

# BRIEF ON KEY BUSINESS ISSUES

06.08.2024  
Kyiv – London

## Contents:

- [Current status of the Ukrainian energy sector following extensive shelling in spring and summer](#)
- [S&P downgrades Ukraine credit rating to 'Selective Default'](#)
- [Ukraine debuts shields for US Bradleys to fend off drone strikes](#)
- [Energy market update](#)

## Current status of the Ukrainian energy sector following extensive shelling in spring and summer

According to Ukrenergo, July 30<sup>th</sup> marked the first day in July without power outages. The Ukrainian TSO stated, "If there are no new attacks, we can expect more days without outages from August to October; however, there will still be outages during evening peak consumption hours."

The restoration of the shelled thermal power plants (TPP) is ongoing, with DTEK power engineers and restoration teams working to prepare the TPPs for winter. Additionally, the recent cooling of outdoor temperatures and the return of two nuclear power plant units to the power system after planned maintenance have improved the situation in the energy system.

DTEK is ready to restore up to 2.7 GW of generating capacity. However, urgent financial support from international partners is needed, along with air defence systems to protect the restored infrastructure.

## S&P downgrades Ukraine credit rating to 'Selective Default'

The ratings agency S&P lowered Ukraine's credit rating to "selective default" (SD) from 'CC/C' on Friday August 2nd, citing the war-torn country's failure to make a coupon payment on an existing bond, which fell due on August 1st.

S&P [explained](#) not expecting the payment within the bond's contractual grace period of 10 business days, basing its view on the passage of a Ukrainian law in mid-July that authorizes the government to temporarily suspend payments on commercial external debt for three months. S&P's decision follows that of Fitch on July 24th, to downgrade Ukraine's credit rating to "C" from "CC".

## Ukraine debuts shields for US Bradleys to fend off drone strikes

"A Ukrainian company has completed testing on a "complex" new shield designed to protect U.S.-donated Bradley infantry fighting vehicles from damaging Russian drone strikes along the front lines." – [Newsweek](#) informs. The company is Metinvest Holding, which is part of the SCM group of companies like DTEK.

# BRIEF ON KEY BUSINESS ISSUES

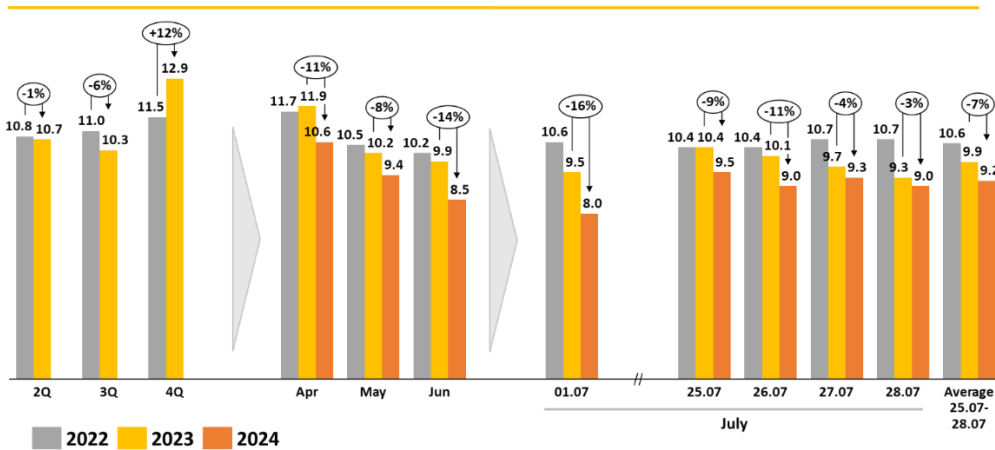
06.08.2024  
Kyiv – London

## Energy Market Update

The power system of Ukraine continues operating synchronously with ENTSO-E.

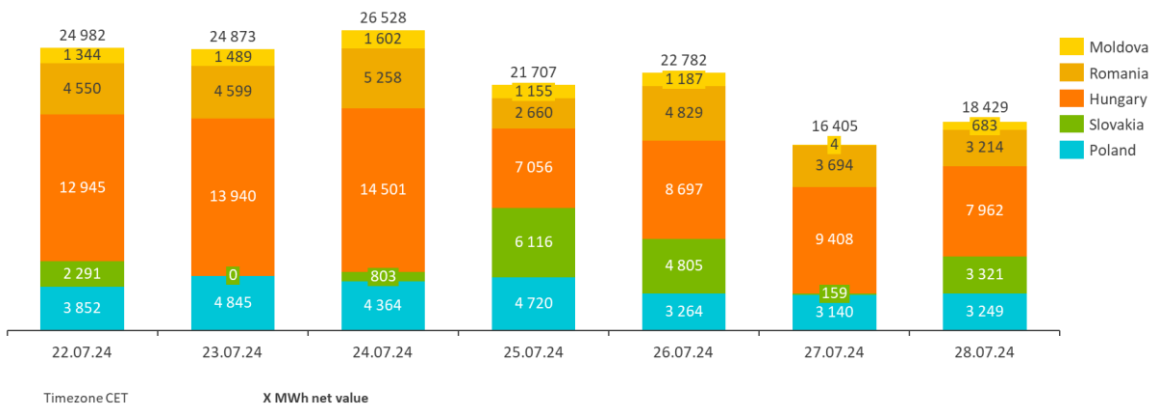
On July 25-28<sup>th</sup>, average daily electricity consumption amounted to 241 mln kWh, which is 1% lower than during July 2023, average daily load is 7% lower than during July 2023. Average hourly load per day amounted to 9.2 GW.

*Average hourly load per period, GW*



During last week Ukraine was a net importer of electricity from EU countries. Since the beginning of July, electricity imports to Ukraine remains on a high level.

*Daily electricity import(+) / export(-) volumes in Ukraine, MWh*



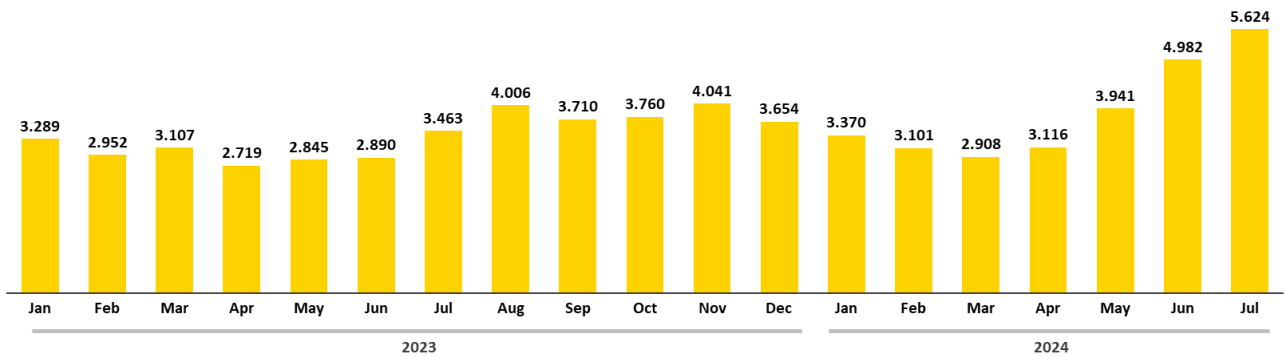
# BRIEF ON KEY BUSINESS ISSUES

06.08.2024  
Kyiv – London

## Day-ahead market (DAM)

During June electricity prices have increased to the level of 4,982 UAH/MWh. As for July 29<sup>th</sup>, baseload DAM prices increased to 5,624 UAH/MWh.

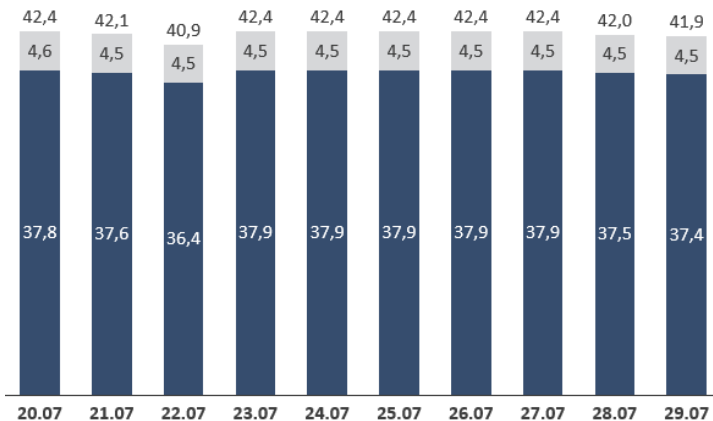
*DAM Baseload price in Ukraine, UAH/MWh*



## Oil & Gas

- Gas transit from Russia after weekends decreased to usual lower level of 41.9 mln m<sup>3</sup> on July 29<sup>th</sup>. Daily nominations to Slovakia are 37.4 mln m<sup>3</sup>. Nominations to Moldova (Transnistria) – 4.5 mln m<sup>3</sup>.
- Gazprom continues to transit gas via only one route, Sudzha, while Sokhranivka entry point remains occupied by Russian military.

*Gas transit via Ukraine, mln m<sup>3</sup>*



*Daily nominations: 29.07.2024*

■ Slovakia: 37,4 mln m<sup>3</sup>  
■ Moldova: 4,5 mln m<sup>3</sup>

