

Trends

Ukrainian Eurobonds Gain after the EU Approved Financing Package

Receiving the European Union's final approval for a EUR 90bn financing package delivered a boost to Ukrainian sovereign Eurobonds, lifting prices by an average of about 2%. The Ukraine-2029 notes climbed 3.3% to 75.0 cents on the dollar, implying a yield to maturity of 17.4%. Bonds maturing in 2036 rose 2.3% to 58.1 cents on the dollar, with a yield of 14.5%.

In a separate major development for public debt, the Finance Ministry announced the successful restructuring of USD 2.6bn in GDP-linked warrants. Ukraine will convert nearly the entire outstanding notional of the instruments into a new class of "C" bonds maturing in 2032 with a face value of USD 3.5bn. The deal materially reduces the budgetary risks posed by the warrants. According to the ministry's estimates, cumulative payments under the warrants between 2025 and 2041 could have reached USD 6 bn to USD 20 bn depending on the pace of economic growth during the recovery period. For example, GDP expanded 5.3% in 2023, triggering a USD 643mn payout under the warrants despite no meaningful improvement in underlying economic conditions.

In the corporate debt universe, poultry producer MHP is gauging investor interest in what would be the Ukrainian corporate sector's first bond since Russia's full scale-invasion. With a USD 550 million Eurobond maturing in April, MHP has been engaging with bond market participants in a bid to determine the feasibility of a new issue to refinance the security. The MHP-2026 issue gained by 0.3% to 95.2 (18.2% YTM).

Metinvest-2029 rose by 1.2% to 75.2 (17.6% YTM) as the group continued its expansion. On 16 December, Metinvest completed the acquisition of ArcelorMittal Tubular Products, located in Romania. Given that the Romanian plant had been loss-making in recent years, Metinvest was able to acquire it at a relatively modest price.

For Metinvest, expanding its footprint in foreign markets adds operational diversification and deepens vertical integration to strengthen its value chain. The deal appears attractive for the company at this stage, though it remains relatively small in the context of the broader Metinvest group.

Highlights

- > Von der Leyen, Kallas Suffer Defeat as EU Rejects Russian Asset Seizure
- > MHP Posts 52% Jump in 9M2025 Net Income to USD 215mn

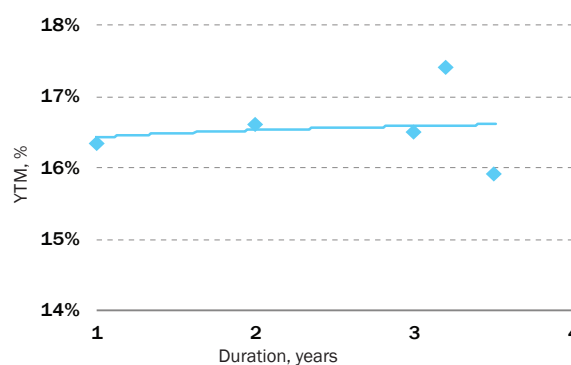
The National Bank of Ukraine has opened a special fundraising account to support the Armed Forces of Ukraine. Please find more at the National Bank's official website under the link below:

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

UAH-DENOMINATED BOND YIELD CURVE



Source: Bloomberg, Eavex Capital

FIXED INCOME

	Last	1W chg	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	17.4%	-1.2 p.p.	1.5 p.p.
Ukraine-2036 yield	14.5%	-0.3 p.p.	0.1 p.p.

CASH EXCHANGE RATES

	Last, UAH	1W chg.	YTD
USD/UAH	42.39	0.1%	0.3%
EUR/UAH	49.90	0.1%	12.6%

Source: Eavex Capital

MHP Posts 52% Jump in 9M2025 Net Income to USD 215mn

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

MHP (MHPC LI)

Price: USD 7.24 Market Cap: USD 775mn

	P/B	EV/S	P/E	EV/EBITDA	Div. Yield
2025E	0.4	0.7	3.2	4.3	0.0%
2026E	0.4	0.7	3.7	4.2	0.0%

NEWS

Agroholding MHP reported a 52% YoY increase in net income to USD 215mn for January–September, supported by a 16% YoY rise in revenue to USD 2.6bn.

The company's European segment accounted for 24% of total sales, or USD 639 mn.

EBITDA climbed 4% to USD 455 million, with an EBITDA margin of 17%.

MHP's total debt stood at USD 2.39bn at the end of September, while net debt amounted to USD 1.53bn, equal to 2.6x EBITDA.

The company's assets reached USD 5.39bn, with equity of USD 2.27bn.

MHP FINANCIALS

USD mn	3Q2024	3Q2025	chg.	9M2024	9M2025	chg.
Net revenue	773	1,000	+29%	2,262	2,635	+16%
EBITDA	173	219	+27%	437	455	+4%
<i>margin</i>	22.4%	21.9%	-0.5 p.p.	19.3%	17.3%	-2.1 p.p.
Net profit (loss)	96	140	+46%	141	215	+52%
<i>net margin</i>	12.4%	14.0%	+1.6 p.p.	6.2%	8.2%	+1.9 p.p.

Source: Company data.

COMMENTARY

A key driver of MHP's improved profitability this year was the relatively stable hryvnia-dollar exchange rate during the reporting period. The company booked USD 23mn in FX gains for the first nine months of 2025, compared with a USD 98mn FX loss a year earlier.

Earnings per share reached USD 2.01 for the nine-month period. Full-year net income may reach USD 245 million, implying a price-to-earnings ratio of 3.2x.

MHP shares rose 7.4% over the week to USd 7.24, reacting positively to the company's strong financial results. The stock is up 45% year-to-date.

The company's Eurobonds maturing in April 2026 also gained, with indicative prices rising 0.3% over the week to 95.2 cents on the dollar, implying a yield to maturity of about 18%. Local media reported the company may return to the debt market with a new Eurobond offering to refinance the notes coming due next April.

SELECTED UKRAINIAN EURO BONDS								
Issue	Indicative Price	Price change in one week	YTM, %	Coupon	Maturity Date	Volume USD mn	Currency	Ratings ¹
Sovereign Eurobonds								
Ukraine, 2029	75.0	3.3%	17.4%	4.50%	1 Feb 2029	1,168	USD	Ca/SD/RD
Ukraine, 2030 (B)	58.0	1.6%	14.1%	-	1 Feb 2030	531	USD	Ca/SD/RD
Ukraine, 2034	59.9	1.9%	15.0%	4.50%	1 Feb 2034	3,150	USD	Ca/SD/RD
Ukraine, 2035	58.9	1.9%	14.7%	4.50%	1 Feb 2035	2,946	USD	Ca/SD/RD
Ukraine, 2036	58.1	2.3%	14.5%	4.50%	1 Feb 2036	2,456	USD	Ca/SD/RD
Ukraine, GDP-linked	99.8	0.8%			31 May 2040	3,239	USD	//
Corporate Eurobonds								
MHP, 2026	95.2	0.3%	18.3%	6.95%	4 Apr 2026	550	USD	//
Kernel, 2027	91.4	0.2%	12.2%	6.75%	27 Oct 2027	300	USD	//
DTEK Energy, 2027	64.7	0.9%	33%	5.00%	31 Dec 2027	1,645	USD	//
Metinvest, 2026	89.4	0.4%	49%	8.50%	23 Apr 2026	648	USD	Caa3//CCC
Metinvest, 2029	75.2	1.2%	17.6%	7.75%	17 Oct 2029	500	USD	Caa3//CCC
NaftoGaz, 2026	73.3	1.1%	20.9%	7.625%	8 Nov 2026	500	USD	//
Ukrainian Railways, 2026	71.7	-0.3%	n/a	8.25%	9 Jul 2026	500	USD	/CC/C

¹ Moody's/S&P/Fitch

Source: Boerse-Berlin, Boerse-Stuttgart. TR Data, Eavex Research

Eavex Capital

7 Klovsky 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.korovitskiy@eavex.com.ua

RESEARCH

Dmytro Churin

Head of Research

d.churin@eavex.com.ua

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