



CONCORDE CAPITAL

Ukraine / Equity Strategy

# Pinchuk\_BG Index

Dniprospetsstal excluded

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<http://www.oligarch.com.ua>

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- On May 20, EastOne LLC, which consolidates the assets of Ukrainian businessman Viktor Pinchuk, announced the sale of its 60% stake in Dniprospetsstal. The buyer was not disclosed, and no other details were given.
- The deal prompts exclusion of Dniprospetsstal from the Pinchuk\_BG Index, effective May 21.
- After the exclusion, the second in the last six months for the Pinchuk\_BG index, it is down to just three stocks with an aggregate MCap of USD 5.3 bln and aggregate free float of USD 295 mln.
- The Pinchuk\_BG Index now has the smallest number of basket components in the BG index series. Should further divestitures by Pinchuk follow, the index may be discontinued. According to an EastOne announcement in October 2007, the company's strategic goal is to reduce its share of assets in Ukraine from 90% to 50% in favor of acquisitions outside of the country (USA, Europe, CIS).

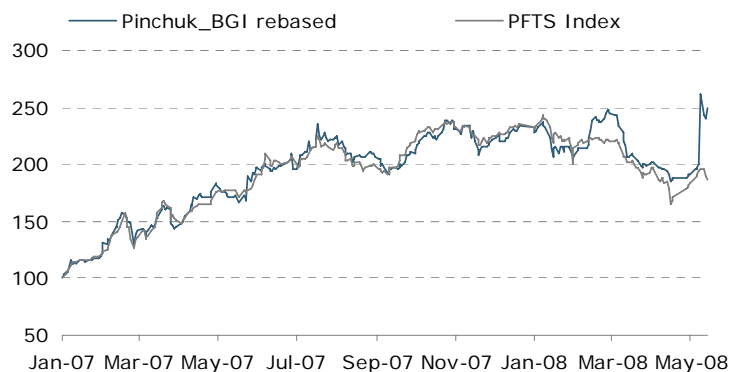
## BG\_Index returns

	2007	YTD*
Zhevago_BGI	134.9%	-4.7%
IUD_BGI	191.1%	-10.3%
SCM_BGI	277.1%	-12.9%
Grigorishyn_BGI	179.8%	-19.1%
<b>Pinchuk_BGI</b>	<b>138.5%</b>	<b>6.7%</b>
Privat_BGI	135.5%	-19.2%
<b>PFTS Index</b>	<b>135.3%</b>	<b>-21.2%</b>

\* As of May 21.

Source: [www.oligarch.com.ua](http://www.oligarch.com.ua), Concorde Capital

## Pinchuk\_BG Index



Source: PFTS, Concorde Capital

## Pinchuk \_BG Index basket

Ticker	Name	Sector	MCap, \$mn	Group's ownership		FF, \$mn	Return	
				share	mkt value, \$m		2007	YTD
NVTR	Novomoskovsk Pipe	INDUSTRIAL	372	87%	322	63	316%	-19%
NITR	Nyzhnyodniprovsk Pipe	INDUSTRIAL	2 697	87%	2 344	213	118%	23%
NFER	Nikopol Ferroalloy	INDUSTRIAL	2 227	70%	1 559	19	149%	123%
<b>TOTAL</b>			<b>5 296</b>		<b>4 225</b>	<b>295</b>		

## Stocks excluded from the Pinchuk \_BG Index basket over the last six months

Ticker	Name	Sector	MCap, \$mn	Group's ownership		FF, \$mn	Return	
				share	mkt value, \$m		2007	YTD
DNSS	Dniprospetsstal	BASIC MATERIALS	895	60%	537	62.5	396%	-16%
USCB	Ukrsotsbank	FINANCIAL	2 190	95%	2 081	121.3	59%	-22%
<b>TOTAL</b>			<b>3 085</b>		<b>2 618</b>	<b>184</b>		

Source: PFTS, Concorde Capital

Note: Index calculation methodology accounts for the new number of shares on the ex-rights date. However, the new shares will only become available for trading after completion of subscription and registration by the Ukrainian Securities and Exchange Commission.

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