



**AEROSPACE**

**Ukraine Invest**

YOUR INVESTMENT MATTERS

Ukraine has a long and unique history in the field of aerospace technology, going back to the early decades of the 'space race' in the 20th century. Ukraine is home to several internationally renowned aerospace design and production facilities which trace their roots back to the early pioneering days of rocket science and aviation technology.

- The Antonov Design Bureau is best known for designing and building the world's largest transport plane (the AN-225 Mriya). It also designed a number of mid-range commercial and military transport aircraft.
- The Pivdenne (Yuzhnoye) Design Bureau is a designer of satellites and rockets. Efforts of the bureau and partner organizations have resulted in development of nine types of space launch vehicles atop of which more than 1100 spacecraft were orbited as a result of about 500 launches.
- Pivdenmash (Yuzhmash) produces spacecraft, launch vehicles (rockets), liquid-propellant rockets, landing gears, castings, forgings and other industrial products.
- The Ivchenko-Progress Aero-engine Design Bureau which scope of activities include design, manufacture of prototypes and support of prototype flight tests; design of aero engine derivatives for civil and defense applications; maintenance and repair of aero engines and other.
- Motor Sich is one of the leading enterprises in the world manufacturing engines for airplanes and helicopters as well as industrial gas turbine installations.

## WHY INVEST IN UKRAINE

### Skilled and competitive labor force

Ukraine is known for skilled labor force and high education level.

Ukraine is 21st in The Global Skills Index 2022 mostly in consequence of skills that involve computer science and applied mathematics, software engineering, big data, and machine learning.

# 180 532

Graduates with a Bachelor's Degree in all specializations  
2021/2022

### STEM BACHELOR GRADUATES BY SPECIALIZATION

Name of Specialization	Number of Graduates
	2021 / 2022 academic year
Natural Sciences	2 933
Mathematics and Statistics	921
Information Technology	13 764
Mechanical Engineering	5 035
Electrical Engineering	4 959
Automation and Instrumentation Engineering	2 787
Chemical and Bioengineering	1 435
Electronics and Telecommunications	2 074
Production and Technology	4 872
Architecture and Construction	6 742
Agricultural Sciences and Food Technology	5 428
Transport	8 053

## WHY INVEST IN UKRAINE IT & DIGITAL INTEGRATION

IT export 2021  
6.9 bln USD

IT export 2022  
7.35 bln USD

Growth 5.8%

Ukraine has a potential to become a regional leader in the field of complex and science-intensive engineering services such as:

- industrial automation and complex engineering;
- programming in the field of industrial high-tech;
- industrial design (electrical, mechanical, electronic etc.).

42 product companies in advanced manufacturing and 90 R&D centers operating in Ukraine and may provide innovative solutions for businesses in the sector

# WHY INVEST IN UKRAINE

## Investment incentives

### Incentives for significant investments



5-year corporate income tax (CIT) exemption



Value-added tax (VAT) exemption for import of new equipment and components to it



Exemption from import duty of new equipment and components to it



Construction of related infrastructure (highways, communication lines, utilities etc.)



Lease of state or communal land plots without auction



Land tax exemption / lower land tax rate

## AMOUNT OF STATE SUPPORT



up to 30% CAPEX

## PROJECT REQUIREMENTS

20+ mln EUR investments  
80+ jobs to be created

### Eligible industries:

- processing industry
- extraction for the purpose of further processing and/or enrichment of natural resources (except hard coal, lignite, crude petroleum, natural gas)
- waste management
- transportation
- warehousing
- postal and courier activities
- logistics
- education
- R&D
- healthcare
- arts and culture
- sports
- tourism
- hospitality



Guide: Incentives for Significant Investments

# WHY INVEST IN UKRAINE

## Investment incentives

### Incentives for industrial parks



full or partial compensation of interest rates on loans for arranging an industrial park, carrying out economic activity



10-year CIT exemption



exemption from import duties for new equipment



non-refundable financing for arranging an industrial park and/or construction of related infrastructure facilities



land tax exemptions/ lower land tax rate



exemption from real estate tax for industrial buildings



compensation for connecting to engineering grids



VAT exemption for importing new equipment



exemption from payment of forestry production losses



Guide: State support for industrial parks

### Incentives for aircraft manufacturing



temporary exemption from VAT and customs duties (till 2025) for importing of goods for the aircraft industry



temporary VAT exemption (till 2025) of supply of the results of R&D works for the needs of the aircraft industry



0% VAT rate for sale of products (services) produced by enterprises at the expense of the State Budget of Ukraine



temporary land tax exemption (till 2025) for aircraft manufacturers that carry out the development and/or manufacturing with the final assembly of aircrafts and engines to them



temporary IT exemption if the amount of CIT exempt is used for purposes of R&D activities, creation or re-equipment of factories material and technical base, increasing the volume of production, etc.

## ABOUT UKRAINEINVEST

UkraineInvest is the investment promotion office of the Government of Ukraine established in 2018.

### UkraineInvest mandate includes:



#### INVESTMENT ATTRACTION

UkraineInvest consistently reaches out to international investment community to promote sectoral investment opportunities in Ukraine (greenfield, brownfield, JVs, etc.) and market projects open to investments. We also provide potential investors with information on setting up & doing business in Ukraine (e.g. macro and industry-specific information, legal and tax frameworks, etc.).



#### INVESTOR SUPPORT AND TROUBLESHOOTING

UkraineInvest assists businesses 24/7 at all stages of projects implementation by providing guidance and troubleshooting services. Special emphasis is put on consulting investors on obtaining government investment incentives.



#### PROMOTING UKRAINE AS INVESTMENT DESTINATION

UkraineInvest team actively promotes Ukraine at various platforms throughout the world, and organizes events for potential investors in order to make the world aware of Ukraine's investment attractiveness and specific opportunities.