



Ministry of  
**Finance**  
of Ukraine

## KSE Meeting

Yuriy Butsa

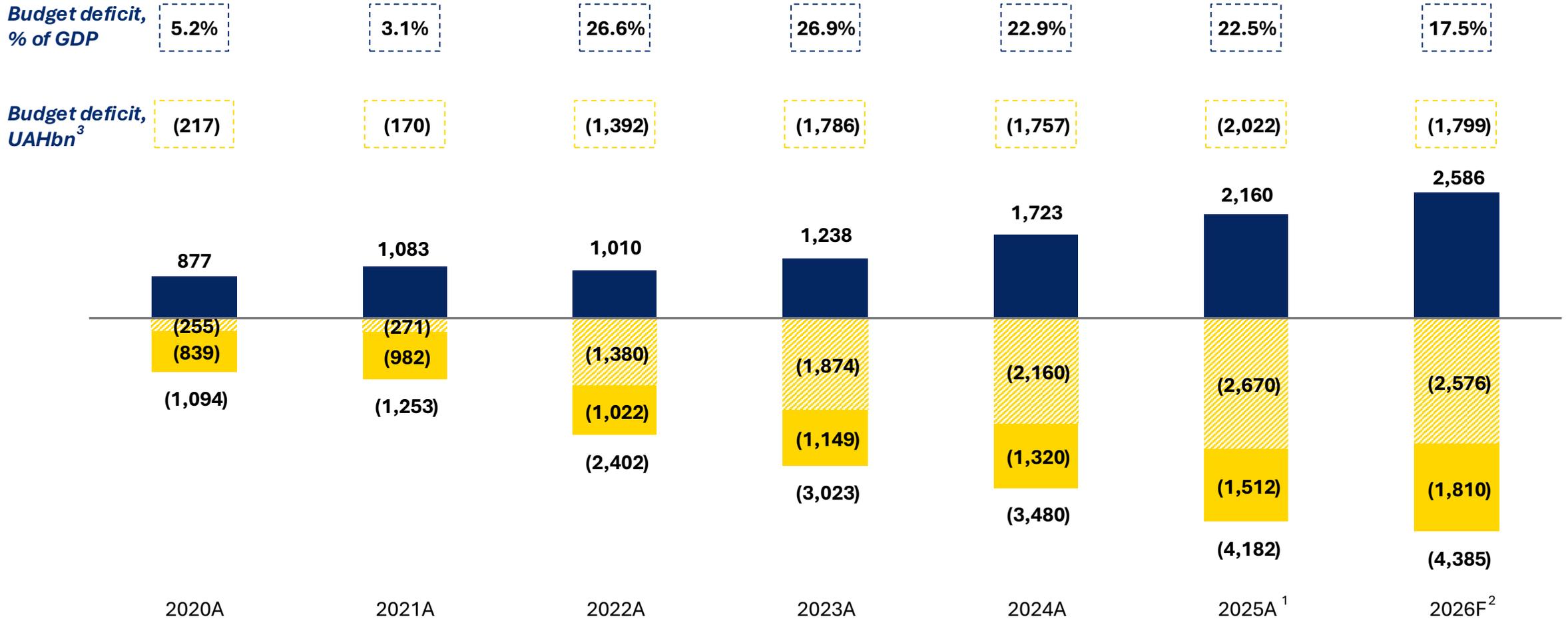
Government Commissioner for  
Public Debt Management

**12 February, 2026**



# As a result of Russian aggression, state budget deficits remain elevated

## State Budget general fund revenues (excl. grants), expenditures and deficit (UAH bn)



**Note 1** Preliminary state budget 2025 information

**Note 2** State budget law for 2026

**Note 3** Excluding grants

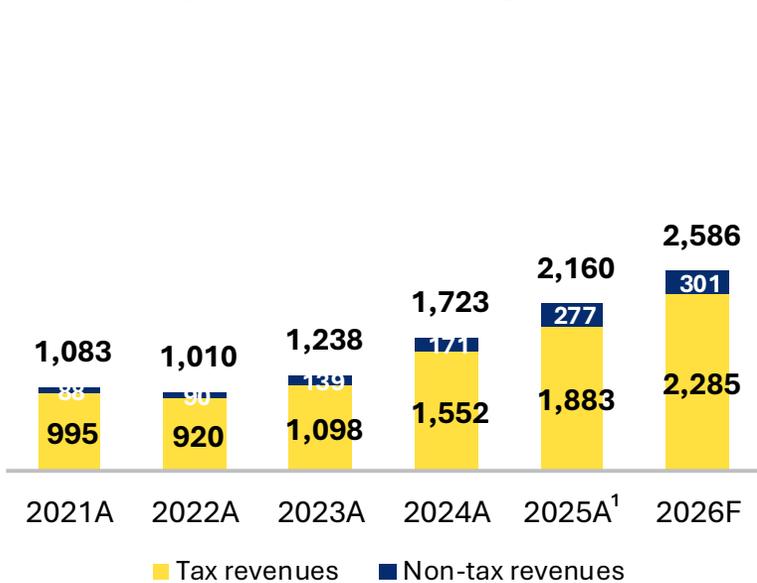
**Source** Ministry of Finance of Ukraine

■ Revenues<sup>3</sup> ■ Military expenditure ■ Non-military expenditures

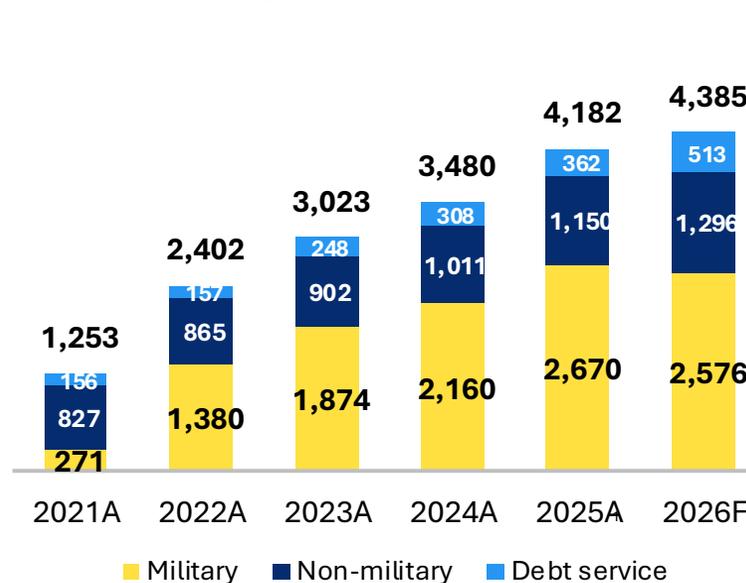
# Domestic sources are sufficient to cover only military expenditures

## Key State Budget general fund indicators

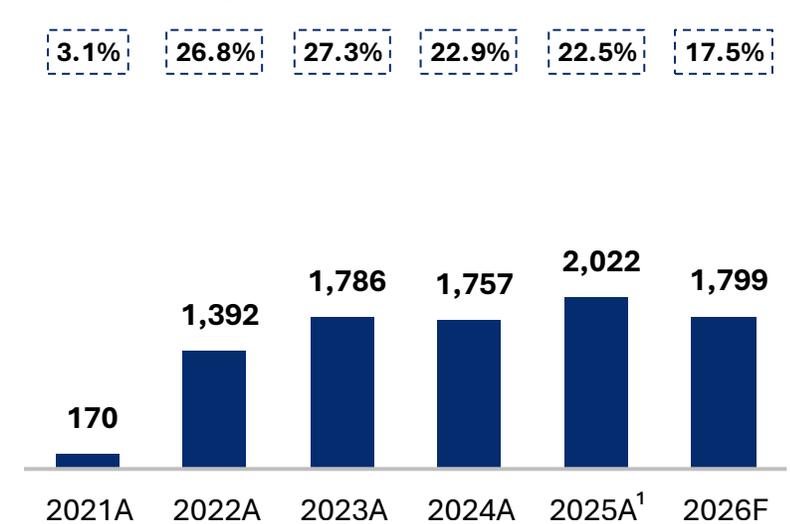
**State Budget revenues (excl. grants), UAHbn**



**State Budget expenditures, UAHbn**



**State Budget deficit, UAHbn and % of GDP**

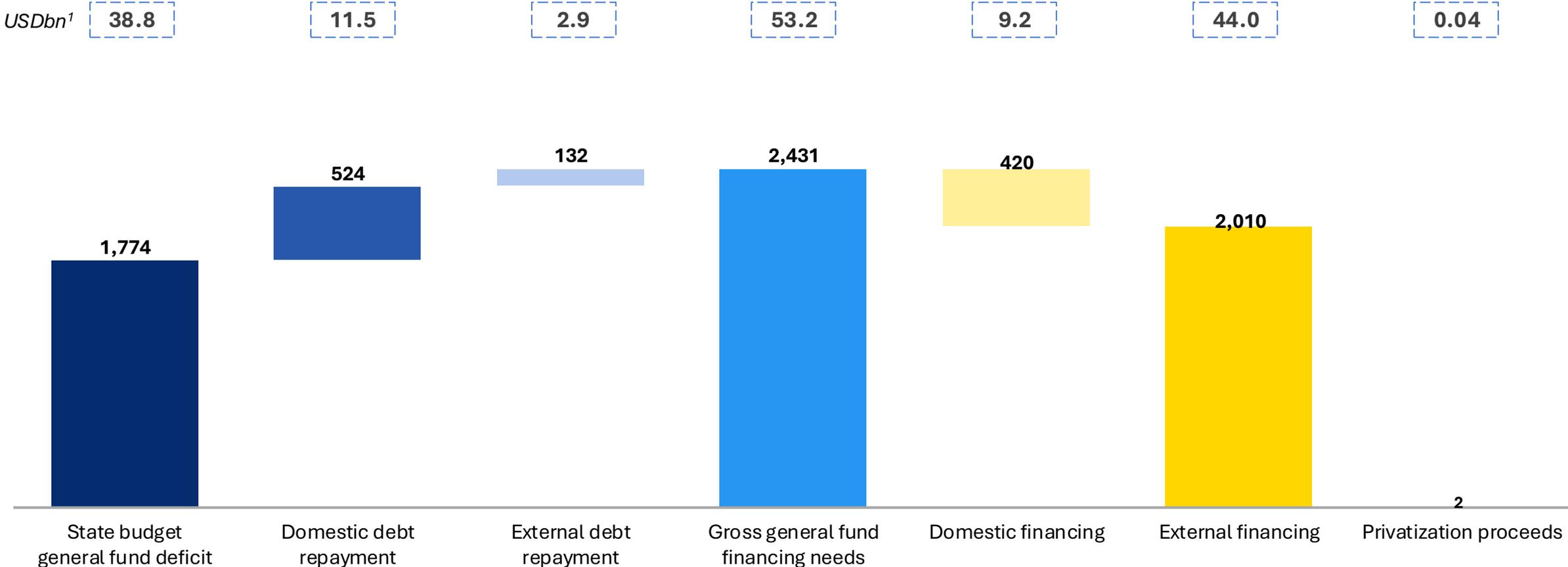


**Note 1** Preliminary state budget 2025 information

**Source** Ministry of Finance of Ukraine

# General fund financing relies on external support to meet overall funding needs

## 2026 State Budget Law: general fund financing, UAHbn

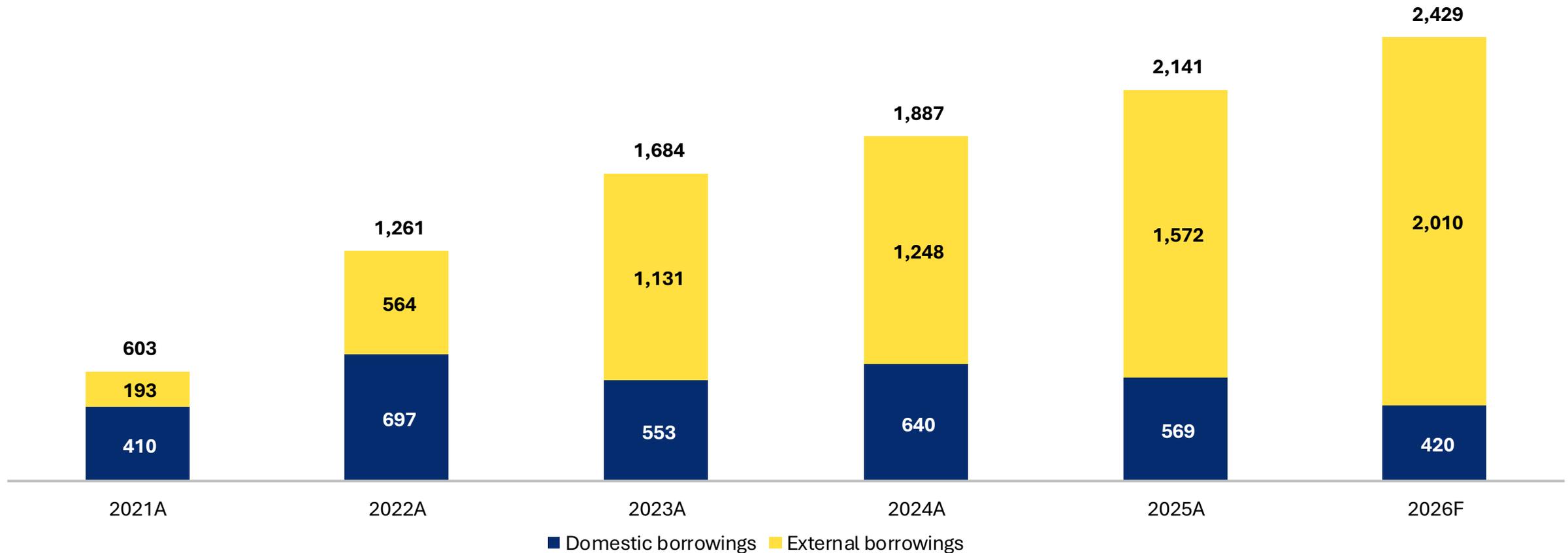


**Note 1** According to the Ministry of Economy of Ukraine’s forecast dated 6 August 2025, the average exchange rate for 2026 is projected at 45.7 UAH/USD

**Source** Ministry of Finance of Ukraine, State Treasury Service of Ukraine

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

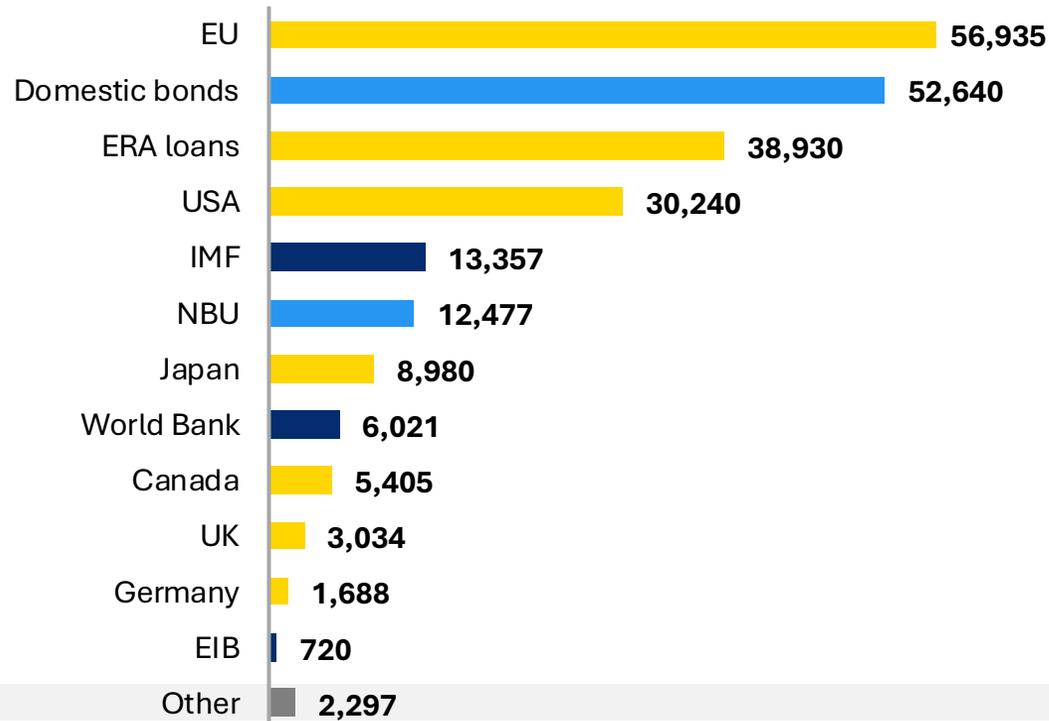
## Debt financing, UAHbn



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

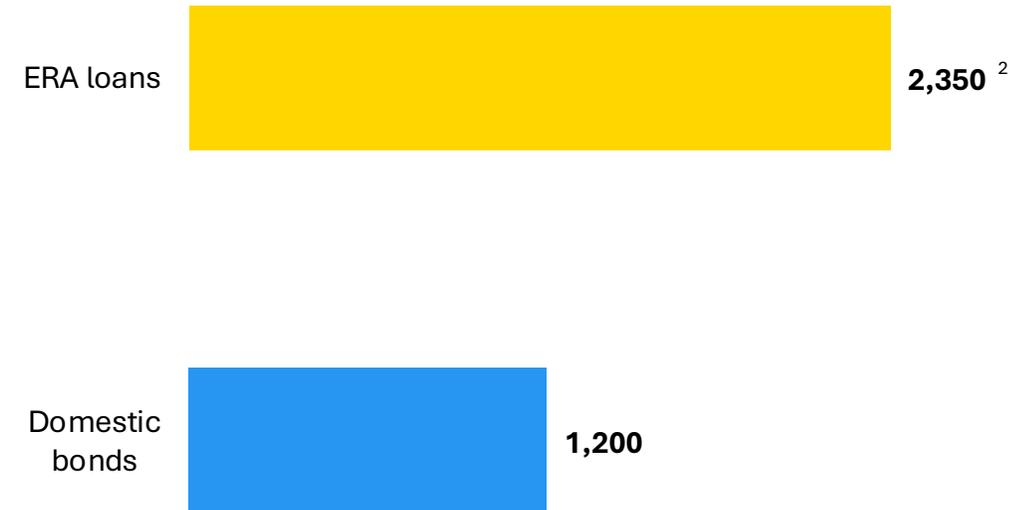
## Received budget financing (general fund) during the wartime split by sources

2022-2025 (USD m)<sup>1</sup>



**Total** USD 232,732m

2026 (USD m)



**Total** USD 3,550m

■ IFIs ■ Bilateral loans and grants ■ Domestic government bonds

**Note 1** Since Feb 24th 2022

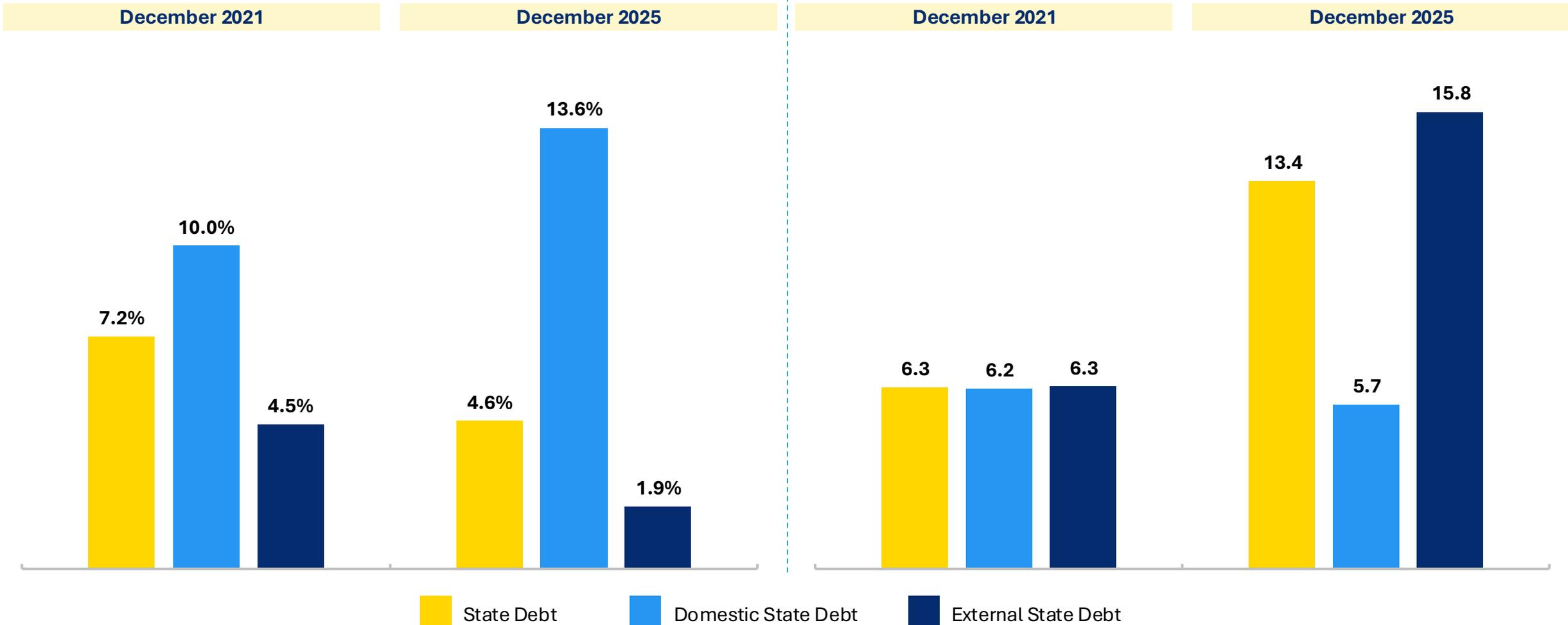
**Note 2** including UK ERA loans channeled to the special fund of the state budget

**Source** Ministry of Finance of Ukraine

# Concessional nature of the funding helped to keep debt service expenditures under control and resulted in lengthening of the average maturities of the debt

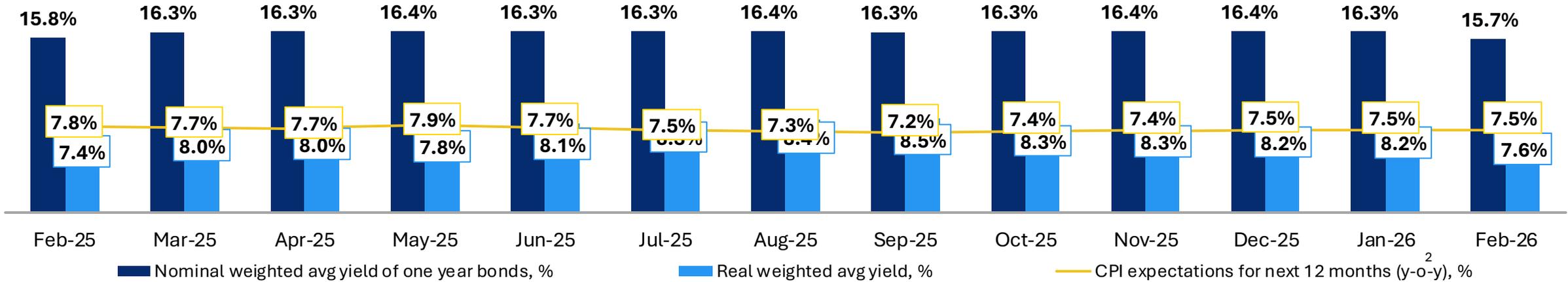
State Debt weighted average interest rates (%)

State Debt weighted average maturities (years)

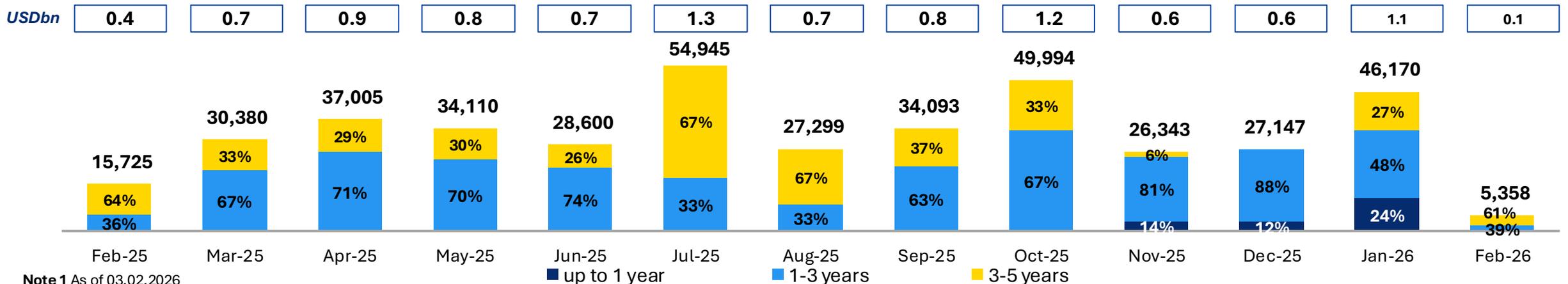


# Local debt market functioning stabilized after the initial shock

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



Monthly composition of domestic UAH-denominated issuances by average maturities, UAHm<sup>1</sup>



Note 1 As of 03.02.2026

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