# **General Information about Ukraine**

## Introduction

The purpose of this document is to give a general overview of Ukrainian economy and the city of Slavutych to potential investors. The information provided covers a broad range of subjects to help potential investors understand Ukraine's developing economy and was gathered from a variety of sources, including the U.S. Central Intelligence Agency, World Bank, and International Monetary Fund.

Ukraine is rich in culture, history and natural resources. The government of Ukraine is transforming its economic structure to a western market economy and continues solving problems related to this change.

More detailed information about Slavutych, the hometown of Chornobyl Nuclear Power Plant workers, is provided. As the date of the Chornobyl NPP closure approaches, the Ukrainian government is taking steps toward economic diversification, including educating and attracting foreign and domestic investors. This guide aims to provide valuable information about investment opportunities, geography, people, government, and the economy of Ukraine and Slavutych.

## Geography

Ukraine sits at a favorable strategic position between Europe and Asia and is the second-largest country in Europe. The contemporary city of Kyiv is Ukraine's capital and one of the biggest cities in Europe. With a population of almost 3 million, it stands preeminent as the administrative, economic, research, cultural and educational center. The President, <u>Supreme Council (Verhovna Rada)</u>, all ministries and government departments are all located in Kyiv.

Location	Eastern Europe, bordering the Black Sea, between Poland and Russia			
Time zone	GMT +2:00			
Area	Total Land Water	603,700 sq. km (slightly smal 603,700 sq. km 0 sq. km	ler than Texas )	
Land boundarie	sTotal Border countries Coastline	4,558 km Belarus 891 km Moldova 939 km Romania (southwest) 169 km Russia 1,576 km 2,782 km	Hungary 103 km Poland 428 km Romania (west) 362 km Slovakia 90 km	
Maritime claims	s Continental shelf200m or to the depth of exploitationExclusive economic zone200 nmTerritorial sea12 nm			
Climate	Temperate continental; Mediterranean only on the southern Crimean coast; precipitation disproportionately distributed, highest in west and north, lesser in east and southeast; winters vary from cool along the Black Sea to cold farther inland; summers are warm across the greater part of the country, hot in the south			
Terrain	Most of Ukraine consists of fertile plains (steppes) and plateaus, mountains being found only in the west (the Carpathians), and in the Crimean Peninsula in the extreme south			

		Lowest point Black Sea 0 m Hora Hoverla 2,061 m		
Natural resources graphite, titanium, ma		Iron ore, coal, manganese, natural gas, oil, salt, sulfur, gnesium, kaolin, nickel, mercury, timber		
Land use	Arable land Permanent crops Permanent pastures Forests and woodland Other			
Irrigated land	26,050 sq. km (1993 est.)			
Environment	Current issues	Inadequate supplies of potable water; air and water pollution; deforestation; radiation contamination in the northeast from 1986 accident at Chornobyl Nuclear Power Plant		
	International agreeme	Air Pollution, Air Pollution-Nitrogen Oxides, Air Pollution-Sulphur 85, Antarctic Treaty, Biodiversity, Environmental Modification, Marine Dumping, Nuclear Test Ban, Ozone Layer Protection, Ship Pollution signed, but not ratified: Air Pollution-Sulphur 94, Air Pollution-Volatile Organic Compounds, Climate Change, Law of the Sea		

# People

Population	50,447,719 (July 1997 est.)			
Age structure	0-14 years 15-64 years 65 years and over	19% (male 5,000,518; female 4,802,193) 67% (male 16,087,147; female 17,429,313) 14% (male 2,308,354; female 4,820,194) (July 1997 est.)		
Population grow	r <b>th</b> Birth rate Death rate Net migration rate	-0.65% (1997 est.) 9.55 births/1,000 population (1997 est.) 16.26 deaths/1,000 population (1997 est.) 0.23 migrant(s)/1,000 population (1997 est.)		
Infant mortality rate		21.9 deaths/1,000 live births (1997 est.)		
Life expectancy	Total population Male Female	65.77 years 59.93 years 71.91 years (1997 e	est.)	
Total fertility rate		1.36 children born/	woman (199	97 est.)
Nationality	Noun Adjective	Ukrainian(s) Ukrainian		
Religions	Patriarchate			Ukrainian Orthodox - Kiev Catholic (Uniate)
Languages	Ukrainian, Russian, Romanian, Polish, Hungarian			

# Government

Republic

### National capital Kyiv

National capital	Kylv				
Admin. divisions	s 24 oblasts ((subdivided into n with oblast status** Note: Each oblast is listed be Cherkas'ka (Cherkasy) (Chernivtsi)		rative center in parentheses	•	
	Dnipropetrovs'ka (Dnipropetrovs'k) Donets'ka (Donets'k) Ivano-				
	Frankivs'ka (Ivano-Frankivs' Kharkivs'ka (Kharkiv) Kirovohrads'ka (Kirovohrad) Luhans'ka (Luhans'k) Odes'ka (Odesa) (Simferopol') Rivnens'ka (Rivne) Ternopil's'ka (Ternopil') Zakarpats'ka (Uzhhorod) (Zhytomyr)	k) Khersons'ka (Kherso Kyiv** L'vivs'ka (L'viv) Poltavs'ka (Poltava) Sevastopol'**	n) Khmel'nyts'ka (Khmel Kyivs'ka (Kyiv) Mykolayivs'ka (Mykolay Avtonomna Respublika K Sums'ka (Sumy) ya) Volyns'ka (Luts'k) zhya) Zhytomyrs'ka	iv)	
Independence	1 December 1991 (from Sovi	et Union)			
•	Independence Day, 24 Augus	st (1991)			
Constitution	adopted 28 June 1996				
Flag	Two equal, horizontal bands fields under a blue sky	of azure (top) and gol	den yellow representing gr	ain	
Legal system	Based on civil law system; ju	dicial review of legisl	lative acts		
Suffrage	18 years of age; universal				
Executive branc		of state President Le	eonid D. Kuchma (since 19	July	
	1994) Head of government Prime First Deputy Prime Minister ministers make up a cabinet, and approved by the Suprema A National Security and Defe Council, was significantly re the NSDC includes the preside affairs, foreign relations, and tasked with developing nation matters and advising the press presidential edicts and provid Regions that serves as an adv September 1994 that includes the chairmen of Oblast.	Anatoliy Holubchenke the Council of Minist e Council. ense Council, created vamped and strengthe lent, prime minister, r chairman of the secur nal security policy on ident; a Presidential A les policy support to t risory body created by	o and three deputy prime ers, appointed by the president in 1992 as the National Second under President Kuchr ninisters of defense, interna- rity service; the NSC staff i domestic and international Administration that helps dr he president; and a Council President Kuchma in	curity na; al s raft l of	
Elections	President elected by popular vote for a five-year term; elections last held 26 June and 10 July 1994 (next will held in 1999); prime minister and deputy prime ministers appointed by the president and approved by the Supreme Council.				
Other gov. offici	als Reform Dep. Prime Min. for Social P Dep. Prime Min. for Humani Min. of Agriculture Min. of Coal Industry (Actin	olicy tarian Affairs	Dep. Prime Min. for Econ Tyhypko, Serhiy Biloblotsyy, Mykola Smoliy, Valeriy Supikhanov, Borys Radchenko, Volodymyr	omic	

	Stanislav		
	Min. of Culture & A	rts	Ostapenko, Dmytro
	Min. of Defense		Kuzmuk, Oleksandr, Lt. Gen.
	Min. of Economy		Rohovyy, Vasyl
	Min. of Education		Zgurovskyy, Mykhaylo
	Min. of Emergency S	Situations	Kalchenko, Valeriy
		tal Protection & Nuclear Safe	
	Min. of Family & Yo		Dovzhenko, Valentyna
	Min. of Finance		Mityukov, Ihor
	Min. of Foreign Affa	irs	Tarasyuk, Borys
		nomic Relations & Trade	Osyka, Serhiy
	Min. of Health		Serdyuk, Andriy
	Min. of Industrial Po	licy	Hureyev, Vasyl
	Min. of Information		Kulyk, Zinoviy
	Min. of Internal Affa	irs	Kravchenko, Yuriy
	Min. of Labor		Sakhan, Ivan
	Min. of Justice		Stanik, Suzanna
	Min. of Power & Ind	ustry	Shebertsov, Oleksiy
	Min. of Science & To	echnology	
	Min. of Transport		
	Min. of the Cabinet of		Tolstoukhov, Anatoliy
	Chief, Security Servi		Derkach, Leonid
			evelopment Shpek, Roman
	-	ttee for State Borders and	
	Cmdr., Border Tr	•	Bannykh, Viktor
	State Property Fund		Bondar, Oleksandr
	Procurator General (A		Ferents, Bohdan
	Chmn., National Ban		Yushchenko, Viktor
	Ambassador to the United States		Shcherbak, Yuriy
	Permanent Representative to the United Nations, New York Yelchenko, Volodymyr		
L agislativa huan	•••	Unicomoral Symmome Cours	cil on Vankhavna Dada (450 casta
Legislative bran			cil or Verkhovna Rada (450 seats; r vote from one-member districts
	by complex procedur		i vote from one-member districts
Elections	Last held 29 March 1	.998	
<b>Election results</b>	Seats by party	Communists 123 Ru	1kh 46
		Socialists/Peasants 34 Gr	eens 19
		People's Democrats 28 Hr	omada 23
		Progressive Socialists 16	Social Democrats (u) 16
		Inc	dependents 114
			Remainder were won by
-	candidates from othe	-	
Committees	Communists	Legal Reform (Vasyl Siren	
		•	Government and Local Council
		Activities (Oleksandr Kush	
			Economy Management, Property
		and Investment Affairs (Sta	
		Foreign Affairs and Ties w	
		National Security and Defe	
		Pensioners, Veterans and D	Disabled Persons (Vitaly
		Lutsenko)	

	People's Democrats Hromada	Science Industr Fuel & (Mykh Constr Youth Budge Legisla & Crir Parliar	Care, Maternity and Childhood (Serhiy Shevchuk) e and Education (Volodymyr Semynozhenko) rial Policy (Anatoliy Kinakh) Energy Complex, Nuclear Policy and Nuclear Safety ailo Kovalko) uction, Transport and Communications (Yuri Kruk) Policy, Physical Culture and Sports (Ivan Kyrylenko) t (Yuiya Tymoshenko) ative Support, Law Enforcement and Anti-Corruption ne Activities (Yuri Karmazyn) nentary Procedure, Ethics and Work organization r Omelych)	
	Rukh	Financ Humai	al and Spiritual Development (Les Tanyuk) ee and Banking (Valeriy Alyoshyn) n Rights, National Minorities and Inter-Ethnic ons (Hennadiy Udovenko)	
	Socialists	•	an Policy and Land Relations (Olexandr Moroz) om of Speech and Information (Ivan Chyzh)	
	Social Democrats (un	ited)	Social Policy and Labor Affairs (Yevhen Marchuk)	
	Greens	Liquid	nmental Policy, Natural Resources Utilization, and ation of the Chornobyl Nuclear Disaster quences (Yuriy Samoilenko)	
Judicial branch	Supreme Court; Cons	titution	al Court	
<b>Political parties</b>	Green Party of Ukraine (Vitaliy Kononov)			
	Liberal Party of Ukraine Liberal Democratic Party of Ukraine (Volodymyr Klymchuk) Democratic Party of Ukraine (Volodymyr Oleksandrovych Yavorivskiy) People's Party of Ukraine			
	Peasants' Party of Uk		or Pourivel of Ultraine (Veledumur Filenke)	
	•		or Revival of Ukraine (Volodymyr Filenko) Jkraine (Vasyl Onopenko)	
	Socialist Party of Ukr	•		
			atic Party (Vitaliy Zhuravskyy)	
	Ukrainian Conservati Ukrainian Labor Party		ublican Party (Stepan Khmara) atyn Landyk)	
	Ukrainian Party of Ju			
			tic Party (Serhiy Plachinda)	
	Ukrainian Republican Ukrainian National C		Bondan Yaroshpskyy) tive Party	
			t for Restructuring – Rukh (Vyacheslav Chornovil)	
	Ukrainian Communis	t Party	(Petr Symonenko)	
	Agrarian Party Congress of Ukrainia	n Natio	nalists (Slava Stestko)	
	Civil Congress (O. Ba			
	Party of Economic Re			
	Marchenko)	Party O	f Ukraine (Nataliya Vitrenko and Volodymyr	
	People's Democratic l	Party (A	anatoliy Matviyenko)	
Pressure groups	New Ukraine	Congre	ess of National Democratic Forces	

#### Int'l memberships BSEC, CCC, CE, CEI, CIS, EBRD, ECE, IAEA, IBRD, ICAO, ICRM, IFC, IFRCS, ILO, IMF, IMO, Inmarsat, Intelsat (nonsignatory user), Interpol, IOC, IOM (observer), ISO, ITU, NACC, OSCE, PCA, PFP, UN, UNAVEM III, UNCTAD, UNESCO, UNIDO, UNMIBH, UNMOP, UNMOT, UNPREDEP, UNTAES, UPU, WFTU, WHO, WIPO, WMO, WTrO (applicant)

### **Communications**

		System is unsatisfactory both for business and for personal use; 3.56 cations for telephones had not been satisfied as of January 1991; il services have been established in all major cities.
Domestic		An NMT-450 analog cellular telephone network operates in Kyiv and in all major cities around the country, Kyiv also has digital cellular systems GSM 900 and GSM 1800. All systems allow direct dialing of international calls through Kyiv's digital exchange.
	International	Calls to other CIS countries are carried by landline or microwave radio relay; calls to 167 other countries are carried by satellite or by the 150 leased lines through the Moscow international gateway switch; satellite earth stations - NA Intelsat, 1 Inmarsat (Atlantic and Indian Ocean Regions), and NA Intersputnik
<b>Radio stations</b>	2	
Radios	15 million (19	990)
<b>Television statio</b>	ns At leas	t 2

**Televisions** 17.3 million (1992)

## **Transportation**

Railways	Total Broad gauge	23,350 km 23,350 km 1.524-m gauge (8,600 km electrified)		
Highways	•	172,257 km 163,300 km, including 1,875 km of expressways These roads are said to be hard-surfaced, meaning that some are me are all-weather gravel surfaced. 8,957 km (1995 est.)		
Waterways	4,400 km navigable waterways, of which 1,672 km are on the Pryp"yat' and Dnistr (1990)			
Pipelines	Crude oil 2,010 km Petroleum prods. 1,920 km Natural gas 7,800 km (1992)			
Ports and harbo	<b>rs</b> Mykolayiv, C	Berdyans'k, Illichivs'k, Izmayil, Kerch, Kherson, Kyiv, Mariupol', Idesa, Reni		
Merchant marin	<b>e</b> GRT/3,156,52	Total 301 ships (1,000 GRT or over), 2,507,463   22 DWT 22 DWT		
	Ships by type	Barge carrier 5Bulk 21Cargo 192Chemical tanker 2Combination bulk 1Container 10Multifunction large-load carrier 3Oil tankers 23Passenger 7Passenger-cargo 4Railcar carrier 2Refrigerated cargo 5Roll-on/roll-off cargo 20Short-sea passenger 6		

Ukraine owns an additional 61 ships (1,000 GRT or over) totaling 1,283,735 DWT operating under the registries of The Bahamas, Cyprus, Liberia, Malta, Panama, and Saint Vincent and the Grenadines (1996 est.)

**Airports** 706 (1994 est.)

### Foreign Representation

Embassy of Ukraine in the U.S. A. 33350 M Street N.W. Washington DC, 20007 Phone 202-333-0606 Fax 202-333-0817

Consulate General of Ukraine in New York 240 East 49th Street New York, NY 10017 Phone 212-371-5690 Fax 212-371-5547 Consulate General of Ukraine in Chicago 10 East Huron Street Chicago, IL 60611 Phone 312-642-4387 and 312-642-4388 Fax 312-642-4385

Permanent Mission of Ukraine to the United Nations 220 East 51 Street, New York, NY 10022 Phone 212-759-7003 Fax 212-355-9455

Economy					
GDP	Purchasing power par extrapolated from Wo		Total		billion (1996 estimate as timate for 1994)
	Per capita		\$3,170 (19 \$3,068 (19		
Real growth rate	e -10% (1996 est.) -3.2% (1997 est.) +2.8% (1st half of 19	98 according	g to IMF)		
Sector compositi		Agriculture		14%	
-	Industry Services	C	45% 41% (1995	est.)	
Inflation rate	Consumer price index Consumer price index		40% (year-end 1996) 15.9% (year-end 1997)		
Labor force	Total By occupation (1992) Agriculture and forestry Health, education, and culture Trade and distribution Transport and communication Other		23 million (January 1996) Industry and construction 33% 21% 16% 7% 16%		
Unemployment	1% official ers (Decemb		l; large nu	umber of unregistered or	
Budget	Revenues Expenditures		\$NA \$NA, inclu	ding capi	tal expenditures of \$NA
Industries	Coal, electric power, equipment, chemicals				achinery and transport ar)
Indust. prod. gro	owth	-5.1% (199	6 est.)		
Electricity	Capacity Production		54.24 milli 181 billion		
Primary produc	tion day of oil equivalent, Coal Crude Oil Natural gas Hydro/Nuclear	Total energ 1996)	665 82 285 413		1,445 (thousands barrels per
Production in 19	996 Natural gas (billion n Coal (million metric t		nds b/d)	18.4 70.3	82
Electricity consump.		Per capita		3,487 kV	Wh (1996)
Agriculture products 0		Grain, suga	ar beets, veg	etables; n	neat, milk
Exports	Total value Commodities chemicals, machinery Partners	and transpo	ort equipmer	errous and nt, grain, 1	l nonferrous metals,

Imports	Total value Commodities chemicals, textiles Pa Switzerland	<ul><li>\$19.4 billion (1996 est.)</li><li>Energy, machinery and parts, transportation equipment,</li><li>artners Russia, Turkmenistan, Belarus, Germany,</li></ul>
Debt	External	\$8.8 billion, including \$4.5 billion to Russia (late 1995 est.) \$ 9.3 billion (1996) \$ 9.1 billion (1997)
Economic aid	Recipient Commitments	ODA, \$220 million (1993) 1992-95, \$4.5 billion (\$4.1 billion drawn)
Currency	as its national currence	5, Ukraine introduced the long-awaited hryvnia (plural hryvni) cy, replacing the karbovanets (in circulation since 12 rate of 100,000 karbovantsi to 1 hryvnia
Exchange rates	Hryvnia per US\$1 (1994)	3.4275 (current) 2.136 (August 1998) 1.8592 (November 1996) 1.4731 (1995) 0.3275 0.0453 (1993)
Fiscal year	Calendar year	0.0100 (1770)

## **Select Western Organizations**

All addresses: Kyiv, Ukraine Country/city code prefixes for telephone and fax numbers: (380-44) Tel: 295-1065

American Bar Association 4 Klovsky Uzviz, #7 Tel: 293-1276

American Business Center 7 Kudryavsky Uzviz, 2nd fl. Tel: 477-1413 Fax: 417-1419

Barents Group (A Subsidiary of KPMG Peat Marwick) 3 Hrinchenka vul., 2nd fl. Tel: 244-1608 Fax: 228-8004

CHAP/WESTNIS 8b Staronavodnytska vul., #69 Tel: 296-8385 Fax: 295-8738

Congressional Research Service Library of Congress 1 Lesi Ukrainki pl., #415 Tel: 296-8351 Fax: 296-8109

Contract International 8b Staronavodnitska vul. Tel: 296-8385

Council of Advisors to the Parliament of Ukraine 1 Lesi Ukrainki pl., #602 Tel: 294-6661 Fax: 296-1260

Counterpart Foundation for International Partnership 34 Lesi Ukrainki blvd., #505,508 Tel: 295-5314 Fax: 296-9484

Eurasia Foundation (Regional office for Ukraine, Moldova and Belarus) 26 Lesi Ukrainky blvd., #506 European Bank for Reconstruction and Development 5 Lypska vul., Hotel National, #407 Tel: 291-8847 Tel: 230-2626 Fax: 291-6246

Free Trade Union Institute 2 Tymiryazivska vul., korp. B, 5th fl. Tel: 296-6657

IBRD Ukraine (World Bank Group) 36/44 Pochaynynska vul. Tel: 416-2412

INFOBUSINESS 4 Teriokhina vul. Tel: 435-6694

International Development Research Center 2a Bankova vul. Tel: 293-0171 Fax: 293-6163

International Executive Service Corps 7 Zankovetskoyi vul., #21 Tel: 228-1165 Fax: 228-0483 Fax: 229-2995

International Finance Corporation 4 Bohomoltsa vul. Tel: 293-4355 Fax: 293-0539

International Monetary Fund 12/2 Hrushevskoho vul., #812 Tel: 293-4068 Fax: 293-8445

International Research and Exchanges Board 4 Hrushevskoho vul., #301

Tel: 229-3479

International Science Foundation 4 Bohomoltsa vul., #134a Tel: 293-4877 NEWBIZNET Project 1/5 Dymytrova vul. Tel: 247-5791 Tel: 247-5798

Project on Economic Reform in Ukraine 23b Gorkoho vul., #42 Tel: 227-2204 Fax: 227-4456

Research Triangle Institute 10 Gorodetskoho vul., #32 Tel: 229-7295

Rotary Club 39-47 Shota Rustavelli vul. Tel: 228-1249 Fax: 227-6154

Science and Technology Center in Ukraine Laboratomyj Provulok 3 Tel: 227-8150 Fax: 227-8156

TACIS – European Community Program 10 Kruglouniversitetska vul. Tel: 291-8963 Fax: 291-0041

Ukrainian Free Economy 12/5 Lypska vul., #22 Tel: 293-1111 Fax: 293-9115 Ukrainian Legal Foundation 41 Saksaganskoho vul. Tel: 227-2207 Tel: 227-2236 Tel: 227-2220

U.S. Agency for International Development 19 Nyzhniy Val vul. Tel: 462-5678 Fax: 462-5834

U.S. Information Service 63 Melnykova vul. Tel: 213-2532 Tel: 213-9241 Fax: 213-3386

U.S. Treasury Tax Advisory for Ukraine 8 Lvivska p1., #1500 Tel: 212-4922 Fax: 212-4561

Western NIS Enterprise Fund 4 Muzeiny prov. Regional Business Center Tel: 291-0280 Fax: 291-0280

World Bank 38/44 Pochaynynska vul. Tel: 416-2412