

## Stock Market Update

### Equity

#### Ukrainian Stocks Demonstrate Upward Momentum

Shares of Ukrainian companies listed on foreign exchanges exhibited mostly positive trends. Ferrexpo (FXPO) led gains, surging 8.7% to GBP 82.9 pence, valuing the company at USD 625mn. While Ferrexpo shares remain down 8.1% year-to-date, they have recovered significantly from a low of GBP 40 per share seen in September.

MHP (MHPC) edged up by 1.0% to USD 4.08 (MCap of USD 437mn) and Astarta (AST) rose by 3.8% to PLN 35.45 (MCap of USD 211mn).

#### Hryvnia Starts to Feel Pressure from The Dollar Strength

As the US dollar gained from 1.09 to 1.05 against Euro this month, the strength in US currency prompted more speculation about the expected hryvnia devaluation. However, the National Bank continued to prop up the national currency spending USD 553mn on interventions last week. The cash exchange rate moved by 0.2% to 41.60 UAH/USD. On the interbank market the dollar now trades at 41.37 UAH/USD.

#### Global Markets Correct Amid Rate Speculation

Global equities saw a correction last week, with the S&P 500 dropping 2.1% after reaching a record high. Active traders revised expectations for a December rate cut by the Federal Reserve, with the probability now at 60%, down from 80% earlier.

## Highlights

### POLITICS AND ECONOMICS

- Ukraine Explores Reopening Airspace, Lviv Airport Could Lead in 2025

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/about/support-the-armed-forces](http://www.bank.gov.ua/en/about/support-the-armed-forces)

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

[www.bank.gov.ua/en/about/humanitarian-aid-to-ukraine](http://www.bank.gov.ua/en/about/humanitarian-aid-to-ukraine)

## TREND



UNITED24 charitable donations will be transferred to the official accounts of the National Bank of Ukraine and allocated by assigned ministries to cover the most pressing needs:

[www.u24.gov.ua](http://www.u24.gov.ua)

## MARKET INDEXES

	Last	1W ch	YTD
UX	1194	0.0%	-29.1%
RTS	863	-1.9%	-20.3%
WIG20	2189	-4.7%	-6.5%
MSCI EM	1085	-4.4%	6.0%
MSCI Global	842	-2.4%	15.8%
S&P 500	5870	-2.1%	23.1%

## FIXED INCOME

	Last	1W ch	YTD
NBU Key Rate	13.0%	0.0 p.p.	-2.0 p.p.
UAH 1-year bond yield	14.7%	0.0 p.p.	-2.2 p.p.
Ukraine-2029 yield	13.3%	-1.0 p.p.	-1.6 p.p.
Ukraine-2036 yield	8.9%	-0.7 p.p.	-1.5 p.p.

## CASH EXCHANGE RATES

	Last, UAH	1W ch	YTD
USD/UAH	41.60	0.2%	9.5%
EUR/UAH	44.20	-2.0%	5.2%

Source: Eavex Capital

## Ukraine Explores Reopening Airspace, Lviv Airport Could Lead in 2025

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### NEWS

Lviv International Airport is on track to potentially restart flight operations in 2025, signaling a critical step forward in restoring regional connectivity.

Ukraine's State Aviation Service is evaluating the phased and partial reopening of its airspace for civil aviation, with Lviv potentially becoming the first city to restore airport operations. However, no specific timeline has been announced.

Discussions with European aviation authorities and airlines have been ongoing for nearly a year. Should risk levels decrease to an acceptable threshold, Lviv International Airport could theoretically resume operations as early as 2025.

The government has outlined a "roadmap" for airspace restoration under martial law, collaborating with Marsh McLennan and several insurance firms to ensure the safety of air travel.

### COMMENTARY

The Lviv region has faced fewer Russian attacks compared to other parts of Ukraine, though strikes on gas infrastructure in western Ukraine highlight persistent threats. Efforts are underway to develop an insurance framework to cover risks for commercial aviation, as military experts caution that while air defense systems can secure specific regions, ensuring complete safety for flights remains a challenge.

Before the war, Lviv Airport, equipped with two terminals, had the capacity to handle up to 3,000 passengers per hour. Future commercial flights must avoid interference with military aviation and air defense operations, necessitating the creation of dedicated "safety corridors" to allow aircraft to quickly exit Ukrainian airspace.

Inspired by the success of the "maritime corridor" facilitating cargo movements to Odesa's ports, the establishment of an "air corridor" appears increasingly feasible.

Resuming partial air traffic would significantly enhance Ukraine's investment climate by easing access for foreign capital representatives. According to the National Bank of Ukraine, net foreign direct investment (excluding reinvested earnings) amounted to just USD 900mn from January to September 2024 — far below the economy's substantial investment needs.

However, the renewed large-scale attacks by Russia on Ukraine's civilian infrastructure have cast uncertainty over plans to resume air travel through Lviv. Restoration efforts may now face indefinite delays as security concerns take precedence.

**QUOTES AND MULTIPLES FOR SELECTED UKRAINIAN LISTED COMPANIES**

	Ticker	Today, UAH*	Absolute performance		MCap USD mn	EV USD mn	Free float	P/E		EV/EBITDA		EV/Sales 2024E
			1W	YtD				2023	2024E	2023	2024E	
UX Index	UX	1194	0.0%	-29.1%								
<b>Iron Ore Mining</b>												
Ferrexpo	FXPO	82.9	8.7%	-8.1%	625	494	25.5%	7.8	5.2	3.5	2.9	0.6
<b>Railcar Manufacturing</b>												
Kryukiv Wagon	KVBZ	15.2	0.0%	1.9%	42	27	5.0%	14.1	11.6	3.7	3.4	0.5
<b>Oil &amp; Gas</b>												
Enwell Energy (ex-Regal)	ENW	26.2	-16.9%	66.0%	106	12	21.6%	3.8	3.1	na	na	na
<b>Power Utilities</b>												
Centrenergo	CEEN	3.72	0.0%	-17.1%	33	33	21.7%	neg	neg	neg	neg	n/a
<b>Agro sector</b>												
MHP	MHPC	4.08	1.0%	27.5%	437	1,538	33.7%	3.1	5.8	3.5	3.3	0.5
Kernel (FY22, FY23, FY24E)	KER	13.00	0.8%	42.1%	930	1,525	5.4%	neg	2.5	2.8	2.2	0.4
Astarta	AST	35.45	3.8%	23.5%	211	369	37.0%	2.5	2.3	1.9	1.7	0.5
<b>Banks</b>												
										Price/Book	Price/Assets	
Raiffeisen Bank Aval	BAVL	0.25	0.0%	-21.9%	370		1.8%	2.6	3.6	0.6	0.6	0.09

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

**QUOTES AND MULTIPLES FOR SELECTED U.S. COMPANIES**

	Ticker	Price USD	Absolute performance		MCap USD mn	EV USD mn	P/E		EV/EBITDA		EV/Sales 2024E	
			1W	YtD			2023	2024E	2023	2024E		
Индекс S&P 500	S&P 500	5870	-2.1%	23.1%								
<b>Technology sector</b>												
Apple	AAPL	225	-0.9%	16.9%	3,509,873	3,571,873		36.2	39.9	26.9	31.1	9.5
Microsoft	MSFT	415	-1.7%	10.4%	3,083,035	3,121,035		35.8	41.9	24.4	26.4	13.9
Palantir Technologies	PLTR	65.77	12.6%	283.1%	142,230	139,186		677.3	406.4	508.0	278.4	50.6
<b>Electric Utilities</b>												
American Electric Power	AEP	96.31	-0.1%	18.6%	50,125	92,461		22.8	20.9	12.8	11.6	4.6
Dominion Energy	D	57.63	-0.3%	22.6%	48,225	90,748		25.2	28.4	13.3	11.5	4.9
<b>Oil &amp; Gas</b>												
Exxon Mobil	XOM	119.31	-1.4%	19.3%	535,225	536,535		14.9	11.6	7.2	6.3	1.5
Devon Energy	DVN	38.47	-1.0%	-15.1%	24,505	30,331		6.5	5.8	3.9	3.9	1.7
PBF Energy	PBF	30.72	-0.6%	-30.1%	3,754	3,924		1.8	4.4	1.1	4.1	0.1
<b>Transportation</b>												
Nordic American Tankers	NAT	2.98	-5.7%	-29.0%	622	808		6.3	5.1	4.5	5.2	1.6
<b>Pharmaceutical</b>												
Pfizer	PFE	24.80	-7.2%	-13.9%	140,021	160,021		66.0	18.0	16.7	7.6	2.5
Bristol-Myers Squibb	BMJ	56.22	3.8%	9.6%	115,645	147,245		14.1	77.1	7.6	73.6	3.2

Source: Bloomberg

**MAIN FINANCIAL FORECASTS FOR UKRAINIAN COMPANIES, USD mn**

		Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2022	2023	2024E	2022	2023	2024E	2022	2023	2024E	2022	2023	2024E	2022	2023	2024E
<b>Iron Ore Mining</b>																
Ferrexpo	FXPO	1,248	750	850	765	140	170	61.3%	18.7%	20.0%	220	80	120	17.6%	10.7%	14.1%
<b>Railcar Manufacturing</b>																
Kryukiv Wagon	KVBZ	111	84	56	5	7	8	4.4%	8.5%	13.9%	1	3	4	1.1%	3.5%	6.4%
<b>Oil &amp; Gas</b>																
Regal Petroleum	RPT	131	80	95	86	49	57	65.7%	61.3%	60.0%	55	28	34	41.9%	35.0%	35.8%
<b>Electric Utilities</b>																
Centrenerg	CEEN	323	427	89	-171	-18	-189	-53.0%	-4.1%	na	-224	-25	-316	-69.3%	na	na
<b>Agro sector</b>																
MHP	MHPC	2,642	3,021	3,100	384	445	465	14.5%	14.7%	15.0%	-231	142	75	-8.7%	4.7%	2.4%
Kernel (FY22, FY23, FY24E)	KER	5,332	3,455	3,800	220	544	680	4.1%	15.7%	17.9%	-41	299	370	-0.8%	8.7%	9.7%
Astarta	AST	561	628	688	170	199	211	30.3%	31.7%	30.7%	72	85	94	12.8%	13.5%	13.6%
<b>Banks</b>																
		Total Assets			Total Equity			Total Income			Net Profit			Return on Equity		
Raiffeisen Bank Aval	BAVL	4,238	4,211	4,231	466	591	575	314	389	385	43	142	103	9.2%	24.1%	17.8%

Source: Eavex Research

**FINANCIAL FORECASTS FOR SELECTED U.S. COMPANIES, USD mn**

		Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2022	2023	2024E	2022	2023	2024E	2022	2023	2024E	2022	2023	2024E	2022	2023	2024E
<b>Technology sector</b>																
Apple	AAPL	383,285	383,000	375,000	125,820	133,000	115,000	32.8%	34.7%	30.7%	96,995	97,000	88,000	25.3%	25.3%	23.5%
Microsoft	MSFT	211,915	236,500	225,000	102,384	127,700	118,000	48.3%	54.0%	52.4%	72,361	86,200	73,500	34.1%	36.4%	32.7%
Palantir Technologies	PLTR	1,906	2,225	2,750	-334	274	500	-17.5%	12.3%	18.2%	-374	210	350	-19.6%	9.4%	12.7%
<b>Electric Utilities</b>																
American Electric Power	AEP	19,640	18,950	20,100	7,102	7,200	8,000	36.2%	38.0%	39.8%	2,307	2,200	2,400	11.7%	11.6%	11.9%
Dominion Energy	D	17,174	14,400	18,450	4,849	6,800	7,900	28.2%	47.2%	42.8%	994	1,910	1,700	5.8%	13.3%	9.2%
<b>Oil &amp; Gas</b>																
Exxon Mobil	XOM	398,675	335,000	350,000	102,591	74,300	85,000	25.7%	22.2%	24.3%	55,740	36,000	46,000	14.0%	10.7%	13.1%
Devon Energy	DVN	19,169	15,300	17,500	10,368	7,700	7,750	54.1%	50.3%	44.3%	6,015	3,750	4,200	31.4%	24.5%	24.0%
PBF Energy	PBF	46,830	38,300	35,700	3,811	3,540	950	8.1%	9.2%	7.7%	2,876	2,140	850	6.1%	5.6%	2.4%
<b>Transportation</b>																
Nordic American Tankers	NAT	339	392	520	42	179	155	12.4%	45.7%	29.8%	15	99	122	4.4%	25.3%	23.5%
<b>Pharmaceutical</b>																
Pfizer	PFE	100,330	58,500	64,200	39,576	9,600	21,000	39.4%	16.4%	32.7%	31,372	2,120	7,800	31.3%	3.6%	12.1%
Bristol-Myers Squibb	BMJ	46,159	45,000	45,600	18,540	19,400	2,000	40.2%	43.1%	4.4%	6,327	8,220	1,500	13.7%	18.3%	3.3%

Source: Bloomberg

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