

# Daily review

September 29, 2008

## Trader's view

There were several factors, which provided a negative influence on Russian stock market on Friday. A bankruptcy of Washington Mutual (WaMu), delays in implementation of stabilizing measures by USA Congress and negative dynamics of oil prices led to a fall of RTS, forming below 1300 points. Moreover, a repeal of short sales ban by FFMS caused a negative effect and made the trades more volatile. The strongest damage lay on banking and oil and gas sectors. A fall of Sberbank's stocks was the most significant, which formed more than -4%, VTB (-2%). The shares of LUKOIL, Gazprom and Surgutneftegas decreased by 2-3%. The market was supported by securities of Polyus Gold, Norilsk Nickel and NLMK. Suleyman Kerimov's offer to purchase Potanin's stake in Polyus Gold provided a sound effect on company's shares (+18.7%). Norilsk Nickel's stocks added +3.52%.

## Main events

**Gazprom corrected investment program.**

Gazprom's investment program for years 2009-2011 will form more than 1 trn RUR per year, said Alexander Ananenko, deputy chairman of the board to journalists on Friday.

## Other news

**Russian oil companies will work in Venezuela.**

On Friday Ministry of Energy of the Russian Federation and Venezuela signed Orenburg memorandum of understanding, concerning the establishment of Russian-Venezuela oil and gas consortium and development of special intergovernmental agreement, regulating countries' cooperation in oil and gas sector.

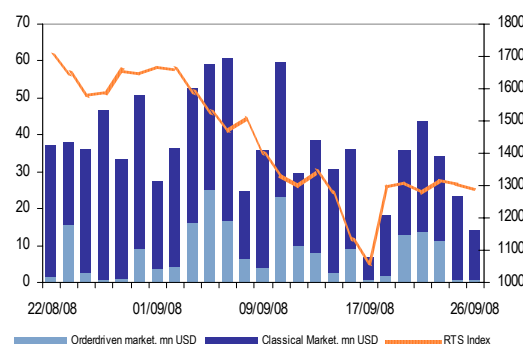
## Market estimates

### Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	year
RTS Index	1,285.47	-19.52	-1.50	-0.81	-19.10	-37.72
MICEX Index	1,079.04	-16.47	-1.50	-1.81	-17.16	-38.53
USD / RUR	25.0473	-0.01	-0.06	-1.20	1.58	0.29
EUR / RUR	36.5942	0.03	0.07	0.15	1.11	3.68
EUR / USD	1.4607	0.00	0.21	1.40	-0.50	3.25
Dow Jones Index	11,143.13	121.07	1.10	-2.15	-3.12	-19.91
NASDAQ	2,183.34	-3.23	-0.15	-3.98	-8.36	-19.42
FTSE 100	5,088.47	-108.55	-2.09	-4.20	-7.95	-21.55
Nikkei 225	11,893.16	-113.37	-0.94	-0.23	-6.74	-29.34
MSCI EM	823.69	-14.60	-1.74	-2.59	-13.64	-31.52

Source: Bloomberg, Estimation: Veles Capital

### RTS index vs. trade volume



### Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	102.03	-0.82	-0.80	4.22	-10.52	27.83
Urals, USD / bbl	100.19	-1.36	-1.34	3.16	-10.07	30.56
Gold, USD / ounce	906.17	-2.37	-0.26	1.20	6.89	17.40
Palladium, USD / ounce	232.22	-15.91	-6.41	-4.24	-22.60	-35.85
Copper, USD / ton	6,775	-155	-2.24	-4.04	-11.44	-15.52
Nickel, USD / ton	17,000	-75	-0.44	0.29	-19.05	-46.54

Source: Bloomberg, Estimation: Veles Capital

### Russian share quotes

	Close, USD	Change, USD	Change, %			
			day	week	month	year
VTB	0.002	-	-	4.00	-22.10	-57.55
Polyus-Gold	25.70	-	-	60.62	-17.10	-41.59
NorNickel	145.00	3.000	2.11	8.21	-26.40	-43.80
Rostelecom	7.625	-	-	-7.29	-31.61	-27.52
MTS	8.950	-	-	-	-8.67	-21.49
Sberbank	1.760	-0.060	-3.30	-	-22.81	-56.54
LUKOIL	62.70	-1.600	-2.49	-10.43	-8.06	-23.16
Gazprom Neft	4.000	-	-	-	-15.79	-
Surgutneftegas	0.555	-0.005	-0.89	-6.09	-19.57	-59.25
Gazprom	8.270	-0.160	-1.90	-1.55	-12.02	-24.47
Tatneft	4.150	-	1.22	3.11	-19.73	-24.55
Rosneft	7.460	0.110	1.50	2.19	-3.12	-12.65

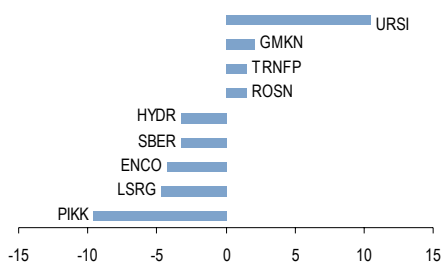
Source: RTS web page, Estimation: Veles Capital

### Veles Management MC Unit investment trusts

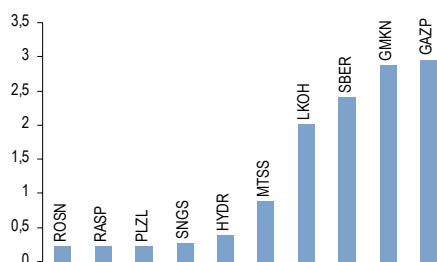
	Net asset value, RUR	Share price, RUR	Change, %			Since interest per annum formation, %
			day	month	year	
VELES Capital	8,079,247	-	-1.13	-14.15	-26.12	-7.54
VELES Capital - Selected Shares	6,415,556	596.45	-1.63	-18.65	-38.14	-21.76
VELES Capital - Bonds	27,407,064	950.82	-0.06	-5.12	-	-8.01

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	1,273.4	1,400.0
2	1,258.3	1,437.5
3	1,200.0	1,453.0

## Trader's view

There were several factors, which provided a negative influence on Russian stock market on Friday. A bankruptcy of Washington Mutual (WaMu), delays in implementation of stabilizing measures by USA Congress and negative dynamics of oil prices led to a fall of RTS, forming below 1300 points. Moreover, a repeal of short sales ban by FFMS caused a negative effect and made the trades more volatile. The strongest damage lay on banking and oil and gas sectors. A fall of Sberbank's stocks was the most significant, which formed more than -4%, VTB (-2%). The shares of LUKOIL, Gazprom and Surgutneftegas decreased by 2-3%. The market was supported by securities of Polyus Gold, Norilsk Nickel and NLMK. Suleyman Kerimov's offer to purchase Potanin's stake in Polyus Gold provided a sound effect on company's shares (+18.7%). Norilsk Nickel's stocks added +3.52%.

RTS decreased to 1285.47 points (-1.5%). Friday's worst influence over the indicator has been sprayed by stocks of Sberbank (-4.95%), LUKOIL (-2.8%) and Gazprom (-2.37%). The top support of the market has been provided by stocks of Polyus Gold (+18.7%), Norilsk Nickel (+3.52%) and NLMK (+4.5%).

Classic market's turnover on Friday has totaled 13.5 mn USD. Top turnovers list was manned by stocks of Gazprom (3.0 mn USD), Norilsk Nickel (2.9 mn USD) and Sberbank (2.4 mn USD).

Today we do not exclude that a kickback of RTS could take place. It can be boosted by favorable external conditions. Among them could be: an implementation of stabilizing plan by USA Congress, supporting USA indices. However, taking into account unstable conditions, market turnovers could be low.

RTS index support and resistance levels



## Oil & Gas

### Russian oil companies will work in Venezuela.

On Friday Ministry of Energy of the Russian Federation and Venezuela signed Orenburg memorandum of understanding, concerning the establishment of Russian-Venezuela oil and gas consortium and development of special intergovernmental agreement, regulating countries' cooperation in oil and gas sector.

Sergei Shmatko, the head of Ministry of Energy of RF, who signed the memorandum, also noted that the project of intergovernmental agreement will include the establishment of Russian-Venezuela oil and gas consortium, with participation of Petroleos de Venezuela S.A., state oil company of Venezuela and a number of large companies of RF. According to Shmatko, there will be 5 Russian companies: Gazprom, Rosneft, TNK-BP, Surgutneftegas and LUKOIL. The project of the given agreement should be prepared until October 2008, with further approval by the governments of the countries.

According Shmatko, shares of Russia and Venezuela will be equal. The blocking stake will be belonged to Petroleos de Venezuela S.A. The minister also said that such consortium is a real possibility to establish another large player. The consortium's activity can be start in spring 2009. Shmatko estimated Russian investments, forming tens of billions USD.

In our opinion, such cooperation could be beneficial for Russian oil companies. Let us remind you that recently Venezuela "declined the services" of largest transnational companies. Moreover, state oil company of Venezuela has a lack of investments and operating opportunities in the current time. That is why, Venezuela is required a sort of oil and gas allies – Russian oil companies. Russian companies have a number of opportunities to expand their international presence, increase extraction rates, operate at new markets and replace weakening global oil companies. We see the news, concerning Russia and Venezuela cooperation, as positive.

*Dmitry Lyutyagin*  
*DLyutyagin@veles-capital.ru*

*Company profile*

Last price, USD	8.270
Market capitalization, mn USD	195,780
Ticker	GAZP
Fair value, USD	20.20
Undervaluation, Overvaluation %	144.26
Recommendation:	<b>BUY</b>

**Oil & Gas****Gazprom****Gazprom corrected investment program.**

Gazprom's investment program for years 2009-2011 will form more than 1 trn RUR per year, said Alexander Ananenko, deputy chairman of the board to journalists on Friday.

Gazprom's investment program significantly grows. Over the current year company's investment program formed about 850 bn RUR. Gazprom plans that over year 2009 the investments can total about 1 trn RUR. Over year 2010, company's investment program could be more significant, forming 1.3 trn RUR. Then the investment will be decreased, but not lower than 1 trn RUR.

Ananenko mentioned that increased investment program is connected to exploration works in Yamal Region. According to his opinion, Yamal gas transition system could increase reliability of the whole Russian gas transition system. After its launch, Gazprom can conduct reconstruction and capital repair works in full volume of Central and South gas transition systems, i.e. a part of work load capacity could be transferred to Arctic-Yamal gas transition system.

The expanding investment program will have a negative influence on Gazprom's capitalization in mid-term prospect, i.e. it is decreasing company's free cash flow. However, in long-term prospect, it will give company's shareholders a large number of benefits. It will connect to the fact that infrastructure development and preparative works for launch of new deposits (over next 4-5 years) will lead to a growth of extraction rate and a fall of operating costs of gas transition system. That is why, we think that increasing investment program can have a sound influence on company's business (if only invested money will exceed capital expenses), but we see the given news as negative for shareholders in short-term and mid-term prospects.

*Dmitry Lyutyagin*  
*DLyutyagin@veles-capital.ru*

## Trade results

	Ticker	Price, USD	Change, USD	Change, %					Current year, USD		Volume, USD	MCAP, mn USD	Fair price, USD	Potential, %	Recommendation		
				day	week	month	from Jan 1	year	min	max							
<b>Oil and Gas</b>																	
	Bashneft	-	BANE	12.500	-	-	-13.79	-9.42	-24.92	-7.06	11.000	18.750	-	2,352	-	-	HOLD
	Bashneft, pref.	-	BANEP	6.5000	-	-	-15.86	-29.35	-40.77	-35.00	7.2000	12.1000	-	-	-	-	HOLD
	Gazprom	▼	GAZP	8.2700	-0.1600	-1.90	-1.55	-12.02	-41.31	-24.47	6.2000	15.6500	2,958,700	195,780	20,2000	144.26	BUY
	Gazprom Neft	-	SIBN	4.0000	-	-	-	-15.79	-37.01	-	4.6900	8.1000	-	18,965	8.8800	122.00	ACCUMULATE
	LUKOIL	▼	LKOH	62.700	-1.600	-2.49	-10.43	-8.06	-27.93	-23.16	55.000	113.200	2,010,245	53,330	129,630	106.75	BUY
	NOVATEK	-	NVTK	5.6000	-	-	21.74	-18.84	-25.33	8.42	5.4000	9.1500	-	17,003	12,0500	115.18	BUY
	RITEK	-	RITK	5.8000	-	-	-	-22.67	-42.86	-46.05	6.0000	9.9000	-	840	-	-	-
	Rosneft	▲	ROSN	7.4600	0.1100	1.50	2.19	-3.12	-22.03	-12.65	5.4500	12.2000	224,100	79,062	15,1100	102.55	BUY
	Surgutneftegas	▼	SNGS	0.5550	-0.0050	-0.89	-6.09	-19.57	-55.24	-59.25	0.4100	1.2980	273,500	22,073	-	-	UNDER REVISION
	Surgutneftegas, pref.	-	SNGSP	0.2915	-	-	-2.83	-14.58	-55.02	-55.50	0.2100	0.6480	-	-	-	-	UNDER REVISION
	Tatneft	-	TATN	4.1500	-	-	3.11	-19.73	-31.40	-24.55	3.3000	8.0100	-	9,362	8.8688	109.32	BUY
	Tatneft, pref.	-	TATNP	2.1750	-	-	8.75	-16.35	-41.22	-25.26	2.0000	3.8300	-	-	4.4480	104.51	BUY
	TNK-BP Holding	▲	tnbp	1.4500	0.0200	1.40	0.69	-13.69	-34.98	-29.61	1.3700	2.2190	25,375	23,574	2.5950	78.97	BUY
	TNK-BP Holding, pref.	-	tnbpp	1.3250	-	-	6.00	1.15	-30.26	-24.29	1.3000	1.8500	-	-	2.3410	76.68	BUY
	Transneft, pref.	▲	TRNFP	650.00	10.00	1.56	18.18	-26.97	-67.42	-63.28	420.00	2,007.00	65,000	4,043	2,275.00	250.00	BUY
<b>Energy</b>																	
	Bashkirenergo	-	BEGY	0.9750	-	-	-11.36	-28.57	-54.01	-53.57	0.9500	2.1000	-	1,060	-	-	-
	Bashkirenergo, pref.	-	BEGYP	0.8750	-	-	-	-39.66	-26.47	-27.69	1.0500	1.1750	-	-	-	-	-
	Hydro-WGC	▼	HYDR	0.0324	-0.0011	-3.28	-6.09	-44.62	-	-	0.0318	0.0930	390,522	6,346	-	-	-
	Inter RAO UES	-	IRAO	0.0005	-	-	-2.04	-21.31	-	-	0.0004	0.0008	-	622	-	-	-
	Irkutskenergo	-	IRGZ	0.5300	-	-	6.00	-13.82	-55.46	-41.57	0.5500	1.1510	-	2,526	-	-	-
	WGC-1	-	OGKA	0.0275	-	-	-8.33	-45.00	-77.64	-71.65	0.0285	0.1225	-	1,228	0.1530	456.36	BUY
	WGC-2	-	OGKB	0.0190	-	-	-9.52	-57.78	-87.66	-87.94	0.0195	0.1500	-	622	0.2387	1,156.32	BUY
	WGC-3	-	OGKC	0.0280	-	-	-12.50	-56.92	-81.36	-80.56	0.0290	0.1450	-	1,330	0.1651	489.64	ACCUMULATE
	WGC-4	-	OGKD	0.0425	-	-	-14.86	-24.78	-68.05	-66.43	0.0420	0.1335	-	2,678	0.1977	365.18	BUY
	WGC-5	-	OGKE	0.0690	-	-	-4.83	-31.00	-60.62	-55.34	0.0685	0.1795	-	2,441	0.2046	196.52	BUY
	WGC-6	-	OGKF	0.0190	-	-	-13.64	-47.95	-85.04	-85.50	0.0200	0.1250	-	613	0.0932	390.53	BUY
	TGC-1	-	TGKA	0.0003	-	-	-14.29	-50.00	-77.01	-76.65	0.0003	0.0014	21,935	1,155	0.0020	566.67	BUY
	TGC-2	-	TGKB	0.0009	-	-	-3.76	-8.67	-10.50	-3.76	0.0008	0.0012	-	1,311	0.0015	67.60	BUY
	TGC-2, pref.	-	TGKBP	0.0005	-	-	-	-34.64	-25.93	-	0.0004	0.0004	-	-	0.0011	120.00	BUY
	TGC-3 (Mosenergo)	-	MSNG	0.0602	-	-	13.68	-39.75	-74.68	-75.90	0.0530	0.2460	-	2,395	-	-	REDUCE
	TGC-4	-	TGKD	0.0010	-	-	7.91	-9.48	-22.98	-6.37	0.0010	0.0012	-	1,851	-	-	-
	TGC-4, pref.	-	TGKDP	0.0004	-	-	-11.11	-44.44	-38.46	-	0.0005	0.0006	-	-	-	-	-
	TGC-5	-	TGKE	0.0003	-	-	-32.89	-47.96	-71.82	-77.23	0.0003	0.0010	-	314	0.0012	370.59	BUY
	TGC-6	-	TGKF	0.0004	-	-	75.00	-47.76	-69.43	-65.00	0.0002	0.0012	-	651	0.0009	157.14	REDUCE
	TGC-7	-	TGKG	0.0250	-	-	-56.52	-54.55	-77.06	-76.53	0.0200	0.1095	-	749	-	-	-
	TGC-8	-	TGKH	0.0014	-	-	14.00	-6.86	1.79	29.55	0.0013	0.0017	-	2,938	0.0009	-36.84	SELL
	TGC-9	-	TGKI	0.0001	-	-	5.26	-33.33	-68.75	-63.64	0.0001	0.0003	-	782	-	-	-
	TGC-10	-	TGKJ	1.7250	-	-	-56.88	-61.71	-57.82	-58.18	2.9000	4.6100	-	1,516	-	-	-
	TGC-11	-	TGKK	0.0004	-	-	-36.44	-38.52	-76.85	-	0.0006	0.0016	-	192	-	-	-
	TGC-12 (Kuzbasenergo)	-	KZBE	0.0048	-	-	-12.73	-55.35	-82.55	-83.73	0.0045	0.0281	-	339	-	-	-
	TGC-13	-	TGKM	0.0037	-	-	37.04	-23.71	-64.98	-60.85	0.0030	0.0102	-	589	-	-	-
	TGC-14	-	TGKN	0.0002	-	-	-66.67	-52.38	-41.18	-41.18	0.0002	0.0003	-	156	-	-	-
	FGC UES	-	FEES	0.0072	-	-	5.88	-40.50	-	-	0.0051	0.0158	14,400	3,430	-	-	-
<b>Nonferrous metallurgy</b>																	
	BMSK	-	bmsk	2.0500	-	-	-23.36	-16.33	-22.64	-	1.6850	3.5000	-	11	4.5900	123.90	SPECULATIVE BUY
	BMSK, pref.	-	bmskp	2.0000	-	-	37.93	-6.98	-17.53	-	0.9500	0.9500	-	-	3.4400	72.00	HOLD
	VSMPO	▼	VSMO	111.00	-3.00	-2.63	0.91	-15.91	-63.25	-61.56	111.00	314.00	30,858	1,280	-	-	HOLD
	Norisk Nickel	▲	GMKN	145.00	3.00	2.11	8.21	-26.40	-45.28	-43.80	113.00	316.50	2,871,767	27,641	314.68	117.02	BUY
	Safiyanovskaya med	-	sfmd	3.0000	-	-	-25.00	-42.86	-67.57	-66.67	3.0000	7.0000	-	6	4.7300	57.67	SELL
	Sredneuralsky MPZ	-	sumz	10.500	-	-	2.94	-10.83	-43.47	-49.41	14.000	18.400	-	53	36.550	248.10	SPECULATIVE BUY
	Uralkhromed	-	uelm	61.500	-	-	-30.51	-45.86	-34.71	-	69.500	121.000	-	312	126.380	105.50	ACCUMULATE
	Ufaleynickel	-	ufal	6.0050	-	-	26.29	26.29	-22.52	-35.08	7.5000	7.5000	-	162	6.6300	10.41	REDUCE
	Chelyabinsk Zink Plant	-	CHZN	3.5000	-	-	-12.50	-30.00	-68.82	-97.49	3.2500	12.1500	-	190	-	-	UNDER REVISION
	Yuzhuralnickel	▼	unkl	400.00	-50.00	-11.11	10.34	-38.93	-71.43	-70.70	400.00	1,300.00	4,000	240	463.39	15.85	ACCUMULATE
	Electrozinc	-	elzt	42.900	-	-	20.85	-36.66	-	-	45.690	110.000	-	60	-	-	-
<b>Ferrous metallurgy (Steel)</b>																	
	Ashinsky Metallurgy Plant	-	AMEZ	0.3700	-	-	-11.90	-30.84	-61.05	-46.95	0.4800	0.9700	-	184	0.9400	154.05	BUY
	EvrAZ**	▼	EVR	47.500	-2.500	-5.00	-26.92	-34.39	-38.71	-24.96	30.850	131.250	19,149,390	16,859	135.320	184.88	ACCUMULATE
	Mechel	-	MTLR	19.125	-	-	-11.05	-18.79	-29.17	17.69	16.500	45.800	-	7,961	43.820	129.12	ACCUMULATE
	MMC	-	MAGN	0.7000	-	-	-2.78	-22.22	-46.15	-39.39	0.6500	1.4400	40,000	7,822	1.5900	127.14	ACCUMULATE
	NLMC	-	NLMK	2.3000	-	-	6.98	-36.11	-43.28	-29.88	2.1500	5.6500	-	13,784	5.7500	150.00	BUY
	Severstal	▼	CHMF	12.750	-0.100	-0.78	-8.93	-24.33	-44.08	-37.80	12.750	28.000	63,750	12,848	32.660	156.16	BUY
	Chelyabinsk Metallurgy Plant	-	CHMK	265.00	-	-	-2.03	-23.19	-27.89	-0.93	313.00	450.00	-	838	-	-	-
	Chusovskoy Metallurgy Plant	-	chmz	70.000	-	-	-20.00	-47.76	-	-	113.000	132.000	-	163	-	-	-
<b>Precious metals</b>																	
	Buryatzoloto	-	BRZL	13.750	-	-	-	-5.17	-23.61	-19.71	10.000	22.000	-	97	26.690	94.11	SPECULATIVE BUY
	Lenzoloto	-	Inzl	30.000	-	-	-33.33	-7.69	-47.83	-53.85	40.000	60.000	-	34	34.210	14.03	HOLD
	Polymetal	-	PMTL	4.5000	-	-	-13.46	-25.00	-34.97	-28.68	5.0000	9.3500	-	1,418	8.2800	84.00	BUY
	Polyus-Gold	-	PLZL	25.700	-	-	60.62	-17.10	-44.01	-41.59	16.000	80.000	227,950	4,899	57.180	122.49	BUY
	Susumanzoloto	-	sysy	41.500	-	-	-	-9.29	38.33	18.57	-	-	-	37	55.270	33.18	ACCUMULATE
<b>Coal industry</b>																	
	Belon	-	BLNG	132.500	-	-	1.92	-11.67	40.96	174.61	93.000	240.000	-	1,524	91.610	-30.86	SPECULATIVE BUY
	Vorkutaugol	-	voug	139.50	-	-	33.49	-15.45	-30.25	-13.35	165.00	244.00	-	447	318.92	128.62	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						
<b>Pipe industry</b>															
Almetevsk Pipe Plant	- atza	20.000	-	-	33.33	70.21	73.91	-	-	-	59	26.780	33.90	SPECULATIVE BUY	
Vykasa Metallurgy Plant	- vsmz	1,042.50	-	5.04	-22.78	-	-	1,000.00	2,080.00	-	1,962	2,439.84	134.04	SPECULATIVE BUY	
Pervouralsk New Pipe Plant	- PNTZ	24.500	-	-	-14.63	-21.60	-19.93	27.000	32.200	-	596	42.350	72.86	BUY	
Seversky Pipe Plant	- SVTZ	8.5000	-	-	-20.00	-48.64	-23.77	10.0000	15.8000	-	409	16.1800	90.35	SPECULATIVE BUY	
Sinarsky Pipe Plant	- SNTZ	55.000	-	22.22	-28.57	-60.71	-49.77	40.000	138.500	-	346	230.470	319.04	SPECULATIVE BUY	
Taganrog Metallurgy Plant	- TAMZ	0.5750	-	-8.00	-27.22	-53.40	-48.20	0.8000	1.1000	-	266	1.3200	129.57	SPECULATIVE BUY	
TMK	- TRMK	6.0000	-	8.11	-14.89	-45.08	-41.75	5.5500	10.7000	-	5,238	10.0400	67.33	ACCUMULATE	
Chelyabinsk Pipe Plant	- CHEP	3.1000	-	14.81	-18.42	-27.14	-28.74	2.7000	4.5500	-	1,464	5.5700	79.68	BUY	
<b>Telecommunications</b>															
Volgatelecom	▼ NNSI	1.7000	-0.0500	-2.86	-10.53	-39.29	-71.04	-64.36	1.7000	5.9100	119,000	532	6.0110	253.59	BUY
Volgatelecom, pref.	- NNSIP	1.3900	-	13.47	-32.85	-66.51	-58.75	1.3000	4.1800	-	-	4.5083	224.34	BUY	
Vimpelcom*	▼ VIP	20.400	-0.880	-4.14	-12.45	-15.67	-50.96	-24.56	17,000	120,750	42,040,384	20,923	35.640	74.71	BUY
Dalsvyaz	- ESPK	1.8000	-	-5.26	-25.00	-66.04	-61.29	1.7000	5.7000	-	231	6.6357	268.65	BUY	
Dalsvyaz, pref.	- ESPKP	1.9000	-	-	-24.00	-57.54	-56.92	1.5000	4.2000	-	-	4.9768	161.94	BUY	
Comstar-UTS	- CMST	5.5000	-	37.50	-31.25	-49.70	-53.97	8.5000	11.0000	-	2,299	12.6930	130.78	BUY	
MGTS	- MGTS	29.500	-	-8.67	1.72	-18.73	-7.81	25.250	34.600	-	2,720	-	-	HOLD	
MGTS, pref.	- MGTS	22.850	-	-	-23.32	-28.93	-16.15	22.900	31.300	-	-	-	-	HOLD	
MTS	- MTSS	8.9500	-	-	-8.67	-41.69	-21.49	7.0000	15.7000	886,050	17,840	16.2900	82.01	BUY	
Rostelecom	- RTKM	7.6250	-	-7.29	-31.61	-35.71	-27.52	7.5000	12.4400	-	5,769	4.4800	-41.25	SELL	
Rostelecom, pref.	- RTKMP	0.8750	-	2.94	-30.00	-70.09	-66.02	0.6900	2.8500	-	-	3.3600	284.00	BUY	
North-West Telecom	- SPTL	0.5750	-	16.16	-28.12	-66.57	-60.07	0.5950	1.7000	-	618	1.3503	134.83	BUY	
North-West Telecom, pref.	- SPTLP	0.4450	-	-6.32	-26.99	-63.82	-58.43	0.4300	1.2150	-	-	1.0127	127.57	BUY	
Sibirtelecom	▼ ENCO	0.0335	-0.0015	-4.29	-16.25	-38.53	-72.08	-64.92	0.0335	0.1170	16,750	508	0.1140	240.30	BUY
Sibirtelecom, pref.	- ENCO	0.0269	-	3.46	-40.22	-66.58	-57.77	0.0250	0.0670	-	-	0.0855	217.84	BUY	
Uralsvyazinform	▲ URSI	0.0210	0.0020	10.53	7.69	-31.60	-67.06	-64.71	0.0180	0.0635	5,250	784	0.0459	118.57	BUY
Uralsvyazinform, pref.	- URSIP	0.0135	-	12.50	-43.75	-68.24	-63.71	0.0120	0.0418	-	-	0.0344	154.81	BUY	
CenterTelecom	- ESMO	0.3250	-	22.64	-19.75	-65.13	-64.29	0.3500	0.9320	-	618	1.0436	221.11	BUY	
CenterTelecom, pref.	- ESMOP	0.2000	-	-	-28.57	-67.87	-62.12	0.2000	0.6375	-	-	0.7847	292.35	BUY	
SouthTelecom	- KUBN	0.0695	-	-0.71	-22.78	-64.90	-60.51	0.0575	0.2020	-	258	0.2917	319.71	BUY	
SouthTelecom, pref.	- KUBNP	0.0532	-	-21.11	-35.45	-63.21	-57.23	0.0600	0.1450	-	-	0.2188	310.89	BUY	
<b>Machinery</b>															
AvtoVAZ	- AVAZ	0.9000	-	-	28.57	-53.37	-	0.7950	1.9500	-	1,393	1.6770	86.33	BUY	
AvtoVAZ, pref.	- AVAZP	0.3100	-	-8.82	-31.11	-59.48	-	0.3500	0.6550	-	-	1.2580	305.81	BUY	
GAZ	- GAZA	78.250	-	-7.94	-30.13	-53.97	-44.31	75.000	210.000	-	1,534	197.300	152.14	HOLD	
GAZ, pref.	- GAZAP	58.000	-	9.43	-21.62	-51.67	-48.21	95.000	125.500	-	-	148.000	155.17	BUY	
ZMZ	- ZMZN	8.500	-	-	66.67	183.33	230.10	2.900	5.200	-	1,058	4.450	-47.65	HOLD	
ZMZ, pref.	- zmnzp	2.6500	-	12.77	-20.30	10.42	29.27	2.6000	3.5250	-	-	3.3400	26.04	HOLD	
Kamaz	- KMAZ	2.7500	-	-15.38	-31.25	-47.12	-34.52	2.5000	7.2500	-	1,945	5.9800	117.45	BUY	
Kirovsky zavod	- KIRZ	44.000	-	14.14	6.02	-20.00	20.55	40.000	56.000	-	478	33.290	-24.34	REDUCE	
NefAZ	- nfaz	23.500	-	-11.32	-28.79	-34.72	18.09	25.000	50.250	-	189	45.750	94.68	BUY	
Saturn NPO	- satr	0.0282	-	-26.62	-56.54	-76.26	-77.08	0.0370	0.1125	-	113	0.1379	388.14	HOLD	
OMZ	- OMZZ	5.5000	-	-14.06	-8.33	-29.71	-35.29	5.0000	7.6000	-	195	6.3200	14.91	SELL	
RSC Energia	- satr	260.00	-	2.56	-39.53	-	-	250.00	705.00	-	292	641.10	146.58	HOLD	
UAZ	- uaza	0.1225	-	-25.76	2.08	-11.87	32.43	0.1125	0.1500	-	481	-	-	-	
UAZ, pref.	- uazap	0.0600	-	4.35	4.35	-32.58	20.00	0.0600	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	
<b>Industry</b>															
ALNAS	- alnz	0.5450	-	-	-	-52.61	-41.08	0.6500	0.8500	-	113	1.2000	120.18	BUY	
Angeromash	- ange	20.500	-	-48.75	-41.51	-64.35	-41.43	-	-	-	20	79.650	288.54	BUY	
BEPP	- bunz	39.500	-	-	-20.20	-16.84	-28.18	-	-	-	12	81.000	105.06	BUY	
BEPP, pref.	- bunzp	33.500	-	-	-12.99	-19.28	-19.28	-	-	-	-	60.700	81.19	BUY	
Gazenergoservice	- gzes	67.500	-	-6.90	-4.26	-56.17	-63.01	45.000	210.000	-	23	137.000	102.96	ACCUMULATE	
Mikron	- mkro	7.6250	-	22.49	-19.74	-24.32	15.53	9.3000	12.2500	-	83	-	-	-	
Orgenergogaz	- oeng	5.9600	-	-37.37	-38.97	-58.61	-52.40	10.0000	13.5100	-	36	25.2000	323.53	BUY	
Sitronics	- SITR	0.0782	-	-10.06	-23.66	-34.79	-35.33	0.0780	0.1366	-	747	0.0814	4.03	HOLD	
Centrenergogaz	- cegz	4.4250	-	-	-	105.81	-	3.0000	5.6800	-	421	5.693.6	28.67	BUY	
Centrenergogaz, pref.	- cegzp	1.4000	-	-	40.00	-23.29	-	1.0000	2.2000	-	-	4.270.2	205.01	BUY	
Electrogaz	- elgz	442.50	-	-47.94	-33.96	-36.79	-21.68	490.00	600.00	-	28	895.70	102.42	BUY	
Electrogaz, pref.	- elgzp	106.00	-	-47.00	-35.76	-65.25	-49.52	130.00	390.00	-	-	671.80	533.77	BUY	
<b>Chemical industry</b>															
Azot (Berezniki)	- azop	-	-	-	-	-	-	875.00	960.00	-	-	1,427.50	-	BUY	
Akron	▼ AKRN	45.000	-1.500	-3.23	-10.00	-33.09	-10.89	87.89	42.500	127.500	22,500	2,146	136.240	202.76	BUY
Ammofos	- ammo	98.00	-	-3.45	-10.91	-13.66	102.08	95.50	270.00	18,620	884	332.20	238.98	BUY	
Dorogobuzh	- DGBZ	0.5750	-	-	-30.30	27.78	139.58	0.4550	1.4000	-	473	1.1900	106.96	HOLD	
Dorogobuzh, pref.	- DGBZP	0.3750	-	25.00	-16.67	17.19	100.27	0.3000	0.7400	-	-	0.6400	70.67	HOLD	
Kujbyshevazot	- kazt	2.8000	-	3.70	-14.50	3.70	62.79	2.3400	5.0100	-	670	5.7500	105.36	BUY	
Kujbyshevazot, pref.	- kaztp	1.6750	-	-4.29	-14.10	6.35	28.85	1.5000	2.0500	-	-	3.2800	95.82	BUY	
Silvinit	- SILV	680.00	-	-2.86	-38.85	-22.73	56.32	680.00	2,275.00	136,000	6,417	1,417.4	108.44	REDUCE	
Silvinit, pref.	▼ silvp	420.00	-30.00	-6.67	-28.21	-35.38	43.84	400.00	1,250.00	126,000	-	809.90	92.83	REDUCE	
Uralkali	- URKA	7.2500	-	3.57	-13.17	-7.05	112.30	5.0000	16.0500	-	15,402	17.8300	145.93	ACCUMULATE	
<b>Retail Trade</b>															
Pharmacy Network 36,6	- APTK	13.500	-	8.00	-43.75	-81.51	-82.20	10.000	70.000	-	128	-	-	UNDER REVISION	
GUM	- GUMM	2.1750	-	27.94	-14.03	6.10	-	1.9700	2.9500	-	130	-	-	UNDER REVISION	
X5 Retail Group**	▲ FIVE	22.040	0.540	2.51	-4.17	-18.37	-39.62	-31.01	19.530	38.930	8,574,751	5,831	-	UNDER REVISION	
Seventh Continent	- SCON	25.250	-	1.20	-0.59	-2.51	1.41	22.750	28.500	12,625	1,894	-	-	UNDER REVISION	
TzUM	- TZUM	3.8500	-	-6.10	-24.51	79.07	94.44	2.1200	6.1000	-	345	-	-	UNDER REVISION	

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

## Trade results

	Ticker	Price, USD	Change, USD	Change, %					Current year, USD		Volume, USD	MCAP, mn USD	Fair price, USD	Potential, %	Recommendation		
				day	week	month	from Jan 1	year	min	max							
<b>Consumer Sector</b>																	
	Baltika	-	PKBA	29.000	-	-	34.88	-17.26	-40.05	-39.52	30.000	50.000	-	4,668	-	-	UNDER REVISION
	Baltika, pref.	-	PKBAP	21.750	-	-	1.16	-19.44	-35.07	-28.98	25.500	31.000	-	-	-	-	UNDER REVISION
	WBD	-	WBDF	35.500	-	-	-1.39	-17.44	-60.56	-56.17	34.000	93.000	17,750	1,562	-	-	UNDER REVISION
	Kalina	-	KLNA	22.000	-	-	-4.35	-4.35	-45.68	-37.54	22.000	39.000	-	215	-	-	UNDER REVISION
	Lebedyansky	-	LEKZ	84.000	-	-	-1.81	2.44	-8.70	-4.55	80.000	93.500	8,400	1,715	-	-	UNDER REVISION
<b>Transport</b>																	
	Aeroflot	-	AFLT	2.5250	-	-	-0.98	-8.18	-32.67	-20.47	2.5000	4.4500	-	2,804	4.1700	65.15	HOLD
	Vostochny Port	-	vopt	56.000	-	-	-22.22	-8.20	-13.85	-15.15	50.000	70.000	-	142	114.580	104.61	BUY
	Vostochny Port, pref.	-	voptp	62.500	-	-	-34.21	-7.41	20.19	8.70	65.000	65.000	-	-	85.930	37.49	ACCUMULATE
	FESCO	-	FESH	0.9875	-	-	6.76	-1.25	-9.82	4.50	0.9250	1.3500	-	2,331	1.0500	6.33	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	265.00	-	-	4.54	-1.85	-15.87	-8.62	255.00	305.00	-	-	979.00	269.43	BUY
	Novorossiysk Commercial Sea Port	-	NMTP	0.1000	-	-	-16.67	-31.03	-60.00	-	0.0900	0.2650	-	1,926	0.1990	99.00	ACCUMULATE
	Novorossiysk Sea Shipping	-	NOMP	2.7500	-	-	-11.72	-16.55	-6.14	10.00	2.9900	3.4000	-	1,165	3.6000	30.91	BUY
	Novorossiysk Sea Shipping, pref.	-	NOMPP	1.0500	-	-	68.00	34.62	-41.67	-21.50	0.8000	1.7400	-	-	2.7000	157.14	BUY
	FESCO	-	PRIM	0.4500	-	-	-	-2.28	9.76	30.81	0.4200	0.4200	-	358	0.5610	24.67	BUY
<b>Banks</b>																	
	VTB	-	VTBR	0.0021	-	-	4.00	-22.10	-58.89	-57.55	0.0012	0.0050	166,400	13,986	-	-	-
	Sberbank	▼	SBER	1.7600	-0.0600	-3.30	-	-22.81	-58.29	-56.54	1.2400	4.3800	2,412,750	38,943	4.6210	162.56	ACCUMULATE
	Sberbank, pref.	-	SBERP	0.9500	-	-	17.28	-36.67	-68.33	-64.81	0.6500	2.9300	-	-	3.4660	264.84	ACCUMULATE
<b>Media &amp; IT</b>																	
	RBC	-	RBCI	5.0000	-	-	-8.26	-23.66	-52.15	-36.71	4.9000	10.9000	50,000	700	9.8600	97.20	BUY
	CTC Media*	▼	CTCM	15.880	-0.240	-1.49	-5.36	-17.63	-47.42	-	15.180	105.040	1,775,534	2,416	32.600	105.29	BUY
<b>Oblgaz</b>																	
	Altairgasservice	-	akgs	20.000	-	-	-	-83.67	-82.61	-88.24	105.000	105.000	-	2	339.430	1,597.15	BUY
	Astrakhanoblgas	-	asog	1.7500	-	-	-41.67	-30.00	-35.19	-17.65	2.7000	2.7000	-	7	2.3800	36.00	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	45.74	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	300.00	-	-	-25.00	-61.78	-53.67	-16.67	495.00	805.00	-	26	1,329.23	343.08	BUY
	Voronezhoblgas	-	vogz	3,275.00	-	-	-22.94	-39.07	-16.98	98.48	3,600.00	7,000.00	-	73	12,820.00	291.45	BUY
	Ivanovooblgas	-	ivog	5.0000	-	-	-	-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	-	-	-	-20.11	16.50	196.82	650.00	800.00	-	21	1,286.95	84.11	BUY
	Karelgas	-	klgz	-	-	-	-	-	-	-	-	-	-	-	324.27	-	BUY
	Kirovoblgas	-	krog	275.00	-	-	4.76	-11.29	26.44	44.70	-	-	-	27	705.25	156.45	BUY
	Komigaz	-	kgaz	100.00	-	-	-	207.69	166.67	225.20	30.00	30.00	-	35	80.44	-19.56	BUY
	Komigaz, pref.	-	kgazp	7.7625	-	-	-0.48	-0.48	-64.72	-48.25	-	-	-	-	60.3300	677.20	BUY
	Kostromaoblgas	-	koog	202.50	-	-	6.58	-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	-	-	-43.75	-30.77	38.46	100.00	500.00	700.00	-	40	1,184.98	163.33	BUY
	Lenoblgas	-	leog	4,500.00	-	-	-	74.76	73.08	592.31	650.00	650.00	-	356	717.7	-84.05	HOLD
	Lipetskoblgas	-	lpog	105.00	-	-	-	-34.38	-16.00	-12.50	-	-	-	12	716.78	582.65	BUY
	Nizhegorodoblgas	-	nnog	2.2500	-	-	-	-28.57	-43.61	-19.35	2,3500	4,5000	-	63	1.8700	-16.89	HOLD
	Omskoblgas	-	omog	6.500	-	-	-	-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	-	-	-	-0.12	14.67	186.67	-	-	-	16	512.18	19.11	BUY
	Orenburgoblgas	-	orog	1,750.00	-	-	-	-11.39	81.35	146.48	1,000.00	2,250.00	-	134	2,855.8	63.19	HOLD
	Pensagasifikatsiya	-	pgzf	-	-	-	-	-	-	-	-	-	-	-	869.49	-	BUY
	Rostovoblgas	-	rtbg	600.00	-	-	-11.11	-20.00	-	47.24	625.00	900.00	-	81	1,529.82	154.97	BUY
	Rostovoblgas, pref.	-	rtbgp	395.00	-	-	-3.66	-9.20	-15.96	33.90	400.00	460.00	-	-	1,529.82	287.30	BUY
	Ryazanoblgas	-	rzog	5,625.00	-	-	2.27	-2.17	-45.65	87.50	-	-	-	27	5,920.00	5.24	HOLD
	Samaragaz	-	sagz	97.750	-	-	-	77.73	76.92	103.65	45.500	45.500	-	11	289.840	196.51	BUY
	Saratovoblgas	-	srog	13.500	-	-	3.85	-6.90	66.15	155.92	7.750	25.000	-	50	50.010	270.44	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	59.005	-	-	-0.83	-2.47	68.59	208.52	29.000	59.000	-	51	81.290	37.77	BUY
	Tveroblgas	-	tveo	182.50	-	-	-	-9.88	-33.15	4.29	225.00	246.00	-	33	236.31	29.48	HOLD
	Tulaoblgas	-	tuog	350.50	-	-	-	-22.88	29.81	181.47	180.00	705.00	-	56	1,106.23	215.61	BUY
	Chitaoblgas	-	chog	67.50	-	-	-46.00	-46.00	22.73	-	-	-	-	5	-	-	-
	Yaroslavlbgas	-	yrog	305.00	-	-	-7.58	-6.87	17.31	114.04	250.00	260.00	-	21	503.81	65.18	BUY
<b>Services companys</b>																	
	Giprospekgaz	-	gsgz	975.00	-	-	2.63	-31.98	-58.51	-17.02	1,100.00	1,850.00	-	40	7,463.00	665.44	BUY
	Giprospekgaz, pref.	-	gsgzp	425.00	-	-	-	-32.00	-67.92	-35.61	800.00	800.00	-	-	5,970.00	1,304.71	BUY
	Spetsgazremstroy	-	sgrs	56.00	-	-	-57.89	-65.00	-84.44	-68.89	56.00	425.00	2,800	37	741.25	1,223.66	BUY
	Spetsgazremstroy, pref.	-	sgrsp	81.000	-	-	-	0.62	-56.80	-35.71	120.000	255.000	-	-	555.940	586.35	BUY
<b>Services companys</b>																	
	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	17.718	-1.085	0.9	0.7	-	-5.77	-	-	-
Aeroflot	AETG GR	AFLT	100	Frankfurt	270.230	10.106	2.702	2.500	-	3.89	-	-	-
Wimm-Bill-Dann	WBD LI	WBDF	1	London	16.000	-	16.000	35.500	-	-	0.04	-	18
Wimm-Bill-Dann	WBD US	WBDF	1	New York	69.880	0.120	69.880	35.500	0.97	0.17	0.04	10,956	18
Wimm-Bill-Dann	WBPA GR	WBDF	1	Frankfurt	68.814	4.883	68.814	35.500	-	7.64	0.04	-	18
Volgaelcom	NZH GR	NNSI	2	Frankfurt	3.067	-0.577	1.534	1.700	-	-15.82	-0.03	-	119
Vimpelcom	VIP US	VIMP	1/4	New York	20.400	-0.880	408.00	420.00	-	-4.14	-	42,040	-
Vimpelcom	VIP GR	VIMP	1/4	Frankfurt	20.450	-0.365	409.00	420.00	-	-1.75	-	100	-
Gazprom	OGZD LI	GAZP	4	London	33.300	-1.200	8.325	8.270	0.01	-3.48	-0.02	327,988	2,959
Gazprom	OGZPY US	GAZP	4	New York	33.400	-1.100	8.350	8.270	-	-3.19	-0.02	-	2,959
Gazprom	GAZ GR	GAZP	4	Frankfurt	33.450	-1.459	8.363	8.270	0.01	-4.18	-0.02	1,383	2,959
Golden Telecom	GLDN US	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	47.500	-2.500	142.500	-	-	-5.00	-	19,149	-
EvrazHolding	HK1A GR	-	1/3	Frankfurt	47.882	-2.770	143.645	-	-	-5.47	-	94	-
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	62.700	-3.300	62.700	62.700	-	-5.00	-0.03	256,576	2,010
LUKOIL	LUKOY US	LKOH	1	New York	63.100	-3.400	63.100	62.700	-	-5.11	-0.03	-	2,010
LUKOIL	LUK GR	LKOH	1	Frankfurt	63.760	-2.561	63.760	62.700	0.02	-3.86	-0.03	1,095	2,010
MCTN	MOW GR	MGTS	1	Frankfurt	21.910	2.962	21.910	31.500	-	15.63	-	-	-
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	5.697	-0.032	0.057	0.220	-	-0.55	-	38	-
MTS	MBDL LI	MTSS	5	London	-	-	-	8.950	-	-	-	-	886
MTS	MBT US	MTSS	5	New York	-	-	-	8.950	-	-	-	-	886
MTS	MKY GR	MTSS	5	Frankfurt	61.086	2.855	12.217	8.950	-	4.90	-	-	886
Nizhnekamskneftekhim	QAO GR	NKNC	10	Frankfurt	4.090	0.359	0.409	0.400	-	9.61	-	10	-
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	14.730	-0.070	14.73	145.00	-0.90	-0.47	0.02	88,567	2,872
Norilsk Nickel	NILSY US	GMKN	1	New York	14.600	-0.400	14.60	145.00	-	-2.67	0.02	-	2,872
Norilsk Nickel	NNIA GR	GMKN	1	Frankfurt	14.607	-0.188	14.61	145.00	-0.90	-1.27	0.02	167	2,872
UHM	UHM GR	OMZZ	1	Frankfurt	5.039	-0.062	5.039	8.750	-	-1.22	-	1	-
Pyaterochka	FIVE LI	-	1/4	London	22.040	0.540	88.160	-	-	2.51	-	8,575	-
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	8.500	-	-	-	-	-
Rostelekom	ROS US	RTKM	6	New York	-	-	-	8.500	-	-	-	-	-
Rostelekom	RTL GR	RTKM	6	Frankfurt	44.551	-0.707	7.425	8.500	-	-1.56	-	13	-
Seversky pipe plant	SVY GR	SVTZ	10	Frankfurt	102.249	0.217	10.225	14.500	-	0.21	-	-	-
Gazprom Neft	GAZ LI	SIBN	5	London	23.250	-	4.650	4.300	-	-	-	299	-
Gazprom Neft	GZPFY US	SIBN	5	New York	32.250	-	6.450	4.300	-	-	-	-	-
Gazprom Neft	SCF GR	SIBN	5	Frankfurt	23.371	-0.315	4.674	4.300	-	-1.33	-	262	-
Surgutneftegas	SGGD LI	SNGS	50	London	5.710	-0.240	0.114	0.555	-0.79	-4.03	-0.01	18,225	274
Surgutneftegas	SGTZY US	SNGS	50	New York	-	-	-	0.555	-	-	-0.01	-	274
Surgutneftegas	SGN GR	SNGS	50	Frankfurt	5.653	-0.105	0.113	0.555	-0.80	-1.82	-0.01	14	274
Tatneft	ATAD LI	TATN	20	London	83.000	-6.000	4.150	4.100	-	-6.74	-	15,280	-
Tatneft	TNT US	TATN	20	New York	-	-	-	4.100	-	-	-	-	-
Tatneft	TTF A GR	TATN	20	Frankfurt	96.244	-0.314	4.812	4.100	-	-0.32	-	324	-
Tyumenaviatrans	UTARY US	TMAT	100	New York	40.000	-	0.400	0.538	-	-	-	-	-
Tyumenaviatrans	TYV GR	TMAT	100	Frankfurt	28.045	-1.107	0.280	0.538	-	-3.80	-	0	-
Tsum	THT GR	TZUM	20	Frankfurt	80.338	0.171	4.017	2.000	-	0.21	-	-	-
STC	KUE GR	KUBN	50	Frankfurt	8.229	0.353	0.165	0.135	-	4.49	-	-	-

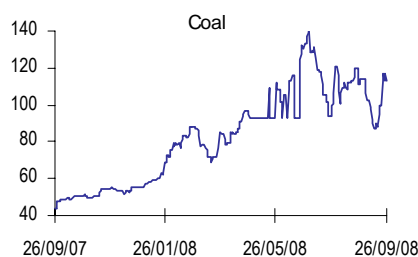
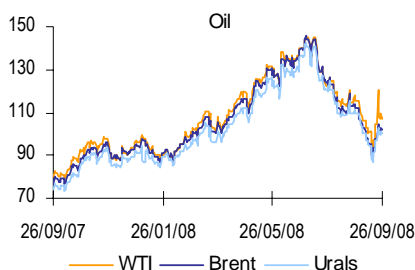
Source: Bloomberg, Estimation: Veles Capital

## 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	▼	102.57	-1.11	-1.07	3.48	-10.51	6.96	27.59	-0.74	147.59
Brent, USD / bbl	▼	102.03	-0.82	-0.80	4.22	-10.52	8.67	27.83	85.05	147.21
Urals, USD / bbl	▼	100.19	-1.36	-1.34	3.16	-10.07	9.76	30.56	-3.32	142.94
WTI, USD / bbl	▼	106.89	-2.63	-2.40	2.24	-9.53	11.34	28.97	86.47	146.30
Brent-Urals	▲	1.84	0.54	41.54	135.90	-29.50	-29.50	-40.26	-2.01	9.94
Coal, USD / ton	▼	112.75	-3.90	-3.34	13.32	1.12	103.15	158.60	55.50	142.85

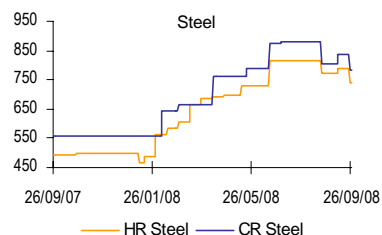
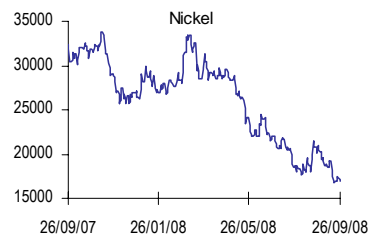
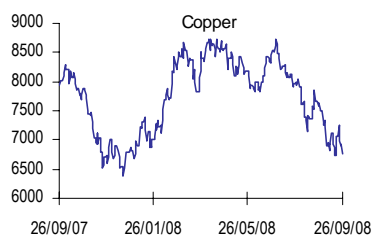
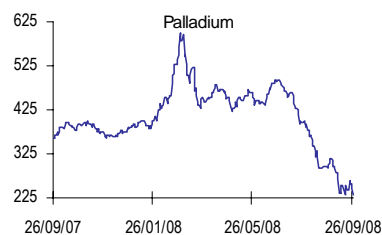
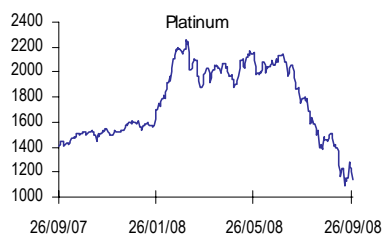
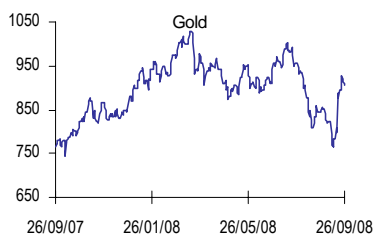
Source: Bloomberg, Estimation: Veles Capital



### Prices of metals

		Close, USD	Change, USD	Change, %					Current year, USD	
				day	week	month	from Jan 1	year	min	max
Gold, USD / ounce	▼	906.17	-2.37	-0.26	1.20	6.89	3.99	17.40	763.64	1,027.52
Silver, USD / ounce	▲	13.72	0.07	0.49	5.66	-1.01	-11.30	-3.72	10.72	21.42
Platinum, USD / ounce	▼	1,142.09	-63.56	-5.27	-1.14	-22.20	-28.21	-19.39	1,088.95	2,257.73
Palladium, USD / ounce	▼	232.22	-15.91	-6.41	-4.24	-22.60	-40.24	-35.85	231.19	598.39
Aluminum, USD / ton	▼	2,490.00	-19.00	-0.76	-1.78	-9.95	3.36	-0.32	2,409.00	3,317.00
Copper, USD / ton	▼	6,775.00	-155.00	-2.24	-4.04	-11.44	1.50	-15.52	6,675.00	8,730.00
Nickel, USD / ton	▼	17,000.00	-75.00	-0.44	0.29	-19.05	-35.36	-46.54	16,750.00	33,400.00
Lead, USD / ton	▼	1,960.00	-55.00	-2.73	3.16	-4.39	-23.14	-42.69	1,568.00	3,420.00
Tin, USD / ton	▲	18,105.00	505.00	2.87	6.81	-11.68	10.23	17.37	16,025.00	25,300.00
Zink, USD / ton	▼	1,770.00	-30.00	-1.67	-0.51	-4.27	-25.32	-42.44	1,615.00	2,830.00
Titanium, USD / ton	-	3,902.18	-	-	-5.85	-5.85	-12.81	-1.67	3,902.18	5,511.56
HR Steel, USD / ton	-	740.00	-	-	-6.33	-4.52	48.00	49.49	465.00	815.00
CR Steel, USD / ton	-	785.00	-	-	-5.99	-2.48	40.18	40.18	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	▼ 1,285.47	-19.52	-1.50	-0.81	-19.10	-43.88	-37.72	1,058.84	2,498.10
MICEX Index	▼ 1,079.04	-16.47	-1.50	-1.81	-17.16	-42.87	-38.53	789.19	1,966.32
Technical RTS Index	▼ 1,982.70	-28.81	-1.43	-0.16	-15.34	-37.23	-30.11	1,405.26	3,730.73
MSCI Russia	▼ 862.85	-18.49	-2.10	-2.74	-16.40	-43.84	-34.06	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 ▲ 11,143.13	121.07	1.10	-2.15	-3.12	-15.99	-19.91	10,459.44	13,279.54
NASDAQ	USA ▼ 2,183.34	-3.23	-0.15	-3.98	-8.36	-17.68	-19.42	2,070.22	2,661.50
FTSE 100	Great Britain ▼ 5,088.47	-108.55	-2.09	-4.20	-7.95	-21.19	-21.55	4,857.10	6,534.70
Nikkei 225	Japan ▼ 11,893.16	-113.37	-0.94	-0.23	-6.74	-22.31	-29.34	11,301.46	15,413.37
S&P 500	USA ▲ 1,213.27	4.09	0.34	-3.33	-5.34	-17.37	-20.77	1,133.50	1,471.77
AEX	Nederlands ▼ 354.58	-14.77	-4.00	-7.14	-12.69	-31.25	-34.61	349.76	518.27
OMX	Sweden ▼ 821.38	-15.48	-1.85	-3.56	-4.81	-24.05	-32.52	772.75	1,081.44
DAX	Germany ▼ 6,063.50	-109.53	-1.77	-2.04	-4.07	-24.84	-22.80	5,812.77	8,100.64
MIB 30	Italy ▼ 27,581.00	-426.00	-1.52	-2.85	-4.31	-29.07	-32.01	26,092.00	38,885.00
CAC 40	France ▼ 4,163.38	-63.43	-1.50	-3.73	-4.80	-25.84	-27.38	3,926.82	5,665.94
SMI	Switzerland ▼ 6,815.52	-129.97	-1.87	-2.98	-3.83	-19.67	-23.30	6,422.85	8,571.76
ASX 200	Australia ▼ 4,904.80	-22.60	-0.46	2.10	-2.12	-22.63	-24.98	4,527.40	6,385.70
Bloomberg European 500	▼ 188.97	-3.65	-1.89	-4.21	-6.77	-50.41	-50.49	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	▼ 823.69	-14.60	-1.74	-2.59	-13.64	-33.89	-31.52	745.71	1,252.59
<b>Europe</b>									
ASE	Greece ▼ 3,017.89	-52.51	-1.71	-5.96	-6.97	-41.73	-40.84	2,881.09	5,207.44
WSE WIG	Poland ▲ 38,460.54	60.39	0.16	0.26	-2.55	-30.89	-36.98	35,688.47	56,066.82
PFTS	Ukraine ▼ 384.65	-11.24	-2.84	10.82	-29.24	-67.24	-62.84	347.10	1,208.61
BUX	Hungary ▲ 19,403.48	273.75	1.43	1.79	-3.95	-26.04	-31.24	17,289.35	26,242.90
PX	Czech Republic ▼ 1,274.00	-26.60	-2.05	-3.21	-11.77	-29.81	-29.86	1,137.20	1,819.50
TA-100	Israel - 812.77	-	-	7.19	-13.00	-30.15	-25.80	740.76	1,167.04
XU 100	Turkey ▲ 36,556.61	194.77	0.54	0.51	-7.63	-34.18	-32.79	30,971.24	55,281.66
<b>Asia and Africa</b>									
HSI	Hong Kong ▼ 18,682.09	-252.34	-1.33	-3.34	-12.96	-32.83	-30.97	16,283.72	27,853.60
SENSEX	India ▼ 13,102.18	-445.00	-3.28	-6.70	-8.36	-35.46	-23.60	12,514.99	21,206.77
JALSH	SAR ▼ 24,499.94	-436.49	-1.75	-3.55	-10.67	-15.39	-18.18	23,988.99	33,309.82
JCI	Indonesia ▼ 1,846.09	-23.97	-1.28	-2.41	-13.37	-32.77	-22.40	1,592.24	2,838.48
KOSPI	South Korea ▼ 1,476.33	-25.30	-1.68	1.41	-1.18	-22.18	-24.11	1,366.88	1,901.13
SHCOMP	China ▼ 2,293.78	-3.72	-0.16	10.54	-2.06	-56.40	-57.60	1,802.33	5,522.78
<b>America</b>									
MEXBOL	Mexico ▼ 25,593.77	-51.73	-0.20	-0.42	-2.06	-13.35	-16.16	23,181.74	32,292.92
IBOV	Brazil ▼ 50,782.99	-1,045.47	-2.02	-4.28	-8.53	-20.51	-16.82	45,294.81	73,920.38
IPSA	Chile ▼ 2,784.23	-16.35	-0.58	3.55	-3.92	-8.77	-13.81	2,369.06	3,113.93
IBVC	Venezuela ▼ 37,983.52	-154.23	-0.40	-2.54	-4.63	0.21	3.60	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 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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**Research Department***research@veles-capital.ru*

*Mikhail Zak*  
Head of Department  
Strategy  
MZak@veles-capital.ru

*Ivan Manaenko*  
Fixed income market,  
Macroeconomics  
IManaenko@veles-capital.ru

*Ilya Fedotov*  
Telecommunications  
IFedotov@veles-capital.ru

*Stanislav Fomenko*  
Metallurgy  
SFomenko@veles-capital.ru

*Marina Irkly*  
Transport, machinery  
Mirkly@veles-capital.ru

*Oleg Zotikov*  
Energy  
OZotikov@veles-capital.ru

*Dmitry Lyutyagin*  
Oil and gas  
DLyutyagin@veles-capital.ru

*Oleg Salmanov*  
Fixed income  
OSalmanov@veles-capital.ru

*Shawn Gizatulin*  
Editor/Interpreter  
SGizatulin@veles-capital.ru

*Paul Zhuravlyev*  
Interpreter  
PZhuravlov@veles-capital.ru

---

**Sales and Trading Department***sales@veles-capital.ru*

*Yury Pavlov*  
Director (VIP clients)  
YPavlov@veles-capital.ru

*Sergey Vetoshkin*  
Corporative Clients  
SVetoshkin@veles-capital.ru

*Alexander Taran*  
Trading (Ukraine)  
ATaran@veles-capital.com.ua

---

**Strategic Investments Department**

*Andrey Lee*  
Head of department  
ALee@veles-capital.ru

---

**Assets Management***am@veles-capital.ru*

*Beyshen Isaev*  
Head of Department  
BIsaev@veles-capital.ru

*Vadim Labed*  
Investor relations  
VLabed@veles-capital.ru

*Stanislav Brodsky*  
Investment products  
SBrodsky@veles-capital.ru