



INVESTMENT CAPITAL UKRAINE
INVESTMENT BANKING

Daily Insight

Liquidity up slightly; YTM's at 9.0%; Primary auction cancelled; UAH held flat after rare NBU intervention

WEDNESDAY, 6 AUGUST, 2014

RESEARCH INSIGHT

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UX Index (3 months to 6 Aug 2014)



Key market indicators (as of 5 Aug 2014)

	Last	Daily chg (%)	YTD chg (%)
FX & MONEY RATES			
USD/UAH	12.3500	-0.24	+49.88
USD/UAH (1Y NDF)	14.3150	+0.00	+51.96
EUR/USD	1.3376	-0.34	-2.67
USD/RUB	36.0396	+0.58	+9.64
KievPRIME O/N (%)	5.50	+0bp	-230bp
KievPRIME 1M (%)	15.10	-3bp	-115bp

BONDS: yields and spreads

Ukraine VAT bond (%)	N/A	-170bp	-8,703bp
Ukraine 17, Eurobond (%)	9.86	+76bp	+30bp
Ukraine 22, Eurobond (%)	8.86	+12bp	-49bp
Ukraine 23, Eurobond (%)	8.87	+14bp	-18bp
Ukraine 5Y CDS	902bp	+74bp	+86bp

EQUITIES

Stock market indices

UX (Ukraine)	1,292.62	-1.75	+42.04
MSCI World	419.39	-0.68	+2.65
MSCI EM	1,063.11	-0.58	+6.03
RTS (Russia)	1,191.37	-1.72	-17.42
WIG-20 (Poland)	2,369.33	+0.33	-1.32
S&P 500 (USA)	1,920.21	-0.97	+3.89

MOST ACTIVE: Top 3 stocks by value traded (US\$m)

MHPC LI	1.63	44.3% of total ¹
KER PW	0.85	23.1%
FXPO LN	0.65	17.6%

GAINERS: Top 3 stocks (in listed currency)

CAD LN	GBp 11.63	+12.05	+12.05
RPT LN	GBp 7.63	+10.91	-41.35
KDM PW	PLN 6.51	+10.34	-79.26

LOSERS: Top 3 stocks (in listed currency)

Notes: Chg – percentage change, if not otherwise indicated; [1] – total traded volume for stocks listed in Table 1, pp. 2; green- or red-shaded box means gain or loss, respectively, of the index or security.

Sources: Bloomberg, UX, Investment Capital Ukraine LLC.

Table 1. Ukrainian stocks (closing prices as of 5-Aug-2014)

Company	Bloomberg Ticker	Listing	Share price performance (% change)					Valuation (US\$)			Free float (FF) & Liquidity					P/E			EV/EBITDA			EV/Sales			Ratios		
			Last price	Daily	MoM	YTD	YoY	Last price	Market cap (m)	EV (m)	FF (%)	FF mkt cap (US\$m)	Last day turnover (US\$ 000)	3M avg. turnover (US\$ 000)	FF share traded (%)	FF turnover (days)	2010	2011E	2012E	2010	2011E	2012E	2010	2011E	2012E	P/B (x)	Debt/Assets (%)
ENERGY																											
Cadogan Petrol...	CAD LN	London	11.63 GBP	+12.0	+20.8	+12.0	-25.0	0.20	45.3	-17.8	40.2	18.2	138.0	20.4	0.24	410	Neg.	Neg.	Neg.	2.7	N/A	N/A	Neg.	Neg.	Neg.	0.2	0.0
Centrenerg	CEEN UK	Kiev, UX	8.05 UAH	-1.0	+11.5	+68.8	+54.5	0.65	240.4	291.7	21.7	52.2	104.6	427.1	0.91	110	6.1	6.2	3.8	0.5	4.8	2.4	0.5	0.4	0.3	1.2	12.2
Coal Energy	CLE PW	Warsaw	0.99 PLN	-1.0	-13.9	-5.7	-60.7	0.32	14.2	124.4	25.0	3.6	6.5	22.9	0.37	270	Neg.	Neg.	3.6	5.5	15.6	4.3	1.0	1.2	1.1	0.1	39.8
Donbasenergo	DOEN UK	Kiev, UX	40.65 UAH	-0.3	+9.0	+47.3	+61.9	3.29	77.7	116.1	14.2	11.1	5.5	72.8	0.68	146	1.8	2.5	2.3	0.4	2.4	1.3	0.3	0.2	0.2	1.5	17.8
JKX Oil & Gas	JKX LN	London	37.13 GBP	+1.7	-36.3	-48.1	-42.9	0.63	107.5	112.6	47.2	50.7	9.1	34.9	0.14	730	16.5	9.5	3.9	1.7	1.4	1.3	0.6	0.6	0.5	0.2	5.5
Regal Petroleum	RPT LN	London	7.63 GBP	+10.9	-10.3	-41.3	-51.6	0.13	41.2	14.4	80.9	33.4	1.0	5.2	0.02	6,549	Neg.	20.6	N/A	0.6	0.6	N/A	0.4	0.3	N/A	0.1	0.0
Zakhidenergo	ZAEN UK	Kiev, PFTS	149.00 UAH	+0.0	+8.8	+64.8	+81.0	12.05	154.1	132.5	5.0	7.7	0.0	3.6	0.04	2,749	3.3	N/A	N/A	0.9	N/A	N/A	0.1	N/A	N/A	3.7	0.0
METALLURGY																											
Alchevsky Meta...	ALMK UK	Kiev, UX	0.04 UAH	-1.4	-0.5	-6.7	-9.1	0.00	75.4	1,210.4	3.9	2.9	3.0	33.5	1.38	73	Neg.	Neg.	N/A	N/A	Neg.	N/A	1.0	0.7	N/A	N/A	64.5
Avdiyivsky Cok...	AVDK UK	Kiev, UX	3.09 UAH	-2.4	-1.9	+4.2	-5.6	0.25	48.7	45.7	4.0	1.9	2.0	28.4	1.30	77	Neg.	1.8	0.8	Neg.	0.6	0.4	0.1	0.0	0.0	0.1	0.0
Azovstal	AZST UK	Kiev, UX	0.88 UAH	+0.5	+13.0	+30.6	+39.1	0.07	297.4	290.6	4.1	12.2	24.4	20.2	0.14	703	Neg.	N/A	Neg.	Neg.	N/A	8.6	0.2	N/A	0.2	0.3	0.0
Ferrexpo PLC	FXPO LN	London	132.30 GBP	-0.8	-5.8	-28.8	-16.8	2.23	1,313.1	1,974.3	22.4	294.1	645.7	1,545.5	0.41	244	5.0	6.2	7.3	3.9	4.5	5.0	1.2	1.3	1.3	0.8	35.1
Yasynivsky Cok...	YASK UK	Kiev, UX	0.74 UAH	+0.0	+8.5	+39.6	+31.9	0.06	16.4	17.5	9.0	1.5	0.0	7.9	0.30	335	Neg.	1.5	0.8	0.1	0.7	0.5	0.1	0.0	0.0	0.1	0.1
Yenakievo Steel	ENMZ UK	Kiev, UX	43.35 UAH	-0.3	+4.6	+35.4	+24.1	3.50	37.0	32.8	9.4	3.5	2.7	38.2	1.00	100	6.6	N/A	Neg.	Neg.	N/A	1.0	0.0	N/A	0.0	1.0	0.0
FOOD AND AGRIBUSINESS																											
AgroGeneration	ALAGR FP	EN Paris	0.90 EUR	+0.0	-10.9	-27.4	-39.6	1.20	111.0	137.5	34.0	37.8	11.6	19.9	0.02	5,018	Neg.	N/A	N/A	Neg.	N/A	N/A	1.9	N/A	N/A	1.0	35.9
Agroliga	AGL PW	Warsaw	18.89 PLN	-0.6	-4.1	-27.2	-25.0	6.02	9.3	10.2	16.7	1.5	1.6	2.8	0.07	1,362	2.2	N/A	N/A	2.9	N/A	N/A	0.5	N/A	N/A	0.7	5.7
Agroton	AGT PW	Warsaw	2.25 PLN	-5.5	-22.9	+15.4	-3.8	0.72	15.5	60.8	26.2	4.1	64.8	99.0	1.58	63	Neg.	2.2	1.9	22.7	6.4	3.8	0.7	0.7	0.8	0.1	28.4
Astarta Holdin...	AST PW	Warsaw	37.00 PLN	+1.1	-13.0	-44.7	-49.3	11.80	295.0	606.8	31.0	91.5	3.7	145.7	0.13	788	8.6	8.9	4.4	8.0	4.7	5.1	1.2	1.2	1.2	0.8	38.2
Avangard	AVGR LI	London Intl	9.01 USD	+0.4	-10.7	-23.3	-5.7	9.01	575.5	806.4	21.7	124.9	121.0	184.3	0.12	816	2.4	2.5	2.6	2.7	2.7	2.8	1.2	1.1	1.0	0.4	17.8
IMC	IMC PW	Warsaw	8.36 PLN	-1.6	-16.7	-31.2	-48.5	2.67	83.4	234.4	23.9	19.9	5.2	64.0	0.24	410	3.2	7.6	1.8	4.3	4.3	4.2	2.0	1.3	1.3	0.5	38.7
Kernel Holding...	KER PW	Warsaw	27.65 PLN	-2.8	-14.0	-27.4	-47.3	8.82	702.6	1,609.3	58.8	412.9	849.8	2,415.6	0.28	358	6.3	17.0	4.8	5.5	6.6	4.9	0.6	0.6	0.6	0.7	30.6
MHP	MHPC LI	London Intl	12.90 USD	-1.1	-14.6	-24.3	-28.5	12.90	1,363.1	2,524.0	22.3	304.2	1,630.5	1,090.6	0.54	186	8.7	6.6	4.4	6.5	5.2	4.8	1.7	1.6	1.5	2.3	47.0
Milkiland	MLK PW	Warsaw	5.60 PLN	-0.7	-20.0	-55.2	-55.0	1.79	55.8	183.8	20.0	11.2	1.6	8.6	0.04	2,809	3.9	N/A	2.8	5.5	3.6	3.3	0.4	0.4	0.4	0.2	30.8
Mriya Agrohold...	MAYA GF	Frankfurt	2.09 EUR	+0.0	-54.8	-61.4	-53.7	2.79	296.0	1,023.8	20.0	59.2	10.2	5.5	0.01	8,534	3.3	3.4	1.3	6.2	3.8	3.4	2.1	2.4	2.4	0.7	45.3
Ovostar Union	OVO PW	Warsaw	67.12 PLN	-4.1	-6.7	-32.9	-14.3	21.40	128.4	136.0	25.0	32.1	18.2	28.1	0.09	1,100	4.2	6.3	6.0	3.7	4.5	4.0	1.5	1.6	1.3	0.9	8.5
TRANSPORTATION																											
KDM Shipping	KDM PW	Warsaw	6.51 PLN	+10.3	-34.5	-79.3	-79.9	2.08	19.3	2.8	10.9	2.1	1.4	0.8	0.09	1,142	2.9	N/A	N/A	0.2	N/A	N/A	0.1	N/A	N/A	0.3	5.6
CONSTRUCTION																											
TMM	TR61 GF	Xetra	0.22 EUR	+0.0	-2.2	-30.6	-50.3	0.29	15.2	190.8	13.1	2.0	0.0	0.2	0.00	21,742	Neg.	N/A	N/A	Neg.	N/A	N/A	5.6	N/A	N/A	0.2	45.5
FINANCIAL SERVICES																											
Forum Bank	FORM UK	Kiev, UX	0.21 UAH	+0.0	N/A	N/A	N/A	0.02	10.1	N/A	5.5	0.6	0.0	N/A	N/A	N/A	Neg.	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.1	18.6
Raiffeisen Ban...	BAVL UK	Kiev, UX	0.14 UAH	-1.8	-2.1	+27.2	+43.0	0.01	350.0	N/A	3.8	13.4	13.8	203.2	2.01	50	4.3	Neg.	12.2	N/A	N/A	N/A	N/A	N/A	N/A	0.6	28.3
Ukrsotsbank	USCB UK	Kiev, UX	0.17 UAH	-1.3	+6.0	-7.2	+30.8	0.01	255.2	N/A	4.5	11.4	1.4	15.8	0.12	813	Neg.	14.7	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.3	30.9

Table 1. Ukrainian stocks (closing prices as of 5-Aug-2014)

Company	Bloomberg Ticker	Listing	Share price performance (% change)					Valuation (US\$)			Free float (FF) & Liquidity					P/E			EV/EBITDA			EV/Sales			Ratios	
			Last price	Daily	MoM	YTD	YoY	Last price	Market cap (m)	EV (m)	FF (%)	FF mkt cap (US\$m)	Last day turnover (US\$ 000)	3M avg. turnover (US\$ 000)	FF share traded (%)	FF turnover (days)	2010	2011E	2012E	2010	2011E	2012E	2010	2011E	2012E	P/B (x)

Notes: mIn - millions; FF - free float; n/a - not available; neg. - negative; a company name (the left column of the table) is shortened to fit the column and hence in some cases is not displayed in full; *** -- means that P/E ratio is above 10,000x.

Sources: Bloomberg, Investment Capital Ukraine LLC.

Bonds: News & Comments

Bonds: Liquidity increases slightly

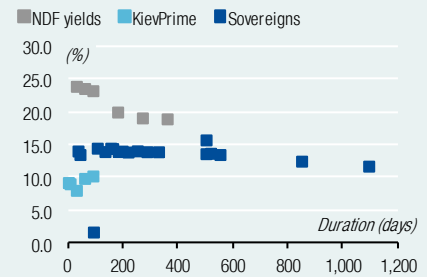
Liquidity slightly recovered yesterday, adding UAH0.58bn in broader banking sector liquidity to UAH43.18bn. Banks' correspondent accounts with the NBU rose by a similar UAH0.59bn to UAH27.30bn after receiving UAH0.32bn in CD redemptions. The increase in broader liquidity was also supported by higher total local currency debt repayments scheduled for the next 30 days which rose UAH0.31bn to UAH3.92bn. KyivPrime interest rates slightly diverged: the KyivPrime ON interest rate once more remained steady at 5.50% while the KyivPrime 1M interest rate slid 3bp to 15.10%, the same level as at the end of last week.

Investment implications: Liquidity remained stable for the third consecutive day mostly as funds were reallocated between banks' correspondent accounts with the NBU and NBU CDs. KyivPrime interest rates were also stable.

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Yield curve of the local bond market

(as of market close on 5 Aug 2014)



Sources: Bloomberg, Investment Capital Ukraine LLC.

Bond market indicators (as of 5 Aug 2014)

	Last	Daily chg (%)	Weekly chg (%)	MoM chg (%)	YTD chg (%)
MONEY MARKET KIEV PRIME RATES (%)					
0/n	5.50	+0bp	+0bp	+0bp	-230bp
1wk	9.35	-3bp	-10bp	+91bp	-45bp
1m	15.10	-3bp	+0bp	-220bp	-115bp
2m	18.00	+0bp	+20bp	+0bp	+160bp
3m	18.00	+0bp	+0bp	+0bp	+200bp
LIQUIDITY WIDE MEASUREMENT (UAHm)					
CB acc's ¹	27,301	+2.20	+2.97	-12.34	-16.52
CDs ²	0	+0.00	+0.00	+0.00	+0.00
Sovgns ³	3,917	+0.00	-29.86	-4.65	+162.0
Total	31,218	+1.92	-2.74	-11.45	-8.71
HOLDERS OF UAH SOVEREIGN BONDS (UAHm)					
C.bank	192,023	+0.00	-0.08	+2.24	+32.57
Banks	83,455	+0.99	+0.72	-0.39	+4.10
Resid's ⁴	17,693	+14.37	+15.05	+66.98	+42.72
Non-res ⁵	16,893	+1.56	+2.30	+3.00	+44.40
Total	310,062	+1.08	+1.02	+3.84	+24.47
NDF IMPLIED YIELDS (%)					
3m	N/A	N/A	N/A	N/A	N/A
6m	N/A	N/A	N/A	N/A	N/A
9m	N/A	N/A	N/A	N/A	N/A
1yr	N/A	N/A	N/A	N/A	N/A
LOCAL CURRENCY UAH SOVEREIGN BOND YIELDS (%)					
Mar '13	N/A	-52ppt	+0bp	+0bp	+0bp
Jan '14	N/A	+320bp	+0bp	+0bp	-676bp
Aug '15 ⁶	N/A	-170bp	-111bp	+197bp	-87ppt
EUROBONDS USD SOVEREIGN BOND YIELDS (%)					
CDS 5yr	902	+74bp	+74bp	+127bp	+86bp
Jun '16	9.34	+40bp	+97bp	+97bp	+45bp
Jul '17	9.86	+76bp	+125bp	+107bp	+30bp
Sep '20	9.05	+8bp	+24bp	+32bp	-14bp
Sep '21	9.09	+13bp	+25bp	+32bp	-13bp
Sep '22	8.86	+12bp	+29bp	+22bp	-49bp
Feb '23	8.87	+14bp	+48bp	+38bp	-18bp

Notes: [1] banks' account balance at NBU; [2] certificates of deposits issued by NBU; [3] UAH sovereign bonds due next 30 days; [4] residents; [5] non-residents; [6] VAT bond.

Sources: Bloomberg, Investment Capital Ukraine LLC.

Chart page: Local bond market & Eurobond markets

Chart 1. Kiev Prime rates (%), last 12-month period

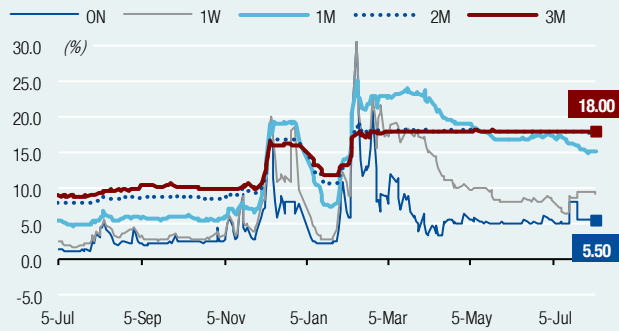


Chart 2. UAH NDF implied yields (%), last 12-month period

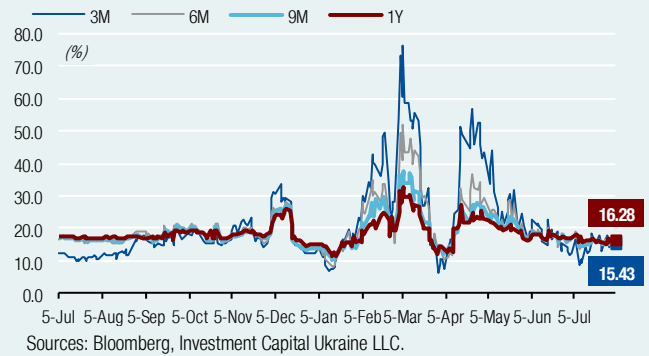


Chart 3. UAH sovereign yield curve (%) as of 5 Aug 2014

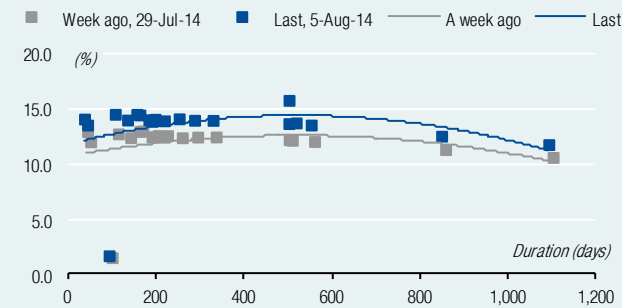


Chart 4. USD sovereign yield curve (%) as of 5 Aug 2014

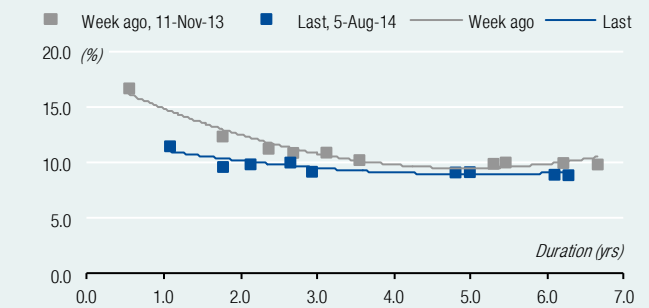


Chart 5. Banking sector liquidity (UAHbn), last 12-month period

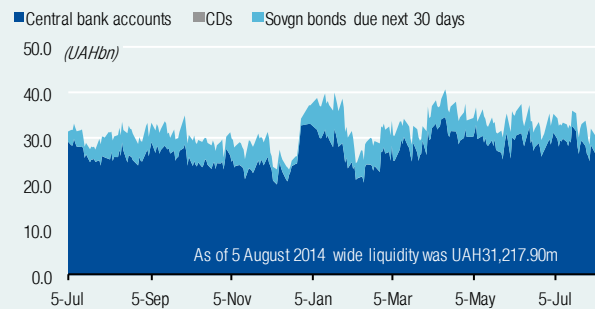


Chart 6. Breakdown of liquidity pool (%) as of 5 Aug 2014

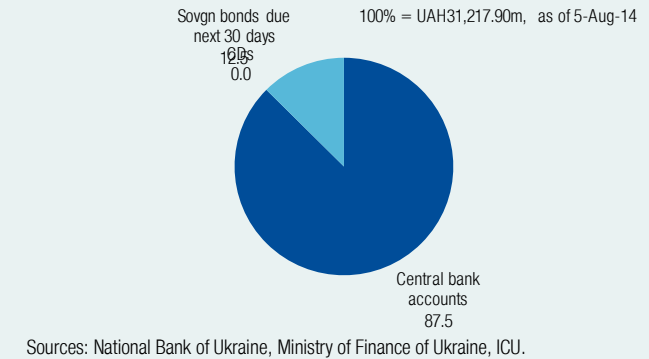


Chart 7. Holders of sovereign bonds (UAHbn), last 12 months

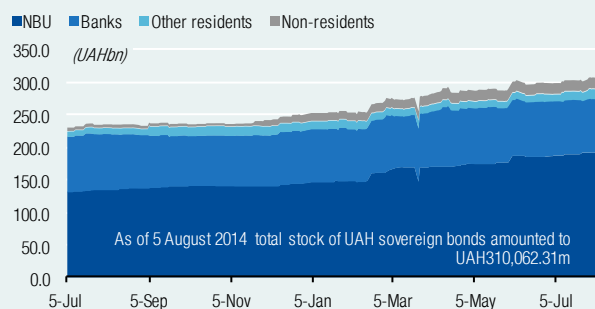
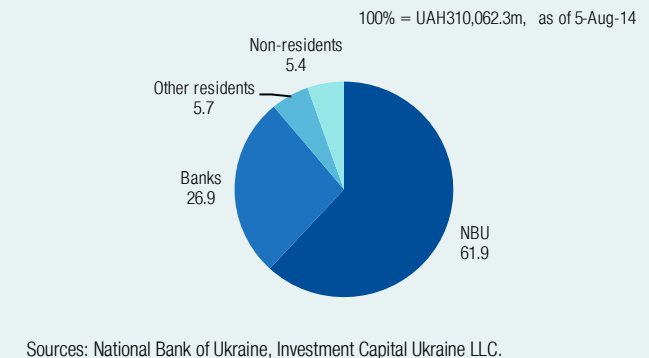


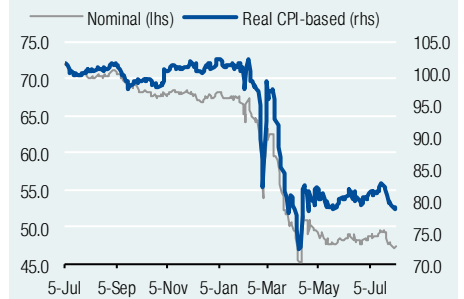
Chart 8. Domestic sovereign debt (%) as of 5 Aug 2014



FX: News & Comments

ICU's UAH trade-weighted indices

(Last 12-month history to 6 Aug 2014)



Source: Investment Capital Ukraine LLC.

FX market indicators (as of 5 Aug 2014)

	Last	Daily	Weekly	MoM	YTD
	chg (%)	chg (%)	chg (%)	chg (%)	chg (%)
USD/UAH MARKET (HRYVNIA per US DOLLAR)					
Spot mkt	12.3500	-0.24	+1.94	+5.11	+49.88
NBU avg	12.2976	+0.94	+2.59	+3.98	+50.88
Ttl vlm ¹	395.12	+49.45	+27.40	+65.89	-85.90
\$ volume ²	285.89	+44.14	+23.99	+102.4	-87.07
NDF 3M	12.8500	+0.00	+1.58	+6.42	+51.44
NDF 6M	13.3050	+0.00	+1.53	+6.44	+51.54
NDF 1Y	14.3150	+0.00	+1.78	+4.07	+51.96
TRADE-WEIGHTED INDICES (TWIs, points)					
UAH nom'l	47.398	+0.63	-1.14	-2.73	-29.82
UAH real CPI	78.977	+0.63	-1.14	-2.73	-21.86
UAH real PPI	116.147	+0.63	-1.14	-2.73	-16.31
USD nom'l	81.328	+0.00	+0.14	+1.32	+1.62
FX RATES OF KEY CURRENCIES THAT SHAPE UAH's TWIs					
USD/RUB	36.0396	+0.58	+1.36	+4.56	+9.64
EUR/USD	1.3376	-0.34	-0.25	-1.61	-2.67
USD/CNY	6.1708	-0.14	-0.17	-0.55	+1.92
USD/PLN	3.1312	+0.68	+1.15	+2.60	+3.58
USD/TRY	2.1524	+1.00	+1.70	+0.90	+0.20
USD/BYR	10,345.00	+0.10	+0.44	+1.22	+8.44
USD/KZT	182.0200	-0.04	-0.82	-0.82	+17.99
OTHER MAJOR CURRENCIES					
USD/JPY	102.6000	+0.03	+0.47	+0.53	-2.57
GBP/USD	1.6886	+0.14	-0.34	-1.60	+1.99
USD/CHF	0.9090	+0.25	+0.23	+1.67	+1.80
AUD/USD	0.9305	-0.31	-0.83	-0.64	+4.35
USD/CAD	1.0961	+0.50	+1.00	+2.89	+3.18
USD/BRL	2.2818	+1.04	+2.26	+3.07	-3.40
USD/KRW	1,028.30	-0.51	+0.37	+1.92	-2.05
COMMODITIES					
Gold(\$/oz)	1,288.82	+0.04	-0.78	-2.40	+6.90
WTI crude ³	97.38	-0.93	-3.56	+0.00	-1.06
Brent crd ³	103.87	-0.35	-2.16	-5.27	-6.27
Urals crd ³	N/A	+0.00	+0.00	+0.00	+0.00
TR/J CRB ⁴	292.40	-0.60	-1.43	-4.67	+4.37

Readers may follow the ICU trade-weighted indices of the local-currency, the hryvnia (UAH), on the ICU website ([download history](#)) and Bloomberg (type: ALLX UTWI <GO>).

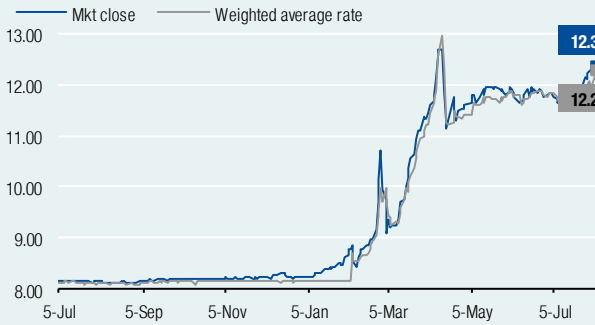
Section on FX market is continued on next page.

Notes: [1] trading volume in all foreign currencies (US\$m); [2] trading volume in the pair USD/UAH (US\$m); [3] crude oil price (USD per barrel); [4] the Thomson Reuters/Jefferies CRB Index. A green/-red-shaded box means gain or loss, respectively, of the investment into the asset. Currencies are gaining when their exchange rates strengthen versus USD.

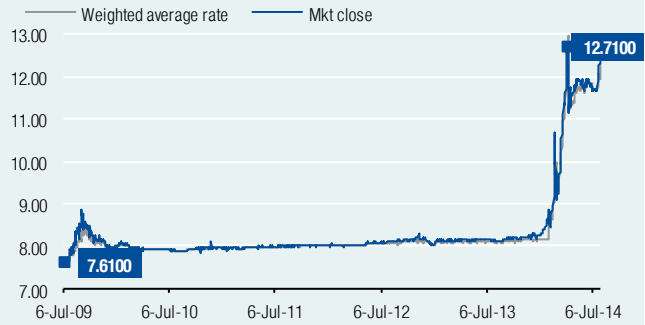
Sources: Bloomberg, Investment Capital Ukraine LLC.

Chart page #1: Foreign-exchange market

Chart 9. Spot market rates USD/UAH: last 12-month and 5-year periods (UAH per USD, left and right respectively)



Sources: National Bank of Ukraine, Bloomberg, Investment Capital Ukraine LLC.

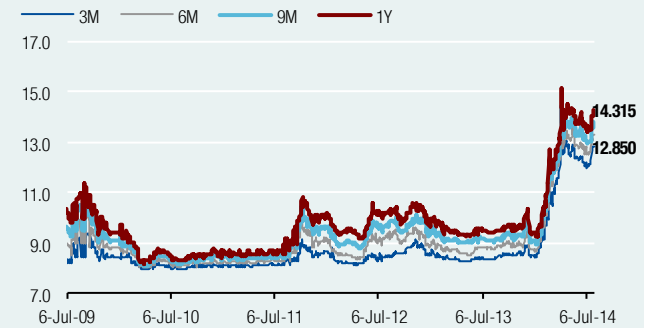


Sources: National Bank of Ukraine, Investment Capital Ukraine LLC.

Chart 10. NDF market rates USD/UAH: last 12-month and 5-year periods (UAH per USD, left and right respectively)

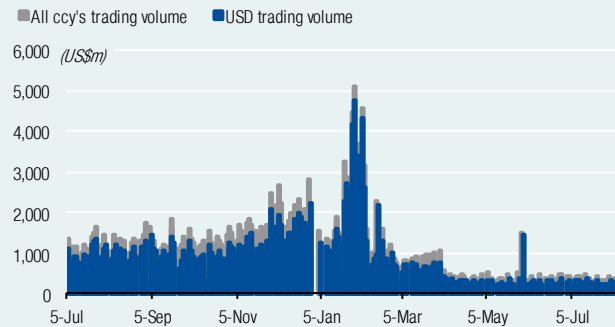


Sources: National Bank of Ukraine, Investment Capital Ukraine LLC.

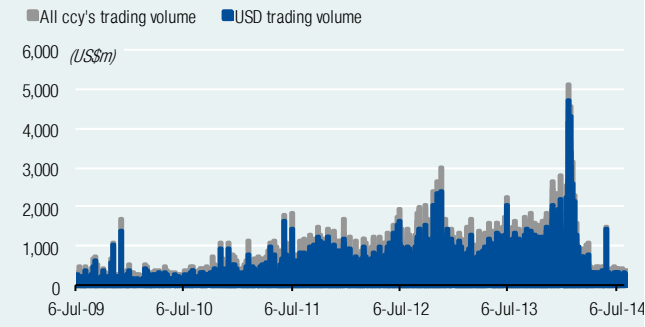


Sources: National Bank of Ukraine, Investment Capital Ukraine LLC.

Chart 11. Trading volume: last 12-month and 5-year periods (US\$m, left and right respectively)



Sources: National Bank of Ukraine, Bloomberg, Investment Capital Ukraine LLC.



Sources: National Bank of Ukraine, Investment Capital Ukraine LLC.

Chart 12. 30D MA* ratio of FX market turnover to merchandise trade: last 12m and 5yr periods (% , left and right respectively)



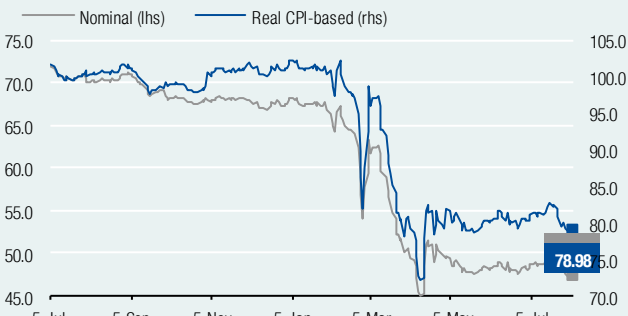
Note: * 30-day moving average; The boxes of the right chart show high and low values. Sources: NBU, State Statistics Service of Ukraine, Bloomberg, Investment Capital Ukraine LLC.



Chart page #2: ICU's UAH trade-weighted indices

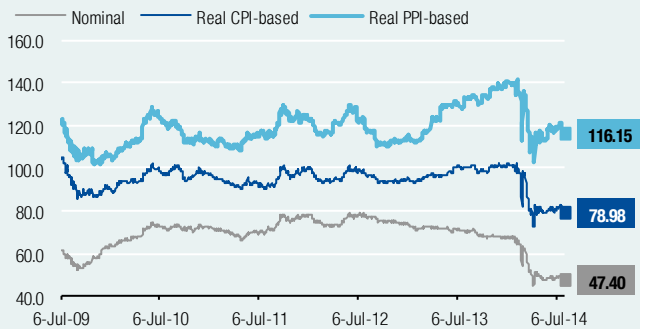
The following charts depict ICU's Ukrainian hryvnia trade-weighted indices which were calculated in accordance with methodology published in the [Quarterly Report "Keep the music playing"](#) dated 31 January 2013 and, then, updated, in the [Quarterly Report "Muddling through no more"](#) dated 14 August 2013.

Chart 13. Nominal and CPI-based real TWIs of UAH, history of last 12-month period



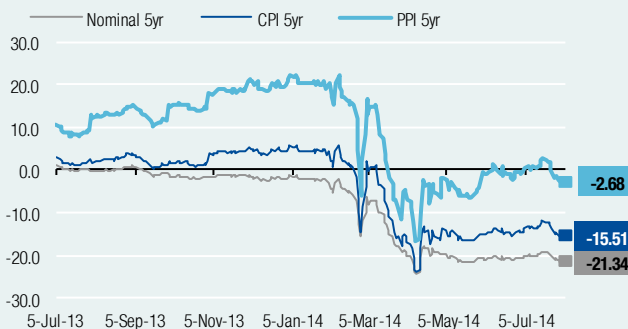
Note: The boxes indicate the last values of the depicted indicators.
Source: Investment Capital Ukraine LLC.

Chart 14. Nominal, CPI- and PPI-based TWIs of UAH, history of last 5-year period



Note: The boxes indicate the last values of the depicted indicators.
Source: Investment Capital Ukraine LLC.

Chart 15. Deviation of UAH trade-weighted indices from their 5-year moving averages: last 12-month and 5-year periods (% , left and right respectively)

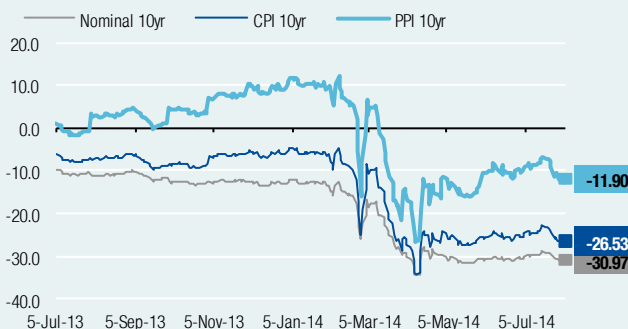


Note: The boxes indicate the last values of the depicted indicators.
Source: Investment Capital Ukraine LLC.



Note: the boxes indicate the high and low values of CPI-based TWI.
Source: Investment Capital Ukraine LLC.

Chart 16. Deviation of UAH trade-weighted indices from their 10-year moving averages: last 12-month and 5-year periods (% , left and right respectively)



Note: The boxes indicate the last values of the depicted indicators.
Source: Investment Capital Ukraine LLC.



Note: the boxes indicate the high and low values of CPI-based TWI.
Source: Investment Capital Ukraine LLC.

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Disclosures

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This research publication has been prepared by the analyst(s), whose name(s) appear on the front page of this publication. The analyst(s) hereby certifies that the views expressed within this publication accurately reflect her/his own views about the subject financial instruments or issuers and no part of her/his compensation was, is, or will be directly or indirectly related to the inclusion of specific recommendations or views within this research publication.

EQUITY RATING DEFINITIONS

Buy: Forecasted 12-month total return greater than 20%

Hold: Forecasted 12-month total return 0% to 20%

Sell: Forecasted 12-month total return less than 0%

Note: total return is share price appreciation to a target price in relative terms plus forecasted dividend yield.

DEBT RATING DEFINITIONS

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Hold: Forecasted 12-month total return is in line with or modestly deviates from relevant benchmark

Sell: Forecasted 12-month total return significantly less than that of relevant benchmark



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