

Market Update

Equity

Kyiv-listed stocks finished mixed on Thursday (May 14) despite some notable intraday gains just after the opening. The UX index inched down 0.2% to close at 1064 points. Raiffeisen Aval (BAVL) took the most points off the gauge, dropping 1.6% to 9.60 kopecks per share. On the upside, Motor Sich (MSICH) climbed 0.8% to UAH 2768. CentrEnergO (CEEN) ended unchanged at UAH 8.20 as the market ignored yesterday's news about the government's intention to sell its 78% stake in the company. Meanwhile, in second-tier stocks, DniproEnergO (DNEN) rose 4.0% to UAH 500 on the nose. In London trading, Ukrainian names were mostly lower, with Ferrexpo (FXPO) and Avangard (AVGR) losing 4.1% and 5.4% respectively. In Warsaw, Astarta (AST) retreated by 4.7% to PLN 24.50 after the company reported a 30% YoY slide in its revenue for the first-quarter, and Kernel edged lower by 0.6%.

Fixed Income

Ukrainian sovereigns were slightly up on Thursday with Ukraine-23s rose by 0.3p.p. to 48.8/50.8 (21.2%/20.6%). Corporate names were mixed. MHP-20s grew by 0.4p.p. to 82.1/83.5 (13.4%/12.9%) while UkrLandfarming-18s declined by 1.4p.p. finishing at 49.0/51.3 (43.7%/41.5%).

Volume Leaders	Ticker	Last, UAH	1D ch	Volume, UAH mn	Number of Trades
Ukrnafta	UNAF	275.60	-0.6%	0.2	33
CentrenergO	CEEN	8.20	0.1%	0.2	48
Raiffeisen Bank Aval	BAVL	0.10	-1.6%	0.5	99

Growth Leaders

Avdyivka Coke	AVDK	1.35	-1.2%	0.00	12
DonbasenergO	DOEN	23.55	-120.0%	0.45	49
Azovstal	AZST	0.85	-0.4%	0.01	10

Loss Leaders

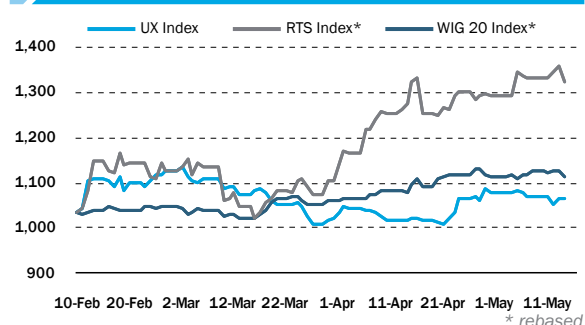
Ukrtelecom	UTLM	0.18	26.8%	0.038	8
Yenakievo Steel	ENMZ	17.45	2.3%	0.053	3
Alchevsk Steel	ALMK	0.02	-0.7%	0.002	4

Highlights

STOCKS IN THE NEWS

- > Gov't Puts CentrEnergO Back on Privatization List
- > Ovostar Union's Net Profit Up by 16% YoY in 1Q15

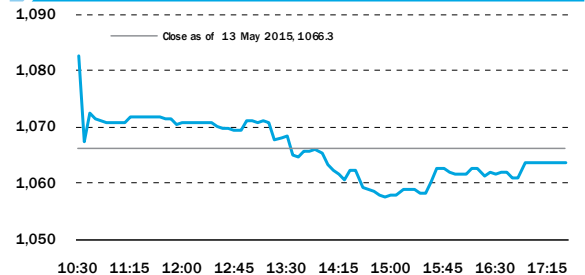
STOCK MARKET PERFORMANCE



MARKET INDEXES

	Last	1D ch	1M ch	YTD
UX	1063.8	-0.2%	4.7%	2.9%
RTS	1054.9	-2.5%	5.0%	33.4%
WIG20	2513.6	-1.1%	2.9%	8.5%
MSCI EM	1035.8	0.2%	-0.5%	8.3%
S&P 500	2121.1	1.1%	1.4%	3.0%

UX INTRADAY MAY 14, 2015



FIXED INCOME

	Last	1D ch	1M ch	YTD
EMBI+Global	367.8	1.8%	-3.8%	-9.0%
CDS 5Y UKR				
Ukraine-17	42.8%	0.5 p.p.	-9.0 p.p.	17.1 p.p.
Ferrexpo-16	28.1%	0.2 p.p.	-3.9 p.p.	-3.2 p.p.
Ukraine-23	20.6%	-0.1 p.p.	-3.9 p.p.	13.1 p.p.
Privatbank-16	171.6%	2.4 p.p.	-60.1 p.p.	86.2 p.p.

CURRENCY

	Last, UAH	1D ch	1M ch	YTD
USD	20.50	-1.0%	-9.1%	29.6%
EUR	23.39	-0.5%	-1.8%	22.2%
RUB	0.41	-1.2%	-4.2%	51.0%

COMMODITIES

	Last	1D ch	1M ch	YTD
Wheat, USD/t*	192.5	0.0%	-3.5%	-21.8%
Steel, USD/t	362.5	0.0%	-2.0%	-19.4%
Oil, USD/bbl	66.7	-0.8%	11.4%	12.7%
Gold, USD/oz	1221.1	0.4%	1.8%	3.1%

*Ukraine FOB

Source: Bloomberg, Ukrainian Exchange

Gov't Puts CentrEnergO Back on Privatization List

by Dmitry Churin
d.churin@eavex.com.ua

CENTRENERGO (CEEN UK)

Price: UAH 8.20 Market Cap: USD 150mn

	EV/S	P/E	EV/EBITDA	Div. Yield
2014	0.3	25.0	6.2	0.8%
2015E	0.5	neg	neg	0.0%

NEWS

CentrEnergO, Ukraine's second largest thermal electricity generator, has been put back on the government's privatization list for 2015 after having been removed from it earlier in the year, according to a Cabinet of Minister's order published on Thursday (May 14). The state owns a 78.3% stake in CentrEnergO. The privatization list for 2015 also includes 25% stakes in DonbasEnergO, DniproEnergO and ZakhidEnergO. The Cabinet of Ministers ordered the State Property Fund (SPF) to prepare auctions for all four companies.

COMMENTARY

Privatization of the state's majority stake in CentrEnergO has become a major political issue in recent years, as the company is the sole competition element in the de-facto DTEK private monopoly of Ukraine's thermal electricity market. The yet-to-be-determined levels of regulated electricity tariffs following IMF-mandated reforms is another issue complicating any estimation of CentrEnergO's fair value. At the current Ukrainian Exchange quotes of UAH 8.20 per share, the company is valued at just USD 150mn, while its total installed capacity of some 7700 MW implies a valuation of at least half a billion dollars, even taking into account the age of the generation facilities and the possible conflict escalation in separatist-occupied Eastern Ukraine. We remain skeptical regarding the government's ability to conduct a transparent and successful privatization auction for CentrEnergO in the current challenging economic situation, as it would be overoptimistic to expect the participation of a wide range of European energy majors in the sale. We view the news as NEUTRAL for the CEEN stock.

Ovostar Union's Net Profit Up by 16% YoY in 1Q15

by Ivan Dzvinka
i.dzvinka@eavex.com.ua

OVOSTAR UNION (OVO PW)

Price: PLN 76.75 Market Cap: USD 123mn

	EV/S	P/E	EV/EBITDA	Div. Yield
2014	1.8	4.8	4.5	0%
2015E	1.7	5.1	5.2	0%

NEWS

Ovostar, Ukraine's third largest egg producer, reported a drop in net revenue by 13% YoY to USD 17.1mn for 1Q15, according to the company's financial results released on Thursday (May 14). The company's sales on export markets grew to 25% of total sales in 1Q15 vs. 15% in 1Q14. Ovostar's operating profit was up by 3% to USD 8.3mn while EBITDA declined by 4% to USD 8.8mn over the period. The bottom line improved by 16% YoY to USD 9.1mn on the back of surge in financial income from USD 68,000 in 1Q14 to USD 1.12mn in 1Q15.

The company's net debt amounted to USD 8.5mn vs. USD 7.0mn as of end 2014 and USD 4.6mn as of end 1Q14. Net debt/EBITDA ratio stood at negligible level of 0.29x vs. 0.24x in the end 2014.

COMMENTARY

Growth in the share of export sales to 25% in 1Q15, low prices for fodder and no forex translation loss allowed the company to post a good set of 1Q15 earnings. Absence of FX loss was due to the fact that the company's debt is kept by its parent holding company. We note however that the growth in Ovostar's operating profit was attributed to the activities not directly related to operations in light of a 19% YoY decline in gross profit to USD 8.0mn in 1Q15. In particular, SG&A cost declined by 66% (USD 0.8mn) due to hryvnia devaluation while income from VAT subsidy surged 3.6x to USD 1.1mn. We stick to our HOLD recommendation for the OVO stock.

EAVEX RECOMMENDATIONS

Name	Ticker	Price, per share	Target price, per share	Upside, %	Rating	Commentary
Agriculture						
Kernel	KER PW	35.2	50.2	43%	BUY	Hedging approach to making business, no devaluation risk, limited political risk due to lack of assets in the Donbass, and a U-turn in the farming segment in the 2014-15 season make Kernel's stock our current top investment story.
MHP	MHPC LI	11.5	17.96	56%	BUY	The company is set to reach full capacity utilisation at its greenfield Vinnytsia project in late 2014 on the back of favorable export and domestic markets demand for its poultry.
Astarta	AST PW	24.5	36.1	47%	BUY	Astarta makes decisive moves toward business diversification (launch of soybean processing plant in early 2014) and cost optimization (launch of bioenergy complex in 2014). With no assets in the Donbass, material exposure of Astarta to UAH (50% of sales) is mostly offset with 60% of cost tied to UAH.
AvangardCo	AVGR LI	2.7	1.4	-49%	SELL	Loss of the company's output at war-hit Donbass together with UAH devaluation will lead to lower EBITDA in 2015 after a 57% plunge in 2014.
Ovostar Union	OVO PW	76.8	80.8	5%	HOLD	Ovostar is one of the hardest-hit Ukrainian public companies from this year's UAH devaluation as some 70% of its production cost is linked to USD while only 15% of revenue earned in hard currency.
Iron Ore						
Ferrexpo	FXPO LN	75.5	48.0	-36%	SELL	Exacerbated issue of global ore oversupply together with sluggish growth in demand will likely keep iron ore prices at depressed level at least in the short run boding bad for Ferrexpo's earnings.
Steel						
Azovstal	AZST	0.85	0.56	-35%	SELL	Non-transparent reporting practices detrimentally affect Azovstal's reported earnings.
Coke						
Avdyivka Coke	AVDK	1.35	U/R	--	Susp.	Avdyivka Coke experienced several artillery attacks since August 2014 due to its location near the border of occupied territory.
Specialized Machinery						
Motor Sich	MSICH	2768	5250	90%	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	4.9	U/R	--	U/R	The company has been constantly missed production targets since 2012.
JKX Oil & Gas	JKX	30.5	U/R	--	U/R	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	23.6	U/R	--	U/R	DNR Intends to Nationalize DonbasEnergO-Owned Power Plant. The Starobeshevo plant accounts for about 70% of DonbasEnergO's installed power-generating capacity.
CenterEnergO	CEEN	8.20	15.00	83%	BUY	CentrEnergO's privatization has been postponed, but the company retains a strong fundamental value due to its large installed electricity generation capacity.
Banks						
Raiffeisen Bank Aval	BAVL	0.096	0.24	151%	BUY	The bank has quite conservative risk policy therefore we assume it would weathered the current financial crisis in Ukraine and will start to generate solid profit starting from FY16.

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	1063.78	1368.76	908.88	-0.2%	-0.6%	4.7%	2.9%	0.0%	0.0%	0.0%	0.0%
Steel												
Alchevsk Steel	ALMK	0.015	0.045	0.011	-0.7%	-10.2%	12.8%	3.4%	-0.4%	-9.6%	8.1%	0.5%
Azovstal	AZST	0.85	0.95	0.35	-0.5%	-0.4%	7.8%	14.6%	-0.2%	0.2%	3.2%	11.7%
Enakievo Steel	ENMZ	17.45	65.00	14.81	2.6%	-3.3%	-0.7%	-16.7%	2.9%	-2.7%	-5.4%	-19.7%
Coke												
Avdyivka Coke	AVDK	1.35	3.62	1.10	-2.5%	-3.2%	-1.0%	-22.0%	-2.2%	-2.7%	-5.6%	-25.0%
Yasnyivsky Coking	YASK	0.27	0.84	0.18	0.0%	0.0%	-3.6%	-3.6%	0.2%	0.6%	-8.2%	-6.5%
Iron Ore Mining												
Centralny GOK	CGOK	8.50	n/a	n/a	1.3%	1.3%	39.3%	9.1%	1.5%	1.9%	34.7%	6.2%
Ferrexpo	FXPO	75.50	148.80	47.91	-4.1%	0.7%	15.3%	42.5%	-3.9%	1.2%	10.6%	39.5%
Pivnichny GOK	SGOK	7.80	12.30	4.44	-4.9%	-4.9%	-6.4%	-6.8%	-4.6%	-4.3%	-11.0%	-9.8%
Coal Mining												
Pokrovske Mine	SHCHZ	0.33	0.79	0.17	0.0%	0.0%	43.5%	-29.8%	0.2%	0.6%	38.8%	-32.7%
Pipe Manufacturing												
Khartsyzk Pipe	HRTR	0.29	1.01	0.20	-3.3%	-3.3%	-27.5%	-23.7%	-3.1%	-2.8%	-32.2%	-26.6%
Railcar Manufacturing												
Kryukiv Wagon	KVBZ	11.10	21.60	9.73	-0.6%	-1.9%	6.9%	-13.6%	-0.4%	-1.3%	2.3%	-16.6%
Luhanskteplovoz	LTPL	1.20	1.80	0.85	0.0%	0.0%	-20.0%	11.1%	0.2%	0.6%	-24.7%	8.2%
Specialized Machinery												
Motor Sich	MSICH	2768	2939	1751	0.8%	1.3%	7.5%	11.5%	1.0%	1.9%	2.8%	8.5%
Turboatom	TATM	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Telecom												
Ukrtelecom	UTLM	0.18	0.21	0.09	26.8%	-7.7%	6.2%	18.4%	27.0%	-7.1%	1.5%	15.5%
Oil & Gas												
Regal Petroleum	RPT	4.85	9.38	3.13	20.6%	2.2%	2.0%	55.2%	20.9%	2.8%	-2.7%	52.3%
JKX Oil	JKX	30.00	62.00	11.00	0.0%	0.0%	-3.2%	150.0%	0.2%	0.6%	-7.9%	147.1%
Ukrnafta	UNAF	275.6	375.0	54.0	-0.6%	1.4%	-3.2%	35.6%	-0.3%	1.9%	-7.8%	32.6%
Power Utilities												
Centrenergo	CEEN	8.20	8.70	3.00	0.0%	-1.5%	3.9%	8.7%	0.3%	-0.9%	-0.8%	5.7%
Donbasenergo	DOEN	23.55	48.98	11.00	-0.2%	0.5%	7.0%	-28.6%	0.0%	1.1%	2.4%	-31.6%
Zakhidenergo	ZAEN	166.0	199.8	91.2	0.0%	10.7%	-4.6%	12.1%	0.2%	11.2%	-9.3%	9.1%
Consumer												
Agroton	AGT	1.00	3.19	1.00	-2.0%	-6.5%	-10.7%	-18.7%	-1.7%	-6.0%	-15.4%	-21.6%
Astarta	AST	24.50	47.95	14.50	-4.7%	-6.8%	2.1%	22.5%	-4.4%	-6.2%	-2.6%	19.6%
Avangardo	AVGR	2.70	10.27	1.83	-5.4%	8.0%	3.8%	31.7%	-5.2%	8.6%	-0.8%	28.8%
Industrial Milk Company	IMC	4.98	10.39	4.98	-0.2%	-2.4%	-12.9%	-12.2%	0.0%	-1.8%	-17.6%	-15.1%
Kernel	KER	35.15	39.25	22.00	-0.6%	-0.6%	-7.6%	23.5%	-0.3%	0.0%	-12.3%	20.6%
Mriya Agro Holding	MAYA	0.07	5.25	0.05	0.0%	-56.3%	-82.5%	-87.5%	0.2%	-55.7%	-87.2%	-90.5%
MHPC	MHPC	11.50	15.60	8.24	0.0%	0.0%	0.9%	25.0%	0.2%	0.6%	-3.8%	22.1%
Milkiland	MLK	2.35	7.57	1.48	-2.9%	-4.1%	-1.7%	58.8%	-2.7%	-3.5%	-6.3%	55.8%
Ovostar Union	OVO	76.75	76.75	65.20	0.3%	1.7%	9.6%	6.6%	0.6%	2.2%	5.0%	3.6%
Chemicals												
Stirol	STIR	5.50	n/a	n/a	0.0%	0.0%	-16.0%	-20.6%	0.2%	0.6%	-20.7%	-23.6%
Banks												
Raiffeisen Bank Aval	BAVL	0.096	0.190	0.086	-1.6%	-1.8%	1.2%	-0.2%	-1.4%	-1.3%	-3.5%	-3.2%
UkrSotsbank	USCB	0.100	0.200	0.090	0.0%	-12.7%	-9.1%	-23.2%	0.2%	-12.1%	-13.8%	-26.1%

Source: Bloomberg

* companies listed abroad are in traded currency

MAIN FINANCIAL FORECASTS, USD mn

Name	Ticker	Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2013	2014E	2015E	2013	2014E	2015E	2013	2014E	2015E	2013	2014E	2015E	2013	2014E	2015E
Steel																
Alchevsk Steel	ALMK	1,729	700	280	-62	-83	-100	neg	neg	neg	-214	-1,683	-190	neg	neg	neg
Enakievo Steel	ENMZ	1,507	906	539	-7	6	31	neg	0.6%	5.7%	-61	-33	24	neg	neg	4.4%
Azovstal	AZST	2,562	1,885	1,602	-81	183	126	neg	9.7%	7.8%	-308	77	66	neg	4.1%	4.1%
Coke																
Avdyivka Coke	AVDK	914	509	382	46	-54	-57	5.0%	neg	neg	-6	-75	-82	neg	neg	neg
Yasynivsky Coking	YASK	367	198	159	29	-4	-5	7.8%	neg	neg	-3	-13	-10	neg	neg	neg
Iron Ore Mining																
Centralny GOK	CGOK	679	611	550	312	223	159	46.0%	36.5%	28.8%	194	115	80	28.6%	18.8%	14.6%
Pivnichny GOK	SGOK	1,630	1,467	1,320	914	649	463	56.1%	44.2%	35.1%	548	324	226	33.7%	22.1%	17.2%
Ferrexpo	FXPO	1,581	1,388	1,059	506	496	256	32.0%	35.8%	24.2%	264	184	98	16.7%	13.2%	9.2%
Pipe Manufacturing																
Khartsyzk Pipe	HRTR	310	193	92	31	43	18	10.1%	22.6%	19.3%	5	23	2	1.5%	11.7%	2.0%
Railcar Manufacturing																
Luhanskteplovoz	LTPL	329	127	n/a	36	-2	n/a	10.8%	neg	n/a	19	-16	n/a	5.9%	neg	n/a
Kryukiv Wagon	KVBZ	462	133	67	50	-6	5	10.9%	neg	7.5%	42	-23	-4	9.0%	neg	neg
Specialized Machinery																
Turboatom	TATM	214	164	114	90	73	36	42.1%	44.6%	32.0%	72	53	23	33.5%	32.4%	20.0%
Motor Sich	MSICH	1,053	879	636	384	342	218	36.5%	38.9%	34.3%	162	129	92	15.4%	14.7%	14.5%
Telecom																
Ukrtelecom	UTLM	796	412	251	-199	85	72	neg	20.6%	28.5%	-279	18	9	neg	4.4%	3.6%
Oil & Gas																
Ukrnafta	UNAF	2,589	2,324	1,336	286	380	359	11.1%	16.4%	26.9%	23	105	171	0.9%	4.5%	12.8%
Regal Petroleum	RPT	37	38	35	-146	16	13	neg	42.1%	37.1%	-127	2	3	neg	5.3%	8.6%
JKX Oil	JKX	181	146	150	66	69	70	36.7%	46.9%	46.7%	7	-80	5	3.6%	neg	3.3%
Electric Utilities																
Centrenergo	CEEN	915	630	323	94	26	-12	10.3%	4.1%	neg	60	6	-28	6.5%	0.9%	neg
Donbasenergo	DOEN	656	458	196	72	20	-19	11.0%	4.4%	neg	65	8	-17	9.9%	1.8%	neg
Consumer																
MHP	MHPC	1,496	1,379	1,544	391	555	550	26.1%	40.2%	35.6%	162	-412	97	10.8%	neg	6.3%
Kernel	KER	2,797	2,393	2,250	291	223	325	10.4%	9.3%	14.4%	105	-107	125	3.8%	neg	5.6%
Astarta	AST	491	422	347	91	143	98	15.5%	28.3%	23.5%	34	-82	-12	5.8%	neg	neg
Avangardco	AVGR	661	420	361	301	129	94	45.6%	30.9%	26.1%	238	-27	-13	36.0%	neg	neg
Ovostar	OVO	81	75	79	36	29	25	43.7%	38.9%	31.6%	31	26	24	38.0%	34.5%	30.7%
Banks																
		Total Assets			Total Equity			Total Income			Net Profit			Return on Equity		
Raiffeisen Bank Aval	BAVL	5,333	2,869	2,166	888	390	295	723	327	217	90	-87	-115	10.1%	-22.2%	-39.1%
Ukrsotsbank	USCB	5,283	2,730	2,095	1,064	518	362	132	149	132	1	-42	-14	0.1%	-8.0%	-3.9%

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		
				2013	2014E	2015E	2013	2014E	2015E	2013	2014E	2015E	2013	2014E	2015E			
Steel																		
Alchevsk Steel	ALMK	19	3.9%	1	2,632	neg	neg	neg	neg	neg	neg	1.5	3.8	9.4	680	634	616	\$/tonne
Yenakievo Steel	ENMZ	9	8.8%	1	7	neg	neg	0.4	neg	1.2	0.2	0.0	0.0	0.0	3	2	2	\$/tonne
Azovstal	AZST	175	3.0%	5	169	neg	2.3	2.7	neg	0.9	1.3	0.1	0.1	0.1	37	37	37	\$/tonne
Coke																		
Avdiyivka Coke	AVDK	13	6.8%	1	-26	neg	neg	neg	-0.6	neg	neg	0.0	-0.1	-0.1	-6	-7	-7	\$/tonne
Yasynivsky Coke	YASK	4	9.0%	0	4	neg	neg	neg	0.2	neg	neg	0.0	0.0	0.0	0.2	neg	neg	\$/tonne
Iron Ore Mining																		
Centralny GOK	CGOK	486	0.3%	1	484	2.5	4.2	6.1	1.6	2.2	3.1	0.7	0.8	0.9				
Pivnichny GOK	SGOK	877	0.4%	4	870	1.6	2.7	3.9	1.0	1.3	1.9	0.5	0.6	0.7				
Ferrexpo	FXPO	697	24.0%	167	1,375	2.6	3.8	7.1	2.7	2.8	5.4	0.9	1.0	1.3				
Pipe Manufacturing																		
Khartsyzk Pipe	HRTR	37	2.0%	1	82	7.8	1.6	19.9	2.6	1.9	4.6	0.3	0.4	0.9	131	217	206	\$/tonne
Railcar Manufacturing																		
LuganskTeplovoz	LTPL	13	24.0%	3	50	0.7	neg	n/a	1.4	neg	n/a	0.2	0.4	n/a				
Krukiv Wagon	KVBZ	62	5.0%	3	56	1.5	neg	neg	1.1	neg	11.2	0.1	0.4	0.8				
Specialized Machinery																		
Turboatom	TATM	72	5.8%	4	42	1.0	1.4	3.2	0.5	0.6	1.1	0.2	0.3	0.4				
Motor Sich	MSICH	281	24.0%	67	255	1.7	2.2	3.0	0.7	0.7	1.2	0.2	0.3	0.4				
Telecom																		
Ukrtelecom	UTLM	164	7.2%	12	255	neg	9.1	18.1	neg	3.0	3.6	0.3	0.6	1.0				
Oil & Gas																		
Ukrnafta	UNAF	729	3.0%	22	737	>30	6.9	4.3	2.6	1.9	2.1	0.3	0.3	0.6	n/a	n/a	n/a	\$/boe
Regal Petroleum	RPT	25	21.6%	5	-1	neg	12.3	8.2	neg	0.0	0.0	0.0	0.0	0.0	n/a	n/a	n/a	\$/boe
JKX Oil & Gas	JKX	81	50.4%	41	190	12.5	neg	16.2	2.9	2.8	2.7	1.0	1.3	1.3	35	26	25	\$/boe
Electric Utilities																		
CentrEnerg	CEEN	148	21.7%	32	162	2.5	25.1	neg	1.7	6.2	neg	0.2	0.3	0.5	9	12	10	\$/MWh
DonbasEnerg	DOEN	27	14.2%	4	58	0.4	3.2	neg	0.8	2.9	neg	0.1	0.1	0.3	7	7	7	\$/MWh
Consumer																		
MHP	MHPC	1,215	34.1%	414	2,353	7.5	neg	12.5	6.0	4.2	4.3	1.6	1.7	1.5				
Kernel	KER	784	61.8%	484	1,520	7.5	neg	6.3	5.2	6.8	4.7	0.5	0.6	0.7				
Astarta	AST	172	37.0%	63	382	5.0	neg	neg	4.2	2.7	3.9	0.8	0.9	1.1				
Avangardco	AVGR	172	22.5%	39	399	0.7	neg	neg	1.3	3.1	4.2	0.6	1.0	1.1	90	69	65	\$/mneqgs
Ovostar	OVO	129	25.0%	32	136	4.2	5.0	5.3	3.8	4.7	5.4	1.7	1.8	1.7	n/a	n/a	n/a	
Banks																		
						P/E			P/Book			P/Assets						
Raiffeisen Bank Aval	BAVL	140	3.5%	5		1.6	neg	neg	0.2	0.4	0.5	0.03	0.05	0.06				
Ukrsotsbank	USCB	90	1.0%	1		>30	>30	>30	0.1	0.2	0.2	0.02	0.03	0.04				

Source: Eavex Research

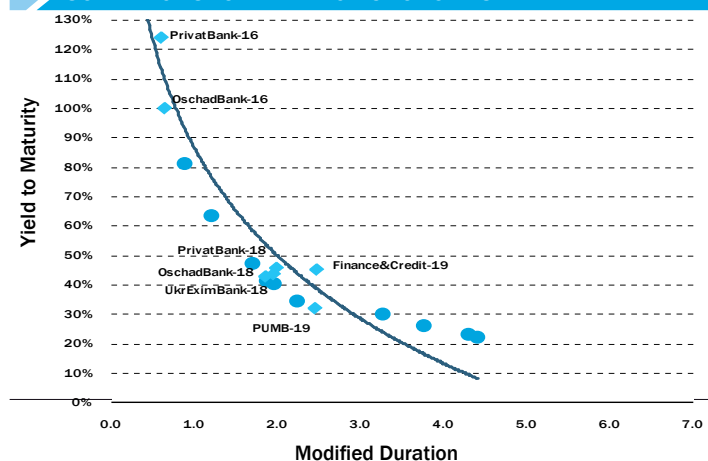
UKRAINIAN EUROBONDS

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, 2015 (EUR)	45.0	47.0	293.2%	271.6%	-32.3%	0.2	4.95%	A	13 Oct 2015	600*	Ca/CC/CC
Ukraine, 2015	51.5	53.0	282.5%	267.5%	-25.7%	0.2	6.875%	S/A	23 Sept 2015	500	Ca/CC/CC
Ukraine, 2016	46.8	48.0	68.6%	66.4%	-24.4%	1.0	6.58%	S/A	21 Nov 2016	1,000	Ca/CC/CC
Ukraine, 2016-2	46.5	47.9	96.4%	92.2%	-27.2%	0.7	6.25%	S/A	17 Jun 2016	1,250	Ca/CC/CC
Ukraine, 2017	47.1	48.6	43.6%	41.9%	-24.3%	1.9	6.75%	S/A	14 Nov 2017	700	Ca/CC/CC
Ukraine, 2017-2	46.8	47.3	53.2%	52.5%	-24.5%	1.5	9.25%	S/A	24 Jul 2017	2,000	Ca/CC/CC
Ukraine, 2017 Infr. projects	46.8	48.0	47.2%	45.7%	-23.0%	1.8	8.375%	S/A	3 Nov 2017	568	Ca//
Ukraine, 2018 Infr. projects	46.5	47.8	40.0%	38.8%	-21.5%	2.1	7.40%	S/A	20 Apr 2018	690	Ca//
Ukraine, 2020	47.1	48.1	27.0%	26.4%	-20.1%	3.5	7.75%	S/A	23 Sept 2020	1,500	Ca/CC/CC
Ukraine, 2021	47.3	48.3	26.1%	25.6%	-19.6%	3.6	7.95%	S/A	23 Feb 2021	1,500	Ca/CC/CC
Ukraine, 2022	46.3	47.0	23.2%	22.9%	-22.5%	4.2	7.80%	S/A	28 Nov 2022	1,250	Ca/CC/CC
Ukraine, 2023	48.8	50.8	21.2%	20.6%	-16.2%	4.7	7.50%	S/A	17 Apr 2023	1,250	Ca/CC/CC
Corporate Eurobonds											
Agroton, 2019	30.1	39.1	46.6%	36.6%	2.4%	2.7	8.00%	S/A	14 Jul 2019	50	//RD
MHP, 2020	82.1	83.5	13.4%	12.9%	20.0%	3.7	8.25%	S/A	2 Apr 2020	750	/CCC/CC
Avangardco, 2015	58.0	58.0	169.0%	169.0%	-10.1%	0.2	10.00%	S/A	29 Oct 2015	200	/CCC-
UkrLandFarming, 2018	49.0	51.3	43.7%	41.5%	7.8%	1.9	10.88%	S/A	26 Mar 2018	500	/CC/
Mriya, 2016	11.0	14.0	536.9%	441.2%	-3.8%	0.3	10.95%	S/A	30 Mar 2016	72	/SD/RD
Mriya, 2018	11.0	14.0	121.5%	105.3%	-3.8%	1.5	9.45%	S/A	19 Apr 2018	400	/SD/RD
DTEK, 2018	45.0	48.0	47.5%	44.1%	n/a	1.9	10.375%	S/A	28 Mar 2018	160	//C
DTEK, 2018	44.0	47.0	44.0%	40.8%	0.0%	2.0	7.88%	S/A	4 Apr 2018	750	Caa3//C
Metinvest, 2015	67.1	70.1	n/a	n/a	-14.8%	0.0	10.25%	S/A	20 May 2015	114	Caa3//RD
Metinvest, 2017	58.0	61.0	37.7%	35.0%	-15.0%	1.2	10.50%	S/A	28 Nov 2017	290	//RD
Metinvest, 2018	56.0	57.0	34.9%	34.0%	1.8%	2.0	8.75%	S/A	14 Feb 2018	750	Caa3//RD
Ferrexpo, 2016	84.0	86.0	29.6%	26.6%	10.4%	0.8	7.88%	S/A	07 Apr 2016	286	Caa3/CCC/CC
Ferrexpo, 2019	82.0	84.0	16.9%	16.1%	n/a	2.6	10.38%	S/A	07 Apr 2019	161	Caa3/CCC/CC
UZ Rail, 2018	55.0	57.0	34.8%	33.2%	5.5%	2.0	9.50%	S/A	21 May 2018	500	/CCC/CC
Interpipe, 2017	25.0	35.0	110.7%	80.9%	-45.5%	1.2	10.25%	S/A	2 Aug 2017	200	//
JKX Oil&Gas, 2018	71.2	74.8	27.8%	25.6%	25.4%	1.4	8.00%	S/A	19 Feb 2018	40	
Bank Eurobonds											
Fin&Credit Bank, 2019	20.0	30.0	76.5%	55.9%	-69.9%	1.9	9.25%	S/A	25 Jan 2019	100	Ca//
PUMB, 2018	51.0	54.0	35.6%	33.3%	-22.2%	1.9	11.00%	Q	31 Dec 2018	275	Ca//
Nadra Bank, 2018	7.0	12.0	n/a	n/a	-24.0%	0.1	6.25%	A	31 Jul 2018	60	//
PrivatBank, 2015	64.0	69.0	172.8%	140.1%	6.4%	0.2	9.38%	S/A	23 Sept 2015	200	Ca//
PrivatBank, 2016	40.0	45.0	187.5%	157.3%	-14.1%	0.4	8.75%	S/A	9 Feb 2016	150	Ca//
PrivatBank, 2018	65.3	68.8	30.1%	27.6%	0.7%	2.0	10.88%	S/A	28 Feb 2018	175	Ca//CC
UkrEximBank, 2015	74.0	77.0	n/a	n/a	-2.6%	0.1	8.38%	S/A	27 Apr 2015	750	Ca//CC
UkrEximBank, 2016	46.0	50.0	151.9%	132.3%	1.1%	0.4	5.79%	S/A	2 Sept 2016	125	Ca//CC
UkrEximBank, 2018	66.0	68.0	27.5%	26.0%	18.6%	2.0	8.75%	S/A	22 Jan 2018	500	Ca//CC
VAB Bank, 2019	2.0	6.0	n/a	n/a	-38.5%	n/a	9.00%	Q	14 Jun 2019	88	//WD
Oschadbank, 2016	67.0	68.0	67.1%	64.7%	15.4%	0.6	8.25%	S/A	10 Mar 2016	700	Ca//CC
Oschadbank, 2018	65.0	67.8	27.4%	25.4%	17.6%	2.2	8.88%	S/A	20 Mar 2018	500	Ca//CC
Municipal Eurobonds											
City of Kyiv, 2015	48.5	50.8	242.9%	222.7%	-31.6%	0.2	8.00%	S/A	6 Nov 2015	250	Ca/CC/
City of Kyiv, 2016	46.6	49.3	95.0%	87.8%	-32.2%	0.7	9.375%	S/A	30 Jun 2016	300	Ca/CC/

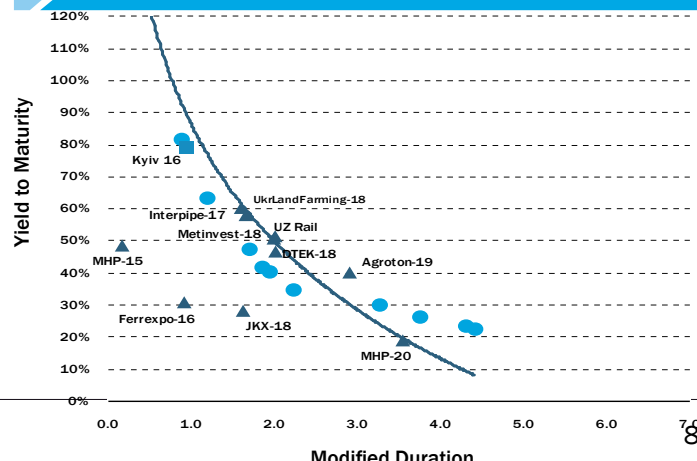
¹ Moody's/S&P/Fitch; * EUR

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 UAH
UAH denominated Bonds									
UA4000141592					n/a	14.30%	S/A	20 May 2015	n/a
UA4000142665			27%	24%	n/a	14.30%	S/A	24 May 2017	n/a
USD denominated Bonds									
UA4000141071	n/a	n/a	14.0%	8.0%	n/a	9.45%	S/A	27 May 2015	n/a
UA4000142673	n/a	n/a	14.0%	8.0%	n/a	4.50%	S/A	17 Jun 2015	n/a
EUR denominated Bonds									
UA4000142681	n/a	n/a	12.5%	8.0%	n/a	4.80%	S/A	6 May 2015	n/a
VAT Bonds									
UA4000082531			27%	24%	n/a	5.50%	S/A	21 Aug 2015	n/a
UA4000082622			27%	24%	n/a	5.50%	S/A	24 Aug 2015	n/a
UA4000083059			27%	24%	n/a	5.50%	S/A	25 Aug 2015	n/a
UA4000185151			27%	24%	1.9	9.50%	S/A	8 Jul 2019	3,577
UA4000185557			27%	24%	1.9	9.50%	S/A	22 Jul 2019	2,171
UA4000186159			27%	24%	1.9	9.50%	S/A	20 Aug 2019	955

Source: Bloomberg, Cbonds, Eavex Research

Eavex Capital

12, Ezhena Pottier str.
Kiev 03057
Ukraine

Telephone: +38 044 590 5454

Facsimile: +38 044 590 5464

E-mail: office@eavex.com.ua

Web-page: www.eavex.com.ua

Yuriy Yakovenko

Chairman of the Board

yuriy.yakovenko@eavex.com.ua

SALES & TRADING

Pavel Korovitskiy

Managing Director

Equity and Fixed Income

p.korovitsky@eavex.com.ua

Alexander Klymchuk

Equity and Fixed Income

a.klymchuk@eavex.com.ua

Eugene Klymchuk

Fixed Income Sales and Trading

e.klymchuk@eavex.com.ua

Serhiy Scherbaniuk

Equity Trading

s.shcherbaniuk@eavex.com.ua

Nazar Malinyak

Online Trading

n.malinyak@eavex.com.ua

RESEARCH

Dmitry Churin

Head of Research

d.churin@eavex.com.ua

Ivan Dzvinka

Research Associate

i.dzvinka@eavex.com.ua

Will Ritter

Research editor

w.ritter@eavex.com.ua