

Ukrainian Coke

Bagliy Coke: smaller company, larger upside

PFTS BKOK; Bloomberg BKOK UZ

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On July 30, Bagliy Coke launched its brand new coke battery No. 7-bis (490 thsd tpa). As a result of the launch, the output is expected to increase by 30% in 2008 (to 900 thsd mt), and further by 37% in 2009, reaching the long-term level of 1.23 mln tpa (source: Metal Courier). Source material supplies and sales should be secured through affiliation with the powerful Evraz Group, as well as due to the high domestic demand for coke. The launch increases capacity by 50%, and distinguishes the relatively small company as having the largest upside potential among the entire Ukrainian coke maker sector, which is very exciting right now.

Executive Summary

- Evraz Group affiliation.** After years of poor financial performance under Privat Group ownership, control over Bagliy Coke was sold to the powerful Evraz Group [EVR LI] in December 2007 together with controlling stakes in four other Ukrainian metallurgy and mining companies. In April 2008, Evraz acquired 51.4% of Palmrose Ltd, which is the holding company for its recently acquired set of Ukrainian assets.
- The July 30 launch: most encouraging.** Bagliy Coke has been operating two coke batteries (Nos. 5 and 6), each of which have a 490 thsd tpa capacity. CB No. 7 of the same capacity had been in hot idling mode since being constructed in 2005. It was not fully certain whether CB No. 7 would ever enter production. On the one hand, Evraz is the largest producer of coking coal in Russia, and its coal production exceeds its own needs. Furthermore, the need for, and deficit of, coke is expected to grow in Ukraine. On the other hand, the recent attention by the Russian Federation Prime Minister Vladimir Putin to Mechel and Evraz may, in principle, encourage Russian coking coal producers to saturate every corner of the domestic market with cheap coal before even thinking about accommodating export contracts. The fact that CB No. 7 has just been launched tells us that Evraz fully intends to supply its three Ukrainian coke makers.
- Coke: different from coking coal, similarly good.** See our July 14 Flash Note to learn about extraordinary coke prices (a 56% jump on July 11) and the bright prospects of Ukrainian coke makers in general.
- Valuation and recommendation.** A DCF valuation yields a target price of USD 0.684 per share, implying a 287% upside. The company is currently traded at **EV/EBITDA of 1.3 and P/E of 1.9 (2008F)**. Considering the affiliation with the powerful, London-listed Evraz Group, we are confident in assigning a Strong BUY recommendation. Slow market reaction to the recent jump in coke prices and the impending 78% output increase due to launch of CB No. 7 are the reasons for the huge upside.

Figure 1. Key Indicators

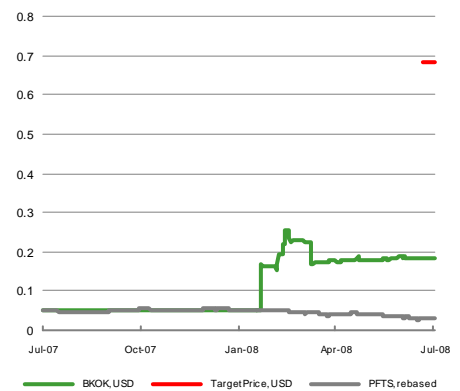
	2006	2007	1Q08	2008F	2009F	2010F
Net Sales, USD mln	138	91	60	433	639	568
Gross Income, USD mln	8	2	10	99	152	122
EBITDA, USD mln	7	(15)	8	94	146	116
EBIT, USD mln	5	(16)	7	93	145	114
Net Income, USD mln	1	(19)	7	65	104	86
Gross Margin	5.7%	2.0%	16.7%	22.8%	23.8%	21.5%
EBITDA Margin	5.0%	-16.2%	13.0%	21.8%	22.9%	20.4%
Net Margin	0.5%	-20.5%	12.3%	15.1%	16.3%	15.1%

Source: Company data, Sokrat estimates

Strong BUY

Price target	0.684
Price (April 07, 2008)	0.177
Upside	287%

Stock data



Shares outstanding, mln	687.7
Market cap., USD mln	121
EV, USD mln	121
BV, USD mln	33
Par value per share, UAH	0.25
ADR/GDR Ratio	n/a

Shareholders structure

Evraz Group*	93.74%
Free Float	6.26%
Free float, USD mln	7.6

*Evraz Group's stake may actually amount to 94.37%

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Figure 2. Bagliy Coke's DCF valuation

USD mln	2007	2008F	2009F	2010F	2011F	2012F	2013F	2014F	2015F	2016F	2017F	2018F
Free Cash Flow to Firm	6	(43)	86	117	79	62	62	56	56	56	56	56
EBIT	-16	93	145	114	101	84	75	75	75	75	75	75
- Tax	4	(23)	(36)	(29)	(25)	(21)	(19)	(19)	(19)	(19)	(19)	(19)
+ Depreciation	1.6	1.7	1.8	2.0	2.1	2.4	2.4	2.4	2.4	2.4	2.4	2.4
- CapEx	(2.0)	(2.4)	(7.4)	(7.4)	(7.4)	(12.4)	(2.4)	(2.4)	(2.4)	(2.4)	(2.4)	(2.4)
- WC need (increase)	19	(112)	(17)	37	9	9	6	0	0	0	0	0
WACC		14.0%	13.5%	13.0%	12.5%	12.0%	11.5%	11.0%	11.0%	11.0%	11.0%	11.0%
Discount Factor	n/a	0.88	0.77	0.68	0.61	0.54	0.49	0.44	0.40	0.36	0.32	0.29
FCFF Discounted	n/a	(38)	67	80	48	33	30	25	22	20	18	16
Sum of FCFF	322											
Terminal Growth Rate	0%											
Terminal Value	148											
Enterprise Value	470											
Net Debt	(0)											
Equity	470											
Fair Value per share, USD	0.684											
Current Price, USD	0.177											
Upside	287%											

Source: Company data, Sokrat estimates

Flash Note

Flash Note

Flash Note

Flash Note

Figure 3. Bagliy Coke's balance sheet

USD mln	2005	2006	2007	2008F	2009F	2010F	2011F	2012F	2013F	2014F	2015F	2016F	2017F	2018F
Total Assets	101	114	120	323	400	411	481	540	593	649	705	761	818	874
Non-current Assets	27	50	53	53	59	64	70	80	80	80	80	80	80	80
PP&E, Gross	44	53	55	58	63	68	73	83	83	83	83	83	83	83
Accumulated Depreciation	30	32	33	35	34	34	33	33	33	33	33	33	33	33
PP&E, Net	14	22	22	23	28	34	39	49	49	49	49	49	49	49
CIP	13	11	13	13	13	13	13	13	13	13	13	13	13	13
Financial Investments	0	17	17	17	17	17	17	17	17	17	17	17	17	17
Intangible Assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other NCA	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Current Assets	74	64	68	269	341	346	411	461	513	569	626	682	738	794
Accounts Receivable	63	46	61	237	263	156	144	134	126	126	126	126	126	126
Inventories	10	16	6	29	43	38	35	33	31	31	31	31	31	31
Cash & Equivalents	0	0	0	3	35	152	231	293	355	412	468	524	581	637
Other CA	1	2	0	0	1	1	1	1	1	1	1	1	1	1
Total Liabilities & Equity	101	114	120	323	400	411	481	540	593	649	705	761	818	874
Total Liabilities	72	67	87	224	197	122	117	113	109	109	109	109	109	109
Long-Term Liabilities	3	11	9	59	9	9	9	9	9	9	9	9	9	9
Long-Term Debt	0	0	0	50	0	0	0	0	0	0	0	0	0	0
Other Long-Term Liabilities	3	11	9	9	9	9	9	9	9	9	9	9	9	9
Short-Term Liabilities	69	56	78	165	188	113	108	104	100	100	100	100	100	100
Accounts Payable	47	33	50	137	160	86	80	76	72	72	72	72	72	72
Short-Term Debt	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Expenses	22	23	28	28	28	28	28	28	28	28	28	28	28	28
Equity	29	47	33	99	203	288	364	427	484	540	596	652	709	765
Share Capital	17	34	34	34	34	34	34	34	34	34	34	34	34	34
Additional Paid-in Capital	13	13	13	13	13	13	13	13	13	13	13	13	13	13
Treasury Capital	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Retained Earnings	(1)	(0)	(14)	48	147	228	300	360	414	467	521	574	628	681
Minority Interest	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Reserve Capital	0	0	0	3	8	13	17	20	23	25	28	31	34	37
Total Debt	0	0	0	50	0	0	0	0	0	0	0	0	0	0
Net Debt	(0)	0	(0)	47	(35)	(152)	(231)	(293)	(355)	(412)	(468)	(524)	(581)	(637)
Book Value	29	47	33	99	203	288	364	427	484	540	596	652	709	765
Non-Cash Net Working Capital	4	8	(11)	101	118	81	72	64	57	57	57	57	57	57

Source: Company data, Sokrat estimates

Figure 4. Bagliy Coke's income statement

USD mln	2005	2006	2007	2008F	2009F	2010F	2011F	2012F	2013F	2014F	2015F	2016F	2017F	2018F
Net Sales	140.6	137.7	91.1	433.0	639.2	568.0	526.2	490.9	461.2	461.2	461.2	461.2	461.2	461.2
COGS	(132.6)	(129.8)	(89.3)	(334.4)	(487.3)	(446.1)	(416.8)	(398.2)	(377.5)	(377.5)	(377.5)	(377.5)	(377.5)	(377.5)
Gross Profit	7.9	7.9	1.8	98.6	152.0	121.9	109.4	92.6	83.7	83.7	83.7	83.7	83.7	83.7
General and Administrative Costs	(1.6)	(2.1)	(1.9)	(2.4)	(3.0)	(3.2)	(3.5)	(3.7)	(3.7)	(3.7)	(3.7)	(3.7)	(3.7)	(3.7)
Selling and Marketing	(1.5)	(1.0)	(2.6)	(3.4)	(4.5)	(4.6)	(4.8)	(4.9)	(4.9)	(4.9)	(4.9)	(4.9)	(4.9)	(4.9)
Other Operating Profits	3.1	0.6	0.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other Operating Expenditures	(1.2)	(1.2)	(14.5)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Profit	6.7	4.2	(16.6)	92.8	144.5	114.1	101.2	84.0	75.0	75.0	75.0	75.0	75.0	75.0
OIBDA	8.0	5.7	(15.0)	94.4	146.3	116.0	103.3	86.4	77.4	77.4	77.4	77.4	77.4	77.4
Income on Capital	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Expenses on Capital	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other Financial Income/Expense	(0.4)	1.1	0.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Extraordinary Income/Loss	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EBITDA	7.6	6.8	(14.8)	94.4	146.3	116.0	103.3	86.4	77.4	77.4	77.4	77.4	77.4	77.4
Depreciation	(1.3)	(1.5)	(1.6)	(1.7)	(1.8)	(2.0)	(2.1)	(2.4)	(2.4)	(2.4)	(2.4)	(2.4)	(2.4)	(2.4)
EBIT	6.3	5.3	(16.4)	92.8	144.5	114.1	101.2	84.0	75.0	75.0	75.0	75.0	75.0	75.0
Interest Expense	(0.1)	(0.0)	0.0	(5.5)	(5.5)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
EBT	6.2	5.3	(16.4)	87.3	139.0	114.1	101.2	84.0	75.0	75.0	75.0	75.0	75.0	75.0
Income Tax	(2.4)	(4.6)	(2.3)	(21.8)	(34.8)	(28.5)	(25.3)	(21.0)	(18.8)	(18.8)	(18.8)	(18.8)	(18.8)	(18.8)
Income Tax on Extraord. Income/Loss	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net Income	3.8	0.8	(18.7)	65.4	104.3	85.6	75.9	63.0	56.3	56.3	56.3	56.3	56.3	56.3
Dividends Declared	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net Income after Dividends	3.8	0.8	(18.7)	65.4	104.3	85.6	75.9	63.0	56.3	56.3	56.3	56.3	56.3	56.3
YoY change														
Net Sales		-2.0%	-33.8%	375.3%	47.6%	-11.1%	-7.4%	-6.7%	-6.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Gross Profit		-1.0%	-76.9%	5323.9%	54.2%	-19.8%	-10.3%	-15.3%	-9.7%	0.0%	0.0%	0.0%	0.0%	0.0%
Operating Profit		-37.9%	n/a	n/a	55.8%	-21.1%	-11.3%	-17.0%	-10.7%	0.0%	0.0%	0.0%	0.0%	0.0%
OIBDA		-28.8%	n/a	n/a	55.0%	-20.7%	-11.0%	-16.4%	-10.4%	0.0%	0.0%	0.0%	0.0%	0.0%
EBITDA		-9.8%	n/a	n/a	55.0%	-20.7%	-11.0%	-16.4%	-10.4%	0.0%	0.0%	0.0%	0.0%	0.0%
EBIT		-15.6%	n/a	n/a	55.8%	-21.1%	-11.3%	-17.0%	-10.7%	0.0%	0.0%	0.0%	0.0%	0.0%
EBT		-14.6%	n/a	n/a	59.3%	-17.9%	-11.3%	-17.0%	-10.7%	0.0%	0.0%	0.0%	0.0%	0.0%
Net Income		-80.0%	n/a	n/a	59.3%	-17.9%	-11.3%	-17.0%	-10.7%	0.0%	0.0%	0.0%	0.0%	0.0%

Source: Company data, Sokrat estimates

Figure 5. Bagliy Coke's quarterly income statement

USD mln	1Q05	2Q05	3Q05	4Q05	1Q06	2Q06	3Q06	4Q06	1Q07	2Q07	3Q07	4Q07	1Q08
Net Sales	21.9	47.1	33.2	38.4	36.9	38.8	31.6	30.4	29.2	28.9	17.3	15.7	59.8
COGS	(19.1)	(45.2)	(31.4)	(37.0)	(33.7)	(34.9)	(32.1)	(29.1)	(31.9)	(27.5)	(16.6)	(13.2)	(49.8)
Gross Profit	2.8	2.0	1.8	1.4	3.2	3.9	(0.6)	1.4	(2.8)	1.4	0.7	2.5	10.0
General and Administrative Costs	(0.3)	(0.3)	(0.6)	(0.5)	(0.5)	(0.6)	(0.5)	(0.4)	(0.4)	(0.5)	(0.5)	(0.5)	(0.6)
Selling and Marketing	(0.5)	(0.2)	(0.4)	(0.3)	(0.2)	(0.1)	(0.6)	(0.2)	(0.8)	(1.1)	(0.4)	(0.3)	(1.9)
Other Operating Profits	0.2	1.6	0.3	1.0	0.1	0.1	0.1	0.2	0.0	0.0	0.6	0.0	0.0
Other Operating Expenditures	(0.3)	(0.2)	(0.2)	(0.5)	(0.2)	(0.2)	(0.2)	(0.5)	(0.1)	(0.2)	(0.8)	(13.4)	(0.2)
Operating Profit	2.0	2.8	0.9	1.0	2.4	3.0	(1.7)	0.5	(4.1)	(0.4)	(0.3)	(11.8)	7.4
OIBDA	2.3	3.1	1.2	1.3	2.7	3.4	(1.3)	0.9	(3.7)	0.0	0.1	(11.4)	7.8
Income on Capital	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Expenses on Capital	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other Financial Income/Expense	(0.2)	0.1	0.0	(0.3)	(0.0)	0.0	0.0	1.1	(0.1)	0.0	0.0	0.2	0.0
Extraordinary Income/Loss	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EBITDA	2.1	3.2	1.3	1.0	2.7	3.4	(1.3)	2.0	(3.8)	0.0	0.1	(11.2)	7.8
Depreciation	(0.3)	(0.3)	(0.3)	(0.3)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)
EBIT	1.7	2.9	1.0	0.7	2.4	3.0	(1.7)	1.6	(4.2)	(0.4)	(0.3)	(11.6)	7.4
Interest Expense	(0.0)	(0.1)	(0.0)	(0.0)	0.0	(0.0)	(0.0)	0.0	0.0	0.0	0.0	0.0	(0.0)
EBT	1.7	2.8	0.9	0.7	2.4	3.0	(1.7)	1.6	(4.2)	(0.4)	(0.3)	(11.6)	7.4
Income Tax	(0.1)	(0.0)	(0.0)	(2.3)	(0.0)	(0.0)	(0.0)	(4.5)	0.0	0.0	0.0	0.0	0.0
Income Tax on Extraord. Income/Loss	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net Income	1.6	2.8	0.9	(1.6)	2.4	3.0	(1.7)	(2.9)	(4.2)	(0.4)	(0.3)	(11.6)	7.4
Dividends Declared	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net Income after Dividends	1.6	2.8	0.9	(1.6)	2.4	3.0	(1.7)	(2.9)	(4.2)	(0.4)	(0.3)	(11.6)	7.4
Margins													
Gross	12.9%	4.1%	5.3%	3.6%	8.7%	10.0%	-1.8%	4.5%	-9.5%	4.8%	4.2%	15.7%	16.7%
Operating	9.0%	6.0%	2.8%	2.7%	6.4%	7.7%	-5.3%	1.6%	-14.0%	-1.2%	-1.8%	-75.3%	12.3%
OIBDA	10.4%	6.7%	3.7%	3.5%	7.4%	8.8%	-4.1%	2.8%	-12.8%	0.1%	0.6%	-72.6%	13.0%
EBITDA	9.4%	6.8%	3.9%	2.6%	7.4%	8.8%	-4.1%	6.4%	-13.0%	0.2%	0.7%	-71.2%	13.0%
EBIT	7.9%	6.1%	2.9%	1.8%	6.4%	7.8%	-5.3%	5.2%	-14.3%	-1.2%	-1.7%	-73.9%	12.4%
EBT	7.9%	6.0%	2.9%	1.8%	6.4%	7.8%	-5.3%	5.2%	-14.3%	-1.2%	-1.7%	-73.9%	12.3%
Net	7.5%	6.0%	2.8%	-4.3%	6.4%	7.8%	-5.4%	-9.6%	-14.3%	-1.2%	-1.7%	-73.9%	12.3%
YoY change													
Net Sales					68.3%	-17.7%	-4.8%	-20.7%	-21.0%	-25.4%	-45.2%	-48.4%	105.0%
Gross Profit					12.7%	97.8%	n/a	-0.5%	n/a	-64.0%	n/a	79.2%	n/a
Operating Profit					20.7%	6.7%	n/a	-51.8%	n/a	n/a	n/a	n/a	n/a
OIBDA					19.8%	8.4%	n/a	-35.6%	n/a	-98.7%	n/a	n/a	n/a
EBITDA					32.9%	6.7%	n/a	93.3%	n/a	-98.7%	n/a	n/a	n/a
EBIT					36.4%	4.9%	n/a	129.3%	n/a	n/a	n/a	n/a	n/a
EBT					37.2%	6.8%	n/a	129.6%	n/a	n/a	n/a	n/a	n/a
Net Income					43.4%	6.5%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
QoQ change													
Net Sales		114.9%	-29.6%	15.7%	-3.8%	5.1%	-18.7%	-3.6%	-4.2%	-0.8%	-40.2%	-9.4%	281.1%
Gross Profit		-31.2%	-9.7%	-21.8%	131.9%	20.9%	n/a	n/a	n/a	n/a	-47.3%	235.2%	307.2%
Operating Profit		43.0%	-67.6%	12.3%	131.9%	26.4%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
OIBDA		37.0%	-60.7%	9.2%	103.4%	24.0%	n/a	n/a	n/a	n/a	133.6%	n/a	n/a
EBITDA		55.9%	-60.2%	-20.8%	170.1%	25.2%	n/a	n/a	n/a	n/a	182.1%	n/a	n/a
EBIT		66.1%	-66.8%	-27.9%	243.3%	27.7%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EBT		64.1%	-66.5%	-27.3%	243.7%	27.7%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Net Income		71.4%	-66.8%	n/a	n/a	27.4%	n/a	n/a	n/a	n/a	n/a	n/a	n/a

Source: Company data, Sokrat estimates

Figure 6. Bagliy Coke's statement of cash flows

USD mln	2008F	2009F	2010F	2011F	2012F	2013F	2014F	2015F	2016F	2017F	2018F
Operating Activities											
Net Income	65	104	86	76	63	56	56	56	56	56	56
Minority interest	0	0	0	0	0	0	0	0	0	0	0
D&A	2	2	2	2	2	2	2	2	2	2	2
Changes in NWC	(112)	(17)	37	9	9	6	0	0	0	0	0
Cash from Operating Activities	(45)	89	125	87	74	65	59	59	59	59	59
Investing activities											
CapEx	(2)	(7)	(7)	(7)	(12)	(2)	(2)	(2)	(2)	(2)	(2)
Cash from Investing Activities	(2)	(7)	(7)	(7)	(12)	(2)	(2)	(2)	(2)	(2)	(2)
Financing activities											
Dividends and other withdrawals	0	0	0	0	0	0	0	0	0	0	0
Change in LT Debt	50	(50)	0	0	0	0	0	0	0	0	0
Cash from Financing Activities	50	(50)	0	0	0	0	0	0	0	0	0
Cash from Changes in Shareholders' Equity	0	0	0	0	0	0	0	0	0	0	0
Cash from Other Activities	0	0	0	0	0	0	0	0	0	0	0
Total Change in Cash	3	32	117	79	62	62	56	56	56	56	56

Source: Company data, Sokrat estimates

Figure 7. Bagliy Coke's margins, balance sheet ratios, and multiples*

	2005	2006	2007	2008F	2009F	2010F	2011F	2012F	2013F	2014F	2015F	2016F	2017F	2018F
Margins														
Gross Margin	6%	6%	2%	23%	24%	21%	21%	19%	18%	18%	18%	18%	18%	18%
Operating Margin	5%	3%	-18%	21%	23%	20%	19%	17%	16%	16%	16%	16%	16%	16%
OIBDA Margin	6%	4%	-16%	22%	23%	20%	20%	18%	17%	17%	17%	17%	17%	17%
EBITDA Margin	5%	5%	-16%	22%	23%	20%	20%	18%	17%	17%	17%	17%	17%	17%
Net Margin	3%	1%	-21%	15%	16%	15%	14%	13%	12%	12%	12%	12%	12%	12%
Balance Sheet Ratios														
Debt-Equity Ratio	0.00	0.00	0.00	0.51	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Current Ratio	1.06	1.14	0.86	1.63	1.81	3.05	3.82	4.42	5.12	5.68	6.24	6.80	7.37	7.93
Quick Ratio	0.91	0.81	0.79	1.45	1.58	2.72	3.49	4.10	4.81	5.37	5.93	6.49	7.05	7.62
Multiples														
Stock Price, USD		0.000	0.05	0.18	0.68									
Shares Outstanding, mln		688	688	688	688									
MCap, USD mln		0	34	121	470									
EV, USD mln		0	34	121	435									
P/Sales		0.0	0.4	0.3	0.7									
EV/EBITDA		0.0	-2.3	1.3	3.0									
P/E		0.0	-1.8	1.9	4.5									

Source: Company data, Sokrat estimates

*The 2009F multiples are calculated using our target price.

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