



**MOSCOW
EXCHANGE**

July 2013
Andrey Shemetov
Deputy CEO

MOSCOW EXCHANGE PRODUCT OVERVIEW

SECURITIES MARKET

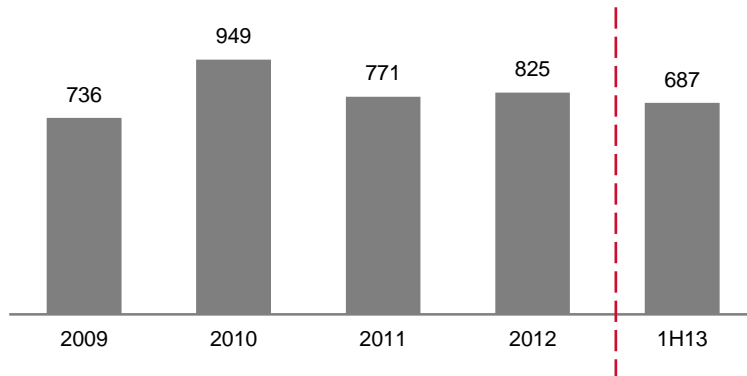


MOSCOW
EXCHANGE

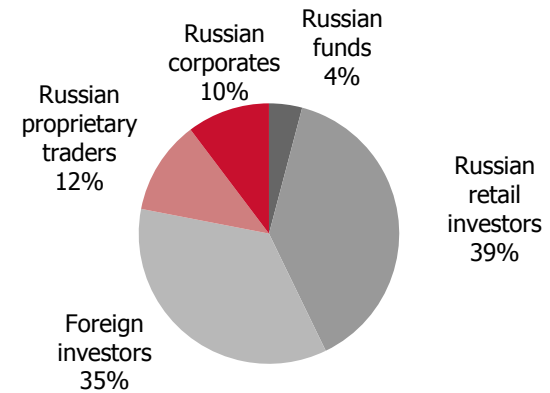
EQUITY MARKET

ORGANIC RECOVERY EXPECTED

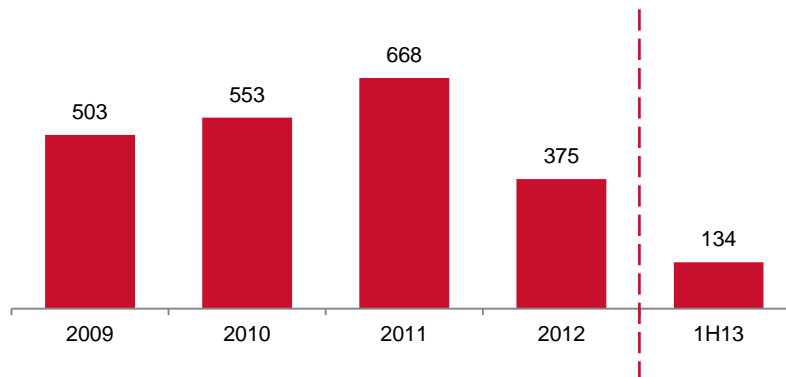
Domestic equity market capitalisation, USD bn¹



Client breakdown based on equity secondary trading volume (1H13)



Domestic equity market trading volumes, USD bn²



- Moscow Exchange was the 19th largest exchange globally by equity market capitalisation in 1Q 2013³
- Key mid-term growth drivers of the Moscow Exchange equities market:
 - Russian privatisation program
 - potential private IPOs pipeline
 - repatriation of trading volumes to the domestic market



MOSCOW EXCHANGE

1 Source: WFE data for 2009-2012, Moscow Exchange data for 1H13

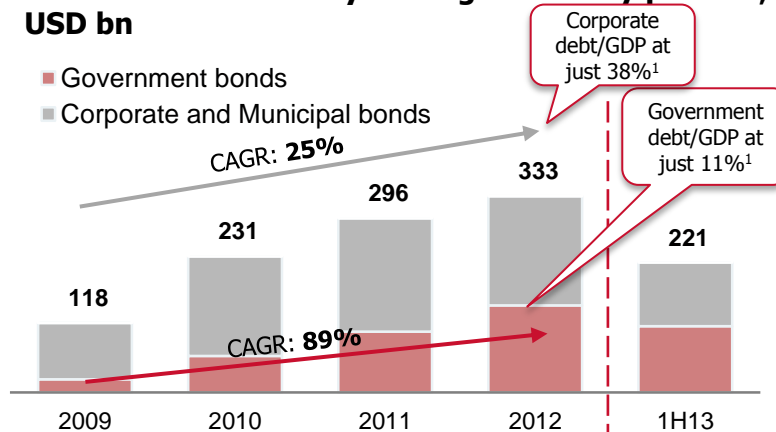
2 Source: Moscow Exchange, based on average currency rate for the period provided by Central Bank of Russia (CBR), including bilaterally negotiated on-exchange transactions

3 WFE data

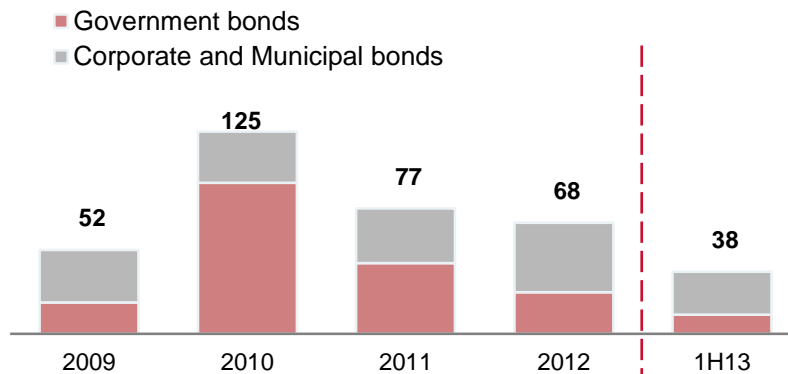
FIXED INCOME MARKET

STRONG GROWTH PERSPECTIVE

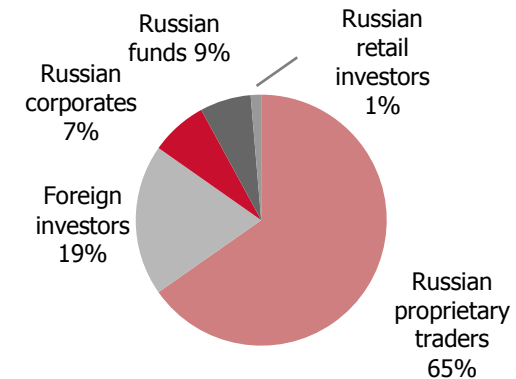
Structure of secondary trading volume by product, USD bn



Structure of primary deals by product, USD bn²

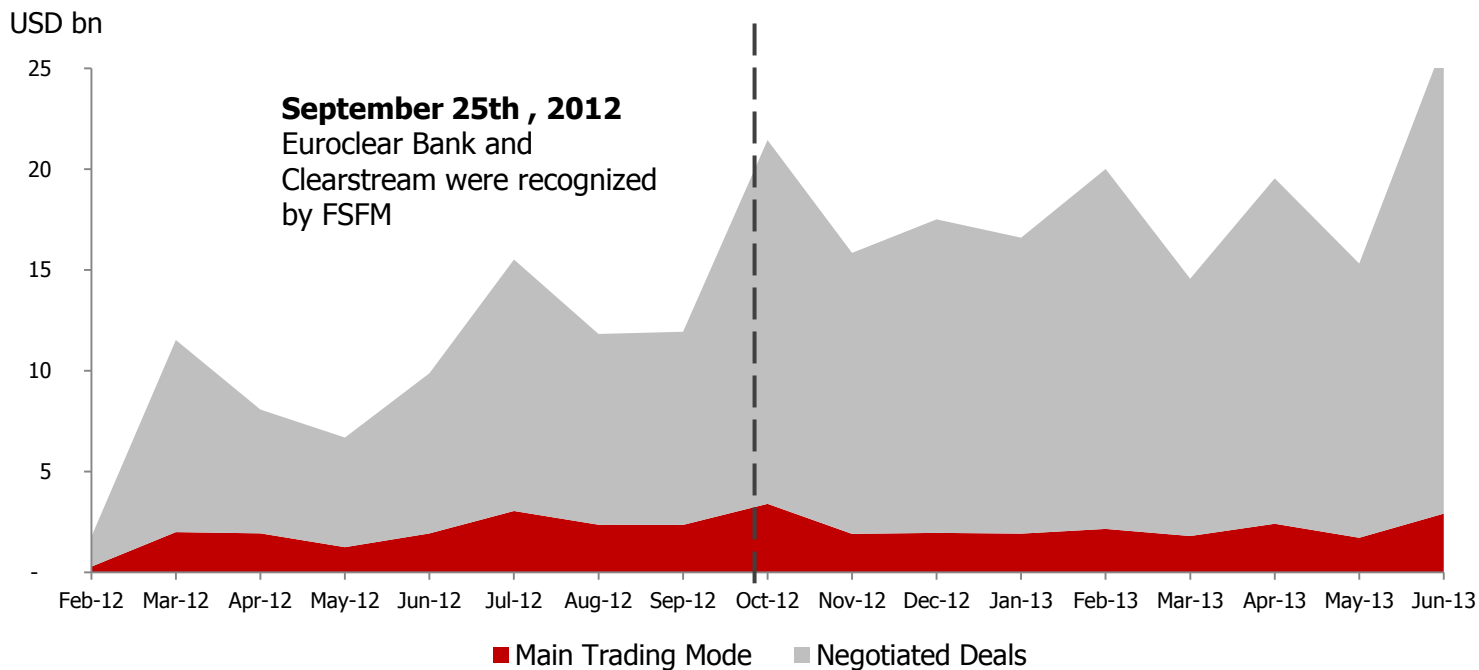


Client breakdown based on fixed income secondary trading volume (1H13)



- Moscow Exchange was the top 10 exchange globally by value of bond trading in 1Q 2013³
- The segment is well-positioned to benefit from:
 - Relatively low government debt to GDP
 - Increase in Russian corporates' use of bond market financing instead of banks lending

OFZs¹ MARKET BOOSTED AFTER EUROCLEAR/CLEARSTREAM CONNECTIVITY



- September 25th, 2012 - Euroclear Bank and Clearstream were recognized by FSFM
- February 7th, 2013 – Euroclear Bank launched post-trading services in OFZs market
- February 13th, 2013 - Clearstream started direct cooperation with NSD

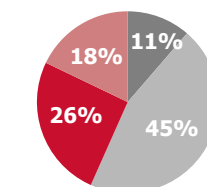


T+2: STATUS UPDATE AND MILESTONES

☑	Date	2013				2014
		I	II	III	IV	
✓	05/02	REPO with the CCP – negotiated/anonymous modes for all OFZs				
✓	25/03	T+2: TOP-15 Stocks and 35 Sovereign Bonds (OFZ)				
✓	25/03	Parallel trading T0 / T 2				
✓	03/06	New Clearing Rules: Admission of foreign currency (USD) as 100% of collateral				
⌚	08/07	<ul style="list-style-type: none"> • T+2: 50 stocks + 35 OFZ issues • REPO with CCP for stocks, Y1/Y2 Repo 				
⌚	02/09	T+2: all stocks and OFZ T0: corporate and municipal bonds <u>only</u>				
⌚	Q3/Q4	<ul style="list-style-type: none"> • Optional settlement in foreign currency • Conversion to / from depositary receipts 				

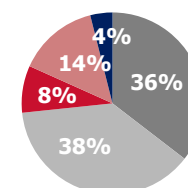
Opened collateral accounts and made contribution to the Guarantee fund	176 participants
Active traders	106 participants
Volume	> USD 4 bn
Market share vs. T0	~10%
Number of trades	>420K

Client breakdown in T+2¹



- Retail Investors
- Russian Corporates
- Russian Asset Management Funds

Client breakdown in T0¹



- Foreign Investors
- Russian Proprietary Traders

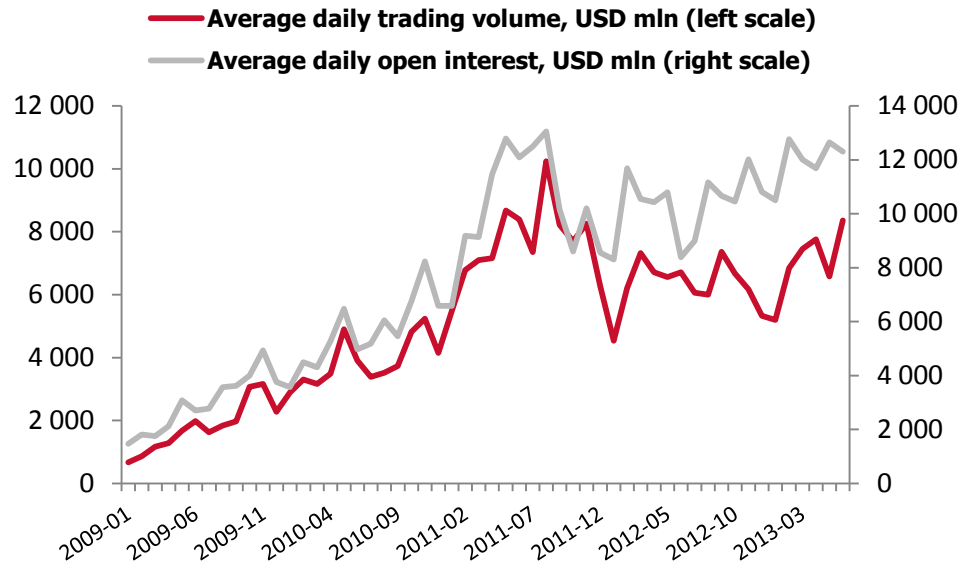
DERIVATIVES MARKET



MOSCOW
EXCHANGE

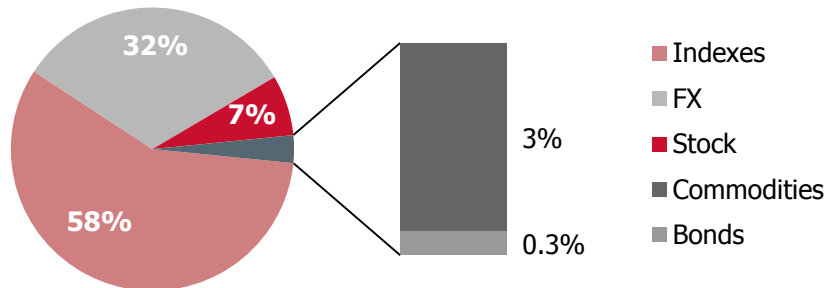
DERIVATIVES MARKET

WELL POSITIONED FOR FURTHER GROWTH



- Top-7 global derivatives exchange as of 1Q 2013 by number of traded contracts
- 78 contracts (59 futures and 19 options) on indexes, equities, FX, interest rates, commodities
- 148 clearing members
- Main and additional evening trading session:
 - 10 am – 11.50 pm MSK

Derivatives trading volume breakdown by underlying (1H13)



EXTENSIVE PRODUCT OFFERING

	Equities	Interest rates	FX	Commodities
Futures	<ul style="list-style-type: none"> - 19 most liquid stocks - Yandex^{new} - RTS Index and MICEX Index, RTS Standard Index, RTS Sectoral Indices - RTSVX (Volatility Index) - BRICS alliance Indexes - Calendar spreads for RTS Index futures^{new} 	<ul style="list-style-type: none"> - Interest Rates: 3m MosPrime, RUONIA^{new} - Fixed Income: 2yr, 4yr, 6yr, 10yr and 15yr^{new} OFZ (sovereign bonds) 	<ul style="list-style-type: none"> - USD/RUB, EUR/USD, EUR/RUB, AUD/USD, GBP/USD, USD/JPY^{new}, USD/CHF^{new}, USD/UAH^{new} - Calendar spreads for USD/RUB futures^{new} 	<ul style="list-style-type: none"> - Energy: Brent oil, Gasoil - Precious and industrial metals: Gold, Silver, Platinum and Palladium, Copper - Soft commodities: Sugar, Wheat - Power Price Index - Calendar spreads for Gold futures^{new}
Options	<ul style="list-style-type: none"> - 8 most liquid stocks - RTS Index, MICEX Index 		<ul style="list-style-type: none"> - USD/RUB, EUR/USD, EUR/RUB 	<ul style="list-style-type: none"> - Gold, Silver, Platinum, Brent oil



KEY FACTS ON TOP CONTRACTS

RTS Index futures

- The most traded equity index instrument
- Ranked #5 by FIA among equity index contracts globally¹

Volumes	Jan 2013	June 2013	YTD 2013 (Jan-Jun)
Trading volume, contracts	13 456 749	30 352 838	126%
Trading volume, USD	42 951 777 783	77 497 369 846	80%
ADOI ² , contracts	691 407	1 451 600	110%
ADOI ² , USD	2 203 457 053	3 703 371 354	68%

USD/RUB futures

- The most traded FX instrument
- Ranked #3 by FIA among FX contracts globally¹

Volumes	Jan 2013	June 2013	YTD 2013 (Jan-Jun)
Trading volume, contracts	28 252 322	43 912 854	55%
Trading volume, USD	28 482 256 613	44 391 901 259	56%
ADOI ² , contracts	2 919 288	2 346 640	-20%
ADOI ² , USD	2 951 038 222	2 379 963 114	-19%



DERIVATIVES MARKET SERVICES AND PRODUCTS COMING SOON

Services

- USD as initial margin
- Segregated accounts: positions transfer
- FBOT status from CFTC
- Clearing of OTC derivatives
- Order routing from Derivatives to spot FX market

Products

- Single stock futures
- CNY/RUB futures
- Futures contracts on German Blue Chips (Deutsche Bank, Siemens AG, BMW AG, Volkswagen, Daimler AG)



FX MARKET

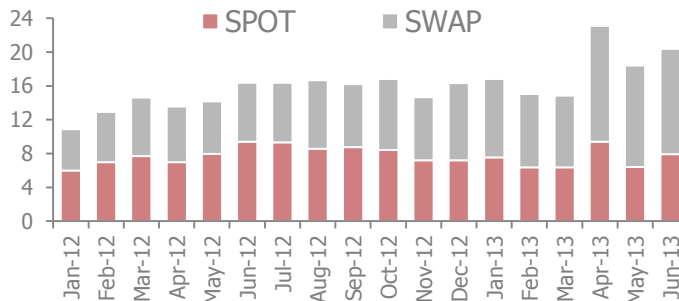


MOSCOW
EXCHANGE

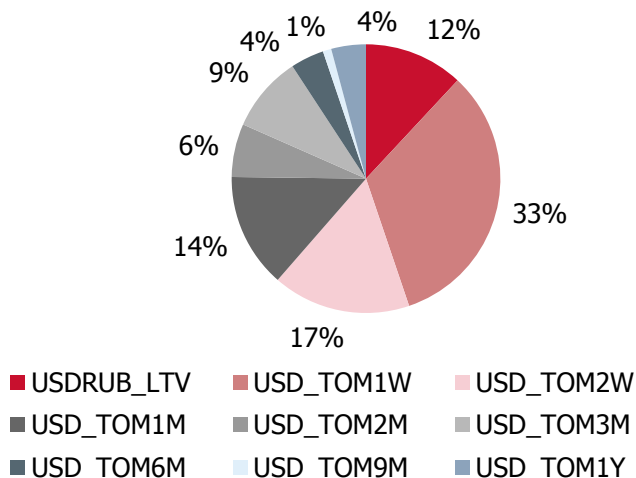
FX MARKET

STRONG GROWTH TRACK RECORD

Average daily trading volume, USD bn



Swaps with maturities of 1W-1Y trading volume structure

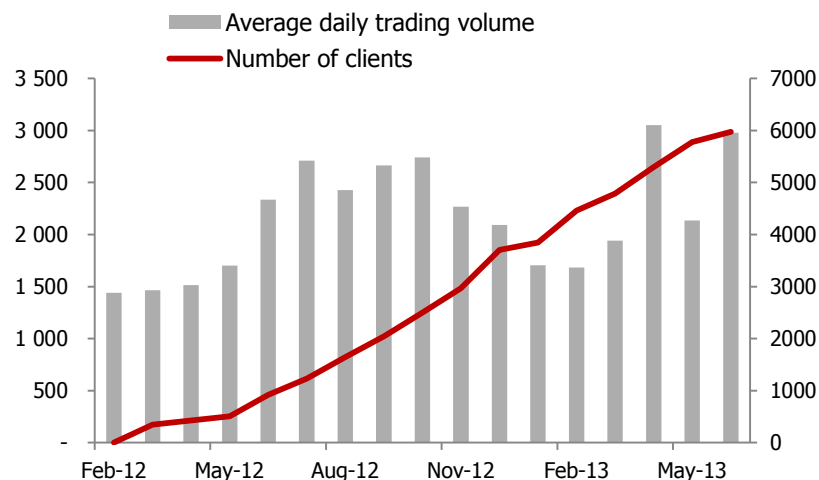


- One of few exchanges worldwide offering on-exchange FX trading
- In 2012 total trading volume on the on-exchange FX Market amounted to USD 3.8 trn (+27% annual increase)
 - FX spot trading volume totaled USD 2.0 trn (+24% annual increase)
 - Swap trading volume amounted to USD 1.8 trn (+31% annual increase)
 - Moscow Exchange traded ~30% of the USD/RUB volume and ~55% of the EUR/RUB volume in the Russian FX market
- In 2012 USD/RUB FX swaps were launched with maturities of 1W, 2W, 1M, 2M, 3M, 6M, 9M and 1Y
- Swap market is used by domestic market participants to manage liquidity

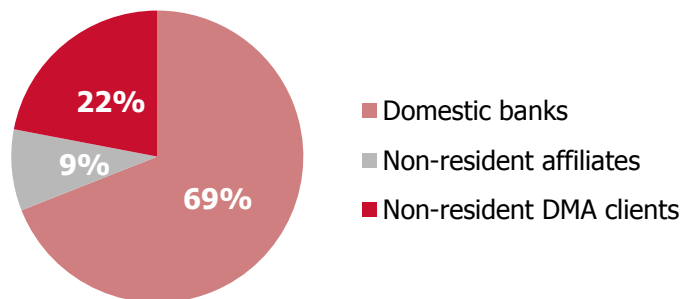


EXTENDING FX MARKET CLIENT BASE

Client average daily trading volume, USD bn



Client breakdown based on trading volume (1Q13)



- The DMA technology is available in the FX market since October 2010
- Since 2012 the number of market operations grew significantly that resulted in a considerable increase of volumes generated by clients using direct market access (DMA)
- In 2012 total volume of clients' trades reached USD 396 bn and exceeded 22% share in the total volume of spot trades
- By the end of June 2013, more than 5,900 clients traded on the market, including non-resident affiliates and DMA clients and domestic banks



MONEY MARKET

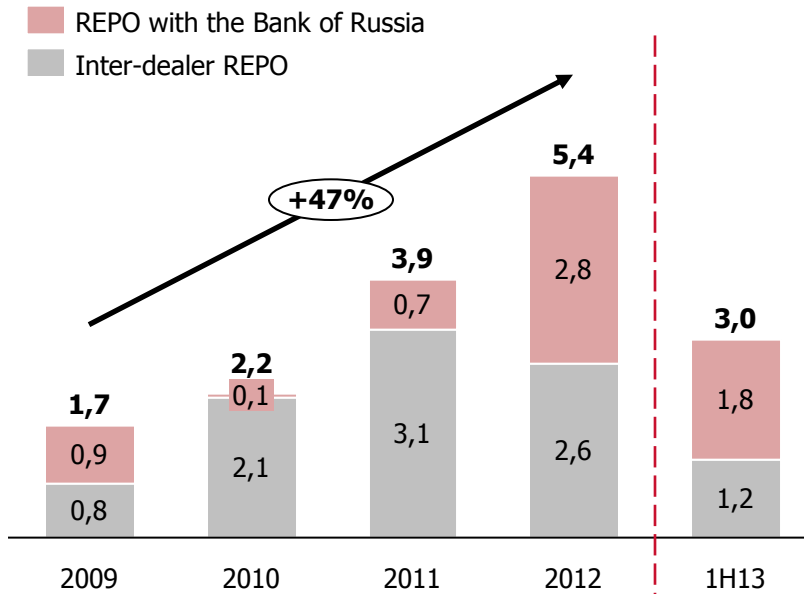


MOSCOW
EXCHANGE

MONEY MARKET

GROWTH ON THE BACK OF LIQUIDITY SCARCITY

REPO operations, USD trn



- REPO market is the largest market segment of the exchange by turnover (48% of overall turnover of the Moscow Exchange in 2012)
- Primarily non-CCP bilateral negotiated transactions
- The Bank of Russia employs the on-exchange REPO to provide liquidity to the banking system
- Key market used by domestic market participants to manage liquidity
- On-exchange repo market exceeds 90% of the total Russian repo market
- Medium-term product offering development plan:
 - On-exchange REPO with collateral management
 - A basket REPO with the CBR
 - REPO transactions denominated in foreign currency

STATUS UPDATE ON REPO WITH CCP

REPO with CCP – Current status

- **Launched on 05 February 2013**
- **Total traded volume** as of 30 June 2013 – USD 7.7 bn, number of market participants more than 90
- **Securities admitted**
 - OFZ (Russian sovereign bonds)
 - July 2013 – Top liquid stocks (bilaterally negotiated mode only)
 - Autumn 2013 – Bonds listed in the CBR Lombard list with issuer's rating exceeding BBB- (bilaterally negotiated mode only)
- **REPO term:** one day
- **Trading hours:** 10:00-16:00 MSK
- **Settlement:** in NSD 17:00-19:00 MSK

Expected development of REPO with CCP in 2013-2014

- **Term:** up to 1 year
- **Anonymous order book, negotiated orders**
- **Collateral: cash-driven REPO, securities-driven REPO**



Disclaimer

NOT FOR RELEASE OR DISTRIBUTION OR PUBLICATION IN WHOLE OR IN PART IN OR INTO THE UNITED STATES, AUSTRALIA, CANADA OR JAPAN.

- This presentation has been prepared and issued by Open Joint Stock Company "Moscow Exchange MICEX-RTS" (the "**Company**"). Unless otherwise stated, the Company is the source for all data contained in this document. Such data is provided as at the date of this document and is subject to change without notice.
- Neither the presentation nor any copy of it may be taken or transmitted into the United States of America, its territories or possessions, or distributed, directly or indirectly, in the United States of America, its territories or possessions as defined in Regulation S under the US Securities Act 1933, as amended (the "Securities Act"), except to "qualified institutional buyers" as defined in Rule 144A under the Securities Act. Any failure to comply with this restriction may constitute a violation of United States securities laws. The presentation is not an offer or sale of securities in the United States. Moscow Exchange Group has not registered and does not intend to register any securities in the United States or to conduct a public offering of any securities in the United States.
- This presentation does not constitute an advertisement or a public offer of securities in any jurisdiction. It is not intended to be publicly distributed in any jurisdiction. This document is only being made available to interested parties on the basis that: (A) if they are UK persons, they are persons falling within Articles 19 or 49 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005; or (B) they are outside the United Kingdom and are eligible under local law to receive this document. Recipients of this document in jurisdictions outside the UK should inform themselves about and observe any applicable legal requirements.
- This document does not constitute or form part of, and should not be construed as, an offer or invitation for the sale or subscription of, or a solicitation of any offer to buy or subscribe for, any securities, nor shall it or any part of it or the fact of its distribution form the basis of, or be relied on in connection with, any offer, contract, commitment or investment decision relating thereto, nor does it constitute a recommendation regarding the securities of the Company.
- The information in this document has not been independently verified. No representation or warranty, express or implied, is made as to, and no reliance should be placed on, the fairness, accuracy or completeness of the information or opinions contained herein. None of the Company, or any of its subsidiaries or affiliates or any of such person's directors, officers or employees, advisers or other representatives, accepts any liability whatsoever (whether in negligence or otherwise) arising, directly or indirectly, from the use of this document or otherwise arising in connection therewith.
- This presentation includes forward-looking statements. All statements other than statements of historical fact included in this presentation, including, without limitation, those regarding our financial position, business strategy, management plans and objectives for future operations are forward-looking statements. These forward-looking statements involve known and unknown risks, uncertainties and other factors, which may cause our actual results, performance, achievements or industry results to be materially different from those expressed or implied by these forward-looking statements. These forward-looking statements are based on numerous assumptions regarding our present and future business strategies and the environment in which we expect to operate in the future. Important factors that could cause our actual results, performance, achievements or industry results to differ materially from those in the forward-looking statements include, among other factors:
 - perception of market services offered by the Company and its subsidiaries;
 - volatility (a) of the Russian economy and the securities market and (b) sectors with a high level of competition that the Company and its subsidiaries operate;
 - changes in (a) domestic and international legislation and tax regulation and (b) state policies related to financial markets and securities markets;
 - competition increase from new players on the Russian market;
 - the ability to keep pace with rapid changes in science and technology environment, including the ability to use advanced features that are popular with the Company's and its subsidiaries' customers;
 - the ability to maintain continuity of the process of introduction of new competitive products and services, while keeping the competitiveness;
 - the ability to attract new customers on the domestic market and in foreign jurisdictions;
 - the ability to increase the offer of products in foreign jurisdictions.
- Forward-looking statements speak only as of the date of this presentation and we expressly disclaim any obligation or undertaking to release any update of, or revisions to, any forward-looking statements in this presentation as a result of any change in our expectations or any change in events, conditions or circumstances on which these forward-looking statements are based.

