz	- oeng	5.9600	-	-	-33.89	-38.97	-58.61	-43.47	10.0000	13.5100	-	36	25.2000	323.53	BUY
Sitronics	- SITR	0.0830	-	-	-4.60	-19.02	-30.83	-23.85	0.0950	0.1366	-	792	0.0814	-1.93	HOLD
Centrenergogaz	- cegz	4.425.0	-	-	-	-4.32	105.81	-	3,000.0	5,680.0	-	421	5.693.6	28.67	BUY
Centrenergogaz, pref.	- cegzp	1.400.0	-	-	-	16.67	-23.29	-	1,000.0	2,200.0	-	-	4.270.2	205.01	BUY
Electrogaz	- elgz	442.50	-	-	-1.67	-33.96	-36.79	-21.68	490.00	600.00	-	28	895.70	102.42	BUY
Electrogaz, pref.	- elgzp	106.00	-	-	-35.76	-35.76	-65.25	-47.65	130.00	390.00	-	-	671.80	533.77	BUY
Chemical industry															
Azot (Bereznyki)	- azop	-	-	-	-	-	-	-	875.00	960.00	-	-	1,427.50	-	BUY
Akron	▲ AKRN	54.950	4.950	9.90	14.36	-28.64	8.81	135.74	42.500	127.500	88,250	2,620	136.240	147.93	BUY
Ammofos	- ammo	95.50	-	-	-12.43	-17.71	-15.86	100.02	99.00	270.00	-	861	332.20	247.85	BUY
Dorogobuzh	- DGBZ	0.5250	-	-	15.38	-38.24	16.67	111.06	0.4550	1.4000	-	433	1.1900	126.67	HOLD
Dorogobuzh, pref.	- DGBZP	0.3500	-	-	-12.50	-47.76	9.38	70.73	0.3000	0.7400	-	-	0.6400	82.86	HOLD
Kujbyshevazot	- kazt	2.8000	-	-	-1.75	-15.79	3.70	60.00	2.3400	5.0100	-	670	5.7500	105.36	BUY
Kujbyshevazot, pref.	- kaztp	1.7500	-	-	-4.11	-12.50	11.11	25.67	1.5000	2.0500	-	-	3.2800	87.43	BUY
Silvinit	- SILV	700.0	-	-	-26.32	-40.04	-20.45	64.71	700.0	2,275.0	70,000	6,891	1,417.4	102.49	REDUCE
Silvinit, pref.	- silvp	465.00	-	-	-5.58	-25.60	-28.46	61.74	400.00	1,250.00	-	-	809.90	74.17	REDUCE
Uraikali	- URKA	8.2500	-	-	25.95	-8.59	5.77	147.75	5.0000	16.0500	41,250	17,526	17.8300	116.12	ACCUMULATE
Retail Trade															
Pharmacy Network 36,6	- APTK	13.500	-	-	-30.77	-50.91	-81.51	-81.76	10.000	70.000	-	128	-	-	UNDER REVISION
GUM	- GUMM	2.2250	-	-	5.95	-12.75	8.54	2.30	1.9700	2.9500	-	134	-	-	UNDER REVISION
X5 Retail Group**	▲ FIVE	23.350	0.350	1.52	2.64	-13.55	-36.03	-23.89	19.530	38.930	11,332,148	6,178	-	-	UNDER REVISION
Seventh Continent	- SCON	25.450	-	-	1.80	-2.12	-1.74	1.29	22.750	28.500	-	1,909	-	-	UNDER REVISION
TzUM	- TZUM	4.1000	-	-	-8.89	-20.77	90.70	107.07	2.1200	6.1000	-	368	-	-	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						
Consumer Sector																
	Baltika	- PKBA	28.500	-	-	-10.94	-19.72	-41.09	-40.56	30.000	50.000	-	4,589	-	UNDER REVISION	
	Baltika, pref.	- PKBAP	21.500	-	-	-7.92	-20.37	-35.82	-30.42	25.500	31.000	-	-	-	UNDER REVISION	
	WBD	- WBDF	36.000	-	-	1.41	-21.74	-60.00	-56.10	34.000	93.000	-	1,584	-	UNDER REVISION	
	Kalina	- KLNA	23.500	-	-	-2.59	-4.08	-41.98	-32.37	22.000	39.000	-	229	-	UNDER REVISION	
	Lebedyansky	- LEKZ	84.300	-	-	0.36	2.49	-8.37	-6.07	80.000	93.500	-	1,721	-	UNDER REVISION	
Transport																
	Aeroflot	- AFLT	2.5750	-	-	5.10	-13.45	-31.33	-19.53	2.5000	4.4500	-	2,860	4.1700	61.94	HOLD
	Vostochny Port	- vopt	72.000	-	-	18.03	18.03	10.77	9.09	50.000	70.000	-	189	114.580	59.14	BUY
	Vostochny Port, pref.	- voptp	95.000	-	-	40.74	40.74	82.69	65.22	65.000	65.000	-	-	85.930	-9.55	ACCUMULATE
	FESCO	- FESH	0.9250	-	-	-2.63	-7.50	-15.53	-0.54	0.9250	1.3500	9,250	2,184	1.0500	13.51	SELL
	Murmansk Commercial Seaport	- mscp	1,025.0	-	-	-	-	20.31	-4.65	860.0	1,200.0	-	126	1,305.4	27.36	BUY
	Murmansk Commercial Seaport, pref.	- mscpp	253.50	-	-	-9.46	-11.83	-19.52	-12.59	255.00	305.00	-	-	979.00	286.19	BUY
	Novorossiysk Commercial Sea Port	- NMTP	0.0950	-	-	-15.93	-36.67	-62.00	-	0.0900	0.2650	-	1,830	0.1990	109.47	ACCUMULATE
	Novorossiysk Sea Shipping	- NOMP	3.1150	-	-	-0.34	-2.06	6.31	26.50	2.9900	3.4000	-	1,249	3.6000	15.57	BUY
	Novorossiysk Sea Shipping, pref.	- NOMPP	0.6250	-	-	-13.79	-26.47	-65.28	-53.62	0.8000	1.7400	-	-	2.7000	332.00	BUY
	FESCO	- PRIM	0.4500	-	-	-	-2.28	9.76	30.81	0.4200	0.4200	-	358	0.5610	24.67	BUY
Banks																
	VTB	- VTBR	0.0020	-	-	9.29	-34.64	-60.47	-58.85	0.0012	0.0050	97,940	13,448	-	-	-
	Sberbank	▼ SBER	1.7200	-0.0400	-2.27	-2.82	-33.33	-59.24	-57.66	1.2400	4.3800	10,498,275	38,070	4.6210	168.66	ACCUMULATE
	Sberbank, pref.	- SBERP	0.9400	-	-	6.46	-37.33	-68.67	-65.50	0.6500	2.9300	42,300	-	3.4660	268.72	ACCUMULATE
Media & IT																
	RBC	- RBCI	5.2750	-	-	-8.26	-28.47	-49.52	-34.51	5.0000	10.9000	-	738	9.8600	86.92	BUY
	CTC Media*	▼ CTCM	16.230	-0.550	-3.28	-1.22	-22.79	-46.26	-	15.180	105.040	5,137,268	2,469	32.600	100.86	BUY
Oblgaz																
	Altairgasservice	- akgs	20.000	-	-	-77.78	-83.67	-82.61	-88.24	105.000	105.000	-	2	339.430	1,597.15	BUY
	Astrakhanoblgas	- asog	3.0000	-	-	20.00	20.00	11.11	41.18	2.7000	2.7000	-	12	2.3800	-20.67	HOLD
	Belgorodoblgas	- bogz	600.00	-	-	-	-	20.00	-	700.00	700.00	-	48	3,331.71	455.28	BUY
	Bryanskoblgas	- brog	470.00	-	-	4.44	15.34	46.88	380.00	510.00	-	52	1,140.89	142.74	BUY	
	Vladimiroblgas	- vlog	770.00	-	-	-	-0.65	-47.88	27.80	800.00	1,355.00	-	35	973.74	26.46	HOLD
	Volgogradoblgas	- vlgz	400.00	-	-	-33.33	-49.04	-38.22	-	495.00	805.00	-	34	1,329.23	232.31	BUY
	Voronezhoblgas	- vogz	4.7250	-	-	-8.25	-12.09	19.77	170.77	3.6000	7.0000	-	105	12.8200	171.32	BUY
	Ivanovooblgas	- ivog	5.0000	-	-	-50.00	-75.00	-9.09	-0.20	-	-	-	4	150.7600	2,915.20	BUY
	Ivanovooblgas, pref.	- ivogp	26.000	-	-	-	-	-46.39	766.67	-	-	-	-	150.760	479.85	BUY
	Irkutskoblgas	- irog	170.00	-	-	-	-	-12.82	70.00	-	-	-	4	-	-	-
	Kalugaoblgas	- klog	699.00	-	-	-0.07	-20.11	16.50	136.55	650.00	800.00	-	21	1,286.95	84.11	BUY
	Karelgas	- klgz	-	-	-	-	-	-	-	-	-	-	-	324.27	-	BUY
	Kirovoblgas	- krog	262.50	-	-	-12.50	-15.32	20.69	38.12	-	-	-	26	705.25	168.67	BUY
	Komigaz	- kgaz	100.00	-	-	81.82	207.69	166.67	225.20	30.00	30.00	-	35	80.44	-19.56	BUY
	Komigaz, pref.	- kgazp	7.8000	-	-	-	-	-64.55	-48.00	-	-	-	-	60.3300	673.46	BUY
	Kostromaoblgas	- koog	202.50	-	-	-38.64	-46.71	-46.71	-14.01	331.00	400.00	-	11	935.74	362.09	BUY
	Krasnodarkraigas	- kgas	13.000	-	-	-	-13.33	109.68	85.71	-	-	-	27	12.110	-6.85	SELL
	Kurganoblgas	- kuog	470.00	-	-	-	-	-27.69	44.62	-	-	-	14	-	-	-
	Kurskoblgas	- krgz	450.00	-	-	-28.29	-30.77	38.46	100.00	500.00	700.00	-	40	1,184.98	163.33	BUY
	Lenoblgas	- leog	4,500.0	-	-	80.00	74.76	73.08	592.31	650.0	650.0	-	356	717.7	-84.05	HOLD
	Lipetskoblgas	- lpog	105.00	-	-	-4.55	-34.38	-16.00	-12.50	-	-	-	12	716.78	582.65	BUY
	Nizhegorodoblgas	- nnog	2.2500	-	-	-14.29	-29.69	-43.61	-17.13	2,3500	4,5000	-	63	1.8700	-16.89	HOLD
	Omskoblgas	- omog	6.500	-	-	8.33	-18.75	-	30.00	10.000	11.000	-	10	20.130	209.69	BUY
	Omskoblgas, pref.	- omogp	2.7000	-	-	-	-	-32.50	-10.00	-	-	-	-	11.5500	327.78	BUY
	Oreloblgas	- orgz	430.00	-	-	-	-2.82	14.67	186.67	-	-	-	16	512.18	19.11	BUY
	Orenburgoblgas	- orog	1,750.0	-	-	-7.89	-11.39	81.35	155.47	1,000.0	2,250.0	-	134	2,855.8	63.19	HOLD
	Pensagasifikatsiya	- pgzf	-	-	-	-	-	-	-	-	-	-	-	869.49	-	BUY
	Rostovoblgas	- rtbg	675.00	-	-	-	-10.00	12.50	61.68	625.00	900.00	-	90	1,529.82	126.64	BUY
	Rostovoblgas, pref.	- rtbgp	410.00	-	-	-	-5.75	-12.77	36.67	400.00	460.00	-	-	1,529.82	273.13	BUY
	Ryazanoblgas	- rzog	5,6250	-	-	2.27	-2.17	-45.65	-29.69	-	-	-	27	5,9200	5.24	HOLD
	Samaragaz	- sagz	97.750	-	-	-0.05	77.73	76.92	93.56	45.500	45.500	-	11	289.840	196.51	BUY
	Saratovoblgas	- srog	10.000	-	-	-16.67	-32.20	23.08	89.57	7.750	25.000	-	37	50.010	400.10	BUY
	Sibirgasservice	- sbsg	8.5500	-	-	-	-	13.25	71.00	-	-	-	39	-	-	-
	Smolenskoblgas	- smog	148.50	-	-	-	-	68.75	212.63	81.50	185.00	-	60	332.44	123.87	BUY
	Stavropolkraigas	- stkg	550.00	-	-	-	33.33	-42.41	-	425.00	575.00	-	66	81.59	-85.17	SELL
	Stavropolkraigas, pref.	- stkgp	265.00	-	-	6.00	-3.64	-55.83	-	280.00	400.00	-	-	81.59	-69.21	SELL
	Tambovoblgas	- togz	59.500	-	-	-	-14.39	70.00	211.11	29.000	59.000	-	51	81.290	36.62	BUY
	Tveroblgas	- tveo	182.50	-	-	-	-9.88	-33.15	14.06	225.00	246.00	-	33	236.31	29.48	HOLD
	Tulaoblgas	- tuog	350.50	-	-	-7.76	-22.88	29.81	250.41	180.00	705.00	-	56	1,106.23	215.61	BUY
	Chitaoblgas	- chog	125.00	-	-	-	-	127.27	-	-	-	-	9	-	-	-
	Yaroslavlbgas	- yrog	330.00	-	-	-	1.54	26.92	164.00	250.00	260.00	-	23	503.81	52.67	BUY
Services companys																
	Giprospekgaz	- gsgz	975.00	-	-	2.63	-31.98	-58.51	-2.50	1,100.00	1,850.00	-	40	7,463.00	665.44	BUY
	Giprospekgaz, pref.	- gsgzp	425.00	-	-	-4.49	-32.00	-67.92	-32.00	800.00	800.00	-	-	5,970.00	1,304.71	BUY
	Spetsgazremstroy	- sgrs	133.00	-	-	-	-19.88	-63.06	-26.72	344.00	425.00	-	71	741.25	457.33	BUY
	Spetsgazremstroy, pref.	- sgrsp	81.000	-	-	45.95	0.62	-56.80	-37.21	120.000	255.000	-	-	555.940	586.35	BUY
Services companys																
	Belgorodasbestocement	- belc	200.00	-	-	-	-	400.00	-	-	-	-	20	588.48	194.24	SPECULATIVE BUY
	Strojpolimerkeramika	- spke	35.000	-	-	-	-	125.81	128.01	-	-	-	70	79.940	128.40	BUY
	Strojpolimerkeramika, pref.	- spkep	16.500	-	-	-	-	45.37	45.37	8.000	8.000	-	-	27.980	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	0.7	-	-1.17	-	6,471	-
AFK Sistema	KO71 GR	AFKS	20,00	Frankfurt	20.259	1.316	1.0	0.7	-	6.95	-	114	-
Aeroflot	AETG GR	AFLT	100	Frankfurt	288.505	30.645	2.885	2.500	-	11.88	-	-	-
Wimm-Bill-Dann	WBD LI	WBDF	1	London	16.000	-	16.000	34.000	-	-	-	207	-
Wimm-Bill-Dann	WBD US	WBDF	1	New York	65.940	-1.620	65.940	34.000	-	-2.40	-	10,334	-
Wimm-Bill-Dann	WBPA GR	WBDF	1	Frankfurt	66.450	-3.345	66.450	34.000	-	-4.79	-	16	-
Volgaelcom	NZH GR	NNSI	2	Frankfurt	3.683	-0.062	1.842	1.900	-	-1.65	-	-	-
Vimpelcom	VIP US	VIMP	1/4	New York	21.640	-1.660	432.80	420.00	-	-7.12	-	92,635	-
Vimpelcom	VIP GR	VIMP	1/4	Frankfurt	21.762	-0.855	435.24	420.00	-	-3.78	-	101	-
Gazprom	OGZD LI	GAZP	4	London	33.400	0.750	8.350	8.300	0.01	2.30	-0.01	490,797	4,959
Gazprom	OGZPY US	GAZP	4	New York	32.750	-2.900	8.188	8.300	-	-8.13	-0.01	-	4,959
Gazprom	GAZ GR	GAZP	4	Frankfurt	33.593	0.461	8.398	8.300	0.01	1.39	-0.01	4,924	4,959
Golden Telecom	GLDN US	GLDN	1	New York	105.020	-	105.020	-	-	-	-	-	-
Golden Telecom	G77 GR	GLDN	1	Frankfurt	103.873	-	103.873	-	-	-	-	-	-
EvrazHolding	EVR LI	-	1/3	London	58.500	-6.500	175.500	-	-	-10.00	-	51,061	-
EvrazHolding	HK1A GR	-	1/3	Frankfurt	60.115	-2.550	180.344	-	-	-4.07	-	39	-
Irkutskenergo	IKSGY US	IRGZ	50	New York	-	-	-	0.550	-	-	-	-	-
Irkutskenergo	IRK GR	IRGZ	50	Frankfurt	-	-	-	0.550	-	-	-	-	-
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	68.600	1.000	68.600	67.900	0.01	1.48	-0.03	305,371	975
LUKOIL	LUKOY US	LKOH	1	New York	68.450	-7.150	68.450	67.900	-	-9.46	-0.03	-	975
LUKOIL	LUK GR	LKOH	1	Frankfurt	68.660	0.738	68.660	67.900	0.01	1.09	-0.03	2,060	975
MCTN	MOW GR	MGTS	1	Frankfurt	19.891	0.443	19.891	31.500	-	2.28	-	-	-
Mechel	MTL US	MTLR	3	New York	21.220	0.390	7.073	25.750	-0.73	1.87	-0.73	138,296	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	5.894	0.203	0.059	0.220	-	3.57	-	318	-
MTS	MBDL LI	MTSS	5	London	-	-	-	8.950	-	-	-	-	231
MTS	MBT US	MTSS	5	New York	-	-	-	8.950	-	-	-	-	231
MTS	MKY GR	MTSS	5	Frankfurt	63.533	-1.869	12.707	8.950	0.42	-2.86	-	13	231
Nizhnekamskneftekhim	QAO GR	NKNC	10	Frankfurt	3.978	-0.055	0.398	0.400	-	-1.37	-	6	-
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	13.590	-0.250	13.59	137.00	-0.90	-1.81	0.02	87,102	1,837
Norilsk Nickel	NILSY US	GMKN	1	New York	13.550	-4.150	13.55	137.00	-	-23.45	0.02	-	1,837
Norilsk Nickel	NNIA GR	GMKN	1	Frankfurt	13.555	-0.274	13.56	137.00	-0.90	-1.98	0.02	310	1,837
UHM	UHM GR	OMZZ	1	Frankfurt	5.378	0.048	5.378	8.750	-	0.90	-	-	-
Pyaterochka	FIVE LI	-	1/4	London	23.350	0.350	93.400	-	-	1.52	-	11,332	-
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	7.800	-	-	-0.28	-	78
Rostelekom	ROS US	RTKM	6	New York	-	-	-	7.800	-	-	-0.28	-	78
Rostelekom	RTL GR	RTKM	6	Frankfurt	48.622	6.673	8.104	7.800	0.04	15.91	-0.28	101	78
Seversky pipe plant	SVY GR	SVTZ	10	Frankfurt	103.138	5.180	10.314	14.500	-	5.29	-	5	-
Gazprom Neft	GAZ LI	SIBN	5	London	22.510	0.510	4.502	4.300	-	2.32	-	3,835	-
Gazprom Neft	GZPFY US	SIBN	5	New York	32.250	-	6.450	4.300	-	-	-	-	-
Gazprom Neft	SCF GR	SIBN	5	Frankfurt	24.164	2.080	4.833	4.300	-	9.42	-	634	-
Surgutneftegas	SGGD LI	SNGS	50	London	6.050	0.850	0.121	0.608	-0.80	16.35	0.03	70,170	976
Surgutneftegas	SGTZY US	SNGS	50	New York	-	-	-	0.608	-	-	0.03	-	976
Surgutneftegas	SGN GR	SNGS	50	Frankfurt	5.894	0.362	0.118	0.608	-0.81	6.54	0.03	305	976
Tatneft	ATAD LI	TATN	20	London	82.000	7.000	4.100	3.300	-	9.33	-	31,415	-
Tatneft	TNT US	TATN	20	New York	-	-	-	3.300	-	-	-	-	-
Tatneft	TTFA GR	TATN	20	Frankfurt	96.244	-0.314	4.812	3.300	-	-0.32	-	324	-
Tyumenaviatrans	UTARY US	TMAT	100	New York	40.000	-	0.400	0.538	-	-	-	-	-
Tyumenaviatrans	TYV GR	TMAT	100	Frankfurt	33.888	5.077	0.339	0.538	-	17.62	-	-	-
Tsum	THT GR	TZUM	20	Frankfurt	81.037	-5.397	4.052	2.000	-	-6.24	-	-	-
STC	KUE GR	KUBN	50	Frankfurt	8.229	0.353	0.165	0.135	-	4.49	-	-	-

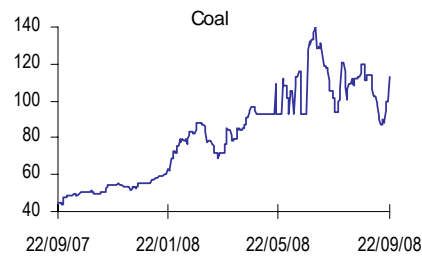
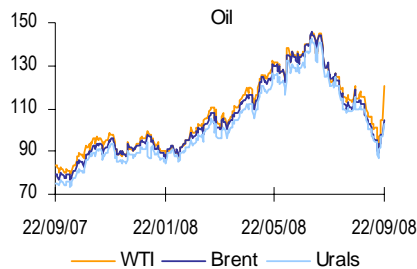
Source: Bloomberg, Estimation: Veles Capital

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	▲	104.78	5.66	5.71	15.83	-7.64	9.26	32.18	-0.74	147.59
Brent, USD / bbl	▲	104.11	6.21	6.34	15.91	-7.84	10.89	31.97	85.05	147.21
Urals, USD / bbl	▲	102.69	5.57	5.74	16.11	-6.02	12.50	36.30	-3.32	142.94
WTI, USD / bbl	▲	120.92	16.37	15.66	26.34	5.85	25.96	44.95	86.47	146.30
Brent-Urals	▲	1.42	0.64	82.05	2.90	-61.62	-45.59	-60.00	-2.01	9.94
Coal, USD / ton	▲	113.25	13.75	13.82	26.18	-5.23	104.05	154.49	55.50	142.85

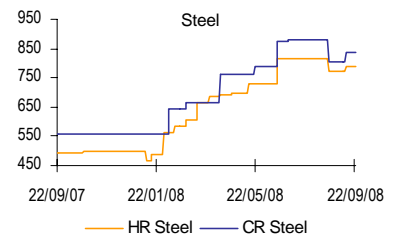
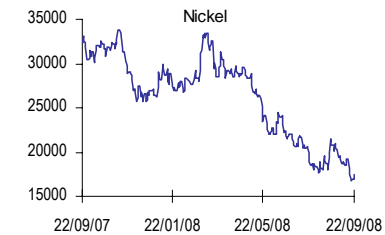
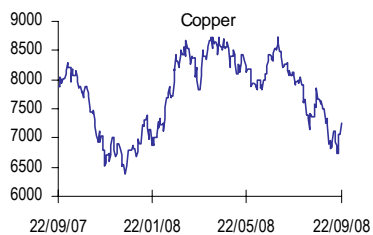
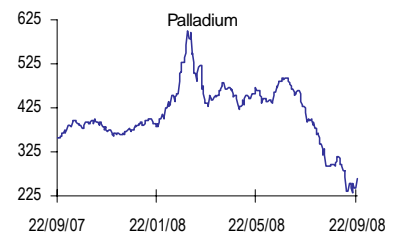
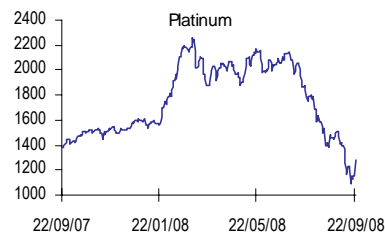
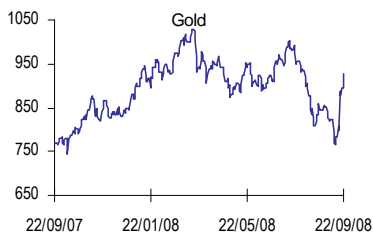
Source: Bloomberg, Estimation: Veles Capital



Prices of metals

		Close, USD	Change, USD	Change, %					Current year, USD	
				day	week	month	from Jan 1	year	min	max
Gold, USD / ounce	▲	925.70	30.32	3.39	14.67	9.69	6.23	20.48	763.64	1,027.52
Silver, USD / ounce	▲	13.88	0.90	6.91	21.61	1.16	-10.25	-2.32	10.72	21.42
Platinum, USD / ounce	▲	1,277.35	122.04	10.56	6.49	-12.50	-19.71	-7.63	1,088.95	2,257.73
Palladium, USD / ounce	▲	264.58	22.09	9.11	8.88	-10.26	-31.91	-25.94	231.19	598.39
Aluminum, USD / ton	▲	2,548.00	13.00	0.51	-0.74	-8.67	5.77	5.86	2,409.00	3,317.00
Copper, USD / ton	▲	7,250.00	190.00	2.69	4.62	-5.35	8.61	-8.05	6,675.00	8,730.00
Nickel, USD / ton	▲	17,475.00	525.00	3.10	-3.48	-16.19	-33.56	-45.90	16,750.00	33,400.00
Lead, USD / ton	▲	1,990.00	90.00	4.74	7.57	5.85	-21.96	-40.76	1,568.00	3,420.00
Tin, USD / ton	▲	17,650.00	700.00	4.13	-6.61	-15.55	7.46	15.36	16,025.00	25,300.00
Zink, USD / ton	▲	1,840.00	61.00	3.43	4.43	0.55	-22.36	-36.09	1,615.00	2,830.00
Titanium, USD / ton	-	4,144.69	-	-	-	-	-7.39	27.03	4,144.69	5,511.56
HR Steel, USD / ton	-	790.00	-	-	-	1.94	58.00	59.60	465.00	815.00
CR Steel, USD / ton	-	835.00	-	-	-	3.73	49.11	49.11	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	▲	1,309.50	13.59	1.05	2.50	-23.04	-42.83	-35.37	1,058.84	2,498.10
MICEX Index	▲	1,105.73	6.78	0.62	3.59	-19.57	-41.46	-35.90	789.19	1,966.32
Technical RTS Index	▲	2,008.57	22.66	1.14	6.57	-19.45	-36.41	-28.03	1,405.26	3,730.73
MSCI Russia	▼	885.81	-1.31	-0.15	4.83	-18.10	-42.34	-31.03	680.83	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 ▼	11,015.69	-372.75	-3.27	0.90	-5.27	-16.96	-20.29	10,459.44	13,279.54
NASDAQ	USA ▼	2,178.98	-94.92	-4.17	-0.04	-9.76	-17.85	-18.43	2,070.22	2,661.50
FTSE 100	Great Britain ▼	5,236.26	-75.04	-1.41	0.62	-4.89	-18.90	-18.90	4,857.10	6,534.70
Nikkei 225	Japan ▲	12,090.59	169.73	1.42	-1.02	-4.54	-21.02	-25.88	11,301.46	15,413.37
S&P 500	USA ▼	1,207.09	-47.99	-3.82	1.21	-6.59	-17.79	-20.89	1,133.50	1,471.77
AEX	Netherlands ▼	375.19	-6.64	-1.74	-2.56	-8.08	-27.26	-31.11	349.76	518.27
OMX	Sweden ▼	836.43	-15.29	-1.80	1.68	-3.31	-22.66	-31.02	772.75	1,081.44
DAX	Germany ▼	6,107.75	-81.78	-1.32	0.72	-3.70	-24.29	-21.64	5,812.77	8,100.64
MIB 30	Italy ▼	27,921.00	-468.00	-1.65	0.11	-3.29	-28.20	-30.86	26,092.00	38,885.00
CAC 40	France ▼	4,223.51	-101.36	-2.34	1.31	-4.02	-24.77	-25.91	3,926.82	5,665.94
SMI	Switzerland ▼	6,887.39	-137.78	-1.96	-0.75	-2.91	-18.82	-22.59	6,422.85	8,571.76
ASX 200	Australia ▲	5,020.50	216.40	4.50	4.21	1.81	-20.81	-21.04	4,527.40	6,385.70
Bloomberg European 500	▼	193.56	-3.72	-1.89	0.42	-4.70	-49.21	-48.89	182.06	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	▲	854.48	8.92	1.05	3.53	-10.64	-31.42	-26.41	745.71	1,252.59
Europe										
ASE	Greece ▼	3,175.54	-33.72	-1.05	6.10	-3.67	-38.68	-36.44	2,881.09	5,207.44
WSE WIG	Poland ▼	38,277.87	-83.12	-0.22	1.52	-5.28	-31.21	-38.52	35,688.47	56,066.82
PFTS	Ukraine ▲	398.56	51.46	14.83	-2.60	-32.72	-66.05	-59.44	347.10	1,208.61
BUX	Hungary ▼	18,860.65	-201.69	-1.06	-1.89	-8.22	-28.11	-31.16	17,289.35	26,242.90
PX	Czech Republic ▼	1,309.90	-6.30	-0.48	5.91	-10.00	-27.83	-26.98	1,137.20	1,819.50
TA-100	Israel ▲	799.27	40.99	5.41	-4.85	-14.37	-31.31	-25.49	740.76	1,167.04
XU 100	Turkey ▼	36,183.62	-186.54	-0.51	3.14	-11.52	-34.85	-32.85	30,971.24	55,281.66
Asia and Africa										
HSI	Hong Kong ▲	19,632.20	304.47	1.58	1.44	-3.73	-29.41	-24.04	16,283.72	27,853.60
SENSEX	India ▼	13,994.96	-47.36	-0.34	3.43	-2.82	-31.06	-15.51	12,514.99	21,206.77
JALSH	SAR ▲	25,893.43	491.32	1.93	0.98	-4.67	-10.58	-12.84	23,988.99	33,309.82
JCI	Indonesia ▲	1,897.34	5.61	0.30	10.36	-10.52	-30.90	-18.76	1,592.24	2,838.48
KOSPI	South Korea ▲	1,460.34	4.56	0.31	-1.19	-2.44	-23.02	-23.91	1,366.88	1,901.13
SHCOMP	China ▲	2,236.41	161.32	7.77	7.54	-7.02	-57.50	-59.00	1,802.33	5,522.78
America										
MEXBOL	Mexico ▼	25,131.91	-569.12	-2.21	2.09	-6.49	-14.91	-17.82	23,181.74	32,292.92
IBOV	Brazil ▼	51,540.58	-1,514.80	-2.86	6.45	-7.72	-19.32	-10.83	45,294.81	73,920.38
IPSA	Chile ▲	2,743.44	54.59	2.03	-2.32	-5.15	-10.11	-14.81	2,369.06	3,113.93
IBVC	Venezuela ▼	38,562.21	-413.07	-1.06	-2.22	-2.90	1.74	2.73	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.

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