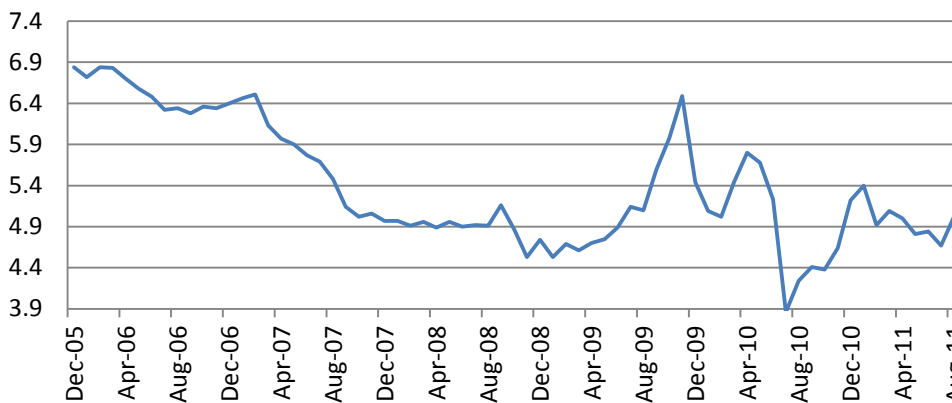




US stocks slumped on Wednesday with Basic Materials (-5.17%) and Financials (-4.76%) as the laggards. S&P 500 index lost 2.94%, Russell 2000 Index – 3.68%. VIX jumped by 13.57% to 32.86. FOMC statement brought little surprise – “twist” operations scale will reach \$400 bn.

Statistics were neutral – Existing home sales rose by 7.77% to 5.03 mn.



EURUSD closed near 1.36 as S&P cut its rating on 7 Italian banks.

Asian indices slumped on Thursday. Nikkei declined by 2.07%. S&P/ASX was down by 2.63%. Korean Kospi lost 2.89%. Hang Seng slumped by 4.23%. Shanghai stock indices were on average down by 2.0%.

The European stock indices futures opened lower in the morning - Dow Jones Stoxx 50 futures lost 2.87% while Dax futures was down by 3.16%. S&P futures lost 0.69%.

US weekly jobless claims, due at 12:30 GMT and Leading Indicators for August, due at 14:00 will be in focus in the US today.

Macro Indicators		
CDS HY 5Y	491.08	+1.11%
ITX Crossover Euro	394.45	+4.04%
CDS Japan 5Y	91.33	+0.18%
CDS EM 5Y	112.56	-0.04%
CDS Russia 5Y	150.69	+1.15%
US Tsys 10Y	3.09%	+0.01%
US Tsys 5Y	1.64%	+0.01%
Brazil 10Y	3.60%	-0.18%
Germany 10Y	2.42%	-0.01%
EUR/USD	1.4076	-0.57%
USD/JPY	79.03	+0.13%
EUR/GBP	0.8739	+0.39%
Oil Brent	116.83	-0.37%
Gold	1597.8	+0.48%
Copper	9672	+0.44%
Nickel	24126	-0.21%
S&P 500	1309	-0.46%
Russell 2000	828.78	+0.66%
Bovespa	59478.01	-0.34%
Topix	859.5	+0.06%
Shanghai Comp	2,817.18	-0.11%
S&P/ASX 300	4,477.10	+0.08%
Sensex 30	18,594.93	+0.18%
Bovespa	59,478.01	-0.34%
DJ Euro Stoxx 50 F	2681	-0.74%
CAC Futures	3731.5	-0.63%
DAX Futures	7250	+0.08%
CBOE Put/Call	0.64	-23.81%
CBOE Buy/Write M	832.62	-0.04%
VIX	19.53	-6.11%
VSTOXX	28.1168	+3.10%

Factor Assessment		
Factor	Grade	Prev. Grade
US credit risks	3	3
Fed Activity	3	5
Corporate news	2	6
Economic statistics	2	1
Inflation concerns	4	4
China tightening	1	2
European Risks	9	7
MENA crisis	2	6
Japan EQ	1	5

Daily Market Report

S&P 500	Last	Change 1D	Change 5D	Change YTD	P/E	P/CF	P/B
Sub-index							
CONS DISCRET	287.3	-3.02%	-0.97%	-3%	15.10	0.96	2.72
CONS STAPLES	311.4	-1.76%	-0.76%	+3%	15.20	0.92	3.30
ENERGY	468.9	-3.98%	-4.16%	-7%	11.06	0.80	1.77
FINANCIALS	160.5	-4.94%	-5.23%	-25%	10.31	1.24	0.83
HEALTH CARE	372.2	-2.58%	-1.22%	+2%	11.68	1.10	2.28
INDUSTRIALS	260.6	-4.01%	-3.30%	-13%	13.16	1.00	2.23
INFO TECH	395.7	-1.29%	+1.04%	-2%	13.76	2.12	3.17
MATERIALS	202.5	-4.50%	-4.93%	-16%	12.23	0.98	2.18
TELECOM SERV	121.2	-2.06%	-0.55%	-6%	17.60	1.11	1.68
UTILITIES	171.3	-1.72%	+1.51%	+7%	13.37	1.17	1.51

DJIA Eurostoxx 600		
SX3P	339.74	-1.04%
SX4P	457.94	-2.40%
SX6P	257.16	-1.58%
SX7P	126.29	-1.59%
SX86P	103.79	-1.05%
SX8P	184.58	-1.14%
SXAP	263.91	-3.26%
SXDP	384.41	-0.95%
SXEP	286.88	-2.16%
SXFP	214.59	-2.13%
SXIP	118.63	-1.90%
SXKP	235.99	-1.30%
SXMP	148.26	-1.41%
SXNP	261.48	-1.16%
SXOP	208.6	-1.64%
SXPP	431.96	-3.84%
SXQP	394.05	-1.37%
SXRP	228.31	-1.30%
SXTP	105.54	-2.06%
SXXP	225.33	-1.65%

Technical view

S&P 500 Index, daily



The S&P 500 has rebounded from the 1100 support level. Bounce still looks possible with resistance around 1260, 1300.

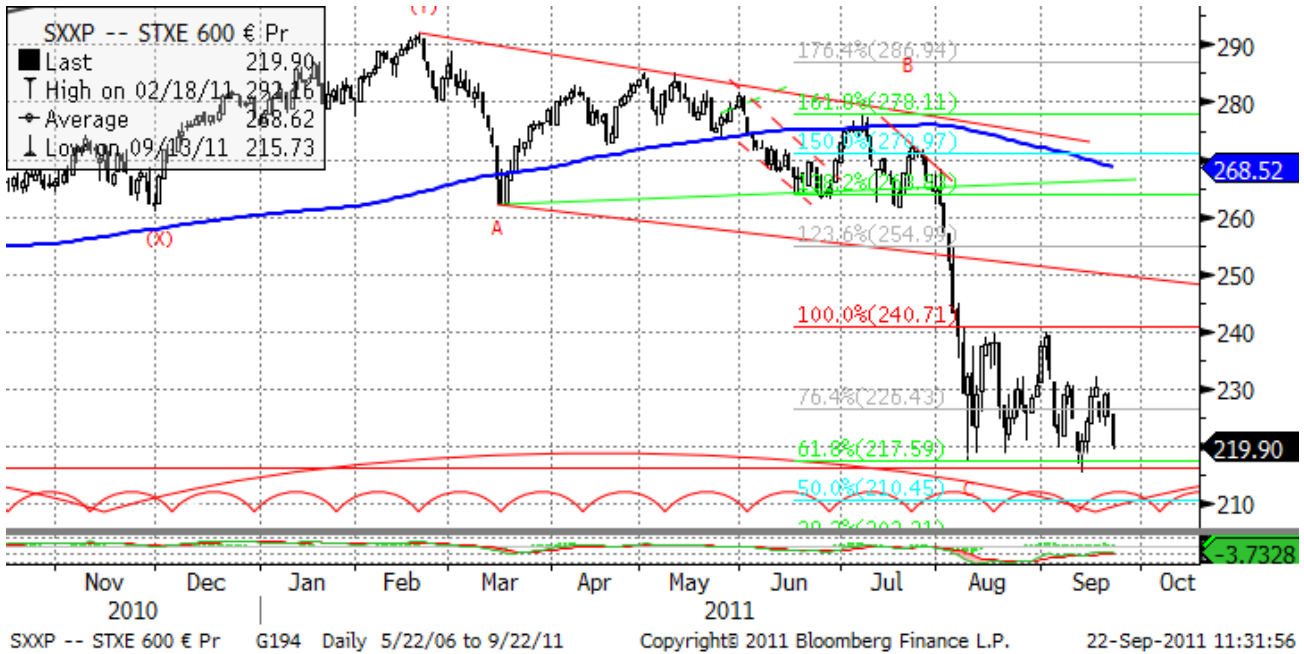
A pessimistic midterm target seems to be around 1020.

Current support levels are at 1130, 1092, 1041, 1010, 980, 950, 870.

Resistance levels: 1260, 1352, 1365, 1400.

Daily Market Report

Dow Jones Stoxx 600 Europe Index, daily



The index has reached 219 minimum of June 2010, bounced to 240 and retreated to 218. The break of 214 is likely to lead to 210, 203 levels test.

However, bounce to 250, 260 still may go on if the abovementioned levels are held.

Important support levels: 210, 203.

Important resistance levels – 240, 248, 262, 273, 278, 293, 302.

Daily Market Report

AEX, daily



Support levels – 265, 246, 217, 186.

Resistance levels – 295, 309, 320, 347, 352.

Long term trend – flat.

Mid-term trend – down.

Short-term trend – down.

Daily Market Report

EURUSD, daily



EURUSD has been in a long term flat. The long term reversal may finally lead us to new lows at 1.17 later this year.

Failure break paves the way to 1.34, 1.32, 1.288 as the next targets.

Likely resistance zones – 1.4024, 1.455, 1.47, 1.4940, 1.5255.

Major support zones – 1.3403, 1.3303, 1.3203, 1.3079, 1.2879.

Daily Market Report

Disclaimer. This report was prepared and provided for information purposes only under the condition it will not form the sole basis for any investment decision. It does not constitute an offer and should not be considered as an offer, or solicitation of an offer, to buy or sell any securities. The information and opinions contained in this report have been received from sources believed to be reliable. While every reasonable effort has been made to obtain accurate information and verify it, IC RUSS-INVEST or its affiliates makes no warranty, express or implied, as to the accuracy, completeness or correctness of the information and opinions contained herein. All such information, opinions and forecasts are subject to further change without notice. The forward-looking statements in this report are subject to risks, uncertainties and other factors that could cause actual results to differ materially from those stated in such statements. Neither we nor any of our respective agents, employees or advisors intend or have any duty or obligation to supply, amend, update or revise any of the forward-looking statements contained in this report. IC RUSS-INVEST, its directors and employees may have a position in any of the securities mentioned in this report. The report cannot be used on the territory of the USA, Canada, Great Britain, Japan, neither it can be a subject of national regulation of the states mentioned.

INVESTMENT COMPANY IC RUSS-INVESTwww.russ-invest.com**Moscow**

Telephone: +7(495) 363-93-80
Fax: +7(495) 363-93-90
E-mail: mail@russ-invest.com
Mailing address: 5-3/12 Nashchiokinsky
Pereulok, bldg. 4, 119019 Moscow

St-Petersburg

Telephone: +7(812) 337-55-37
Fax: +7(812) 337-55-37
E-mail: spb@russ-invest.com
Mailing address: 52, Fontanky
Embankment, 190002 St-Petersburg

Samara

Telephone: +7 (846) 262-75-52
Fax: +7 (846) 262-75-52
E-mail: sam@russ-invest.com
Mailing address: 443067, Самара, ул. Гагарина, 95

© 2007 | OJSC «IC RUSS-INVEST»

Licenses of FCFM №077-08757-000100 и №077-08755-001000

Licenses of FCFM №177-06310-100000 и №177-06312-010000

Licenses of FCFM №906