

# KEY CHALLENGES FOR UKRAINE

## THREAT TO THE INDEPENDENCE

- Russian military, economic and information aggression
- Destroyed infrastructure and industry in Donetsk and Luhansk regions, the loss of economic potential of Crimea
- Loss of human lives, humanitarian crisis and a growing number of internally displaced persons
- Energy dependence from Russia

The sovereignty and territorial integrity of Ukraine are our key values

Our objectives: to return Crimea and to rebuild Donetsk and Luhansk regions

## ECONOMIC LOSSES FROM THE RUSSIAN AGGRESSION

- Foreign currency reserves fell under \$10 billion
- Rapid devaluation of the Ukrainian Hryvnia
- GDP fell by 7%
- Deficit of public finance makes up 5% of GDP, the deficit of the Naftogaz of Ukraine – € 5.6 billion
- Systemic problems in the banking sector
- Decline in industrial output
- Inflation

The implementation of the Association Agreement with the European Union is our guidance

Only radical solutions and actions can prevent the country from an economic downside

## CORRUPTION

- Bad and inefficient governance
- Corruption in courts and in the law enforcement system
- Bribery as common daily practice

The donor support needed to stabilize the economy and recover growth requires speedy systemic reforms

## THE NEW SECURITY POLICY

### Defence sector reform and defence capacity building

- Up to 5 % of the GDP – to fund the expenditures on defence and law enforcement  
- To approve a 5-year state program for Armed Forces capacity building annually
- To repeal the "non-block" status 2015
- To introduce the NATO standards  
- To approve the Annual National Programme of Ukraine-NATO cooperation first quarter of 2015
- To build capacity of the military industry  
- A new legislation on state defence procurement 2015 - 2018  
- International agreements on military technical cooperation 2015  
2015-2016
- To implement the "European Rampart" project:  
construction of a safe and secure border between Ukraine and Russia  
- To establish a state agency for border infrastructure 2015 - 2018  
- To attract financial assistance from the EU to ensure border security. first quarter of 2015  
Assistance of the EU Advisory Mission for Civilian Security Sector Reform annually  
- To attract Ukrainian companies to participate in the bid to construct border annually
- To fulfill the criteria of the Visa Liberalization Action Plan. To start issuing biometric passports 2015
- To provide funding for the military personnel and the participants in the anti-terror operation  
- To grant the special status to ATO participants on constant basis  
- To fund all social benefits on constant basis  
- To provide social assistance and medical rehabilitation through the State Service on veterans and ATO participants on constant basis
- To approve a Programme of social rehabilitation and integration of the ATO participants first half of 2015  
- To upgrade to a new system of logistics to provide for the Army's needs in compliance with the NATO standards first half of 2015
- To protect the national interests in international courts.  
To seek compensation for the damage caused by the Russian military aggression on constant basis
- To draft and implement the concept of information security 2015  
- To launch the public broadcasting service 2015  
- To launch international broadcasting service 2015  
- To privatize the state-owned print media 2015

