

# Daily results

September 25, 2008

## Stocks

**Market today.** Today's market has been reduced under MICEX and RTS - 0.9% and -0.8% respectively. Much above the market were stocks of Polyus Gold, currently awaiting the buy-out procedure. Towards the day's end, despite of bad statistics on US Durable Goods Orders, the market took on a growth path.

**Market tomorrow.** The market itself awaits a positive decision of US congress on support of failing financial system. Tomorrow's dynamics depend strongly on this decision.

## Bonds

**Market yesterday.** Today the secondary market was virtually non-existent. Some deals appeared throughout the corporate segment, yet at an incredibly low price. Many investors continue to "cut short". This background made state issued bonds sector look much bright. Regarding the funding cost we could say that Sberbank and VTB were "giving the money away" at 12% per annum, for day and for week alike. The interbank's market low rates were also unrepresentative, as they indicate only one thing – large banks need no extra funding, yet the limits for everybody else are temporary closed.

**Market tomorrow.** Rumors have it that large banks plan on reinstating their REPO operations and return to the secondary market earlier next week. This brings some optimism. Now everybody wait, although this does not influence the prices in any way.

## No comment

*Tatneft sales of 8 months beat 178 bn RUR (Interfax)*

*TGC-2 IAS 2007 losses formed 1.8 bn RUR (Interfax)*

*STC expanded IAS-compliant net income in 1H 2008 +13% to 813 mn RUR (Interfax)*

*Goldman Sachs reduces Raspadskaya's target -1%, rating – "HOLD" (Interfax)*

*Dixy's sales of 8 months 2008 up +48%, to 1.29 bn USD (Interfax)*

## Tomorrow

Moscow Time	Country	Event	Period	Survey	Prior
0:00	RU	Money Supply Narrow Def.RUB	SEP 22	--	4.6B
3:30	JN	Natl CPI YoY	AUG	2,10%	2,30%
3:30	JN	Natl CPI Ex Food, Energy YoY	AUG	0,20%	0,20%
10:00	GE	Import Price Index (MoM)	AUG	-1,00%	0,60%
16:30	US	GDP QoQ (Annualized)	2Q F	3,30%	3,30%
16:30	US	Personal Consumption	2Q F	1,70%	1,70%
16:30	US	GDP Price Index	2Q F	1,20%	1,20%
16:30	US	Core PCE QoQ	2Q F	2,10%	2,10%
18:00	US	U. of Michigan Confidence	SEP F	70,5	73,1
20:00	US	Paulson, Bernanke Testify on Fannie Takeover at House Panel	SEP 25		

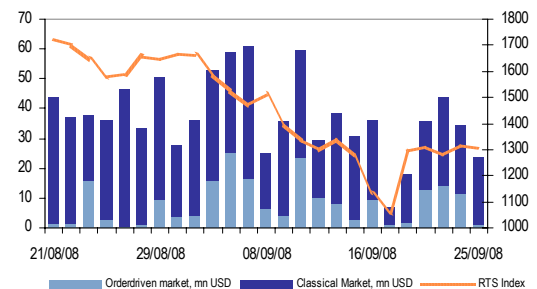
## Market data

### Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	year
RTS Index	1,304.99	-10.44	-0.79	23.25	-17.36	-36.32
MICEX Index	1,095.51	-10.21	-0.92	28.29	-15.27	-37.22
USD / RUR	24.9569	-0.04	-0.17	-1.47	1.01	-0.11
EUR / RUR	36.7010	0.06	0.15	0.36	1.53	4.05
EUR / USD	1.4701	0.00	0.31	1.85	0.47	4.11
Dow Jones Index	11,039.75	214.58	1.98	0.18	-3.27	-20.45
NASDAQ	2,196.50	40.82	1.89	-0.12	-7.01	-18.62
FTSE 100	5,156.19	60.62	1.19	5.66	-5.75	-19.85
Nikkei 225	12,006.53	-108.50	-0.90	4.50	-6.04	-26.95
MSCI EM	831.30	-	-	8.26	-11.42	-29.64

Source: Bloomberg, Estimation: Veles Capital

### RTS index vs. trade volume

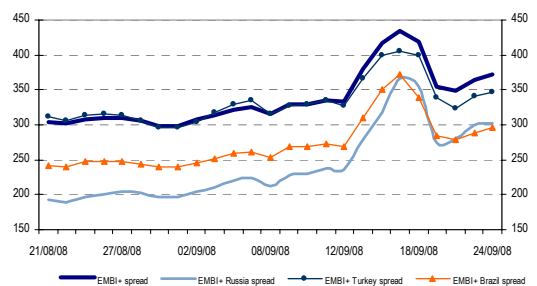


### Debt market

	Close	Change, pt.	Change, %			
			day	week	month	year
UST 10	101.30	-0.23	-0.23	-2.38	-0.54	0.29
UST 30	101.53	0.11	0.11	-3.52	-0.31	-0.12
German 10	96.98	-0.42	-0.43	-1.43	-0.78	1.59
Russia 30	103.59	-0.02	-0.02	1.23	-7.30	-7.48
Spread Russia 30	306.50	-3.50	-1.13	-14.15	58.64	160.19
Turkey 34	101.74	-0.26	-0.26	2.36	-3.52	-6.88
Brazil 40	127.55	-0.05	-0.04	0.19	-3.38	-4.53
Colombia 37	103.49	-0.52	-0.50	0.32	-5.37	-6.52
Venezuela 34	75.00	-0.50	-0.67	9.75	-12.94	-28.47

Source: Bloomberg, Estimation: Veles Capital

### Emerging markets spread dynamics



### Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	100.60	-0.37	-0.37	7.82	-11.52	30.90
Urals, USD / bbl	98.69	-1.14	-1.14	7.16	-10.04	33.18
Gold, USD / ounce	918.28	6.44	0.71	4.77	8.59	19.95
Palladium, USD / ounce	247.88	-10.97	-4.24	2.22	-15.65	-31.02
Copper, USD / ton	6.910	-	-	2.39	-8.84	-12.97
Nickel, USD / ton	17.200	-	-	2.69	-14.13	-47.00

Source: Bloomberg, Estimation: Veles Capital

## Information disclosure

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The investment recommendations are given based on the evaluation of the company's share yield. The basis for the calculation of the expected company's cost is the evaluation by the discounted cash flows method (DCF). In some estimations the method of comparable coefficients, and also the mixed estimation (by DCF method and by comparable coefficients method) are applied. All recommendations are assigned based on the determined by us the fair cost of the shares within the nearest 12 months.

At the present moment the investment scale of the Investment Company Veles Capital is the following:

**BUY** – corresponds to the growth potential of the shares within the nearest 12 months by 15% or more.

**ACCUMULATE** – corresponds to the growth potential of the shares within the nearest 12 months for 5-15%.

**HOLD** – corresponds to the growth (reduction) potential of the shares within the nearest 12 months from -5% to 5%.

**REDUCE** – corresponds to the reduction potential of the shares within the nearest 12 months from 15% to 5%.

**SELL** – corresponds to the reduction potential of the shares within the nearest 12 months by 15% or more.

In some cases the deviations from the evaluation scale given above, based on which the recommendations are assigned, are possible. That fact relates to the high volatility of some securities in particular, and market in the whole, and also to the individual characteristics of one or another issuer.

In order to get additional information and specifications please contact the Research Department of the Investment Company Veles Capital.

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