

COMMENT

Good statistics on the US labor market supported the markets yesterday and positive sentiments are dominating on the markets in Asia today. Adjusted data on 2Q GDP growth in Japan surpassed the previous number (1.5% y-o-y vs. previous estimate of 0.4%) that is also boosting the stock performance in Asia. Meanwhile, risks of deteriorating conditions in Europe persist, while macroeconomic figures highlight slower growth rates. This constrains investors' enthusiasm. Crude oil is trading higher this morning backed by favorable economic updates in the US and Japan.

The Russian market is slated to open slightly higher on the back of moderately positive newsflow. Trading activity remains only in selected names. Among the key investment stories for today are TMK (due to release 2Q10 financials) and Norilsk Nickel (ahead of the cut-off date for its EGM). Domestically-oriented stocks are still on the investors' radar screen.

Indicator	Value	Change	
		1 day	1 week
10.09.2010			
Nikkei 225	▲ 9,199	1.1%	0.9%
Hang Seng	▼ 21,159	0.0%	0.9%
Shanghai Composite	▼ 2,640	-0.6%	-0.6%
09.09.2010			
DJIA	▲ 10,415	0.3%	0.9%
S&P 500	▲ 1,104	0.5%	1.3%
NASDAQ	▲ 2,236	0.3%	1.6%
Bovespa	▲ 66,624	0.3%	-0.3%
FTSE 100	▲ 5,494	1.2%	2.3%
DAX	▲ 6,222	0.9%	2.3%
CAC 40	▲ 3,722	1.2%	2.5%
RTS	▲ 1,492	1.6%	2.5%
MICEX	▲ 1,437	1.1%	2.5%
MSCI BRIC	▲ 326	0.4%	1.3%
MSCI Russia	▲ 792	1.0%	1.9%
Brent	▼ 77.5	-0.9%	0.7%
WTI	▼ 74.3	-0.6%	-1.0%
Gold	▼ 1,249.4	-0.5%	-0.2%
Silver	▼ 19.8	-0.8%	0.9%
Nickel	▼ 22,745	-0.7%	5.3%
Corn	▲ 456.3	4.1%	3.8%
Wheat	▼ 706.8	-0.3%	3.0%
Soybean	▼ 1,037.8	-0.2%	-0.6%
LIBOR 3 month	0.29	0.00	0.00
EURIBOR 3 month	▼ 0.88	0.00	-0.01
MosPrime 1 week	▼ 2.92	-0.01	-0.04
MosPrime 1 month	▼ 3.26	-0.01	-0.02
USD/RUR	▲ 30.88	0.2%	0.5%
EUR/USD	▼ 1.270	-0.4%	-0.8%
GBP/USD	▼ 1.544	-0.3%	0.3%
USD/JPY	▼ 83.81	-0.1%	-0.5%
1 month	▲ 2.62	0.01	0.03
3 months	▼ 3.05	-0.02	-0.01
6 months	3.47	0.00	0.00
UST 10	▲ 2.76	0.10	0.14
Russia 30	▼ 4.38	0.00	0.07

Source: Bloomberg, TKB Capital estimates

MAIN HEADLINES

- Veropharm's (VRPH) 2Q10 and 1H10 IFRS results: margins soared well above the expectations!

NEWS

- Gazprom's (GAZP) board approves changes to 2010 investment program
- Gazprom's entity filed a lawsuit against IES Holding's offshore
- FAS allowed X5 Retail Group's (FIVE LI) to acquire Kopeyka
- The Russian government may extend cash-for-clunkers program until 2012

CALENDAR

Time	Event	Period	Estimate	Prior
UK statistics:				
12:30	PPI Input NSA (MoM)	AUG	0.1%	-1.0%
12:30	PPI Input NSA (YoY)	AUG	8.9%	10.8%
12:30	PPI Output n.s.a. (MoM)	AUG	0.1%	0.1%
12:30	PPI Output n.s.a. (YoY)	AUG	4.8%	5.0%
12:30	PPI Output Core NSA (MoM)	AUG	0.1%	0.2%
12:30	PPI Output Core NSA (YoY)	AUG	4.6%	4.7%
US statistics:				
18:00	Wholesale Inventories	JUL	0.4%	0.1%

FRIDAY SEPTEMBER 10, 2010
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OIL & GAS
Gazprom's (GAZP) board approves changes to 2010 investment program. NEUTRAL

Investment program is increased by 13%, neutral. Yesterday, Gazprom's board of directors approved adjustments to the 2010 investment program. The investment program was increased by 13% from the level approved in November 2009 to RUR 905.3 bn (around \$30 bn). This includes total capex of RUR751.8 bn (\$25 bn), up by 14% from the previous level. In production segment, Gazprom's priority for 2010 is development of Bovanenkovo and Shtokman fields, in transportation – construction of pipelines under East gas program (Sakhalin-Khabarovsk, etc.), as well as Nord Stream and South Stream. The increase in capex from November 2009 level, reflecting moderate improvement in the global economy and demand for gas, is neutral for Gazprom's performance, in our view. According to Vedomosti, Gazprom forecasts non-CIS exports at 140-145 bcm, unchanged from the 2009 level, – this is in line with Gazprom's previous guidance at 1Q10 results conference call. The recovery in gas production this year (in January-August, Gazprom's gas output increased by 16% y-o-y) and favorable domestic gas prices (regulated gas tariff for industrial consumers set at \$76/mcm for 2010) should support the company's financials this year.

Gazprom		GAZP	
Price, \$		5.36	
Recommendation		UR	
Target, \$		-	
Upside		-	
MC, \$ mn	125,940	EV, \$ mn	169,852
	2009	2010E	2011E
P/E	4.8	4.5	4.2
EV/EBITDA	4.8	3.8	3.5

Source: MICEX, Bloomberg consensus estimates
UTILITIES
Gazprom's entity filed a lawsuit against IES Holding's offshore. NEUTRAL

Lawsuit as a tool. The structure of Gazprom (GAZP) sued at law on RUR16.877 bn to affiliated with the IES Holding Offshore Berezville Investment Ltd, which owns a 11.29% stake in Volga TGK-7 (VTGK), Interfax reported. The claim was filed on behalf of Gazenergoprom-Invest Ltd to Moscow Arbitration Court on 8 September. The reason for filing a claim is not specified. IES-Holding and Gazprom did not comment on the lawsuit. Until now, Gazprom and IES said that the continuing negotiations about future of the genco. According to the source of Interfax, Gazprom may claim a part of the stake in TGK-7, which IES Holding acquired from RAO UES at the time of restructuring. Currently, IES, according to unofficial sources, owns about 48 -50% of the generation company, and Gazprom has a minority interest. A source familiar with the negotiations between Gazprom and IES on TGK-7, told Interfax that the parties agreed on their positions when filing a claim.

There are two possible beneficiaries. Earlier, Gazprom has repeatedly stated that the company may be of interest of controlling TGK-7. IES is ready to keep its stake in the generation company, while until now it has not planned to include it in the consolidation scheme of generation assets. In addition to the structures of Gazprom's, Inter RAO UES expressed its interest to TGC-7 and is likely pasta receive a 30% stake in the generation company, which is on the balance of FGC.

Waiting for changes. We believe that the news is neutral for TGK-7's stock performance, and in our view, in the medium term we may expect changes in TGK-7 shareholder structure. However, it is premature to make any conclusions about the prospects of such events for minority shareholders, in our view, because the changes may be as a consequence of a sale or an assets swap between the parties, not involving cash participation.

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FRIDAY SEPTEMBER 10, 2010

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CONSUMER & RETAIL

Veropharm's (VRPH) 2Q10 and 1H10 IFRS results: margins soared well above the expectations!
POSITIVE

Pleasant surprise in margins. Yesterday, Veropharm reported its unaudited 1H10 IFRS results, which came well above our and market consensus estimates in terms of margins. The company's 2Q10 revenue increased by 23% y-o-y in ruble terms (vs. only 5% y-o-y growth in 1Q10, when the company acknowledged the underproduction of several categories of drugs due to the lack of ingredients as a result of ingredients suppliers' problems). Thus, 1H10 sales growth totaled 16% y-o-y, which is above the overall market growth of 4%). Veropharm's 2Q10 gross margin soared to 73.6% (vs. our conservative forecast of 70%) on considerable margins expansion in all segments and further increase in share of high-margin prescription drugs sales (amounted 75% of total sales in 2Q10 at the expense of decreased share of lower-margin traditional drugs and adhesive bandages sales). Thus, Veropharm gross margin peaked to 73.3% in 1H10, hitting all-time high. 2Q10 SG&A expenses returned back to normal level and totaled 33.5% of sales after they shot up to 55% in 1Q10. 2Q10 EBITDA margin jumped to 42% that helped 1H10 EBITDA margin to improve to 34.3% (vs. 33% in 1H09). Veropharm's net margin increased to 27.3% in 1H10 that demonstrates 34% y-o-y growth in the company's EPS (in dollar terms).

BUY recommendation maintained. After such an impressive recovery of the company's financials after disappointing 1Q10 results we see that the company is on track to meet our top-line growth forecast and management guidance on margins that looks even more optimistic than ours. As a reminder, the company earlier claimed that it intends to outperform market by growth rates this year (expected at 20% y-o-y in retail segment in ruble terms), which are likely to meet our forecast of 24% y-o-y top line growth (in ruble terms). Furthermore, this year Veropharm plans to achieve gross margin of 70% (vs. our current forecast of 68%) and EBITDA margin of up to 40% (vs. our forecast of 32%). We maintain our BUY recommendation for the stock with end-2010 target price at \$47 per share, which implies more than 25% of upside potential. Veropharm relative valuation in comparison with its EM peers implies almost a 40% discount on the basis of 2010E EV/EBITDA.

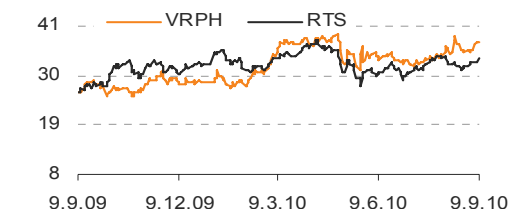
Key financials

IFRS, \$ mn	2Q10	% to 2Q10E	2Q09	Change y-o-y	1H10	Change y-o-y	2010E	2009	Change y-o-y
Revenue	56.5	-5%	42.7	33%	88.9	-36%	183.1	138.5	32%
Gross profit	41.6	0%	30.5	37%	65.2	-36%	123.7	92.5	34%
- gross margin, %	73.6%		71.4%		73.3%		67.5%	66.8%	
EBIT	22.6	19%	16.4	38%	28.5	-20%	53.9	40.2	34%
- EBIT margin, %	40.1%		38.5%		32.0%		29.5%	29.1%	
EBITDA	23.8	20%	17.3	37%	30.5	-22%	57.4	43.8	31%
- EBITDA margin, %	42.0%		40.6%		34.3%		31.4%	31.6%	
Net income	20.1	-6%	14.4	39%	24.3	-17%	39.3	34.9	13%
- net margin, %	35.6%		33.8%		27.3%		21.5%	25.2%	

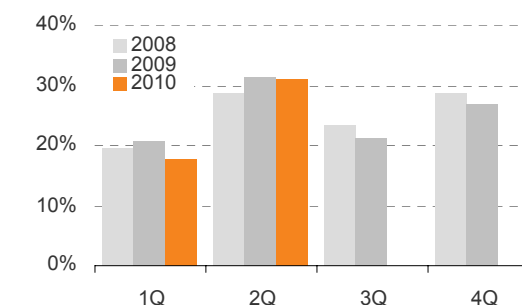
Source: Company data, TKB Capital estimates

Veropharm	VRPH		
Price, \$	37.23		
Recommendation	BUY		
Target, \$	47.00		
Upside	26%		
MC, \$ mn	372	EV, \$ mn	394
	2009	2010E	2011E
P/E	10.7	9.5	7.4
EV/EBITDA	9.0	6.9	5.6

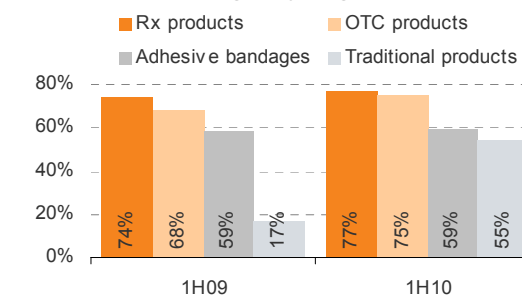
Source: MICEX, TKB Capital estimates



Source: MICEX, RTS, TKB Capital estimates

Sales distribution by quarters, %


Source: Company data, TKB Capital estimates

Gross margin by segments, %


Source: Company data, TKB Capital estimates

CONSUMER & RETAIL
Operating results for 2Q10 & 1H10

\$ mn	2Q10	2Q09	Change, y-o-y	1H10	1H09	Change, y-o-y
SALES	57	43	31%	89	70	28%
Prescription drugs	42	31	36%	63	48	30%
share, %	75%	73%		70%	69%	
Traditional drugs	1	1	4%	1	2	-51%
share, %	1%	2%		1%	3%	
Adhesive bandages	8	8	10%	15	13	15%
share, %	15%	18%		17%	19%	
OTC drugs	5	3	47%	10	6	61%
share, %	9%	8%		11%	9%	
FRP	2	2	4%	4	2	76%
share, %	3%	4%		4%	3%	

RUR mn	2Q10	2Q09	Change, y-o-y	1H10	1H09	Change, y-o-y
SALES	1,710	1,387	23%	2,673	2,300	16%
Prescription drugs	1,284	1,010	27%	1,881	1,587	19%
share, %	75%	73%		70%	69%	
Traditional drugs	21	21	-2%	31	69	-56%
share, %	1%	2%		1%	3%	
Adhesive bandages	255	247	3%	458	437	5%
share, %	15%	18%		17%	19%	
OTC drugs	150	109	38%	304	207	47%
share, %	9%	8%		11%	9%	
FRP	48	49	-2%	106	66	60%
share, %	3%	4%		4%	3%	

Source: Company data, TKB Capital estimates

FAS allowed X5 Retail Group's (FIVE LI) to acquire Kopeyka. POSITIVE

FAS gave the green light to acquire Kopeyka, except of some stores. Today, Vedomosti reported that Federal Antimonopoly Service (FAS) allowed X5 Retail Group to acquire Kopeyka but obliged the retailer to sell (before the deal will be closed) those stores, which are not consistent with the Trade Law 25% limit for any food retailer's market share within the particular municipal districts and cities (according to media, the number of such stores is 24, which are presumably located in Moscow region). Thus, X5 and Kopeyka may now continue discussing the terms of the possible deal. According to the independent appraiser's estimate, Kopeyka's business value is more than RUR34 bn (about \$1.1 bn) or about 12 in terms of 2009 EV/EBITDA (X5 Retail Group trades at 15.7 2009 EV/EBITDA). As a reminder, Kopeyka's beneficiary, Nikolay Tsvetkov, also considers the possibility to place the company's shares via IPO or sell them to Walmart and according to media is expected to make a final decision in late September – early October.

X5 Retail Group, GDR		FIVE	
Price, \$		36.73	
Recommendation		BUY	
Target, \$		50.00	
Upside		36%	
MC, \$ mn	9,975	EV, \$ mn	11,514
	2009	2010E	2011E
P/E	60.3	28.6	17.0
EV/EBITDA	15.6	11.9	8.6

Source: LSE, TKB Capital estimates

FRIDAY SEPTEMBER 10, 2010

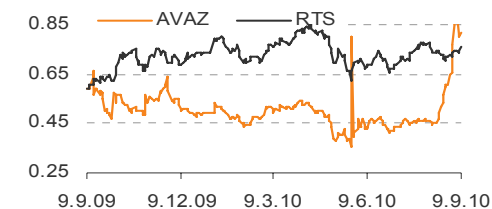
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MACHINERY

The Russian government may extend cash-for-clunkers program until 2012. POSITIVE

State plans to reserve RUR13.5 bn for scrappage certificates in 2011 federal budget. According to Vedomosti, the Russian government plans to allocate RUR13.5 bn for the cash-for-clunkers program in 2011 federal budget. We remind that the state launched RUR10 bn cash-for-clunkers program on 8 March 2010 to support domestic car makers – auto dealers provided scrappage certificate of RUR50,000 for an old car (more than 10 years old) to a customer of new domestically made car. We believe that this program is one of the most successful initiatives of the Russian government. Thus, the first part of 200,000 scrappage certificates was fully used by the end of June vs. autumn as it was expected. Then the state allocated additional RUR10 bn for a second part of the cash-for-clunkers program intended by the end of 2010 and it was already provided more than 86,000 certificates as of this morning.

Supportive for AVTOVAZ and IzhAuto. We believe that the remaining scrappage certificates will be allocated by the end of 2010 as it was planned. However, dealers get RUR50,000 compensation from the government with a delay of 2-3 months. We believe that this is one of the reasons, according to which the government plans to reserve RUR13.5 bn in 2011 federal budget for the cash-for-clunkers program. Another cause is that the Russian state intends to realize gradual exit strategy from this program in order not to repeat negative experience of foreign countries when the car market dropped significantly after the supportive measures ended. In this case, we believe that it will be mostly positive for AVTOVAZ as a key beneficiary of cash-for-clunkers program (above 80% of scrappage certificates provided for LADAs). It will also be positive for IzhAuto, which in September launched the assembly of Classica models (LADA 2105/2107) to realize AVTOVAZ strategy to cancel Classica production next year and commission new Lada Granta by the end of 2011.



Source: MICEX, RTS, 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	5.36	UR	UR	UR	125,940	169,852	4.8	4.5	4.2	4.8	3.8	3.5	1.5	0.7	1.0
ROSN	** Rosneft	6.68	8.5	BUY	27%	64,068	79,170	9.8	6.5	9.6	5.8	4.5	5.8	1.3	1.3	0.9
LKOH	** LUKOIL	55.5	74.0	BUY	33%	47,009	54,768	6.7	5.6	6.1	3.9	3.7	4.1	0.6	0.8	0.5
SNGS	* Surgutneftegas	0.99	UR	UR	UR	38,975	26,164	10.9	7.9	8.4	6.4	3.6	3.7	1.2	1.0	neg
SNGSP	* Surgutneftegas, Pref	0.47	UR	UR	UR											
SIBN	** Gazprom Neft	4.00	4.50	HOLD	12%	18,895	24,312	6.3	6.4	6.2	4.8	4.3	4.1	0.8	1.1	1.0
tnbp	** TNK-BP Holding	2.04	2.80	BUY	37%	31,336	33,078	6.1	5.1	5.4	4.1	3.5	3.6	0.8	1.6	0.2
tnbpp	** TNK-BP Holding, Pref	1.75	2.50	BUY	43%											
TATN	* Tatneft	4.69	UR	UR	UR	10,249	11,843	6.0	5.9	4.8	4.6	4.3	3.4	0.9	0.9	0.6
TATNP	* Tatneft, Pref	2.35	UR	UR												
BANE	* Bashneft	39.75	UR	UR	UR	7,806	9,686	24.4	6.6	5.2	14.2	4.0	3.4	0.8	n/a	0.8
BANEP	* Bashneft, Pref	30.10	UR	UR	UR											
NVTK	* NOVATEK	7.34	UR	UR	UR	22,258	23,120	27.2	17.2	14.0	18.5	12.2	9.9	5.8	4.6	0.5

Metals & 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	169.4	UR	UR	UR	32,297	34,029	12.4	7.5	7.2	7.7	5.1	4.7	2.5	2.2	0.3
CHMF	Severstal	13.36	15.50	HOLD	16%	13,458	17,829	neg	neg	9.8	22.0	6.7	5.0	1.1	1.7	1.7
NLMK	NLMK	3.26	3.21	HOLD	-1%	19,522	20,726	90.8	13.8	11.8	14.4	6.8	5.9	2.4	2.4	0.4
MAGN	MMK	0.89	1.06	HOLD	20%	9,909	12,136	45.2	13.4	8.8	12.2	6.4	5.1	1.7	1.1	1.2
MTL	Mechel, ADR	25.24	29.50	HOLD	17%	10,507	16,089	137.6	11.1	8.2	16.1	7.8	5.5	1.8	2.6	2.7
EVR	Evraz Group, GDR	28.05	32.10	HOLD	14%	11,130	18,934	neg	103.3	6.3	15.3	8.7	5.0	1.4	1.1	3.6
PLZL	* Polyus Gold	46.13	UR	UR	UR	8,795	8,821	27.3	16.6	12.6	16.5	9.9	8.5	5.2	2.8	0.0
PMTL	* Polymetal	14.15	UR	UR	UR	4,457	4,876	46.4	21.6	13.0	20.6	12.4	8.7	5.5	4.9	1.1
TRMK	* TMK	4.16	UR	UR	UR	3,632	7,140	neg	66.0	7.6	22.2	20.3	6.7	1.6	2.4	10.0
RASP	Raspadskaya	5.08	8.50	BUY	67%	3,969	4,272	33.9	14.3	9.1	16.5	9.2	6.1	5.5	3.2	0.7
BLNG	Belon	0.89	1.29	BUY	45%	1,023	1,339	65.6	11.4	10.6	11.9	6.9	6.6	1.7	2.1	1.6
unkl	Yuzhuralnickel	289.0	472.0	BUY	63%	173	21	255.9	11.4	7.4	neg	0.7	0.5	0.1	0.1	0.1
AMEZ	Ashinskiy Steel Works	0.490	0.579	HOLD	18%	244	317	14.6	5.6	9.9	6.3	3.6	4.7	1.0	0.7	0.8
VSMZ	Vyksa Steel Works	1400	1740	BUY	24%	2,404	2,475	9.8	5.6	4.0	4.8	3.7	2.9	0.8	1.0	0.8
CHZN	Chelyabinsk Zinc Plant	3.80	4.64	HOLD	22%	206	193	10.3	5.8	4.4	3.0	2.6	2.2	0.4	0.7	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	0.0118	0.0155	BUY	32%	14,537	11,831	23.2	18.5	9.5	10.6	6.2	3.6	2.8	0.5	neg
HYDR	RusHydro	0.053	0.072	BUY	35%	14,355	15,381	14.5	9.6	7.9	9.5	6.9	5.2	1.2	0.9	0.5
IRAO	* INTER RAO UES	0.0015	UR	UR	UR	3,512	4,253	neg	19.6	18.5	neg.	9.0	6.9	1.7	1.9	1.6
OGKA	* OGK-1	0.036	UR	UR	UR	1,586	1,630	16.0	14.6	7.8	10.9	6.3	4.1	0.9	1.3	0.2
OGKB	* OGK-2	0.052	UR	UR	UR	1,708	1,976	49.4	30.0	12.4	19.3	12.1	6.4	1.2	1.4	1.6
OGKC	* OGK-3	0.051	UR	UR	UR	2,434	731	17.9	26.4	20.9	5.7	6.9	4.8	0.6	0.7	neg
OGKD	OGK-4	0.080	0.118	BUY	47%	5,060	4,495	24.6	20.1	13.0	19.4	12.0	7.0	2.6	1.9	neg
OGKE	* EneI OGK-5	0.084	UR	UR	UR	2,983	3,563	29.5	25.3	10.1	14.6	11.5	6.4	2.1	1.5	1.9
OGKF	* OGK-6	0.041	UR	UR	UR	1,321	1,447	17.1	242.6	47.2	8.6	12.2	7.4	1.0	0.7	1.1
TGKA	* TGC-1	0.00074	UR	UR	UR	2,870	3,351	10.8	17.2	8.2	13.7	8.4	4.9	2.1	1.3	1.2
TGKB	* TGC-2	0.00028	UR	UR	UR	406	672	neg	18.2	9.7	10.1	4.5	3.4	0.7	0.6	1.8
TGKBP	* TGC-2, Pref	0.00028	UR	UR	UR											
MSNG	* Mosenergo	0.107	UR	UR	UR	4,252	4,801	81.1	28.9	14.0	10.7	7.3	5.6	1.1	0.7	0.8
TGKD	* TGC-4	0.00051	UR	UR	UR	987	950	neg	19.1	18.1	neg.	4.8	3.5	0.7	1.1	neg
TGKDP	* TGC-4, Pref	0.00028	UR	UR	UR											
TGKE	* TGC-5	0.00056	UR	UR	UR	685	724	23.1	15.4	10.4	15.7	8.2	5.1	1.0	0.7	0.4
TGKF	* TGC-6	0.00050	UR	UR	UR	935	1,199	56.2	9.7	9.7	16.0	6.6	7.5	1.2	n/a	1.5
TGKG	* Volga TGC (TGC-7)	0.078	UR	UR	UR	2,341	2,361	24.0	25.8	16.5	11.4	8.9	7.6	1.1	1.6	0.1
TGKI	* TGC-9	0.00017	UR	UR	UR	1,370	1,760	10.3	13.5	9.3	9.0	7.6	6.5	0.9	1.0	1.7
TGKJ	* Fortum, TGC-10	1.42	UR	UR	UR	1,254	1,247	10.7	11.2	10.4	13.3	10.3	5.4	1.3	0.5	neg
TGKK	TGC-11	0.00062	0.00113	BUY	82%	319	316	5.5	5.9	4.2	4.0	4.7	3.2	0.6	0.7	neg
KZBE	* Kusbassenergo	0.0119	UR	UR	UR	842	933	77.7	11.1	27.5	10.3	4.0	4.7	0.8	0.9	0.4
TGKM	* Yenisei TGC (TGC-13)	0.0039	UR	UR	UR	623	678	94.0	99.2	18.7	21.5	5.7	4.1	1.0	1.1	0.5
TGKN	* TGC-14	0.00015	UR	UR	UR	198	136	neg	10.0	5.0	neg.	4.1	2.3	0.6	0.8	neg
MRKH	* Holding MRSK	0.133	UR	UR	UR	5,665	9,722	13.0	9.4	17.3	3.6	4.5	4.1	0.9	0.5	1.9
MRKHP	* Holding MRSK, Pref	0.092	UR	UR	UR											
LSNG	* Lenenergo	0.76	UR	UR	UR	798	1,255	9.8	8.8	11.9	4.8	3.8	4.0	1.3	0.5	1.4
LSNGP	* Lenenergo, Pref	0.97	UR	UR	UR											
MRKC	* IDGC of Centre	0.037	UR	UR	UR	1,579	2,010	23.7	9.5	4.4	6.8	4.6	3.0	1.1	1.7	1.0
MRKK	* IDGC of Northern Caucasus	5.08	UR	UR	UR	150	184	neg	neg	39.6	6.7	3.9	3.1	0.5	0.3	0.7
MRKP	* IDGC of Center and Volga Region	0.0068	UR	UR	UR	770	1,113	57.0	23.1	4.2	5.5	4.9	2.7	0.7	0.6	1.5
MRKS	* IDGC of Siberia	0.0095	UR	UR	UR	849	1,067	neg	neg	10.8	9.4	7.5	4.3	0.7	1.0	1.5
MRKU	* IDGC of of Urals	0.0095	UR	UR	UR	827	978	24.8	6.4	4.8	4.6	3.4	3.0	0.6	0.9	0.5
MRKV	* IDGC of Volga	0.0035	UR	UR	UR	622	808	15.1	12.3	7.3	5.3	4.6	3.5	0.7	0.9	1.1
MRKY	* IDGC of South	0.0053	UR	UR	UR	262	654	neg	15.5	4.0	5.4	4.6	3.1	0.9	0.4	2.7
MRKZ	* IDGC of North-West	0.0066	UR	UR	UR	633	773	418.4	neg	14.5	7.7	6.4	4.9	0.8	0.9	1.2
MSRS	* MOESK	0.046	UR	UR	UR	2,238	3,753	6.6	5.6	4.3	3.9	3.5	3.1	1.2	0.8	1.4

TABLE CONTINUED ON THE NEXT PAGE

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	13.90	18.80	BUY	35%	2,198	2,487	18.3	11.6	8.2	8.8	7.5	5.7	3.1	3.6	0.9
AFLT	* Aeroflot	2.06	UR	UR	UR	2,283	3,873	25.6	13.6	9.6	9.2	6.1	4.5	0.9	2.3	2.5
UTAR	* Utair Aviation	0.37	UR	UR	UR	212	936	32.9	25.9	6.2	5.5	4.5	3.4	0.7	0.7	3.5
NCSP	* NCSP, GDR	11.80	UR	UR	UR	3,030	3,326	12.1	11.7	10.9	7.7	7.6	7.2	4.6	3.7	0.7
FESH	* FESCO	0.4	UR	UR	UR	1,192	1,906	neg	neg	16.2	neg.	12.6	10.4	2.4	0.9	4.7

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	21.02	28.00	BUY	33%	20,950	24,320	18.2	10.1	8.3	6.0	4.9	4.3	2.5	5.9	0.7
VIP	VimpelCom, ADR	14.85	29.10	BUY	96%	21,619	27,525	19.3	7.8	9.6	6.4	4.2	4.5	2.1	4.8	0.9
CMST	Comstar, GDR	6.51	7.70	HOLD	18%	2,721	3,544	neg	10.8	8.8	71.3	5.3	4.6	2.1	1.3	1.2
URSI	Uralsvyazinform	0.0362	0.033	HOLD	-9%	1,411	2,359	9.9	7.9	6.8	3.8	3.5	3.4	1.4	1.6	1.4
URSIP	Uralsvyazinform, Pref	0.0309	0.026	SELL	-16%											
NNSI	VolgaTelecom	3.44	5.15	BUY	50%	1,088	1,663	6.0	4.9	4.0	3.4	3.0	2.8	1.2	1.0	1.1
NNSIP	VolgaTelecom, Pref	2.94	3.94	BUY	34%											
ENCO	Sibirtelekom	0.0649	0.091	BUY	40%	991	1,788	10.7	6.2	4.8	3.1	2.9	2.7	1.1	1.2	1.3
ENCOP	Sibirtelekom, Pref	0.0542	0.073	BUY	35%											
KUBN	* UTK	0.1603	UR	UR	UR	607	1,215	8.5	8.4	6.1	4.0	4.0	3.7	1.6	1.7	2.0
KUBNP	* UTK, Pref	0.1359	UR	UR	UR											
SPTL	N.W. Telecom	0.753	0.79	HOLD	5%	825	1,350	10.1	8.7	7.9	3.7	3.4	3.4	1.5	0.7	1.3
SPTLP	N.W. Telecom, Pref	0.644	0.64	HOLD	-1%											
ESMO	CenterTelecom	0.788	0.758	HOLD	-4%	1,595	2,404	7.4	5.6	4.9	4.1	3.6	3.4	1.4	2.2	1.2
ESMOP	CenterTelecom, Pref	0.667	0.606	HOLD	-9%											
ESPK	Far East Telecom	3.29	5.76	BUY	75%	406	601	4.5	3.8	4.1	2.5	2.1	1.9	0.8	1.2	0.7
ESPKP	Far East Telecom, Pref	2.93	4.85	BUY	66%											
RTKM	* Rostelecom	4.24	UR	UR	UR	3,898	3,647	33.6	34.0	35.0	9.2	11.4	12.0	1.7	1.9	neg
RTKMP	* Rostelecom, Pref	3.32	UR	UR	UR											

Consumer & 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	36.7	50.0	BUY	36%	9,975	11,514	60.3	28.6	17.0	15.6	11.9	8.6	0.9	5.6	1.6
MGNT LI	Magnit, GDR	22.0	24.4	BUY	11%	9,787	9,828	35.6	28.2	19.5	19.8	14.5	9.9	1.3	6.9	0.1
MGNT	Magnit, Common	102.6	122.0	BUY	19%	9,132	9,173	33.2	26.3	18.2	18.5	13.6	9.3	1.2	6.4	0.1
DIXY	Dixy Group	10.1	10.3	HOLD	2%	865	1,122	196.7	24.7	13.4	12.7	9.0	6.6	0.5	4.5	2.1
SCON	Seventh Continent	8.2	9.6	HOLD	17%	615	1,029	25.5	17.3	10.9	9.0	8.0	6.7	0.6	1.0	3.2
MVID	* M.video	6.5	UR	UR	UR	1,170	955	47.2	22.3	16.3	9.3	7.3	5.6	0.3	4.0	neg
APTK	* Pharmacy Chain 36.6	3.4	UR	UR	UR	326	583	neg	neg	neg	13.0	8.0	6.3	0.7	2.2	3.5
WBD US	Wimm-Bill-Dann, ADR	19.8	27.0	BUY	36%	3,487	3,737	29.9	30.9	23.3	12.2	9.8	8.3	1.3	5.0	0.7
WBDF	Wimm-Bill-Dann, Common	47.9	108.0	BUY	126%	2,107	2,357	18.1	18.6	14.1	7.7	6.2	5.2	0.8	3.0	0.7
PKBA	* Baltika Breweries	32.8	UR	UR	UR	5,385	5,417	7.3	7.8	8.6	5.0	5.2	4.8	1.7	3.2	0.0
PKBAP	* Baltika Breweries, Pref	32.8	UR	UR	UR											
PHST LI	Pharmstandard, GDR	21.8	33.5	BUY	54%	3,292	3,189	15.3	14.6	11.9	10.9	10.2	8.4	3.9	5.2	neg
PHST	Pharmstandard, Common	78.5	134.0	BUY	71%	2,966	2,862	13.7	13.2	10.8	9.8	9.1	7.5	3.5	4.7	neg
VRPH	Veropharm	37.2	47.0	BUY	26%	372	394	10.7	9.5	7.4	9.0	6.9	5.6	2.2	2.2	0.4
KLNA	* Kalina	19.3	UR	UR	UR	188	281	14.4	7.6	6.4	5.7	4.8	4.6	0.5	1.6	1.6

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	2.71	3.50	BUY	29%	60,428	71.6	14.8	7.9	2.46	1.98	1.66
SBERP	Sberbank, Pref	1.96	2.90	BUY	48%							
VTBR	VTB Bank	0.0029	0.0030	HOLD	5%	29,904	neg	15.0	11.2	1.72	1.72	1.53
MMBM *	Bank of Moscow	31.60	UR	UR	UR	5,688	252.9	22.1	11.8	1.74	1.48	1.28
VZRZ	Vozrozhdenie Bank, Common	37.12	45.9	BUY	24%	897	28.4	26.0	8.4	1.61	1.55	1.28
VZRZP	Vozrozhdenie Bank, Pref	11.90	17.2	BUY	45%							
STBK	Bank Saint-Petersburg, Common	3.40	4.20	BUY	24%	1,225	60.6	13.9	7.8	1.40	1.34	1.09
STBKPA *	Bank Saint-Petersburg, Pref	4.08	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	32.00	UR	UR	UR	610	1,512	neg	neg	neg	neg.	14.4	4.8	0.4	0.7	8.6
GAZAP *	GAZ, Pref	12.00	UR	UR	UR											
SVAV *	Sollers	16.69	UR	UR	UR	572	1,330	neg	neg	12.6	159.3	10.1	5.5	0.8	1.1	5.8
KMAZ *	KAMAZ	2.35	UR	UR	UR	1,660	2,242	neg	neg	24.1	70.8	17.2	8.4	0.8	1.6	4.5
SILM *	Power machines	0.23	UR	UR	UR	2,013	1,760	10.8	10.1	9.2	6.0	5.4	4.8	0.9	4.7	neg
MASZ *	Mashinostroitelny Zavod	265	UR	UR	UR	369	352	4.6	4.6	4.4	2.8	2.5	2.4	0.8	0.6	neg
NZHK *	NCCP	10.0	UR	UR	UR	265	246	6.1	6.5	6.5	3.0	3.0	3.0	1.2	0.6	neg
NZHKP *	NCCP, Pref	2.7	UR	UR	UR											
KHEL *	Kazan Helicopters	1.93	UR	UR	UR	297	454	6.1	6.1	5.6	6.9	6.0	5.5	0.8	1.4	2.1
uuaz *	Ulan-Ude Avia Plant	1.32	UR	UR	UR	353	191	4.4	4.6	4.9	1.7	1.6	1.7	0.4	1.6	neg
rtvl *	Rostvertol	0.059	UR	UR	UR	135	224	8.8	8.4	7.8	5.5	5.6	5.1	0.8	0.8	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	28.8	57.0	BUY	98%	2,969	3,795	20.5	14.5	11.3	8.2	8.0	7.0	2.2	2.3	1.7
LSRG LI	LSR Group, GDR	7.7	11.4	BUY	48%	3,967	4,793	27.4	19.4	15.1	10.4	10.1	8.9	2.7	3.0	1.7
PIK LI	Pik Group, GDR	4.0	7.2	BUY	80%	1,973	3,299	neg	neg	54.6	19.3	15.1	12.9	2.7	3.5	6.1
AFID	AFI Development, GDR	0.85	1.50	BUY	76%	891	1,096	neg	neg	62.5	42.0	32.4	13.1	10.2	0.5	6.1
MLD	MirLand Development, GDR	2.80	5.00	BUY	78%	290	504	neg	113.0	8.0	neg.	24.7	7.9	11.8	0.9	10.5

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

** - Target price for 12 months. For other companies target price calculated at the end of 2010

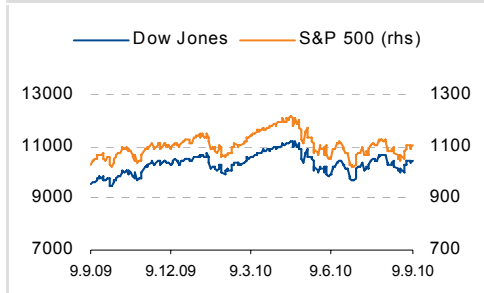
Source: RTS, MICEX, Bloomberg, TKB Capital estimates

MODEL PORTFOLIO

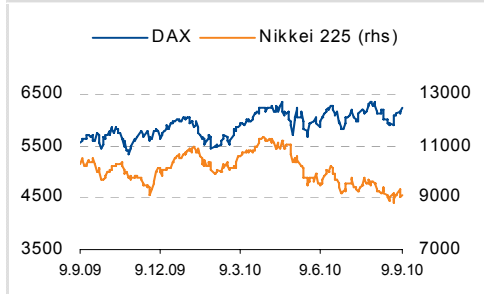
Company name and ticker	Price of purchase (22/04/2010), \$	Current Price, \$	Upside Potential			Market Cap (\$ mn)	Free float (\$ mn)	Share in RTSI	Share in Portfolio	
			1M	6M	12M					
Model Portfolio performance since last update			6.0%			since 21/04/2010		-5.2%		
Cash									10.00%	
Oil & Gas									30.00%	
ROSN	Rosneft	7.53	6.68	n/a	25%	50%	64,075	9,611	6.93%	5.00%
TNBP	TNK-BP Holding	2.06	2.04	n/a	9%	18%	32,280	1,614	0.00%	10.00%
BANE	Bashneft	36.25	39.75	n/a	13%	26%	6,764	1,664	0.44%	15.00%
Metals & Mining									13.00%	
RASP	Raspadskaya	4.875	5.083	0%	18%	38%	3,969	794	0.52%	5.00%
MTLR	Mechel	25.06	24.86	0%	25%	41%	0	0	1.01%	5.00%
CHMF	Severstal	12.43	13.36	0%	12%	27%	13,458	2,355	1.32%	3.00%
Consumer and Retail									10.00%	
MGNT	Magnit	88.93	102.63	1%	8%	17%	9,127	2,738	1.47%	5.00%
PHST	Pharmstandard	70.81	78.48	3%	16%	31%	2,966	297	0.29%	5.00%
Machinery									6.00%	
SVAV	Sollers	15.91	16.69	20%	38%	56%	572	200	0.10%	3.00%
SILM	Power Machines	0.209	0.231	12%	21%	34%	2,013	101	0.00%	3.00%
Banks									10.00%	
SBER	Sberbank OS	2.70	2.71	14%	29%	44%	58,470	17,541	14.60%	6.00%
STBK	Bank St-Petersburg OS	3.28	3.40	24%	32%	44%	959	168	0.00%	4.00%
Utilities									15.00%	
HYDR	RusHydro	0.0539	0.0532	4%	27%	36%	13,041	4,838	2.33%	6.00%
TGKG	TGK-7	0.0472	0.0780	2%	11%	14%	2,341	1,086	0.00%	4.00%
TGKK	TGK-11	0.000705	0.000622	10%	61%	82%	319	127	0.00%	2.00%
TGKM	TGK-13	0.00359	0.00392	6%	35%	47%	623	208	0.00%	3.00%
Telecoms									3.00%	
ENCO	Sibirtelecom OS	0.058	0.065	19%	n/a	n/a	779	78	0.20%	1.00%
KUBN	South Telecom OS	0.140	0.160	19%	n/a	n/a	474	47	0.00%	1.00%
SPTL	North-West Telecom OS	0.654	0.753	20%	n/a	n/a	663	66	0.15%	1.00%
Real Estate / Development									3.00%	
LSRG	LSR Group	29.64	29.10	44%	79%	123%	2,726	491	0.00%	3.00%

STOCK INDEXES

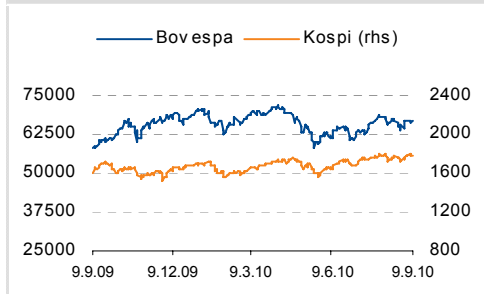
Dow Jones	10,415	0.27%
S&P 500	1,104	0.48%



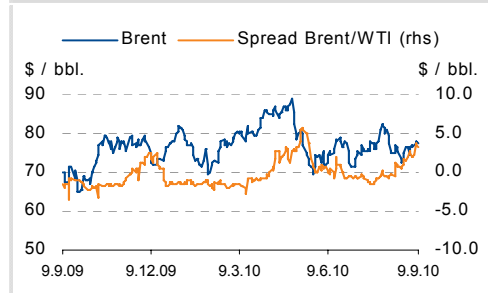
DAX	6,222	0.93%
Nikkei 225	9,098	0.82%



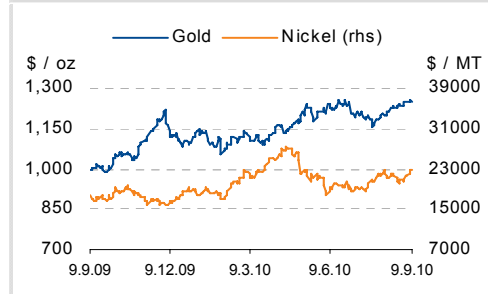
Bovespa	66,624	0.33%
Kospi	1,784	0.29%


COMMODITY FUTURES

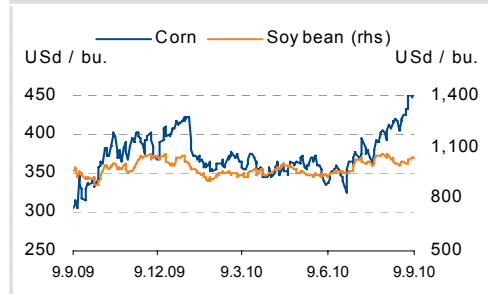
Brent	77.47	-0.90%
Spread Brent/WTI	3.22	-0.28



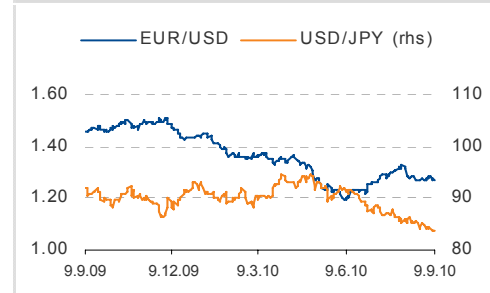
Gold	1,249	-0.5%
Nickel	22,745	-0.7%



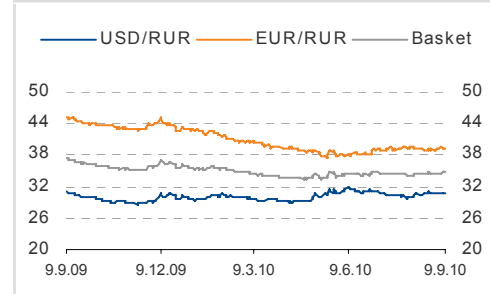
Corn	456.3	1.96%
Soybean	1,037.8	-0.34%


CURRENCIES

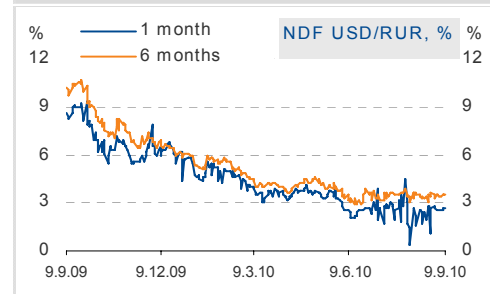
EUR/USD	1.270	-0.39%
USD/JPY	83.8	-0.13%



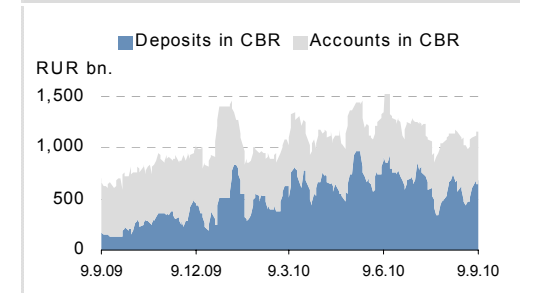
USD/RUR	30.88	0.20%
EUR/RUR	39.21	-0.19%



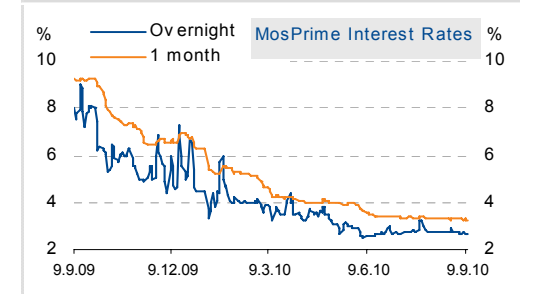
NDF USD/RUR 1m, %	2.62	0.01
NDF USD/RUR 6m, %	3.47	0.00


LIQUIDITY AND INTEREST RATES

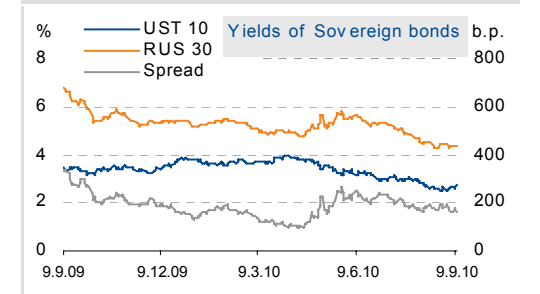
Deposits in CBR, RUR bn	678	6.3%
Accounts in CBR, RUR bn	483	-8.8%



MosPrime O/N, %	2.6	-0.05
MosPrime 1m, %	3.3	-0.01



UST 10Y, %	2.76	0.10
Russia 30Y, %	4.38	0.00



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	7,437,928	21.51	1.13%	GAZP RX	21.44	0.34%
ROSN LI	Rosneft	LSE	1	17,668,321	6.67	1.68%	ROSN RX	6.68	-0.09%
LKOD LI	LUKOIL	LSE	1	4,056,590	55.40	1.65%	LKOH RX	55.52	-0.22%
SGGD LI	Surgutneftegas, Common	LSE	10	938,161	9.95	0.51%	SNGS RX	9.90	0.47%
ATAD LI	Tatneft, Common	LSE	6	207,103	30.19	-0.20%	TATN3 RX	28.13	7.32%
GAZ LI	Gazprom Neft	LSE	5	392,871	20.03	0.10%	SIBN RX	20.02	0.03%
NVTK LI	NOVATEK	LSE	10	663,759	80.20	3.48%	NVTK RX	73.41	9.25%
AOIL SS	Alliance Oil	OMXS	1	416,309	12.56	2.20%			
EDCL LI	Eurasia Drilling	LSE	1	37,569	21.00	4.27%			
INTE LI	Integra	LSE	0.05	25,154	2.40	3.00%			
O2C GR	CAT Oil	XETRA	1	188,505	8.39	-1.15%			
VGAS LN	Volga Gas	LSE	1	1,000	3.00	-0.32%			
SSA LI	Sistema	LSE	20	457,363	26.00	-1.18%	AFKC RX	17.40	49.39%
MBT US	Mobile TeleSystems	NYSE	2	1,983,968	21.02	0.77%	CMST RX	16.54	27.05%
VIP US	VimpelCom	NYSE	0.05	2,425,003	14.85	0.13%			
CMST LI	Comstar-UTS	LSE	1	615,230	6.51	0.15%	MTSI RX	6.54	-0.46%
RKMD LI	Rostelecom, Common	LSE	6	60,471	25.15	4.44%	RTKM RX	25.45	-1.17%
CTCM US	CTC Media	NASDAQ	1	492,775	19.81	0.10%			
SITR LI	SITRONICS	LSE	50	-	0.90	0.00%	SITR RU	1.13	-20.00%
VTBR LI	VTB Bank	LSE	2000	7,344,084	5.73	3.06%	VTBR RX	5.72	0.22%
VZY GR	Vozrozhdenie Bank, Common	XETRA	3/4	-	26.55	0.00%	VZRZ RX	27.84	-4.62%
FIVE LI	X5 Retail Group	LSE	0.25	172,086	36.73	1.46%			
MGNT LI	Magnit	LSE	0.20	563,758	22.00	-0.45%	MGNT RX	20.53	7.18%
PHST LI	Pharmstandard	LSE	0.25	57,438	21.78	-2.11%	PHST RX	19.62	11.01%
WBD US	Wimm-Bill-Dann Foods	NYSE	0.25	205,803	19.81	0.71%	WBDF RX	11.97	65.50%
CHE LI	Cherkizovo Group	LSE	2/3	-	16.00	0.00%	GCHE RX	15.71	1.83%
URKA LI	Uralkali	LSE	5	529,564	23.98	1.01%	URKA RX	#3HA4!	#3HA4!
RUSAL FP	RUSAL	Euronext	20	6,001	21.15	0.36%			
MNOD LI	Norilsk Nickel	LSE	0.1	3,074,948	16.90	-0.88%	GMKN RX	16.94	-0.25%
SVST LI	Severstal	LSE	1	1,331,785	13.54	0.67%	CHMF RX	13.36	1.38%
NLMK LI	NLMK	LSE	10	368,089	32.95	1.70%	NLMK RX	32.57	1.16%
MMK LI	MMK	LSE	13	170,994	11.55	-0.43%	MAGN RX	11.53	0.19%
MTL US	Mechel, Common	NYSE	1	2,187,235	25.24	2.10%	MTLR RX	24.86	1.51%
EVR LI	Evrax Group	LSE	1/3	2,767,251	28.05	3.70%			
PLZL LI	Polyus Gold	LSE	0.5	41,888	25.91	-1.11%	PLZL RX	23.07	12.32%
PMTL LI	Polymetal	LSE	1	138,360	14.15	1.07%	PMTL RX	14.15	0.01%
HGM LN	Highland Gold	LSE	1	887,048	2.10	1.93%			
HRG CN	High River Gold	TSX	1	1,097,261	0.94	0.11%			
TMKS LI	TMK	LSE	4	172,338	16.90	5.30%	TRMK RX	16.64	1.54%
CHZN LI	Chelyabinsk Zinc Plant	LSE	1	-	3.70	0.00%	CHZN RX	3.80	-2.75%
LSRG LI	LSR Group	LSE	0.20	67,459	7.70	1.99%	LSRG RX	5.76	33.62%
PIK LI	PIK Group	LSE	1	426,608	4.00	0.00%	PIKK RX	4.01	-0.36%
AFID LI	AFI Development	LSE	1	283,194	0.85	3.03%			
MLD LN	MirLand Development	LSE	1	400	2.80	-0.32%			
HALS LI	Sistema Hals	LSE	0.05	500	1.42	5.19%	HALS RX	1.39	2.42%
RUS LN	Raven Russia	LSE	1	7,750,021	0.79	1.66%			
RGI LN	RGI International	LSE	1	-	1.95	-3.94%			
GLTR LI	Globaltrans	LSE	1	501,642	13.90	0.72%			
NCSP LI	NCSP	LSE	75	459,066	11.80	3.24%	NMTP RX	11.60	1.75%

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	9,098.39	0.82%	0.39%	-4.74%	-13.73%	-11.77%
Hang Seng	Hong Kong	21,167.27	0.37%	1.43%	-1.43%	-3.22%	1.52%
Straits Times	Singapore	3,022.28	0.36%	1.19%	1.27%	4.30%	14.03%
Seoul Composite	South Korea	1,784.36	0.29%	0.49%	0.18%	6.04%	10.98%
Shanghai Composite	China	2,656.35	-1.44%	0.02%	2.35%	-18.94%	-9.84%
Taiwan Weighted	Taiwan	7,835.54	-0.20%	1.49%	-1.77%	-4.31%	8.07%
SENSEX	India	18,799.66	0.71%	3.08%	3.18%	7.64%	16.17%
Europe							
FTSE 100	Great Britain	5,494.16	1.19%	2.29%	2.19%	1.50%	9.79%
DAX	Germany	6,221.52	0.93%	2.26%	-1.03%	4.43%	11.61%
CAC 40	France	3,722.15	1.22%	2.50%	-0.23%	-5.44%	0.39%
Budapest SE Index	Hungary	23,297.66	-0.32%	1.92%	3.37%	9.75%	22.50%
PX50	Czech Republic	1,142.80	0.61%	-3.00%	-4.15%	2.28%	-0.88%
WIG 20 TR	Poland	2,535.85	0.21%	3.06%	1.85%	6.16%	14.24%
ISE 100	Turkey	60,608.08	0.00%	-0.42%	2.43%	14.73%	35.94%
RTS	Russia	1,492.00	1.63%	2.50%	-0.06%	3.28%	28.64%
MICEX	Russia	1,437.47	1.08%	2.54%	2.85%	4.92%	23.93%
Africa							
FTSE/JSE Top 40	South Africa	24,873.98	0.19%	0.63%	0.22%	-0.49%	10.08%
Egypt CMA GENL	Egypt	601.24	0.00%	-0.21%	-0.06%	4.85%	-3.22%
America							
DJIA	USA	10,415.24	0.27%	0.92%	-2.15%	-0.12%	9.09%
S&P 500	USA	1,104.18	0.48%	1.29%	-1.51%	-0.98%	6.85%
NASDAQ	USA	2,236.20	0.33%	1.64%	-1.80%	-1.45%	8.53%
Bovespa	Brazil	66,624.10	0.33%	-0.28%	-0.89%	-2.86%	15.05%
BUSE MERVAL	Argentina	2,431.09	0.46%	0.63%	1.19%	4.76%	29.70%
IBC	Venezuela	65,270.64	0.00%	0.77%	1.75%	18.51%	23.83%
Emerging markets indexes							
MSCI BRIC		325.54	0.41%	1.32%	0.32%	-2.03%	12.00%
FTSE Russia IOB Index		859.60	1.01%	2.03%	-0.46%	-2.21%	15.73%
MSCI Russia		792.22	1.05%	1.88%	-0.37%	-0.39%	17.12%

Source: Bloomberg, TKB Capital estimates

COMMODITY MARKETS
Spot-market

Bloomberg code	Commodity	Value	Daily change, %	Weekly change, %	Monthly change, %	YTD change, %	Change of 52 week, %
EUCRBRDT	Brent	76.57	-1.03%	0.50%	-3.47%	-0.82%	9.60%
EUCRURMD	Urals	76.69	-1.01%	0.46%	-0.40%	-0.05%	11.00%
USCRWTIC	WTI	74.25	-0.56%	-1.03%	-7.48%	-6.44%	4.12%
GOLDLNPM	Gold	1,255.00	0.00%	0.52%	5.24%	15.40%	25.56%
SLVRLN	Silver	19.97	-0.25%	2.67%	10.39%	17.54%	22.97%
PLAT	Platinum	1,551.75	-0.24%	0.06%	0.50%	5.89%	21.37%
PALL	Palladium	523.75	0.05%	0.14%	10.06%	28.43%	79.06%
LMAHDY	Aluminium	2,077.75	-2.49%	-1.97%	-3.83%	-5.43%	11.83%
LMCADY	Copper	7,540.75	-1.55%	-1.08%	3.67%	2.71%	17.83%
LMNIDY	Nickel	22,744.00	-0.64%	5.32%	2.77%	23.26%	26.96%
LMZSDY	Zinc	2,125.25	-2.95%	-0.92%	3.46%	-15.96%	8.63%
MBSTCIHR	Steel HRC (FOB Black Sea)	600.00	0.00%	0.00%	5.73%	18.23%	9.59%
MBSTUSHR	Steel HRC (USA)	545.00	0.00%	0.00%	0.00%	7.92%	-1.80%
LMSNDY	Tin	21,666.00	0.12%	1.12%	5.25%	28.44%	41.40%
LMPBDY	Lead	2,171.75	-1.53%	1.98%	3.50%	-9.59%	-9.05%

Futures

Bloomberg code	Commodity	Value	Daily change, %	Weekly change, %	Monthly change, %	YTD change, %	Change of 52 week, %
CO1	Brent	77.47	-0.90%	0.70%	-2.68%	-0.59%	10.94%
CL1	WTI	74.25	-0.56%	-1.03%	-7.48%	-6.44%	4.12%
HO1	Heating Oil	206.84	-0.64%	0.30%	-2.68%	-2.38%	15.27%
PG1	Gasoline	193.54	-0.21%	0.72%	-7.19%	-5.72%	5.87%
NG1	Natural Gas	3.77	-1.21%	0.45%	-12.31%	-32.38%	33.19%
GC1	Gold	1,249.40	-0.53%	-0.22%	4.45%	13.98%	25.45%
SI1	Silver	19.81	-0.82%	0.90%	9.12%	17.79%	20.50%
PL1	Platinum	1,553.30	-0.57%	0.12%	1.06%	6.39%	20.28%
PA1	Palladium	520.60	-0.93%	-0.54%	10.62%	27.33%	77.01%
LY1	Aluminium	2,215.00	-1.12%	-2.42%	-0.98%	14.50%	30.03%
LP1	Copper	7,540.25	-1.56%	-1.12%	3.62%	2.57%	17.77%
LN1	Nickel	22,745.00	-0.65%	5.29%	2.75%	23.17%	26.96%
LX1	Zinc	2,125.50	-3.02%	-1.07%	3.33%	-16.15%	8.58%
LT1	Tin	21,667.00	0.10%	1.11%	5.22%	28.26%	41.38%
LL1	Lead	2,172.75	-1.60%	1.89%	3.42%	-9.81%	-9.08%
API21MON	Steam Coal	90.60	0.33%	-1.25%	-2.58%	8.83%	32.26%
CCKPTAIY Index	Coking Coal	1,660.00	0.00%	0.00%	3.11%	-2.35%	-1.19%
MBFOFO01 Index	Iron Ore	150.50	0.00%	-0.99%	1.01%	34.98%	83.54%
SB1	Sugar	22.43	4.91%	7.78%	20.85%	-16.77%	6.86%
CC1	Cocoa	2,642.00	-1.56%	-1.82%	-9.08%	-19.67%	-12.40%
KC1	Coffee	189.15	-2.05%	3.25%	11.49%	39.13%	52.91%
C 1	Corn	456.25	1.96%	5.37%	15.95%	10.07%	49.35%
W 1	Wheat	706.75	4.13%	3.82%	1.73%	30.52%	64.74%
S 1	Soybean	1,037.75	-0.34%	3.00%	0.14%	-0.19%	7.93%
CT1	Cotton	90.37	-0.22%	-0.55%	7.10%	19.54%	53.74%

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)	30.88	0.20%	0.50%	2.60%	2.82%	-0.44%
EURRUB Curncy	Euro (rubles per 1 euro)	39.21	-0.19%	-0.38%	-0.63%	-8.96%	-13.25%
RUBBASK Curncy	Basket \$0.55/0.45€ (rubles)	34.63	0.00%	0.05%	0.92%	-3.69%	-7.43%
EUR Curncy	Euro (\$ per 1 euro)	1.270	-0.39%	-0.84%	-3.18%	-11.38%	-12.85%
GBP Curncy	British Pound Sterling (\$ per 1 pound)	1.544	-0.32%	0.32%	-2.22%	-4.37%	-6.77%
JPY Curncy	Japanese Yen (yen per \$1)	83.81	-0.13%	-0.51%	-2.33%	-10.02%	-8.84%
CHF Curncy	Swiss Franc (francs per \$1)	1.016	0.46%	0.32%	-3.73%	-1.84%	-2.39%
CNY Curncy	Chinese Yuan (yuan per \$1)	6.782	-0.18%	-0.36%	0.15%	-0.66%	-0.68%
BRL Curncy	Brazilian Real (reals per \$1)	1.726	0.31%	-0.48%	-2.02%	-0.94%	-5.78%
MXN Curncy	Mexican Peso (pesos per \$1)	13.05	0.46%	-0.05%	3.09%	-0.23%	-2.92%
TRY Curncy	Turkish Lira (liras per \$1)	1.511	-0.32%	-0.06%	0.79%	1.21%	0.96%
INR Curncy	Indian Rupee (rupee per \$1)	46.47	-0.39%	-0.54%	0.16%	-0.12%	-4.20%
KRW Curncy	S.Korean Won (won per \$1)	1,165.2	-0.41%	-1.30%	-0.31%	0.62%	-5.02%

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	0.227	0.000	0.001	-0.009	0.058	0.008
US0001M Index	LIBOR 1Month	0.257	0.000	0.000	-0.028	0.026	0.011
US0003M Index	LIBOR 3Months	0.293	0.000	-0.002	-0.105	0.042	-0.006
EUR001M Index	EURIBOR 1Month	0.617	0.001	-0.003	-0.031	0.164	0.156
EUR003M Index	EURIBOR 3Months	0.879	-0.001	-0.005	-0.025	0.179	0.098
MOSKON Index	MosPrime Overnight	2.630	-0.050	-0.010	-0.100	-1.820	-5.370
MOSK1W Index	MosPrime 1Week	2.920	-0.010	-0.040	-0.060	-1.680	-5.120
MOSK2W Index	MosPrime 2Weeks	3.080	0.000	0.000	-0.010	-1.870	-5.200
MOSKP1 Index	MosPrime 1Month	3.260	-0.010	-0.020	-0.020	-3.060	-5.980
MOSKP3 Index	MosPrime 3Months	3.750	0.000	0.010	-0.030	-3.300	-7.270

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.
RRN1M Curncy	1 Month	2.62	0.01	0.03	-0.10	-3.12	-5.96
RRN3M Curncy	3 Months	3.05	-0.02	-0.01	-0.09	-4.47	-6.21
RRN6M Curncy	6 Months	3.47	0.00	0.00	0.21	-2.58	-6.71
RRN12M Curncy	1 Year	4.23	-0.05	0.02	-0.06	-2.23	-6.55

Source: Bloomberg, TKB Capital estimates

MACROECONOMICS: STATISTICS & EVENTS CALENDAR

Date	Time	Indicator	Period	Survey	Actual	Prior	Revised
06.09.2010 MONDAY		UK New Car Registrations (YoY)	AUG	--	--	-13.20%	--
		EC 12:30 Sentix Investor Confidence	SEP	9.00	--	8.50	8.20
08.09.2010 WEDNESDAY		US 1:00 ABC Consumer Confidence	SEP 5	-44	-43	-45	--
		UK 12:30 Industrial Production (MoM)	JUL	0.40%	0.30%	-0.50%	--
		UK 12:30 Industrial Production (YoY)	JUL	2.00%	1.90%	1.30%	--
		UK 12:30 Manufacturing Production (MoM)	JUL	0.30%	0.30%	0.30%	--
		UK 12:30 Manufacturing Production (YoY)	JUL	4.90%	4.90%	4.10%	4.00%
		UK NIESR GDP Estimate	AUG	--	0.70%	0.90%	1.30%
		US 15:00 MBA Mortgage Applications	SEP 3	--	-1.50%	2.70%	--
		US 23:00 Consumer Credit	JUL	-\$4.5B	-\$3.6B	-\$1.3B	-\$1.0B
09.09.2010 THURSDAY		UK 12:30 Visible Trade Balance GBP/Mn	JUL	-£7500	-£8667	-£7401	-£7532
		UK 12:30 Trade Balance Non EU GBP/Mn	JUL	-£4300	-£4800	-£4262	-£4313
		UK 12:30 Total Trade Balance (GBP/Mn)	JUL	-£3300	-£4916	-£3260	-£3932
		UK 15:00 BOE Asset Purchase Target	SEP	200B	200B	200B	--
		UK 15:00 BOE Announces Interest Rates	SEP 9	0.50%	0.50%	0.50%	--
		US 16:30 Trade Balance	JUL	-\$47.0B	-\$42.8B	-\$49.9B	-\$49.8B
		US 16:30 Initial Jobless Claims	SEP 4	470K	451K	472K	478K
		US 16:30 Continuing Claims	AUG 28	4450K	4478K	4456K	4480K
10.09.2010 FRIDAY		UK 12:30 PPI Input NSA (MoM)	AUG	0.10%	--	-1.00%	--
		UK 12:30 PPI Input NSA (YoY)	AUG	8.90%	--	10.80%	--
		UK 12:30 PPI Output n.s.a. (MoM)	AUG	0.10%	--	0.10%	--
		UK 12:30 PPI Output n.s.a. (YoY)	AUG	4.80%	--	5.00%	--
		UK 12:30 PPI Output Core NSA (MoM)	AUG	0.10%	--	0.20%	--
		UK 12:30 PPI Output Core NSA (YoY)	AUG	4.60%	--	4.70%	--
		US 18:00 Wholesale Inventories	JUL	0.40%	--	0.10%	--

CORPORATE EVENTS CALENDAR

Date	Company	Ticker	Sector	Event
2nd week of September			Machinery	August car and LCV sales in Russia according to AEB
2nd week of September	Pharmstandard	PHST	Consumer & Retail	1H10 results under IFRS
early September	Bank st-Petersburg	STBK	Banks	6M results under IFRS
mid-September	Bashneft	BANE	Oil and gas	6M10 results under US GAAP of AFK Sistema (estimate of Bashneft's financials)
mid-September	Sollers	SVAV	Machinery	6M10 results under IFRS
mid-September	Transneft	TRNF	Oil and gas	6M10 results under IFRS
September	TNK-BP Holding	TNBP	Oil and gas	6M10 results under US GAAP
last week of September	PIK Group	PIKK	Real Estate	6M10 results under IFRS
2nd week of October			Machinery	September car and LCV sales in Russia according to AEB
October, 11	X5 Retail Group	FIVE	Consumer & Retail	Operating results for 3Q10 and 9M10
mid-October	Novatek	NVTK	Oil and gas	9M10 operating update
mid-October	Alliance Oil	AOIL SS	Oil and gas	9M10 operating update
mid-October	Tatneft	TATN	Oil and gas	9M10 operating update
First half of October	Power Machines	SILM	Machinery	6M10 results under IFRS
mid-October	AVTOVAZ	AVAZ	Machinery	6M10 results under IFRS
October, 19	NLMK	NLMK	Metals & Mining	9M operating update
end of October	Tatneft	TATN	Oil and gas	6M10 results under US GAAP
last week of October	TNK-BP Holding	TNBP	Oil and gas	BP 9M10 results (estimate of TNK-BP net income)
last week of October	Lukoil	LKOH	Oil and gas	ConocoPhillips 9M10 results (estimate of Lukoil's net income)
2nd half of November	KAMAZ	KMAZ	Machinery	6M10 results under IFRS
2nd half of November	GAZ Group	GAZA	Machinery	6M10 results under IFRS
last week of October	TNK-BP Holding	TNBP	Oil and gas	TNK-BP 9M10 results (estimate of TNK-BP Holding's financials)
last week of October	Eurasia Drilling	EDCL LI	Oil and gas	9M results under US GAAP
October	Gazprom	GAZP	Oil and gas	6M10 results under IFRS
October	OGK-1	OGKA	Utilities	1H10 results under IFRS
November, 1	OGK-2	OGKB	Utilities	9M10 results under RAS
November, 2	FGC	FEES	Utilities	9M10 results under RAS
2nd week of November			Machinery	October car and LCV sales in Russia according to AEB
mid-November	Novatek	NVTK	Oil and gas	9M10 results under IFRS
first half of November	SurgutNG	SNGS	Oil and gas	9M11 results under RAS
first half of November	Bashneft	BANE	Oil and gas	9M results under RAS
first half of November	Novo-Ufa refinery (Novoil)	NUNZ	Oil and gas	9M results under RAS
first half of November	Bashkitnefteprodukt	BANP	Oil and gas	9M results under RAS
first half of November	Sibneftegeophysika	SNGF	Oil and gas	9M results under RAS
first half of November	Bashneftegeophysika	BNGF	Oil and gas	9M results under RAS

Source: TKB Capital estimates

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