

Stock Market Update

Equity

Trading in Kyiv-listed stocks has been suspended since February 24 due to the Russian open military invasion of Ukraine.

Ukrainian business is experiencing enormous challenges right now as the war destroys the country's infrastructure, causes migration, and hurts the financial system. The National Bank halted the interbank currency market to prevent the uncontrolled devaluation of the hryvnia. The official exchange rate was fixed at 29.25 UAH/USD while the cash exchange rate jumped to 32.65 UAH/USD, demonstrating a rise of 11.6% since Russia started the war.

Among individual companies, UkrNafta (UNAF), Ukraine's largest oil producer, reported that it tried to continue oil&gas extraction. However, UkrNafta admitted that it had casualties among workers and faced shelling of the company's facilities located in Eastern Ukraine.

CentrEnerg (CEEN), a thermal electricity producer, said that its power units continued to operate but coal inventories were quite low.

Warsaw-listed Ukrainian agro companies lost about half of their market capitalization as a result of Russian full-scale military aggression against Ukraine. Kernel (KER) shares plunged by 62% to PLN 20.70 since Feb 24. Astarta (AST) tumbled by 43% to PLN 19.56.

On the London Stock Exchange, Ukrainian iron ore miner Ferrexpo (FXPO) dropped by 46% to GBp 150, and poultry maker MHP (MHPC) fell 44% to USD 3.53 per share.

Ukrainian sovereign Eurobonds moved into the distressed territory due to the war. Nevertheless, there was some rebound for the benchmark 10-year bond last week as quotes increased from 20 cents to 27 cents on the dollar. The yield to maturity for the issue now stands at 33.6% compared to 40.6% YtM a week ago.

The National Bank of Ukraine has opened a special fundraising account to support the Armed Forces of Ukraine. Please find more at the National Bank's official website under the link below:

www.bank.gov.ua/en/news/all/natsionalny-bank-vidkriv-spetsrahnok-dlya-zboru-koshtiv-na-potrebi-armiyi

The National Bank also opened a fundraising account for Humanitarian Assistance to Ukrainians. Please see details under the link below:

www.bank.gov.ua/en/news/all/natsionalny-bank-vidkriv-rahunok-dlya-gumanitarnoyi-dopomogi-ukrayintsyam-postrajdalim-vid-rosiyskoyi-agresiyi

TREND



MARKET INDEXES

	Last	2W ch	YTD
UX	n/a	n/a	n/a
RTS	920	0.0%	-42.3%
WIG20	2033	3.4%	-10.3%
MSCI EM	1085	-7.3%	-11.9%
S&P 500	4204	-2.7%	-11.8%

FIXED INCOME

	Last	1W ch	YTD
Ukraine-2026	55.0%	-7.5 p.p.	46.1 p.p.
Ukraine-2032	33.6%	-7.0 p.p.	24.4 p.p.

CURRENCY

	Last, UAH	Since Feb 24	YTD
USD/UAH	32.65	11.6%	19.5%
EUR/UAH	36.34	9.6%	17.4%

Source: Eavex Capital

QUOTES AND MULTIPLES

	Ticker	Today, UAH*	Absolute performance		MCap USD mn	EV USD mn	Free float	P/E		EV/EBITDA		EV/Sales 2021E
			1W	YtD				2020	2021E	2020	2021E	
UX Index	UX	n/a	n/a	n/a								
Iron Ore Mining												
Ferrexpo	FXPO	150	-45.8%	-49.9%	1148	1144	24.0%	1.8	1.0	1.3	0.8	0.5
Railcar Manufacturing												
Kryukiv Wagon	KVBZ	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Specialized Machinery												
Turboatom	TATM	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Motor Sich	MSICH	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Oil & Gas												
UkrNafta	UNAF	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enwell Energy (ex-Regal)	ENW	19.0	-29.8%	-45.7%	79	25	21.6%	26.4	8.8	1.0	0.8	0.4
Power Utilities												
Centrenergo	CEEN	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Donbasenergo	DOEN	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Consumer												
MHP	MHPC	3.53	-44.0%	-47.9%	373	1664	32.5%	neg	1.3	4.9	2.7	0.7
Kernel	KER	20.70	-61.9%	-64.7%	377	1213	61.8%	0.7	0.9	1.3	1.5	0.2
Astarta	AST	19.56	-42.6%	-53.9%	112	286	37.0%	13.5	10.6	2.4	2.1	0.6
Agroton	AGT	5.18	-26.0%	-23.8%	26	1	25.0%	2.2	2.0	0.0	0.0	0.0
Banks												
Raiffeisen Bank Aval	BAVL	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

Source: UX, PFTS, LSE, WSE, Eavex Research
* companies listed abroad are in traded currency

MAIN FINANCIAL FORECASTS, USD mn

		Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2019	2020	2021E	2019	2020	2021E	2019	2020	2021E	2019	2020	2021E	2019	2020	2021E
Iron Ore Mining																
Ferrexpo	FXPO	1507	1700	2300	586	859	1,450	38.9%	50.5%	63.0%	403	635	1,100	26.7%	37.4%	47.8%
Railcar Manufacturing																
Kryukiv Wagon	KVBZ	292	223	192	38	13	10	13.0%	5.9%	5.2%	31	9	5	10.5%	3.8%	2.7%
Specialized Machinery																
Turboatom	TATM	110	105	52	49	52	21	45.0%	49.1%	40.7%	12	8	3	11.1%	8.0%	6.0%
Motor Sich	MSICH	358	353	338	19	102	90	5.2%	29.1%	26.5%	-14	32	23	-3.8%	8.9%	6.9%
Oil & Gas																
Ukrnafta	UNAF	1098	1319	1286	-115	320	291	-10.5%	24.3%	22.6%	-158	158	186	-14.4%	12.0%	14.4%
Regal Petroleum	RPT	50	55	62	22	26	30	44.0%	47.3%	48.4%	10	3	9	20.0%	5.5%	14.5%
Electric Utilities																
Centrenergy	CEEN	589	764	513	-69	17	-12	-11.7%	2.2%	-2.3%	-77	2	-31	-13.1%	0.3%	-6.0%
Donbasenergo	DOEN	249	256	258	8	9	-1	3.1%	3.3%	-0.6%	-3	1	-8	-1.1%	0.4%	-3.0%
Consumer																
MHP	MHPC	2056	1911	2236	376	340	620	18.3%	17.8%	27.7%	215	-133	290	10.5%	-7.0%	13.0%
Kernel (FY19, FY20, FY21)	KER	4107	5647	5082	443	929	836	10.8%	16.5%	16.5%	118	513	410	2.9%	9.1%	8.1%
Astarta	AST	497	484	517	86	122	136	17.4%	25.1%	26.3%	2	8	11	0.4%	1.7%	2.0%
Agroton	AGT	54	68	74	2	33	31	4.1%	48.2%	41.3%	5	12	13	9.5%	17.4%	17.4%
Banks																
		Total Assets			Total Equity			Total Income			Net Profit			Return on Equity		
Raiffeisen Bank Aval	BAVL	3495	3795	4216	550	456	516	280	271	260	185	151	178	33.6%	33.2%	34.5%

Source: Eavex Research

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