

COMMENT

Global concerns on world economy growth rate and its sustainability increased again. Last Friday the US indices ended with large losses having broken the longest winning streak over the last couple of months when consumer confidence dropped to a year low and financials released by Bank of America, Citigroup and General Electric missed the forecasts.

Negative performance is prevailing in Asia today. Equities as well as local currencies are heading south that creates negative sentiments for the Russian market. Oil prices are declining together with stock markets. Nevertheless, the former are still high and capable of preventing the Russian equities from considerable weakness.

MAIN HEADLINES

- **Mechel (MTL US): 1Q10 financials and new valuation**

NEWS

- **Mineral extraction tax for natural gas will be raised**
- **TGK-2 (TGKB): litigation continues**
- **Mikhail Kurbatov was appointed as Deputy Director General of MRSK Holding (MRKH)**

CALENDAR

Time	Event	Month	Expectations
EU statistics:			
12:00	ECB Euro-Zone Current Account SA	May	-- (-5.1B in April)
12:00	Euro-Zone Current Account nsa	May	-- (-6.9B in April)
13:00	Construction Output SA MoM	May	-- (-0.3% in April)
13:00	Construction Output WDA YoY	May	-- (-6.1% in April)
US statistics:			
18:00	NAHB Housing Market Index	Jul	16 (17 in June)

Indicator	Value	Change	
		1 day	1 week
19.07.2010			
Nikkei 225	9 408	0.0%	-1.5%
Hang Seng ▼	20 052	-1.0%	-2.0%
Shanghai Composite ▲	2 445	0.9%	-1.8%
16.07.2010			
DJIA ▼	10 098	-2.5%	-1.0%
S&P 500 ▼	1 065	-2.9%	-1.2%
NASDAQ ▼	2 179	-3.1%	-0.8%
Bovespa ▼	62 339	-1.8%	-1.8%
FTSE 100 ▼	5 159	-1.0%	0.5%
DAX ▼	6 040	-1.8%	-0.4%
CAC 40 ▼	3 500	-2.3%	-1.5%
RTS ▼	1 390	-1.0%	2.2%
MICEX ▼	1 328	-0.9%	0.3%
MSCI BRIC ▼	306	-1.0%	-1.3%
MSCI Russia ▼	742	-1.2%	1.9%
Brent ▼	75.4	-1.1%	-0.1%
WTI ▼	76.0	-0.8%	-0.1%
Gold ▼	1 188.2	-1.7%	-1.8%
Silver ▼	17.8	-3.1%	-1.6%
Nickel ▼	18 886	-2.3%	-2.9%
Corn ▼	394.8	-1.5%	12.2%
Wheat ▲	587.3	0.0%	-0.6%
Soybean ▲	1 019.5	1.8%	2.3%
LIBOR 3 month ▼	0.52	0.00	-0.01
EURIBOR 3 month ▲	0.86	0.02	0.04
MosPrime 1 week	2.91	0.00	0.01
MosPrime 1 month ▲	3.37	0.02	0.01
USD/RUR ▼	30.48	0.0%	-1.2%
EUR/USD ▲	1.292	0.3%	2.1%
GBP/USD ▼	1.530	-0.4%	1.6%
USD/JPY ▼	86.63	-0.9%	-2.1%
1 month ▼	2.67	-0.22	0.10
3 months ▼	2.94	-0.47	-0.04
6 months ▼	3.42	-0.23	0.21
UST 10 ▼	2.92	-0.07	-0.13
Russia 30 ▼	4.96	-0.11	-0.25

Source: Bloomberg, TKB Capital estimates

OIL & GAS

Mineral extraction tax for natural gas will be raised. NEUTRAL

The government is considering increasing MET for natural gas. Today Vedomosti has reported that the government will increase mineral extraction tax (MET) for natural gas starting from 2011. According to Vedomosti source, the tax may be raised by 10-15% from the current level (RUR147/mcm or around \$5/mcm). Gazprom is considering two scenarios of the tax hike: under the first option, the MET will be raised with inflation (projected 2011 inflation rate is 5.5%), while the second option envisages increasing MET by 15% (projected growth rate of Gazprom's wholesale domestic gas tariffs). The Ministry of Finance is advocating 100% increase of the MET and Ministry of Economy – 61% increase.

The tax increase is priced in already. In the past, the Finance Ministry made numerous attempts to raise mineral extraction tax for natural gas and we believe the market has already priced in this scenario. In our models we have already assumed that natural gas MET will increase by five times to around \$25/mcm in 2015. We estimate that in 2011, the natural gas MET will increase by 90% to \$9.4/mcm.

UTILITIES

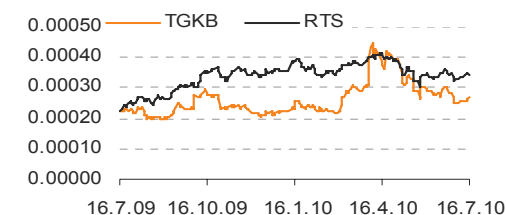
TGK-2 (TGKB): litigation continues. NEGATIVE

The transaction was valid. The Moscow Arbitration Court on Friday rejected the senator Leonid Lebedev in the lawsuit to Kores Invest Ltd company in connection with the purchase of TGK-2 shares, Interfax reported. The court considered Mr. Lebedev's claim (who owns 99% of Kores Invest Ltd) to invalidate the deal on the purchase of a stake in TGK-2 by Kores Invest Ltd.

Background. As a reminder, Mr. Lebedev disputed the deal on the purchase of a stake in TGK-2 by Kores invest from RAO UES, which led to the offer to minority shareholders of the genco worth about RUR13 bn. The lawsuit of Mr. Lebedev says that he was notified only on the number of shares purchased and their price, and did not know that in the end Kores Invest is obliged to put an offer to the genco's minorities. The buy-out offer was made at the purchase price of TGK-2 shares from RAO UES which was RUR0.025 per share. The buy-out offer was accepted by virtually all the minorities of TGK-2, which required additional RUR13 bn payments from Kores Invest. The German group RWE was expected to incur the costs for the purchase of TGK-2, in September, 2008 RWE announced that it exited the deal. Most of the TGK-2 minorities was not able to present their shares for redemption. Currently, TGK-2 shares are traded at RUR0.0081 per share on the MICEX, or three times lower than the offer price.

In the medium term corporate background to remain gloomy. We consider the situation unfolding around TGC-2 as negative and assess the risks of investing into these securities as very high. At present, in the courts of various instances a number of cases related to TGC-2 are being considered. In addition, the main shareholder of the company has repeatedly stated the willingness to carry out an additional share issue of a significant amount. High corporate risks deteriorate the investment appeal of TGK-2, in addition, the company is among the laggards with regard to the investment program implementation.

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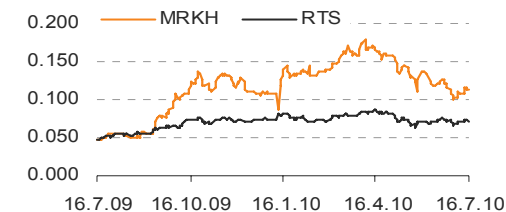


Source: MICEX, TKB Capital estimates

MONDAY JULY 19, 2010
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UTILITIES
Mikhail Kurbatov was appointed as Deputy Director General of MRSK Holding (MRKH). NEUTRAL

The director of the state regulation of tariffs, infrastructure reforms and energy efficiency department of Economic Development Ministry Mikhail Kurbatov was appointed as MRSK Holding Deputy Director General, Interfax reported. As Deputy CEO of the holding Mr. Kurbatov will supervise the strategic development of MRSKs, as well as information and automation of business processes. At the same time, on a voluntary basis, he will serve as the adviser to the Economic Development Minister.



Source: MICEX, TKB Capital estimates

METALS & MINING
Mechel (MTL US): 1Q10 financials and new valuation. NEUTRAL

New target price of Mechel's ADR is \$29.5. We have revised Mechel's fair price, given its 1Q10 financials. Also we have changed our model regarding Mechel's capex within the next few years and updated our steel and coal price forecasts. As a result, our new Mechel's target price is \$29.5. We believe that Mechel's ADR and shares are attractive bets on the strong coking coal market. Moreover, the company is expected to increase significantly coking coal production due to Elga coal deposit development and output growth on the existing capacities. Our new recommendation on the stock is BUY.

Profitability lower than expectations. Last week Mechel announced 1Q10 US GAAP financials. The results did not bring any surprise to the market though profitability appeared lower than expectations. Mechel's net income decreased by 80%. The company's revenue grew by 10% q-o-q to \$1,900 mn and EBITDA missed our forecast and declined by 8% q-o-q to \$258 mn. We estimated 1Q10 EBITDA at around \$290 mn.

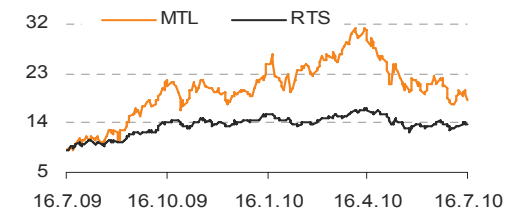
The lowest efficiency in the Russian steel sector. 1Q10 EBITDA margin lost 2.6 ppt q-o-q to 13.6%. It is the worst figure in the Russian steel sector. In our view, this is explained, firstly, by weak steel segment results and, secondly, by cash costs growth in the mining division. In turn, it was caused by increase in coal production works, effect from which we would see in 2Q10. Mechel has changed the method of EBITDA calculation by cleaning of effects of asset revaluation, forex gain/(loss) and interest income. It substantially alleviates EBITDA estimating and comparing with peers.

Leverage is still high, but there are some improvements. Mechel's high debt leverage remains one of the risks related to investments into the stock though there are some changes for the best. As of the end of 1Q10, Mechel's short-term liabilities amounted to \$2,093 mn, cash and cash equivalents – \$335 mn. The company's net debt made up \$5,972 mn, and end-2010E Net debt/EBITDA accounted for 2.9 that is in line with Mechel's forecast, while end-2010E Net debt/EBITDA of Severstal and Evraz Group amount 1.3 and 2.6, respectively.

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Mechel, ADR	MTL		
Price, \$	18.21		
Recommendation	BUY		
Target, \$	29.5		
Upside	62%		
MC, \$ mn	7 580	EV, \$ mn	13 163
	2009	2010E	2011E
P/E	99.3	8.0	6.0
EV/EBITDA	13.2	6.4	4.5

Source: NYSE, TKB Capital estimates



Source: Bloomberg, TKB Capital estimates

RECOMMENDATIONS
Oil & Gas

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	EV, \$ mn	P/E			EV/EBITDA			EV/S	P/BV	N.Debt/EBITDA
								2009	2010E	2011E	2009	2010E	2011E			
GAZP	* Gazprom	5.09	UR	UR	UR	119 724	163 636	4.6	4.4	4.0	4.6	3.8	3.4	1.5	0.6	1.0
ROSN	Rosneft	6.09	8.5	BUY	40%	58 452	77 241	9.0	6.0	8.8	5.7	4.4	5.6	1.2	1.2	1.1
LKOH	LUKOIL	52.3	74.0	BUY	42%	44 248	52 007	6.3	5.2	5.7	3.7	3.5	3.8	0.5	0.8	0.5
SNGS	* Surgutneftegas	0.91	UR	UR	UR	35 749	22 145	10.0	7.5	7.8	5.4	3.1	3.2	1.0	0.9	neg
SNGSP	* Surgutneftegas, Pref	0.43	UR	UR	UR											
SIBN	* Gazprom Neft	3.82	UR	UR	UR	18 025	21 507	6.0	5.5	5.0	4.3	3.7	3.4	0.8	1.1	0.6
tnbp	* TNK-BP Holding	2.01	UR	UR	UR	30 856	32 598	6.0	5.1	4.8	4.0	3.4	3.2	0.8	1.6	0.2
tnbpp	* TNK-BP Holding, Pref	1.75	UR	UR	UR											
TATN	* Tatneft	4.76	UR	UR	UR	10 388	11 982	6.1	6.1	4.8	4.6	4.6	3.5	0.9	1.0	0.6
TATNP	* Tatneft, Pref	2.26	UR	UR	UR											
BANE	* Bashneft	35.00	UR	UR	UR	6 778	8 658	21.2	5.7	4.5	12.7	3.5	3.1	0.7	n/a	0.8
BANEP	* Bashneft, Pref	23.75	UR	UR	UR											
NVTK	* NOVATEK	7.22	UR	UR	UR	22	775	0.0	0.0	0.0	0.6	0.4	0.3	0.2	0.0	0.4

Metals and Mining

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	EV, \$ mn	P/E			EV/EBITDA			EV/S	P/BV	N.Debt/EBITDA
								2009	2010E	2011E	2009	2010E	2011E			
GMKN	* NorNickel	158.1	UR	UR	UR	30 132	31 864	11.6	7.6	6.9	7.2	5.0	4.6	2.4	2.0	0.3
CHMF	Severstal	10.72	15.50	BUY	45%	10 805	15 175	neg	11.6	7.5	18.7	4.9	4.2	0.9	1.4	1.4
NLMK	NLMK	2.87	3.21	HOLD	12%	17 215	18 419	80.1	12.2	10.4	12.8	6.0	5.2	2.2	2.2	0.4
MAGN	MMK	0.71	1.06	BUY	49%	7 928	10 155	36.2	10.7	7.0	10.2	5.4	4.3	1.4	0.8	1.2
MTL	Mechel, ADR	18.21	29.50	BUY	62%	7 580	13 163	99.3	8.0	6.0	13.2	6.4	4.5	1.5	1.9	2.7
EVR	* Evraz Group, GDR	23.80	UR	UR	UR	9 443	17 247	neg	10.2	6.8	13.9	6.3	5.3	1.4	1.0	2.9
PLZL	* Polyus Gold	46.45	UR	UR	UR	8 855	8 882	27.5	15.9	13.7	16.6	10.1	8.9	5.1	2.8	0.0
PMTL	* Polymetal	12.47	UR	UR	UR	3 930	4 349	40.9	19.8	13.0	18.4	11.6	8.3	5.2	4.3	1.1
TRMK	* TMK	4.09	UR	UR	UR	3 574	7 082	neg	10.3	7.9	22.0	7.8	6.6	1.3	2.4	3.8
RASP	Raspadsкая	3.87	7.60	BUY	96%	3 025	3 328	25.8	11.4	10.3	12.8	7.4	6.4	4.5	2.4	0.7
BLNG	Belon	0.81	1.29	BUY	59%	935	1 251	60.0	10.5	9.7	11.2	6.4	6.2	1.6	2.0	1.6
unkl	Yuzhuralnickel	280.0	472.0	BUY	69%	168	16	248.0	11.1	7.2	neg	0.5	0.4	0.0	0.1	0.1
AMEZ	Ashinskiy Steel Works	0.385	0.579	BUY	50%	192	265	11.4	4.4	7.8	5.3	3.0	3.9	0.8	0.5	0.8
VSMZ	Vyksa Steel Works	1381	1740	BUY	26%	2 372	2 442	9.7	5.5	4.0	4.8	3.6	2.9	0.8	0.9	0.8
CHZN	Chelyabinsk Zinc Plant	3.38	4.64	HOLD	37%	183	170	9.2	5.2	3.9	2.6	2.3	2.0	0.4	0.6	neg

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RECOMMENDATIONS (CONTINUED)

Utilities

Ticker	Company	Current price, \$	TP, \$	Recom.	Upside, %	Mkt Cap, \$ mn	EV, \$ mn	P/E			EV/EBITDA			EV/S	P/BV	N.Debt/EBITDA
								2009	2010E	2011E	2009	2010E	2011E			
FEES	Federal Grid Company	0.0110	0.0151	BUY	37%	13 566	11 919	54.8	17.3	8.9	11.0	6.1	3.7	3.0	0.5	neg
HYDR	RusHydro	0.051	0.1	BUY	40%	13 847	14 874	14.0	9.3	7.6	9.2	6.7	5.1	1.1	0.9	0.5
IRAO	INTER RAO UES	0.0014	UR	UR	UR	3 106	3 344	104.5	16.8	19.4	10.8	7.1	5.7	1.4	1.6	0.5
OGKA	OGK-1	0.036	UR	UR	UR	1 603	1 648	16.2	13.9	8.0	11.0	6.4	4.7	0.9	1.3	0.2
OGKB	OGK-2	0.051	UR	UR	UR	1 660	1 927	48.0	29.2	14.0	18.9	11.5	6.9	1.2	1.3	1.6
OGKC	OGK-3	0.056	UR	UR	UR	2 672	969	19.7	30.4	20.0	7.5	9.1	5.9	0.8	0.8	neg
OGKD	OGK-4	0.078	0.118	BUY	52%	4 910	3 729	22.9	22.5	13.8	16.1	11.9	6.5	2.3	1.7	neg
OGKE	Enel OGK-5	0.080	UR	UR	UR	2 844	3 424	28.1	25.5	9.7	14.0	11.7	6.3	2.1	1.4	2.0
OGKF	OGK-6	0.036	UR	UR	UR	1 169	1 295	15.1	4330.0	53.9	7.7	10.9	6.8	0.9	0.6	1.1
TGKA	TGC-1	0.00059	UR	UR	UR	2 290	2 772	8.6	13.4	6.9	11.3	7.0	4.2	1.7	1.0	1.2
TGKB	TGC-2	0.00027	UR	UR	UR	402	668	neg	18.5	98.9	10.0	4.9	2.4	0.8	0.6	2.0
TGKBP	TGC-2, Pref	0.00028	UR	UR	UR											
MSNG	Mosenergo	0.096	UR	UR	UR	3 833	4 382	73.1	23.9	13.1	9.7	6.8	5.2	1.0	0.6	0.9
TGKD	TGC-4	0.00041	UR	UR	UR	811	891	11.1	12.7	15.2	4.8	4.5	3.7	0.7	0.9	0.4
TGKDP	TGC-4, Pref	0.00026	UR	UR	UR											
TGKE	TGC-5	0.00042	UR	UR	UR	517	556	17.5	11.6	19.4	12.1	8.7	7.2	0.8	0.6	0.6
TGKF	TGC-6	0.00038	UR	UR	UR	709	973	42.7	7.6	9.1	13.0	6.4	9.8	1.1	n/a	1.7
TGKG	Volga TGC (TGC-7)	0.054	UR	UR	UR	1 635	1 656	16.8	12.5	14.9	8.0	6.5	6.6	0.9	1.1	0.1
TGKI	TGC-9	0.00014	UR	UR	UR	1 132	1 510	8.8	11.4	11.2	7.7	7.9	5.9	0.9	0.6	2.0
TGKJ	Fortum, TGC-10	1.31	UR	UR	UR	1 150	1 147	9.8	10.3	9.5	12.2	9.5	5.0	1.2	0.5	neg
TGKK	TGC-11	0.00055	0.00113	BUY	104%	285	282	4.9	5.2	3.8	3.6	4.2	2.8	0.6	0.6	neg
KZBE	Kusbassenergo	0.0110	UR	UR	UR	780	870	72.0	8.8	36.9	9.6	3.9	3.5	0.8	0.8	0.4
TGKM	Yenisei TGC (TGC-13)	0.0034	UR	UR	UR	536	628	189.8	46.3	11.3	9.7	6.2	3.3	1.1	0.5	0.9
TGKN	TGC-14	0.00012	UR	UR	UR	165	103	neg	neg	8.4	neg.	22.5	3.1	0.5	0.6	neg
MRKH	Holding MRSK	0.113	UR	UR	UR	4 825	8 882	11.0	8.0	14.7	3.3	4.1	3.7	0.8	0.4	1.9
MRKHP	Holding MRSK, Pref	0.085	UR	UR	UR											
LSNG	Lenenergo	0.73	UR	UR	UR	755	1 125	7.7	12.8	15.0	4.6	4.5	4.1	1.3	0.5	1.5
LSNGP	Lenenergo, Pref	0.85	UR	UR	UR											
MRKC	IDGC of Centre	0.032	UR	UR	UR	1 369	1 801	20.6	8.8	4.6	6.1	4.5	3.2	1.0	1.4	1.1
MRKK	IDGC of Northern Caucasus	4.38	UR	UR	UR	129	176	neg	neg	53.4	5.1	5.0	3.4	0.5	0.3	1.3
MRKP	IDGC of Center and Volga Region	0.0062	UR	UR	UR	694	1 036	51.4	49.6	19.0	5.1	7.1	4.7	0.8	0.5	2.3
MRKS	IDGC of Siberia	0.0089	UR	UR	UR	794	1 012	neg	neg	11.2	8.9	10.2	4.5	0.8	0.9	2.2
MRKU	IDGC of of Urals	0.0075	UR	UR	UR	652	803	19.6	7.0	4.3	3.8	3.2	2.5	0.5	0.7	0.6
MRKV	IDGC of Volga	0.0032	UR	UR	UR	574	760	13.9	23.5	7.0	4.9	4.9	3.3	0.7	0.8	1.2
MRKY	IDGC of South	0.0050	UR	UR	UR	248	640	neg	21.9	6.0	5.3	4.9	3.7	1.0	0.4	3.0
MRKZ	IDGC of North-West	0.0069	UR	UR	UR	657	797	434.7	115.7	14.2	7.9	7.5	5.4	0.9	0.9	1.3
MSRS	MOESK	0.043	UR	UR	UR	2 075	3 591	6.1	6.2	4.3	3.7	3.6	3.1	1.2	0.7	1.5

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RECOMMENDATIONS (CONTINUED)

Transport

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	EV, \$ mn	P/E			EV/EBITDA			EV/S	P/BV	N.Debt/EBITDA
								2009	2010E	2011E	2009	2010E	2011E			
GLTR	* Globaltrans	13.43	UR	UR	UR	2 124	2 452	24.1	12.7	9.5	8.6	6.8	5.5	2.3	3.0	0.9
AFLT	* Aeroflot	2.05	29.10	UR	UR	2 275	3 864	25.5	13.2	9.6	9.1	6.1	4.5	0.9	2.3	2.5
UTAR	* Utair Aviation	0.36	UR	UR	UR	209	933	32.5	33.7	17.8	7.0	5.7	4.4	0.8	0.7	4.4
NCSP	* NCSP, GDR	10.75	UR	UR	UR	2 761	3 056	11.1	10.6	9.9	7.0	7.0	6.6	4.2	3.4	0.7
FESH	* FESCO	0.4	UR	UR	UR	1 075	1 979	neg	neg	51.9	14.4	12.6	10.4	2.5	0.7	5.7

Telecoms

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	EV, \$ mn	P/E			EV/EBITDA			EV/S	P/BV	Net Debt/EBITDA'09
								2009	2010E	2011E	2009	2010E	2011E			
MBT	MTS, ADR	20.35	28.00	BUY	38%	20 282	23 652	17.6	9.8	8.1	5.9	4.8	4.2	2.4	5.7	0.7
VIP	VimpelCom, ADR	15.44	29.10	BUY	88%	22 478	28 384	20.1	8.1	9.6	6.6	4.4	4.5	2.2	5.0	0.9
CMST	Comstar, GDR	6.15	7.70	BUY	25%	2 570	3 393	neg	19.3	11.0	68.3	5.9	5.2	2.3	1.2	1.4
URSI	Uralsvyazinform	0.0323	0.033	HOLD	2%	1 269	2 217	8.9	7.1	6.1	3.6	3.3	3.2	1.3	1.4	1.4
URSIP	Uralsvyazinform, Pref	0.0287	0.026	HOLD	-9%											
NNSI	VolgaTelecom	3.16	5.15	BUY	63%	1 003	1 577	5.6	4.5	3.7	3.2	2.9	2.6	1.1	0.9	1.1
NNSIP	VolgaTelecom, Pref	2.76	3.94	BUY	43%											
ENCO	Sibirtelekom	0.0603	0.091	BUY	51%	928	1 726	10.0	5.8	4.5	3.0	2.8	2.6	1.1	1.2	1.3
ENCOP	Sibirtelekom, Pref	0.0521	0.073	BUY	40%											
KUBN	* UTK	0.1458	UR	UR	UR	552	1 161	7.7	9.2	6.7	3.8	4.0	3.8	1.5	1.6	2.1
KUBNP	* UTK, Pref	0.1236	UR	UR	UR											
SPTL	N.W. Telecom	0.685	0.79	HOLD	15%	755	1 354	9.2	8.4	7.5	3.7	3.5	3.5	1.5	0.7	1.6
SPTLP	N.W. Telecom, Pref	0.607	0.64	HOLD	5%											
ESMO	CenterTelecom	0.735	0.758	HOLD	3%	1 494	2 303	6.9	5.2	4.6	4.0	3.5	3.2	1.3	2.0	1.2
ESMOP	CenterTelecom, Pref	0.636	0.606	HOLD	-5%											
ESPK	Far East Telecom	3.01	5.76	BUY	91%	371	566	4.1	3.5	3.7	2.3	1.9	1.8	0.7	1.1	0.7
ESPKP	Far East Telecom, Pref	2.68	4.85	BUY	81%											
RTKM	* Rostelecom	3.50	UR	UR	UR	3 125	2 874	26.9	21.6	20.6	7.3	2.2	1.9	0.7	1.5	neg
RTKMP	* Rostelecom, Pref	2.36	UR	UR	UR											

Retail

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	EV, \$ mn	P/E			EV/EBITDA			EV/S	P/BV	N.Debt/EBITDA
								2009	2010E	2011E	2009	2010E	2011E			
FIVE	X5 Retail Group	35.0	50.0	BUY	43%	9 505	11 044	57.5	28.2	16.6	15.0	11.6	8.3	0.9	5.4	1.6
MGNT LI	Magnit, GDR	21.5	24.4	BUY	13%	9 578	9 619	34.8	27.5	19.0	18.9	14.2	9.7	1.3	6.7	0.1
MGNT	Magnit, Common	96.8	122.0	BUY	26%	8 617	8 658	31.3	24.7	17.1	17.0	12.8	8.7	1.1	6.0	0.1
DIXY	Dixy Group	9.2	10.3	HOLD	12%	787	1 120	35.3	17.1	10.2	9.7	7.2	5.6	0.4	3.5	2.1
SCON	Seventh Continent	8.9	9.6	HOLD	7%	671	1 093	52.0	23.3	15.9	9.6	8.2	7.3	0.6	1.2	3.2
MVID	* M.video	6.4	UR	UR	UR	1 145	931	46.3	21.4	15.3	9.1	6.9	5.3	0.3	3.9	neg
APTK	* Pharmacy Chain 36.6	2.6	UR	UR	UR	247	471	neg	neg	neg	10.5	6.0	4.6	0.5	0.1	2.8
WBD US	Wimm-Bill-Dann, ADR	19.9	27.0	BUY	36%	3 499	3 749	30.0	21.1	15.9	12.2	9.6	7.8	1.4	5.0	0.6
WBDF	Wimm-Bill-Dann, Common	47.4	108.0	BUY	128%	2 087	2 337	17.9	12.6	9.5	7.6	6.0	4.9	0.9	3.0	0.6
PKBA	* Baltika Breweries	29.2	UR	UR	UR	4 791	4 823	6.5	7.4	7.6	4.4	5.1	4.7	1.4	2.8	0.0
PKBAP	* Baltika Breweries, Pref	28.9	UR	UR	UR											
PHST LI	Pharmstandard, GDR	25.3	33.5	BUY	33%	3 817	3 713	17.7	14.4	11.6	12.7	10.3	8.4	5.2	6.0	neg
PHST	Pharmstandard, Common	75.1	134.0	BUY	78%	2 840	2 736	13.2	10.7	8.6	9.3	7.6	6.2	3.9	4.5	neg
VRPH	Veropharm	32.8	47.0	BUY	43%	328	350	9.4	8.3	6.5	8.0	6.1	4.9	1.9	2.0	0.4
KLNA	* Kalina	19.3	UR	UR	UR	189	303	14.5	7.0	6.0	6.2	5.0	4.6	0.6	1.5	1.9

TABLE CONTINUED ON THE NEXT PAGE

RECOMMENDATIONS (CONTINUED)

Banks

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	P/E			P/BV		
							2009	2010E	2011E	2009	2010E	2011E
SBER	Sberbank	2.60	3.50	BUY	35%	57 895	68.6	14.2	7.6	2.36	1.90	1.59
SBERP	Sberbank, Pref	1.86	2.90	BUY	56%							
VTBR	VTB Bank	0.0025	0.0026	HOLD	4%	26 236	neg	13.1	9.8	1.51	1.51	1.34
MMBM *	Bank of Moscow	32.01	UR	UR	UR	5 069	225.4	15.2	8.6	1.76	1.61	1.40
VZRZ	Vozrozhdenie Bank, Common	30.70	45.9	BUY	50%	743	23.5	21.6	6.9	1.34	1.28	1.06
VZRZP	Vozrozhdenie Bank, Pref	10.63	17.2	BUY	62%							
STBK	Bank Saint-Petersburg, Common	2.97	4.20	BUY	41%	1 093	54.1	12.4	7.0	1.25	1.20	0.98
STBKPA *	Bank Saint-Petersburg, Pref	3.92	UR	UR	UR							

Machinery

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	EV, \$ mn	P/E			EV/EBITDA			EV/S	P/BV	N.Debt/EBITDA
								2009	2010E	2011E	2009	2010E	2011E			
GAZA *	GAZ	27.00	UR	UR	UR	517	1 419	neg	neg	neg	5.1	neg.	13.5	0.6	0.6	neg
GAZAP *	GAZ, Pref	12.00	UR	UR	UR											
SVAV *	Sollers	14.02	UR	UR	UR	480	1 238	neg	neg	86.3	29.5	10.6	6.7	0.7	0.9	6.5
KMAZ *	KAMAZ	2.15	UR	UR	UR	1 523	2 105	neg	22.8	9.3	16.5	8.1	5.4	0.7	1.5	2.3
SILM *	Power machines	0.23	UR	UR	UR	2 033	1 935	10.5	10.2	8.8	7.1	6.0	5.3	1.0	7.3	neg
MASZ	Mashinostroitelny Zavod	275	325	HOLD	18%	383	366	4.8	4.7	4.5	2.9	2.6	2.5	0.8	0.6	neg
NZHK	NCCP	10.0	11.0	HOLD	10%	265	246	6.1	6.5	6.5	3.1	3.0	3.0	1.2	0.6	neg
NZHKP *	NCCP, Pref	2.8	UR	UR	UR											
KHEL	Kazan Helicopters	1.59	2.20	BUY	38%	245	402	5.0	5.1	4.6	6.1	5.3	4.9	0.7	1.2	2.1
uuaz	Ulan-Ude Avia Plant	1.19	1.80	BUY	52%	317	155	4.0	4.2	4.4	1.4	1.3	1.4	0.3	1.5	neg
rtvl	Rostvertol	0.042	0.030	SELL	-29%	97	186	6.3	6.1	5.6	4.6	4.6	4.2	0.6	0.6	2.2

Real Estate & Infrastructure

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	EV, \$ mn	P/E			EV/EBITDA			EV/S	P/BV	N.Debt/EBITDA
								2009	2010E	2011E	2009	2010E	2011E			
LSRG	LSR Group, Common	27.7	57.0	BUY	105%	2 598	3 810	18.0	12.7	9.9	8.2	8.0	7.1	2.2	2.0	2.6
LSRG LI	LSR Group, GDR	7.6	11.4	BUY	51%	3 536	4 747	24.4	17.3	13.5	10.3	10.0	8.8	2.7	2.7	2.6
PIK LI	Pik Group, GDR	3.4	7.2	BUY	114%	1 657	2 983	neg	neg	45.9	17.5	13.7	11.7	2.4	3.0	6.1
AFID	AFI Development, GDR	0.83	1.50	BUY	82%	864	1 070	neg	neg	60.7	41.0	31.7	12.8	10.0	0.5	6.1
MLD	MirLand Development, GDR	3.05	5.00	BUY	64%	316	530	neg	123.0	8.7	neg.	25.9	8.3	12.4	1.0	10.5
MSTT	Mostotrest	960	1070	BUY	11%	1 192	1 265	34.6	23.7	18.9	8.4	6.7	5.9	0.9	5.9	0.4

* - multiples for companies Under Review based on Bloomberg consensus estimates

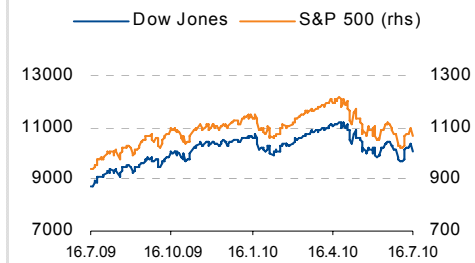
Source: Bloomberg, TKB Capital estimates

MODEL PORTFOLIO

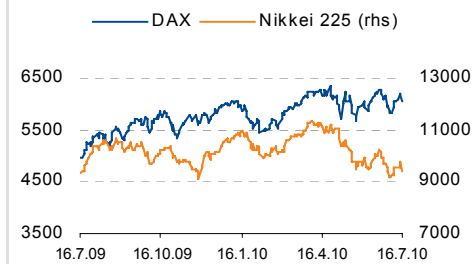
Company name and ticker	Price of purchase (22/04/2010), \$	Current Price, \$	Upside Potential			Market Cap (\$ mn)	Free float (\$ mn)	Share in RTSI	Share in Portfolio	
			1M	6M	12M					
Model Portfolio performance since last update			-4.6%			since 21/04/2010		-14.7%		
Cash									10.00%	
Oil & Gas									30.00%	
ROSN	Rosneft	7.53	6.09	n/a	32%	64%	58 452	8 768	6.89%	5.00%
TNBP	TNK-BP Holding	2.06	2.01	n/a	10%	20%	31 773	1 589	0.00%	10.00%
BANE	Bashneft	36.25	35.00	n/a	21%	43%	5 956	1 465	0.41%	15.00%
Metals & Mining									13.00%	
RASP	Raspadskaya	4.875	3.874	32%	55%	81%	3 025	605	0.42%	5.00%
MTLR	Mechel	25.06	19.29	0%	61%	81%	0	0	0.86%	5.00%
CHMF	Severstal	12.43	10.72	0%	40%	59%	10 805	1 891	1.12%	3.00%
Consumer and Retail									10.00%	
MGNT	Magnit	88.93	96.84	2%	12%	24%	8 612	2 584	1.40%	5.00%
PHST	Pharmstandard	70.81	75.14	3%	19%	37%	2 840	284	0.29%	5.00%
Machinery									6.00%	
SVAV	Sollers	15.91	14.02	43%	64%	85%	480	168	0.10%	3.00%
SILM	Power Machines	0.209	0.233	11%	20%	33%	2 033	102	0.00%	3.00%
Banks									10.00%	
SBER	Sberbank OS	2.70	2.60	19%	35%	50%	56 034	16 810	14.60%	6.00%
STBK	Bank St-Petersburg OS	3.28	2.97	41%	52%	65%	838	147	0.00%	4.00%
Utilities									15.00%	
HYDR	RusHydro	0.0539	0.0513	5%	31%	41%	12 580	4 667	2.33%	6.00%
TGKG	TGK-7	0.0472	0.0545	8%	47%	63%	1 635	759	0.00%	4.00%
TGKK	TGK-11	0.000705	0.000555	13%	78%	104%	285	113	0.00%	2.00%
TGKM	TGK-13	0.00359	0.00336	9%	53%	71%	536	178	0.00%	3.00%
Telecoms									3.00%	
ENCO	Sibirtelecom OS	0.058	0.060	28%	n/a	n/a	725	72	0.20%	1.00%
KUBN	South Telecom OS	0.140	0.146	30%	n/a	n/a	432	43	0.00%	1.00%
SPTL	North-West Telecom OS	0.654	0.685	31%	n/a	n/a	603	60	0.14%	1.00%
Real Estate / Development									3.00%	
LSRG	LSR Group	29.64	27.50	53%	89%	136%	2 576	464	0.00%	3.00%

STOCK INDEXES

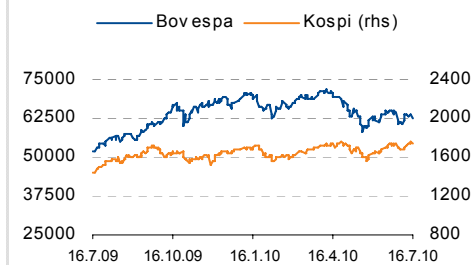
Dow Jones	10 098	-2.52%
S&P 500	1 065	-2.88%



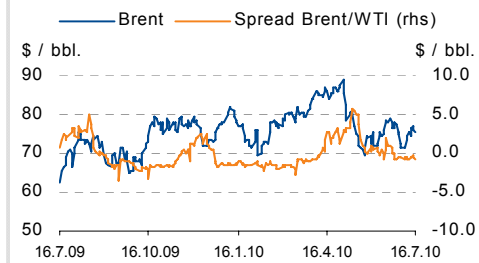
DAX	6 040	-1.77%
Nikkei 225	9 408	-2.86%



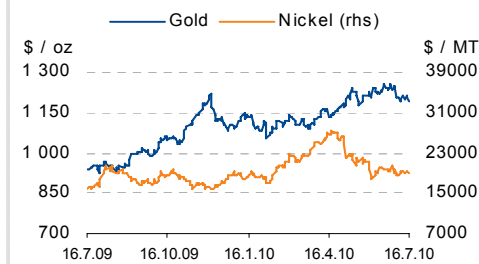
Bovespa	62 339	-1.81%
Kospi	1 738	-0.73%


COMMODITY FUTURES

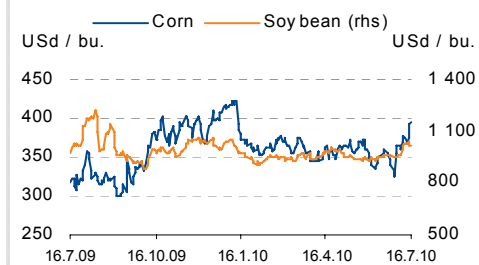
Brent	75.37	-1.08%
Spread Brent/WTI	-0.64	-0.21



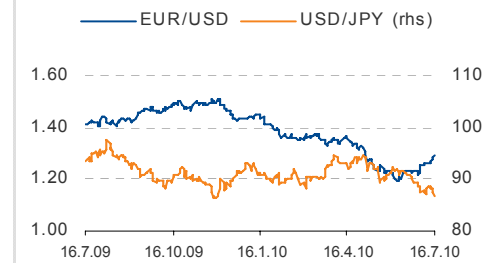
Gold	1 188	-1.7%
Nickel	18 886	-2.3%



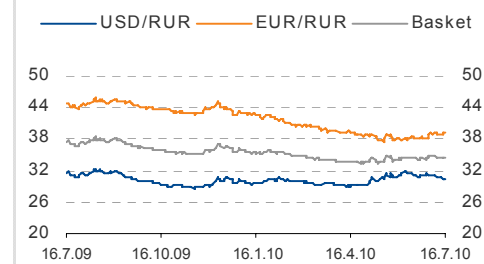
Corn	394.8	0.57%
Soybean	1 019.5	0.05%


CURRENCIES

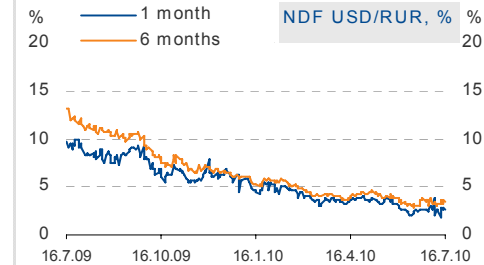
EUR/USD	1.292	0.30%
USD/JPY	86.6	-0.94%



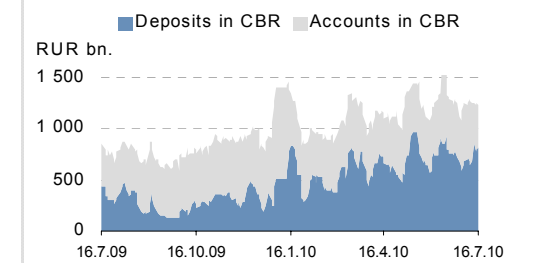
USD/RUR	30.48	-0.05%
EUR/RUR	39.37	0.26%



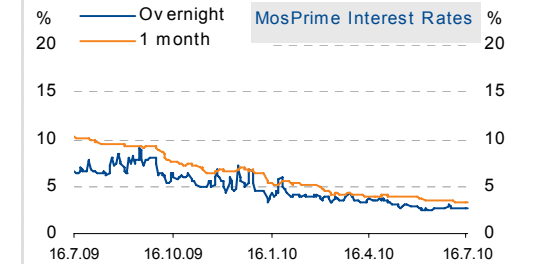
NDF USD/RUR 1m, %	2.67	-0.22
NDF USD/RUR 6m, %	3.42	-0.23


LIQUIDITY AND INTEREST RATES

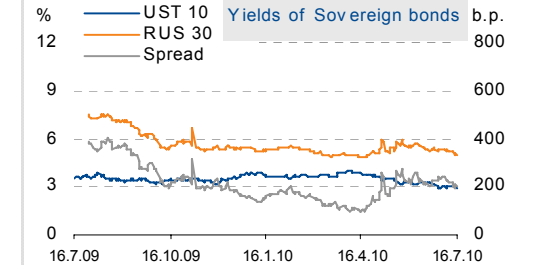
Deposits in CBR, RUR bn	752	-7.0%
Accounts in CBR, RUR bn	457	6.9%



MosPrime O/N, %	2.7	0.00
MosPrime 1m, %	3.4	0.02



UST 10Y, %	2.92	-0.07
Russia 30Y, %	4.96	-0.11



Source: Bloomberg, Central Bank of Russia, TKB Capital estimates

RUSSIAN ADRS & GDRS ON FOREIGN EXCHANGES

Bloomberg Code	Issuer	Exchange	Shares per ADR/GDR	Volume in ADRs/GDRs	Price per ADR/GDR, \$	Change, %	Local ticker	Price per local share, \$	Premium / discount to local,
OGZD LI	Gazprom	LSE	4	8 283 992	20.30	-1.79%	GAZP RX	20.38	-0.39%
ROSN LI	Rosneft	LSE	1	9 356 928	6.04	-2.42%	ROSN RX	6.09	-0.82%
LKOD LI	LUKOIL	LSE	1	1 724 457	52.20	-1.88%	LKOH RX	52.26	-0.12%
SGGD LI	Surgutneftegas, Common	LSE	10	1 482 329	9.04	-0.22%	SNGS RX	9.08	-0.39%
ATAD LI	Tatneft, Common	LSE	6	183 042	30.40	0.33%	TATN3 RX	28.56	6.44%
GAZ LI	Gazprom Neft	LSE	5	85 161	19.11	0.37%	SIBN RX	19.10	0.04%
NVTK LI	NOVATEK	LSE	10	208 976	75.30	0.27%	NVTK RX	72.24	4.24%
AOIL SS	Alliance Oil	OMXS	1	329 163	12.09	-2.66%			
EDCL LI	Eurasia Drilling	LSE	1	97 656	19.70	1.03%			
INTE LI	Integra	LSE	0.05	29 178	2.32	0.87%			
O2C GR	CAT Oil	XETRA	1	24 689	9.09	0.89%			
VGAS LN	Volga Gas	LSE	1	471	3.17	1.58%			
SSA LI	Sistema	LSE	20	142 212	23.60	-1.09%	AFKC RX	17.73	33.12%
MBT US	Mobile TeleSystems	NYSE	2	2 180 328	20.35	-3.55%	CMST RX	15.77	29.00%
VIP US	VimpelCom	NYSE	0.05	2 990 329	15.44	0.19%			
CMST LI	Comstar-UTS	LSE	1	454 018	6.15	0.49%	MTSI RX	6.24	-1.40%
RKMD LI	Rostelecom, Common	LSE	6	-	21.40	0.00%	RTKM RX	21.02	1.81%
CTCM US	CTC Media	NASDAQ	1	683 388	16.73	-0.71%			
SITR LI	SITRONICS	LSE	50	3 000	0.95	5.56%	SITR RU	1.13	-15.56%
VTBR LI	VTB Bank	LSE	2000	3 218 783	5.00	-3.66%	VTBR RX	5.02	-0.32%
VZY GR	Vozrozhdenie Bank, Common	XETRA	3/4	-	22.00	0.00%	VZRZ RX	23.02	-4.44%
FIVE LI	X5 Retail Group	LSE	0.25	607 448	35.00	2.58%			
MGNT LI	Magnit	LSE	0.20	1 151 847	21.53	5.80%	MGNT RX	19.37	11.16%
PHST LI	Pharmstandard	LSE	0.25	20 351	25.25	2.02%	PHST RX	18.79	34.41%
WBD US	Wimm-Bill-Dann Foods	NYSE	0.25	186 944	19.88	-3.96%	WBDF RX	11.86	67.63%
CHE LI	Cherkizovo Group	LSE	2/3	700	19.21	3.67%	GCHE RX	15.17	26.66%
URKA LI	Uralkali	LSE	5	1 925 748	19.95	2.84%	URKA RX	20.10	-0.77%
RUSAL FP	RUSAL	Euronext	20	8 361	18.73	1.00%			
MNOD LI	Norilsk Nickel	LSE	0.1	4 493 836	15.83	-0.44%	GMKN RX	15.81	0.15%
SVST LI	Severstal	LSE	1	1 923 429	10.87	0.56%	CHMF RX	10.72	1.38%
NLMK LI	NLMK	LSE	10	72 082	28.89	1.58%	NLMK RX	28.72	0.58%
MMK LI	MMK	LSE	13	880 200	9.20	-1.60%	MAGN RX	9.22	-0.25%
MTL US	Mechel, Common	NYSE	1	3 646 917	18.21	-5.89%	MTLR RX	19.29	-5.61%
EVR LI	Eurasia Group	LSE	1/3	675 154	23.80	-0.04%			
PLZL LI	Polyus Gold	LSE	0.5	681 842	25.00	-0.48%	PLZL RX	23.23	7.64%
PMTL LI	Polymetal	LSE	1	145 650	12.21	-6.08%	PMTL RX	12.47	-2.12%
HGM LN	Highland Gold	LSE	1	790 428	2.08	2.64%			
HRG CN	High River Gold	TSX	1	181 334	0.76	-1.16%			
TMKS LI	TMK	LSE	4	355 545	16.39	0.24%	TRMK RX	16.37	0.09%
CHZN LI	Chelyabinsk Zinc Plant	LSE	1	-	3.40	0.00%	CHZN RX	3.38	0.56%
LSRG LI	LSR Group	LSE	0.20	981 892	7.55	3.85%	LSRG RX	5.55	36.09%
PIK LI	PIK Group	LSE	1	162 134	3.36	-2.89%	PIKK RX	3.47	-3.12%
AFID LI	AFI Development	LSE	1	156 790	0.83	2.80%			
MLD LN	MirLand Development	LSE	1	-	3.05	4.60%			
HALS LI	Sistema Hals	LSE	0.05	154 849	1.13	-5.83%	HALS RX	1.22	-7.35%
RUS LN	Raven Russia	LSE	1	206 270	0.64	-1.56%			
RGI LN	RGI International	LSE	1	25 000	2.05	0.00%			
GLTR LI	Globaltrans	LSE	1	11 875	13.43	-3.03%			
NCSP LI	NCSP	LSE	75	1 300	10.75	0.47%	NMTP RX	10.83	-0.77%

Source: Bloomberg, TKB Capital estimates

WORLD EQUITY INDICES

Index	Country	Value	Daily change, %	Weekly change, %	Monthly change, %	YTD change, %	Change of 52 week,
Asia							
Nikkei 225	Japan	9 408.36	-2.86%	-1.85%	-6.54%	-10.79%	0.69%
Hang Seng	Hong Kong	20 250.16	-0.03%	-0.63%	0.94%	-7.42%	10.28%
Straits Times	Singapore	2 957.72	0.48%	1.39%	3.89%	2.07%	23.19%
Seoul Composite	South Korea	1 738.45	-0.73%	0.90%	1.94%	3.31%	21.38%
Shanghai Composite	China	2 424.27	0.00%	-1.89%	-5.67%	-26.02%	-23.85%
Taiwan Weighted	Taiwan	7 664.57	-0.52%	0.23%	2.82%	-6.39%	13.04%
SENSEX	India	17 955.82	0.26%	0.69%	2.82%	2.81%	26.00%
Europe							
FTSE 100	Great Britain	5 158.85	-1.01%	0.50%	-1.51%	-4.69%	18.27%
DAX	Germany	6 040.27	-1.77%	-0.41%	-2.43%	1.39%	21.85%
CAC 40	France	3 500.16	-2.28%	-1.53%	-4.78%	-11.08%	9.39%
Budapest SE Index	Hungary	22 496.82	-1.49%	-0.43%	4.96%	5.98%	41.73%
PX50	Czech Republic	1 153.10	-1.86%	0.46%	-0.71%	3.20%	21.58%
WIG 20 TR	Poland	2 375.24	-0.80%	1.78%	-0.34%	-0.56%	24.11%
ISE 100	Turkey	57 729.36	0.07%	1.01%	2.35%	9.28%	51.30%
RTS	Russia	1 389.92	-0.96%	2.24%	-0.84%	-3.79%	53.88%
MICEX	Russia	1 327.55	-0.94%	0.26%	-3.07%	-3.10%	41.42%
Africa							
FTSE/JSE Top 40	South Africa	24 465.49	0.23%	0.74%	-1.01%	-2.13%	15.41%
Egypt CMA GENL	Egypt	567.15	0.00%	1.74%	-2.70%	-1.10%	5.98%
America							
DJIA	USA	10 097.90	-2.52%	-0.98%	-2.99%	-3.17%	15.91%
S&P 500	USA	1 064.88	-2.88%	-1.21%	-4.46%	-4.50%	13.20%
NASDAQ	USA	2 179.05	-3.11%	-0.79%	-5.50%	-3.97%	15.60%
Bovespa	Brazil	62 339.27	-1.81%	-1.79%	-3.72%	-9.11%	20.07%
BUSE MERVAL	Argentina	2 283.07	-1.04%	-0.28%	-1.72%	-1.62%	40.38%
IBC	Venezuela	64 772.71	-0.19%	-1.22%	-0.75%	17.61%	42.61%
Emerging markets indexes							
MSCI BRIC		305.92	-1.01%	-1.27%	-0.80%	-7.94%	20.27%
FTSE Russia IOB Index		798.08	-1.09%	1.17%	-2.37%	-9.21%	31.74%
MSCI Russia		742.47	-1.16%	1.87%	-0.86%	-6.65%	36.79%

Source: Bloomberg, TKB Capital estimates

COMMODITY MARKETS
Spot-market

Bloom berg code	Commodity	Value	Daily change, %	Weekly change, %	Monthly change, %	YTD change, %	Change of 52 week, %
EUCRBRDT	Brent	74.54	-0.79%	-0.01%	-3.22%	-3.45%	18.04%
EUCRURMD	Urals	74.34	0.01%	1.01%	-2.77%	-3.11%	17.70%
USCRWTIC	WTI	76.01	-0.98%	-0.11%	-2.14%	-4.22%	22.56%
GOLDLNPM	Gold	1 189.25	-1.55%	-1.61%	-3.67%	9.36%	27.19%
SLVRLN	Silver	18.25	-0.92%	2.13%	-1.40%	7.42%	38.15%
PLAT	Platinum	1 509.00	-1.34%	-1.50%	-3.82%	2.97%	29.56%
PALL	Palladium	450.00	-3.79%	-1.96%	-4.96%	10.35%	81.27%
LMAHDY	Aluminium	1 959.50	-2.01%	-1.21%	-0.72%	-10.81%	17.53%
LMCADY	Copper	6 468.75	-2.89%	-4.04%	-2.33%	-11.89%	22.74%
LMNIDY	Nickel	18 885.50	-2.33%	-2.87%	-5.43%	2.35%	17.88%
LMZSDY	Zinc	1 770.50	-0.67%	-5.59%	-1.36%	-29.99%	16.02%
MBSTCIHR	Steel HRC (FOB Black Sea)	547.50	0.00%	-5.60%	-5.60%	7.88%	3.30%
MBSTUSHR	Steel HRC (USA)	625.00	0.00%	0.00%	-3.10%	23.76%	54.32%
LMSNDY	Tin	17 734.50	-1.03%	0.66%	-0.01%	5.13%	35.09%
LMPBDY	Lead	1 751.75	-1.56%	-3.99%	0.81%	-27.07%	9.62%

Futures

Bloom berg code	Commodity	Value	Daily change, %	Weekly change, %	Monthly change, %	YTD change, %	Change of 52 week, %
CO1	Brent	75.37	-1.08%	-0.07%	-3.54%	-3.28%	20.11%
CL1	WTI	76.01	-0.80%	-0.11%	-2.14%	-4.22%	22.56%
HO1	Heating Oil	201.13	-0.35%	-0.71%	-4.68%	-5.07%	25.75%
PG1	Gasoline	204.86	-0.59%	-1.03%	-4.50%	-0.21%	19.56%
NG1	Natural Gas	4.52	-1.46%	2.66%	-9.22%	-18.90%	23.20%
GC1	Gold	1 188.20	-1.66%	-1.79%	-3.34%	8.39%	27.03%
SI1	Silver	17.77	-3.12%	-1.55%	-3.62%	5.65%	34.34%
PL1	Platinum	1 508.40	-1.41%	-1.35%	-3.77%	3.32%	29.73%
PA1	Palladium	448.15	-4.03%	-1.93%	-5.51%	10.04%	81.44%
LY1	Aluminium	2 011.00	0.00%	3.02%	5.52%	3.95%	35.24%
LP1	Copper	6 468.75	-2.89%	-4.07%	-2.50%	-12.01%	23.06%
LN1	Nickel	18 886.00	-2.33%	-2.87%	-5.55%	2.27%	17.70%
LX1	Zinc	1 770.75	-0.69%	-5.71%	-2.07%	-30.14%	15.41%
LT1	Tin	17 735.00	-1.03%	0.66%	-0.16%	4.98%	34.82%
LL1	Lead	1 752.00	-1.59%	-4.12%	0.34%	-27.27%	9.23%
API21MON	Steam Coal	93.50	0.00%	-0.23%	-3.24%	13.61%	34.75%
CCKPTAIY Index	Coking Coal	1 580.00	0.00%	-2.47%	-8.14%	-7.06%	-2.47%
MBFOFO01 Index	Iron Ore	124.00	-3.88%	-3.88%	-18.15%	11.21%	42.53%
SB1	Sugar	17.11	-1.61%	3.01%	5.16%	-36.51%	-1.61%
CC1	Cocoa	3 165.00	3.20%	6.82%	8.73%	-3.77%	19.57%
KC1	Coffee	164.80	0.00%	2.23%	3.81%	21.22%	45.20%
C 1	Corn	394.75	0.57%	5.20%	10.81%	-4.76%	24.63%
W 1	Wheat	587.25	-1.51%	12.18%	27.32%	8.45%	10.13%
S 1	Soybean	1 019.50	0.05%	-0.59%	6.45%	-1.95%	4.46%
CT1	Cotton	79.96	1.83%	2.32%	-2.21%	5.77%	29.85%

MONEY MARKET
FOREX

Bloomberg code	Currency	Value	Daily change, %	Weekly change, %	Monthly change, %	YTD change, %	Change of 52 week, %
RUB Curncy	Dollar USD (rubles per \$1)	30.48	-0.05%	-1.17%	-2.35%	1.47%	-3.73%
EURRUB Curncy	Euro (rubles per 1 euro)	39.37	0.26%	0.99%	2.47%	-8.59%	-11.92%
RUBBASK Curncy	Basket \$0.55/0.45€ (rubles)	34.50	0.20%	-0.01%	0.13%	-4.05%	-8.36%
EUR Curncy	Euro (\$ per 1 euro)	1.292	0.30%	2.13%	4.90%	-9.87%	-8.49%
GBP Curncy	British Pound Sterling (\$ per 1 pound)	1.530	-0.38%	1.58%	3.18%	-5.26%	-6.79%
JPY Curncy	Japanese Yen (yen per \$1)	86.63	-0.94%	-2.11%	-5.21%	-6.99%	-7.46%
CHF Curncy	Swiss Franc (francs per \$1)	1.052	0.82%	-0.62%	-6.61%	1.66%	-2.21%
CNY Curncy	Chinese Yuan (yuan per \$1)	6.775	-0.05%	0.01%	-0.84%	-0.76%	-0.82%
BRL Curncy	Brazilian Real (reals per \$1)	1.785	0.65%	1.58%	-0.04%	2.46%	-7.84%
MXN Curncy	Mexican Peso (pesos per \$1)	12.95	1.01%	1.30%	2.74%	-1.01%	-4.68%
TRY Curncy	Turkish Lira (liras per \$1)	1.541	0.13%	-0.83%	-1.50%	3.17%	0.69%
INR Curncy	Indian Rupee (rupee per \$1)	46.78	0.36%	0.24%	0.48%	0.54%	-3.89%
KRW Curncy	S.Korean Won (won per \$1)	1 215.4	1.16%	1.41%	0.35%	4.95%	-4.20%

Interest rates









































Bloomberg code	Indicator	Rate, %	Daily change, p.p.	Weekly change, p.p.	Monthly change, p.p.	YTD change, p.p.	Change of 52 week, p.p.
US000/N Index	LIBOR Overnight	0.269	-0.001	-0.006	-0.028	0.100	0.028
US0001M Index	LIBOR 1Month	0.338	-0.003	-0.003	-0.010	0.107	0.049
US0003M Index	LIBOR 3Months	0.521	-0.003	-0.006	-0.018	0.271	0.011
EUR001M Index	EURIBOR 1Month	0.597	0.023	0.050	0.155	0.144	0.000
EUR003M Index	EURIBOR 3Months	0.861	0.015	0.039	0.134	0.161	-0.108
MOSKON Index	MosPrime Overnight	2.730	0.000	0.060	0.110	-1.720	-3.810
MOSK1W Index	MosPrime 1Week	2.910	0.000	0.010	-0.010	-1.690	-4.800
MOSK2W Index	MosPrime 2Weeks	3.130	0.020	0.030	0.040	-1.820	-5.370
MOSKP1 Index	MosPrime 1Month	3.370	0.020	0.010	-0.070	-2.950	-6.890
MOSKP3 Index	MosPrime 3Months	3.880	0.020	0.010	-0.100	-3.170	-8.150

NDF RUR

Bloomberg code	Maturity	Rate, %	Daily change, p.p.	Weekly change, p.p.	Monthly change, p.p.	YTD change, p.p.	Change of 52 week, p.p.
RRNI1M Curncy	1 Month	2.67	-0.22	0.10	0.54	-3.07	-7.02
RRNI3M Curncy	3 Months	2.94	-0.47	-0.04	0.24	-4.58	-8.42
RRNI6M Curncy	6 Months	3.42	-0.23	0.21	0.50	-2.63	-9.71
RRNI12M Curncy	1 Year	4.03	0.02	-0.03	-0.03	-2.43	-9.09

Source: Bloomberg, TKB Capital estimates

MACROECONOMICS: STATISTICS & EVENTS CALENDAR

Date	Time	Indicator	Period	Survey	Actual	Prior	Revised
19.07.2010 MONDAY		UK 3:01 Rightmove House Prices (MoM)	JUL	--	-0.60%	0.30%	--
		UK 3:01 Rightmove House Prices (YoY)	JUL	--	3.70%	5.00%	--
		EC 12:00 ECB Euro-Zone Current Account SA	MAY	--	--	-5.1B	--
		EC 12:00 Euro-Zone Current Account nsa	MAY	--	--	-6.9B	--
		EC 13:00 Construction Output SA MoM	MAY	--	--	-0.30%	--
		EC 13:00 Construction Output WDA YoY	MAY	--	--	-6.10%	--
		US 18:00 NAHB Housing Market Index	JUL	16	--	17	--
20.07.2010 TUESDAY		UK 12:30 Public Finances (PSNCR)	JUN	16.0B	--	12.0B	--
		UK 12:30 Public Sector Net Borrowing	JUN	13.0B	--	16.0B	--
		UK 12:30 M4 Money Supply (MoM)	JUN	-0.10%	--	0.00%	--
		UK 12:30 M4 Money Supply (YoY)	JUN	2.90%	--	2.80%	--
		UK 12:30 Major Banks Mortgage Approvals	JUN	52K	--	51K	--
		UK 14:00 CBI Business Optimism	JUL	22.0	--	24.0	--
		UK 14:00 CBI Trends Total Orders	JUL	-24.0	--	-23.0	--
		US 16:30 Housing Starts	JUN	580K	--	593K	--
		US 16:30 Housing Starts MOM%	JUN	-2.20%	--	-10.00%	--
		US 16:30 Building Permits	JUN	575K	--	574K	--
		US 16:30 Building Permits MOM%	JUN	0.20%	--	-5.90%	--
21.07.2010 WEDNESDAY		US 1:00 ABC Consumer Confidence	JUL 18	--	--	-44	--
		US 15:00 MBA Mortgage Applications	JUL 16	--	--	-2.90%	--
22.07.2010 THURSDAY		EC 12:00 PMI Composite	JUL	55.5	--	56.0	--
		EC 12:00 PMI Services	JUL	55.0	--	55.5	--
		EC 12:00 PMI Manufacturing	JUL	55.1	--	55.6	--
		UK 12:30 Retail Sales Ex Auto Fuel(MoM)	JUN	0.60%	--	0.50%	--
		UK 12:30 Retail Sales Ex Auto Fuel(YoY)	JUN	2.40%	--	3.40%	--
		EC 13:00 Industrial New Orders SA (MoM)	MAY	-0.10%	--	0.90%	0.60%
		EC 13:00 Industrial New Orders SA (YoY)	MAY	20.00%	--	22.10%	21.80%
		US 16:30 Initial Jobless Claims	JUL 17	445K	--	429K	--
		US 16:30 Continuing Claims	JUL 10	4590K	--	4681K	--
		US 17:00 RPX Composite 28dy Index	MAY 31	--	--	192.52	--
		US 17:00 RPX Composite 28dy YoY	MAY	--	--	2.36%	--
		US 18:00 Existing Home Sales	JUN	5.10M	--	5.66M	--
		US 18:00 Existing Home Sales MoM	JUN	-9.90%	--	-2.20%	--
		US 18:00 House Price Index MoM	MAY	-0.30%	--	0.80%	--
	US 18:00 Leading Indicators	JUN	-0.30%	--	0.40%	--	
	EC 18:00 Euro-Zone Consumer Confidence	JUL	-17	--	-17	--	
23.07.2010 FRIDAY		UK 12:30 GDP (QoQ)	2Q	0.60%	--	0.30%	--
		UK 12:30 GDP (YoY)	2Q	1.10%	--	-0.20%	--
		UK 12:30 Index of Services (3mth/3mth)	MAY	0.70%	--	0.60%	--
		UK 12:30 BBA Loans for House Purchase	JUN	37000	--	36709	--

CORPORATE EVENTS CALENDAR

Date	Company	Ticker	Sector	Event
last week of July	TNK-BP Holding	TNBP	Oil and gas	BP 6M10 results (estimate of TNK-BP net income)
last week of July	TNK-BP Holding	TNBP	Oil and gas	TNK-BP 6M10 results (estimate of TNK-BP Holding's financials)
last week of July	Lukoil	LKOH	Oil and gas	ConocoPhillips 6M10 results (estimate of Lukoil's net income)
last week of July	SurgutNG	SNGS	Oil and gas	6M results under RAS
last week of July	Pharmstandard	PHST	Consumer & Retail	6M10 operating update
July, 30	FGC	FEES	Utilities	2009 results under IFRS
July	Enel OGC-5	OGKE	Utilities	Publication of 1H10 operating and unaudited IFRS highlights
July	Gazprom	GAZP	Oil and gas	3M10 results under IFRS
June	OGK-1	OGKA	Utilities	1Q10 results under IFRS
July	OGK-1	OGKA	Utilities	1H10 results under RAS
mid-August	Novatek	NVTK	Oil and gas	6M10 results under IFRS
2nd week of August			Machinery	July car and LCV sales in Russia according to AEB
August, 13	OGK-2	OGKB	Utilities	1H10 results under RAS
August, 14	FGC	FEES	Utilities	1H10 results under RAS
first half of August	Bashneft	BANE	Oil and gas	6M results under RAS
first half of August	Ufaneftekhimi	UFNC	Oil and gas	6M10 results under RAS
first half of August	Ufa refinery	UNPZ	Oil and gas	6M10 results under RAS
first half of August	Novo-Ufa refinery (Novoil)	NUNZ	Oil and gas	6M results under RAS
first half of August	Ufaorgsintez	UFOS	Oil and gas	6M10 results under RAS
first half of August	Bashkitnefteprodukt	BANP	Oil and gas	6M results under RAS
first half of August	Sibneftegeophysika	SNGF	Oil and gas	6M results under RAS
first half of August	Bashneftegeophysika	BNGF	Oil and gas	6M results under RAS
first half of August	Saratovneftegeophysika	SRGF	Oil and gas	6M results under RAS
first half of August	Bugulminsky Electric Pump Plant	BUNZ	Oil and gas	6M results under RAS
first half of August	Gazprom Neft-NNGGF	SNNG	Oil and gas	6M results under RAS
first half of August	Volgogradneftegeophysika	VNGF	Oil and gas	6M results under RAS
first half of August	Volgaburmash	VBUM	Oil and gas	6M results under RAS
August, 16	OGK-4	OGKD	Utilities	1H10 results under RAS
August, 13-17	AVTOVAZ	AVAZ	Machinery	6M10 results under RAS
August, 13-17	KAMAZ	KMAZ	Machinery	6M10 results under RAS
August, 13-17	Power Machines	SILM	Machinery	6M10 results under RAS
August, 13-17	Ulan-Ude Avia Plant	UUAZ	Machinery	6M10 results under RAS
August, 13-17	Kazan Helicopters	KHEL	Machinery	6M10 results under RAS
August, 13-17	Rostvertol	RTVL	Machinery	6M10 results under RAS
August, 13-17	Mashinostroitelny Zavod	MASZ	Machinery	6M10 results under RAS
August, 13-17	NCCP	NZHK	Machinery	6M10 results under RAS
August, 18	Bank Vozrozhdenie	VZRZ	Banks	6M10 results under RAS
last week of August	Alliance Oil	AOIL SS	Oil and gas	6M10 results under IFRS
August, 26	X5 Retail Group	FIVE	Consumer & Retail	2Q10 and 1H10 results under IFRS (audited)

Source: TKB Capital estimates

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