



UZHHOROD

INVESTMENT
PASSPORT







Uzhhorod is the westernmost and the smallest regional center of Ukraine, but it does not prevent the city from being a true heart of Transcarpathian Region. It is located at the distance of 820 kilometers from Kyiv and has an area of 40 square kilometers.

For centuries, Uzhhorod has been a home for the representatives of different nations and nationalities living together in friendship and mutually enriching

their traditions and cultural heritage. Almost 70 nationalities peacefully coexist on a small piece of land. The population of Uzhhorod mainly consists of Ukrainians, Russians and Hungarians.

Uzhhorod is situated on the border with the European Union, and it is always called a European city.

This is the place where many humanitarian and business projects are implemented together with sister cities and twin towns as well as innovation and multidisciplinary initiatives are implemented within the framework of cross-border cooperation.

The most famous world corporations work in Uzhhorod and near the city, producing high-tech products and constantly expanding their activity. It is facilitated by the availability of skilled labor, logistical advantages of the location, and by the fact that Uzhhorod city authorities are eager to support the most audacious projects and encourage the implementation of ideas, providing the ultimate comfort for doing business.

Uzhhorod is a secure and promising site for your business development, the city without borders, where the odds are ever in your favor.

Mayor Bohdan Andriiv



UZHGOROD – A UKRAINIAN EUROPEAN CITY



The citizens of Uzhhorod often joke that it is faster to get to the capitals of the neighboring countries – Budapest, Bratislava, Vienna or Warsaw – than to Kyiv.

THE DISTANCE FROM UZHGOROD TO THE EUROPEAN CAPITALS

Kyiv	Ukraine	820 km
Budapest	Hungary	330 km
Bratislava	Slovak Republic	520 km
Vienna	Austria	600 km
Berlin	Germany	900 km
Bucharest	Romania	710 km
Zagreb	Croatia	700 km
Warsaw	Poland	520 km
Prague	Czech Republic	740 km
Kishinev	Moldova	760 km
Belgrade	Serbia	600 km

UZHGOROD – CONVENIENT VEHICLE ACCESS

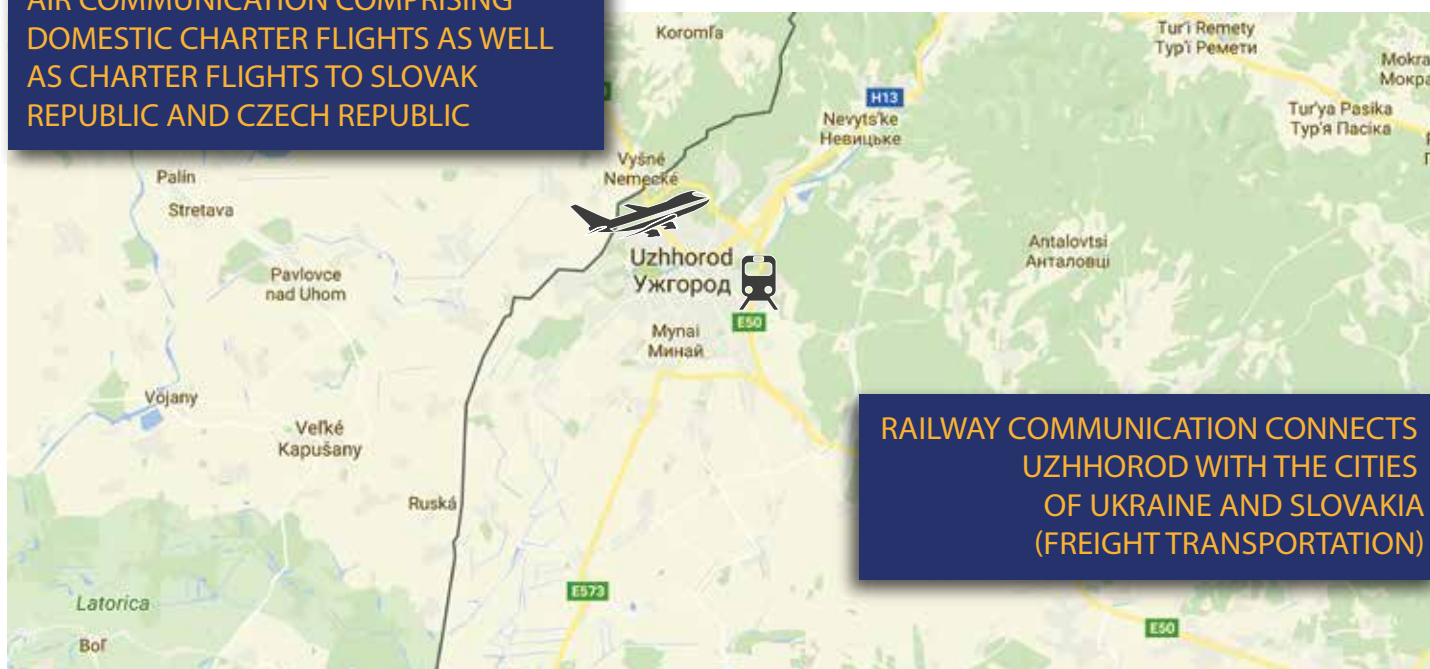


In Uzhhorod, there is an international automobile crossing point on the border with Slovakia. The following forms of border control are carried out here: radiological, customs, border sanitary control, phytosanitary, veterinary, ecological control and the control of the International Road Transport Service.

The rated capacity is:

- up to 10 000 people,
- 3 500 vehicles per day.

**AIR COMMUNICATION COMPRISING
DOMESTIC CHARTER FLIGHTS AS WELL
AS CHARTER FLIGHTS TO SLOVAK
REPUBLIC AND CZECH REPUBLIC**



**RAILWAY COMMUNICATION CONNECTS
UZHGOROD WITH THE CITIES
OF UKRAINE AND SLOVAKIA
(FREIGHT TRANSPORTATION)**

Highways connect Uzhhorod with the majority of the European countries:

- the international transport corridor № 5 (Venice - Trieste / Koper - Ljubljana - Maribor - Budapest - Uzhhorod - Lviv - Kyiv) passes through the city
- three European highways (E50, E58, E573)
- two international highways (M06 and M08)
- national highway (H13).



TRANSPORT POTENTIAL OF THE CITY

FURTHER DEVELOPMENT PROSPECTS:

The fact that Ukraine got visa-free regime has strengthened Uzhhorod's position as an regional center situated on the border with four EU countries and equipped with a border crossing point. The passenger and freight transportation through the city is expected to grow in the next 3-5 years.

The fact that Ukraine joined the Trans-Caspian transport corridor and one of its branches goes through Uzhhorod-Chop will ensure an increase for freight and passenger transportation through the city.

The State Administration of Railway Transport of Ukraine "Ukrzaliznytsia" plan for launching passenger trains along the Uzhhorod-Kosice (Slovak Republic) line with the prospect of expanding the route to Kyiv-Uzhhorod-Kosice will contribute to an increase in the volume of passenger and freight traffic between Ukraine and the European Union through Uzhhorod.

Upon the final approval of the plan of airport reconstruction together with one of the Eurozone countries or one of the airlines, Uzhhorod will receive a modernized airport, capable of arranging not only charter, but also regular international flights.

1 The railway station provides transportation of the passengers and freight within the country and abroad.



2 Two bus stations: Uzhhorod-1 and Uzhhorod-2, which are the arrival/departure point for suburban, intercity and international busses.



2040 meters is the length of the Uzhhorod International Airport runway, which can receive such planes as An-24, An-26, Yak-40, Yak-42, L-410, Cessna, and Falcon.



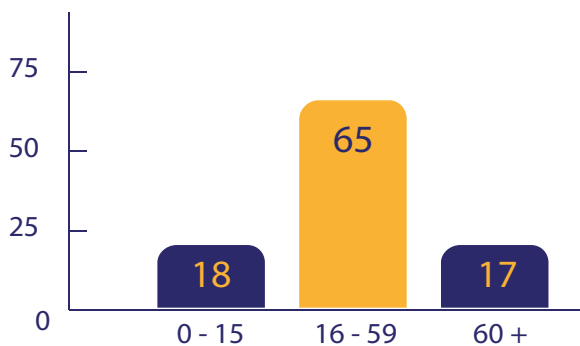
UZHGOROD – ONE OF THE LEADING TRANSPORT AND LOGISTICS CENTERS OF UKRAINE

HUMAN AND LABOR POTENTIAL



- Uzhhorod is the smallest regional center of Ukraine: the number of the resident population is **113,6** thousand people.
- Uzhhorod – **THE CITY OF YOUNG AND HEALTHY PEOPLE.**

THE STRUCTURE OF RESIDENT
POPULATION BY AGE, %

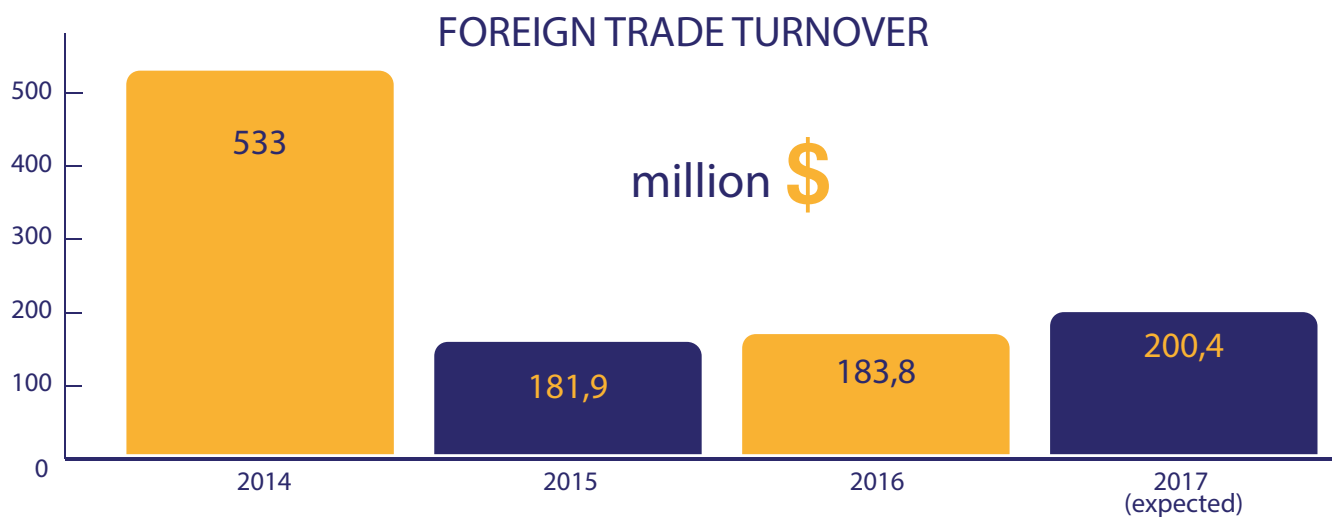


- The number of full-time employees is **41,6** thousand people; **13,9** thousand people are involved in the small business.
- The working-age population – **24%**.
- The official average salary in the city – **\$177,5**.
- More than **50%** of the city's population have higher education.
- The city has more than 10 higher educational and vocational institutions that train executives, scientists and specialists for such sectors as industry, trade and services, construction, education and health service. There are more than 5000 graduates each year. The fourth part of these graduates comprises technical specialists.
- The great number of educational institutions brings the youth from all over Ukraine to the city.



ACTIVE COOPERATION WITH THE EUROPEAN UNION

- Uzhhorod's business cooperates with the entrepreneurs from more than **100** countries of the world.
- Nearly **80%** of the city's foreign trade turnover accounts for the European Union countries – the city's main trading partner.
- The main countries-trading partners of the city: **Hungary, Germany, Italy, Poland, Slovak Republic.**

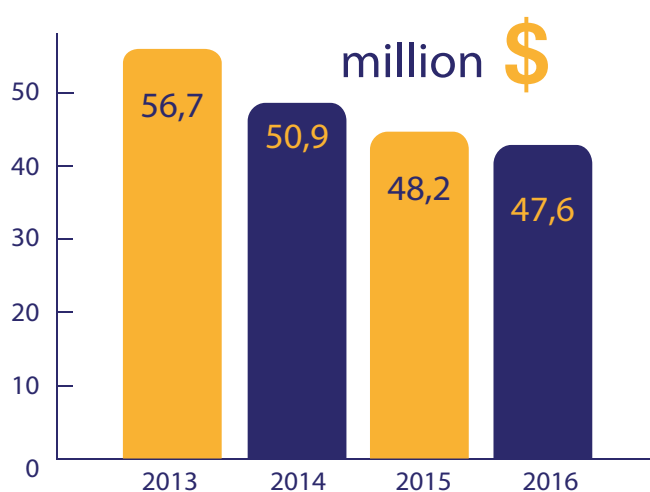




INVESTMENTS IN UZHGOROD

The main countries-investors: Hungary, Germany, Poland, Czech Republic, Austria, Cyprus, the Netherlands, Russia, USA, United Kingdom.

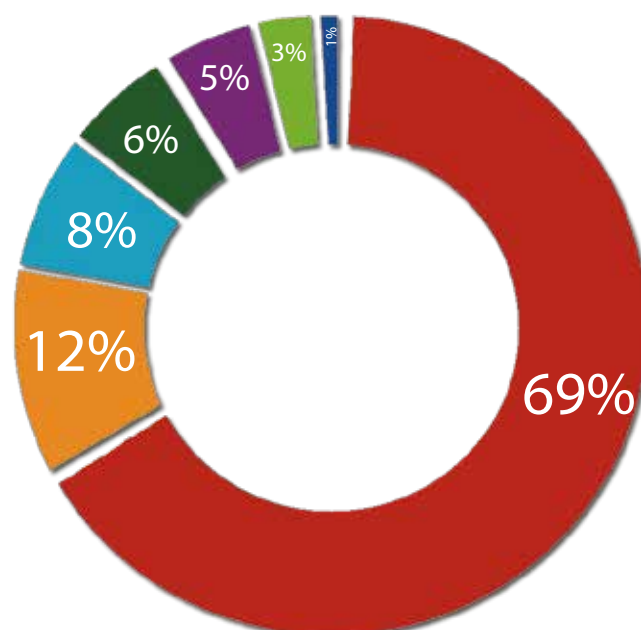
CITY INVESTMENTS



At the beginning on 2017, the volume of foreign investments in Uzhhorod was

47,6 million dollars.

THE STRUCTURE OF FOREIGN INVESTMENTS BY AREAS





TWIN TOWNS AND SISTER CITIES

HUNGARY



Debrecen



Szombathely



Sárospatak



Nyíregyháza



Békéscsaba

SLOVAK REPUBLIC



Michalovce

POLAND



Yaroslavl

CZECH REPUBLIC



Česká Lípa



Kosice



Krosno



Jihlava

CROATIA



Trogir

USA



City of
Corvallis

GERMANY



Darmstadt

ROMANIA



Satu Mare

FINLAND



Kajaani

MONTENEGRO



Ulcinj

DENMARK



Horsens

UZHGOROD – A KEY PART OF THE OBLAST ECONOMY

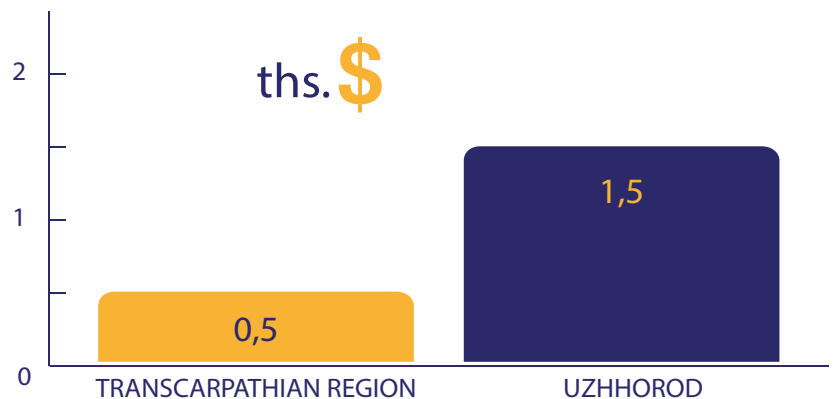


- The population of Uzhhorod is less than **10%** of the number of the Transcarpathian Region inhabitants. However, the city contributes to the economic growth of the entire region due to its skilled labor.
- The city's industrial complex comprises more than **5 thousand business** entities and sells products for almost **\$200 million**.

24%

is the share of the city industry in the region in terms of the product sales volume.

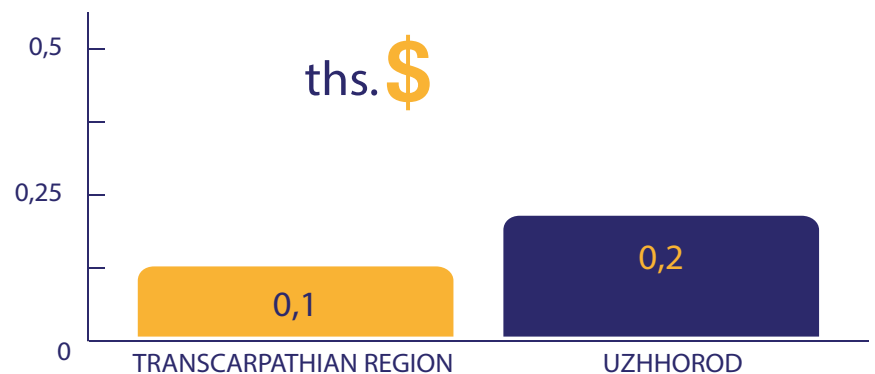
THE VOLUME OF INDUSTRIAL PRODUCTS SALES PER CAPITA



17%

the share of the region capital investments in the city's economy.

THE VOLUME OF CAPITAL INVESTMENTS PER CAPITA



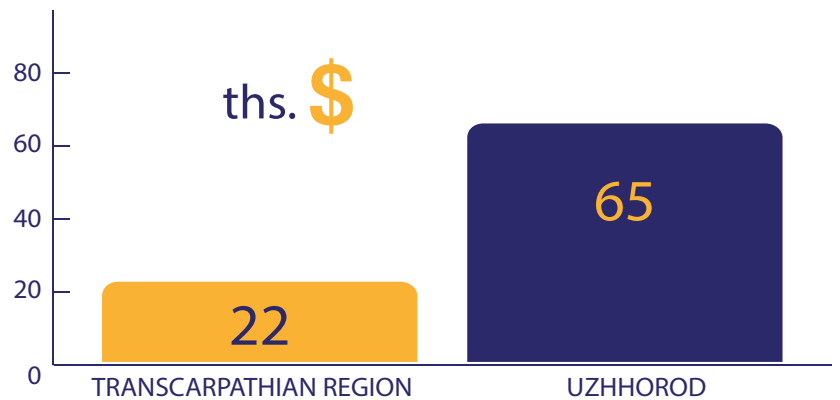


UZHGOROD – A KEY PART OF THE REGION ECONOMY



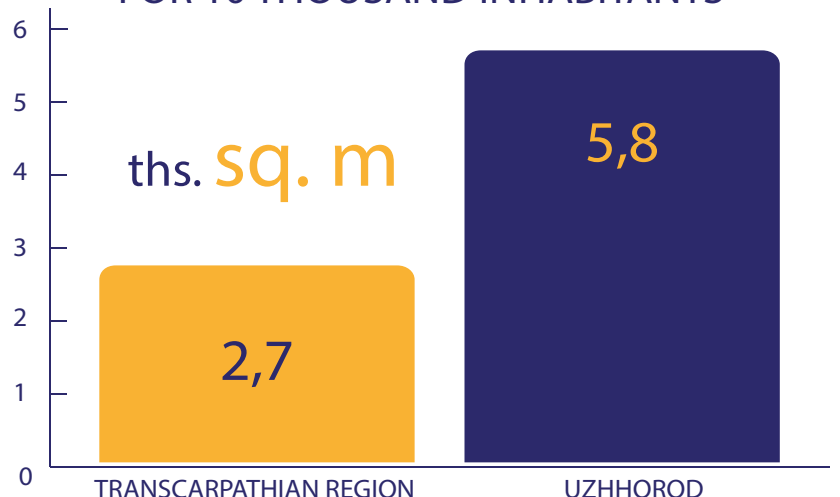
27% is the share of the city's construction in the region total.

THE VOLUME OF CONSTRUCTION WORK PER CAPITA



20% is the share of Uzhgorod's housing construction in the region one.

UZHGOROD'S HOUSING CONSTRUCTION FOR 10 THOUSAND INHABITANTS

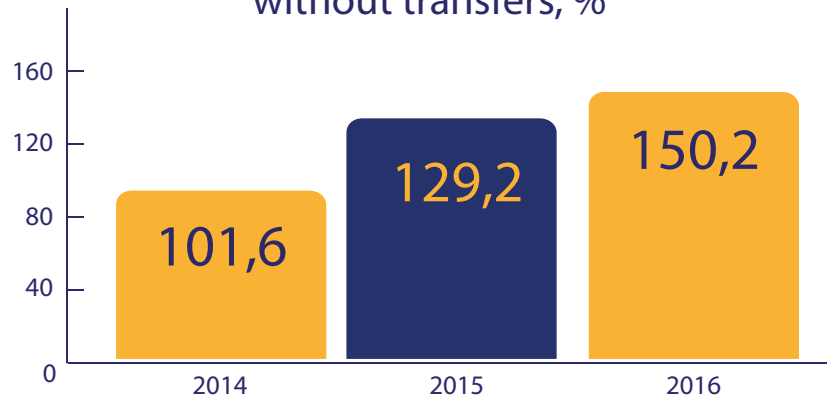


THE BUDGET OF UZHGOROD



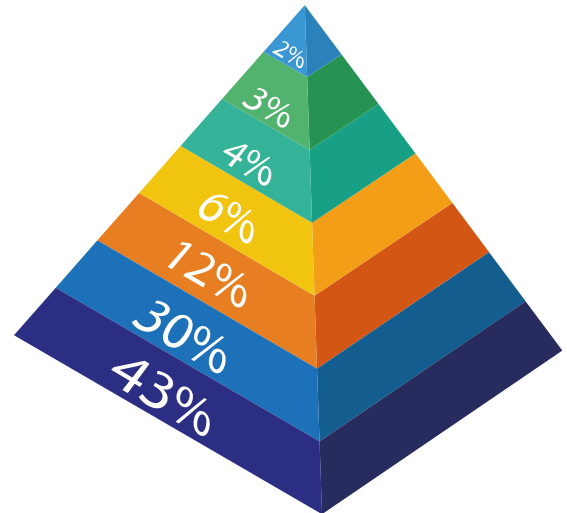
THE CITY BUDGET IS GROWING DESPITE THE CRISIS

THE BUDGET GROWTH RATE, without transfers, %



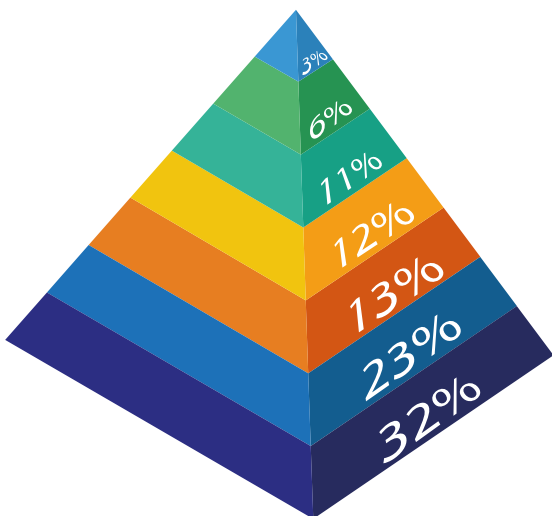
- Income from capital transactions
- Other
- Non-tax revenues
- Excise tax
- Local taxes
- Individual income tax
- Official transfers

TOTAL INCOME - \$38 413 000



- Construction
- Transport, public road system, communications, telecommunications and informatics
- Housing and public utilities
- Other
- Healthcare
- Social protection and social security
- Education

TOTAL COST - \$36 632 000



THE IMPLEMENTATION OF THE POWER DECENTRALIZATION POLICY AND THE STATE ECONOMIC GROWTH REVIVAL WILL FOSTER FURTHER INCREASE IN THE CITY'S BUDGET REVENUES.



THE CITY'S TOURISM POTENTIAL

UZHGOROD IS THE CITY WITH A SIGNIFICANT ARCHITECTURAL HERITAGE. THE CITY'S WRITTEN RECORDS DATE BACK TO THE BEGINNING OF THE 10TH CENTURY. THE ARCHITECTURAL ENSEMBLE INCLUDES THE OBJECTS OF THE 12TH CENTURY AND THE FOLLOWING.



8 urban planning monuments and architecture of national importance, including Uzhhorod castle, Gorianska Rotunda (Church of St. Anne), Holy Cross Cathedral, City Zhupanat.

8 embankments in Uzhhorod. The most beautiful one is the Linden Alley (the Independence Embankment). It is a monument of landscape art of local importance in Ukraine and the biggest Linden Alley in Europe.



50 historical monuments, including "Hill of Glory" memorial complex, Monument to the victims of the First World War.

16 monuments, including: Sandor Petofi Monument, Monument to Bokshai and Erdeli, Holocaust Memorial.



TOURISM AND RECREATION NETWORK



HOTEL AND RECREATIONAL FACILITIES:

28 hotels **4** hostels **3** motels
2 tourist and recreation complexes



Hotel room capacity is up to **2 000** people.

The average cost of an overnight hotel accommodation in Uzhhorod is from **\$20** to **\$50**



TOURISM INFRASTRUCTURE:

1 tourist information center
5 tour operators
40 travel agencies



CATERING FACILITIES:

More than **100** restaurants with Ukrainian, European, Georgian, Armenian, Japanese and Chinese cuisine, several hundred cafes.

The average check for a visit to Uzhhorod's restaurant per capita is up to **\$20**

TRADITIONAL FESTIVALS AND FAIRS:

- "Sakura Fest";
- "Golden Autumn";
- the "Beaujolais of Zakarpattia" young wine festival;
- Christmas and New Year Fair;
- "Uzhhorod Palanchita";
- "Fire Life Fest".
- Nicholas' Parade;
- Brides Parade;
- the "Sun Drink" festival of wine and honey;
- «Medovyi Spas» Harvest Festival;
- "Uzhhorod Regatta";
- "Medovukha Fest".



SUCCESSFUL CITY PROJECTS

THE ACTIVE COOPERATION WITH INTERNETIONAL FINANCIAL INSTITUTIONS AND DONOR ORGANIZATIONS, IN PARTICULAR:

Implemented Projects:

- City cycling development project “Krosno-Uzhhorod-Baranyntsi”
- the modernization plan of Uzhhorod water and wastewater treatment plant ;
- the project to improve tourist attractiveness of the historic sister cities and twin towns: the “Owl Nest” brewery was restored within the framework of cooperation with the city of Jaroslaw, Poland.
- the project “Innovative Information Products of Cross-Border Cooperation”, which has already been partially implemented in the city; in particular, the Internet access points (Wi-Fi) have been launched in the center of Uzhhorod;
- the project “Establishment of a pedagogy center for blind and visually impaired in the pre-school educational institutions of Uzhhorod”, supported by the Slovak Republic Government;
- the project “Establishment of a media-center of the Uzhhorod’s students parliament”, supported by the Slovak Republic Government;
- the project “Opening of the art-therapy center in Uzhhorod”, supported by the Slovak Republic Government;

Projects under development:

- the project for the reconstruction of buildings of secondary schools, pre-school educational institutions, and health facilities, taking energy saving measures totaling 10,6 million euro at the expense of the European Investment Bank.

URBAN INVESTMENT ATTRACTIVENESS IMPROVEMENT

- the procedure of issuing documents has been simplified – Administrative Services Center has been created;
- the construction control system has been enhanced: within the framework of the decentralization, powers and authority of the state architectural and construction control were given to the city council.

INVESTMENT OFFERS



INVESTMENT PROJECTS

Name	Brief description	Cost and implementation stage	Initiator
The construction of recreational, health, sports and entertainment center around Uzhhorod's geothermal sources	<p>The project of establishment of "Aquatic Center Uzhhorod" aquatic sports complex, which can become the branding basis of Uzhhorod as a resort city, a socially minded project for Transcarpathian Region and a pioneering example for Ukraine.</p> <p>Project structure:</p> <ol style="list-style-type: none"> 1. Resort hotel, medical center, mineral water SPA/WELLNESS. 2. Aquatic complex according to the standards of FINA (International Swimming Federation); 3. Engineering center for heat generation and water treatment; 4. Training and consulting center for the implementation of similar projects in the regions of Ukraine. <p>Project parameters:</p> <ul style="list-style-type: none"> - Land area – 1,35 (1,8) hectares <ol style="list-style-type: none"> a) Aquatic complex – 10 000 m² <ul style="list-style-type: none"> - Swimming pool 50x25 m; - Swimming pool 35x25 m; - Multipurpose sports hall 42x24 m; - Gyms, studios. b) Resort Hotel – 12 200 m²; c) Engineering center for heat generation and water treatment – 600 m². 	<p>Project budget:</p> <ul style="list-style-type: none"> - Aquatic center – \$10 million; - Resort Hotel – \$12 million; - Engineering center for heat generation – \$1 million <p>The "Aquatic Center Uzhhorod" communal enterprise was established. The concept project was developed.</p>	<p>Uzhhorod City Council,</p> <p>88000, Ukraine, the city of Uzhhorod, 3, Poshtova Square</p> <p>Phone: (0312) 613176</p>
Manufacturing of peeled and sliced veneer at "Uzhhorod Mechanical Plant", PubJSC	<p>The project of peeled and sliced veneer manufacturing at "Uzhhorod Mechanical Plant", PubJSC, is aimed at an increase in the production of peeled and sliced veneer as well as an increase in export supplies and ply-curve parts manufacturing.</p>	\$600 thousand dollars	<p>"Uzhhorod Mechanical Plant", PubJSC</p> <p>88000, Ukraine, the city of Uzhhorod, 30, Haharina Str. Phone: (0312) 2-37-52</p>

RENT

Name	Brief description	Cost of rent	Initiator
The rent of production facilities in one building with an area of 10,0 thousand square meters	<p>The rent of free production facilities of the enterprise, located 2,5 km from the city center; the total area of the buildings and structures is 15,86 hectares.</p> <p>The enterprise is provided with power and water supply as well as with the infrastructure, necessary for its functioning.</p>	\$1.15 per 1 sq. m.	<p>"Uzhhorod Mechanical Plant", PubJSC</p> <p>88000, Ukraine, the city of Uzhhorod, 30, Haharina Str. Phone: (0312) 2-37-52</p>

LAND PLOTS

Location	Area (sq. m.)	Brief description	Initiator
Uzhhorod, Pidhradska-Fedyntsia-Dobrianskoho, Str.	900	for parking lot	<p>Uzhhorod City Council, 88000, Ukraine, the city of Uzhhorod, 3, Poshtova Square Phone: (0312) 613176</p>
Uzhhorod, Babiaka Str. ("Nova Linia" shopping center), pos.1	1 800	for construction and maintenance of trade buildings	
Uzhhorod, Babiaka Str. ("Nova Linia" shopping center), pos.2	2 000	for construction and maintenance of trade buildings	
Uzhhorod, Sobranetska Str. – bypass road	3 300	for construction and maintenance of trade buildings	
Uzhhorod, Zahorska Str.	34 300	for placement and operation of the main, accessory and auxiliary buildings and facilities of the enterprises functioning in the process and mechanical engineering industries, etc.	



USEFUL LINKS

Name	Address	Contacts
LOCAL AUTHORITIES AND LOCAL SELF-GOVERNANCE BODIES		
Uzhhorod City Council	3, Poshtova Square Uzhhorod, Transcarpathian Region, 88000	(0312) 61-70-71 umr@rada-uzhgorod.gov.ua www.rada-uzhgorod.gov.ua
Zakarpattya Regional Council	4, Narodna Square, Uzhhorod, Transcarpathian Region, 88008	(0312) 61-31-40, admin@zak-rada.gov.ua www.zakarpatt-rada.gov.ua
Zakarpattya regional state administration	4, Narodna Square, Uzhhorod, Transcarpathian Region, 88008	(0312) 61-34-19 admin@carpathia.gov.ua www.carpathia.gov.ua
CONTROL AND LAW ENFORCEMENT		
the Chief Directorate of the State Fiscal Service in Zakarpattya region	52, Voloshyna Str., Uzhhorod, Transcarpathian Region, 88000	(0312) 61-39-34 zak.sfs.gov.ua zak.official@sfs.gov.ua
the Chief Directorate of the National Police in Zakarpattya region	13, Ferentsa Rakotsi Str., Uzhhorod, Transcarpathian Region, 88000	(0312) 61-45-70 gunp@zk.npu.gov.ua www.zk.npu.gov.ua
INVESTOR SUPPORT		
Center for Administrative Service Provision	6, Nezalezhnosti embankment / 3, Poshtova Square. Uzhhorod, Transcarpathian Region,	(0312) 61-76-87 cnap@rada-uzhgorod.gov.ua
Zakarpattia Chamber of Commerce and Industry	62, Hrushevskoho Str., Uzhhorod, Transcarpathian Region, 88015	(0312) 66-94-50 tpp@tpp.uzhgorod.ua www.tpp.uzhgorod.ua
TRANSPORT AND COMMUNICATIONS		
Uzhhorod-1 Bus Station	2, Stantsiina Str., Uzhhorod, Transcarpathian Region, 88005	(03122) 3-40-07, (03122) 3-21-27 (067) 314-23-39 www.zakavto.com.ua
Uzhhorod-2 Bus Station	61, Fedyntsia Str., Uzhhorod, Transcarpathian Region, 88000	(03122) 3-70-04 www.zakavto.com.ua
Uzhhorod Railway Station	9, Stantsiina Str., Uzhhorod, Transcarpathian Region, 88014	(0312) 69-29-62, (0312) 69-20-67, (03122) 3-23-00 www.uz.gov.ua
“Uzhhorod” International Airport	145, Sobranetska Str., Uzhhorod, Zakarpatska oblast, 88017	0312) 64-02-98 www.uzhavia.com.ua
Uzhhorod’s Main Post Office of JSC Ukrainian Postal Service (“Ukrposhta”)	4, Poshtova Square, Uzhhorod, Transcarpathian Region, 88000	(0312) 63-08-04 ukrpost.in.ua/ua/zakarpatska/uzhgorod

CITY RATINGS

NAME	GRADE	MEANING
The ease of doing business rating of Uzhhorod	dbusB – “Good opportunities for doing business”	The municipality with a dbusB rating is characterized by good opportunities for doing business. There are a few obstacles to business activity.
The rating of investment attractiveness of Uzhhorod	investA+ – “High investment attractiveness”	The municipality with an investA rating is characterized by a high investment attractiveness as compared to the others. Susceptibility to investment risks is low.
The rating of tourist attractiveness of Uzhhorod	attourA2+ – “Excellent tourist attractiveness”	The municipality with an attourA+ rating is characterized by an exceptional investment attractiveness. The barriers to the tourism development are negligible.
The credit rating of Uzhhorod	uaA, outlook “stable”	An obligor or a separate debt instrument with a uaA rating is characterized by a high creditworthiness as compared to the other Ukrainian obligors or debt instruments. The grade of creditworthiness is susceptible to the unfavorable commercial, financial and economic conditions.

The Investment Passport of the city of Uzhhorod was designed by the Rating Agency "Euro-Rating" Ltd. on request of the Executive Committee of the Uzhhorod City Council. At preparing this document, it used the data of the State Statistics Service in Transcarpathian Region, Ministry for Regional Development, Building and Housing of Ukraine, Western Regional Department of the State Border Guard Service of Ukraine, Transcarpathian Regional Employment Center, and other data received from the Executive Committee of the Uzhhorod City Council and collected from the official sources of information.

Contacts on cooperation issues:
 Department for Economy and Strategic Planning
 Uzhhorod City Council,
 Address: 88000, Ukraine, the city of Uzhhorod, 3,
 Poshtova Square
 uep@rada-uzhgorod.gov.ua,
 invest@rada-uzhgorod.gov.ua
 (0312) 61-63-90, (0312) 61-31-76
 www.rada-uzhgorod.gov.ua

Performer of works:
 Rating Agency "Euro-Rating" Ltd
 Address: 01010, Ukraine, the city of Kyiv,
 3, I. Mazepa Str., 174 office
 office@euro-rating.com.ua
 (044) 469-01-20
 www.euro-rating.com.ua

