

Stock Market Update

Kyivstar Falls 12% Ahead of Earnings; U.S. Tech Stocks Retreat on Valuation Concerns

Kyivstar (KYIV) shares dropped 12% during the week, returning to the USD 12.00 – USD 12.50 range. The telecom operator is set to release its quarterly earnings on November 11, which could trigger a rebound if profit figures exceed market expectations.

CentrEnergo (CEEN) said its thermal power plants have halted generation after sustaining new damage from Russian attacks, which hit the same facilities the company had rebuilt following a devastating strike in 2024. The company's shares remain illiquid, with the last recorded trade on the PFTS exchange in August at UAH 4.90.

U.S. equities saw a notable correction as soaring valuations in the tech sector came under pressure. Palantir shares slumped 11% over the week, while NVIDIA dropped 7%.

Gold rose to USD 4,080 again as a weakening US economy increased the chance of a rate cut next month. The precious metal built on gains made on Friday as a measure of US consumer sentiment fell to near the lowest on record, with the shutdown and rising prices souring. A private report the day before signaled a weak labor market in the US.

Gold has retreated around 7% since hitting a record high above USD 4,380 an ounce in mid-October. It's still up more than half this year, however, and most of the factors that have propelled the blistering rally – heightened economic and geopolitical uncertainties and elevated central bank and retail buying – remain in place.

Highlights

POLITICS AND ECONOMICS

- Ukraine's Banks Cut Bad Loans Ratio to 25%, Lowest Since 2015

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

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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

MARKET INDEXES

	Last	1W ch	YTD
UX	1194	0.0%	0.0%
RTS	995	0.9%	11.4%
WIG20	2971	-0.5%	35.5%
MSCI EM	1382	-1.4%	28.6%
MSCI Global	991	-1.5%	17.8%
S&P 500	6728	-1.6%	14.4%

FIXED INCOME

	Last	1W ch	YTD
NBU Key Rate	15.5%	0.0 p.p.	2.0 p.p.
UAH 1-year bond yield	16.4%	0.0 p.p.	0.0 p.p.
Ukraine-2029 yield	20.1%	-0.4 p.p.	4.2 p.p.
Ukraine-2036 yield	15.5%	0.1 p.p.	1.1 p.p.

CASH EXCHANGE RATES

	Last, UAH	1W ch	YTD
USD/UAH	42.15	0.2%	-0.2%
EUR/UAH	48.90	0.2%	10.4%

Source: Eavex Capital

Ukraine's Banks Cut Bad Loans Ratio to 25%, Lowest Since 2015

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NEWS

The share of nonperforming loans (NPLs) in Ukraine's banking sector fell to 25% as of October 1, down from 30% at the start of the year, according to the National Bank of Ukraine (NBU).

The central bank said defaults surged during the first year of Russia's full-scale invasion, when roughly 20% of loans went into default and NPLs made up 39% of banks' portfolios. The ratio has been declining steadily since mid-2023.

In absolute terms, total lending in the banking system rose by UAH 182bn (USD 4.1 bn) in the first nine months of 2025, a 14% increase to UAH 1.48 tr (USD 35bn). Over the same period, the share of nonperforming loans shrank by UAH 23bn, or 5.7%, to UAH 371bn (USD 8.8bn).

The NPL ratio among household loans dropped 2.7 percentage points to 12.8%, while for corporate loans it fell 6.5 points to 32.5%.

COMMENTARY

The current 25% NPL level marks the lowest since 2015. The improvement was mainly driven by growth in new, higher-quality lending and by banks writing off certain categories of bad loans.

Still, legacy nonperforming loans at state-owned banks continue to weigh on the sector. Excluding old bad debts recognized during the 2015–2017 banking reform — including those linked to former owners of PrivatBank — the NPL ratio would stand at 14.3%, the NBU said.

For comparison, the average NPL ratio in the euro area is 2.2%, while in Eastern Europe it averages around 3.5% — 3.6% in Poland and 3.0% in Hungary.

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	52.6	-8.0%	-53.5%	415	303	25.5%	3.5	2.4	1.8	1.3	0.3
Oil & Gas												
Enwell Energy	ENW	16.5	-2.9%	-25.0%	70	-24	21.6%	2.8	2.3	na	na	na
Telecom												
Kyivstar	KYIV	12.40	-12.1%	0.6%	2,863	3,303	10.0%	10.1	9.7	5.6	5.4	3.3
Agro sector												
MHP	MHPC	5.54	-1.8%	11.2%	593	1,835	33.7%	4.1	4.9	3.2	4.1	0.6
Kernel (FY24, FY25, FY26E)	KER	19.08	-0.4%	46.8%	1,526	1,669	5.4%	6.4	6.1	3.6	4.2	0.4
Astarta	AST	45.00	-2.2%	10.3%	299	478	37.0%	3.4	3.2	2.4	2.6	1.0
IMC	IMC	25.90	0.4%	61.9%	251	264	18.3%	4.6	4.8	3.3	3.1	1.3
Banks										Price/Book		Price/Assets
Raiffeisen Bank Aval	BAVL	0.33	0.0%	32.0%	481		1.8%	4.8	4.9	0.8	0.7	0.10

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	6729	-1.6%	14.4%							
Technology sector											
Apple	AAPL	268	-0.7%	4.7%	4,181	4,221	44	46	31	31	11
Microsoft	MSFT	497	-4.1%	15.6%	3,692	3,682	42	38	28	25	14
NVIDIA	NVDA	188	-6.9%	40.3%	4,604	4,574	71	55	61	48	32
Palantir Technologies	PLTR	177.9	-11.3%	125.0%	388	384	776	485	640	426	94
Electric Utilities											
American Electric Power	AEP	121.4	0.9%	31.2%	65	109	23.9	20.8	14.1	13.6	5.2
Dominion Energy	D	61.6	4.9%	14.2%	52	94	21.6	20.7	14.1	13.3	6.2
Oil & Gas											
Exxon Mobil	XOM	117	2.6%	9.9%	515	530	15.1	14.7	7.4	7.0	1.5
Devon Energy	DVN	33.7	3.7%	8.0%	22	31	6.5	6.2	4.0	3.9	1.9
PBF Energy	PBF	36.9	7.9%	45.3%	5.5	6.6	27.7	11.1	16.6	8.3	0.2
Iron Ore Mining											
VALE	VALE	12.15	0.5%	37.0%	52	64	5.6	5.2	4.2	3.8	1.5
Pharmaceutical											
Pfizer	PFE	24.4	-1.2%	-8.3%	138	195	32.2	28.2	14.2	13.5	3.2
Bristol-Myers Squibb	BMJ	46.7	1.3%	-19.0%	95	138	neg	14.6	27.0	11.1	2.8

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																
Enwell Energy	ENW	80	55	65	49	52	57	61.3%	94.5%	87.7%	28	25	30	35.0%	45.5%	46.2%
Telecom																
Kyivstar	KYIV	915	919	990	604	592	610	66.0%	64.4%	61.6%	281	283	295	30.7%	30.8%	29.8%
Agro sector																
MHP	MHPC	3,021	3,046	3,150	445	566	450	14.7%	18.6%	14.3%	142	144	120	4.7%	4.7%	3.8%
Kernel (FY24, FY25, FY26E)	KER	3,800	4,115	4,300	680	466	400	17.9%	11.3%	9.3%	370	238	250	9.7%	5.8%	5.8%
Astarta	AST	628	645	482	199	202	181	31.7%	31.3%	37.7%	85	89	94	13.5%	13.8%	19.4%
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

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