

# Daily results

June 22, 2009

## Stocks

Market today. Negative mood in the beginning of the week resumed at the background of price lowering for oil and ruble weakening versus bi-currency basket. The main drop reflected the shares of the commodity companies, and also banks. The main activity was focused in the shares of Sberbank. At MICEX Aeroflot was outlined due to growth at the background of announcement by the CEO with the details of the anti-crisis program.

Market tomorrow. The oil continues dropping, which gives no support to the shares of the oil companies. The States are negative also. So, the external background forms negative suppositions for tomorrow trades.

## Bonds

Market today. Drop at the ruble debt market continued. Quotes of the most liquid issues reduced by 20-50 b.p. average. Particularly the selling was indicated in the issues of Moscow and Moscow region, RZD-16, MTS-4, Lenenergo-3. At the Eurobond market the quotes drop was also indicated, which primarily made its impact on the mid-term currency loans of companies and banks (Rosbank 2013, Bank of Moscow 2013, TNK-BP 2013, Alfa-Bank 2013, Gazprombank 2015).

Market tomorrow. Reduction of oil price and growth of dollar rate took out all the ruble issues' attractiveness. At the same time the difference of funding cost and market rates on notes is currently favorable to the speculators, which will not allow to slip significantly.

## No comment

*Profit of Tatneft for 1Q 2009 grew by 25% to 7.929 bn RUR, higher than forecasted. (Company)*

*Gazprom Neft might consider purchasing Rusneft if the price is "interesting". (Interfax)*

*Share of Zyuzin in Mechel after covering the convertible bonds reduced to 66.7%, 38% of which is being as a warranty. (Interfax)*

*Evrast's metallurgy division is operating now at full power due to ZSMK furnace having been launched. (Company)*

*Shareholders of WGC-3 refused from dividends for 2008 and voted against reducing the authorized capital stock. (Company)*

## Tomorrow

Moscow Time	Country	Event	Period	Survey	Prior
12:00	EC	PMI Manufacturing	JUN A	42,1	40,7
12:00	EC	PMI Services	JUN A	45,6	44,8
12:00	EC	PMI Composite	JUN A	44,9	44
12:30	UK	BBA Loans for House Purchase	MAY	29000	27685
18:00	US	Richmond Fed Manufact. Index	JUN	-	4
18:00	US	Existing Home Sales	MAY	4,80M	4,68M
18:00	US	Existing Home Sales MoM	MAY	2,60%	2,90%
18:00	US	House Price Index MoM	APR	-0,30%	-1,10%
23:10	US	FOMC Meeting (1st day)	-	-	-

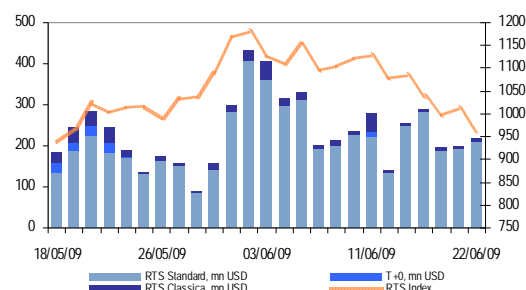
## Market results

### Main indicators and indices

	Close	Change, pt.	Change, %			
			day	week	month	year
RTS Index	961.04	-50.34	-4.98	-10.78	-5.16	-59.70
MICEX Index	960.07	-57.22	-5.62	-10.95	-8.91	-47.51
USD / RUR	31.3425	0.26	0.83	0.13	0.94	33.09
EUR / RUR	43.4981	0.08	0.19	0.80	-0.07	18.20
EUR / USD	1.3879	-0.01	-0.60	0.68	-1.00	-11.17
Dow Jones Index	8,433.63	-106.10	-1.24	-2.07	1.89	-28.79
NASDAQ	1,791.16	-36.31	-1.99	-1.39	5.86	-25.56
FTSE 100	4,266.77	-79.16	-1.82	-1.37	-2.26	-24.09
Nikkei 225	9,826.27	40.01	0.41	-2.13	6.51	-29.52
MSCI EM	750.47	6.75	0.91	-5.03	0.54	-32.42

Source: market data, estimation: Veles Capital

### RTS index vs. trade volume



### Debt market

	Close	Change, pt.	Change, %			
			day	week	month	year
UST 10	95.17	0.56	0.59	0.02	-2.15	-2.54
UST 30	96.55	0.72	0.75	1.70	-1.25	2.23
German 10	103.29	0.20	0.19	0.44	-0.02	10.09
Russia 30	97.41	-0.98	-1.00	-2.13	-3.09	-14.26
Spread Russia 30	422.60	22.70	5.68	9.28	6.80	221.86
Turkey 34	105.47	-0.16	-0.15	-0.13	1.74	7.36
Brazil 40	125.27	-1.31	-1.03	-2.60	-4.00	-5.82
Colombia 37	98.96	-0.37	-0.37	-1.99	-3.16	-10.70
Venezuela 34	64.38	-0.43	-0.66	-1.47	12.18	-30.04

Source: market data, estimation: Veles Capital

### Resource markets

	Close, USD	Change, USD	Change, %			
			day	week	month	year
Brent, USD / bbl	66.41	-1.89	-2.77	-3.93	10.98	-50.34
Urals, USD / bbl	67.72	-0.37	-0.54	-1.87	13.47	-47.64
Gold, USD / ounce	927.04	-12.33	-1.31	-0.72	-3.77	0.19
Palladium, USD / ounce	237.35	-10.75	-4.33	-3.15	0.89	-51.19
Copper, USD / ton	5,030	60	1.21	-3.92	9.11	-40.37
Nickel, USD / ton	15,200	190	1.27	-3.12	18.84	-32.14

Source: market data, estimation: Veles Capital

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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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