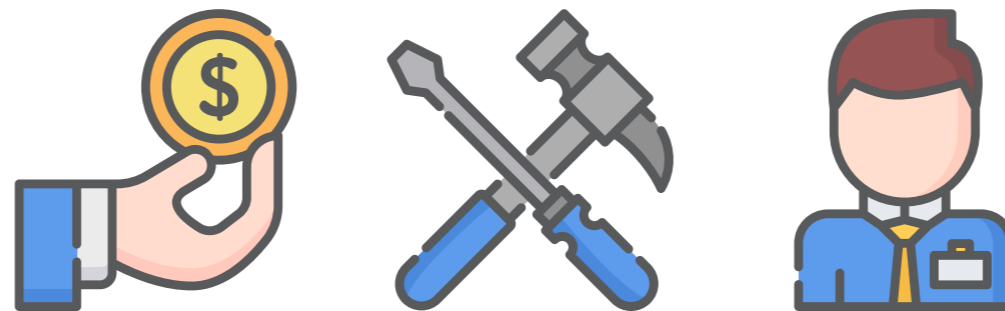


# Law №1116-IX

## On State Support for Investment Projects with Significant Investments



# 1116-IX. State Support for Investment Projects with Significant Investments

## Eligible Projects

**20+** min €

Amount of investment

up to  
**5** years

Project implementation period

up to  
**30**%

of capital expenditures.  
Aggregate amount of support

**80+** jobs

Creation

### Sectors:

- processing industry (except for the production and circulation of tobacco products, ethyl, cognac and fruit alcohol, alcoholic beverages)
- extraction for further processing and/or enrichment of minerals (except for coal and lignite, crude oil and natural gas)
- waste management
- transport, warehousing, postal and courier activities, logistics
- education, scientific and scientific-technical activity
- health care, art, culture, sports, tourism, resort and recreational industry

# 1116-IX. State Support for Investment Projects with Significant Investments

## Supporting Tools



**Tax relief:** income tax exemption for up to 5 years, abolition of VAT and custom duties for importing new equipment



The government undertakes to secure and to allocate **land necessary for the implementation of the investment project**



The government undertakes to **secure related transport and utilities infrastructure**

# 1116-IX. State Support for Investment Projects with Significant Investments

**Important**



Investor's guarantees will be defined in a **direct agreement with the Ukrainian Government and municipal authorities** (in case of their support) ("the Special Investment Contract") to be entered into for a **term of up to 15 years**



The Special Investment Contract may be governed by a **foreign law**. Disputes may be settled by **international arbitration, mediation and expert evaluation**

# 1116-IX. State Support for Investment Projects with Significant Investments

## Eligible Investors

### INVESTORS MUST MEET THE FOLLOWING QUALIFICATION CRITERIA:

-  **1.** proved good financial standing
-  **2.** may not be legal entity incorporated in aggressor state, as defined under the Ukrainian law, or beneficiary owned or controlled by party coming from aggressor state
-  **3.** may not be legal entity incorporated in jurisdiction blacklisted by FATF
-  **4.** may not be legal entity subjected to sanctions as matter of Ukrainian law or any international sanctions, recognized by Ukraine
-  **5.** may not be legal entity incorporated in offshore jurisdiction

# 1116-IX. State Support for Investment Projects with Significant Investments

## Stages of Project Implementation

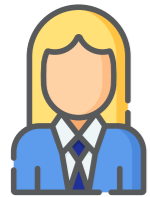
### APPOINTMENT OF AN INVESTOR MANAGER WHO WILL ASSIST IN PREPARATION AND IMPLEMENTATION OF PROJECT

- 1.** Project application to Ministry of Economy
- 2.** Analysis of the project for compliance with admission criteria (done by Ministry of Economy)
- 3.** Preparation of the draft Special Investment Contract
- 4.** Negotiation of the draft Special Investment Contract
- 5.** Approval of the Special Investment Contract by the Cabinet of Ministers of Ukraine and signing thereof

\* the total term for consideration of the project and decision-making on the conclusion of a Special Investment Contract is approximately 5 months



# 1116-IX. State Support for Investment Projects with Significant Investments



## AUTHORIZED INSTITUTION

Government institution **UkraineInvest**

Government investment promotion agency established by the Cabinet of Ministers of Ukraine in autumn 2016 for attracting investments and for supporting existing investors in Ukraine



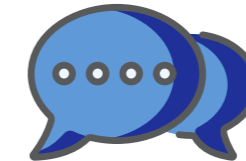
## INVESTMENT MANAGER

**Manager** of the government institution **UkraineInvest** supporting the investor in implementation of the project



## AUTHORIZED BODY

**Ministry of Economic Development and Trade**



**Organizational and consulting support** of the investor in the course of preparation of documents to be filed with the Ministry of Economy is **provided by the government institution UkraineInvest free of charge**