



# Krasnoarmiyska-Zakhidna

## Listed on the PFTS

Eugene Cherviachenko  
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+380 44 207 5037  
ec@concorde.com.ua

MCap, USD 352 mln  
FF, USD 9 mln

**SHCHZ: BUY**

Market: USD 0.42  
Target: USD 0.60

The Krasnoarmiyska-Zakhidna coal mine was listed yesterday on the PFTS stock exchange, with the ticker **SHCHZ**. Until yesterday, the Komsomolets Donbassa coal mine (SHKD: BUY) was the only representative of the industry on the PFTS. The session opened with USD 0.14/0.42 bid/ask quotations (a spread of 64%). The ask price implies the following 2006E multiples: P/E x5.8, EV/EBITDA x2.9, EV/S x1.2, leaving a 45% upside to our target.

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