

Daily results

April 23, 2009

Stocks

Market today. The market was covered by the wave of positive. The main activity was focused on the shares of Sberbank, which added more than 8% against the background of CB reducing refinancing rate, against the background of announcing dividend payoff. Positive conjuncture at the nickel market supported demand growth for Norilsk Nickel.

Market tomorrow. Likely the trades will be moderate: rush of "bulls" will cool down till tomorrow, and purchases will be more careful and thoughtful. And a set of stats on the Eurozone and U.S. might return the participants back to Earth.

Bonds

Market today. On Thursday the dynamics of ruble bonds quotes indicated no actual direction while the turnover slipped significantly. Demand was for the issues of Moscow (45,54) and Moscow region, VTB-5, VTB-Leasing-1. Along with that Yar.obl.-7, Sibtelecom-8, Gazprom-4, EBDR-2, Lenenergo-3 were sold. In the third echelon some action was indicated in the notes of Nikoshim (2nd issue). At the Eurobond market calm mood did not last long. As soon as the ghost of devaluation disappeared the quotes of long-term liquid currency issues of Gazprom, Gazprombank, VTB and others dropped average 50 b.p. However, there were little deals via those prices.

Market tomorrow. The week should end positively. Despite the external negative. The situation at the currency and monetary market is favorable for currency bonds. As for the price drop of Eurobonds, currently that relates only the most demanded and rather low-yield ones.

No comment

RF GDP dropped in 1Q by 9.5%, in 2Q drop is possible at the level of 8.7-10%. (MED)

International reserves of RF as of April 17 grew to 384.8 bn USD (CB)

CB of RF reduces refinancing rate to 12.5% and is ready to go for further reduction (CB)

Management of Gazprom worked out a recommendation to pay off dividends for 2008 by 1.28 RUR per share (Interfax)

LUKOIL: annual meeting will take place June 25, register closes May 8, recommendation on the dividends – 50 RUR per share (Company)

Net profit of VTB by IAS for 2008 totaled 212 mn USD, higher than expected. (Interfax)

6 representatives of Nafta and 5 representatives of Interrosa and Oneksim are offered as directors of Polyus. (Interfax)

Net profit of WGC-3 by IAS remained at 2007 levels. (Interfax)

VTB provided a 4 bn RUR credit to AvtoVAZ for adding to the circulating assets. (Interfax)

Aeroflot reduced passenger transfer by 13%. (Company)

Tomorrow

Moscow Time	Country	Event	Period	Survey	Prior
3:50	JN	Corp Service Price (YoY)	MAR	-2.60%	-2.60%
3:50	JN	All Industry Activity Index (MoM)	FEB	-2.00%	-1.70%
12:00	GE	IFO - Business Climate	APR	82,3	82,1
12:30	UK	GDP (QoQ)	1Q A	-1,50%	-1,60%
12:30	UK	Retail Sales (MoM)	MAR	-0,30%	-1,90%
16:30	US	Durable Goods Orders	MAR	-1,60%	3,40%
18:00	US	New Home Sales	MAR	337K	337K
18:00	US	New Home Sales MoM	MAR	0,00%	4,70%

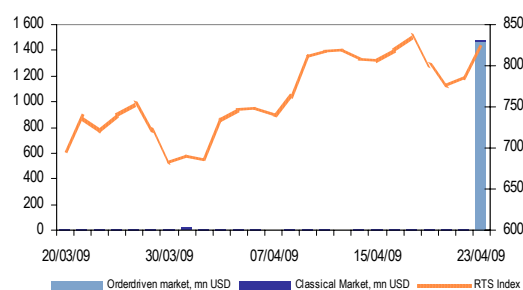
Market results

Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	year
RTS Index	▲ 820.70	35.57	4.53	0.14	13.73	-61.99
MICEX Index	▲ 923.02	18.07	2.00	0.65	13.14	-44.85
USD / RUR	▼ 33.6277	-0.29	-0.85	0.76	0.55	43.72
EUR / RUR	▼ 43.8442	-0.25	-0.58	-0.43	-2.88	17.89
EUR / USD	▲ 1.3035	0.00	0.28	-1.23	-3.41	-18.00
Dow Jones Index	▼ 7,879.24	-7.33	-0.09	-3.03	2.86	-38.27
NASDAQ	▲ 1,646.83	0.71	0.04	-1.41	8.59	-31.53
FTSE 100	▲ 4,040.02	9.36	0.23	-0.32	3.29	-33.59
Nikkei 225	▲ 8,847.01	119.71	1.37	1.05	4.23	-34.85
MSCI EM	▲ 629.23	1.99	0.32	-2.27	8.62	-47.11

Source: market data, estimation: Veles Capital

RTS index vs. trade volume



Debt market

	Close	Change, pt.	Change, %			
			day	week	month	year
UST 10	▼ 98.25	-0.12	-0.13	-1.05	-2.15	0.16
UST 30	▼ 94.33	-0.27	-0.28	-1.89	-3.22	-3.82
German 10	▼ 104.71	-0.11	-0.10	-0.40	-0.66	7.89
Russia 30	▼ 96.37	-0.72	-0.74	-2.87	1.39	-16.16
Spread Russia 30	▲ 515.30	8.30	1.64	4.14	-9.58	222.47
Turkey 34	▼ 98.18	-0.13	-0.13	-0.88	5.08	-7.86
Brazil 40	▼ 126.77	-0.51	-0.40	-1.75	-0.07	-6.17
Colombia 37	▼ 95.54	-1.30	-1.34	-1.09	3.79	-13.90
Venezuela 34	▼ 58.00	-0.67	-1.14	-2.57	13.75	-37.15

Source: market data, estimation: Veles Capital

Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	▲ 49.16	0.21	0.43	-5.30	-5.06	-57.68
Urals, USD / bbl	▼ 47.84	-0.12	-0.25	-5.57	-2.45	-57.37
Gold, USD / ounce	▲ 907.27	9.69	1.08	2.63	-3.05	-2.36
Palladium, USD / ounce	▲ 234.26	0.25	0.11	-0.32	10.97	-48.78
Copper, USD / ton	▲ 4,540	33	0.73	-5.79	11.82	-47.81
Nickel, USD / ton	▲ 11,525	20	0.17	-7.80	17.01	-60.12

Source: market data, 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.

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