

Market Update

Equity

Most Ukrainian blue chips were lower on Thursday (Apr 25), ending the local equity benchmark's 5-session run of moderate gains, while globally, the major indices continued to edge higher on an absence of any notable bad news. The UX index slipped 0.6% to close at 823 points. Raiffeisen Aval (BAVL), DonbasEnergo (DOEN), and Yenakievo Steel (ENMZ) all lost in the range of 1.5% to lead the decline. Volume leaders Motor Sich (MSICH) and CentrEnergo (CEEN) were both down 0.8% on combined turnover of UAH 6.6mn. Alchevsk Steel (ALMK) moved against the day's general trend, posting a solid gain of 2.8% to 4.47 kopecks. In second-tier names, Stirol (STIR) and UkrTelecom (UTLM) sold by 6.4% and 4.8% respectively. In London, Ferrexpo (FXPO) rallied for a second day, adding 5.3% to GBp 184, while MHP (MHPC) pulled back by 1.5% after a 7% jump in the previous session. In Warsaw, Astarta (AST) dropped 1.6% to PLN 46.30.

Fixed Income

Ukrainian sovereign Eurobonds were mixed on Thursday. Ukraine-22s fell 1.1p.p. to 100.4/101.2 (7.7%/7.6%), while Ukraine-17s advanced by 0.5p.p., closing at 99.7/100.5 (6.8%/6.6%). In corporate names, Metinvest-15s inched up by 0.1p.p. to 106.8/107.7 (6.6%/6.2%) while Avangard-15s declined by 0.3p.p., finishing at 99.0/100.9 (10.5%/9.6%).

Volume Leaders	Ticker	Last, UAH	1D ch	Volume, UAH mn	Number of Trades
Motor Sich	MSICH	1993.00	-0.8%	5.0	155
CentrEnergo	CEEN	3.971	-0.8%	1.6	134
Enakievo Steel	ENMZ	32.970	-1.7%	1.5	62

Growth Leaders

Alchevsk Steel	ALMK	0.04	2.8%	0.75	254
Azovstal	AZST	0.58	0.2%	1.46	132
Yasynivsky Coke	YASK	0.58	-0.2%	0.22	12

Loss Leaders

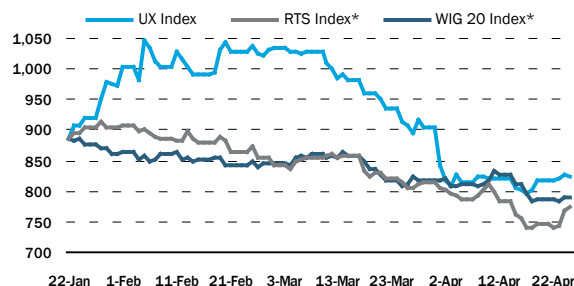
Ukrtelecom	UTLM	0.13	-4.6%	0.08	16
Enakievo Steel	ENMZ	32.97	-1.7%	1.53	62
Donbasenergo	DOEN	19.62	-1.6%	0.47	85

Highlights

STOCKS IN THE NEWS

- Regal Petroleum's FY12 Net Profit Jumps 82% YoY to USD 11mn
- Motor Sich's 1Q Net Profit Down 43% YoY to USD 39mn

STOCK MARKET PERFORMANCE

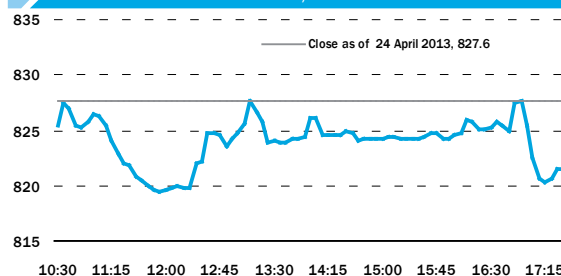


* rebased

MARKET INDEXES

	Last	1D ch	1M ch	YTD
UX	822.7	-0.6%	-9.9%	-13.4%
RTS	1388.0	0.9%	-4.9%	-9.1%
WIG20	2288.1	0.1%	-2.2%	-11.4%
MSCI EM	1027.3	0.9%	0.5%	-2.6%
S&P 500	1585.2	0.4%	2.2%	13.0%

UX INTRADAY APRIL 25, 2013



FIXED INCOME

	Last	1D ch	1M ch	YTD
EMBI+Global	293.7	0.0%	-2.1%	8.4%
CDS 5Y UKR	610.6	1.0%	6.7%	-2.3%
Ukraine-13	7.4%	0.0%	0.8%	0.2%
Naftogaz Ukr-14	4.2%	-1.1%	0.4%	-1.1%
Ukraine-20	6.6%	0.0%	-0.1%	-1.0%
Privatbank-16	13.14%	0.0 p.p.	0.3 p.p.	-2.2 p.p.

CURRENCY

	Last, UAH	1D ch	1M ch	YTD
USD	8.15	0.1%	0.2%	1.2%
EUR	10.59	0.1%	1.5%	-0.8%
RUB	0.26	1.3%	-0.4%	-1.3%

COMMODITIES

	Last	1D ch	1M ch	YTD
Wheat, USD/t*	322.1	0.0%	0.0%	0.0%
Steel, USD/t	540.0	0.0%	-4.4%	1.4%
Oil, USD/bbl	93.6	2.4%	-1.5%	1.5%
Gold, USD/oz	1467.9	2.5%	-8.5%	-11.4%

*Ukraine FOB

Source: Bloomberg, Ukrainian Exchange

Regal Petroleum's FY12 Net Profit Jumps 82% YoY to USD 11mn

by Dmitry Churin
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REGAL PETROLEUM (RPT LN)

Price: GBp 26.3 Market Cap: USD 129mn

	EV/S	P/E	EV/EBITDA	Div. Yield
2012E	2.0	11.1	4.7	0%
2013E	1.3	5.4	2.8	0%

NEWS

Ukraine-focused gas extraction company Regal Petroleum boosted its net profit by 82% YoY to USD 11.2mn in FY12, according to the company's financial report released yesterday (Apr 25). Regal's net revenue jumped by 2.7x YoY to USD 51mn, with an achieved operating profit of USD 10.2mn compared to operating losses of USD 7.9mn in FY11. The company's EBITDA was USD 21.4mn for the period. On the balance sheet side, Regal reported cash and cash equivalents of USD 28.5mn and no debt as of end-2012.

REGAL FINANCIAL RESULTS

USD mn	2012	2011	YoY
Net revenue	51.1	19.1	167.5%
Operating profit/loss	10.2	-7.9	na
operating margin	20.0%	-41.4%	+61.4 p.p.
Net profit	11.6	6.4	81.9%
net margin	22.8%	33.5%	-10.7 p.p.

Source: Company data.

COMMENTARY

The company's revenue and net profit were in line with our expectations, while its operating profit margin of 20% for the year was disappointing. Regal had notably lower profitability in 2H12 due to a drop in its gas and condensate output. Among the latest operating developments, Regal reported drilling a new well (SV-59) in February and plans to drill one or two additional wells this year. Although management announced a sharp fall in Regal's estimated 2P reserves from 151.3 MMboe to 31.6 MMboe, we believe the company will be able to increase its daily average production from 1,540 boepd in 2012 to 2,000 boepd this year. We project that Regal's revenue will rise to USD 80mn and its net profit will jump to USD 24mn in FY13. The RPT stock added 8.3% to GBp 26.3 per share in London trading yesterday, positively reacting to the financial release.

Motor Sich's 1Q Net Profit Down 43% YoY to USD 39mn

by Dmitry Churin
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MOTOR SICH (MSICH UK)

Price: UAH 1,995 Market Cap: USD 509mn

	P/B	EV/S	P/E	EV/EBITDA	Div. Yield
2012E	0.7	0.6	2.5	1.7	0.5%
2013E	0.5	0.5	1.9	1.5	2.2%

NEWS

Motor Sich, Ukraine's monopoly aircraft engine producer, reported that its net profit fell by 43% YoY to UAH 321mn (USD 39mn) in 1Q13, according to financial results published on Thursday (Apr 25) after the market close. The company's net revenue rose 25.3% YoY to UAH 1.9bn (USD 235mn) in the period while gross profit decreased by 4.4% YoY to UAH 727mn and operating profit dropped by 43.5% YoY to UAH 324mn in the period.

COMMENTARY

The results, while below expectations, are not too surprising, as Motor Sich's profitability has been occasionally volatile from quarter to quarter. The reported net margin for 1Q13 was 16.8% compared to an average net margin of 23% for the last three years. We attribute the dip in profitability to higher operating and administrative expenses during the quarter, which rose by 17% YoY and 43% YoY respectively. However, we see this increase in other operating expenses as a one-off event, and we expect Motor Sich to restore its normal profitability in 2Q13.

EAVEX RECOMMENDATIONS

Name	Ticker	Price, USD per share	Target price, USD per share	Upside, %	Rating	Commentary
Steel&Pipes						
Azovstal	AZST	0.07	0.07	-5%	SELL	Non-transparent reporting practises detrimentally affect the company's reported earnings.
Khartsysk Pipe	HRTR	0.06	0.19	209%	BUY	The company has a 100% dividend payout policy, which we expect to remain in place going forward.
Iron Ore						
Ferrexpo	FXPO LN	2.84	3.33	17%	BUY	Launch of its new Yeristovo Mine in 2H12 should allow Ferrexpo to increase pellet output by 10% YoY to 10.6mn tonnes in 2013 with further growth to 12.0mn tonnes in 2015.
Pivnichny GOK	SGOK	0.86	1.77	106%	BUY	Pivnichny GOK's dividend payout was 99% for FY11 with a DPS of USD 0.33, implying a dividend yield of 22%. The company has a dividend payout policy of nearly 100%, which we expect to remain in place going forward.
Centralny GOK	CGOK	0.74	1.30	76%	BUY	CGOK is a strong dividend play. A DPS of USD 0.27 was approved in April 2012, implying a dividend yield of 26%.
Coke						
Avdyivka Coke	AVDK	0.39	0.76	97%	BUY	AVDK's order book is secure thanks to its integration with Metinvest, Ukraine's largest M&M holding.
Yasynivsky Coke	YASK	0.07	0.42	492%	BUY	Yasynivsky Coke benefits from steady demand for its output both in Ukraine & abroad thanks to the high quality of its coke relative to other domestic producers.
Coal						
Pokrovske Mine	SHCHZ	0.07	0.36	432%	BUY	We expect Pokrovske Mine to double its coking coal extraction to 9.5mn tonnes over 2010-15.
Railcar Manufacturing						
Krukiv Wagon	KVBZ	3.01	6.18	105%	BUY	Having achieving its post-1991 production maximum in 2011, Krukiv Wagon's revenue should rise at a 7% CAGR in 2012-2016E, with the EBITDA and net margins for the period near 15% and 11%, respectively.
LuganskTeplovoz	LTPL	0.21	0.64	207%	BUY	LuganskTeplovoz's incorporation into TransMashHolding should help it to exploit its already-dominant position on the Russian market for diesel locomotives.
Specialized Machinery						
Motor Sich	MSICH	245	644	163%	BUY	Motor Sich should see its sales grow with a 2012-2016E CAGR of 9%, reaching USD 1.2bn. For 2012-2016, we forecast an average EBITDA margin of 35% and a net margin of 28%.
Turboatom	TATM	0.44	1.09	148%	BUY	We model Turboatom's revenue as increasing at 18% CAGR over 2012-2015. Deliveries of hydro and steam turbines to export markets will remain the company's key revenue drivers.
Oil & Gas						
Concern Galnaftogaz	GLNG	0.018	0.030	63%	BUY	Galnaftogaz is pursuing a plan to aggressively expand its filling station network.
Regal Petroleum	RPT	0.41	1.52	275%	BUY	We assume that Regal will be able to produce 5,200 boepd in 2014, generating USD 116mn in sales.
JKX Oil & Gas	JKX	1.0	6.0	479%	BUY	The expected start of operations in JKX's Russian gas field should lift output.
Power Utilities						
DonbasEnergO	DOEN	2.41	8.90	269%	BUY	DonbasEnergO recently launched Ukraine's most efficient power generation unit.
CenterEnergO	CEEN	0.49	1.84	277%	BUY	CenterEnergO's privatization is on the horizon for 2013.
Consumer						
MHP	MHPC	18.8	24.0	28%	BUY	MHP plans to launch production at Phase 1 of its new Vinnitsya poultry complex in early 2013. This will expand its poultry production capacity by some 60,000 tonnes p.a. in 2013, up from the current 384,000 tonnes.
Astarta	AST	14.51	30.0	107%	BUY	Rising global prices for agriculture products should offset the company's weaker than expected harvest this year. Astarta's business leans on three pillars: sugar beet cultivation/processing, grain cultivation, and cattle farming.
Avangardco	AVGR	8.50	28.3	233%	BUY	Avangard operates with a gross margin of 36% vs. the industry average of 22% and expects to raise its output by 56% by 2015, to 6.8bn eggs. Exports to the EU and the Middle East will be sales growth drivers.

Source: Eavex Research

PRICES AND QUOTES

Name	Ticker	Today, UAH*	52 high, UAH*	52 low, UAH*	Absolute performance				Performance relative to the UX index			
					1d	1w	1m	ytd	1d	1w	1m	ytd
UX Index	UX	822.72	1410.93	747.84	-0.6%	2.7%	-9.9%	-13.4%	0.0%	0.0%	0.0%	0.0%
Steel												
Alchevsk Steel	ALMK	0.045	0.09	0.04	2.8%	6.2%	-5.5%	-16.3%	3.4%	3.5%	4.4%	-2.8%
Azovstal	AZST	0.58	1.27	0.54	0.2%	1.2%	-4.1%	-21.0%	0.8%	-1.5%	5.8%	-7.5%
Dniprospeztstal	DNSS	700	n/a	n/a	-26.3%	-28.6%	-27.8%	-29.9%	-25.7%	-31.3%	-18.0%	-16.5%
Enakievo Steel	ENMZ	33.0	64.0	27.7	-1.7%	0.2%	-5.3%	-13.2%	-1.1%	-2.4%	4.6%	0.2%
Arcelor Mittal KR	KSTL	1.20	n/a	n/a	0.0%	0.0%	-69.8%	n/a	0.6%	-2.7%	-60.0%	n/a
Mariupol Ilyicha	MMKI	0.19	0.32	0.13	0.0%	11.8%	5.6%	-13.6%	0.6%	9.1%	15.4%	-0.2%
Coke												
Avdivka Coke	AVDK	3.15	4.98	1.90	-0.5%	1.6%	3.9%	-3.8%	0.1%	-1.1%	13.8%	9.7%
Yasnyivsky Coking	YASK	0.58	1.27	0.54	0.0%	1.8%	-7.9%	-13.4%	0.6%	-0.9%	1.9%	0.0%
Iron Ore Mining												
Centralny GOK	CGOK	6.00	7.74	4.00	6.6%	-5.8%	-14.8%	-13.0%	7.2%	-8.5%	-4.9%	0.4%
Ferrexpo	FXPO	2.83	4.78	2.35	6.4%	14.8%	9.8%	-29.6%	7.0%	12.1%	19.6%	-16.2%
Pivnichny GOK	SGOK	7.00	12.50	5.77	4.2%	16.5%	-19.0%	-5.9%	4.8%	13.8%	-9.1%	7.5%
Coal Mining												
Pokrovske Mine	SHCHZ	0.55	1.40	0.40	-1.8%	1.9%	-8.3%	-12.7%	-1.2%	-0.8%	1.5%	0.8%
Komsomolets Donbasa	SHKD	0.92	2.00	0.76	0.0%	-14.0%	-12.4%	-22.0%	0.6%	-16.7%	-2.5%	-8.6%
Energy Coal	CLE	1.21	7.95	0.85	17.8%	3.0%	-48.8%	-60.8%	18.4%	0.3%	-38.9%	-47.4%
Mining Machinery												
Svitlo Shakhtara	HMBZ	0.40	0.58	0.003	0.0%	0.0%	n/a	-31.0%	0.6%	-2.7%	n/a	-17.6%
Pipe Manufacturing												
Khartsyzk Pipe	HRTR	0.50	1.33	0.47	0.0%	2.0%	-34.2%	-28.6%	0.6%	-0.6%	-24.3%	-15.1%
Interpipe NMPP	NVTR	0.21	0.60	0.10	0.0%	23.5%	0.0%	-4.5%	0.6%	20.8%	9.9%	8.9%
Railcar Manufacturing												
Kryukiv Wagon	KVBZ	24.5	25.9	14.2	0.0%	-1.2%	8.0%	26.3%	0.6%	-3.9%	17.9%	39.7%
Luhanskeplovoz	LTPL	1.70	2.45	1.28	3.0%	-2.3%	-10.1%	-9.1%	3.6%	-5.0%	-0.2%	4.4%
Stakhanov Wagon	SVGZ	1.55	4.23	1.30	4.7%	3.3%	-6.6%	-10.4%	5.3%	0.6%	3.2%	3.0%
Specialized Machinery												
Bogdan Motors	LUAZ	0.04	0.22	0.03	0.0%	0.5%	-18.0%	-8.7%	0.6%	-2.2%	-8.2%	4.7%
Motor Sich	MSICH	1,993	2,880	1,750	-0.7%	2.0%	-13.9%	-9.8%	-0.2%	-0.6%	-4.1%	3.6%
Sumy Frunze Engineering	SMASH	2.60	4.00	0.76	4.0%	5.3%	-23.5%	73.3%	4.6%	2.6%	-13.7%	86.8%
Turboatom	TATM	3.20	n/a	n/a	0.0%	0.0%	n/a	n/a	0.6%	-2.7%	n/a	n/a
WESTA ISIC	WES	0.22	0.95	0.13	-2.7%	-4.1%	-1.4%	-9.8%	-2.1%	-6.8%	8.5%	3.6%
Telecom												
Ukrtelecom	UTLM	0.13	0.40	0.12	-4.6%	-3.9%	-9.4%	-21.9%	-4.0%	-6.6%	0.5%	-8.4%
Oil & Gas												
Regal Petroleum	RPT	0.41	0.59	0.21	9.4%	15.1%	2.6%	-25.2%	10.0%	12.4%	12.5%	-11.7%
JKX Oil	JKX	1.03	2.22	0.87	1.9%	2.0%	-11.9%	-13.6%	2.5%	-0.7%	-2.0%	-0.1%
Ukrnafta	UNAF	119	292	80	-0.6%	0.0%	-19.0%	0.0%	0.0%	-2.7%	-9.1%	13.4%
Power Utilities												
Centrenerg	CEEN	3.97	8.10	3.76	-0.8%	2.8%	-27.0%	-37.5%	-0.2%	0.1%	-17.1%	-24.0%
Donbasenergo	DOEN	19.6	28.1	15.0	-1.6%	2.3%	-1.9%	-7.4%	-1.0%	-0.4%	8.0%	6.0%
Zakhidenergo	ZAEN	84.9	184.7	54.0	0.0%	6.8%	-4.7%	-12.5%	0.6%	4.1%	5.2%	1.0%
Consumer												
Agroton	AGT	0.74	6.0	0.36	-1.5%	-32.5%	-74.3%	-77.2%	-0.9%	-35.2%	-64.5%	-63.7%
Astarta	AST	14.5	22.1	13.9	-1.3%	-9.0%	-19.1%	-18.6%	-0.7%	-11.7%	-9.2%	-5.2%
Avangardo	AVGR	8.5	14.3	7.61	-1.2%	0.9%	11.7%	-25.0%	-0.6%	-1.8%	21.6%	-11.5%
Industrial Milk Company	IMC	4.13	5.48	2.73	0.1%	-1.9%	-11.0%	-22.2%	0.7%	-4.6%	-1.2%	-8.8%
Kernel	KER	15.7	23.0	14.8	-0.9%	-7.8%	-11.9%	-27.6%	-0.3%	-10.4%	-2.0%	-14.1%
Mriya Agro Holding	MAYA	5.65	7.4	5.04	0.0%	-0.6%	-4.2%	-13.0%	0.6%	-3.2%	5.7%	0.5%
MHPC	MHPC	18.8	19.9	10.00	-0.3%	9.6%	6.5%	23.0%	0.3%	6.9%	16.4%	36.4%
Milkiland	MLK	3.45	6.3	3.45	-1.7%	-9.5%	-21.1%	-26.6%	-1.1%	-12.2%	-11.2%	-13.2%
Ovostar Union	OVO	25.8	33.8	23.2	-0.8%	-4.5%	-12.4%	-10.6%	-0.2%	-7.2%	-2.5%	2.8%
Sintal	SNPS	n/a	2.09	0.00	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
MCB Agricole	4GW1	n/a	0.96	0.22	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Chemicals												
Stirol	STIR	10.9	26.4	10.3	-6.4%	-6.5%	-16.6%	-19.0%	-5.8%	-9.2%	-6.7%	-5.6%
Banks												
Raiffeisen Bank Aval	BAVL	0.101	0.128	0.061	-1.4%	5.6%	1.7%	18.1%	-0.8%	3.0%	11.6%	31.5%
UkrSotsbank	USCB	0.122	0.215	0.107	-0.3%	4.5%	4.3%	-5.7%	0.3%	1.8%	14.2%	7.7%

Source: Bloomberg

* companies listed abroad are in USD

MAIN FINANCIAL FORECASTS, USD mn

Name	Ticker	Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2011	2012E	2013E	2011	2012E	2013E	2011	2012E	2013E	2011	2012	2013E	2011	2012E	2013E
Steel																
Alchevsk Steel	ALMK	2,339	1,695	1,667	145	-21	-2	6.2%	neg	neg	36	-127	-52	1.6%	neg	neg
Enakievo Steel	ENMZ	1,716	1,578	1,577	-108	-84	-69	neg	neg	neg	31	9	-125	1.8%	0.5%	neg
Azovstal	AZST	3,867	2,794	2,788	-102	-173	-64	neg	neg	neg	-64	-333	-170	neg	neg	neg
Coke																
Avdyivka Coke	AVDK	1,457	1,072	1,054	6	-128	-74	0.4%	neg	neg	-32	-137	-97	neg	neg	neg
Yasynivsky Coking	YASK	566	444	448	29	29	28	5.1%	6.5%	6.2%	15	11	11	2.7%	2.4%	2.4%
Iron Ore Mining																
Centralny GOK	CGOK	805	566	508	497	238	202	61.8%	42.0%	39.8%	325	95	104	40.4%	16.8%	20.5%
Pivnichny GOK	SGOK	1,834	1,515	1,301	1,174	813	640	64.0%	53.6%	49.2%	783	436	359	42.7%	28.8%	27.6%
Ferrexpo	FXPO	1,788	1,424	1,566	801	402	445	44.8%	28.2%	28.4%	575	215	263	32.2%	15.1%	16.8%
Coal Mining																
Komsomolets Donbasa	SHKD	192	256	255	67	99	90	35.1%	38.8%	35.3%	15	39	35	8.0%	15.1%	13.7%
Coal Energy	CLE	151	165	199	51	62	64	33.7%	37.5%	32.1%	37	38	43	24.4%	23.2%	21.7%
Pipe Manufacturing																
Khartsyzk Pipe	HRTR	775	659	699	145	74	77	18.7%	11.3%	11.1%	98	34	34	12.7%	5.1%	4.9%
Railcar Manufacturing																
Luhanskteplovoz	LTPL	199	167	213	14	12	15	7.0%	7.4%	7.2%	9	7	8	4.5%	4.1%	3.8%
Kryukiv Wagon	KVBZ	770	887	643	118	134	93	15.3%	15.1%	14.4%	85	95	50	11.0%	10.7%	7.9%
Stakhanov Wagon	SVGZ	437	311	318	33	7	11	7.6%	2.3%	3.4%	20	1	3	4.6%	0.2%	0.9%
Specialized Machinery																
Turboatom	TATM	169	173	193	63	47	52	37.0%	27.3%	26.8%	53	38	42	31.5%	22.1%	21.7%
Motor Sich	MSICH	722	828	933	285	309	330	39.4%	37.4%	35.3%	168	247	270	23.2%	29.8%	28.9%
Telecom																
Ukrtelecom	UTLM	843	858	744	206	205	208	24.5%	23.8%	28.0%	-17	45	48	neg	5.3%	6.5%
Oil & Gas																
Ukrnafta	UNAF	3,051	2,816	2,444	439	507	429	14.4%	18.0%	17.6%	272	312	226	8.9%	11.1%	9.2%
Regal Petroleum	RPT	19	50	80	-4	23	36	neg	45.9%	44.7%	6	12	24	33.7%	24.0%	30.0%
JKX Oil	JKX	237	225	250	114	145	150	48.3%	64.4%	60.2%	59	40	50	24.9%	17.8%	20.0%
Electric Utilities																
Centrenergo	CEEN	894	1,071	1,136	49	61	68	5.4%	5.7%	6.0%	4	29	33	0.5%	2.7%	2.9%
Donbasenergo	DOEN	495	600	665	21	17	24	4.2%	2.9%	3.6%	-3	4	10	neg	0.6%	1.5%
Consumer																
MHP	MHPC	1,229	1,408	1,532	401	468	523	32.6%	33.2%	34.1%	259	311	271	21.1%	22.1%	17.7%
Kernel	KER	1,899	2,157	2,800	310	322	339	16.3%	14.9%	12.1%	226	211	195	11.9%	9.8%	7.0%
Astarta	AST	402	458	549	144	98	121	29.9%	17.8%	18.3%	114	50	59	23.6%	9.1%	9.0%
Avangardco	AVGR	553	629	701	251	280	293	45.3%	44.5%	41.8%	196	228	232	35.5%	36.3%	33.1%
Agroton	AGT	122	93	107	19	31	33	15.3%	33.5%	31.0%	-2	19	21	neg	20.0%	19.5%
Banks																
		Total Assets			Total Equity			Total Income			Net Profit			Return on Equity		
Raiffeisen Bank Aval	BAVL	6,948	7,020	7,476	812	861	924	750	707	646	0	4	29	0.0%	0.5%	3.1%
Ukrstsobank	USCB	5,032	5,151	5,064	827	814	788	449	451	469	2	2	13	0.2%	0.3%	1.7%

Source: Eavex Research

MAIN TRADING MULTIPLES

Ticker	MCap USD mn	Free Float % USD mn	EV USD mn	P/E			EV/EBITDA			EV/Sales			EV/Output			Units		
				2011	2012	2013E	2011	2012	2013E	2011	2012	2013E	2011	2012	2013E			
Steel																		
Alchevsk Steel	ALMK	141	3.9%	5	1,557	3.9	neg	neg	10.7	neg	neg	0.7	0.9	0.9	537	463	417	\$/tonne
Yenakievo Steel	ENMZ	43	8.8%	4	35	1.4	5.0	neg	neg	neg	neg	0.0	0.0	0.0	14	13	13	\$/tonne
Azovstal	AZST	301	4.1%	12	280	neg	neg	neg	neg	neg	neg	0.1	0.1	0.1	50	47	45	\$/tonne
Coke																		
Avdyivka Coke	AVDK	75	7.5%	6	73	neg	neg	neg	11.9	neg	neg	0.0	0.1	0.1	21	16	13	\$/tonne
Yasynivsky Coke	YASK	19	9.0%	2	48	1.3	1.8	1.8	1.7	1.7	1.7	0.1	0.1	0.1	1.7	1.7	1.7	\$/tonne
Iron Ore Mining																		
Centralny GOK	CGOK	863	0.5%	5	863	2.7	9.1	8.3	1.7	3.6	4.3	1.1	1.5	1.7				
Pivnichny GOK	SGOK	1,980	0.5%	11	2,105	2.5	4.5	5.5	1.8	2.6	3.3	1.1	1.4	1.6				
Ferrexpo	FXPO	1,667	24.0%	400	1,918	2.9	7.8	6.3	2.4	4.8	4.3	1.1	1.3	1.2				
Coal Mining																		
Komsomolets Donbasa	SHKD	38	5.4%	2	140	2.5	1.0	1.1	2.1	1.4	1.6	0.7	0.5	0.5	34	33	31	\$/tonne
Coal Energy	CLE	55	11.9%	7	80	1.5	1.4	1.3	1.6	1.3	1.3	0.5	0.5	0.4	1.6	1.3	1.3	\$/tonne
Pipe Manufacturing																		
Khartsyzk Pipe	HRTR	160	2.0%	3	202	1.6	4.7	4.7	1.4	2.7	2.6	0.3	0.3	0.3	321	532	505	\$/tonne
Railcar Manufacturing																		
LuganskTeplovoz	LTPL	46	24.0%	11	46	5.1	6.6	5.6	3.3	3.7	3.0	0.2	0.3	0.2				
Krukiw Wagon	KVBZ	345	5.0%	17	347	4.1	3.6	6.8	2.9	2.6	3.7	0.5	0.4	0.5				
Stakhanov Wagon	SVGZ	43	8.0%	3	82	2.2	>30	15.0	2.5	11.4	7.5	0.2	0.3	0.3				
Specialized Machinery																		
Turboatom	TATM	182	5.8%	10	130	3.4	4.8	4.3	2.1	2.7	2.5	0.8	0.7	0.7				
Motor Sich	MSICH	508	24.0%	122	519	3.0	2.1	1.9	1.8	1.7	1.6	0.7	0.6	0.6				
Telecom																		
Ukrtelecom	UTLM	287	7.2%	21	623	neg	6.3	6.0	3.0	3.0	3.0	0.7	0.7	0.8				
Oil & Gas																		
Ukrnafta	UNAF	790	3.0%	24	780	2.9	2.5	3.5	1.8	1.5	1.8	0.3	0.3	0.3	n/a	n/a	n/a	\$/boe
Regal Petroleum	RPT	130	49.0%	64	112	20.3	10.8	5.4	neg	4.9	3.1	5.9	2.2	1.4	n/a	n/a	n/a	\$/boe
JKX Oil & Gas	JKX	177	50.4%	89	286	3.0	4.4	3.5	2.5	2.0	1.9	1.2	1.3	1.1	75	52	39	\$/boe
Electric Utilities																		
CentrEnergO	CEEN	180	21.7%	39	263	>30	6.2	5.4	5.4	4.3	3.9	0.3	0.2	0.2	18	18	15	\$/MWh
DonbasEnergO	DOEN	57	14.2%	8	114	neg	14.9	5.6	5.5	6.6	4.8	0.2	0.2	0.2	14	13	13	\$/MWh
Consumer																		
MHP	MHPC	1,981	34.1%	676	3,026	7.6	6.4	7.3	7.5	6.5	5.8	2.5	2.1	2.0	9455	9455	9455	\$/tonne
Kernel	KER	1,156	61.8%	714	1,766	5.1	5.5	5.9	5.7	5.5	5.2	0.9	0.8	0.6				
Astarta	AST	363	31.0%	113	510	3.2	7.3	6.2	3.5	5.2	4.2	1.3	1.1	0.9	2586	1574	1307	\$/tonne
Avangardco	AVGR	543	22.5%	122	691	2.8	2.4	2.3	2.8	2.5	2.4	1.2	1.1	1.0	156	119	112	\$/mneggs
Agroton	AGT	16	44.6%	7	49	neg	0.9	0.8	2.6	1.6	1.5	0.4	0.5	0.5	0.4	n/a	n/a	\$/ha
Banks																		
Raiffeisen Bank Aval	BAVL	373	4.0%	15		>30	>30	13.1	0.5	0.4	0.4	0.05	0.05	0.05				
Ukrsotsbank	USCB	275	1.6%	5		>30	>30	21.8	0.3	0.3	0.3	0.06	0.06	0.06				

Source: Eavex Research

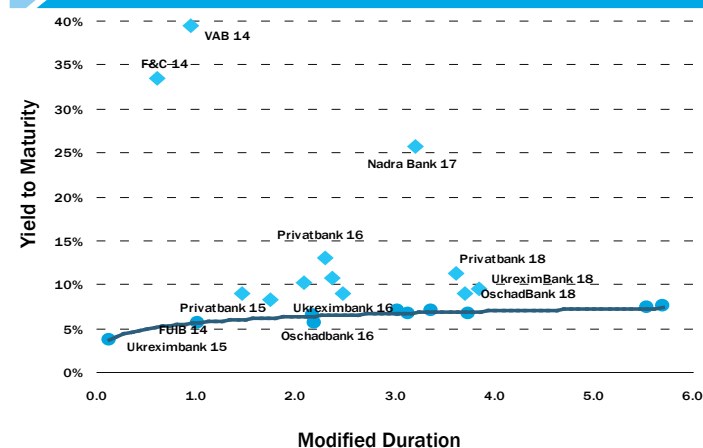
UKRAINIAN EURO BONDS

Issue	Price (Bid)	Price (Ask)	YTM (Bid)	YTM (Ask)	Price chg. (YTD)	Modified Duration	Coupon	Coupon Period	Maturity Date	Volume mn USD	Ratings ¹
Sovereign Eurobonds											
Ukraine, 2013	100.3	100.4	4.9%	3.8%	-0.6%	0.1	7.65%	S/A	11 Jun. 2013	1,000	/B+/B
Ukraine, 2014	102.1	102.6	6.0%	5.4%	0.5%	1.0	7.95%	S/A	6 Apr. 2014	1,000	/B+/B
Naftogaz Ukraine, 2014	103.5	104.2	6.9%	6.4%	0.8%	1.3	9.50%	S/A	30 Sept 2014	1,595	//B
Ukraine, 2015 (EUR)	98.0	99.0	5.8%	5.4%	1.0%	2.2	4.95%	A	13 Oct 2015	600*	B2/B+/B
Ukraine, 2015	100.5	101.3	6.6%	6.3%	-0.3%	2.2	6.875%	S/A	23 Sept 2015	500	B2/B+/B
Ukraine, 2016	98.3	98.7	7.1%	7.0%	-1.4%	3.0	6.58%	S/A	21 Nov 2016	1,000	B//B
Ukraine, 2016-2	98.3	98.9	6.8%	6.6%	-1.0%	3.1	6.25%	S/A	17 Jun 2016	1,250	B2/B+/B
Ukraine, 2017	99.7	100.5	6.8%	6.6%	0.8%	3.7	6.75%	S/A	14 Nov 2017	700	B2/B+/B
Ukraine, 2017-2	107.3	108.3	7.2%	6.9%	0.6%	3.4	9.25%	S/A	24 Jul 2017	2,000	B2/B+/B
Ukraine, 2017 Infr. projects	99.0	100.5	8.7%	8.3%	1.5%	3.5	8.375%	S/A	3 Nov 2017	568	B2/-/-
Ukraine, 2018 Infr. projects	94.4	96.0	8.9%	8.5%	2.6%	4.0	7.40%	S/A	20 Apr 2018	690	B2/-/-
Ukraine, 2020	101.7	102.4	7.5%	7.3%	-0.9%	5.5	7.75%	S/A	23 Sept 2020	1,500	B2/B+/B
Ukraine, 2021	102.1	102.9	7.6%	7.4%	-1.3%	5.7	7.95%	S/A	23 Feb 2021	1,500	B2/B+/B
Ukraine, 2022	100.4	101.2	7.7%	7.6%	-0.1%	6.4	7.80%	S/A	28 Nov 2022	1,250	//B
Corporate Eurobonds											
Agroton, 2014	75.0	80.0	40.6%	33.9%	n/a	0.9	12.50%	S/A	14 Jul 2014	50	-/-/B-
MHP, 2015	105.9	107.0	7.0%	6.8%	0.9%	1.8	10.25%	S/A	29 Apr 2015	585	B3//B
MHP, 2020	98.8	99.7	8.5%	8.3%	-0.8%	5.2	8.25%	S/A	2 Apr 2020	750	B3//B
Avangardco, 2015	99.0	100.9	10.5%	9.6%	4.5%	2.1	10.00%	S/A	29 Oct 2015	200	-/-/B
UkrLandFarming, 2018	99.0	100.4	11.2%	10.8%	-0.3%	3.7	10.88%	S/A	26 Mar 2018	275	B-/B
Mriya, 2016	105.5	107.1	8.8%	8.2%	3.2%	2.5	10.95%	S/A	30 Mar 2016	250	-/B/B-
DTEK, 2015	104.8	105.3	6.9%	6.6%	3.9%	1.7	9.50%	S/A	28 Apr 2015	500	B2//B
DTEK, 2018	98.6	99.2	8.2%	8.1%	-1.1%	4.0	7.88%	S/A	4 Apr 2018	750	B2//B
Metinvest, 2015	106.8	107.7	6.6%	6.2%	3.3%	1.8	10.25%	S/A	20 May 2015	500	B3//B-
Metinvest, 2018	102.0	103.0	8.2%	8.0%	5.7%	3.8	8.75%	S/A	14 Feb 2018	750	B2/-/B-
Ferrexpo, 2016	99.3	100.6	8.2%	7.6%	2.6%	2.6	7.875%	S/A	07 Apr 2016	500	B2/B+/B
Interepipe, 2017	77.0	80.1	18.3%	16.7%	-3.8%	3.0	10.25%	S/A	2 Aug 2017	200	-/B+/B+
Bank Eurobonds											
Fin&Credit Bank, 2014	84.0	88.0	37.2%	29.7%	40.0%	0.6	10.50%	S/A	25 Jan 2014	100	Caa1//
PUMB, 2014	102.6	104.4	9.5%	8.3%	2.5%	1.5	11.00%	Q	31 Dec 2014	275	B2//B-
Nadra Bank, 2017	75.0	79.5	27.9%	23.4%	-3.8%	3.2	8.00%	A	22 Jun 2017	175	WD//WD
PrivatBank, 2015	97.5	99.1	10.7%	9.9%	3.7%	2.1	9.38%	S/A	23 Sept 2015	200	B1//B
PrivatBank, 2016	82.7	84.0	13.4%	12.8%	8.0%	2.3	8.75%	S/A	9 Feb 2016	150	B1//B
PrivatBank, 2018	98.8	100.5	11.2%	10.7%	-0.4%	3.6	10.88%	S/A	28 Feb 2018	175	//B
UkrEximBank, 2015	99.9	100.7	8.5%	8.0%	0.4%	1.7	8.38%	S/A	27 Apr 2015	750	B1//B
UkrEximBank, 2016	87.0	89.8	11.5%	10.1%	4.9%	2.4	8.40%	S/A	2 Sept 2016	125	B1//B
UkrEximBank, 2018	98.3	99.4	9.2%	8.9%	-1.2%	3.7	8.75%	S/A	22 Jan 2018	500	B3//B
VAB Bank, 2014	74.0	77.0	41.7%	37.4%	37.0%	0.9	10.50%	Q	14 Jun 2014	125	Caa1/-/WD
Oschadbank, 2016	97.9	98.8	9.1%	8.8%	3.4%	2.5	8.25%	S/A	10 Mar 2016	700	B2//B
Oschadbank, 2018	96.7	97.9	9.7%	9.4%	-2.7%	3.8	8.88%	S/A	20 Mar 2018	500	B1//B
Municipal Eurobonds											
City of Kyiv, 2015	95.8	97.8	9.9%	9.0%	3.5%	2.1	8.00%	S/A	6 Nov 2015	250	B1/CCC+/B
City of Kyiv, 2016	96.2	98.5	10.8%	9.9%	4.1%	2.6	9.375%	S/A	30 Jun 2016	300	B1/CCC+/B

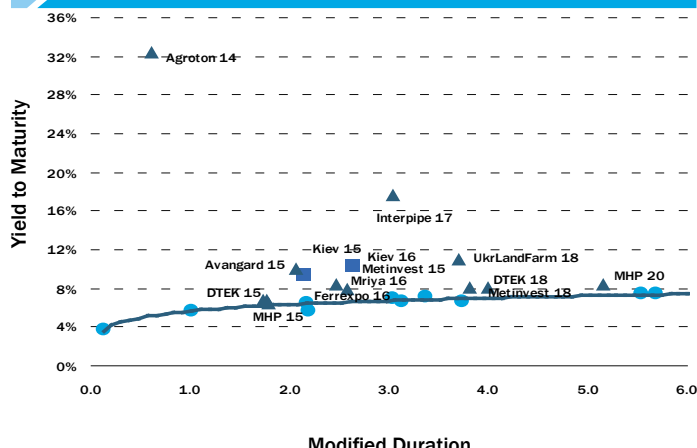
¹ Moody's/S&P/Fitch; * EUR

Source: Bloomberg, Cbonds, Eavex Research

SOVEREIGNS vs. BANKING EURO BONDS



SOVEREIGNS vs. CORPORATE and MUNICIPAL EURO BONDS

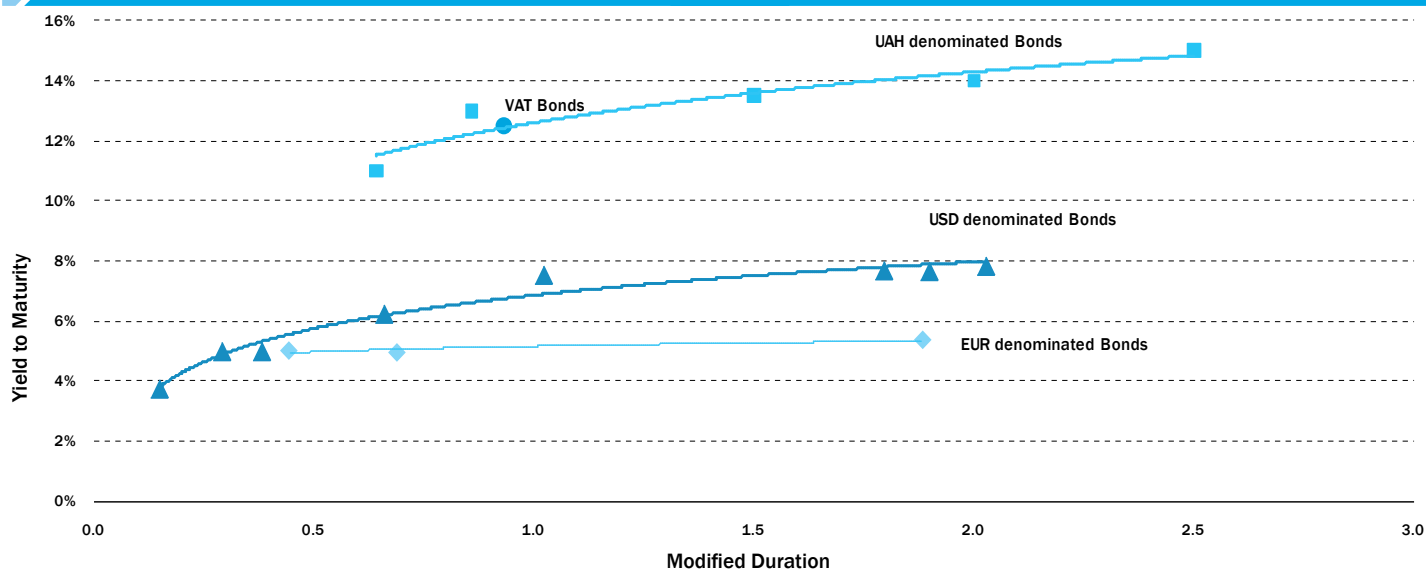


Source: Bloomberg, Cbonds, Eavex Research

UKRAINIAN DOMESTIC BONDS

Issue	Price (Bid)	Price (Ask)	YTM (Bid)	YTM (Ask)	Modified Duration	Coupon	Coupon Period	Maturity Date	Volume mn USD
UAH denominated Bonds									
UA4000119473			4.5%	3.0%	0.6	9.00%	S/A	22 May 2013	64
UA4000115117			11.8%	10.0%	0.8	10.75%	S/A	26 Mar 2014	187
UA4000141592			15.0%	12.0%	1.5	14.30%	S/A	20 May 2015	31
UA4000142665			17.0%	15.0%	2.0	14.30%	S/A	24 May 2017	184
USD denominated Bonds									
UA4000134431									
UA4000141063	100.2	100.3	4.5%	3.0%	0.1	9.30%	S/A	29 May 2013	235
UA4000142384	100.5	100.8	5.5%	4.5%	0.2	9.30%	S/A	24 Jul 2013	413
UA4000136832	100.7	101.1	5.5%	4.5%	0.3	9.27%	S/A	28 Aug 2013	254
UA4000138002	101.1	101.6	6.5%	6.0%	0.6	9.30%	S/A	27 Nov 2013	86
UA4000140362	101.9	102.4	7.9%	7.2%	0.9	9.20%	S/A	21 May 2014	171
UA4000142699	101.1	102.8	8.1%	7.3%	1.7	9.45%	S/A	22 Apr 2015	312
UA4000141071	103.0	104.0	8.1%	7.3%	1.8	9.45%	S/A	27 May 2015	152
UA4000142673	93.4	94.4	8.2%	7.5%	2.0	4.50%	S/A	17 Jun 2015	175
EUR denominated Bonds									
UA4000137731	100.4	100.5	3.9%	3.7%	0.4	4.80%	S/A	18 Sept 2013	205
UA4000138846	100.8	100.9	4.1%	3.9%	0.6	4.80%	S/A	25 Dec 2013	70
UA4000142681	100.8	100.9	4.6%	4.5%	1.8	4.80%	S/A	6 May 2015	40
VAT Bonds									
UA4000082531			12.3%	11.8%	1.1	5.50%	S/A	21 Aug 2015	141
UA4000082622			12.3%	11.8%	1.1	5.50%	S/A	24 Aug 2015	571
UA4000083059			12.3%	11.8%	1.1	5.50%	S/A	25 Aug 2015	415

Source: Bloomberg, Cbonds, Eavex Research

DOMESTIC BONDS YIELD CURVE


Source: Bloomberg, Cbonds, Eavex Research

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