

COMMENT

Strong stats in the USA, released last Friday, supported the stock markets across the globe. Ongoing growth of consumer incomes and spending bring more confidence over the future. The Asian markets are demonstrating positive performance on the back of expected stronger China's economy. Oil is trading near its local highs supported by expectations of a spike in demand for fuel in the USA and China.

The Russian market is set to open slightly higher, since benign events were partly priced in during Friday's trading session. Hike in energy resources prices and more expensive oil and gas equities globally may render some support to the Russian mining names. Meanwhile, higher trading activity is observed in utilities universe.

NEWS

- **Lukoil (LKOH) is changing hands**
- **Quadra (TGKD) prepares to move to RAB-regulation of heat energy market**
- **Mechel (MTL US) 2Q10 financials preview**
- **BoD of VimpelCom Ltd (VIP) to consider a purchase of Orascom and Wind today**
- **Aeroflot (AFLT) and UTair (TMAT) demonstrated decline in operating results in August**

CALENDAR

Time	Event	Period	Estimate	Prior
UK statistics				
12:30	PMI Construction	SEP	51.4	52.1
EU statistics:				
12:30	Sentix Investor Confidence	OCT	8.0	7.6
13:00	Euro-Zone PPI (MoM)	AUG	0.2%	0.2%
13:00	Euro-Zone PPI (YoY)	AUG	3.6%	4.0%
US statistics:				
18:00	Factory Orders	AUG	-0.40%	0.10%
18:00	Pending Home Sales MoM	AUG	2.80%	5.20%
18:00	Pending Home Sales YoY	AUG	0.90%	-20.10%

Indicator	Value	Change	
		1 day	1 week
04.10.2010			
Nikkei 225	▲ 9,435	0.3%	-1.8%
Hang Seng	▲ 22,671	1.4%	1.5%
Shanghai Composite	2,656	0.0%	1.1%
01.10.2010			
DJIA	▲ 10,830	0.4%	-0.3%
S&P 500	▲ 1,146	0.4%	-0.2%
NASDAQ	▲ 2,371	0.1%	-0.4%
Bovespa	▲ 70,229	1.2%	3.0%
FTSE 100	▲ 5,593	0.8%	-0.1%
DAX	▼ 6,211	-0.3%	-1.4%
CAC 40	▼ 3,692	-0.6%	-2.4%
RTS	▲ 1,532	1.6%	2.9%
MICEX	▲ 1,456	1.1%	1.4%
MSCI BRIC	▲ 349	1.3%	3.3%
MSCI Russia	▲ 812	1.5%	2.9%
Brent	▲ 83.8	1.7%	6.2%
WTI	▲ 81.6	2.0%	6.7%
Gold	▲ 1,316.1	0.6%	1.5%
Silver	▲ 22.1	1.1%	3.2%
Nickel	▲ 23,864	1.9%	4.0%
Corn	▼ 465.8	-2.8%	-9.0%
Wheat	▼ 655.0	-4.5%	-6.1%
Soybean	▼ 1,057.0	-4.0%	-1.3%
LIBOR 3 month	▲ 0.29	0.00	0.00
EURIBOR 3 month	▲ 0.94	0.05	0.06
MosPrime 1 week	▼ 2.96	-0.03	-0.01
MosPrime 1 month	3.25	0.00	0.01
USD/RUR	▼ 30.47	-0.5%	-0.8%
EUR/USD	▲ 1.374	0.9%	2.0%
GBP/USD	▲ 1.582	0.6%	0.0%
USD/JPY	▼ 83.39	-0.1%	-1.1%
1 month	▼ 2.79	-0.74	0.02
3 months	▼ 3.08	-0.20	0.06
6 months	▼ 3.68	-0.01	0.17
UST 10	2.51	0.00	-0.10
Russia 30	▼ 4.28	-0.05	-0.06

Source: Bloomberg, TKB Capital estimates

MONDAY OCTOBER 4, 2010

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OIL & GAS

Lukoil (LKOH) is changing hands. POSITIVE

Redruth Investments buys notes convertible to Lukoil's shares. Vedomosti reported today that on 28 September Redruth Investments, an entity affiliated with Lukoil's President Vagit Alekperov, purchased UniCredit Bank notes worth \$1.4 bn that may be converted to 2.99% of Lukoil's shares. The terms of conversion have not been disclosed. This is the second transaction of Redruth Investments that is related to Lukoil's shares. Last month Redruth Investments pledged 9% shares of Lukoil (valued at \$4.4 bn) for a loan from a syndicate of banks led by UBS. The size, terms and purpose of the loan have not been disclosed. According to the media sources, the loan attracted by Redruth Investments was used to finance the purchase of a 4,99% stake in Lukoil from ConocoPhillips for \$2.4 bn and Alekperov could be the beneficiary of this deal. Prior to that Alekperov was estimated to hold a roughly 20% stake in Lukoil.

Change in shareholders should support the stock performance. Lukoil's stock has been trading at modest price levels relative to its fair value (over 30% discount to our 12-month target price of \$74/share) and ConocoPhillips' selling price was quite low (\$53-\$56/share), making the company an attractive target for takeover. In our view, the actions of Redruth Investments may be aimed at preventing an entry of an undesirable shareholder from outside. We believe that this news and subsequent changes in the shareholders structure should support performance of the stock. Yet, whether Alekperov will be the ultimate beneficiary of these deals is under question. In the context of recent market speculations about Alekperov possibly leaving Lukoil, his increasing exposure to the stock does not fit well.

UTILITIES

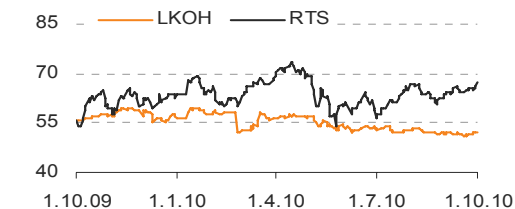
Quadra (TGKD) prepares to move to RAB-regulation of heat energy market. POSITIVE

A new milestone. Quadra (TGKD) and the government of Orel region signed an agreement on the transition of Orel Heat Distribution Company to RAB-method of heat tariff regulation, according to the company's press release. Under the agreement, Quadra implements a five-year investment program of amount more than RUR550 mn. The main condition for the implementation of the investment program is a transition of a Quadras subsidiary – Orel Heat Distribution Company – to long-term tariff regulation method with return on invested capital (RAB) from 1 January, 2011. In turn, the regional government is committed to assist the company in dealing with issues relating the investment program, as well as the introduction of RAB-regulation and of cost-based tariffs. The initial base of invested capital and rates of return are still unknown.

RAB is a growth catalyst. We positively view the news for Quadra's quotes and for the remaining territorial generating companies (TGKs), because the share from realization of heat by the most sector companies exceeds 50% in revenue and the transition to RAB-regulation can be a growth driver for financial performance of the companies. Regulation of tariffs by the method of return on invested capital is intended to solve one of the main problems of the energy sector – to raise funds for its development. Transition to RAB-method will provide the necessary funding for the safe operation and development of heating systems, including their renewal and modernization, and will also contribute to the stability of relations between the district heating companies and consumers by establishing long-term tariffs. With the establishment of power reserve, heat loss cutting, better quality of heat supply economic and energy efficiency will increase.

LUKOIL		LKOH	
Price, \$		56.8	
Recommendation		BUY	
Target, \$		74.0	
Upside		30%	
MC, \$ mn	48,087	EV, \$ mn	53,944
	2009	2010E	2011E
P/E	6.9	5.7	6.2
EV/EBITDA	3.8	3.7	4.0

Source: MICEX, TKB Capital estimates



Source: MICEX, RTS, TKB Capital estimates

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MONDAY OCTOBER 4, 2010

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METALS & MINING
Mechel (MTL US) 2Q10 financials preview. NEUTRAL

We expect significant improvement. Mechel is set to publish its 2Q10 and 1H10 US GAAP financial results on Tuesday, 5 October. According to our estimates, in 2Q10 the company's revenue should increase by 31% q-o-q to \$2,491 mn, EBITDA should jump 103% q-o-q to \$522 mn. We expect Mechel net profit at \$123 mn (up by 49% q-o-q) for the reporting period. We estimate EBITDA margin to increase by 7 ppt q-o-q to 21%.

Coal prices were up 25% in 2Q10. We expect that the company should significantly increase its key figures due to growth of the steel and coking coal production and strong price situation on respective markets. In particular, in 2Q10 coking coal concentrate prices on the domestic market increased by 25% q-o-q, steel prices were up by 20% q-o-q.

Ambitious production plans. At present we recommend to HOLD Mechel stock with the target price of \$29.5/ADR. However, we do not rule out that in 2011 coking coal market situation to become stronger than in 2010 that may increase Mechel investment appeal.

Mechel 2Q10 and 1H10 financials preview, \$ mn

	2Q10E	1Q10	q-o-q	1H10E	1H09	y-o-y
Revenue	2,491	1,900	31%	4,391	2,460	78%
EBITDA	522	258	103%	780	-104	
Net income	123	83	49%	206	-471	
EBITDA margin	21%	14%		18%	-4%	
Net margin	5%	4%		5%	-19%	

Source: company data, TKB Capital estimates

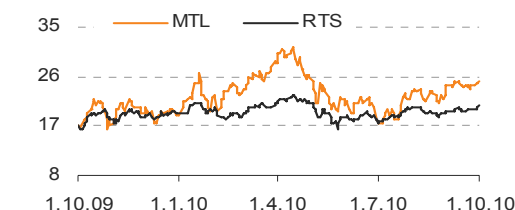
TELECOMMUNICATIONS
BoD of VimpelCom Ltd (VIP) to consider a purchase of Orascom and Wind today. NEUTRAL

Seller may receive 20% in VimpelCom Ltd and cash consideration. The board of directors (BoD) of VimpelCom Ltd (VIP – Buy) will discuss the terms of acquisition of a 100% stake in Italy's Wind Telecomunicazioni SpA and a controlling 51% stake in Orascom Telecom Holding from Weather Investments controlled by Nagib Saviris, Vedomosti reported today. The company's management has prepared the deal for an approval from BoD. Saviris is to get a 20% share in VimpelCom Ltd and cash consideration (the news source does not specify its amount). Some of the Weather Investments' assets will not be part of the deal.

Debt load could increase as a result of the deal. Should the deal is settled, VimpelCom Ltd's mobile subscriber base will increase 130% up to 200 mn, however the company will take on a \$15 net debt on the balance. Consequently, its net debt/EBITDA will rise from 1.5 at the end of 2009 to 2.5 in 2010. The government of Algeria has tax claims to Djezzy, Orascom's subsidiary generating 44% of company's revenues, totaling \$827 mn and even tried to launch a process of nationalization. It was rumored that the Russia-Algeria summit set on 6-8 October on the top level may help decide the fate of Djezzy.

Mechel, ADR		MTL	
Price, \$		25.21	
Recommendation		HOLD	
Target, \$		29.5	
Upside		17%	
MC, \$ mn	10,494	EV, \$ mn	16,077
	2009	2010E	2011E
P/E	137.5	11.0	8.2
EV/EBITDA	16.1	7.8	5.5

Source: NYSE, TKB Capital estimates



Source: Bloomberg, TKB Capital estimates

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TELECOMMUNICATIONS

Firmly plans to expand, unclear effect until terms are announced. The news indicates that VimpelCom Ltd is committed to expand beyond organic sources of growth and mulls M&A opportunities. The market has negatively reacted on the news pushing VimpelCom Ltd market capitalization 9% down since mid-July while we do not rule out that the exact effect on shareholders' value will depend on specific terms of the deal. We have the \$29/ADR target price for VimpelCom implying a 98% upside potential. We reiterate our BUY recommendation on the name.

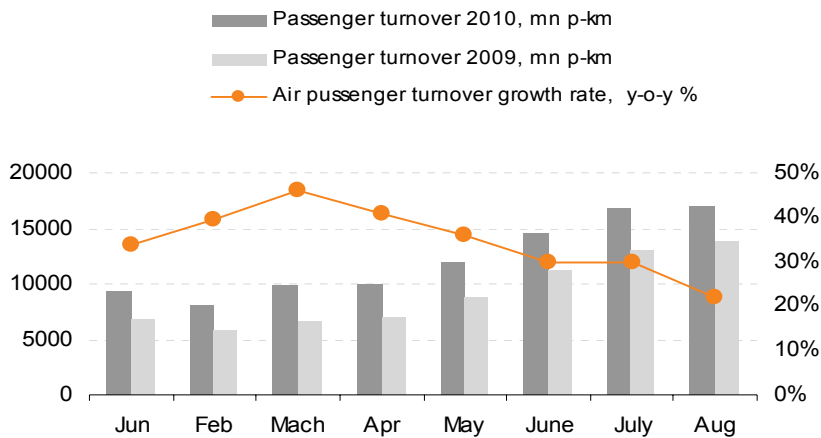
TRANSPORT

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Aeroflot (AFLT) and UTair (TMAT) demonstrated decline in operating results in August. NEUTRAL

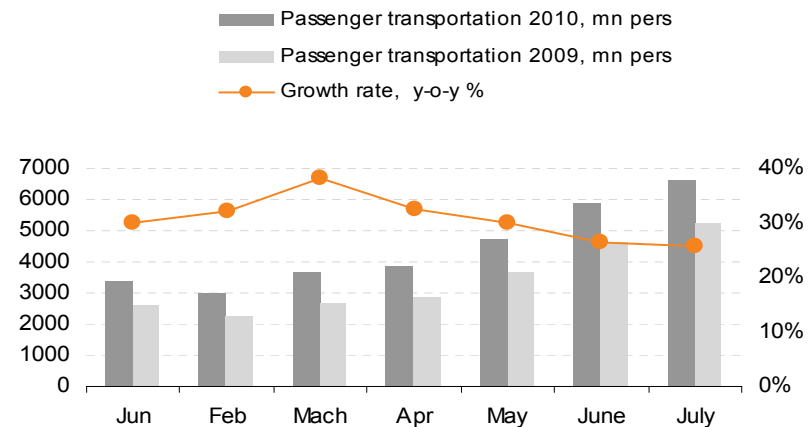
The Russian airlines' passenger turnover remained flat in August, 2010. Following the impressive result over 7M10 (up by 35.2%), the growth rate of passenger turnover of air transportation started to slowdown and increased by 33% y-o-y to 97.15 bn p-km, while passenger transportation grew by 28% y-o-y. At the same time, these items almost unchanged m-o-m, and their growth was 2% and 1%, respectively. Moreover, the passenger traffic of top-5 Russian airlines dropped 1.4%. UTair posted the worst numbers and its traffic decreased by 10% m-o-m, while Aeroflot's passenger traffic was 1% lower than in July, 2010. We expect to see further reduction of the growth rate of traffic due to both higher base effect and the beginning of low season associated with the autumn period. However, in spite of the slowdown in 2H10, the growth rate of passenger traffic continue outperforming the global industry by far and will exceed pre-crisis level amounting to 50 mn passengers. So according IATA, rapidly improving global demand will push world air traffic 3-4% above the pre-crisis levels of early 2008. Demand in 2010 is expected to grow by 11% (vs. the previous forecast of 10.2%).

Russian airline passenger turnover growth rate in 2010



Source: Mintrans

Russian airline passenger transportation growth rate in 2010



Source: Mintrans

MONDAY OCTOBER 4, 2010
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TRANSPORT
Airline's operating results over 8M10

	8M10	8M09	y-o-y,%	Aug10	Aug09	y-o-y,%	July10	m-o-m, %
Passenger turnover, mn p-km	97,154	73,189	33%	16,943	13,883	22%	16,789	1%
Passenger transportation, mn passengers	37,898	29,590	28%	6,730	5,577	21%	12,936	2%
Company's data								
Aeroflot	7,461	5,666	32%	1,175	922.6	27.4%	1,184	-1%
TRANSAERO	4,348	3,222	35%	794	656.3	21.0%	774	3%
Sibir	3,226	2,916	11%	526	518.7	1.4%	528	0%
Utair	3,024	2,207	37%	433	389.4	11.2%	480	-10%
OrenAir	1,604	1,047	53%	291	215.3	34.9%	298	-3%

Source: Mintrans

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	5.24	UR	UR	UR	120,082	150,837	4.6	4.5	4.0	4.3	3.4	3.1	1.3	0.7	0.7
ROSN	** Rosneft	6.67	8.5	BUY	27%	64,012	79,114	9.8	6.5	9.6	5.8	4.5	5.7	1.3	1.3	0.9
LKOH	** LUKOIL	56.8	74.0	BUY	30%	48,087	53,944	6.9	5.7	6.2	3.8	3.7	4.0	0.6	0.8	0.4
SNGS	* Surgutneftegas	0.96	UR	UR	UR	37,994	25,183	10.6	7.7	8.5	6.2	3.5	3.6	1.1	1.0	neg
SNGSP	* Surgutneftegas, Pref	0.48	UR	UR	UR											
SIBN	** Gazprom Neft	3.89	4.50	HOLD	16%	18,366	21,416	6.1	6.2	6.0	4.2	3.8	3.6	0.7	1.1	0.5
tnbp	** TNK-BP Holding	2.20	2.80	BUY	27%	33,857	34,840	6.5	5.5	5.9	4.3	3.6	3.8	0.8	1.6	0.1
tnbpp	** TNK-BP Holding, Pref	1.92	2.50	BUY	30%											
TATN	* Tatneft	4.80	UR	UR	UR	10,503	12,097	6.1	5.6	4.9	4.7	4.3	3.5	0.8	1.0	0.6
TATNP	* Tatneft, Pref	2.43	UR	UR												
BANE	* Bashneft	43.00	UR	UR	UR	8,520	10,139	26.6	7.2	5.5	14.9	4.1	3.5	0.9	n/a	0.7
BANEP	* Bashneft, Pref	34.75	UR	UR	UR											
NVTK	* NOVATEK	7.70	UR	UR	UR	23,353	24,214	28.5	18.2	14.9	19.3	12.9	10.8	6.2	5.6	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	170.3	UR	UR	UR	32,462	34,194	12.5	7.6	7.2	7.7	5.0	4.7	2.4	2.2	0.3
CHMF	Severstal	14.75	15.50	HOLD	5%	14,863	19,315	neg	26.1	10.8	23.8	7.3	5.4	1.2	1.9	1.7
NLMK	NLMK	3.58	3.21	SELL	-10%	21,461	22,665	99.8	19.3	10.4	15.7	8.4	6.8	2.7	2.7	0.4
MAGN	MMK	0.98	1.06	HOLD	8%	11,005	13,232	50.3	14.8	9.8	13.3	7.0	5.6	1.8	1.2	1.2
MTL	Mechel, ADR	25.21	29.50	HOLD	17%	10,494	16,077	137.5	11.0	8.2	16.1	7.8	5.5	1.8	2.6	2.7
EVR	Evraz Group, GDR	30.60	32.10	HOLD	5%	13,399	21,203	neg	124.4	7.5	17.1	9.7	5.6	1.6	1.4	3.6
PLZL	* Polyus Gold	46.31	UR	UR	UR	8,828	8,726	27.4	17.1	12.8	16.3	10.1	8.6	5.2	2.8	neg
PMTL	* Polymetal	15.21	UR	UR	UR	4,790	5,281	49.9	22.9	13.1	22.3	13.7	8.6	6.0	4.9	1.3
TRMK	* TMK	4.28	UR	UR	UR	3,734	7,293	neg	15.4	9.1	22.7	7.9	7.5	1.4	2.4	3.9
RASP	Raspadsкая	5.64	9.00	BUY	60%	4,402	4,705	37.6	12.4	12.8	18.1	8.3	8.1	5.3	3.5	0.5
BLNG	Belon	0.88	1.29	BUY	46%	1,017	1,333	65.2	11.4	10.5	11.9	6.9	6.6	1.7	2.1	1.6
unkl	Yuzhuralnickel	300.0	472.0	BUY	57%	180	28	265.7	11.9	7.7	neg	0.9	0.7	0.1	0.1	0.1
AMEZ	Ashinskiy Steel Works	0.550	0.579	HOLD	5%	274	347	16.3	6.3	11.1	6.9	3.9	5.1	1.1	0.7	0.8
VSMZ	Vyksa Steel Works	1325	1740	BUY	31%	2,276	2,346	9.3	5.3	3.8	4.6	3.5	2.8	0.8	0.9	0.8
CHZN	Chelyabinsk Zinc Plant	3.87	4.64	HOLD	20%	210	196	10.5	5.9	4.4	3.0	2.7	2.3	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	0.0122	0.0155	BUY	27%	14,999	12,293	24.0	19.1	9.9	11.0	6.4	3.8	2.9	0.5	neg
HYDR	RusHydro	0.051	0.072	BUY	39%	13,868	14,895	14.0	9.3	7.7	9.2	6.7	5.1	1.1	0.9	0.5
IRAO	* INTER RAO UES	0.0017	UR	UR	UR	3,831	4,572	neg	23.8	21.0	neg.	9.7	7.0	1.8	2.0	1.6
OGKA	* OGK-1	0.036	UR	UR	UR	1,598	1,643	16.1	14.8	8.3	10.9	6.7	4.2	0.9	1.3	0.2
OGKB	* OGK-2	0.058	UR	UR	UR	1,891	2,159	54.7	31.6	12.9	21.1	12.8	6.9	1.3	1.5	1.6
OGKC	* OGK-3	0.054	UR	UR	UR	2,576	873	19.0	33.5	27.1	6.8	8.5	5.9	0.7	0.7	neg
OGKD	OGK-4	0.088	0.118	BUY	34%	5,548	4,982	27.0	22.1	14.2	21.5	13.3	7.8	2.9	2.0	neg
OGKE	* EneI OGK-5	0.089	UR	UR	UR	3,153	3,733	31.2	26.8	11.3	15.2	11.8	6.8	2.2	1.5	1.8
OGKF	* OGK-6	0.043	UR	UR	UR	1,390	1,516	18.0	65.8	36.0	9.0	12.3	7.9	1.0	0.8	1.0
TGKA	* TGC-1	0.00074	UR	UR	UR	2,867	3,349	10.8	16.5	7.9	13.6	8.4	4.8	2.1	1.3	1.2
TGKB	* TGC-2	0.00029	UR	UR	UR	421	687	neg	18.8	10.0	10.3	4.6	3.5	0.7	0.6	1.8
TGKBP	* TGC-2, Pref	0.00029	UR	UR	UR											
MSNG	* Mosenergo	0.115	UR	UR	UR	4,591	5,140	87.6	30.4	14.4	11.4	7.9	5.9	1.1	0.7	0.8
TGKD	* TGC-4	0.00052	UR	UR	UR	1,014	977	neg	19.7	18.6	neg.	5.0	3.6	0.7	1.1	neg
TGKDP	* TGC-4, Pref	0.00031	UR	UR	UR											
TGKE	* TGC-5	0.00055	UR	UR	UR	673	712	22.7	15.1	10.2	15.5	8.1	5.0	1.0	0.7	0.4
TGKF	* TGC-6	0.00053	UR	UR	UR	983	1,247	59.1	10.2	10.2	16.6	6.9	7.8	1.3	n/a	1.5
TGKG	* Volga TGC (TGC-7)	0.075	UR	UR	UR	2,262	2,282	23.2	50.0	26.0	11.0	9.2	8.9	1.0	1.5	0.1
TGKI	* TGC-9	0.00016	UR	UR	UR	1,284	1,674	9.6	12.6	8.8	8.6	7.2	6.2	0.9	1.0	1.7
TGKJ	* Fortum, TGC-10	1.48	UR	UR	UR	1,303	1,296	11.2	11.7	10.8	13.8	10.7	5.6	1.3	0.6	neg
TGKK	TGC-11	0.00065	0.00113	BUY	74%	333	330	5.8	6.1	4.4	4.2	4.9	3.3	0.7	0.7	neg
KZBE	* Kusbassenergo	0.0111	UR	UR	UR	783	874	72.3	9.1	19.9	9.7	3.7	4.7	0.8	0.8	0.4
TGKM	* Yenisei TGC (TGC-13)	0.0037	UR	UR	UR	583	637	87.9	92.8	17.5	20.2	5.4	3.9	0.9	1.0	0.5
TGKN	* TGC-14	0.00014	UR	UR	UR	191	129	neg	9.6	4.8	neg.	3.9	2.2	0.5	0.7	neg
MRKH	* Holding MRSK	0.154	UR	UR	UR	6,514	10,571	14.9	10.3	6.6	3.9	3.5	2.8	0.6	0.5	1.3
MRKHP	* Holding MRSK, Pref	0.099	UR	UR	UR											
LSNG	* Lenenergo	0.78	UR	UR	UR	816	1,273	10.0	9.9	9.7	4.8	4.0	3.8	1.3	0.5	1.4
LSNGP	* Lenenergo, Pref	1.04	UR	UR	UR											
MRKC	* IDGC of Centre	0.040	UR	UR	UR	1,706	2,138	25.6	10.2	5.1	7.2	4.9	3.3	1.1	1.8	1.0
MRKK	* IDGC of Northern Caucasus	5.19	UR	UR	UR	153	187	neg	neg	12.3	6.8	4.2	2.7	0.5	0.3	0.7
MRKP	* IDGC of Center and Volga Region	0.0083	UR	UR	UR	936	1,278	69.3	24.7	5.3	6.3	5.5	3.2	0.8	0.7	1.5
MRKS	* IDGC of Siberia	0.0100	UR	UR	UR	891	1,109	neg	neg	9.6	9.8	6.8	4.2	0.7	1.0	1.3
MRKU	* IDGC of of Urals	0.0098	UR	UR	UR	857	1,008	25.7	7.9	5.5	4.7	3.7	3.1	0.6	0.9	0.6
MRKV	* IDGC of Volga	0.0038	UR	UR	UR	675	861	16.4	12.6	7.5	5.6	4.8	3.6	0.7	1.0	1.0
MRKY	* IDGC of South	0.0054	UR	UR	UR	268	661	neg	16.0	4.8	5.4	4.4	3.2	0.9	0.4	2.6
MRKZ	* IDGC of North-West	0.0069	UR	UR	UR	659	799	436.0	45.3	13.3	7.9	6.0	4.8	0.8	0.9	1.0
MSRS	* MOESK	0.046	UR	UR	UR	2,254	3,769	6.6	6.2	6.8	3.9	3.6	3.2	1.2	0.8	1.5

TABLE CONTINUED ON THE NEXT PAGE

RECOMMENDATIONS (CONTINUED)

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 US	MTS, ADR	21.62	28.00	BUY	30%	21,548	24,918	18.7	10.4	8.6	6.2	5.1	4.4	2.5	6.0	0.7
VIP US	VimpelCom, ADR	14.72	29.10	BUY	98%	21,429	27,336	19.2	7.7	9.6	6.4	4.2	3.3	2.1	4.8	0.9
CMST LI	Comstar, GDR	6.44	7.70	BUY	20%	2,692	3,515	neg	11.3	10.0	70.8	5.2	4.9	2.1	1.3	1.2
SSA LI *	Sistema, GDR	26.26	UR	UR	UR	12,670	28,684	7.7	9.9	9.6	5.6	4.8	3.9	1.6	0.9	2.7
CTCM US *	CTC Media	6.44	UR	UR	UR	1,004	975	10.0	7.0	5.4	2.7	4.5	3.5	1.7	1.4	neg
RBCI *	RBC Information Systems	1.16	UR	UR	UR	162	356	neg	neg	9.6	neg.	26.9	12.3	2.8	-0.9	14.7
SITR LI *	SITRONICS, GDR	0.90	UR	UR	UR	172	578	neg	neg	271.5	neg.	6.0	4.6	0.5	0.3	4.2
IBSG GR *	IBS Group, GDR	22.54	UR	UR	UR	517	544	neg	14.8	10.3	20.8	7.0	5.4	0.9	5.5	0.5
ARMMD *	ARMADA	7.54	UR	UR	UR	90	73	715.1	15.1	10.1	38.7	4.7	3.9	0.6	3.4	neg
URSI	Uralsvyazinform	0.0392	0.05	BUY	20%	1,503	1,944	13.0	11.3	-	3.8	3.6	-	1.4	1.7	0.8
URSIP	Uralsvyazinform, Pref	0.0303	0.036	BUY	19%											
NNSI	VolgaTelecom	3.77	4.60	BUY	22%	1,170	1,412	8.8	7.9	-	3.1	3.0	-	1.2	1.1	0.5
NNSIP	VolgaTelecom, Pref	2.97	3.60	BUY	21%											
ENCO	Sibirtelekom	0.0721	0.087	BUY	21%	1,087	1,642	17.4	8.5	-	3.6	3.2	-	1.2	1.5	1.1
ENCOP	Sibirtelekom, Pref	0.0565	0.068	BUY	20%											
KUBN	UTK	0.1731	0.21	BUY	21%	644	1,229	12.0	8.8	-	4.0	4.0	-	1.6	1.7	1.9
KUBNP	UTK, Pref	0.1355	0.17	BUY	25%											
SPTL	N.W. Telecom	0.813	1.00	BUY	23%	877	1,335	10.7	9.4	-	3.6	3.4	-	1.4	0.8	1.2
SPTLP	N.W. Telecom, Pref	0.642	0.78	BUY	21%											
ESMO	CenterTelecom	0.865	1.050	BUY	21%	1,722	2,335	9.3	7.4	-	4.4	4.1	-	1.8	2.1	1.1
ESMOP	CenterTelecom, Pref	0.679	0.830	BUY	22%											
ESPK	Far East Telecom	3.57	4.30	BUY	20%	428	605	6.3	5.4	-	3.1	2.8	-	1.0	1.1	0.8
ESPKP	Far East Telecom, Pref	2.79	3.40	BUY	22%											
RTKM	Rostelecom	4.38	4.10	HOLD	-6%	3,883	3,197	33.4	27.5	13.7	8.1	8.0	5.1	1.5	1.8	neg
RTKMP *	Rostelecom, Pref	2.86	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	41.5	50.0	BUY	21%	11,257	12,796	68.1	32.3	19.2	17.4	13.2	9.5	1.0	6.4	1.6
MGNT LI	Magnit, GDR	26.5	24.4	HOLD	-8%	11,789	11,830	42.8	34.0	23.4	23.8	17.5	11.9	1.5	8.3	0.1
MGNT	Magnit, Common	117.7	122.0	HOLD	4%	10,468	10,510	38.0	30.2	20.8	21.1	15.6	10.6	1.4	7.3	0.1
DIXY	Dixy Group	10.6	10.3	HOLD	-2%	908	1,165	neg	26.3	14.2	13.2	9.6	7.0	0.5	4.7	2.1
SCON	Seventh Continent	8.7	9.6	HOLD	11%	651	898	17.4	13.8	9.8	6.9	7.2	6.1	0.5	1.2	2.0
MVID *	M.video	6.4	UR	UR	UR	1,154	1,145	46.6	21.9	16.0	11.2	8.8	6.7	0.4	4.0	neg
APTK *	Pharmacy Chain 36.6	3.5	UR	UR	UR	336	593	neg	neg	neg	13.2	8.2	6.4	0.7	2.2	3.5
WBD US	Wimm-Bill-Dann, ADR	23.0	27.0	HOLD	17%	4,050	4,300	34.8	35.8	27.1	14.0	11.3	9.6	1.5	5.8	0.7
WBDF	Wimm-Bill-Dann, Common	50.5	108.0	BUY	114%	2,221	2,471	19.1	19.7	14.9	8.1	6.5	5.5	0.9	3.2	0.7
PKBA *	Baltika Breweries	33.1	UR	UR	UR	5,426	5,458	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	21.5	33.5	BUY	56%	3,243	3,139	15.0	14.4	11.8	10.7	10.0	8.2	3.8	5.1	neg
PHST	Pharmstandard, Common	75.4	134.0	BUY	78%	2,849	2,745	13.2	12.7	10.3	9.4	8.8	7.2	3.3	4.5	neg
VRPH	Veropharm	37.3	47.0	BUY	26%	373	395	10.7	9.5	7.4	9.0	6.9	5.6	2.2	2.2	0.4
KLNA *	Kalina	19.8	UR	UR	UR	193	286	14.8	7.9	6.9	5.9	5.0	5.1	0.5	1.6	1.6

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	15.00	18.80	BUY	25%	2,372	2,661	19.8	12.5	8.8	9.5	8.1	6.1	3.3	3.9	0.9
AFLT	* Aeroflot	2.18	UR	UR	UR	2,425	4,015	27.2	13.2	9.6	9.5	6.5	4.5	1.0	2.4	2.6
UTAR	* Utair Aviation	0.40	UR	UR	UR	231	1,084	35.8	28.1	6.8	9.3	6.4	5.2	0.8	1.1	5.0
NCSP	* NCSP, GDR	9.70	UR	UR	UR	2,491	2,787	10.0	9.6	8.9	6.4	6.4	6.0	3.8	3.0	0.7
FESH	* FESCO	0.4	UR	UR	UR	1,257	1,971	neg	neg	19.4	neg.	13.3	11.2	2.5	1.0	4.8

Banks

Ticker	Company	Current price, \$	TP, \$	Recom.*	Upside, %	Mkt Cap, \$ mn	P/E			P/BV						
							2009	2010E	2011E	2009	2010E	2011E				
SBER	Sberbank	2.82	3.50	BUY	24%	62,902	74.5	15.4	8.2	2.56	2.06	1.73				
SBERP	Sberbank, Pref	2.00	2.90	BUY	45%											
VTBR	VTB Bank	0.0029	0.0030	HOLD	4%	30,100	neg	15.1	11.2	1.73	1.73	1.54				
MMBM	* Bank of Moscow	31.20	UR	UR	UR	5,616	249.7	21.8	10.9	1.72	1.49	1.28				
VZRZ	Vozrozhdenie Bank, Common	36.35	45.9	BUY	26%	878	27.8	25.5	8.2	1.58	1.52	1.25				
VZRZP	Vozrozhdenie Bank, Pref	11.80	17.2	BUY	46%											
STBK	Bank Saint-Petersburg, Common	4.26	4.20	HOLD	-1%	1,510	74.7	17.2	9.6	1.73	1.65	1.35				
STBKPA	* Bank Saint-Petersburg, Pref	4.72	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	31.90	UR	UR	UR	608	1,510	neg	neg	244.3	neg.	13.9	4.6	0.4	0.7	8.3
GAZAP	* GAZ, Pref	12.00	UR	UR	UR											
SVAV	* Sollers	15.82	UR	UR	UR	542	1,300	neg	neg	13.3	155.7	10.2	5.6	0.8	1.0	6.0
KMAZ	* KAMAZ	2.34	UR	UR	UR	1,658	2,241	neg	neg	23.6	70.8	17.2	8.5	0.8	1.6	4.5
SILM	* Power machines	0.24	UR	UR	UR	2,071	1,900	11.1	10.9	10.3	6.5	6.1	5.5	1.0	4.1	neg
MASZ	Mashinostroitelny Zavod	280	300	HOLD	7%	390	374	4.9	5.9	6.2	3.0	2.7	2.7	0.9	0.6	neg
NZHK	NCCP	10.0	8.0	SELL	-20%	265	251	6.1	14.3	13.1	3.1	4.8	4.5	1.6	0.6	neg
NZHKP	* NCCP, Pref	2.7	UR	UR	UR											
KHEL	* Kazan Helicopters	1.85	UR	UR	UR	286	443	5.9	5.9	5.4	6.7	5.9	5.4	0.8	1.4	2.1
uuaz	* Ulan-Ude Avia Plant	1.37	UR	UR	UR	365	203	4.6	4.8	5.0	1.8	1.7	1.8	0.4	1.7	neg
rtvl	* Rostvertol	0.057	UR	UR	UR	130	219	8.5	8.1	7.6	5.4	5.4	5.0	0.7	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	26.9	57.0	BUY	112%	2,776	3,602	19.2	13.6	10.6	7.8	7.6	6.7	2.1	2.1	1.7
LSRG LI	LSR Group, GDR	8.5	11.4	BUY	34%	4,379	5,205	30.3	21.4	16.7	11.3	11.0	9.6	3.0	3.3	1.7
PIK LI	Pik Group, GDR	3.8	7.2	BUY	88%	1,889	3,215	neg	neg	52.3	18.8	14.7	12.6	2.6	3.4	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	2.77	5.00	BUY	81%	287	501	neg	111.6	7.9	neg.	24.5	7.9	11.7	0.9	10.5

* - multilpes 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

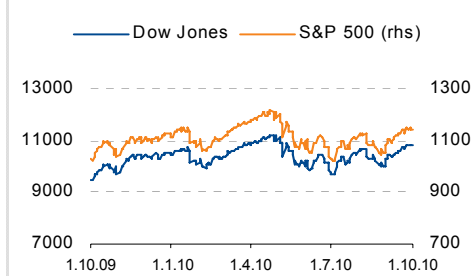
Source: RTS, MICEX, Bloomberg, TKB Capital estimates

MODEL PORTFOLIO

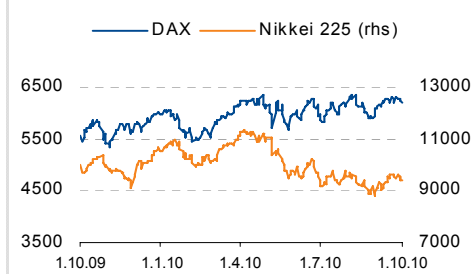
Company name and ticker	Price of purchase (22/04/2010), \$	Current Price, \$	Upside Potential			Market Cap (\$ mn)	Free float (\$ mn)	Share in RTSI	Share in Portfolio	
			1M	6M	12M					
Model Portfolio performance since last update			10.5%			since 21/04/2010		-1.2%		
Cash									10.00%	
Oil & Gas									30.00%	
ROSN	Rosneft	7.53	6.67	n/a	25%	50%	64,019	9,603	6.80%	5.00%
TNBP	TNK-BP Holding	2.06	2.20	n/a	5%	9%	34,863	1,743	0.00%	10.00%
BANE	Bashneft	36.25	43.00	n/a	8%	16%	7,317	1,800	0.47%	15.00%
Metals & Mining									13.00%	
RASP	Raspadskaya	4.875	5.637	-10%	6%	24%	4,402	880	0.57%	5.00%
MTLR	Mechel	25.06	25.07	0%	24%	40%	0	0	0.98%	5.00%
CHMF	Severstal	12.43	14.75	0%	2%	15%	14,863	2,601	1.45%	3.00%
Consumer and Retail									10.00%	
MGNT	Magnit	88.93	117.66	0%	1%	2%	10,463	3,139	1.66%	5.00%
PHST	Pharmstandard	70.81	75.38	3%	18%	37%	2,849	785	0.28%	5.00%
Machinery									6.00%	
SVAV	Sollers	15.91	15.82	26%	45%	64%	542	190	0.11%	3.00%
SILM	Power Machines	0.209	0.238	9%	18%	30%	2,071	104	0.00%	3.00%
Banks									10.00%	
SBER	Sberbank OS	2.70	2.82	10%	24%	38%	60,900	18,270	14.60%	6.00%
STBK	Bank St-Petersburg OS	3.28	4.26	-1%	6%	15%	1,202	210	0.00%	4.00%
Utilities									15.00%	
HYDR	RusHydro	0.0539	0.0514	5%	30%	40%	12,599	4,674	2.33%	6.00%
TGKG	TGK-7	0.0472	0.0754	2%	14%	18%	2,262	1,049	0.00%	4.00%
TGKK	TGK-11	0.000705	0.000649	9%	56%	74%	333	133	0.00%	2.00%
TGKM	TGK-13	0.00359	0.00366	7%	43%	57%	583	194	0.00%	3.00%
Telecoms									3.00%	
ENCO	Sibirtelecom OS	0.058	0.072	7%	n/a	n/a	866	87	0.21%	1.00%
KUBN	South Telecom OS	0.140	0.173	10%	n/a	n/a	512	51	0.00%	1.00%
SPTL	North-West Telecom OS	0.654	0.813	11%	n/a	n/a	716	72	0.16%	1.00%
Real Estate / Development									3.00%	
LSRG	LSR Group	29.64	27.00	56%	93%	141%	2,529	455	0.00%	3.00%

STOCK INDEXES

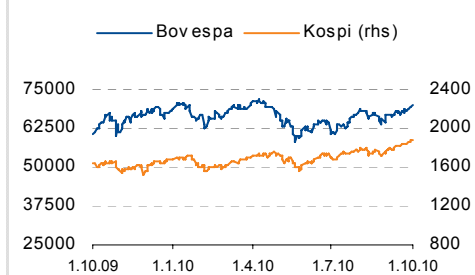
Dow Jones	10,830	0.39%
S&P 500	1,146	0.44%



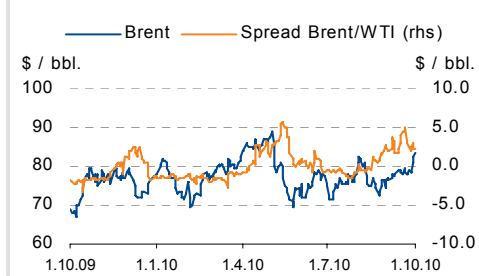
DAX	6,211	-0.28%
Nikkei 225	9,404	0.37%



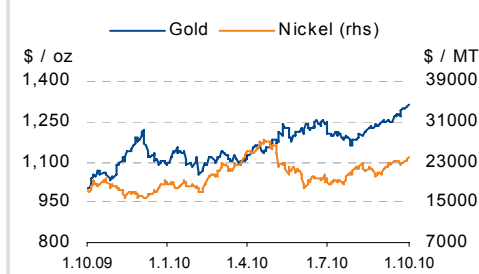
Bovespa	70,229	1.15%
Kospi	1,877	0.21%


COMMODITY FUTURES

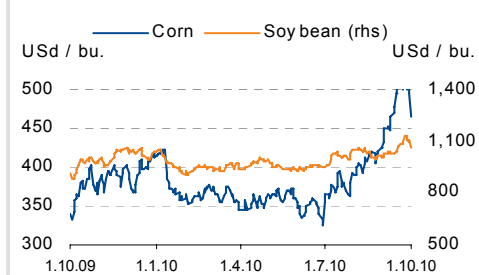
Brent	83.75	1.75%
Spread Brent/WTI	2.17	-0.17



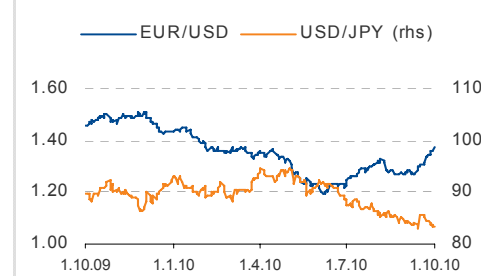
Gold	1,316	0.6%
Nickel	23,864	1.9%



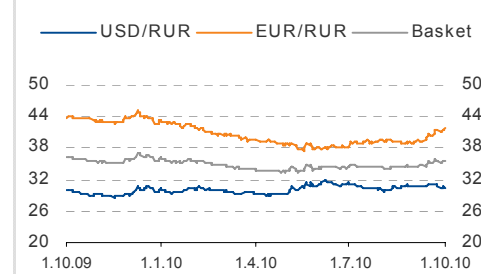
Corn	465.8	-6.05%
Soybean	1,057.0	-4.50%


CURRENCIES

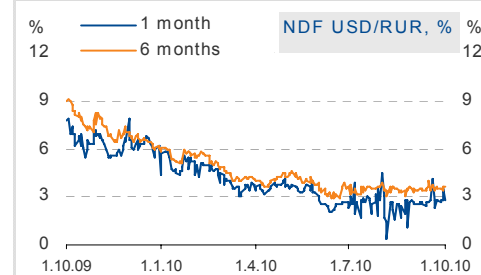
EUR/USD	1.374	0.90%
USD/JPY	83.4	-0.08%



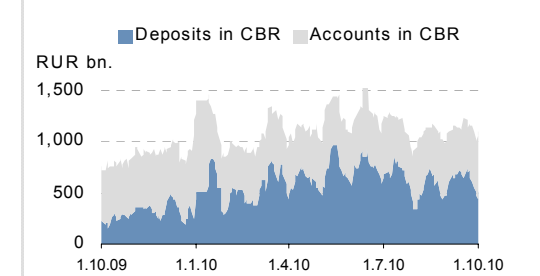
USD/RUR	30.47	-0.45%
EUR/RUR	41.89	0.84%



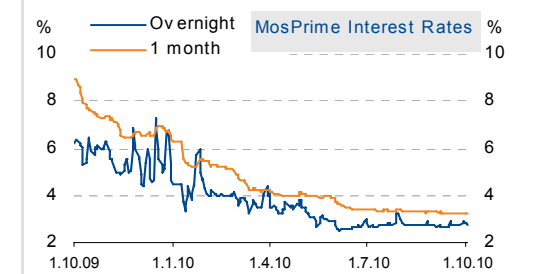
NDF USD/RUR 1m, %	2.79	-0.74
NDF USD/RUR 6m, %	3.68	-0.01


LIQUIDITY AND INTEREST RATES

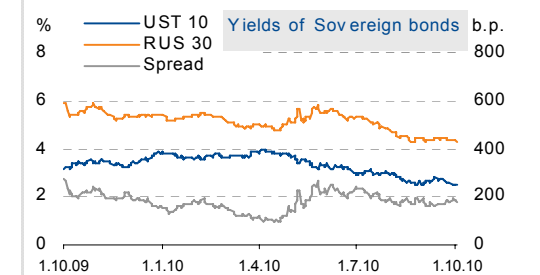
Deposits in CBR, RUR bn	519	20.5%
Accounts in CBR, RUR bn	588	-8.0%



MosPrime O/N, %	2.7	-0.09
MosPrime 1m, %	3.3	0.00



UST 10Y, %	2.51	0.00
Russia 30Y, %	4.28	-0.05



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	12,850,436	21.02	0.14%	GAZP RX	20.97	0.21%
ROSN LI	Rosneft	LSE	1	27,536,471	6.85	2.70%	ROSN RX	6.67	2.70%
LKOD LI	LUKOIL	LSE	1	3,023,620	57.30	0.88%	LKOH RX	56.80	0.88%
SGGD LI	Surgutneftegas, Common	LSE	10	2,181,438	9.59	0.10%	SNGS RX	9.61	-0.17%
ATAD LI	Tatneft, Common	LSE	6	445,806	31.63	1.09%	TATN3 RX	28.82	9.75%
GAZ LI	Gazprom Neft	LSE	5	302,158	19.14	0.47%	SIBN RX	19.46	-1.67%
NVTK LI	NOVATEK	LSE	10	518,680	87.55	1.92%	NVTK RX	77.02	13.68%
AOIL SS	Alliance Oil	OMXS	1	626,487	13.78	2.62%			
EDCL LI	Eurasia Drilling	LSE	1	27,140	23.24	-0.04%			
INTE LI	Integra	LSE	0.05	2,427,901	2.90	11.54%			
O2C GR	CAT Oil	XETRA	1	13,111	8.99	-0.79%			
VGAS LN	Volga Gas	LSE	1	49,820	1.82	-5.95%			
SSA LI	Sistema	LSE	20	236,692	26.26	-2.74%	AFKC RX	18.28	43.62%
MBT US	Mobile TeleSystems	NYSE	2	2,734,493	21.62	1.84%	CMST RX	16.43	31.57%
VIP US	VimpelCom	NYSE	0.05	3,425,162	14.72	-0.88%			
CMST LI	Comstar-UTS	LSE	1	93,523	6.44	-0.16%	MTSI RX	6.55	-1.74%
IBSG GR	IBS Group	XETRA	1	514	16.50	-3.82%			
CTCM US	CTC Media	NASDAQ	1	236,170	21.98	0.18%			
SITR LI	SITRONICS	LSE	50	700	0.90	0.00%	SITR RU	1.13	-20.00%
VTBR LI	VTB Bank	LSE	2000	10,483,648	5.87	2.00%	VTBR RX	5.75	2.00%
VZY GR	Vozrozhdenie Bank, Common	XETRA	3/4	-	26.00	-0.95%	VZRZ RX	27.26	-4.62%
FIVE LI	X5 Retail Group	LSE	0.25	556,544	41.45	3.63%			
MGNT LI	Magnit	LSE	0.20	969,165	26.50	5.16%	MGNT RX	23.53	12.62%
PHST LI	Pharmstandard	LSE	0.25	31,945	21.45	-4.03%	PHST RX	18.84	13.82%
WBD US	Wimm-Bill-Dann Foods	NYSE	0.25	184,787	23.01	1.72%	WBDF RX	12.62	82.35%
CHE LI	Cherkizovo Group	LSE	2/3	3,708	19.56	1.88%	GCHE RX	18.31	6.83%
URKA LI	Uralkali	LSE	5	993,229	22.01	0.27%	URKA RX	21.91	0.47%
RUSAL FP	RUSAL	Euronext	20	500	23.72	0.00%			
MNOD LI	Norilsk Nickel	LSE	0.1	7,218,367	17.21	0.94%	GMKN RX	17.03	1.06%
SVST LI	Severstal	LSE	1	1,496,201	15.00	1.35%	CHMF RX	14.75	1.70%
NLMK LI	NLMK	LSE	10	663,392	36.20	0.56%	NLMK RX	35.81	1.09%
MMK LI	MMK	LSE	13	550,509	12.85	-0.93%	MAGN RX	12.80	0.37%
MTL US	Mechel, Common	NYSE	1	2,292,218	25.21	1.24%	MTLR RX	25.07	0.55%
EVR LI	Evrast Group	LSE	1/3	1,447,588	30.60	2.51%			
PLZL LI	Polyus Gold	LSE	0.5	96,644	26.10	1.56%	PLZL RX	23.15	12.72%
PMTL LI	Polymetal	LSE	1	78,686	15.00	-2.60%	PMTL RX	15.21	-1.36%
HGM LN	Highland Gold	LSE	1	249,157	2.48	-0.67%			
HRG CN	High River Gold	TSX	1	3,904,607	1.32	5.46%			
TMKS LI	TMK	LSE	4	614,103	17.60	2.03%	TRMK RX	17.11	2.86%
CHZN LI	Chelyabinsk Zinc Plant	LSE	1	-	3.77	0.00%	CHZN RX	3.87	-2.64%
LSRG LI	LSR Group	LSE	0.20	191,815	8.50	0.00%	LSRG RX	5.39	57.76%
PIK LI	PIK Group	LSE	1	190,223	3.83	2.13%	PIKK RX	3.85	-0.53%
AFID LI	AFI Development	LSE	1	479,941	0.85	-0.58%			
MLD LN	MirLand Development	LSE	1	-	2.77	-1.93%			
HALS LI	Sistema Hals	LSE	0.05	-	1.38	0.00%	HALS RX	1.34	2.83%
RUS LN	Raven Russia	LSE	1	265,089	0.80	0.09%			
RGI LN	RGI International	LSE	1	-	2.00	-1.48%			
GLTR LI	Globaltrans	LSE	1	390,489	15.00	-0.60%			
NCSP LI	NCSP	LSE	75	47,236	9.70	2.32%	NMTP RX	9.56	1.47%

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	9,404.23	0.37%	-0.71%	5.35%	-10.83%	-5.76%
Hang Seng	Hong Kong	22,358.17	0.00%	1.08%	8.41%	2.22%	6.69%
Straits Times	Singapore	3,130.90	1.07%	1.24%	4.96%	8.05%	17.82%
Seoul Composite	South Korea	1,876.73	0.21%	1.63%	6.35%	11.53%	14.11%
Shanghai Composite	China	2,655.66	0.00%	2.47%	1.25%	-18.96%	-4.45%
Taiwan Weighted	Taiwan	8,244.18	0.08%	0.95%	7.51%	0.68%	9.26%
SENSEX	India	20,445.04	1.87%	1.99%	12.30%	17.06%	19.32%
Europe							
FTSE 100	Great Britain	5,592.90	0.80%	-0.10%	4.22%	3.33%	10.80%
DAX	Germany	6,211.34	-0.28%	-1.38%	2.09%	4.26%	11.82%
CAC 40	France	3,692.09	-0.62%	-2.39%	1.88%	-6.20%	-0.77%
Budapest SE Index	Hungary	23,045.95	-0.83%	0.86%	0.15%	8.57%	13.43%
PX50	Czech Republic	1,126.70	-0.43%	-0.80%	-2.58%	0.84%	-2.27%
WIG 20 TR	Poland	2,611.30	-0.15%	0.17%	6.43%	9.32%	15.77%
ISE 100	Turkey	64,882.72	-1.36%	1.00%	6.92%	22.83%	35.73%
RTS	Russia	1,531.91	1.61%	2.90%	5.65%	6.04%	20.92%
MICEX	Russia	1,455.63	1.06%	1.36%	4.38%	6.25%	20.16%
Africa							
FTSE/JSE Top 40	South Africa	25,982.05	-0.66%	1.81%	4.51%	3.94%	16.31%
Egypt CMA GENL	Egypt	617.09	0.00%	-0.76%	2.82%	7.61%	-2.84%
America							
DJIA	USA	10,829.68	0.39%	-0.28%	5.46%	3.85%	13.89%
S&P 500	USA	1,146.24	0.44%	-0.21%	6.10%	2.79%	11.30%
NASDAQ	USA	2,370.75	0.09%	-0.44%	8.91%	4.48%	15.23%
Bovespa	Brazil	70,229.35	1.15%	2.98%	4.71%	2.39%	16.16%
BUSE MERVAL	Argentina	2,652.29	0.34%	2.89%	10.75%	14.29%	31.12%
IBC	Venezuela	66,611.89	2.04%	0.81%	2.85%	20.95%	30.61%
Emerging markets indexes							
MSCI BRIC		348.88	1.27%	3.28%	9.15%	4.99%	15.91%
FTSE Russia IOB Index		865.79	0.70%	2.17%	3.41%	-1.51%	8.29%
MSCI Russia		812.35	1.53%	2.92%	5.16%	2.14%	12.18%

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	83.40	2.43%	6.57%	9.95%	8.03%	22.52%
EUCRURMD	Urals	82.20	1.95%	5.75%	8.47%	7.13%	21.19%
USCRWTIC	WTI	81.58	2.01%	8.86%	10.38%	2.80%	15.19%
GOLDLNPM	Gold	1,316.25	0.71%	1.48%	5.60%	21.03%	31.00%
SLVRLN	Silver	21.95	-0.54%	2.81%	12.74%	29.19%	32.63%
PLAT	Platinum	1,680.25	1.39%	2.17%	9.48%	14.65%	31.30%
PALL	Palladium	574.25	1.46%	2.64%	10.75%	40.82%	97.00%
LMAHDY	Aluminium	2,328.75	0.31%	1.85%	11.70%	6.00%	27.67%
LMCADY	Copper	8,088.00	1.02%	1.79%	6.52%	10.16%	35.53%
LMNIDY	Nickel	23,849.00	1.89%	4.03%	13.59%	29.25%	37.48%
LMZSDY	Zinc	2,200.50	1.59%	-0.79%	4.62%	-12.99%	16.68%
MBSTCIHR	Steel HRC (FOB Black Sea)	617.50	0.00%	-0.80%	2.92%	21.67%	7.86%
MBSTUSHR	Steel HRC (USA)	535.00	0.00%	0.00%	-1.83%	5.94%	-3.60%
LMSNDY	Tin	24,907.00	2.67%	5.55%	16.01%	47.65%	69.55%
LMPBDY	Lead	2,268.75	0.73%	0.06%	8.64%	-5.55%	4.86%

Futures

Bloomberg code	Commodity	Value	Daily change, %	Weekly change, %	Monthly change, %	YTD change, %	Change of 52 week, %
CO1	Brent	83.75	1.75%	6.19%	9.69%	7.47%	21.04%
CL1	WTI	81.58	2.01%	6.65%	10.38%	2.80%	15.19%
HO1	Heating Oil	229.38	2.22%	7.66%	12.38%	8.26%	25.52%
PG1	Gasoline	208.61	2.46%	7.14%	10.43%	1.62%	18.67%
NG1	Natural Gas	3.80	-1.94%	-2.16%	0.93%	-31.86%	-14.98%
GC1	Gold	1,316.10	0.63%	1.53%	5.56%	20.06%	31.68%
SI1	Silver	22.06	1.10%	3.17%	13.95%	31.14%	34.18%
PL1	Platinum	1,675.90	1.45%	2.20%	9.13%	14.79%	30.73%
PA1	Palladium	574.90	0.64%	2.94%	10.91%	40.61%	96.25%
LY1	Aluminium	2,255.00	0.22%	0.89%	1.65%	16.57%	34.61%
LP1	Copper	8,093.00	1.04%	1.81%	6.51%	10.09%	35.46%
LN1	Nickel	23,864.00	1.90%	4.02%	13.61%	29.23%	37.47%
LX1	Zinc	2,206.50	1.57%	-0.92%	4.66%	-12.95%	16.64%
LT1	Tin	24,920.00	2.67%	5.53%	16.01%	47.52%	71.10%
LL1	Lead	2,274.75	0.72%	-0.03%	8.71%	-5.57%	4.83%
API21MON	Steam Coal	96.75	0.26%	1.57%	6.14%	16.22%	35.41%
CCKPTAIY Index	Coking Coal	1,660.00	0.00%	0.00%	0.00%	-2.35%	3.75%
MBFOFO01 Index	Iron Ore	148.00	1.72%	1.72%	-2.63%	32.74%	66.29%
SB1	Sugar	23.36	-7.67%	-8.18%	14.01%	-13.32%	-5.19%
CC1	Cocoa	2,783.00	-1.10%	-0.39%	2.81%	-15.38%	-9.99%
KC1	Coffee	181.10	-1.07%	0.28%	0.33%	33.21%	42.94%
C 1	Corn	465.75	-6.05%	-10.73%	7.75%	12.36%	36.78%
W 1	Wheat	655.00	-2.82%	-9.03%	-3.03%	20.96%	44.67%
S 1	Soybean	1,057.00	-4.50%	-6.13%	5.23%	1.66%	15.14%
CT1	Cotton	99.97	-4.04%	-1.31%	10.92%	32.24%	67.06%

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)	30.47	-0.45%	-0.83%	-0.78%	1.46%	1.29%
EURRUB Curncy	Euro (rubles per 1 euro)	41.89	0.84%	1.28%	6.55%	-2.73%	-4.28%
RUBBASK Curncy	Basket \$0.55/0.45€ (rubles)	35.62	0.25%	0.30%	3.00%	-0.94%	-1.71%
EUR Curncy	Euro (\$ per 1 euro)	1.374	0.90%	2.00%	7.39%	-4.11%	-5.54%
GBP Curncy	British Pound Sterling (\$ per 1 pound)	1.582	0.59%	-0.01%	2.39%	-2.03%	-0.88%
JPY Curncy	Japanese Yen (yen per \$1)	83.39	-0.08%	-1.15%	-1.27%	-10.47%	-7.03%
CHF Curncy	Swiss Franc (francs per \$1)	0.977	-0.40%	-0.79%	-3.88%	-5.59%	-6.17%
CNY Curncy	Chinese Yuan (yuan per \$1)	6.688	-0.03%	-0.27%	-1.79%	-2.04%	-2.02%
BRL Curncy	Brazilian Real (reals per \$1)	1.684	-0.61%	-1.53%	-3.34%	-3.34%	-5.51%
MXN Curncy	Mexican Peso (pesos per \$1)	12.57	-0.23%	0.15%	-3.89%	-3.89%	-7.85%
TRY Curncy	Turkish Lira (liras per \$1)	1.445	-0.21%	-2.08%	-4.67%	-3.24%	-3.60%
INR Curncy	Indian Rupee (rupee per \$1)	44.47	-1.11%	-1.75%	-5.01%	-4.43%	-6.87%
KRW Curncy	S.Korean Won (won per \$1)	1,126.3	-0.80%	-2.00%	-4.51%	-2.75%	-4.75%

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	0.228	0.002	0.003	0.002	0.059	0.023
US0001M Index	LIBOR 1Month	0.257	0.001	0.001	-0.001	0.026	0.011
US0003M Index	LIBOR 3Months	0.291	0.001	0.001	-0.005	0.040	0.006
EUR001M Index	EURIBOR 1Month	0.704	0.079	0.086	0.085	0.251	0.265
EUR003M Index	EURIBOR 3Months	0.942	0.050	0.063	0.056	0.242	0.188
MOSKON Index	MosPrime Overnight	2.740	-0.090	0.030	0.030	-1.710	-3.430
MOSK1W Index	MosPrime 1Week	2.960	-0.030	-0.010	-0.040	-1.640	-4.750
MOSK2W Index	MosPrime 2Weeks	3.050	0.000	-0.020	-0.030	-1.900	-5.040
MOSKP1 Index	MosPrime 1Month	3.250	0.000	0.010	-0.030	-3.070	-5.710
MOSKP3 Index	MosPrime 3Months	3.750	0.000	0.010	0.010	-3.300	-6.630

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	2.79	-0.74	0.02	0.20	-2.95	-5.00
RRN3M Curncy	3 Months	3.08	-0.20	0.06	-0.01	-4.44	-6.15
RRN6M Curncy	6 Months	3.68	-0.01	0.17	0.12	-2.37	-5.26
RRN12M Curncy	1 Year	4.31	0.00	0.02	0.07	-2.15	-5.09

Source: Bloomberg, TKB Capital estimates

MACROECONOMICS: STATISTICS & EVENTS CALENDAR

Date	Time	Indicator	Period	Survey	Actual	Prior	Revised
04.10.2010 MONDAY		EC 12:30 Sentix Investor Confidence	OCT	8.0	--	7.6	--
		UK 12:30 PMI Construction	SEP	51.4	--	52.1	--
		EC 13:00 Euro-Zone PPI (MoM)	AUG	0.2%	--	0.2%	--
		EC 13:00 Euro-Zone PPI (YoY)	AUG	3.6%	--	4.0%	--
		US 18:00 Factory Orders	AUG	-0.40%	--	0.10%	--
		US 18:00 Pending Home Sales MoM	AUG	2.80%	--	5.20%	--
		US 18:00 Pending Home Sales YoY	AUG	0.90%	--	-20.10%	--
05.10.2010 THUESDAY		EC 12:00 PMI Composite	SEP	53.8	--	53.8	--
		EC 12:00 PMI Services	SEP	53.6	--	53.6	--
		UK 12:30 PMI Services	SEP	51.0	--	51.3	--
		UK 12:30 Official Reserves (Changes)	SEP	--	--	\$754M	--
		EC 13:00 Euro-Zone Retail Sales (MoM)	AUG	0.20%	--	0.10%	--
		EC 13:00 Euro-Zone Retail Sales (YoY)	AUG	1.30%	--	1.10%	1.10%
		US 18:00 ISM Non-Manf. Composite	SEP	52.00	--	51.50	--
06.10.2010 WEDNESDAY		US 1:00 ABC Consumer Confidence	OCT 3	--	--	-45	--
		UK New Car Registrations (YoY)	SEP	--	--	-17.50%	--
		EC 13:00 Euro-Zone GDP s.a. (QoQ)	2Q10	1.00%	--	1.00%	--
		EC 13:00 Euro-Zone GDP s.a. (YoY)	2Q10	1.90%	--	1.90%	--
		EC 13:00 Euro-Zone Household Cons (QoQ)	2Q10	0.50%	--	0.50%	--
		EC 13:00 Euro-Zone Gross Fix Cap (QoQ)	2Q10	1.8%	--	1.80%	--
		EC 13:00 Euro-Zone Govt Expend (QoQ)	2Q10	0.50%	--	0.50%	--
		US 15:00 MBA Mortgage Applications	OCT 1	--	--	-0.80%	--
		US 15:30 Challenger Job Cuts YoY	SEP	--	--	-54.50%	--
	US 16:15 ADP Employment Change	SEP	23K	--	-10K	--	

MACROECONOMICS: STATISTICS & EVENTS CALENDAR

Date		Time	Indicator	Period	Survey	Actual	Prior	Revised	
07.10.2010 THURSDAY		UK	12:30 Industrial Production (MoM)	AUG	0.20%	--	0.30%	--	
		UK	12:30 Industrial Production (YoY)	AUG	4.10%	--	1.90%	--	
		UK	12:30 Manufacturing Production (MoM)	AUG	0.20%	--	0.30%	--	
		UK	12:30 Manufacturing Production (YoY)	AUG	5.80%	--	4.90%	--	
		UK	15:00 BOE Asset Purchase Target	OCT	200B	--	200B	--	
		UK	15:00 BOE ANNOUNCES RATES	OCT 7	0.50%	--	0.50%	--	
		EC	15:45 ECB Announces Interest Rates	OCT 7	1.00%	--	1.00%	--	
		UK	Halifax House Price 3Mths/Year	SEP	3.90%	--	4.60%	--	
		UK	Halifax House Prices sa (MoM)	SEP	-0.20%	--	0.20%	--	
		US	16:30 Initial Jobless Claims	OCT 2	450K	--	453K	--	
		US	16:30 Continuing Claims	SEP 25	4450K	--	4457K	--	
		UK	NIESR GDP Estimate	SEP	--	--	0.70%	--	
		US	18:30 ICSC Chain Store Sales YoY	SEP	2.90%	--	3.20%	--	
		US	23:00 Consumer Credit	AUG	-\$3.3B	--	-\$3.6B	--	
	08.10.2010 FRIDAY		UK	12:30 PPI Input NSA (MoM)	SEP	0.40%	--	-0.50%	--
			UK	12:30 PPI Input NSA (YoY)	SEP	8.60%	--	8.10%	--
		UK	12:30 PPI Output n.s.a. (MoM)	SEP	0.10%	--	0.00%	--	
		UK	12:30 PPI Output n.s.a. (YoY)	SEP	4.30%	--	4.70%	--	
		UK	12:30 PPI Output Core NSA (MoM)	SEP	0.20%	--	0.10%	--	
		UK	12:30 PPI Output Core NSA (YoY)	SEP	4.30%	--	4.60%	--	
		US	16:30 Change in Nonfarm Payrolls	SEP	0K	--	-54K	--	
		US	16:30 Change in Private Payrolls	SEP	77K	--	67K	--	
		US	16:30 Change in Manufact. Payrolls	SEP	2K	--	-27K	--	
		US	16:30 Unemployment Rate	SEP	9.70%	--	9.60%	--	
		US	16:30 Avg Hourly Earning MOM All Emp	SEP	0.20%	--	0.30%	--	
		US	16:30 Avg Hourly Earning YOY All Emp	SEP	1.70%	--	1.70%	--	
		US	16:30 Avg Weekly Hours All Employees	SEP	34.2	--	34.2	--	
		US	18:00 Wholesale Inventories	AUG	0.50%	--	1.30%	--	

CORPORATE EVENTS CALENDAR

Date	Company	Ticker	Sector	Event
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	TNK-BP Holding	TNBP	Oil and gas	TNK-BP 9M10 results (estimate of TNK-BP Holding's financials)
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	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
November, 3	Comstar-UTS	CMST	Telecoms	Record date for participation in the EGM
November, 10	Rostelecom	RTKM	Telecoms	Extraordinary general meeting of shareholders, dividend policy is on the vote
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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