

Weekly Market Monitor

March 14, 2022

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.

CentrEnergo (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/natsionalniy-bank-vidkriv-spetsrahunok-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/natsionalniy-bank-vidkriv-rahunok-dlyagumanitarnoyi-dopomogi-ukrayintsyam-postrajdalim-vid-rosiyskoyi-agresiyi



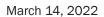
MARKET INDEXES										
	Last	2W ch	YTD							
UX	n/a	n/a	n/a							
RTS	920	0.0%	-42.3%							
WIG20	2033	3.4%	-10.3%							
MSCI EM	1085	-7.3%	-11.9%							
S&P 500	4204	-2.7%	-11.8%							

FIXED INCO	ME		
	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





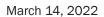


QUOTES AND N	MULTIPLES											
	Ticker	Today, UAH*	Absolute 1W	performance YtD	MCap USD mn	EV USD mn	Free float	P/E 2020 2021E		,	EV/EBITDA 2020 2021E	
UX Index	UX	n/a	n/a	n/a								
Iron Ore Mining												
Ferrexpo	FXPO	150	-45.8%	-49.9%	1148	1144	24.0%	1.8	1.0	1.3	0.8	0.5
Railcar Manufacturing												
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										Price/Boo	k	Price/Assets
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

www.eavex.com.ua 2







MAIN FINANCIAL	L FORECA	STS, 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%	47.89
Railcar Manufacturing																
Kryukiv Wagon	KVBZ	292	223	192	38	13	10	13.0%	5.9%	5.2%	31	9	5	10.5%	3.8%	2.79
Specialized Machinery																
Turboatom	TATM	110	105	52	49	52	21	45.0%	49.1%	40.7%	12	8	3	11.1%	8.0%	6.09
Motor Sich	MSICH	358	353	338	19	102	90	5.2%	29.1%	26.5%	-14	32	23	-3.8%	8.9%	6.99
Oil & Gas																
Ukrnafta	UNAF	1098	1319	1286	-115	320	291	-10.5%	24.3%	22.6%	-158	158	186	-14.4%	12.0%	14.49
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																
Centrenergo	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%	8.19
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		iity	Total Income		me	e 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%	34.59

Source: Eavex Research

www.eavex.com.ua 3



Eavex Capital

7 Klovsky uzviz, 16th Floor Carnegie Center Kyiv, 01021, Ukraine

Telephone: +38 044 590 5454 Facsimile: +38 044 590 5464

E-mail: research@eavex.com.ua

Web-page: www.eavex.com.ua

Yuriy Yakovenko

Chairman of the Board

SALES & TRADING

Pavel Korovitskiy

Managing Director

Equity and Fixed Income

p.korovitsky@eavex.com.ua

RESEARCH

Dmitry Churin

Head of Research

d.churin@eavex.com.ua

Investing in emerging markets' securities may entail certain risks. There may be limited information available on such securities. Securities of emerging markets' companies may be less liquid and their prices more volatile than securities of comparable developed markets' companies. In addition, exchange rate movements may have an adverse effect on the value of an investment.

This document is based on data we deem to be reliable, though we do not guarantee its accuracy or completeness and make no warranties regarding results from its usage. Forecasts are estimates by specialists working for us, and actual events may turn out to be fundamentally different due to unforeseen circumstances. This document is provided for information purposes only.

Copyright 2022 Eavex Capital. All rights reserved.
Securities and Stock Market State Commission licence, issued 06.10.2015

www.eavex.com.ua 4