

Stock Market Update

Markets Start 2025 on a High Note as U.S. Stocks Extend Gains

The first week of 2025 kicked off with positive momentum across most global markets. U.S. stock indices demonstrated their post-holiday rally, reflecting upbeat investor sentiment. The S&P 500 climbed 1.0%, driven by strong activity in the technology sector.

Speculative buying was particularly pronounced on Friday, buoyed by political developments. Traders welcomed the re-election of Republican Mike Johnson as Speaker of the U.S. House of Representatives. Economically, Johnson's reappointment is expected to expedite the passage of critical legislation, including a government funding bill and a debt ceiling measure. The U.S. national debt has surpassed USD 36 trillion for the first time.

Among Ukrainian agribusiness stocks, Milkiland (MLK) led gains, surging nearly 15% to PLN 1.32, boosting its market capitalization to USD 10mn.

Shares of MHP (MHPC) rose 2.4% to USD 5.10, valuing the company at USD 546mn. Meanwhile, Ferrexpo (FXPO) saw its market cap decline by 7.1% to USD 779mn amid a 4.3% drop in iron ore prices, which fell to USD 99 per tonne. Over the past year, iron ore prices have plummeted 30%.

On currency markets, the U.S. dollar continued to strengthen, with the Dollar Index rising 0.4% against a basket of major currencies. The euro approached parity with the greenback, slipping to 1.03 EUR/USD.

The National Bank of Ukraine intervened to support the hryvnia, selling USD 744mn from reserves over the week. Total interventions for 2024 amounted to approximately USD 35bn. The interbank exchange rate currently stands at UAH 42.18 per dollar, while the cash market rate is slightly higher at 42.55 UAH/USD.

Highlights

POLITICS AND ECONOMICS

- Ukraine Secures USD 41bn in Budget Support from International Partners in 2024

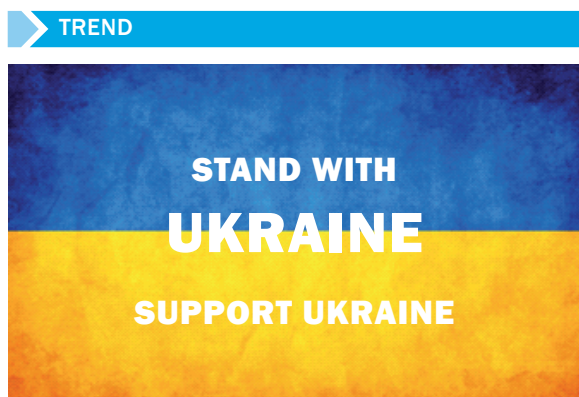
The National Bank of Ukraine has opened a special fundraising account to support the Armed Forces of Ukraine. Please find more at the National Bank's official website under the link below:

www.bank.gov.ua/en/about/support-the-armed-forces

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

www.eavex.com.ua



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

TREND			
MARKET INDEXES			
	Last	1W ch	YTD
UX	1194	0.0%	0.0%
RTS	876	1.5%	-1.9%
WIG20	2204	0.0%	0.5%
MSCI EM	1073	-0.8%	-0.2%
MSCI Global	847	-0.5%	0.7%
S&P 500	5942	-0.5%	1.0%

FIXED INCOME			
	Last	1W ch	YTD
NBU Key Rate	13.5%	0.0 p.p.	0.0 p.p.
UAH 1-year bond yield	15.1%	0.0 p.p.	0.0 p.p.
Ukraine-2029 yield	15.2%	-0.7 p.p.	-0.7 p.p.
Ukraine-2036 yield	14.1%	-0.3 p.p.	-0.3 p.p.

CASH EXCHANGE RATES			
	Last, UAH	1W ch	YTD
USD/UAH	42.55	0.7%	0.7%
EUR/UAH	44.20	-0.2%	-0.2%

Source: Eavex Capital

Ukraine Secures USD 41bn in Budget Support from International Partners in 2024

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

NEWS

The Ukrainian Ministry of Finance secured USD 41.7bn in external funding from 11 international partners in 2024 to support the state budget. Approximately USD 12.6bn, or 30% of the total, came as non-repayable grants, while all loans were provided on concessional terms.

Key donors and their contributions:

- > EU: \$17.3 billion (concessional financing and grants)
- > USA: \$8.3 billion (grants)
- > IMF: \$5.3 billion (concessional financing)
- > Japan: \$4.3 billion (concessional financing, grants, and guarantees)
- > World Bank: \$3.2 billion (concessional financing)
- > Canada: \$1.8 billion (concessional financing)
- > UK: \$1 billion (guarantees)
- > Norway: \$306 million (grants)
- > South Korea: \$100 million (concessional financing)
- > Europe Development Bank: \$11 million (concessional financing)
- > Spain: \$3 million (guarantees)

COMMENTARY

Ukraine's Budget Relies on Strong IMF Ties as Deficit Looms for 2025

Ukraine's tax and customs revenues reached UAH 2.2 trillion (\$55 billion) in 2024, all of which were allocated to defense and security. External financing played a critical role in funding other budgetary needs, with international partners providing \$115 billion in total budget support since the start of the full-scale war.

Remaining in the IMF's Extended Fund Facility program is pivotal for Ukraine. The country successfully completed four program reviews in 2024, meeting all structural benchmarks and securing \$5.3 billion in financing. To date, Ukraine has accessed \$9.8 billion of the \$15.5 billion allocated under the program, which runs through 2027.

2025 Budget Challenges

Ukraine faces a \$38 billion budget deficit in 2025, equivalent to 19% of GDP. International partners have pledged sufficient support to cover this shortfall.

Commitments include:

- > EU: \$12.5 billion, with contributions partly backed by frozen Russian assets.
- > World Bank: \$2.7 billion.
- > UK: Approximately \$2 billion.

Continued external assistance remains vital as Ukraine balances war-time spending and economic recovery.

QUOTES AND MULTIPLES FOR SELECTED UKRAINIAN LISTED COMPANIES

	Ticker	Last Price*	Absolute performance		MCap USD mn	EV USD mn	Free float	P/E		EV/EBITDA		EV/Sales 2025E
			1W	YtD				2024	2025E	2024	2025E	
UX Index	UX	1194	0.0%	0.0%								
Iron Ore Mining												
Ferrexpo	FXPO	105.0	-7.1%	-7.1%	779	667	25.5%	6.5	4.6	3.9	2.9	0.6
Oil & Gas												
Enwell Energy (ex-Regal)	ENW	24.0	9.1%	9.1%	95	2	21.6%	3.8	3.2	na	na	na
Power Utilities												
Centrenerg	CEEN	3.72	0.0%	0.0%	32	32	21.7%	neg	neg	neg	neg	n/a
Agro sector												
MHP	MHPC	5.10	2.4%	2.4%	546	1,715	33.7%	3.4	4.2	3.1	3.0	0.5
Kernel (FY23, FY24, FY25)	KER	13.28	2.2%	2.2%	941	1,536	5.4%	2.5	2.0	2.3	2.2	0.4
Astarta	AST	42.55	4.3%	4.3%	251	409	37.0%	2.8	2.6	2.0	2.0	0.6
IMC	IMC	16.00	0.0%	0.0%	137	151	18.3%	2.5	2.6	1.9	1.8	0.8
Banks												
										Price/Book	Price/Assets	
Raiffeisen Bank Aval	BAVL	0.25	0.0%	0.0%	361		1.8%	3.6	3.7	0.6	0.5	0.07

Source: UX, PFTS, LSE, WSE, Eavex Research
* prices are in traded currency

QUOTES AND MULTIPLES FOR SELECTED U.S. COMPANIES

	Ticker	Price USD	Absolute performance		MCap USD bn	EV USD bn	P/E		EV/EBITDA		EV/Sales 2025E	
			1W	YtD			2024	2025E	2024	2025E		
Индекс S&P 500	S&P 500	5942	-0.5%	1.0%								
Technology sector												
Apple	AAPL	243	-5.1%	-5.1%	3,791	3,831		40	42	28	28	10
Microsoft	MSFT	423	-1.6%	-1.6%	3,142	3,132		36	33	24	21	12
NVIDIA	NVDA	144	7.5%	7.5%	3,527	3,497		54	42	47	37	24
Palantir Technologies	PLTR	79.9	1.0%	1.0%	174	170		348	218	284	189	42
Electric Utilities												
American Electric Power	AEP	92.1	-0.4%	-0.4%	49	93		18.1	15.8	12.1	11.6	4.5
Dominion Energy	D	54.7	1.4%	1.4%	46	89		19.1	18.4	13.2	12.5	5.9
Oil & Gas												
Exxon Mobil	XOM	108.0	1.4%	1.4%	475	490		14.0	13.6	6.8	6.5	1.4
Devon Energy	DVN	33.9	8.7%	8.7%	22	31		6.6	6.2	4.0	3.9	1.9
PBF Energy	PBF	27.2	7.1%	7.1%	4.1	5.2		20.4	8.2	12.9	6.5	0.1
Iron Ore Mining												
VALE	VALE	8.6	-2.7%	-2.7%	37	49		4.0	3.7	3.2	2.9	1.1
Pharmaceutical												
Pfizer	PFE	26.6	-0.1%	-0.1%	151	208		35.1	30.8	15.1	14.3	3.4
Bristol-Myers Squibb	BMJ	56.6	-1.9%	-1.9%	115	158		neg	17.7	31.0	12.7	3.2

Source: Bloomberg

MAIN FINANCIAL FORECASTS FOR UKRAINIAN COMPANIES, USD mn

		Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2023	2024	2025E	2023	2024	2025E	2023	2024	2025E	2023	2024	2025E	2023	2024	2025E
Iron Ore Mining																
Ferrexpo	FXPO	750	950	1,100	140	170	230	18.7%	17.9%	20.9%	80	120	170	10.7%	12.6%	15.5%
Oil & Gas																
Regal Petroleum	RPT	80	55	65	49	52	57	61.3%	94.5%	87.7%	28	25	30	35.0%	45.5%	46.2%
Electric Utilities																
Centrenergó	CEEN	427	na	na	-18	na	na	-4.1%	na	na	-25	na	na	-5.8%	na	na
Agro sector																
MHP	MHPC	3,021	3,100	3,250	445	550	570	14.7%	17.7%	17.5%	142	160	130	4.7%	5.2%	4.0%
Kernel (FY23, FY24, FY25E)	KER	3,455	3,800	4,200	544	680	710	15.7%	17.9%	16.9%	299	370	470	8.7%	9.7%	11.2%
Astarta	AST	628	645	685	199	202	204	31.7%	31.3%	29.7%	85	89	95	13.5%	13.8%	13.9%
IMC	IMC	139	180	200	3	80	85	2.4%	44.4%	42.5%	-21	55	52	-15.1%	30.6%	26.0%
Banks																
		Total Assets			Total Equity			Total Income			Net Profit			Return on Equity		
Raiffeisen Bank Aval	BAVL	4,977	4,643	4,886	575	615	683	594	488	453	126	100	98	21.9%	16.3%	14.3%

Source: Eavex Research

FINANCIAL FORECASTS FOR SELECTED U.S. COMPANIES, USD bn

		Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2023	2024	2025E	2023	2024	2025E	2023	2024	2025E	2023	2024	2025E	2023	2024	2025E
Technology sector																
Apple	AAPL	383	391	395	126	135	137	32.8%	34.5%	34.7%	97	94	90	25.3%	24.0%	22.8%
Microsoft	MSFT	212	245	265	105	133	147	49.5%	54.3%	55.5%	72	88	96	34.0%	35.9%	36.2%
NVIDIA	NVDA	61	118	145	36	75	95	59.0%	63.6%	65.5%	30	65	83	49.2%	55.1%	57.2%
Palantir Technologies	PLTR	2.2	2.9	4.1	0.3	0.6	0.9	13.6%	20.7%	22.0%	0.2	0.5	0.8	9.1%	17.2%	19.5%
Electric Utilities																
American Electric Power	AEP	19.0	19.8	20.7	7.2	7.7	8.0	37.9%	38.9%	38.6%	2.2	2.7	3.1	11.6%	13.6%	15.0%
Dominion Energy	D	14.4	14.7	15.1	6.8	6.7	7.1	47.2%	45.6%	47.0%	1.9	2.4	2.5	13.2%	16.3%	16.6%
Oil & Gas																
Exxon Mobil	XOM	335	344	352	74	72	76	22.1%	20.9%	21.6%	36	34	35	10.7%	9.9%	9.9%
Devon Energy	DVN	15.3	15.8	16.2	7.5	7.6	7.9	49.0%	48.1%	48.8%	3.7	3.4	3.6	24.2%	21.5%	22.2%
PBF Energy	PBF	38.3	34.9	35.3	3.5	0.4	0.8	9.1%	1.1%	2.3%	2.1	0.2	0.5	5.5%	0.6%	1.4%
Iron Ore Mining																
VALE	VALE	41.8	41.0	44.0	15.6	15.2	17.0	37.3%	37.1%	38.6%	7.9	9.3	10.0	18.9%	22.7%	22.7%
Pharmaceutical																
Pfizer	PFE	58.5	59.4	62.0	9.6	13.8	14.5	16.4%	23.2%	23.4%	2.1	4.3	4.9	3.6%	7.2%	7.9%
Bristol-Myers Squibb	BMJ	45.0	47.4	48.8	19.4	5.1	12.4	43.1%	10.8%	25.4%	8.0	-7.3	6.5	17.8%	-15.4%	13.3%

Source: Bloomberg

Eavex Capital

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

Telephone: +38 044 590 5454

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 2025 Eavex Capital. All rights reserved.

Securities and Stock Market State Commission licence, issued 06.10.2015