



Investment Climate in Ukraine: Legal Updates

Anna Babych



Executive Partner,
Aequo Law firm (Ukraine)
Board member,
Ukrainian Bar association

KEY AREAS RELEVANT FOR FOREIGN INVESTORS

Safety of assets and
Martial law limitations

Investment projects support
and incentive solutions
(Industrial parks, Diia City)

War and political risks
insurance

Uplifting ban on distribution of
dividends and currency control

Transparent regulation of
industry concerned and
partnership with government

Local partner



POSITIVE
DEVELOPMENTS

NATIONAL INSURANCE SOLUTION



From **1 January 2024** the **Export Credit Agency (ECA)** is authorized to insure investments in Ukraine against war and political risks

9 April 2024 the government approved the list of war and political risks along with the **terms** and procedure governing their insurance by ECA

SUPPORT OF SIGNIFICANT INVESTMENT PROJECTS

SEPTEMBER 2023

Upgraded law, introducing new forms of the state support

Requirements for investors were defined

UA budget 2024 – allocated funds of UAH 3 bln

APRIL 2024

Implemented detailed rules for the state support

A project worth min EUR 12 million and lasting up to 5 years in designated areas

Reimbursement of costs for constructed engineering and transport infrastructure or connection to networks

Total amount of reimbursement could reach up to 30% of the investment

CURRENCY CONTROL REGIME IMPROVED

03 May 2024 National Bank of Ukraine substantially overhauled the existing regime of FX restrictions as per the Strategy for Easing FX Restrictions adopted by the NBU in 2023

Many outbound FX transactions are now **permitted**

Repatriation of new dividends is allowed if

- declared out of the business results since 1st of January 2024 onwards
- **monthly** limit – equivalent of **EUR 1 million**



UKRAINE FACILITY ECONOMIC SUPPORT PROGRAM 2024 – 2027 for €50 billion

Direct support to the state budget:
€38,27 billion

Investment fund:
€6,97 billion

Technical and admin support:
€4,76 billion

16 investment indicators