



MINISTRY OF
FINANCE OF
UKRAINE

Morgan Stanley Investor Meeting

Yuriy Butsa

Government Commissioner for
Public Debt Management

24 October, 2024

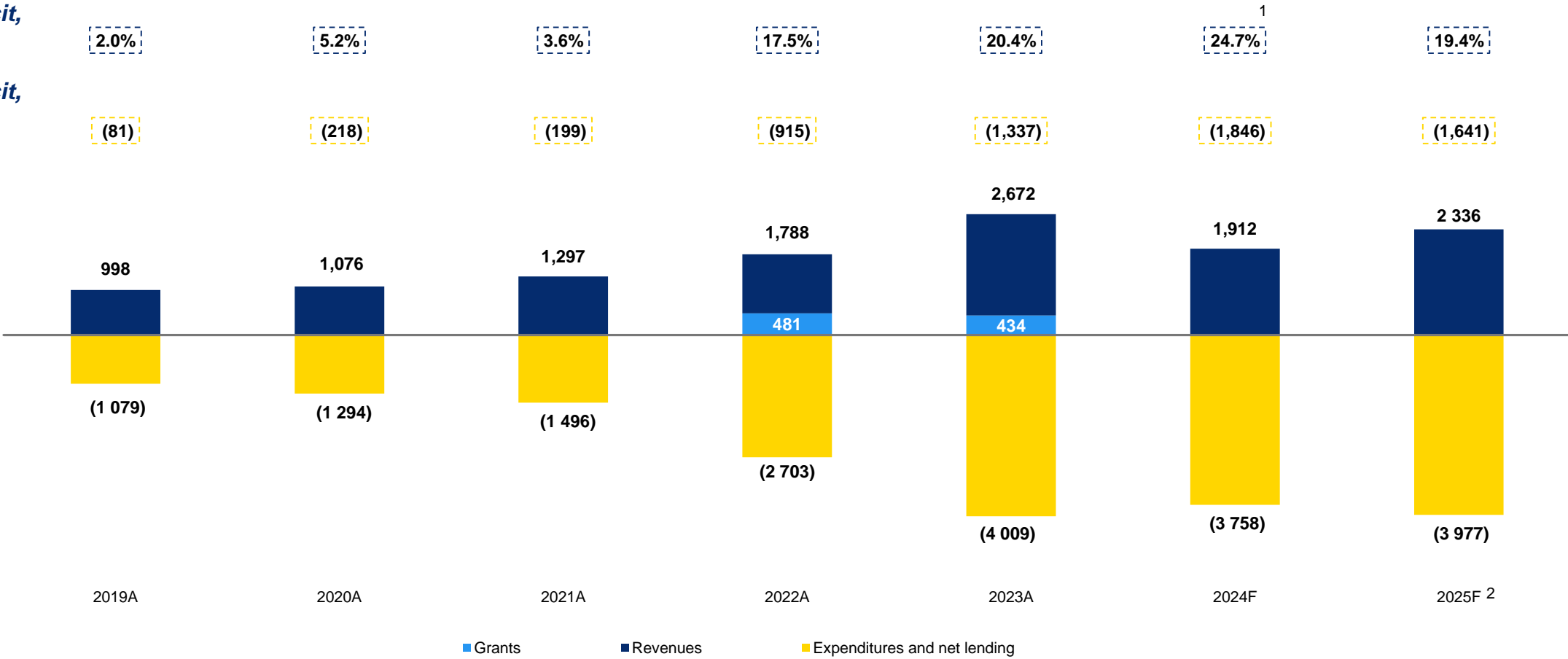


The state budget deficit in 2025 is projected to decrease but still will be at a high level as military expenditures will not decrease

State Budget revenues, expenditures and deficit (UAH bn)

*Budget deficit,
% of GDP*

*Budget deficit,
UAHbn*



Note 1 Nominal GDP as per Resolution of the CMU dated 28.06.2024 (as amended on 18.09.2024)

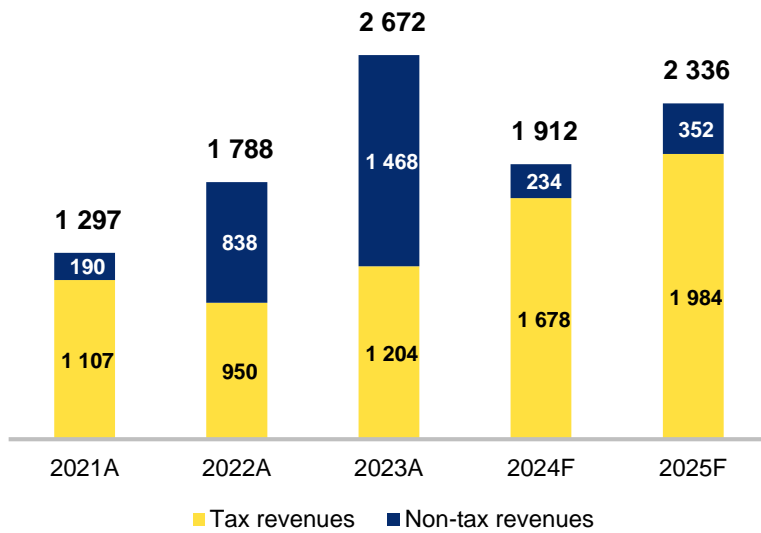
Note 2 Draft state budget for 2025

Source Ministry of Finance of Ukraine, National Bank of Ukraine

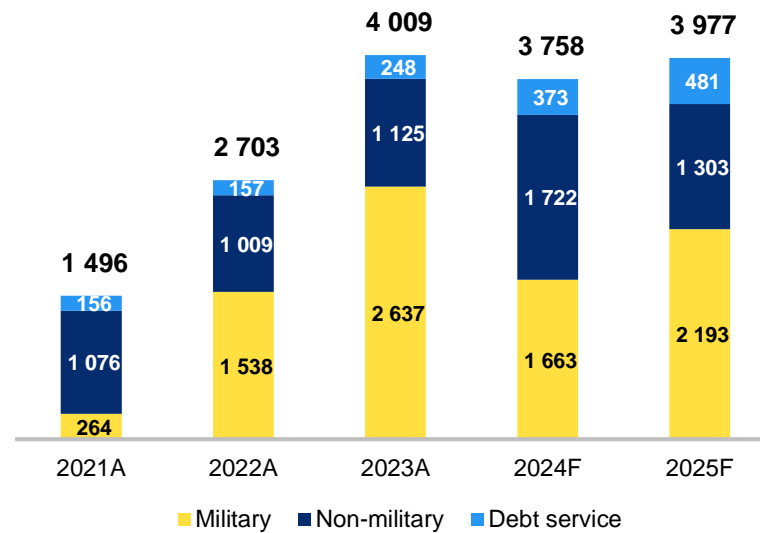
Domestic sources are sufficient to cover only military expenditures

Key State budget indicators

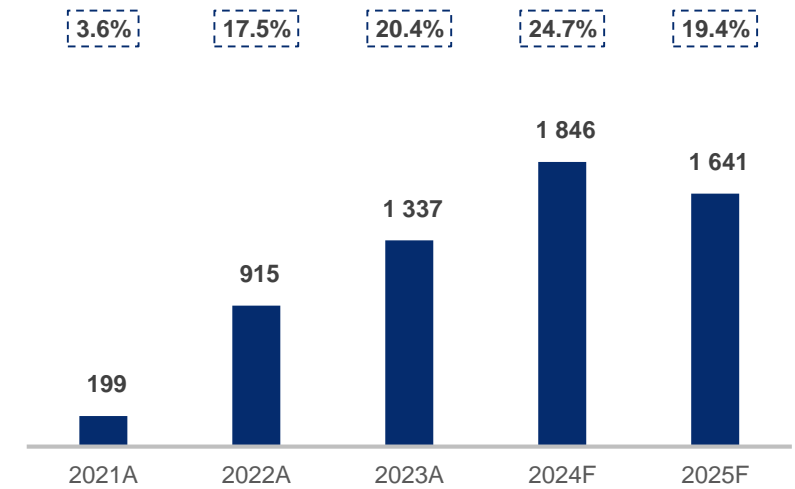
State Budget revenues, UAHbn



State Budget expenditures and net lending, UAHbn

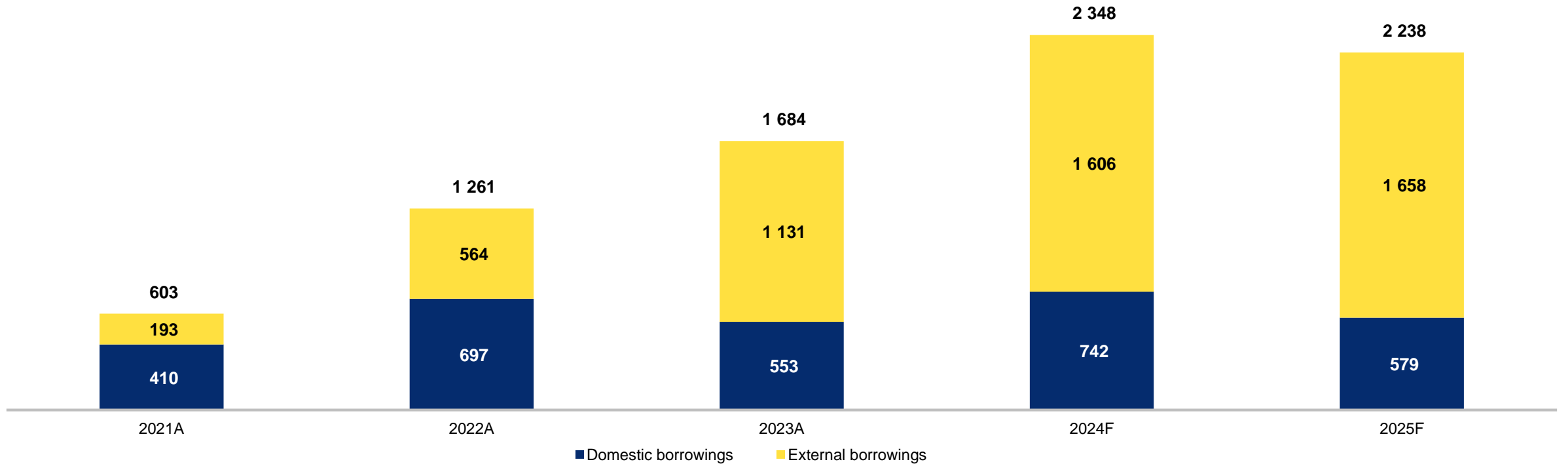


State Budget deficit, UAHbn and % of GDP



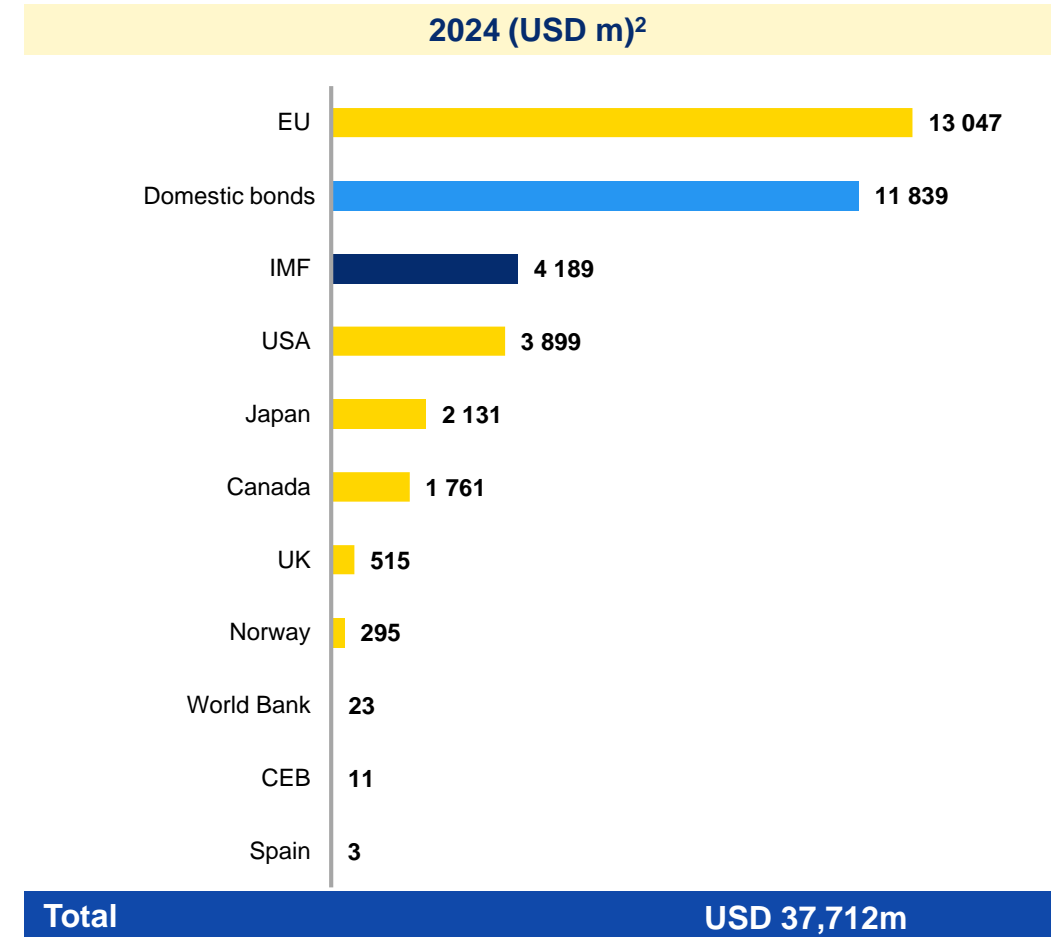
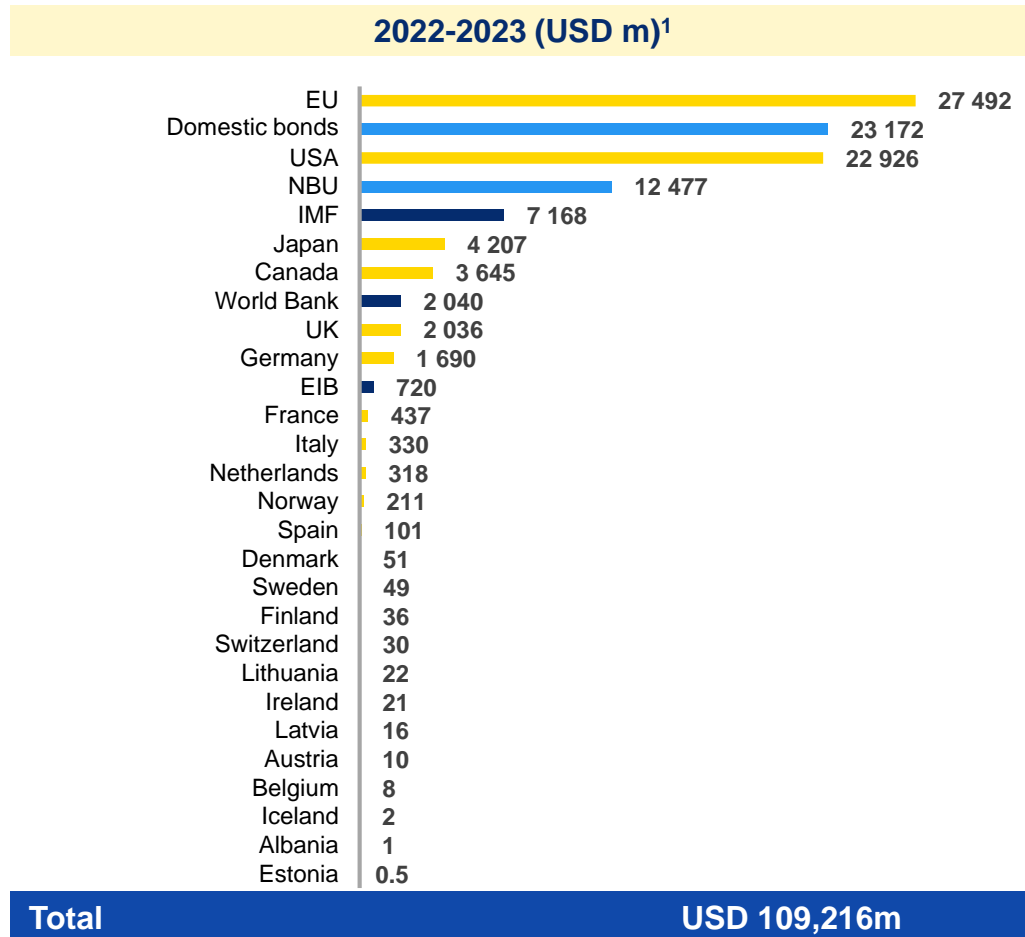
Most of budget financing is planned to come from external sources with domestic borrowings being sufficient to refinance the upcoming maturities

State budget financing, UAHbn



Most of the budget financing came from the concessional sources, meanwhile local debt market remained an important source of funding

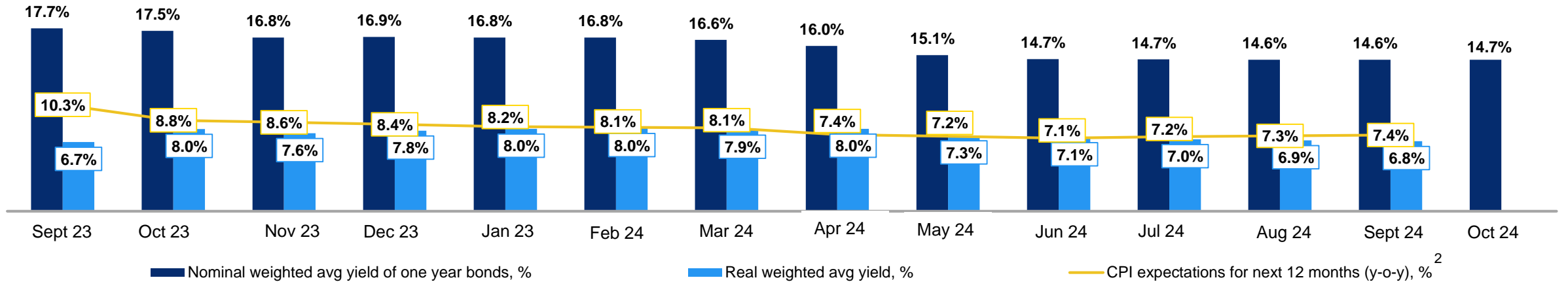
Received budget financing (general fund) during the wartime split by sources



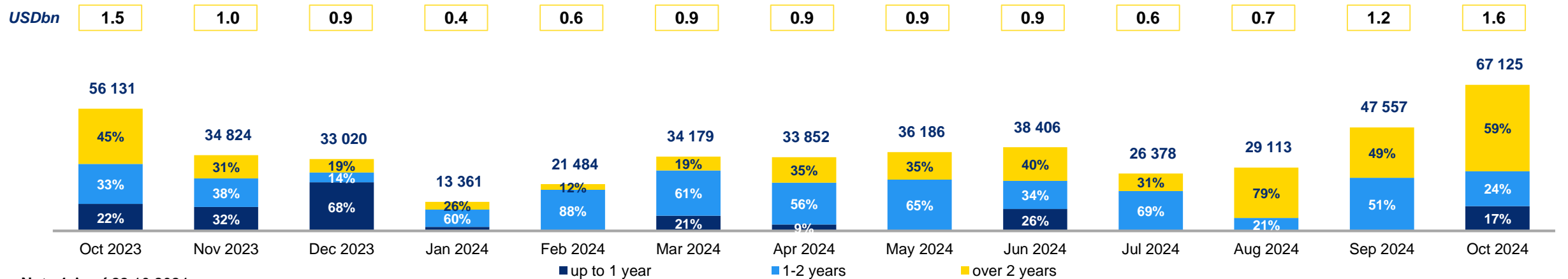
Note 1 Since Feb 24th 2022
Note 2 As of 23.10.2024
Source Ministry of Finance of Ukraine

Local debt market functioning stabilized after the initial shock

Nominal weighted average yields of one-year bonds at primary auctions and CPI expectations, %¹



Monthly composition of domestic UAH-denominated issuances by average maturities, UAHm¹



Note 1 As of 22.10.2024

Note 2 According to the NBU's survey about inflation expectations of financial analysts for the next 12 months

Source Ministry of Finance of Ukraine, National Bank of Ukraine