



The European Commission's strategy for the recovery of Ukraine, in light with the EU accession process

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Ukraine Facility: key objectives



Support recovery, reconstruction & modernisation



Support **Ukraine's** reforms on the way to **EU accession**



Support **Ukraine's financing needs for the State to deliver uninterrupted public services** (schools, hospitals, social benefits, etc.)

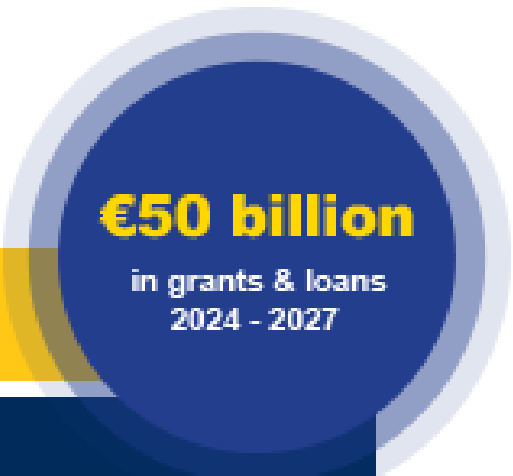


Mobilise investments in Ukraine's private sector for economic recovery and reconstruction



Broaden **support to Ukrainian society**, including helping address the social consequences of the war

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



UKRAINE FACILITY

Pillar 1 Support to Ukraine Plan (EUR 39bn)	Pillar 2 Ukraine Investment Framework (EUR 8bn)	Pillar 3 Assistance programmes (EUR 3bn)
<p>EU support to Ukraine’s Plan through grants and loans to the State budget</p> <p>Support to address the urgent financial needs of the State to maintain macro-financial stability</p> <p>Support to investments to foster recovery, reconstruction and modernisation</p> <p>Support to reforms needed for EU accession</p>	<p>De-risking mechanism available to investors through International Financial Institutions to scale up investments and crowd in new investors</p> <p>Support to the Ukrainian private sector</p>	<p>Technical assistance to the Government (EU acquis, structural reforms)</p> <p>Capacity building of the authorities at national, regional and local level</p> <p>Support to civil society</p> <p>(Coverage of interest rate subsidies for loans)</p>



EU support so far

- Total economic, humanitarian and military support to Ukraine amounts to **over EUR 118 bn.**
- Under the Ukraine Facility, the EU has provided almost **EUR 12.1 bn in support to the Ukraine's budget.** The objective is to pay in total EUR 16 bn to Ukraine's budget in 2024, subject to reforms being adopted.
- Under the Ukraine Investment Framework, the **EU has signed EUR 1.4 bn contributions in guarantees and grants** to support Ukraine's reconstruction and recovery.

Ukraine Recovery Conference in Berlin - Top-up agreements

#	Implementing partner	Proposal	Approved amount [EUR M]		
			Blending	Technical Assistance	Guarantee
1	EBRD	Financial Inclusion	30	7	140
2	EBRD	Hi-Bar		7,5	150
3	EBRD	Resilience	25	7,5	150
4	EIB	EU4Business Guarantee Facility	50		
5	EIB	EFSD+ MSME Access to green, growth and inclusive finance			150
6	EIB	Jaspers	10		
7	BGK	EU Support for Ukrainian MSMEs	20		
8	IFC	Better Future Programme		17,5	350
9	KfW	Green Growth Fund (GGF)	50	5	
10	KfW	European Fund for Southeast Europe (EFSE)	54	1	
11	KfW	Municipal Infrastructure Development (Chernivtsi)	17,75	2,75	
12	KfW	Reconstruction and rehabilitation of the electricity transmission infrastructure	100		
TOTAL			356,75	48,25	940
13	EBRD	Ukraine Recovery and Reconstruction Guarantee Facility		2	50
TOTAL with EBRD URGF			356,75	50,25	990

Beneficiary entities



Private companies, incl. SMEs
Municipalities
UA state-owned enterprises

Targetted sectors



Repair, rehabilitation and development of **energy infrastructure**



Transport



Municipal sectors



Access to finance for SMEs



Businesses affected by the war in deoccupied and front-line regions.

5

Overall sum

€ 407 M

Blended finance grants

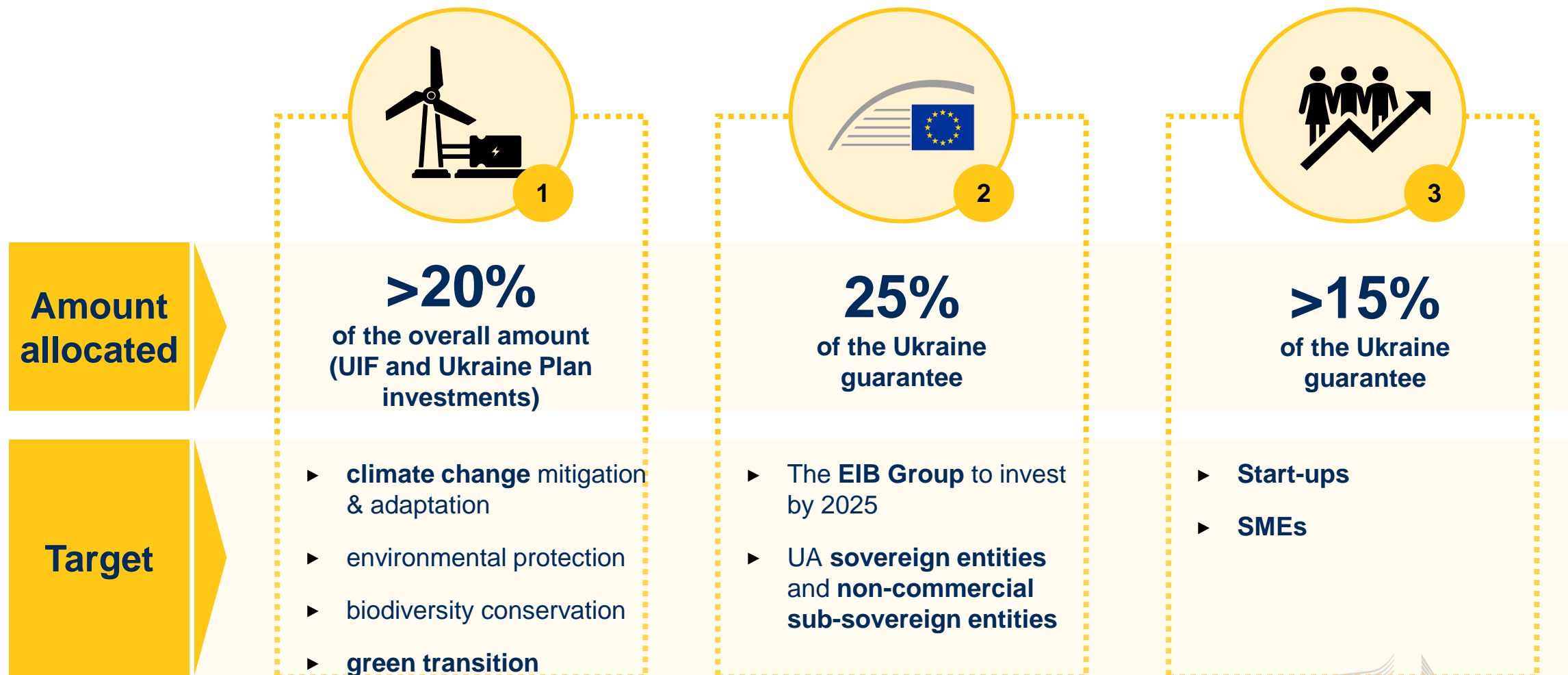
€ 990 M

Guarantees

Will mobilise:

€ 6 bn

Ukraine Investment Framework – earmarks



Pillar II: Ukraine Investment Framework

1 Objective

Mobilise investments for the reconstruction and modernisation of Ukraine, which will be consistent with the Ukraine Plan and will contribute to its implementation.

2 Background

UIF builds on the experience of European Fund for Sustainable Development (EFSD+) and the Neighbourhood Investment Platform (NIP). Strategic orientation of the UIF given by the Ukraine Plan.

3 Types of support

Budget of **EUR 9.3 billion**, combination of **blending / grants / technical assistance: guaranteed capacity of EUR 8.9 billion**, and of **EUR 1.76 for blending operations**. Objective: EUR 40 billion in investments.

4 Investments areas

Access to finance, human capital, energy, transport, agri-food, critical raw materials, digital transformation and green transition.

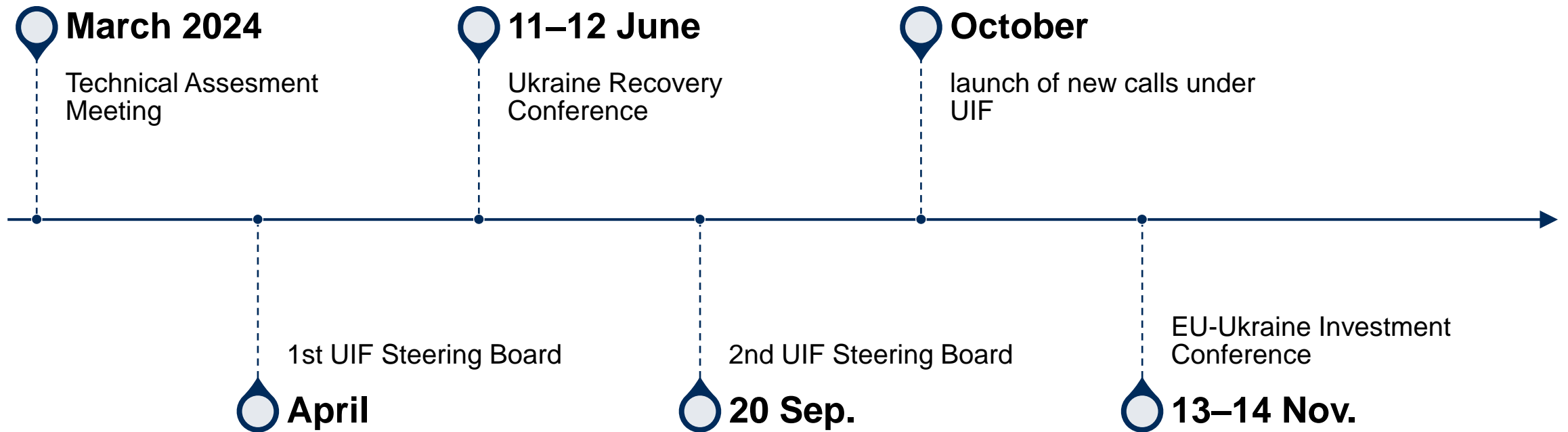
5 Implementation

Indirect management by pillar-assessed entities, i.e. European Financial Institutions (EBRD, EIB, KfW, AFD, BGK, etc.) and multilateral Financial Institutions (IFC).

Pillar II: Ukraine Investment Framework – governance and processes

- **Technical assessment** will be carried out by the **Commission** to review and evaluate proposals.
- **The Board will approve** the operations and will **safeguard convergence with the Plan.**
- On its **first meeting, the Board** endorsed:
 - **Strategic Orientations**, based on the Ukraine Plan, formulating investment windows for call for proposals for guarantees and blending;
 - **Rules of Procedure**;
 - **Top-ups** of existing guarantee agreement and blending operations
- **IFIs/DFIs** are responsible for **implementation** (indirect management).

Progress of the Ukraine Investment Framework (UIF)



First round of calls under the UIF

Upcoming call early October

1. Public sector: all operations covering public investments, involving **sovereign and non-commercial sub-sovereign** operations, these operations should abide to the public investment policy of Ukraine.

2. Private sector direct: operations where EFIs are in **direct agreements with private and commercial sub-sovereign** entities as end beneficiaries

3. Quasi equity and equity via intermediation (funds) for private projects

Timeline of upcoming calls

	Type of the call	Launch date
General calls	Public sector	end of October
	Private sector direct	
Segment/ product specific calls	Intermediated Funds	(tentatively) Q4 2024
	Intermediated Banks	
	Insurance	TBC

First round of calls under the UIF: priorities

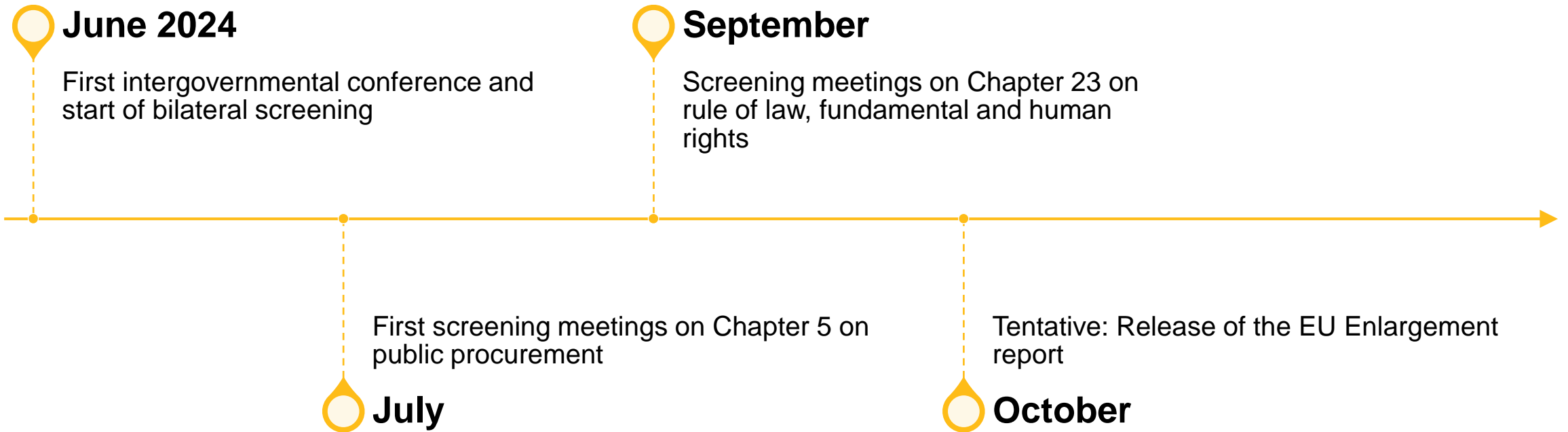
- All operations to be aligned with **Ukraine Facility Regulation** (particularly Art. 3, 4 and 28) as well as **UIF Strategic Orientations**
- For this round of calls, priority to be given to investments in the **energy sector**, as well as investments with **high social impact** covering horizontal considerations such as **support to vulnerable groups in particular veterans, IDPs, demining**
- Additional criteria established for **agricultural sector**. Operations in **telecoms** or activities with potential **significant impact on climate and/or the environment** also considered sensitive
- Proposed public projects to be aligned with **Ukraine Plan** and **Single Project Pipeline**

Civil society's participation

- Key role of the civil society in Ukraine and beyond
- EU support to civil society: 52 grants (EUR 88 500 000) enabling them to play a role in the reconstruction, recovery and European integration
- Active engagement of the Germany civil society:
 - In human capital: training and upskilling of refugees in Germany, or veterans and IPDs in Ukraine
 - Launch of the Skills Alliance in the Ukraine Recovery Conference (URC)
 - Alliance for a gender-responsive and inclusive recovery at the URC



EU enlargement process



EU enlargement process

- **Significant progress** and overall **good commitment** and fundamental and human rights and willingness to continue reforms
- **Rule of law, fight against corruption and respect for fundamental rights** remains at the heart of the EU accession process
- **Enlargement report** published on an annual basis, assessing the state of play and progress on the EU accession process.
- Next enlargement report: autumn 2024



More info

- [EU solidarity with Ukraine - European Commission \(europa.eu\)](#)
- [The Ukraine Facility - European Commission \(europa.eu\)](#)
- [Delegation of the European Union to Ukraine | EEAS \(europa.eu\)](#)
- [DG NEAR on X](#)
- [Gert Jan Koopman on X](#)
- [EU NEIGHBOURS east](#)

Thank you



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