

Market Update

Equity

Ukraine's local equity benchmark ended a 5-session run of declines on Thursday (Dec 26) after the main Asian indices in Tokyo and Hong Kong had finished up by 1% each; most European bourses were shut, while in the US, the S&P 500 and DJIA were edging further into record-high territory on modest gains. The UX index picked up 0.8%, ending at 891 points. Top liquid issues CentrEnerg (CEEN) and Motor Sich (MSICH) rose by 2.0% and 0.6% respectively on combined turnover of UAH 2.1mn, and Azovstal (AZST) added 1.7%, albeit on negligible volume. Alchevsk Steel (ALMK) continued to slide, dropping another 0.8% to 3.81 kopecks, which is just above the stock's post-2009 low. Outside the UX basket, Metinvest-controlled iron ore miner Centralny GOK (CGOK) appreciated by 3.2%, registering a last deal at UAH 6.49.

Fixed Income

Ukrainian sovereigns were down with Ukraine-23s declining by 0.5p.p. to 89.7/91.2 (9.2%/8.9%). Corporate names also slightly decreased. UkrLandFarming-18s and Metinvest-15s edged down by 0.1p.p. closing at 89.3/90.9 (14.3%/13.8%) and 101.6/102.3 (9.5%/9.0%), respectively.

Volume Leaders	Ticker	Last, UAH	1D ch	Volume, UAH mn	Number of Trades
Motor Sich	MSICH	1727.00	0.6%	1.2	56
Centrenerg	CEEN	4.68	2.0%	0.8	56
Oranta	SORN	1.300	-50.0%	0.7	23

Growth Leaders

Interpipe NMPP	NVTR	0.21	5.0%	0.14	12
Mariupol Ilyicha	MMKI	0.08	3.9%	0.11	53
Centrenerg	CEEN	4.68	2.0%	0.82	56

Loss Leaders

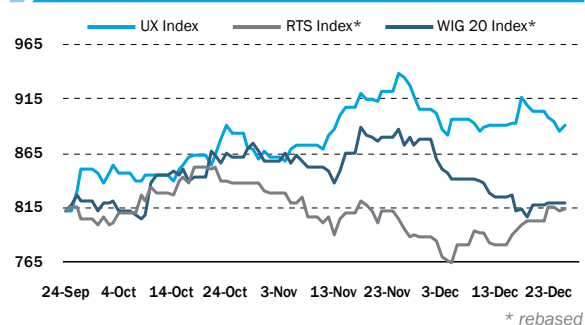
Oranta	SORN	1.30	-50.0%	0.676	23
Zaporizhkoks	ZACO	1.50	-48.3%	0.452	24
Luhanskteplovoz	LTPL	1.36	-7.8%	0.018	9

Highlights

POLITICS AND ECONOMICS

- > Klitschko Leads Opposition Candidates in Presidential Poll

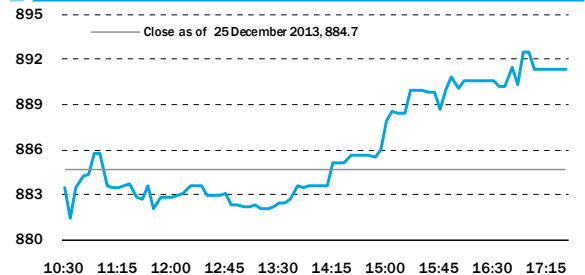
STOCK MARKET PERFORMANCE



MARKET INDEXES

	Last	1D ch	1M ch	YTD
UX	891.4	0.8%	-5.1%	-6.2%
RTS	1448.3	0.1%	1.0%	-5.2%
WIG20	2414.2	0.0%	-7.7%	-6.5%
MSCI EM	993.2	-0.2%	-1.7%	-5.9%
S&P 500	1842.0	0.5%	2.2%	31.3%

UX INTRADAY DECEMBER 26, 2013



FIXED INCOME

	Last	1D ch	1M ch	YTD
EMBI+Global	324.6	-0.1%	-6.7%	19.8%
CDS 5Y UKR	799.9	0.0%	-13.7%	28.0%
Ukraine-17	9.1%	0.0 p.p.	-0.9 p.p.	2.1 p.p.
Naftogaz Ukr-14	9.8%	-0.1 p.p.	-4.9 p.p.	2.2 p.p.
Ukraine-23	9.0%	0.1 p.p.	-0.4 p.p.	1.5 p.p.
Privatbank-16	24.7%	1.9 p.p.	1.4 p.p.	9.4 p.p.

CURRENCY

	Last, UAH	1D ch	1M ch	YTD
USD	8.22	0.5%	0.1%	2.0%
EUR	11.26	0.4%	1.5%	5.4%
RUB	0.25	0.6%	0.9%	-5.1%

COMMODITIES

	Last	1D ch	1M ch	YTD
Wheat, USD/t*	287.4	0.0%	6.4%	-17.5%
Steel, USD/t	532.5	0.0%	1.4%	0.0%
Oil, USD/bbl	112.0	0.1%	1.4%	6.7%
Gold, USD/oz	1210.6	0.5%	-3.3%	-26.9%

*Ukraine FOB

Source: Bloomberg, Ukrainian Exchange

Klitschko Leads Opposition Candidates in Presidential Poll

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NEWS

UDAR party leader Vitaliy Klitschko holds a large lead over all other potential opposition presidential candidates, with double the support of his nearest rival, a new poll by the “Rating” agency published on Wednesday (Dec 25) indicated. Klitschko, whom 18.6% of those polled said they would vote for in the first round of the presidential election, had double the support of his nearest rival, Arseniy Yatseniuk, who was at 9.4%. Pro-Europe oligarch Petro Poroshenko was next at 7.1%. President Yanukovich had a small lead over Klitschko as the top first-round vote-getter, registering 20.2%, but a parallel Rating poll suggested that the President currently trails Klitschko by more than 20 percentage points in a potential second-round (runoff) matchup. The poll sampled a reported 3,200 respondents from Dec 7-17 (note: unlike in Western political polling, Ukrainian polls include respondents who say they do not intend to vote; therefore, support figures for the politicians among “likely voters” are higher than the figures given in the poll). The first round of Ukraine’s presidential election is due in March 2015.

COMMENTARY

The “Rating” agency is not one of Ukraine’s most reputable polling organizations, but, taking the results at face value, the poll confirms what many analysts have been observing anecdotally this month: Klitschko is outperforming his potential rivals from the opposition in the EuroMaidan protests in terms of the impression he is making on Ukraine’s pro-European electorate. The problem for Klitschko is that Yanukovich has already identified him as his most dangerous opponent, and has moved to disqualify him from the race based on a new residency law passed by Parliament (Klitschko has homes in Hamburg and Los Angeles). At this point, it is unclear how Klitschko and his party intend to combat a move to bar him from running. Another major question mark is how, without a formal primary mechanism in place, the opposition will choose its candidate; in past years, the first round of voting has served as a de-facto primary. We believe that without another U-turn on his European policy, Yanukovich will have very little chance to defeat pro-European candidates Klitschko, Yatseniuk, or Poroshenko in a runoff without resorting to wholesale election fraud.

EAVEX RECOMMENDATIONS

Name	Ticker	Price, per share	Target price, per share	Upside, %	Rating	Commentary
Steel&Pipes						
Azovstal	AZST	0.66	0.56	-16%	SELL	Non-transparent reporting practices detrimentally affect Azovstal's reported earnings.
Iron Ore						
Ferrexpo	FXPO LN	184.0	218.0	18%	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	6.49	10.6	64%	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.
Coke						
Avdyivka Coke	AVDK	3.00	6.2	108%	BUY	AVDK's order book is secure thanks to its integration with Metinvest, Ukraine's largest M&M holding.
Yasynivsky Coke	YASK	0.53	3.4	554%	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	0.35	2.9	741%	BUY	We expect Pokrovske Mine to double its coking coal extraction to 9.5mn tonnes over 2010-15.
Railcar Manufacturing						
Krukiv Wagon	KVBZ	16.3	U/R	--	U/R	
LuganskTeplovoz	LTPL	1.36	5.2	286%	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	1727	5250	204%	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.
Oil & Gas						
Concern Galnaftogaz	GLNG	0.15	0.24	60%	BUY	Galnaftogaz is pursuing a plan to aggressively expand its filling station network.
Regal Petroleum	RPT	12.5	42.0	236%	BUY	We assume that Regal will be able to produce 5,200 boepd in 2014, generating USD 116mn in sales.
JKX Oil & Gas	JKX	71.9	370	415%	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.
Power Utilities						
DonbasEnergO	DOEN	27.0	72.0	167%	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	4.68	15.00	221%	BUY	CenterEnergO's privatization has been postponed, but the company retains a strong fundamental value due to its large installed electricity generation capacity.
Consumer						
MHP	MHPC	17.0	22.10	30%	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	63.0	90.0	43%	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	11.7	19.35	66%	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	93.0	109.50	18%	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	891.40	1061.97	781.22	0.8%	-2.0%	-5.1%	-6.2%	0.0%	0.0%	0.0%	0.0%
Steel												
Alchevsk Steel	ALMK	0.038	0.06	0.02	-0.8%	-4.8%	-9.1%	-28.7%	-1.5%	-2.7%	-4.0%	-22.4%
Azovstal	AZST	0.66	0.90	0.31	2.2%	-5.3%	-7.9%	-10.1%	1.4%	-3.2%	-2.8%	-3.9%
Dniprospezstal	DNSS	1,300	n/a	n/a	0.0%	0.0%	0.0%	30.1%	-0.8%	2.0%	5.1%	36.4%
Enakievo Steel	ENMZ	32.9	49.9	20.0	1.3%	-0.1%	-4.7%	-13.5%	0.6%	2.0%	0.4%	-7.2%
Arcelor Mittal KR	KSTL	1.15	n/a	n/a	0.0%	n/a	n/a	n/a	-0.8%	n/a	n/a	n/a
Mariupol Ilyicha	MMKI	0.08	0.26	0.05	0.0%	-27.3%	-50.0%	-63.6%	-0.8%	-25.2%	-44.9%	-57.4%
Coke												
Avdivka Coke	AVDK	3.00	4.80	1.60	-0.4%	-2.4%	-8.6%	-8.3%	-1.1%	-0.3%	-3.5%	-2.1%
Yasnyivsky Coking	YASK	0.53	0.85	0.49	0.0%	0.0%	-5.4%	-20.9%	-0.8%	2.0%	-0.3%	-14.7%
Iron Ore Mining												
Centralny GOK	CGOK	6.49	7.74	5.00	0.0%	0.0%	1.4%	-5.9%	-0.8%	2.0%	6.5%	0.3%
Ferrexpo	FXPO	3.01	4.58	2.02	0.0%	0.6%	6.6%	-25.1%	-0.8%	2.7%	11.8%	-18.9%
Pivnichny GOK	SGOK	8.00	10.00	5.77	0.0%	-0.7%	-1.2%	7.5%	-0.8%	1.3%	3.9%	13.8%
Coal Mining												
Pokrovske Mine	SHCHZ	0.35	0.71	0.10	-5.4%	-18.6%	-35.2%	-44.4%	-6.2%	-16.6%	-30.1%	-38.2%
Komsomolets Donbasa	SHKD	0.62	1.25	0.27	0.0%	8.8%	1.6%	-47.5%	-0.8%	10.8%	6.7%	-41.2%
Energy Coal	CLE	0.32	4.57	0.31	0.0%	-8.3%	-53.7%	-89.8%	-0.8%	-6.3%	-48.6%	-83.5%
Mining Machinery												
Svitlo Shakhtara	HMBZ	0.46	n/a	n/a	0.0%	0.0%	0.0%	-20.7%	-0.8%	2.0%	5.1%	-14.5%
Pipe Manufacturing												
Khartsyzk Pipe	HRTR	0.55	0.86	0.30	0.0%	-6.8%	10.0%	-21.4%	-0.8%	-4.7%	15.1%	-15.2%
Interpipe NMPP	NVTR	0.21	0.29	0.10	5.0%	10.5%	-16.0%	-4.5%	4.2%	12.6%	-10.9%	1.7%
Railcar Manufacturing												
Kryukiv Wagon	KVBZ	16.3	29.0	12.0	-0.7%	-2.5%	-5.4%	-16.2%	-1.4%	-0.4%	-0.3%	-10.0%
Luhanskeplovoz	LTPL	1.36	2.20	1.26	-7.5%	0.0%	-15.0%	-27.3%	-8.2%	2.0%	-9.9%	-21.0%
Stakhanov Wagon	SVGZ	1.20	1.95	1.00	-5.5%	-8.4%	-9.1%	-30.6%	-6.3%	-6.4%	-4.0%	-24.4%
Specialized Machinery												
Bogdan Motors	LUAZ	0.03	0.08	0.02	0.0%	-8.2%	-14.0%	-42.6%	-0.8%	-6.2%	-8.9%	-36.4%
Motor Sich	MSICH	1,727	2,640	1,303	0.6%	1.6%	5.4%	-21.9%	-0.1%	3.6%	10.5%	-15.6%
Sumy Frunze Engineering	SMASH	2.41	4.00	1.20	-19.4%	-3.6%	0.8%	60.7%	-20.2%	-1.6%	5.9%	66.9%
Turboatom	TATM	3.50	n/a	n/a	0.0%	0.0%	0.0%	n/a	-0.8%	2.0%	5.1%	n/a
WESTA ISIC	WES	0.16	0.26	0.16	0.0%	-3.6%	-13.3%	-31.4%	-0.8%	-1.5%	-8.2%	-25.2%
Telecom												
Ukrtelecom	UTLM	0.11	0.17	0.09	-14.7%	-8.5%	-21.5%	-31.3%	-15.5%	-6.4%	-16.4%	-25.0%
Oil & Gas												
Regal Petroleum	RPT	0.20	0.59	0.20	0.0%	4.1%	-18.2%	-62.2%	-0.8%	6.2%	-13.1%	-56.0%
JXX Oil	JKX	1.18	1.26	0.75	0.0%	0.5%	-0.9%	-1.6%	-0.8%	2.5%	4.2%	4.6%
Ukrnafta	UNAF	106	280	96	-0.3%	0.1%	-5.5%	-11.0%	-1.0%	2.1%	-0.4%	-4.7%
Power Utilities												
Centrenerg	CEEN	4.68	7.40	2.50	2.0%	-3.1%	-9.2%	-26.3%	1.3%	-1.0%	-4.1%	-20.1%
Donbasenergo	DOEN	27.0	34.0	15.4	-0.6%	-2.6%	-5.1%	27.3%	-1.4%	-0.6%	0.0%	33.5%
Zakhidenergo	ZAEN	89.3	115.0	64.0	-0.2%	3.8%	3.7%	-7.9%	-1.0%	5.9%	8.8%	-1.7%
Consumer												
Agroton	AGT	0.64	3.6	0.36	0.0%	-2.2%	-10.2%	-80.2%	-0.8%	-0.2%	-5.1%	-74.0%
Astarta	AST	20.8	24.4	14.5	0.0%	-0.5%	-4.0%	16.3%	-0.8%	1.6%	1.1%	22.6%
Avangardo	AVGR	11.7	13.0	7.61	0.0%	1.7%	-5.0%	3.2%	-0.8%	3.7%	0.1%	9.4%
Industrial Milk Company	IMC	3.95	5.31	3.63	0.0%	-3.3%	-12.7%	-25.5%	-0.8%	-1.3%	-7.6%	-19.3%
Kernel	KER	13.0	22.6	11.8	0.0%	9.4%	-9.7%	-40.2%	-0.8%	11.5%	-4.6%	-34.0%
Mriya Agro Holding	MAYA	7.81	8.2	5.36	0.0%	11.9%	19.7%	20.4%	-0.8%	13.9%	24.8%	26.6%
MHPC	MHPC	17.0	19.9	14.15	0.0%	0.0%	-0.7%	11.5%	-0.8%	2.0%	4.4%	17.7%
Milkiland	MLK	4.17	5.2	3.11	0.0%	-0.3%	1.8%	-11.4%	-0.8%	1.7%	6.9%	-5.2%
Ovostar Union	OVO	30.6	33.3	21.3	0.0%	4.8%	-0.4%	6.1%	-0.8%	6.9%	4.7%	12.3%
Sintal	SNPS	n/a	0.28	0.28	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
MCB Agricole	4GW1	n/a	0.57	0.57	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Chemicals												
Stirol	STIR	12.5	15.9	7.1	0.0%	-3.3%	-16.7%	-6.7%	-0.8%	-1.2%	-11.6%	-0.5%
Banks												
Raiffeisen Bank Aval	BAVL	0.113	0.128	0.077	-1.1%	-3.4%	-9.2%	31.3%	-1.9%	-1.3%	-4.1%	37.5%
UkrSotsbank	USCB	0.185	0.257	0.107	2.2%	0.1%	-4.5%	43.4%	1.5%	2.1%	0.6%	49.6%

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%
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			
Steel																		
Alchevsk Steel	ALMK	120	3.9%	5	1,535	3.3	neg	neg	10.6	neg	neg	0.7	0.9	0.9	529	456	411	\$/tonne
Yenakievo Steel	ENMZ	42	8.8%	4	35	1.4	4.9	neg	neg	neg	neg	0.0	0.0	0.0	14	13	13	\$/tonne
Azovstal	AZST	340	4.1%	14	318	neg	neg	neg	neg	neg	neg	0.1	0.1	0.1	57	54	51	\$/tonne
Coke																		
Avdyivka Coke	AVDK	71	7.5%	5	69	neg	neg	neg	11.3	neg	neg	0.0	0.1	0.1	20	15	12	\$/tonne
Yasynivsky Coke	YASK	18	9.0%	2	47	1.2	1.6	1.6	1.6	1.6	1.7	0.1	0.1	0.1	1.6	1.6	1.7	\$/tonne
Iron Ore Mining																		
Centralny GOK	CGOK	926	0.5%	5	925	2.9	9.7	8.9	1.9	3.9	4.6	1.2	1.6	1.8				
Pivnichny GOK	SGOK	2,244	0.5%	12	2,369	2.9	5.1	6.3	2.0	2.9	3.7	1.3	1.6	1.8				
Ferrexpo	FXPO	1,773	24.0%	426	2,024	3.1	8.2	6.7	2.5	5.0	4.5	1.1	1.4	1.3				
Coal Mining																		
Komsomolets Donbasa	SHKD	25	5.4%	1	127	1.6	0.7	0.7	1.9	1.3	1.4	0.7	0.5	0.5	31	30	28	\$/tonne
Coal Energy	CLE	14	11.9%	2	40	0.4	0.4	0.3	0.8	0.6	0.6	0.3	0.2	0.2	0.8	0.6	0.6	\$/tonne
Pipe Manufacturing																		
Khartsyzk Pipe	HRTR	174	2.0%	3	217	1.8	5.2	5.1	1.5	2.9	2.8	0.3	0.3	0.3	344	570	541	\$/tonne
Railcar Manufacturing																		
LuganskTeplovoz	LTPL	36	24.0%	9	36	4.0	5.3	4.5	2.6	2.9	2.4	0.2	0.2	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	33	8.0%	3	72	1.7	>30	11.5	2.2	10.1	6.6	0.2	0.2	0.2				
Specialized Machinery																		
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	437	24.0%	105	447	2.6	1.8	1.6	1.6	1.4	1.4	0.6	0.5	0.5				
Telecom																		
Ukrtelecom	UTLM	251	7.2%	18	587	neg	5.5	5.2	2.8	2.9	2.8	0.7	0.7	0.8				
Oil & Gas																		
Ukrnafta	UNAF	697	3.0%	21	687	2.6	2.2	3.1	1.6	1.4	1.6	0.2	0.2	0.3	n/a	n/a	n/a	\$/boe
Regal Petroleum	RPT	66	49.0%	32	48	10.3	5.5	2.7	neg	2.1	1.3	2.5	1.0	0.6	n/a	n/a	n/a	\$/boe
JKX Oil & Gas	JKX	202	50.4%	102	310	3.4	5.0	4.0	2.7	2.1	2.1	1.3	1.4	1.2	82	57	43	\$/boe
Electric Utilities																		
CentrEnergO	CEEN	210	21.7%	46	293	>30	7.3	6.3	6.0	4.8	4.3	0.3	0.3	0.3	20	20	16	\$/MWh
DonbasEnergO	DOEN	78	14.2%	11	134	neg	20.3	7.7	6.5	7.8	5.6	0.3	0.2	0.2	17	16	15	\$/MWh
Consumer																		
MHP	MHPC	1,796	34.1%	613	2,841	6.9	5.8	6.6	7.1	6.1	5.4	2.3	2.0	1.9	8877	8877	8877	\$/tonne
Kernel	KER	954	61.8%	589	1,565	4.2	4.5	4.9	5.1	4.9	4.6	0.8	0.7	0.6				
Astarta	AST	519	31.0%	161	666	4.6	10.4	8.8	4.6	6.8	5.5	1.7	1.5	1.2	3376	2055	1707	\$/tonne
Avangardco	AVGR	747	22.5%	168	895	3.8	3.3	3.2	3.6	3.2	3.1	1.6	1.4	1.3	202	154	145	\$/mneegs
Agroton	AGT	14	44.6%	6	47	neg	0.7	0.7	2.5	1.5	1.4	0.4	0.5	0.4	0.4	n/a	n/a	\$/th/ha
Banks																		
						P/E			P/Book			P/Assets						
Raiffeisen Bank Aval	BAVL	411	4.0%	17		>30	>30	14.4	0.5	0.5	0.4	0.06	0.06	0.06				
Ukrsotsbank	USCB	415	1.6%	7		>30	>30	21.8	0.5	0.5	0.5	0.06	0.06	0.06				

Source: Eavex Research

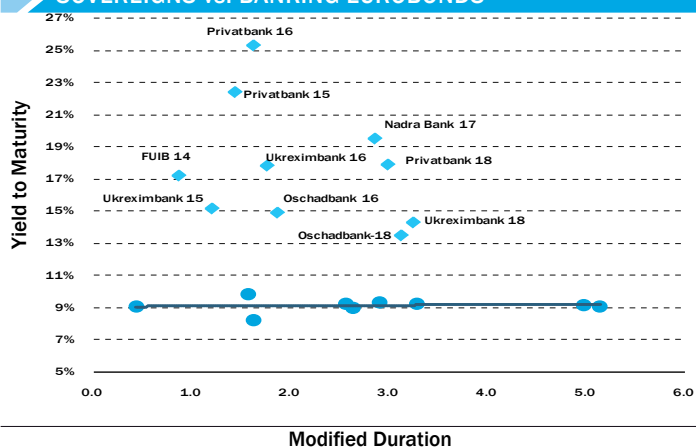
UKRAINIAN EUROBONDS

Issue	Price (Bid)	Price (Ask)	YTM (Bid)	YTM (Ask)	Price chg. (YTD)	Modified Duration	Coupon	Coupon Period	Maturity Date	Volume USD mn	Ratings ¹
Sovereign Eurobonds											
Ukraine, 2014	99.5	100.5	9.9%	7.2%	-2.3%	0.4	7.95%	S/A	6 Apr. 2014	1,000	Caa1/B-/B-
Naftogaz Ukraine, 2014	99.3	100.2	11.9%	10.3%	-3.2%	0.7	9.50%	S/A	30 Sept 2014	1,595	//B-
Ukraine, 2015 (EUR)	95.0	97.0	8.3%	7.0%	-1.5%	1.6	4.95%	A	13 Oct 2015	600*	Caa1/B-/B-
Ukraine, 2015	96.9	98.4	9.2%	8.2%	-3.6%	1.6	6.875%	S/A	23 Sept 2015	500	Caa1/B-/B-
Ukraine, 2016	93.4	94.4	9.4%	8.9%	-6.0%	2.5	6.58%	S/A	21 Nov 2016	1,000	Caa1/B-/B-
Ukraine, 2016-2	93.6	94.9	8.9%	8.3%	-5.4%	2.6	6.25%	S/A	17 Jun 2016	1,250	Caa1/B-/B-
Ukraine, 2017	91.8	93.3	9.4%	8.9%	-6.7%	3.3	6.75%	S/A	14 Nov 2017	700	Caa1/B-/B-
Ukraine, 2017-2	98.8	99.4	9.8%	9.6%	-7.6%	2.9	9.25%	S/A	24 Jul 2017	2,000	Caa1/B-/B-
Ukraine, 2017 Infr. projects	81.8	83.5	15.6%	14.9%	-15.9%	3.0	8.375%	S/A	3 Nov 2017	568	Caa1//
Ukraine, 2018 Infr. projects	77.8	79.3	15.3%	14.7%	-17.4%	3.3	7.40%	S/A	20 Apr 2018	690	Caa1//
Ukraine, 2020	92.1	93.6	9.5%	9.1%	-9.8%	4.9	7.75%	S/A	23 Sept 2020	1,500	Caa1/B-/B-
Ukraine, 2021	92.7	94.2	9.4%	9.1%	-10.0%	5.1	7.95%	S/A	23 Feb 2021	1,500	Caa1/B-/B-
Ukraine, 2022	90.2	91.5	9.5%	9.2%	-10.0%	6.1	7.80%	S/A	28 Nov 2022	1,250	Caa1/B-/B-
Ukraine, 2023	89.7	91.2	9.2%	8.9%	-9.5%	6.3	7.50%	S/A	17 Apr 2023	1,250	Caa1/B-/B-
Corporate Eurobonds											
Agroton, 2014	50.0	54.4	32.7%	29.4%	n/a	2.9	8.00%	S/A	14 Jul 2019	50	/CCC/RD
MHP, 2015	103.0	104.0	8.3%	7.9%	-1.9%	1.2	10.25%	S/A	29 Apr 2015	235	Caa1//B-
MHP, 2020	88.5	89.9	10.8%	10.5%	-10.8%	4.6	8.25%	S/A	2 Apr 2020	750	/B-/B-
Avangardco, 2015	99.0	101.0	11.2%	9.8%	n/a	1.6	10.00%	S/A	29 Oct 2015	200	//B-
UkrLandFarming, 2018	89.3	90.9	14.3%	13.8%	-9.9%	3.1	10.88%	S/A	26 Mar 2018	275	/B-/B-
Mriya, 2016	99.2	100.9	12.0%	11.0%	-2.9%	1.9	10.95%	S/A	30 Mar 2016	72	/B-/B-
Mriya, 2018	86.2	87.8	13.8%	13.2%	-13.0%	3.3	9.45%	S/A	19 Apr 2018	400	/B-/B-
DTEK, 2015	101.5	102.4	8.8%	8.0%	0.6%	1.2	9.50%	S/A	28 Apr 2015	200	Caa1//B-
DTEK, 2018	93.7	94.7	9.7%	9.4%	-5.8%	3.4	7.88%	S/A	4 Apr 2018	750	Caa1//B-
Metinvest, 2015	101.6	102.3	9.5%	9.0%	-1.6%	1.3	10.25%	S/A	20 May 2015	500	Caa1//B-
Metinvest, 2018	94.0	95.8	10.7%	10.1%	-2.1%	3.2	8.75%	S/A	14 Feb 2018	750	Caa1//B-
Ferrexpo, 2016	97.1	98.7	9.6%	8.7%	0.5%	2.0	7.875%	S/A	07 Apr 2016	500	/B-/B-
UZ Rail, 2018	91.0	92.2	12.2%	11.8%	-8.4%	3.4	9.50%	S/A	21 May 2018	500	/B-/B-
Interepipe, 2017	77.0	80.1	20.0%	18.1%	-3.8%	2.6	10.25%	S/A	2 Aug 2017	200	/NR/C
JKX Oil&Gas, 2018	109.6	111.8	8.5%	7.9%	10.7%	3.4	8.00%	S/A	19 Feb 2018	40	//
Bank Eurobonds											
Fin&Credit Bank, 2014	88.0	98.0	n/a	n/a	45.3%	n/a	10.50%	S/A	25 Jan 2014	100	Caa1//
PUMB, 2014	98.0	100.0	15.4%	12.8%	-3.1%	0.9	11.00%	Q	31 Dec 2014	275	B//
Nadra Bank, 2017	79.1	81.7	25.3%	22.7%	-3.8%	2.8	8.00%	A	22 Jun 2017	175	//
PrivatBank, 2015	88.6	90.0	18.6%	17.4%	-5.8%	1.5	9.38%	S/A	23 Sept 2015	200	Caa1//
PrivatBank, 2016	65.6	75.0	29.3%	21.5%	-8.9%	1.6	8.75%	S/A	9 Feb 2016	150	Caa1//
PrivatBank, 2018	82.9	84.4	16.7%	16.2%	-16.4%	3.0	10.88%	S/A	28 Feb 2018	175	Caa1//B-
UkrEximBank, 2015	95.0	96.7	13.4%	11.7%	-4.1%	1.2	8.38%	S/A	27 Apr 2015	750	Caa1//B-
UkrEximBank, 2016	84.4	85.4	15.3%	14.6%	1.3%	1.8	8.40%	S/A	2 Sept 2016	125	Caa1//B-
UkrEximBank, 2018	88.4	90.1	12.5%	11.9%	-10.7%	3.1	8.75%	S/A	22 Jan 2018	500	Caa1//B-
VAB Bank, 2014	83.0	88.0	n/a	n/a	52.7%	n/a	10.50%	Q	14 Jun 2014	125	Caa1//WD
Oschadbank, 2016	92.0	93.9	13.1%	12.0%	-2.3%	1.9	8.25%	S/A	10 Mar 2016	700	Caa1//B-
Oschadbank, 2018	88.1	89.9	12.5%	12.0%	-11.0%	3.3	8.88%	S/A	20 Mar 2018	500	Caa1//B-
Municipal Eurobonds											
City of Kyiv, 2015	92.0	94.0	13.5%	12.2%	-0.6%	1.6	8.00%	S/A	6 Nov 2015	250	Caa1/B-/
City of Kyiv, 2016	92.0	93.8	13.2%	12.3%	-0.7%	2.1	9.375%	S/A	30 Jun 2016	300	Caa1/B-/

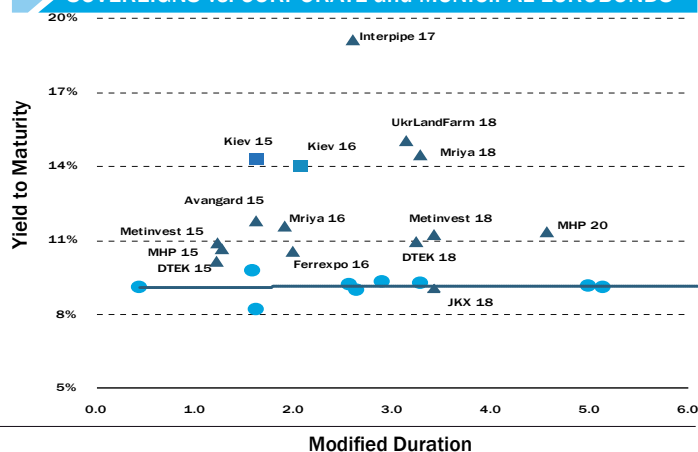
¹ Moody's/S&P/Fitch; * EUR

Source: Bloomberg, Cbonds, Eavex Research

SOVEREIGNS vs. BANKING EUROBONDS



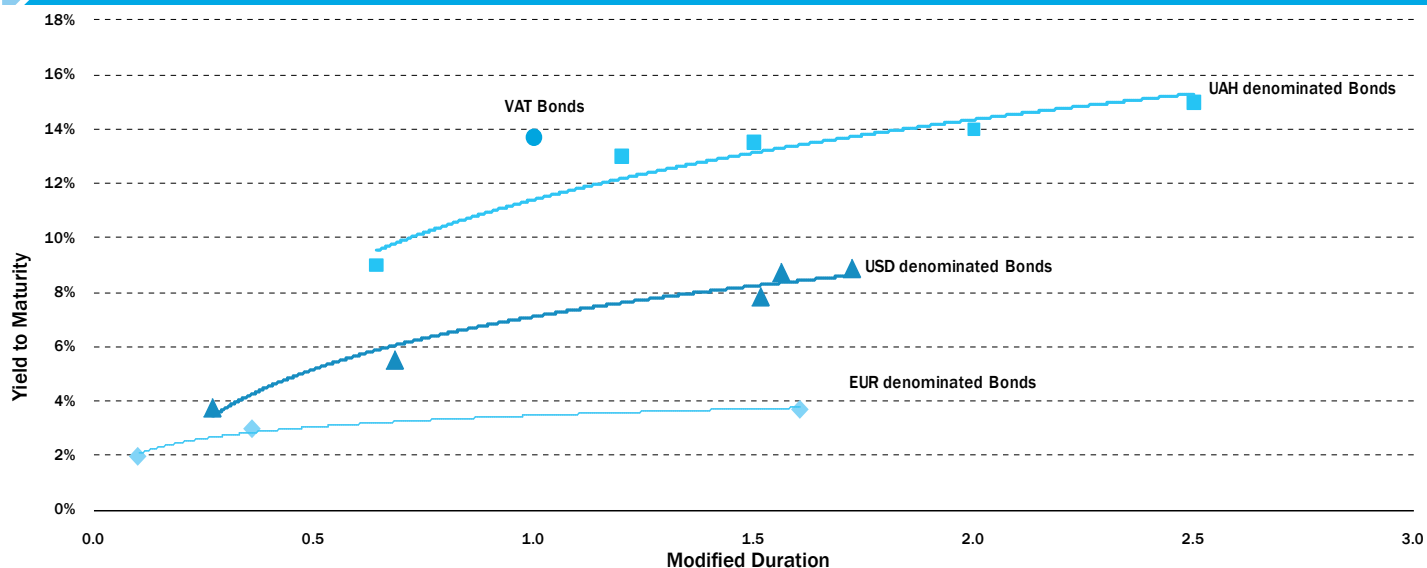
SOVEREIGNS vs. CORPORATE and MUNICIPAL EUROBONDS



UKRAINIAN DOMESTIC BONDS

Issue	Price (Bid)	Price (Ask)	YTM (Bid)	YTM (Ask)	Modified Duration	Coupon	Coupon Period	Maturity Date	Volume mn USD
UAH denominated Bonds									
UA4000115117			12.0%	8.0%	n/a	10.75%	S/A	26 Mar 2014	187
UA4000141592			15.0%	13.0%	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
USD denominated Bonds									
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
EUR denominated Bonds									
UA4000142681	n/a	n/a	5.4%	5.3%	n/a	4.80%	S/A	6 May 2015	40
VAT Bonds									
UA4000082531			15.5%	14.0%	n/a	5.50%	S/A	21 Aug 2015	141
UA4000082622			15.5%	14.0%	n/a	5.50%	S/A	24 Aug 2015	571
UA4000083059			15.5%	14.0%	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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