

**Market Update**

**Equity**

Ukrainian stocks saw their 5-session winning streak end on Tuesday (Nov 19), as strong gains in the morning evaporated after lunch as no progress was observed in Parliament on the Yulia Tymoshenko question. External sentiments also provided no support, with the main US and European indices behaving sluggishly after weeks of setting new all-time highs. The UX index slipped 0.4% to close at 915 points. Avdyivka Coke (AVDK) and Yenakievo Steel (ENMZ) were the biggest decliners, dropping by 2.0% and 1.8% respectively, while CentrEnerg (CEEN) and Alchevsk Steel (ALMK) were both down 0.9% and Azovstal (AZST) gave back all of a 4.5% intraday rise to end unchanged. Raiffeisen Aval (BAVL) extended its positive run to 7 sessions with a gain of 0.9%. Outside the UX basket, it was a rough day for Khartsysk Pipe (HRTR), which posted a last trade at 45 kopecks, a drop of 18% from its previously-listed price. In London, MHP (MHPC LI) moved up by 2.6% to USD 16.60.

**Fixed Income**

Ukrainian sovereigns were up on Tuesday with Ukraine-17s improving by 0.8p.p. to 88.9/90.9 (10.3%/9.7%). Corporate universe was sluggish. MHP-15s inched up by 0.1p.p. to 100.0/101.2 (10.8%/9.8%) while Ferrexpo-16s declined by 0.9p.p. finishing at 94.1/95.2 (11.1%/10.4%).

Volume Leaders	Ticker	Last, UAH	1D ch	Volume, UAH mn	Number of Trades
Motor Sich	MSICH	1610.00	-0.2%	4.3	205
Donbasenergo	DOEN	26.51	0.2%	1.7	286
Centrenerg	CEEN	5.097	-0.9%	1.4	175

**Growth Leaders**

Dniproenergo	DNEN	258.90	17.6%	0.11	7
Zakhidenergo	ZAEN	90.40	8.9%	0.05	16
Bogdan Motors	LUAZ	0.03	1.4%	0.00	19

**Loss Leaders**

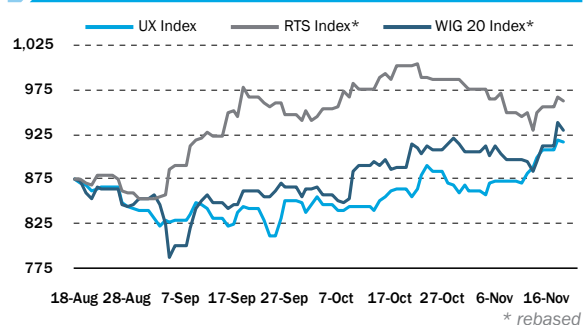
Khartsyzk Pipe	HRTR	0.45	-18.2%	0.208	16
Interpipe NMPP	NVTR	0.21	-12.4%	0.146	18
Kryukiv Wagon	KVBZ	16.24	-2.2%	0.014	9

**Highlights**

**FIXED INCOME**

> Mriya's EBITDA Up 19% YoY to USD 232mn in 9M13

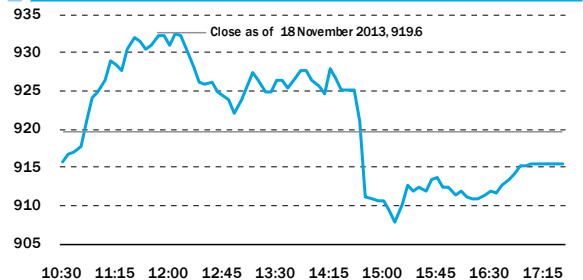
**STOCK MARKET PERFORMANCE**



**MARKET INDEXES**

	Last	1D ch	1M ch	YTD
UX	915.5	-0.4%	5.9%	-3.7%
RTS	1455.0	-0.5%	-4.1%	-4.7%
WIG20	2600.7	-0.8%	4.6%	0.7%
MSCI EM	1024.5	-0.1%	-1.7%	-2.9%
S&P 500	1787.9	-0.2%	2.5%	27.5%

**UX INTRADAY NOVEMBER 19, 2013**



**FIXED INCOME**

	Last	1D ch	1M ch	YTD
EMBI+Global	349.9	0.4%	6.4%	29.1%
CDS 5Y UKR	951.5	0.8%	5.1%	52.2%
Ukraine-17	9.9%	-0.3 p.p.	0.6 p.p.	3.0 p.p.
Naftogaz Ukr-14	17.2%	0.0 p.p.	4.1 p.p.	9.6 p.p.
Ukraine-23	9.5%	0.0 p.p.	0.3 p.p.	2.0 p.p.
Privatbank-16	23.3%	0.0 p.p.	1.2 p.p.	8.0 p.p.

**CURRENCY**

	Last, UAH	1D ch	1M ch	YTD
USD	8.22	0.4%	0.4%	2.1%
EUR	11.12	0.5%	-0.7%	4.1%
RUB	0.25	0.0%	-2.2%	-5.3%

**COMMODITIES**

	Last	1D ch	1M ch	YTD
Wheat, USD/t*	267.2	0.0%	1.1%	-23.3%
Steel, USD/t	525.0	0.0%	-0.9%	-1.4%
Oil, USD/bbl	106.9	-1.4%	-2.3%	1.9%
Gold, USD/oz	1275.7	0.0%	-3.1%	-23.0%

\*Ukraine FOB

Source: Bloomberg, Ukrainian Exchange

**Mriya's EBITDA Up 19% YoY to USD 232mn in 9M13**

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**NEWS**

Western-Ukraine-based crop grower Mriya Agro Holding increased its EBITDA by 19.4% YoY to USD 232mn in 9M13, according to the company's financial report released on Tuesday (Nov 19). The company's total revenue (including USD 201mn net gain on change in fair value of biological assets) rose by 13.6% YoY to USD 466mn while net profit was almost unchanged at USD 137mn in the period.

MRIYA FINANCIAL RESULTS, USD			
USD mn	9M13	9M12	YoY
Total revenue	466.3	410.5	13.6%
EBITDA	232.4	194.7	19.4%
<i>margin</i>	49.8%	47.4%	+2.4 p.p.
Operating profit	191.5	160.3	19.4%
<i>margin</i>	41.1%	39.1%	+2.0 p.p.
Net Income	137.2	137.3	0.0%
<i>net margin</i>	29.4%	33.4%	-4.0 p.p.

Source: Company data.

On the balance sheet side, Mriya's total debt amounted to USD 754mn as of 30 Sept 2013. Total assets were USD 1.80bn and cash and cash equivalents amounted to USD 218mn at the end of 9M13.

**COMMENTARY**

Despite lower grain prices this year, Mriya managed to post a solid rise in its operating profit due to crop yields that were well above the national average. As of the end of the reporting period, Mriya had harvested all of its wheat (net yield 5.9 t/ha) and rapeseed (net yield 2.9 t/ha). Moreover, the company's harvest mix included a large portion of sugar beet, the price for which did not fall in the period.

Mriya's Net Debt/12M EBITDA ratio was 1.8x as of Sept 30, slightly increasing from 1.7x as end of 1H13.

Mriya-18 outstanding Eurobonds are currently trading at 14.4%/13.8%, implying a spread of 380 bps to the sovereign yield curve.

## EAVEX RECOMMENDATIONS

Name	Ticker	Price, per share	Target price, per share	Upside, %	Rating	Commentary
<b>Steel&amp;Pipes</b>						
Azovstal	AZST	0.70	0.56	-21%	SELL	Non-transparent reporting practices detrimentally affect Azovstal's reported earnings.
<b>Iron Ore</b>						
Ferrexpo	FXPO LN	183.4	218.0	19%	BUY	Operations at Ferrexpo's new Yeristovo Mine should allow the company to increase its iron ore pellet output by 10% YoY to 10.6mn tonnes in 2013, with further growth to 12.0mn tonnes in 2015.
Pivnichny GOK	SGOK	8.00	14.5	81%	BUY	Secure demand for Pivnichny GOK's iron ore products and lucrative pricing allow the company to operate with high profitability (EBITDA margin of not lower than 45% since 2009). Disadvantages of the stock are its low liquidity and no dividend in 2013 for the first time since 2005.
Centralny GOK	CGOK	6.40	10.6	66%	BUY	Centralny GOK operates in the highly profitable iron ore industry; its EBITDA margin has remained above 35% since 2009. Disadvantages of the stock are its low liquidity and no dividend in 2013 for the first time since 2005.
<b>Coke</b>						
Avdyivka Coke	AVDK	3.22	6.2	94%	BUY	AVDK's order book is secure thanks to its integration with Metinvest, Ukraine's largest M&M holding.
Yasynivsky Coke	YASK	0.56	3.4	515%	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.
<b>Coal</b>						
Pokrovske Mine	SHCHZ	0.50	2.9	490%	BUY	We expect Pokrovske Mine to double its coking coal extraction to 9.5mn tonnes over 2010-15.
<b>Railcar Manufacturing</b>						
Krukiv Wagon	KVBZ	16.2	50.5	211%	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	1.60	5.2	227%	BUY	LuganskTeplovoz's incorporation into TransMashHolding should help it to exploit its already-dominant position on the Russian market for diesel locomotives.
<b>Specialized Machinery</b>						
Motor Sich	MSICH	1610	5250	226%	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	5.00	8.9	78%	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.
<b>Oil &amp; Gas</b>						
Concern Galnaftogaz	GLNG	0.15	0.24	60%	BUY	Galnaftogaz is pursuing a plan to aggressively expand its filling station network.
Regal Petroleum	RPT	15.5	42.0	171%	BUY	We assume that Regal will be able to produce 5,200 boepd in 2014, generating USD 116mn in sales.
JKX Oil & Gas	JKX	74.5	370	397%	BUY	The launch of extraction at JKX's Russian gas field has lifted output, but the company's higher-margin Ukrainian operations continue to lag behind expectations.
<b>Power Utilities</b>						
DonbasEnergo	DOEN	26.5	72.0	172%	BUY	DonbasEnergo is expected to pay a significant dividend from its FY13 profit that could amount to as much as UAH 5.0 per share, implying a dividend yield of 20%.
CenterEnergo	CEEN	5.10	15.00	194%	BUY	CentrEnergo's privatization has been postponed, but the company retains a strong fundamental value due to its large installed electricity generation capacity.
<b>Consumer</b>						
MHP	MHPC	16.6	22.10	33%	BUY	MHP is ramping up poultry production at its greenfield Vinnytsia complex, which has annual capacity of 220,000 tonnes. We think MHP will be able to expand its output by 50% over 2012-15 to 600,000 tonnes of poultry, with the lion's share of incremental volume to be exported.
Astarta	AST	66.0	90.0	36%	BUY	Astarta's business leans on three pillars: sugar beet cultivation/processing, grain cultivation, and cattle farming. With sugar prices depressed since 2011, a favorable market for grain should continue to drive the company's profitability.
AvangardCo	AVGR	12.4	19.35	56%	BUY	A doubling of egg processing capacity to 6mn eggs/day in 1H13 with further expansion to 10mn in early 2014 bode well for the group's earnings due to 1) the higher profitability of the egg products (EP) segment vs. shell eggs and 2) the longer storage life of EP, which enables the company to retain its output for sale in periods of more favorable pricing. Still, the reported selling price for the company's shell eggs appears to be unjustifiably high. Even with financial quality concerns priced in, the stock looks cheap vs. its global peers.
Ovostar Union	OVO	94.20	109.50	16%	HOLD	The company is on its way to implementing a two-stage investment program aimed at expanding egg production capacity to 2.1bn pieces by 2017, or 3x more compared to FY12 production of 719mn eggs. Very low liquidity in the OVO stock is a major concern.

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	915.48	1061.97	781.22	-0.4%	3.9%	5.9%	-3.7%	0.0%	0.0%	0.0%	0.0%
<b>Steel</b>												
Alchevsk Steel	ALMK	0.042	0.06	0.02	-1.7%	3.2%	0.2%	-21.9%	-1.2%	-0.6%	-5.7%	-18.2%
Azovstal	AZST	0.70	0.90	0.31	-0.3%	3.4%	3.5%	-4.7%	0.2%	-0.5%	-2.4%	-1.0%
Dniprospezstal	DNSS	1,300	1,300	700	0.0%	0.0%	n/a	30.1%	0.4%	-3.9%	n/a	33.8%
Enakievo Steel	ENMZ	34.2	49.9	20.0	-1.9%	2.6%	1.5%	-10.1%	-1.4%	-1.3%	-4.5%	-6.4%
Arcelor Mittal KR	KSTL	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Mariupol Ilyicha	MMKI	0.12	0.26	0.05	0.0%	9.1%	-7.7%	-45.5%	0.4%	5.2%	-13.6%	-41.8%
<b>Coke</b>												
Avdyivka Coke	AVDK	3.22	4.80	1.60	-2.1%	2.2%	0.3%	-1.7%	-1.7%	-1.7%	-5.6%	2.0%
Yasynivsky Coking	YASK	0.56	0.85	0.51	0.0%	-1.8%	-3.4%	-16.4%	0.4%	-5.6%	-9.4%	-12.7%
<b>Iron Ore Mining</b>												
Centralny GOK	CGOK	6.40	7.74	4.00	0.0%	1.6%	22.6%	-7.2%	0.4%	-2.3%	16.7%	-3.6%
Ferrexpo	FXPO	2.96	4.58	2.02	-1.4%	-0.9%	-4.7%	-26.5%	-1.0%	-4.8%	-10.6%	-22.8%
Pivnichny GOK	SGOK	8.00	10.00	5.77	-1.2%	-2.4%	-2.4%	7.5%	-0.8%	-6.3%	-8.4%	11.2%
<b>Coal Mining</b>												
Pokrovske Mine	SHCHZ	0.50	0.71	0.39	0.0%	11.1%	11.1%	-20.6%	0.4%	7.3%	5.2%	-16.9%
Komsomolets Donbasa	SHKD	0.63	1.33	0.27	0.0%	-1.6%	-4.5%	-46.6%	0.4%	-5.4%	-10.5%	-42.9%
Energy Coal	CLE	0.73	4.57	0.59	-2.6%	8.1%	-17.9%	-76.6%	-2.2%	4.2%	-23.8%	-72.9%
<b>Mining Machinery</b>												
Svitlo Shakhtara	HMBZ	0.46	0.58	0.270	0.0%	0.0%	n/a	-20.7%	0.4%	-3.9%	n/a	-17.0%
<b>Pipe Manufacturing</b>												
Khartsyzk Pipe	HRTR	0.45	0.86	0.30	-18.2%	-21.1%	-19.6%	-35.7%	-17.7%	-24.9%	-25.6%	-32.0%
Interpipe NMPP	NVTR	0.21	0.44	0.10	-16.0%	-4.5%	-12.5%	-4.5%	-15.6%	-8.4%	-18.4%	-0.9%
<b>Railcar Manufacturing</b>												
Kryukiv Wagon	KVBZ	16.2	29.0	12.0	-2.4%	-6.1%	-8.1%	-16.3%	-2.0%	-10.0%	-14.0%	-12.6%
Luhanskeplovoz	LTPL	1.60	2.20	1.26	0.0%	0.6%	0.6%	-14.4%	0.4%	-3.2%	-5.3%	-10.7%
Stakhanov Wagon	SVGZ	1.32	2.09	1.00	0.8%	-2.9%	1.5%	-23.7%	1.2%	-6.8%	-4.4%	-20.0%
<b>Specialized Machinery</b>												
Bogdan Motors	LUAZ	0.03	0.08	0.02	1.4%	0.0%	-14.6%	-33.3%	1.8%	-3.9%	-20.5%	-29.6%
Motor Sich	MSICH	1,610	2,640	1,303	-0.3%	0.4%	-0.5%	-27.1%	0.1%	-3.5%	-6.4%	-23.5%
Sumy Frunze Engineering	SMASH	2.55	4.00	0.81	0.0%	2.8%	4.1%	70.0%	0.4%	-1.0%	-1.9%	73.7%
Turboatom	TATM	3.50	5.00	3.20	0.0%	0.0%	n/a	n/a	0.4%	-3.9%	n/a	n/a
WESTA ISIC	WES	0.21	0.33	0.17	0.0%	-4.6%	-11.1%	-13.7%	0.4%	-8.5%	-17.1%	-10.0%
<b>Telecom</b>												
Ukrtelecom	UTLM	0.15	0.20	0.09	5.5%	-4.1%	1.2%	-7.7%	5.9%	-7.9%	-4.8%	-4.0%
<b>Oil &amp; Gas</b>												
Regal Petroleum	RPT	0.25	0.59	0.20	0.1%	1.3%	0.5%	-53.8%	0.6%	-2.6%	-5.4%	-50.1%
JKX Oil	JKX	1.20	1.29	0.75	0.1%	1.3%	1.7%	0.4%	0.6%	-2.6%	-4.2%	4.1%
Ukrnafta	UNAF	110	280	96	-1.3%	1.7%	0.3%	-7.1%	-0.8%	-2.2%	-5.7%	-3.4%
<b>Power Utilities</b>												
Centrenerg	CEEN	5.10	7.40	2.50	-0.8%	0.0%	2.0%	-19.7%	-0.4%	-3.8%	-3.9%	-16.0%
Donbasenergo	DOEN	26.5	34.0	15.4	0.3%	8.0%	12.8%	25.1%	0.7%	4.2%	6.9%	28.8%
Zakhidenergo	ZAEN	90.4	115.0	64.0	8.9%	17.4%	7.7%	-6.8%	9.4%	13.5%	1.8%	-3.1%
<b>Consumer</b>												
Agroton	AGT	0.74	3.6	0.36	-0.9%	-6.5%	-6.3%	-77.3%	-0.5%	-10.3%	-12.3%	-73.6%
Astarta	AST	21.4	24.4	14.5	0.0%	0.3%	-10.2%	19.7%	0.4%	-3.6%	-16.2%	23.4%
Avangardo	AVGR	12.4	13.0	7.61	0.0%	-1.2%	-0.8%	9.4%	0.4%	-5.0%	-6.7%	13.1%
Industrial Milk Company	IMC	4.51	5.35	3.63	-0.6%	2.9%	-7.5%	-15.1%	-0.2%	-0.9%	-13.5%	-11.4%
Kernel	KER	14.0	22.6	13.5	-0.1%	0.1%	-15.8%	-35.3%	0.4%	-3.7%	-21.8%	-31.6%
Mriya Agro Holding	MAYA	6.54	6.8	5.36	0.2%	2.3%	2.9%	0.8%	0.7%	-1.6%	-3.0%	4.5%
MHPC	MHPC	16.6	19.9	14.01	2.3%	3.6%	6.6%	8.7%	2.8%	-0.3%	0.7%	12.4%
Milkiland	MLK	4.14	5.2	3.11	0.8%	-0.3%	-11.4%	-12.0%	1.2%	-4.2%	-17.4%	-8.3%
Ovostar Union	OVO	30.5	33.3	21.3	0.2%	-4.6%	-7.1%	5.6%	0.6%	-8.4%	-13.1%	9.3%
Sintal	SNPS	n/a	0.29	0.27	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
MCB Agricole	4GW1	n/a	0.65	0.49	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
<b>Chemicals</b>												
Stirol	STIR	14.0	15.9	7.1	-0.8%	4.5%	16.7%	4.5%	-0.4%	0.6%	10.7%	8.2%
<b>Banks</b>												
Raiffeisen Bank Aval	BAVL	0.120	0.128	0.066	1.3%	14.1%	28.6%	39.4%	1.7%	10.3%	22.7%	43.1%
UkrSotsbank	USCB	0.188	0.257	0.107	-1.4%	1.5%	4.1%	45.5%	-0.9%	-2.4%	-1.8%	49.2%

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
<b>Steel</b>																
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
<b>Coke</b>																
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%
<b>Iron Ore Mining</b>																
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%
<b>Coal Mining</b>																
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%
<b>Pipe Manufacturing</b>																
Khartsyzk Pipe	HRTR	775	659	699	145	74	77	18.7%	11.3%	11.1%	98	34	34	12.7%	5.1%	4.9%
<b>Railcar Manufacturing</b>																
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%
<b>Specialized Machinery</b>																
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%
<b>Telecom</b>																
Ukrtelecom	UTLM	843	858	744	206	205	208	24.5%	23.8%	28.0%	-17	45	48	neg	5.3%	6.5%
<b>Oil &amp; Gas</b>																
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%
<b>Electric Utilities</b>																
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%
<b>Consumer</b>																
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%
<b>Banks</b>																
		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%
Ukrspasbank	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			
<b>Steel</b>																		
Alchevsk Steel	ALMK	131	3.9%	5	1,546	3.6	neg	neg	10.6	neg	neg	0.7	0.9	0.9	533	460	414	\$/tonne
Yenakievo Steel	ENMZ	44	8.8%	4	36	1.4	5.1	neg	neg	neg	neg	0.0	0.0	0.0	15	14	13	\$/tonne
Azovstal	AZST	360	4.1%	15	339	neg	neg	neg	neg	neg	neg	0.1	0.1	0.1	60	57	54	\$/tonne
<b>Coke</b>																		
Avdyivka Coke	AVDK	76	7.5%	6	74	neg	neg	neg	12.1	neg	neg	0.1	0.1	0.1	21	16	13	\$/tonne
Yasynivsky Coke	YASK	19	9.0%	2	48	1.2	1.7	1.7	1.7	1.7	1.7	0.1	0.1	0.1	1.7	1.7	1.7	\$/tonne
<b>Iron Ore Mining</b>																		
Centralny GOK	CGOK	913	0.5%	5	912	2.8	9.6	8.8	1.8	3.8	4.5	1.1	1.6	1.8				
Pivnichny GOK	SGOK	2,243	0.5%	12	2,368	2.9	5.1	6.3	2.0	2.9	3.7	1.3	1.6	1.8				
Ferrexpo	FXPO	1,740	24.0%	418	1,991	3.0	8.1	6.6	2.5	5.0	4.5	1.1	1.4	1.3				
<b>Coal Mining</b>																		
Komsomolets Donbasa	SHKD	26	5.4%	1	128	1.7	0.7	0.7	1.9	1.3	1.4	0.7	0.5	0.5	31	30	28	\$/tonne
Coal Energy	CLE	33	11.9%	4	58	0.9	0.9	0.8	1.1	0.9	0.9	0.4	0.4	0.3	1.1	0.9	0.9	\$/tonne
<b>Pipe Manufacturing</b>																		
Khartsyzk Pipe	HRTR	142	2.0%	3	185	1.5	4.2	4.2	1.3	2.5	2.4	0.2	0.3	0.3	293	487	462	\$/tonne
<b>Railcar Manufacturing</b>																		
LuganskTeplovoz	LTPL	43	24.0%	10	43	4.8	6.2	5.3	3.0	3.4	2.8	0.2	0.3	0.2				
Krukiv Wagon	KVBZ	227	5.0%	11	229	2.7	2.4	4.5	1.9	1.7	2.5	0.3	0.3	0.4				
Stakhanov Wagon	SVGZ	36	8.0%	3	75	1.8	>30	12.7	2.3	10.5	6.9	0.2	0.2	0.2				
<b>Specialized Machinery</b>																		
Turboatom	TATM	180	5.8%	10	128	3.4	4.7	4.3	2.0	2.7	2.5	0.8	0.7	0.7				
Motor Sich	MSICH	407	24.0%	98	417	2.4	1.6	1.5	1.5	1.3	1.3	0.6	0.5	0.4				
<b>Telecom</b>																		
Ukrtelecom	UTLM	337	7.2%	24	673	neg	7.4	7.0	3.3	3.3	3.2	0.8	0.8	0.9				
<b>Oil &amp; Gas</b>																		
Ukrnafta	UNAF	727	3.0%	22	717	2.7	2.3	3.2	1.6	1.4	1.7	0.2	0.3	0.3	n/a	n/a	n/a	\$/boe
Regal Petroleum	RPT	80	49.0%	39	63	12.5	6.7	3.3	neg	2.7	1.8	3.3	1.3	0.8	n/a	n/a	n/a	\$/boe
JKX Oil & Gas	JKX	206	50.4%	104	315	3.5	5.2	4.1	2.7	2.2	2.1	1.3	1.4	1.3	83	57	43	\$/boe
<b>Electric Utilities</b>																		
CentrEnergO	CEEN	229	21.7%	50	312	>30	7.9	6.9	6.4	5.1	4.6	0.3	0.3	0.3	21	22	18	\$/MWh
DonbasEnergO	DOEN	76	14.2%	11	133	neg	19.9	7.5	6.4	7.7	5.6	0.3	0.2	0.2	16	16	15	\$/MWh
<b>Consumer</b>																		
MHP	MHPC	1,751	34.1%	597	2,796	6.8	5.6	6.5	7.0	6.0	5.3	2.3	2.0	1.8	8739	8739	8739	\$/tonne
Kernel	KER	1,032	61.8%	638	1,642	4.6	4.9	5.3	5.3	5.1	4.8	0.9	0.8	0.6				
Astarta	AST	534	31.0%	166	681	4.7	10.7	9.1	4.7	7.0	5.6	1.7	1.5	1.2	3452	2102	1745	\$/tonne
Avangardco	AVGR	792	22.5%	178	940	4.0	3.5	3.4	3.7	3.4	3.2	1.7	1.5	1.3	213	162	152	\$/mneegs
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	\$/th/ha
<b>Banks</b>																		
Raiffeisen Bank Aval	BAVL	437	4.0%	18		>30	>30	15.3	0.5	0.5	0.5	0.06	0.06	0.06				
Ukrsotsbank	USCB	420	1.6%	7		>30	>30	21.8	0.5	0.5	0.5	0.06	0.06	0.06				

Source: Eavex Research

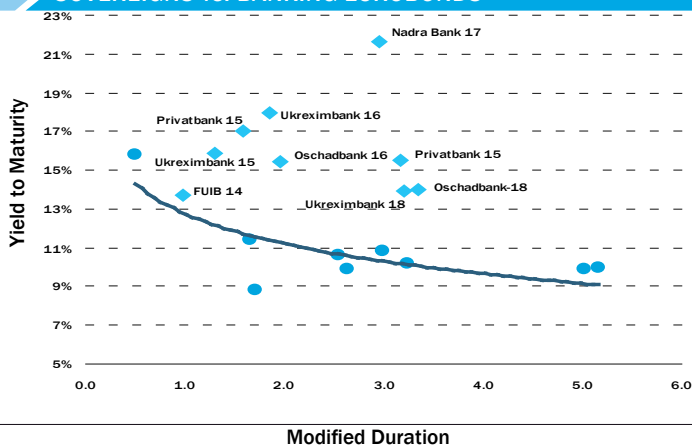
UKRAINIAN EUROBONDS

Issue	Price (Bid)	Price (Ask)	YTM (Bid)	YTM (Ask)	Price chg. (YTD)	Modified Duration	Coupon	Coupon Period	Maturity Date	Volume mn USD	Ratings <sup>1</sup>
<b>Sovereign Eurobonds</b>											
Ukraine, 2014	97.0	98.0	14.8%	12.6%	-4.8%	0.5	7.95%	S/A	6 Apr. 2014	1,000	Caa1/B-/B-
Naftogaz Ukraine, 2014	93.5	94.6	20.2%	18.4%	-8.7%	0.8	9.50%	S/A	30 Sept 2014	1,595	//B-
Ukraine, 2015 (EUR)	93.3	94.3	9.2%	8.6%	-3.8%	1.7	4.95%	A	13 Oct 2015	600*	Caa1/B-/B-
Ukraine, 2015	93.3	95.1	11.4%	10.2%	-7.0%	1.6	6.875%	S/A	23 Sept 2015	500	Caa1/B-/B-
Ukraine, 2016	90.1	91.6	10.6%	10.0%	-9.0%	2.5	6.58%	S/A	21 Nov 2016	1,000	Caa1/B-/B-
Ukraine, 2016-2	90.3	91.8	10.1%	9.5%	-8.6%	2.6	6.25%	S/A	17 Jun 2016	1,250	Caa1/B-/B-
Ukraine, 2017	88.9	90.9	10.3%	9.7%	-9.4%	3.3	6.75%	S/A	14 Nov 2017	700	Caa1/B-/B-
Ukraine, 2017-2	95.5	97.0	10.9%	10.4%	-10.2%	3.0	9.25%	S/A	24 Jul 2017	2,000	Caa1/B-/B-
Ukraine, 2017 Infr. projects	87.5	89.8	13.0%	12.2%	-9.8%	3.2	8.375%	S/A	3 Nov 2017	568	Caa1//
Ukraine, 2018 Infr. projects	85.0	86.5	12.3%	11.8%	-9.7%	3.5	7.40%	S/A	20 Apr 2018	690	Caa1//
Ukraine, 2020	89.9	91.4	9.9%	9.6%	-12.0%	5.0	7.75%	S/A	23 Sept 2020	1,500	Caa1/B-/B-
Ukraine, 2021	89.9	91.4	10.0%	9.7%	-12.7%	5.2	7.95%	S/A	23 Feb 2021	1,500	Caa1/B-/B-
Ukraine, 2022	88.3	89.6	9.8%	9.6%	-11.9%	5.9	7.80%	S/A	28 Nov 2022	1,250	Caa1/B-/B-
Ukraine, 2023	87.2	88.6	9.6%	9.4%	-12.1%	6.4	7.50%	S/A	17 Apr 2023	1,250	Caa1/B-/B-
<b>Corporate Eurobonds</b>											
Agroton, 2014	50.0	54.8	32.2%	28.7%	n/a	3.0	8.00%	S/A	14 Jul 2019	50	/CCC/RD
MHP, 2015	100.0	101.2	10.8%	10.3%	-4.6%	1.3	10.25%	S/A	29 Apr 2015	235	Caa1//B-
MHP, 2020	83.2	84.9	12.1%	11.7%	-16.0%	4.6	8.25%	S/A	2 Apr 2020	750	/B-/B-
Avangardco, 2015	99.0	101.0	11.0%	9.8%	4.5%	1.7	10.00%	S/A	29 Oct 2015	200	//B-
UkrLandFarming, 2018	90.3	92.0	13.9%	13.4%	-8.9%	3.3	10.88%	S/A	26 Mar 2018	275	/B-/B-
Mriya, 2016	99.9	100.9	11.4%	10.9%	-2.5%	2.0	10.95%	S/A	30 Mar 2016	72	/B-/B-
Mriya, 2018	84.2	86.1	14.4%	13.8%	-14.9%	3.4	9.45%	S/A	19 Apr 2018	400	/B-/B-
DTEK, 2015	99.5	100.1	10.4%	9.9%	-1.5%	1.3	9.50%	S/A	28 Apr 2015	200	Caa1//B-
DTEK, 2018	88.8	90.0	11.2%	10.8%	-10.6%	3.5	7.88%	S/A	4 Apr 2018	750	Caa1//B-
Metinvest, 2015	100.1	100.7	10.6%	10.2%	-3.3%	1.4	10.25%	S/A	20 May 2015	500	Caa1//B-
Metinvest, 2018	88.4	90.3	12.5%	11.8%	-7.8%	3.3	8.75%	S/A	14 Feb 2018	750	Caa1//B-
Ferrexpo, 2016	94.1	95.2	11.1%	10.4%	-2.9%	2.1	7.875%	S/A	07 Apr 2016	500	/B-/B-
UZ Rail, 2018	83.8	85.2	14.5%	14.0%	-15.5%	3.4	9.50%	S/A	21 May 2018	500	/B-/B-
Interepipe, 2017	77.0	80.1	19.6%	17.8%	-3.8%	2.7	10.25%	S/A	2 Aug 2017	200	/NR/C
JKX Oil&Gas, 2018	109.7	111.3	8.4%	8.0%	10.5%	3.5	8.00%	S/A	19 Feb 2018	40	//
<b>Bank Eurobonds</b>											
Fin&Credit Bank, 2014	91.5	93.5	n/a	109.1%	44.5%	0.1	10.50%	S/A	25 Jan 2014	100	Caa1//
PUMB, 2014	97.9	99.3	14.8%	13.2%	-3.5%	1.0	11.00%	Q	31 Dec 2014	275	B//
Nadra Bank, 2017	80.0	82.5	23.3%	21.0%	-3.8%	2.9	8.00%	A	22 Jun 2017	175	//
PrivatBank, 2015	88.8	90.6	17.7%	16.3%	-5.4%	1.6	9.38%	S/A	23 Sept 2015	200	Caa1//
PrivatBank, 2016	68.6	73.2	25.6%	22.0%	-8.1%	1.7	8.75%	S/A	9 Feb 2016	150	Caa1//
PrivatBank, 2018	85.0	87.5	15.8%	14.9%	-13.8%	3.1	10.88%	S/A	28 Feb 2018	175	Caa1//B-
UkrEximBank, 2015	89.9	91.5	17.5%	16.0%	-9.2%	1.3	8.38%	S/A	27 Apr 2015	750	Caa1//B-
UkrEximBank, 2016	79.3	81.2	18.2%	16.8%	-4.8%	1.8	8.40%	S/A	2 Sept 2016	125	Caa1//B-
UkrEximBank, 2018	81.1	83.0	15.0%	14.3%	-17.9%	3.2	8.75%	S/A	22 Jan 2018	500	Caa1//B-
VAB Bank, 2014	87.0	89.0	48.5%	41.8%	57.1%	0.5	10.50%	Q	14 Jun 2014	125	Caa1//WD
Oschadbank, 2016	86.6	88.0	16.1%	15.2%	-8.2%	1.9	8.25%	S/A	10 Mar 2016	700	Caa1//B-
Oschadbank, 2018	81.4	83.3	14.8%	14.2%	-17.7%	3.3	8.88%	S/A	20 Mar 2018	500	Caa1//B-
<b>Municipal Eurobonds</b>											
City of Kyiv, 2015	86.0	87.6	17.3%	16.2%	-7.2%	1.7	8.00%	S/A	6 Nov 2015	250	Caa1/B-/
City of Kyiv, 2016	85.1	87.1	16.5%	15.5%	-7.9%	2.1	9.375%	S/A	30 Jun 2016	300	Caa1/B-/

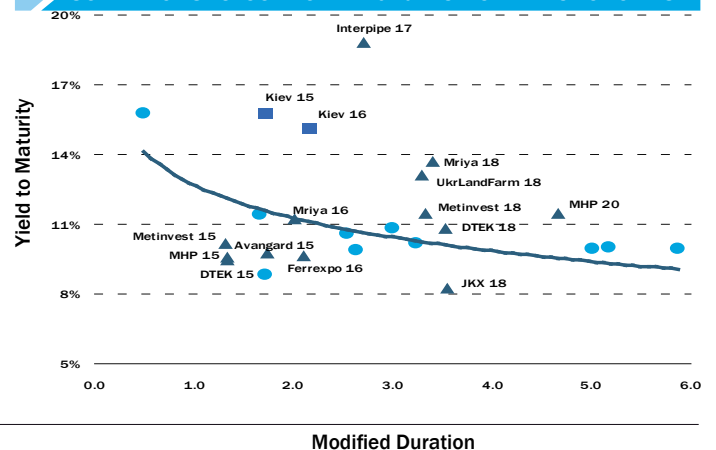
<sup>1</sup> Moody's/S&P/Fitch; \* EUR

Source: Bloomberg, Cbonds, Eavex Research

SOVEREIGNS vs. BANKING EUROBONDS



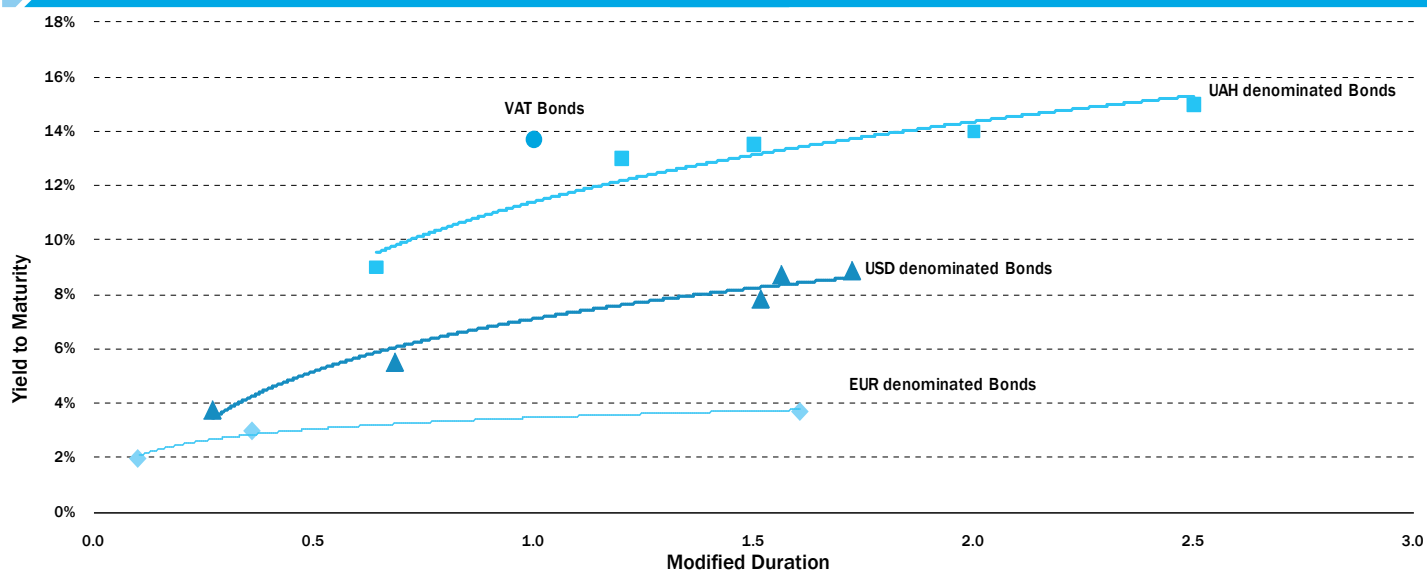
SOVEREIGNS vs. CORPORATE AND MUNICIPAL EUROBONDS



**UKRAINIAN DOMESTIC BONDS**

Issue	Price (Bid)	Price (Ask)	YTM (Bid)	YTM (Ask)	Modified Duration	Coupon	Coupon Period	Maturity Date	Volume mn USD
<b>UAH denominated Bonds</b>									
UA4000115117			12.5%	11.5%	n/a	10.75%	S/A	26 Mar 2014	187
UA4000141592			13.5%	12.0%	n/a	14.30%	S/A	20 May 2015	31
UA4000142665			19.0%	17.0%	n/a	14.30%	S/A	24 May 2017	184
<b>USD denominated Bonds</b>									
UA4000138002	n/a	n/a	6.0%	4.5%	n/a	9.30%	S/A	27 Nov 2013	86
UA4000140362	n/a	n/a	8.3%	8.0%	n/a	9.20%	S/A	21 May 2014	171
UA4000142699	n/a	n/a	9.4%	8.4%	n/a	9.45%	S/A	22 Apr 2015	312
UA4000141071	n/a	n/a	9.6%	8.5%	n/a	9.45%	S/A	27 May 2015	152
UA4000142673	n/a	n/a	9.6%	8.5%	n/a	4.50%	S/A	17 Jun 2015	175
<b>EUR denominated Bonds</b>									
UA4000138846	n/a	n/a	5.0%	4.9%	n/a	4.80%	S/A	25 Dec 2013	70
UA4000142681	n/a	n/a	5.4%	5.3%	n/a	4.80%	S/A	6 May 2015	40
<b>VAT Bonds</b>									
UA4000082531			14.3%	13.8%	n/a	5.50%	S/A	21 Aug 2015	141
UA4000082622			14.3%	13.8%	n/a	5.50%	S/A	24 Aug 2015	571
UA4000083059			14.3%	13.8%	n/a	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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