

UKRAINE FACILITY

Recovery - Reconstruction - Modernisation of Ukraine



This presentation is based on the Commission's proposal, It does not prejudge the outcome of the legislative process!



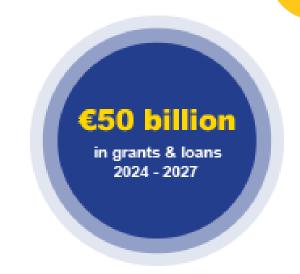
- In partnership with States & European Financial institutions (Team Europe), and other international Financial Institutions
- In coordination with the Multi-Agency Donor Coordination Platform
- Key stakeholders Civil Society Private Sector Local authorities

UKRAINE FACILITY

Pillar 1 Support to Ukraine Plan	Pillar 2 Ukraine Investment Framework	Pillar 3 Assistance programmes
Fil suppose to Illeroino's Plan	Do ricking machanism available to	Technical assistance to the
EU support to Ukraine's Plan	De-risking mechanism available to	
through grants and loans to the	investors through International	Government (EU acquis, structural
State budget	Financial Institutions to scale up investments and crowd in new	reforms)
Support to address the urgent	investors	Capacity building of the authorities
financial needs of the State to		at national, regional and local level
maintain macro-financial stability	Support to the Ukrainian private	, G
mametan macro maneral stability	sector	Support to civil society
Support to investments to foster	300101	
• •		(Coverage of interest rate subsidies
recovery, reconstruction and		, ,
modernisation		for loans)
Support to reforms needed for EU		
accession		
		Euro

Proposed budget of the Ukraine Facility

- Up to €50 billion over 2024-2027 (1/3 grants and 2/3 loans)
- Indicative and preliminary distribution:
 - ✓ First Pillar (Ukraine Plan): €39 bn (grants and loans) support to the State budget
 - ✓ Second Pillar (provisioning for guarantees and blending): **€8 bn**
 - ✓ Third Pillar (grants): €3 bn for technical assistance, loan interests and others forms of support (figure including also technical and administrative assistance incurred by the Commission)





Pillar 2 Ukraine Investment Framework

- Objective: mobilise investments for the reconstruction and modernisation of Ukraine \rightarrow Examples: private investment projects, support to Ukrainian SMEs to invest, support to municipalities or to SOEs.
- Builds on the experience of EFSD+ open architecture and the NIP (Neighbourhood Investment Platform).
- Strategic orientations for the UIF given by the Ukraine Plan.
- Implementation: based on EFSD+ indirect management by pillar-assessed entities, i.e. European Financing Institutions (EBRD, EIB, KfW, AFD, BGK, etc.).
- Type of support: combination of blending grants and guarantees.
- Possibility to use up to 30% of the guarantee to top up existing guarantees during the first 4 months to ensure timely deployment.



