

## Stock Market Update

### Kyivstar Shares Jump on Wall Street Buy Calls; Mixed Moves in Agro Stocks

Kyivstar (KYIV) shares climbed 8.4% over the week to USD 11.92, giving the company a market capitalization of USD 2.8bn. The rally was fueled by Wall Street research notes recommending the stock with target prices in the USD 17 – USD 20 range, implying as much as 65% upside from current levels. Still, telecom remains a mature industry, limiting the scope for higher valuation multiples. In our view, Kyivstar’s stock is likely to trade in a broad USD 10.50 – USD 12.50 corridor, with the potential for a sharp move higher if the acute phase of Russia’s war ends.

Ukrainian agricultural stocks diverged. MHP (MHPC) rose 1.1% to USD 5.66, while Astarta slumped 5.0% to PLN 44.65.

The 2025 harvest showed sharp contrasts in Ukraine: drought devastated crops in the south and east, while cooler summer weather preserved fields in the west and north. In some regions, yields fell so low they failed to cover production costs. Beyond the war, climate volatility is emerging as a key challenge that will demand new strategies for Ukrainian farming.

In the latest war related news, the United States is considering Ukraine’s request to obtain long-range Tomahawk missiles for its effort to push back against Russian invaders, Vice President JD Vance said on Sunday. Ukrainian President Volodymyr Zelenskiy has asked the United States to sell Tomahawks to European nations that would send them to Ukraine. U.S. President Donald Trump would make the “final determination” on whether to allow the deal. Tomahawk missiles have a range of 2,500 km (1,550 miles), and would be a powerful asset in Ukraine’s arsenal.

## Highlights

### POLITICS AND ECONOMICS

- › Ukraine 2Q GDP Expands 0.8%, Missing Forecasts

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)

[www.eavex.com.ua](http://www.eavex.com.ua)

## 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%  | 0.0%  |
| RTS         | 1027 | -0.8% | 15.0% |
| WIG20       | 2832 | 1.0%  | 29.2% |
| MSCI EM     | 1326 | -1.1% | 23.3% |
| MSCI Global | 977  | -0.5% | 16.2% |
| S&P 500     | 6644 | -0.3% | 13.0% |

## 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    | 19.1% | -0.3 p.p. | 3.2 p.p. |
| Ukraine-2036 yield    | 15.1% | -0.2 p.p. | 0.7 p.p. |

## CASH EXCHANGE RATES

|         | Last, UAH | 1W ch | YTD   |
|---------|-----------|-------|-------|
| USD/UAH | 41.64     | 0.1%  | -1.4% |
| EUR/UAH | 48.85     | -0.1% | 10.3% |

Source: Eavex Capital

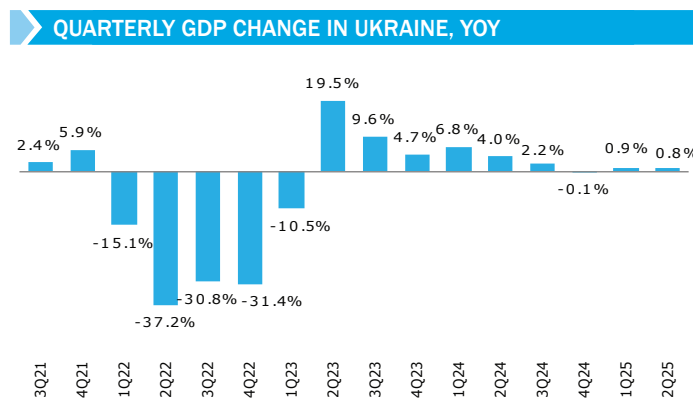
**Ukraine 2Q GDP Expands 0.8%,  
Missing Forecasts**

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**NEWS**

Ukraine’s economy expanded 0.8% in the second quarter from a year earlier, compared with 0.9% growth in the first three months of 2025.

A year ago, in the second quarter of 2024, GDP rose 4.0% year-on-year.



Source: State Statistics Committee, Eavex Research

**COMMENTARY**

Ukraine’s GDP growth came in below expectations, prompting a downgrade of this year’s economic forecast to 2.0% from 2.7%.

Weaker GDP dynamics are set to weigh on budget revenues, widening the fiscal deficit toward year-end. The Finance Ministry will be forced to step up domestic bond issuance and seek alternative external funding sources to cover spending.

Against this backdrop, sentiment was buoyed by news that the European Union is considering a EUR 130bn “reparations loan” to Ukraine. The loan would be repaid only after Russia provides war reparations, with frozen Russian assets in EU member states serving as collateral to ensure eventual repayment. A final decision on the loan size will be taken after the IMF assesses Ukraine’s financing needs for the next two years.

Prices of Ukraine’s GDP warrants – securities whose payouts depend on the pace of economic growth – rose 2.1% last week to 79.1 cents on the dollar.

The instruments remain in default and trade as speculative, high-volatility assets, with restructuring talks between the Finance Ministry and investors still unresolved. Over the past 12 months, the GDP warrants have traded in a range of 60 to 86 cents on the dollar.

**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%   |             |           |            |      |       |                   |                     |                |
| <b>Iron Ore Mining</b>    |        |             |                      |        |             |           |            |      |       |                   |                     |                |
| Ferrexpo                  | FXPO   | 54.7        | 0.0%                 | -51.6% | 438         | 326       | 25.5%      | 3.7  | 2.6   | 1.9               | 1.4                 | 0.3            |
| <b>Oil &amp; Gas</b>      |        |             |                      |        |             |           |            |      |       |                   |                     |                |
| Enwell Energy             | ENW    | 20.0        | -4.8%                | -9.1%  | 86          | -8        | 21.6%      | 3.4  | 2.9   | na                | na                  | na             |
| <b>Telecom</b>            |        |             |                      |        |             |           |            |      |       |                   |                     |                |
| Kyivstar                  | KYIV   | 11.92       | 8.4%                 | -3.3%  | 2,752       | 3,192     | 21.7%      | 9.7  | 9.3   | 5.4               | 5.2                 | 3.2            |
| <b>Agro sector</b>        |        |             |                      |        |             |           |            |      |       |                   |                     |                |
| MHP                       | MHPC   | 5.66        | 1.1%                 | 13.7%  | 606         | 1,785     | 33.7%      | 4.2  | 5.0   | 3.2               | 4.0                 | 0.6            |
| Kernel (FY23, FY24, FY25) | KER    | 18.88       | 1.0%                 | 45.2%  | 1,518       | 1,724     | 5.4%       | 4.1  | 5.4   | 2.5               | 4.2                 | 0.4            |
| Astarta                   | AST    | 44.65       | -5.0%                | 9.4%   | 299         | 477       | 37.0%      | 3.3  | 3.2   | 2.4               | 2.6                 | 1.0            |
| IMC                       | IMC    | 24.20       | -5.1%                | 51.3%  | 235         | 249       | 18.3%      | 4.3  | 4.5   | 3.1               | 2.9                 | 1.2            |
|                           |        |             |                      |        |             |           |            |      |       | <b>Price/Book</b> | <b>Price/Assets</b> |                |
| Raiffeisen Bank Aval      | BAVL   | 0.33        | 0.0%                 | 32.0%  | 487         |           | 1.8%       | 4.9  | 5.0   | 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 | 6644      | -0.3%                | 13.0%  |             |           |      |       |           |       |                |     |
| <b>Technology sector</b>  |         |           |                      |        |             |           |      |       |           |       |                |     |
| Apple                     | AAPL    | 255       | 3.7%                 | -0.4%  | 3,978       | 4,018     |      | 42    | 44        | 30    | 29             | 10  |
| Microsoft                 | MSFT    | 511       | -1.4%                | 18.8%  | 3,796       | 3,786     |      | 43    | 40        | 28    | 26             | 14  |
| NVIDIA                    | NVDA    | 178       | 0.6%                 | 32.8%  | 4,359       | 4,329     |      | 67    | 53        | 58    | 46             | 30  |
| Palantir Technologies     | PLTR    | 177.6     | -2.6%                | 124.6% | 387         | 383       |      | 774   | 484       | 639   | 426            | 93  |
| <b>Electric Utilities</b> |         |           |                      |        |             |           |      |       |           |       |                |     |
| American Electric Power   | AEP     | 109.1     | 1.9%                 | 17.9%  | 58          | 102       |      | 21.5  | 18.7      | 13.3  | 12.8           | 4.9 |
| Dominion Energy           | D       | 60.3      | 0.7%                 | 11.8%  | 51          | 93        |      | 21.1  | 20.3      | 13.9  | 13.1           | 6.2 |
| <b>Oil &amp; Gas</b>      |         |           |                      |        |             |           |      |       |           |       |                |     |
| Exxon Mobil               | XOM     | 117       | 3.5%                 | 9.9%   | 515         | 530       |      | 15.1  | 14.7      | 7.4   | 7.0            | 1.5 |
| Devon Energy              | DVN     | 37        | 8.8%                 | 18.6%  | 24          | 33        |      | 7.1   | 6.8       | 4.3   | 4.2            | 2.0 |
| PBF Energy                | PBF     | 32.6      | 8.3%                 | 28.3%  | 4.9         | 6.0       |      | 24.5  | 9.8       | 15.0  | 7.5            | 0.2 |
| <b>Iron Ore Mining</b>    |         |           |                      |        |             |           |      |       |           |       |                |     |
| VALE                      | VALE    | 10.7      | -1.5%                | 20.6%  | 46          | 58        |      | 4.9   | 4.6       | 3.8   | 3.4            | 1.3 |
| <b>Pharmaceutical</b>     |         |           |                      |        |             |           |      |       |           |       |                |     |
| Pfizer                    | PFE     | 23.8      | -0.8%                | -10.6% | 135         | 192       |      | 31.4  | 27.5      | 13.9  | 13.2           | 3.1 |
| Bristol-Myers Squibb      | BMJ     | 44.1      | -2.0%                | -23.5% | 90          | 133       |      | neg   | 13.8      | 26.0  | 10.7           | 2.7 |

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 |
| <b>Iron Ore Mining</b>     |      |              |       |       |              |      |       |               |       |       |            |      |       |                   |       |       |
| Ferrexpo                   | FXPO | 750          | 950   | 1,100 | 140          | 170  | 230   | 18.7%         | 17.9% | 20.9% | 80         | 120  | 170   | 10.7%             | 12.6% | 15.5% |
| <b>Oil &amp; Gas</b>       |      |              |       |       |              |      |       |               |       |       |            |      |       |                   |       |       |
| Enwell Energy              | ENW  | 80           | 55    | 65    | 49           | 52   | 57    | 61.3%         | 94.5% | 87.7% | 28         | 25   | 30    | 35.0%             | 45.5% | 46.2% |
| <b>Telecom</b>             |      |              |       |       |              |      |       |               |       |       |            |      |       |                   |       |       |
| Kyivstar                   | KYIV | 915          | 919   | 990   | 604          | 592  | 610   | 66.0%         | 64.4% | 61.6% | 281        | 283  | 295   | 30.7%             | 30.8% | 29.8% |
| <b>Agro sector</b>         |      |              |       |       |              |      |       |               |       |       |            |      |       |                   |       |       |
| 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 (FY23, FY24, FY25E) | KER  | 3,455        | 3,800 | 4,200 | 544          | 680  | 410   | 15.7%         | 17.9% | 9.8%  | 299        | 370  | 280   | 8.7%              | 9.7%  | 6.7%  |
| 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% |
| <b>Banks</b>               |      |              |       |       |              |      |       |               |       |       |            |      |       |                   |       |       |
|                            |      | 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 |
| <b>Technology sector</b>  |      |           |      |       |        |      |       |               |       |       |            |      |       |                   |        |       |
| 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% |
| <b>Electric Utilities</b> |      |           |      |       |        |      |       |               |       |       |            |      |       |                   |        |       |
| 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% |
| <b>Oil &amp; Gas</b>      |      |           |      |       |        |      |       |               |       |       |            |      |       |                   |        |       |
| 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%  |
| <b>Iron Ore Mining</b>    |      |           |      |       |        |      |       |               |       |       |            |      |       |                   |        |       |
| 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% |
| <b>Pharmaceutical</b>     |      |           |      |       |        |      |       |               |       |       |            |      |       |                   |        |       |
| 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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