

Stock Market Update

Kernel, MHP Lead Gains as Global Grain Prices Lift Ukrainian Agri Shares

Rising global prices for wheat and sunflower oil provided a tailwind for shares of Ukrainian agricultural producers. Kernel (KER) surged 4.9% to PLN 22.45, valuing the company at about USD 1.81bn.

MHP (MHPC) gained 5.2% to USD 8.02, with a market capitalization of roughly USD 858mn.

IMC (IMC) advanced 4.0% to PLN 28.30, implying a market value of around USD 276mn.

On the downside, telecom operator Kyivstar (KYIV) dropped by 4.8% to USD 12.15 (MCap of USD 2.9bn) as Russian attacks deepened the energy and humanitarian crises in Ukraine during the second week of the year, as temperatures dropped below freezing. The assaults came after an agreement was almost reached between the US and Ukraine on the provision of security guarantees following a ceasefire.

U.S. equities were once again shaped by political developments. Investor attention centered on the situation around Greenland, which President Donald Trump has said he wants to buy from Denmark. Trump also threatened new trade tariffs on European countries that oppose a potential deal. The S&P 500 slipped 0.4% over the past week, with Microsoft among the notable laggards, falling 4.0%.

Today, the Stoxx Europe 600 Index fell 1.2% with sectors most exposed to the US market – including automakers and luxury stocks – taking heavy losses.

Highlights

POLITICS AND ECONOMICS

- > Zelenskiy Attacks Klitschko Over Power Cuts; Kyiv Cold Wave to Ease Slightly This Week
- > IMF May Give Final Approval to USD 8.1bn Ukraine Program in February

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

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
PFTS	461	0.0%	0.0%
RTS	1106	0.8%	-0.7%
WIG20	3283	0.2%	3.1%
MSCI EM	1485	2.3%	5.8%
MSCI Global	1038	0.3%	2.4%
S&P 500	6940	-0.4%	0.6%

FIXED INCOME

	Last	1W ch	YTD
NBU Key Rate	15.5%	0.0 p.p.	0.0 p.p.
UAH 1-year bond yield	16.4%	0.0 p.p.	0.0 p.p.
Ukraine-2029 yield	19.2%	0.5 p.p.	1.2 p.p.
Ukraine-2036 yield	15.2%	0.3 p.p.	0.7 p.p.

CASH EXCHANGE RATES

	Last, UAH	1W ch	YTD
USD/UAH	43.60	0.7%	3.1%
EUR/UAH	50.80	0.4%	1.7%

Source: Eavex Capital

Zelenskiy Attacks Klitschko Over Power Cuts; Kyiv Cold Wave to Ease Slightly This Week

by Will Ritter
w.ritter@eavex.com.ua

NEWS

President Zelenskiy renewed his political rivalry with Kyiv Mayor Vitaliy Klitschko last week, blaming the Kyiv city government for the capital's difficulties with power and heating amid the coldest weather that Ukraine has seen since the start of the full-scale war in 2022.

In a social media post, Zelenskiy announced that he had held an "emergency energy coordination call" with several government ministers and oblast (provincial) leaders, and he sharply criticized the Kyiv government for "lost time", saying that "what was not done at the city level will now be corrected at the (national) government level. A permanent operational headquarters has been established for the capital... I expect full cooperation and coordination from the local (Kyiv) authorities".

The severe problems with power and heating began on Jan 9, when Ukraine was hit by Russian missile & drone strikes which the Putin regime had deliberately timed to coincide with the sharp drop in temperatures. Klitschko said that some 6000 of Kyiv's multi-story residential buildings were without heating in the immediate aftermath of the attack, although this number has now been reduced to about 100.

Kyiv's temperature has not risen above -8 C in over a week, with night-time lows in the range of -15 to -18 C, making this the city's coldest week of weather since the winter of 2014. Although freezing temperatures are forecasted to continue through the end of January, the absolute level should begin to rise somewhat, with highs reaching -5 to -3 by Friday (Jan 23).

COMMENTARY

The hostility between Zelenskiy and Klitschko is not a new phenomenon, as the President has attempted several times since 2019 - without success - to remove Kyiv's elected mayor and substitute a hand-picked appointee in his place.

For his part, Klitschko has criticized Zelenskiy for having dictatorial tendencies, and has stated that despite their offices being less than 1km apart, he and Zelenskiy have never spoken in person since the start of the war.

In our view, Zelenskiy's attempts to use the power outages as a justification to strong-arm the Kyiv city government are unlikely to improve his political rating in capital, where he has never been particularly popular.

On the positive side, although Ukraine's weather luck finally ran out this month (previous winters during the war were warmer than average), it appears that the coldest temperatures may now be in the rear-view mirror, and that Russian efforts to cow the Ukrainian urban population by denying city residents basic utility services have failed once again.

IMF May Give Final Approval to USD 8.1bn Ukraine Program in February

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

NEWS

The IMF's Executive Board may approve a new four-year, USD 8.1bn financing program for Ukraine as early as February, subject to Kyiv meeting agreed prior actions.

Among the conditions already fulfilled is the adoption of the 2026 state budget.

Additional IMF requirements include broadening the tax base by passing legislation to tax income earned via digital platforms, closing customs loopholes for consumer goods, and abolishing certain value-added tax exemptions.

Ukrainian authorities have pledged to soon pass so-called "OLX tax" laws, introduce taxation on all parcels imported from abroad, and apply VAT to sole proprietors with annual revenue exceeding UAH 1 mn. As a result, all sole proprietors except those in the first tax group would become VAT payers.

Overall, since February 2022 the IMF has disbursed USD 13.4bn to Ukraine, making it the fourth-largest provider of budget support.

Since the start of the war, Ukraine has received USD 168bn in international assistance.

COMMENTARY

Ukraine's budget deficit through the end of 2027 is estimated at USD 63bn, while financing needs for 2026–2029 are projected at USD 137bn. Against this backdrop, expected EU support totaling EUR 90bn is insufficient to ensure the country's financial sustainability.

IMF approval is therefore critical, as it would unlock additional external financing for Ukraine.

Beyond funding the budget deficit, Ukraine must also secure sufficient resources to meet external debt repayments and partially offset the impact of a widening current-account deficit.

According to the Finance Ministry, roughly USD 32bn will be required for external debt servicing and repayments over 2026–2029.

On the trade balance, the ministry forecasts the deficit could widen to USD 44bn this year, with imports of goods and services seen at USD 105bn, compared with exports of just USD 61bn.

The deterioration reflects weaker exports from the steel sector, while imports continue to rise due to strong demand for energy and equipment needed to restore the power system.

At the same time, the National Bank's foreign-exchange reserves remain at a record USD 57.3bn, allowing the regulator to meet demand in the interbank FX market.

The central bank spent USD 36bn on currency interventions in 2025.

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 2026E
			1W	YtD				2025E	2026E	2025E	2026E	
PFTS Index	PFTS	461	0.0%	0.0%								
Iron Ore Mining												
Ferrexpo	FXPO	72.8	1.1%	-1.8%	583	482	25.5%	9.0	6.9	4.4	3.4	0.5
Oil & Gas												
Enwell Energy	ENW	16.0	-1.5%	-8.6%	69	-25	21.6%	4.6	6.2	na	na	na
Telecom												
Kyivstar	KYIV	12.14	-2.7%	-6.3%	2,803	3,243	10.0%	15.6	11.2	5.3	5.1	3.0
Agro sector												
MHP	MHPC	8.02	5.2%	11.4%	858	2,388	33.7%	3.5	4.1	4.5	4.3	0.7
Kernel (FY24, FY25, FY26E)	KER	22.45	4.9%	7.2%	1,810	1,953	5.4%	7.6	7.2	4.2	4.9	0.5
Astarta	AST	45.70	1.3%	3.9%	306	529	37.0%	4.4	4.0	3.2	3.0	0.9
IMC	IMC	28.30	4.0%	10.5%	276	269	18.3%	5.3	4.2	3.2	3.1	1.3
										Price/Book	Price/Assets	
Raiffeisen Bank Aval	BAVL	0.38	0.0%	0.0%	536		1.8%	5.3	5.0	0.8	0.7	0.11

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 2026E	
			1W	YtD			2025E	2026E	2025E	2026E		
Индекс S&P 500	S&P 500	6940	-0.4%	0.6%								
Technology sector												
Apple	AAPL	256	-1.2%	-5.9%	3,993	4,033		44	42	29	29	10
Microsoft	MSFT	460	-4.0%	-4.8%	3,417	3,407		36	34	23	22	12
NVIDIA	NVDA	186	0.5%	-0.3%	4,555	4,525		55	49	48	42	27
Palantir Technologies	PLTR	171	-3.7%	-3.8%	373	369		466	339	410	284	64
Electric Utilities												
American Electric Power	AEP	120	2.7%	4.2%	64	108		20.6	19.3	13.5	12.8	5.0
Dominion Energy	D	61.1	5.3%	4.3%	51	94		20.5	18.3	13.2	12.9	5.9
Oil & Gas												
Exxon Mobil	XOM	130	4.0%	8.3%	572	587		16.3	15.5	7.7	7.2	1.6
Devon Energy	DVN	36.2	1.1%	-1.4%	24	32		6.6	6.3	4.1	3.8	1.8
PBF Energy	PBF	29.5	-10.1%	8.3%	4.4	5.5		8.9	11.1	6.9	7.9	0.1
Iron Ore Mining												
VALE	VALE	14.61	4.6%	12.4%	62	74		6.2	5.8	4.4	5.1	1.6
Pharmaceutical												
Pfizer	PFE	25.7	0.8%	3.2%	146	203		29.7	28.6	14.0	13.7	3.3
Bristol-Myers Squibb	BMJ	55.3	-1.1%	2.4%	112	155		neg	19.4	12.5	12.0	3.0

Source: Bloomberg

MAIN FINANCIAL FORECASTS FOR UKRAINIAN COMPANIES, USD mn

		Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2024	2025E	2026E	2024	2025E	2026E	2024	2025E	2026E	2024	2025E	2026E	2024	2025E	2026E
Iron Ore Mining																
Ferrexpo	FXPO	933	850	880	69	110	140	7.4%	12.9%	15.9%	-50	65	85	-5.4%	7.6%	9.7%
Oil & Gas																
Enwell Energy	ENW	80	45	35	49	25	18	61.3%	55.6%	51.4%	28	15	11	35.0%	33.3%	31.4%
Telecom																
Kyivstar	KYIV	919	990	1,085	592	610	635	64.4%	61.6%	58.5%	283	180	250	30.8%	18.2%	23.0%
Agro sector																
MHP	MHPC	3,046	3,350	3,420	566	530	550	18.6%	15.8%	16.1%	144	245	210	4.7%	7.3%	6.1%
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	645	518	570	202	164	177	31.3%	31.7%	31.1%	89	70	77	13.8%	13.6%	13.5%
IMC	IMC	180	170	210	80	85	87	44.4%	50.0%	41.4%	55	52	65	30.6%	30.6%	31.0%
Banks		Total Assets			Total Equity			Total Income			Net Profit			Return on Equity		
Raiffeisen Bank Aval	BAVL	4,643	5,059	5,011	615	707	731	488	467	500	100	100	107	16.3%	14.2%	14.6%

Source: Eavex Research

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

		Net Sales			EBITDA			EBITDA margin			Net Profit			Net Profit margin		
		2024	2025E	2026E	2024	2025E	2026E	2024	2025E	2026E	2024	2025E	2026E	2024	2025E	2026E
Technology sector																
Apple	AAPL	391	395	407	135	137	141	34.5%	34.7%	34.6%	94	90	96	24.0%	22.8%	23.6%
Microsoft	MSFT	245	265	285	133	147	152	54.3%	55.5%	53.3%	88	96	102	35.9%	36.2%	35.8%
NVIDIA	NVDA	118	145	165	75	95	108	63.6%	65.5%	65.5%	65	83	93	55.1%	57.2%	56.4%
Palantir Technologies	PLTR	2.9	4.1	5.8	0.6	0.9	1.3	20.7%	22.0%	22.4%	0.5	0.8	1.1	17.2%	19.5%	19.0%
Electric Utilities																
American Electric Power	AEP	19.8	20.7	21.5	7.7	8.0	8.4	38.9%	38.6%	39.1%	2.7	3.1	3.3	13.6%	15.0%	15.3%
Dominion Energy	D	14.7	15.1	15.9	6.7	7.1	7.3	45.6%	47.0%	45.9%	2.4	2.5	2.8	16.3%	16.6%	17.6%
Oil & Gas																
Exxon Mobil	XOM	344	352	375	72	76	81	20.9%	21.6%	21.6%	34	35	37	9.9%	9.9%	9.9%
Devon Energy	DVN	15.8	16.2	17.5	7.6	7.9	8.6	48.1%	48.8%	49.1%	3.4	3.6	3.8	21.5%	22.2%	21.7%
PBF Energy	PBF	34.9	35.3	37.9	0.4	0.8	0.7	1.1%	2.3%	1.8%	0.2	0.5	0.4	0.6%	1.4%	1.1%
Iron Ore Mining																
VALE	VALE	41.0	44.0	47.0	15.2	17.0	14.5	37.1%	38.6%	30.9%	9.3	10.0	10.8	22.7%	22.7%	23.0%
Pharmaceutical																
Pfizer	PFE	59.4	62.0	61.0	13.8	14.5	14.8	23.2%	23.4%	24.3%	4.3	4.9	5.1	7.2%	7.9%	8.4%
Bristol-Myers Squibb	BMJ	47.4	48.8	51.0	5.1	12.4	12.9	10.8%	25.4%	25.3%	-7.3	6.5	5.8	-15.4%	13.3%	11.4%

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

Pavlo Korovitskiy
Managing Director
Equity and Fixed Income
p.korovitsky@eavex.com.ua

RESEARCH

Dmytro 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 2026 Eavex Capital. All rights reserved.

Securities and Stock Market State Commission licence, issued 06.10.2015