

Daily results

March 27, 2009

Stocks

Market today. All the liquid shares slipped today. That was supported by the negative external background: commodity market conjuncture worsening, the negative stats on UK and U.S., and also the decrease of futures for the American indices. The mostly sold ones were RusHydro, Sberbank, Gazprom. All the shares within oil-and-gas sector were sold. In the second echelon the rally continued on GAZ, PIK showed profit fixation.

Market tomorrow. The trades open will be defined on Monday by the mood at the foreign markets. Currently it's all negative. The oil price dynamics does not promise any climbing. The speeches by Tim Geithner and Jean-Claude Trishe on Monday, along with a set of stats on EU, might change the situation.

Bonds

Market today. Trade volumes were rather average at the domestic market. At the same time, the activity of the investors was rather high. Issues on Moscow (49th and 45th) and VTB (5th and 6th) were still in focus. Along with that the turnover volumes upped on the 2nd and 3rd echelons (OMP-6, Ust-Luga1, Domotsenter-1, UGMK-1). At the Eurobond market the demand, like before, was mostly of the currency bank issues: AkBars 2010, AkBars 2013, Tatfond 2010, VTB 2010, VTB 2011, Mezhprombank 2010, Mezhprombank 2010-2. Demand also was for the "exotic" issues, such as VTB 2010, nominated in pounds sterling.

Market tomorrow. The further growth of Russian notes' quotes might be held back by oil quotes down, which in its turn might affect ruble value negatively. However, we assume that is of temporary nature.

No comment

Gazprom conducts roar show of Eurobond issue in Swiss francs in the volume up to 500 mn USD. (Interfax)

Management of Gazprom will refuse from bonuses and options for 2008. (Interfax)

Net non-consolidated profit of head company Gazprom, JSC according to RAS dripped 52% in 2008 due to Gazprom Neft's shares down, which will turn out in double decrease of dividends in 2008. (Interfax)

Norilsk Nickel forecasts sales of RF enterprises in 2009 at the level of 6.3 bn USD, EBITDA – 1.8 bn USD. (Interfax)

Norilsk Nickel's board did not make the final decision on WGC-3. (Interfax)

CPRP and PNPP closed 4Q 2008 with loss by RAS, reduced net profit significantly in 2008. (Interfax)

AvtoVAZ plans to sell 32 thousand vehicles in March versus 29.3 thousand in February. (Aleshin)

Effect from expenses decrease and yield upping will provide Aeroflot with 161 mn USD in 2009. (Interfax)

Tomorrow

Moscow Time	Country	Event	Period	Survey	Prior
3:00	EC	Euro-Zone Services Confidence	MAR	--	-23
3:50	JN	Industrial Production (MoM)	FEB P	--	-10,20%
12:00	GE	Retail Sales (MoM)	FEB	--	-0,90%
12:00	EC	Bloomberg Eurozone Retail PMI	MAR	--	42,3
12:30	UK	M4 Money Supply (MoM)	FEB F	--	1,40%
13:00	EC	Business Climate Indicator	MAR	--	-3,51
13:00	EC	Euro-Zone Consumer Confidence	MAR	--	-33

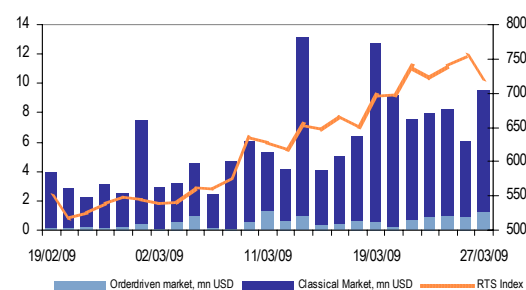
Market results

Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	year
RTS Index	721.16	-31.47	-4.18	3.81	37.44	-63.86
MICEX Index	816.19	-31.63	-3.73	3.98	29.70	-48.79
USD / RUR	33.4183	0.06	0.17	0.14	-7.10	42.29
EUR / RUR	45.3151	0.06	0.14	-0.48	-1.31	22.06
EUR / USD	1.3289	-0.03	-2.01	-2.55	3.99	-15.92
Dow Jones Index	7,815.60	-108.96	-1.37	5.60	6.32	-37.09
NASDAQ	1,563.58	-23.42	-1.48	5.40	8.44	-32.73
FTSE 100	3,908.56	-16.64	-0.42	2.40	2.41	-30.95
Nikkei 225	8,626.97	-9.36	-0.11	8.57	18.69	-32.11
MSCI EM	587.45	5.94	1.02	8.01	15.15	-46.74

Source: market data, estimation: Veles Capital

RTS index vs. trade volume



Debt market

	Close	Change, pt.	Change, %			
			day	week	month	year
UST 10	99.66	-0.03	-0.03	-1.59	0.06	-0.65
UST 30	95.94	0.27	0.28	-1.74	-4.18	-5.13
German 10	105.44	0.08	0.08	-0.60	-1.17	6.61
Russia 30	95.51	0.37	0.39	1.32	7.91	-17.13
Spread Russia 30	546.80	-13.20	-2.36	-8.02	-20.73	196.53
Turkey 34	93.08	-0.25	-0.27	2.44	9.87	-11.49
Brazil 40	126.75	0.25	0.20	-0.13	2.53	-5.33
Colombia 37	91.43	-0.31	-0.33	-2.02	-0.72	-14.06
Venezuela 34	50.54	0.05	0.10	-4.50	4.26	-46.19

Source: market data, estimation: Veles Capital

Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	50.80	-1.46	-2.79	4.57	22.14	-51.21
Urals, USD / bbl	51.30	0.90	1.79	10.73	24.00	-48.57
Gold, USD / ounce	949.44	5.06	0.54	-2.16	-2.36	-2.97
Palladium, USD / ounce	227.05	8.86	4.06	8.86	11.85	-51.52
Copper, USD / ton	3,965	-10	-0.25	5.56	22.72	-50.90
Nickel, USD / ton	9,600	-150	-1.54	-2.78	1.00	-67.51

Source: market data, 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.

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

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

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