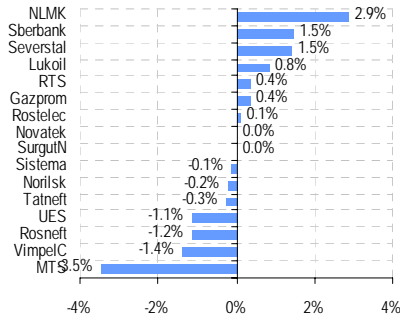
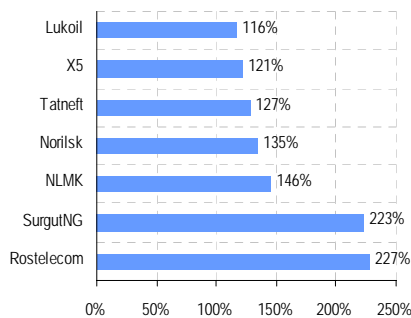


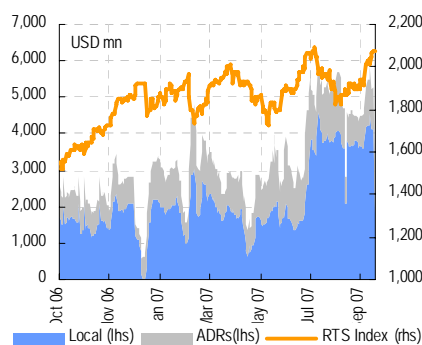
### Blue chips: advancers and decliners



### Volume monitor: daily/3M avg. volume



### RTS index and weekly trading volumes



### Upcoming events

Early Oct	Aeroflot 1H07 IFRS results
01 Oct	TMK 1H07 IFRS results
02 Oct	Amtel 1H07 IFRS results
04 Oct	AFK Sistema 2Q07 U.S.GAAP results
05 Oct	Evraz Group 2Q07 IFRS results

### Market

Russian indexes finished the third quarter on a positive note, with the RTS advancing by 0.4% to 2072 and the MICEX rising by 0.2% to 1759 on Friday. However, we expect a weaker opening today due to lower commodity prices and profit taking. The ISM manufacturing survey data from the US could be the key driver of today's session.

### Top news and ideas

- OGK-2: Final price of placement below our expectations.** OGK-2 will sell 5.4 bn shares for 0.16 per share, while a planned convertible bond issue was cancelled. In addition, the size of the placement was cut almost in half due to negative placement market momentum.
- Mobiles: MegaFon tops big 3 in 2Q07.** MegaFon's revenue growth and EBITDA margin were the highest of the big 3, suggesting the company may well meet full-year guidance of 25% revenue growth and ARPU of USD12-13. This serves as evidence of strong momentum in the Russian mobile market.
- Sibir Energy: No more talks with Gazprom.** Sibir had offered 50% + 1 of its own shares to Gazprom in the hope of settling a dispute over assets. It seems now, however, that the talks have reached an impasse, which, in our opinion, makes Sibir a high-risk, high-reward play.
- Economics: January to August GDP growth at 7.7%.** Although GDP maintained its impressive growth rate, inflation is becoming a cause for concern. Non-food inflation components are rising at alarmingly high rates, and this may be a difficult trend for the government to reverse by the end of this year.

### Other highlights

- Brief - Uralkali, the Russian fertilizer company, was valued at USD6 bn to USD9.7 bn ahead of its potential placement (Bloomberg).** The implied valuation in the middle of the range is only 7% above its closing price on Friday which from a first take does not mean a lot of upside is left on the stock.

>>> More news on page 6

### Russian market in context

	Last Close	Performance/Trends				
		1D	1WK	1M	3M	12M
RTS Index	2,072	0.4%	2.2%	7.9%	9.2%	33.7%
MSCI EM Europe Index	723	0.1%	1.2%	9.0%	8.9%	34.5%
MSCI EM Index	1,205	0.2%	2.6%	10.8%	13.7%	54.8%
S&P500 Index	1,527	-0.3%	0.1%	3.6%	1.6%	14.3%
OIX (Oil majors) Index	806	-0.4%	-0.9%	8.3%	5.9%	36.8%
GSCI (Commodities) index	5,813	0.7%	-1.0%	-1.6%	1.4%	-15.7%
Oil (WTI), USD/bbl	81.7	-1.5%	1.0%	13.8%	17.4%	30.1%
Nickel, USD/ton	31,025	-4.6%	-4.8%	13.3%	-17.1%	-0.2%
Steel (HR), USD/ton	565	0.0%	0.0%	-4.2%	2.7%	16.5%
LT U.S. Treasury YTM	4.9%	4.9%	4.9%	4.9%	5.3%	4.8%
EMBI-Russia spread, bp	124	125	122	122	144	115
RUB/USD	24.96	24.98	25.13	25.65	25.85	26.79

Source: Datastream, Bloomberg

## Sibir Energy: No more talks with Gazprom

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**Gazprom merger negotiations frozen.** Sibir Energy, the Russia-centric oil company listed on Aim and owned by Russian billionaire Shalva Tchigirinsky, said on Friday that negotiations for a possible merger with Gazprom have been frozen. Sibir Energy earlier this year had offered Gazprom 50% + 1 share in exchange for the resolution of a dispute between the two companies over Sibir's core assets. However, the company will now continue its independent route and seek an official listing on the London Stock Exchange.

**Net-income figures double y-o-y.** Sibir also announced on Friday that its 1H07 net income more than doubled to USD90 mn from USD42 mn in the same period last year, while pretax profit came at USD105 mn and revenues at USD690 mn. The company saw its production output rise by 22% on a y-o-y basis. More importantly, company officials said on Friday that they will continue M&A activity, with plans to acquire fields that would double Sibir's revenue in the next year.

**Gazprom standstill increases Sibir risk factor.** A few months ago, the company had offered itself up for sale to Gazprom and there were reportedly some talks between the two parties. Our guess is that Gazprom, from a position of strength, tried to make a deal under its own terms, which were unacceptable to Sibir Energy. In our view, the fact that these negotiations appear to have ended without any results makes the Sibir Energy story a high-reward, high-risk case. The company will now focus on its organic and M&A growth opportunities, and it has proved in the past that it is capable of delivering good results. However, the lack of agreement with Gazprom could increase operating risks in Russia in the medium to long term, in our view.

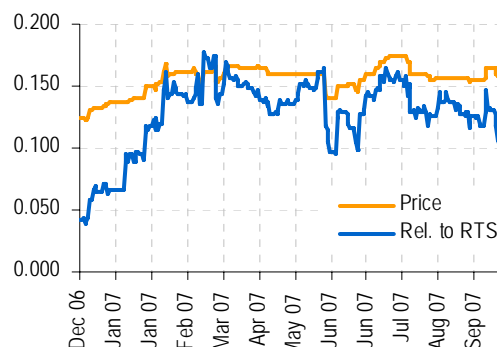
## OGK-2: Final price of placement below our expectations

George Lillis, CFA, e-mail: [George.Lillis@mdmbank.com](mailto:George.Lillis@mdmbank.com)

Bloomberg ticker	Price, USD	FV, USD	Rating	12M High/Low	1M Perf.	3M Perf.	12M Perf.
OGKB RU	0.16	0.20	Buy	0.18/0.09	4.8%	12.8%	n/a

Financials, USD mn	2006A	2007E	2008E
Revenue	936	1,123	1,389
EBITDA	19	168	282
Net income	-23	80	142
Revenue growth	n/a	20%	24%
EBITDA growth	n/a	784%	68%
Net income growth	n/a	-448%	78%
EBITDA margin	2%	15%	20%
Net margin	-2%	7%	10%
EV/Revenue	4.6	3.8	3.1
EV/EBITDA	226.9	25.7	15.3
P/E	-180.8	52.0	29.3
MCAP, USD mn	4,157	Com., mn	26,480
EV, USD mn	4,310	Pref., mn	
Free float	13%	Total, mn	26,480

Price performance, USD



Source: Bloomberg

Source: Bloomberg, MDM estimates

**OGK-2 downscales placement.** The negative placements market climate forced OGK-2 to scale back the size of its own placement last Friday to 14% of its post-placement capital. As the company announced, the size of the placement was finally 5.4 bn shares, which will be sold for close to USD865 mn or USD0.16 per share. Simultaneously, the planned convertible bond issue was cancelled, although UES CEO Anatoly Chubais said that it may be issued at a later date. Initially, the placement was planned to reach USD1.7 bn, including a USD300-400 mn convertible bond.

**Gazprom takes controlling stake.** Gazprom followed through on its plan (announced last week) and bought USD640 mn of the additional shares. The state run gas giant had planned to buy enough shares to reach a controlling stake of 50% + 1 share when the asset swaps with UES are completed. In the event, Gazprom purchased close to 10% of the post money shares and will end up with approximately a 53% stake in OGK-2. However, the price paid was clearly at the low end of the price range Gazprom leaked last week (USD0.16-0.20).

**Low-ball valuation negative for OGK2.** We were negatively surprised with the down-scaled valuation of the placement (close to USD 515 per KW) as well as its reduced size. We previously expected that the final price would imply a valuation closer to USD650 per KW, which would truly reflect the value of the company's assets and growth potential. That being said, we do acknowledge that the markets for placements do not currently have great momentum, and this development was to a degree expected. Overall, we view the news as negative for OGK-2.

## Mobiles: MegaFon tops big 3 in 2Q07

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**MegaFon's revenues, ARPU lead MTS and VimpelCom.** *Reuters* reported the highlights of MegaFon's 2Q07 U.S.GAAP results on Friday, which showed the company exceeding its major competitors in key growth rates and EBITDA margin. Revenues grew 58% y-o-y to USD1.3 bn vs. 53% for VimpelCom and 32% for MTS. We assume revenue growth was linked to increased traffic rather than higher tariffs, as was the case with the other two majors. We estimate MegaFon's Russian ARPU reached USD11.5 in 2Q07 vs. USD12.3 for VimpelCom and USD9.2 for MTS, supported by a higher quality subscriber base, increased traffic and a higher share of value-added services.

**Margins improve above MTS and VimpelCom.** MegaFon's EBITDA rose 59% y-o-y to USD698 mn. EBITDA margin improved 1pp y-o-y to 53%, ahead of 52% for both VimpelCom and MTS. The figures showed that MegaFon remained effective in controlling costs in 2Q07 (SG&A declined to 9% of revenue in 2Q07 from 11% 2Q06) despite planned additional expenses to gain market share. MegaFon's net income was up 78% y-o-y to USD328 mn and its net margin increased by 3pp to 24%.

**Additional evidence of upbeat prospect for mobiles.** MegaFon's strong 2Q07 results suggest the company is on track to meet its management's guidance (or even outperform it) in terms of revenue growth of 25% in 2007 and ARPU at 12-13. With the highest revenue growth rate among Big 3, the company looks likely to increase its market share in revenue terms from 29% in 2006 to 31% in 2007 (and 33% thereafter) as planned. Overall, MegaFon's numbers serve as evidence of continued strong momentum in the Russian mobile market.

MTS, VimpelCom and MegaFon 2Q07 U.S.GAAP results, USD mn

	MegaFon	VimpelCom	MTS
Revenue	1,327	1,717	1,969
y-o-y change	58%	53%	32%
EBITDA	698	897	1,019
y-o-y change	59%	60%	40%
EBITDA margin	53%	52%	52%
y-o-y change	1pp	2pp	3pp
Net income	320	359	508
y-o-y change	73%	84%	72%
Net margin	24%	21%	26%
y-o-y change	3pp	4pp	6pp
ARPU Russia, USD	11.5*	12.3 (9.9)**	9.2

Source: Company data, Reuters, MDM estimates

\*our estimate

\*\*AR3Upof USD9.9 is based on registered subscribers

## Economics: January to August GDP growth at 7.7%

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**GDP growth still impressive.** The Russian Economy Ministry released last Friday its official economic survey for the period January to August, with real GDP growth coming at 7.7% YTD. The rapid growth of the economy continued in line with expectations due to strong growth rates in consumer demand, construction, investments and imports. Nonetheless, the y-o-y rate slowed down to 6.4% in August (still high) due to seasonal factors not fully captured by adjustments. The Ministry also released data for the country's trade surplus for the same period. The figure came at USD82.1 bn down 17.9% y-o-y from the previous year with exports amounting to USD217 bn and imports reaching USD135 bn.

**Inflation provides cause for concern.** On the inflation front, the Ministry also released its estimates for September with a headline m-o-m rate of 0.3-0.4%. This is in line with market expectations and previously leaked government reports. More concerning, however, is the breakdown of the report. Food product prices are expected to grow by 0-0.2% while non-food product prices by 0.5-0.6% and paid services by 0.4-0.5%.

**More inflation concerns for government.** The official data released on GDP growth and trade surplus were not particularly surprising with most market participants expecting the high GDP growth rate and the continuing reduction of the trade surplus due to the appreciating Rouble and the strong domestic consumer demand for imported products. The components of the Ministry's estimate on September inflation are causing more concerns in our opinion as it seems that the well known excuse of rising food product prices might not be used any more. The breakdown shows that the core inflation component is rising at alarmingly high rates that might be difficult for the government to reverse in the remaining months of the year.

## News Briefs

### Oil and Gas

**Gazprom Deputy CEO Alexander Ananenko is rumored to be resigning from his position due to a difference of opinions with other deputies (Vedomosti).** It is difficult at his point to estimate the impact on the company's operating performance but we believe it will be of limited. The bad news could come if it is revealed that an internal conflict is behind the resignation.

### Utilities

**OGK-1 and TNK-BP plan to found a JV to construct a new 800 MW generating unit at Nizhnevartovskaya GRES.** The joint venture will own the assets of Nizhnevartovskaya GRES. OGK-1 and TNK-BP will take 75% and 25% stakes respectively. TNK-BP will also deliver gas to the new and existing units of the plant and purchase power and capacity. The planned year of launch of the unit is 2010.

### Industrials, Consumer, Banks

**Russian Alcohol, one of Russia's largest vodka distillers, may go ahead with a placement to finance its expansion (Bloomberg).** The company will make a final decision by the end of this year. It may need the funds for the purchase of vodka brands next year. The news probably implies that the company will continue as an independent company despite recent rumours that foreign companies are interested in buying a stake.

**Cherkizovo, the Russian meat producer, reported 1H07 net income of USD21.9 mn, up from USD3.7 mn in the same period last year.** Its revenue also rose by 21% to USD343 mn. The addition of another pork production plant and the small base of last year's profit were the main contributing factors.

### Other

**Open Investments, Interros' real estate subsidiary, said on Friday that the price per share of its upcoming SPO will amount to USD290.** The company hopes to raise close to USD590 mn from the placement. The news is in line with expectations but we still underline the big increase in the stock's free float that will be created.

Stock performance summary									
	Company name	Last price, USD	1D	1WK	1M	3M	12M	YTD	12M High/Low
Oil and gas	Gazprom	11.03	0.4%	1.3%	6.3%	5.3%	3.1%	-4.1%	11.8/8.75
	Novatek	52.50	0.0%	5.2%	5.0%	1.0%	5.5%	-17.3%	66/46.5
	Rosneft	8.50	-1.2%	-2.0%	1.8%	6.5%	7.3%	-7.1%	9.49/7.66
	Lukoil	83.30	0.8%	3.3%	11.5%	8.6%	9.3%	-5.3%	91.8/71.5
	TNK-BP Holding	2.05	-0.5%	2.2%	5.1%	-6.4%	-17.7%	-21.0%	2.6/1.67
	Surgutneftegaz	1.37	0.0%	5.4%	7.5%	24.7%	3.4%	-10.8%	1.53/1.07
	Gazprom Neft	4.18	5.8%	5.8%	7.2%	4.0%	11.5%	-8.3%	4.72/3.7
	Tatneft	5.58	-0.3%	5.9%	7.4%	17.8%	22.7%	13.8%	5.58/3.95
	Bashneft	13.45	0.0%	0.7%	-0.4%	8.5%	-3.9%	-15.9%	17.65/12
	Transneft pref	1,810.00	0.6%	9.0%	20.7%	8.4%	-5.2%	-21.1%	2540/1435
	Integra	15.55	-4.0%	1.6%	-1.5%	n/a	n/a	n/a	21.55/13.55
	C.A.T Oil	17.92	0.7%	-3.9%	-13.3%	-10.8%	3.9%	-10.4%	25.56/16.59
West Siberian Resources	0.83	2.9%	2.9%	7.0%	-13.0%	-20.7%	-27.2%	1.16/0.66	
Utilities	UES	1.22	-1.1%	-0.5%	-3.2%	-10.3%	64.9%	12.5%	1.46/0.72
	OGK-1	0.10	n/a	n/a	n/a	n/a	n/a	n/a	0.12/0.1
	OGK-2	0.16	n/a	n/a	n/a	n/a	n/a	n/a	0.18/0.09
	OGK-3	0.15	10.8%	10.8%	2.4%	-12.9%	88.0%	21.2%	0.18/0.08
	OGK-4	0.13	0.0%	-1.2%	5.9%	7.3%	120.2%	56.9%	0.13/0.06
	OGK-5	0.16	0.1%	-1.2%	-3.5%	-3.5%	70.9%	18.8%	0.16/0.09
Telecoms and technology	OGK-6	0.14	n/a	n/a	n/a	n/a	n/a	n/a	0.17/0.09
	MTS	69.31	-3.5%	-0.6%	4.8%	14.4%	83.5%	38.1%	71.9/37.5
	Sistema	33.25	-0.2%	1.1%	9.6%	17.1%	27.2%	3.9%	33.3/25.85
	VimpelCom	27.04	-1.4%	-1.7%	10.8%	28.3%	123.1%	71.2%	27.64/11.83
	Comstar	12.95	2.0%	8.7%	17.9%	40.0%	91.9%	54.2%	12.95/6.14
	Rostelecom	10.50	0.1%	1.0%	6.1%	9.9%	110.0%	37.3%	10.52/4.9
	Golden Telecom	80.49	0.2%	8.7%	17.3%	46.3%	166.1%	71.8%	80.49/30.25
	MGTS	30.95	3.9%	2.3%	-3.1%	-12.0%	39.4%	18.5%	34.29/19.66
	Uralsvyazinform	0.06	-2.0%	6.4%	1.4%	-1.5%	44.6%	-10.1%	0.07/0.04
	Volga Telecom	5.20	-0.4%	11.3%	12.6%	1.2%	29.4%	-14.1%	6.6/3.75
	Sibirtelecom	0.11	0.7%	13.4%	8.8%	-3.2%	17.1%	-4.3%	0.13/0.08
	Northwest Telecom	1.57	27.5%	8.6%	-0.1%	-12.1%	20.0%	-6.7%	1.84/1.12
	Center Telecom	0.92	0.0%	0.0%	2.2%	2.2%	54.6%	22.7%	1/0.56
	Southern Telecom	0.19	0.0%	5.4%	9.1%	-3.4%	48.4%	3.1%	0.23/0.12
	Dalsvyaz	5.10	0.0%	8.5%	10.9%	5.2%	71.7%	22.6%	5.2/2.97
	Bashinformsvyaz	0.18	0.0%	0.0%	0.0%	0.0%	-1.7%	-22.2%	0.23/0.17
	Metals and mining	RBC	8.01	-0.4%	-1.4%	2.8%	-14.1%	-25.2%	-33.5%
Sitronics		6.13	-1.9%	4.3%	-1.9%	-17.2%	n/a	n/a	12/5
CTC Media		21.96	-2.5%	-6.4%	-4.5%	-19.1%	-1.5%	-8.5%	28.77/19.59
Rambler Media		38.79	-1.5%	-3.3%	-9.0%	-13.8%	57.5%	14.9%	55/24.5
Norilsk Nickel		256.00	-0.2%	3.2%	14.3%	22.5%	102.5%	63.1%	259.5/122
Polyus Gold		43.50	0.0%	-2.1%	8.5%	2.6%	-0.9%	-11.8%	55.25/38.3
Severstal		21.05	1.4%	5.3%	22.4%	52.0%	79.9%	87.9%	21.05/10.84
Evrax Group		63.30	-2.0%	10.7%	25.3%	54.0%	168.8%	146.4%	64.6/22
Mechel		51.00	-1.8%	2.2%	17.2%	39.6%	151.2%	100.2%	51.93/20
NLMK		33.95	2.9%	4.3%	5.1%	15.7%	75.5%	46.0%	35.4/18.49
Industrials, consumer, banks	MMK	1.15	0.4%	0.4%	4.5%	15.0%	69.1%	32.2%	1.18/0.68
	TMK	41.30	0.6%	0.2%	7.3%	13.2%	n/a	18.0%	42.25/21.6
	VSMPO	290.00	0.0%	0.0%	2.1%	0.0%	17.4%	-1.0%	330/221.5
	Sberbank	4.17	1.5%	2.7%	8.9%	7.2%	91.3%	20.9%	4.42/2.12
	Rosbank	7.10	1.5%	4.6%	0.4%	-8.3%	30.5%	-7.1%	7.67/5.05
	X5	34.05	2.3%	4.9%	1.6%	16.2%	71.5%	31.0%	34.7/18.9
	Seventh Continent	25.55	1.2%	1.8%	2.2%	-3.6%	16.1%	-4.3%	29.3/21.7
	Dixy Group	14.15	0.0%	-1.7%	2.0%	-4.8%	27.3%	17.1%	15.6/13.95
	Magnit	41.82	0.0%	-0.2%	2.0%	-4.8%	27.3%	17.1%	47.6/32.25
	Wimm-Bill-Dann	109.34	0.6%	-4.5%	6.8%	5.1%	145.6%	64.3%	117.31/41.2
	Lebedyansky	88.75	0.0%	-0.3%	2.0%	6.6%	28.6%	10.9%	99/69
	Nutritek	48.00	0.0%	4.3%	-1.0%	0.0%	16.9%	6.2%	53.8/44.9
	Baltika (euro)	33.82	0.0%	0.0%	-1.5%	0.0%	16.9%	6.2%	36.96/30.97
	Razgulay	4.08	0.0%	0.6%	-0.6%	7.2%	-19.3%	1.9%	5.05/3.6
	Severstal Auto	48.75	0.0%	3.7%	19.6%	44.4%	135.5%	61.2%	48.75/20.5
	AvtoVAZ	1.60	0.0%	0.0%	9.6%	4.6%	27.5%	35.6%	1.74/0.65
	Aeroflot	2.97	0.0%	0.0%	9.6%	4.6%	27.5%	35.6%	3.05/2.17
	Veropharm	42.25	0.0%	-1.7%	-6.1%	-1.7%	50.9%	33.1%	48.65/26
	Apteka 36.6	74.00	0.0%	0.0%	-6.9%	-18.0%	66.3%	27.0%	96.1/44
Pharmstandard	19.30	1.0%	1.0%	15.2%	15.0%	n/a	n/a	19.3/13.6	
Kalina	35.55	0.4%	2.3%	-2.6%	-9.4%	-27.1%	-31.0%	51.5/34.25	
Oriflame (euro)	42.52	0.9%	0.0%	3.4%	21.2%	60.9%	38.7%	43.99/26.17	
Cherkizovo	13.25	-3.6%	6.4%	7.7%	-2.6%	1.3%	-2.6%	16.1/11.05	
Sistema Hals	9.70	-0.5%	-9.3%	-17.8%	-19.2%	n/a	-27.1%	15.05/9.7	
RTS Index	2,071.80	0.4%	2.2%	7.9%	9.2%	33.7%	7.8%	2091.26/1520.96	

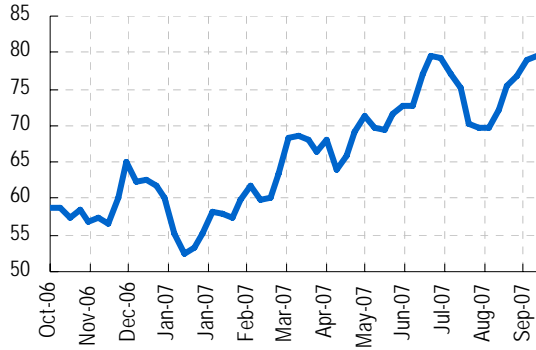
Source: Bloomberg

Stock valuation summary												
Company name		MCAP,	P/E			EV/EBITDA			EV/Revenue			
		USD mn	2006E	2007E	2008E	2006E	2007E	2008E	2006E	2007E	2008E	
Oil and gas	Gazprom	250,921	11.2	10.0	9.1	8.2	7.3	6.7	3.5	3.2	3.0	
	Novatek	15,939	23.2	17.1	13.0	14.5	11.0	8.6	6.9	5.3	4.0	
	Lukoil	70,888	9.5	10.2	10.2	6.4	6.7	6.6	1.2	1.2	1.2	
	Rosneft	90,092	21.8	18.4	16.9	12.0	10.6	8.9	2.9	2.6	2.5	
	Surгутneftegaz	54,142	12.9	13.2	15.9	6.4	6.6	7.4	2.3	2.2	2.3	
	Gazprom Neft	19,817	6.0	7.1	7.3	4.0	4.5	4.9	1.0	1.1	1.1	
	Tatneft	12,589	10.0	10.7	11.2	6.2	7.0	7.9	1.2	1.2	1.2	
	Bashneft	2,287	4.9	5.6	5.9	2.8	3.2	3.3	0.6	0.7	0.7	
	Transneft pref	12,510	5.6	4.8	4.3	3.9	3.2	2.8	2.1	1.8	1.6	
	West Siberian Resources	976	29.5	24.6	9.3	9.5	7.0	4.3	3.5	2.6	1.8	
<b>Aggregate - oil and gas</b>		<b>529,185</b>	<b>11.7</b>	<b>10.8</b>	<b>10.4</b>	<b>7.1</b>	<b>6.7</b>	<b>6.3</b>	<b>2.4</b>	<b>2.1</b>	<b>1.9</b>	
Utilities	UES	49,866	33.1	29.1	19.6	17.2	14.0	10.1	3.4	2.9	2.6	
	Mosenergo	7,067	74.3	29.7	19.4	16.6	11.5	7.6	2.3	2.0	1.6	
	OGK-1	4,554	n/a	50.0	34.2	37.6	24.6	17.6	4.1	3.7	3.0	
	OGK-2	4,157	n/a	52.0	29.3	226.9	25.7	15.3	4.6	3.8	3.1	
	OGK-3	7,052	n/a	83.0	50.4	102.1	40.1	36.1	9.3	7.6	6.6	
	OGK-4	6,166	n/a	97.9	51.0	76.7	46.2	25.4	6.4	5.9	4.5	
	OGK 5	5,507	46.7	57.4	40.8	58.7	26.6	19.7	5.7	4.5	3.7	
OGK-6	3,609	45.0	28.6	15.3	19.8	15.5	10.0	3.3	2.8	2.3		
<b>Aggregate - utilities</b>		<b>87,978</b>	<b>23.9</b>	<b>31.3</b>	<b>20.7</b>	<b>36.1</b>	<b>15.3</b>	<b>11.4</b>	<b>3.3</b>	<b>2.9</b>	<b>2.5</b>	
Telecoms and technology	MTS	27,655	22.2	15.6	13.9	9.4	8.0	7.3	4.8	4.0	3.7	
	Sistema	16,060	17.8	13.3	12.2	8.3	6.9	6.3	3.1	2.8	2.5	
	VimpelCom	27,732	34.2	23.1	20.5	12.1	9.8	9.1	6.1	5.0	4.6	
	<b>Aggregate - mobile telecoms</b>		<b>71,447</b>	<b>24.7</b>	<b>17.3</b>	<b>15.5</b>	<b>10.0</b>	<b>8.2</b>	<b>7.6</b>	<b>4.7</b>	<b>3.9</b>	<b>3.6</b>
	Comstar	5,412	66.0	18.7	16.3	18.1	10.4	9.3	5.9	4.5	4.0	
	Rostelecom	8,291	n/a	72.1	60.5	21.1	18.9	16.8	3.6	3.6	3.3	
	Golden Telecom	2,950	34.5	25.2	18.8	13.1	9.2	7.0	3.5	2.6	2.0	
	MGTS	2,902	16.7	11.9	10.8	10.2	7.5	6.8	4.2	3.4	3.1	
	Uralsvyazinform	2,304	74.3	16.8	12.9	9.4	6.3	5.5	2.6	2.3	2.1	
	Volga Telecom	1,570	20.1	11.8	9.8	6.4	4.9	4.3	2.3	1.9	1.7	
	Sibirtelecom	1,561	36.6	7.5	5.8	8.1	4.6	3.9	2.0	1.6	1.4	
	Northwest Telecom	1,668	35.5	14.1	13.6	8.3	5.6	5.1	2.7	2.1	1.9	
	Center Telecom	1,741	25.8	27.2	15.8	6.4	5.8	5.0	2.3	2.0	1.8	
	Southern Telecom	665	51.1	16.6	14.8	6.3	5.8	5.4	2.2	2.0	1.8	
	Dalsvyaz	621	47.8	12.9	8.9	8.6	5.0	4.0	2.2	1.6	1.4	
	Bashinformsvyaz	173	7.6	8.1	4.7	3.3	3.2	n/a	1.1	1.0	0.8	
	Sitronics	1,171	27.1	12.7	9.2	7.6	5.3	4.2	0.7	0.5	0.5	
	<b>Aggregate - fixed line telecoms</b>		<b>29,859</b>	<b>37.8</b>	<b>20.3</b>	<b>16.1</b>	<b>9.9</b>	<b>7.3</b>	<b>6.6</b>	<b>2.9</b>	<b>2.4</b>	<b>2.1</b>
	RBC	921	23.3	24.1	11.4	13.8	9.5	6.9	4.1	3.2	2.5	
	CTC Media	3,327	22.5	17.3	13.5	13.4	10.4	8.4	6.4	4.9	4.0	
Rambler Media	583	48.1	24.1	15.7	29.4	13.3	9.3	7.3	4.2	3.3		
<b>Aggregate - media</b>		<b>4,831</b>	<b>31.3</b>	<b>21.8</b>	<b>13.6</b>	<b>18.8</b>	<b>11.1</b>	<b>8.2</b>	<b>5.9</b>	<b>4.1</b>	<b>3.3</b>	
Metals and mining	Norilsk Nickel	46,848	6.3	7.6	10.1	4.0	5.0	6.8	2.9	3.2	3.8	
	Polyus Gold	8,309	39.7	51.6	59.2	18.7	22.3	22.2	8.0	8.4	8.4	
	Severstal	21,212	12.3	11.3	10.9	6.6	6.0	5.9	1.6	1.6	1.5	
	Evraz Group	22,200	12.3	12.3	11.8	7.6	7.3	8.0	2.4	2.3	2.2	
	Mechel	6,883	8.6	9.1	10.4	5.3	5.4	5.4	1.3	1.3	1.2	
	NLMK	20,346	9.7	10.2	10.1	5.9	6.2	5.9	2.7	2.7	2.5	
	MMK	11,687	7.2	7.2	6.5	5.0	4.9	4.6	1.5	1.5	1.3	
	TMK	9,003	13.6	9.4	11.9	8.2	6.0	7.7	2.5	2.1	1.9	
	VSMPO	3,480	13.7	10.8	8.5	8.8	7.1	5.6	3.4	2.9	2.3	
	<b>Aggregate - metals and mining</b>		<b>149,968</b>	<b>15.5</b>	<b>15.1</b>	<b>15.3</b>	<b>8.9</b>	<b>8.1</b>	<b>8.0</b>	<b>3.2</b>	<b>3.0</b>	<b>2.8</b>
Industrials, consumer, banks	Sberbank *	235	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
	<b>Aggregate - banks</b>		<b>235</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>
	X5	7,371	36.3	26.4	19.1	16.4	12.1	9.7	1.7	1.2	0.9	
	Magnit	3,011	36.9	26.8	18.1	15.8	11.1	8.2	0.9	0.6	0.5	
	Seventh Continent	1,916	29.4	23.1	16.3	14.1	10.1	7.5	1.5	1.0	0.8	
	Lebedyansky	1,811	17.9	15.3	13.4	11.5	9.6	8.4	2.2	1.8	1.5	
	Baltika (euro)	5,788	12.5	11.2	9.4	7.6	7.0	5.6	2.4	2.2	1.8	
	Wimm-Bill-Dann	4,811	30.6	22.6	18.6	15.8	12.2	10.0	2.2	1.8	1.6	
	<b>Aggregate - FMCG</b>		<b>24,708</b>	<b>27.3</b>	<b>20.9</b>	<b>15.8</b>	<b>13.5</b>	<b>10.3</b>	<b>8.2</b>	<b>1.8</b>	<b>1.4</b>	<b>1.2</b>
	Razgulay	432	20.3	9.8	9.1	7.6	5.3	5.0	1.0	0.8	0.7	
	Severstal Auto	1,658	26.4	16.7	15.1	13.5	9.3	7.6	1.9	1.3	1.0	
	AvtoVAZ	293	2.3	2.0	1.1	1.8	1.7	n/a	0.2	0.2	0.2	
	Aeroflot	3,300	11.4	12.9	10.2	8.1	7.3	5.8	1.2	1.0	0.8	
	Veropharm	423	17.2	12.8	10.0	11.0	8.4	6.3	3.7	2.9	2.4	
	Kalina	347	11.8	9.7	9.4	7.4	6.5	6.1	1.1	1.0	0.9	
	Oriflame (euro)	2,368	23.6	18.9	14.4	15.8	13.5	11.2	2.5	2.2	1.9	
	<b>Aggregate valuation</b>		<b>907,030</b>	<b>12.2</b>	<b>11.2</b>	<b>10.5</b>	<b>7.9</b>	<b>7.4</b>	<b>6.9</b>	<b>2.5</b>	<b>2.3</b>	<b>2.1</b>
FF-adj. MCAP W.A. valuation		257,788	14.5	14.1	13.0	9.7	8.0	7.5	3.2	2.9	2.8	

Source: MDM estimates, IBES consensus

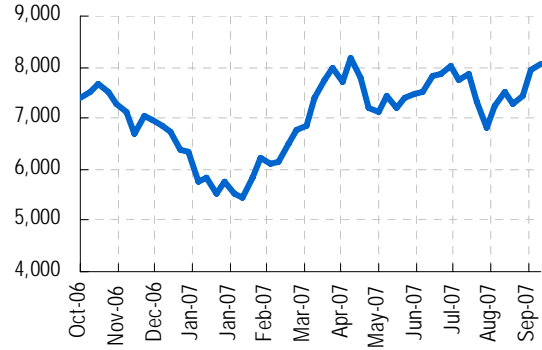
## Key commodities

London WTI Crude Oil Index - PRICE INDEX, USD/bbl



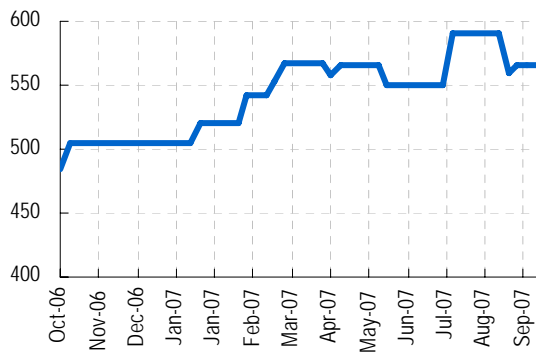
Source: Bloomberg

LME-Copper, Grade A Cash - A.M. OFFICIAL, USD/ton



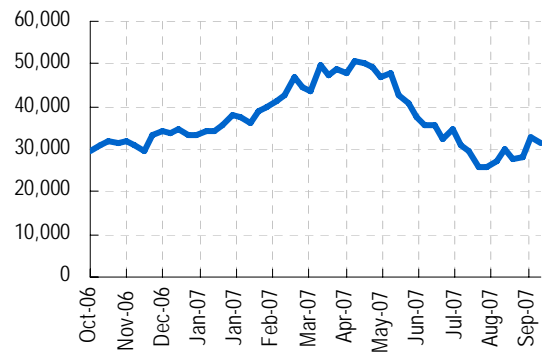
Source: Bloomberg

MB-Steel HR Coil CIS, USD/ton



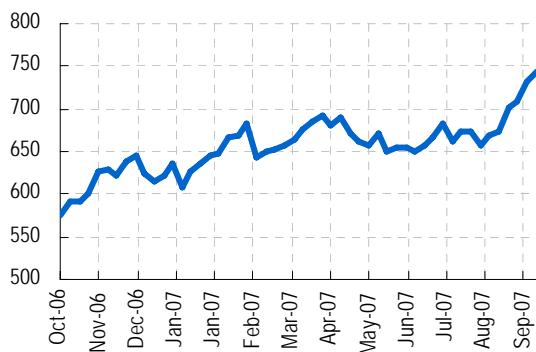
Source: Bloomberg

LME-Nickel Cash - A.M. OFFICIAL, USD/ton



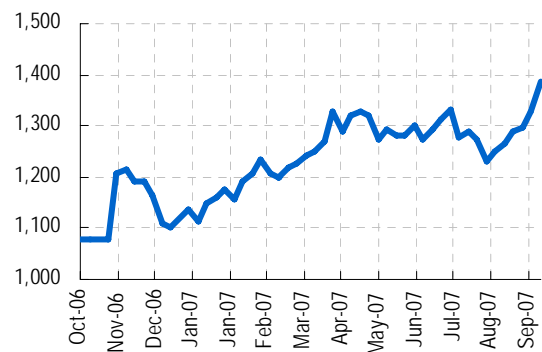
Source: Bloomberg

Gold Bullion, USD/oz



Source: Bloomberg

MB-Platinum Matthey, USD/oz



Source: Bloomberg



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