

# Daily results

September 24, 2008

## Stocks

**Market today.** Today Russian stock market slightly increased, MICEX and RTS added 3.2% and 3.4% respectively. The stocks of banking and oil and gas sector demonstrated positive dynamics, due to sound financial report of VTB, Gazprom's plans to decrease total consolidated debt and a growth of oil prices. A high demand has the stocks of companies, which include government (Rosneft, Gazprom, Sberbank and VTB).

**Market tomorrow.** We think that a possibility of fall over next several days is very high.

## Bonds

**Market yesterday.** In spite of high liquidity and low quotes at Interbank credit market on Wednesday, Russian bond market is still weak – lack of purchase request and rear transactions of 20-30% discount. It can be explained by short-terms of appeared liquidity. Only securities of Sberbank and VTB gave credits at repo market under 12% per annum rate, mostly consisting of first tier bonds. Thus, the government has supported only major banks.

**Market tomorrow.** We do not think that major banks will act as creditors, assigned by CB. That is why we do not expect any good news from Russian bond market until the end of tax payments over September.

## No comment

*According to IAS 1H 2008 report, VTB's net income added 34.7% and formed 679 mn USD. (Interfax)*

*Dalsvyaz's net income increased 2.6 times, to 1.1 bn RUR under IAS 1H 2008 financial report. (Interfax)*

*WGC-2 plans to purchase a coal asset. (Interfax)*

*Potanin gains 2% of Norilsk Nickel's stake and a share in RusAI Petroleum, Prokhorov – 30% in Polyus Gold in accordance with terms of "divorce". (Interfax)*

*W. Buffet invests 5 bn USD in Goldman Sachs. (Interfax)*

## Tomorrow

Moscow Time	Country	Event	Period	Survey	Prior
0:00	RU	Gold & Forex Reserve USD	SEP 19	--	560.3B
3:50	JN	Merchnds Trade Balance Total	AUG	¥290.0B	¥91.1B
10:10	GE	GfK Consumer Confidence Survey	OCT	1,5	1,5
16:30	US	Durable Goods Orders	AUG	-1,80%	1,30%
16:30	US	Durables Ex Transportation	AUG	-0,50%	0,70%
16:30	US	Initial Jobless Claims	SEP 21	448K	455K
16:30	US	Continuing Claims	SEP 14	3505K	3478K
18:00	US	New Home Sales	AUG	510K	515K
18:00	US	New Home Sales MoM	AUG	-1,00%	2,40%
20:00	US	Paulson, Bernanke Testify on Fannie Takeover at House Panel	SEP 25		

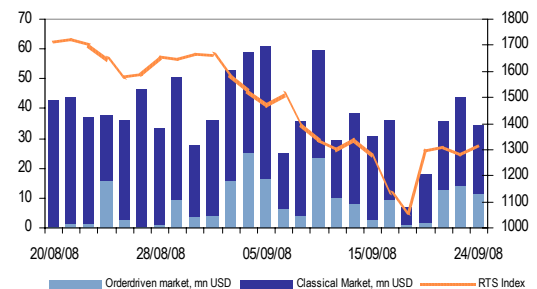
## Market data

### Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	year
RTS Index	▲ 1,317.16	45.03	3.54	24.40	-20.06	-34.44
MICEX Index	▲ 1,105.72	34.54	3.22	29.49	-16.27	-35.10
USD / RUR	▼ 24.9272	-0.15	-0.59	-2.57	2.09	-0.15
EUR / RUR	▼ 36.7352	-0.06	-0.17	1.34	1.80	4.04
EUR / USD	▲ 1.4736	0.01	0.41	3.99	-0.29	4.19
Dow Jones Index	▼ 10,852.33	-1.84	-0.02	2.29	-4.69	-21.24
NASDAQ	▲ 2,160.47	7.14	0.33	2.94	-8.67	-19.49
FTSE 100	▼ 5,105.37	-30.75	-0.60	3.93	-7.27	-20.19
Nikkei 225	▲ 12,115.03	24.44	0.20	3.11	-5.93	-26.74
MSCI EM	- 830.32	-	-	7.99	-12.62	-29.04

Source: Bloomberg, Estimation: Veles Capital

### RTS index vs. trade volume

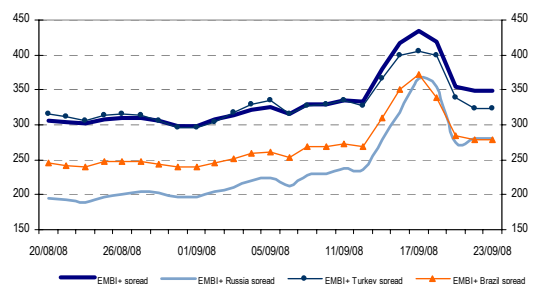


### Debt market

	Close	Change, pt.	Change, %			
			day	week	month	year
UST 10	▲ 101.91	0.28	0.28	-2.83	0.14	0.93
UST 30	▲ 102.44	0.48	0.48	-4.52	0.69	0.92
German 10	▲ 97.35	0.47	0.48	-1.19	-0.30	1.53
Russia 30	▲ 103.87	0.60	0.58	0.71	-7.35	-7.37
Spread Russia 30	▼ 309.00	-7.40	-2.34	-13.47	65.24	169.87
Turkey 34	▲ 102.16	0.23	0.23	3.69	-3.26	-6.43
Brazil 40	▼ 127.78	-0.08	-0.06	2.89	-3.19	-4.33
Colombia 37	▲ 104.79	0.19	0.18	4.71	-3.76	-5.65
Venezuela 34	▼ 75.25	-0.45	-0.59	15.52	-12.77	-28.62

Source: Bloomberg, Estimation: Veles Capital

### Emerging markets spread dynamics



### Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	▲ 103.38	1.69	1.66	10.97	-8.66	34.78
Urals, USD / bbl	▲ 103.07	1.95	1.93	13.48	-5.71	39.47
Gold, USD / ounce	▲ 927.71	5.77	0.63	4.57	9.81	20.69
Palladium, USD / ounce	▲ 257.05	0.18	0.07	1.08	-13.51	-27.94
Copper, USD / ton	- 6.980	-	-	3.41	-8.88	-12.70
Nickel, USD / ton	- 17,200	-	-	1.15	-17.51	-47.16

Source: Bloomberg, Estimation: Veles Capital

## Information disclosure

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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*  
Corporate 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

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

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

*Vadim Labeled*  
Investor relations  
VLabeled@veles-capital.ru

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