

# Rebuilding Ukraine

Real results, real momentum



# Rebuilding Ukraine: Real results, real momentum

July 2025

The Ukraine Recovery Conference in Rome has concluded with significant funding announcements for reconstruction, investment and development. This was the fourth annual Ukraine Recovery Conference, and the largest and most impactful to date, gathering over 6,000 participants from 70 countries.

At the conference, the Ukraine Investment Framework, a mechanism for delivering funds from the EUR 50bn Ukraine Facility to investible reconstruction projects, announced a new package of grants and equity to unlock EUR 10bn in investments across energy, housing, private sector projects and critical infrastructure. The European Commission, together with the EIB and development banks from Germany, France, Italy and Poland, launched the European Flagship Fund for the Reconstruction of Ukraine, aiming to deploy EUR 500m into Ukraine's strategic sectors by 2026. Well over 100 agreements pledging more than EUR 10bn were signed, mobilising investments, insurance and de-risking support across housing, infrastructure, logistics and green energy, with Ukraine's defence sector presented for the first time as part of the investment landscape.

Political and military support for Ukraine can seem a rollercoaster of pledged support, hesitant walk-backs, and renewed commitments. What is striking about investments in Ukraine's reconstruction and recovery is the track record of solid follow-through—real money, real results and real momentum. Europe and its partners have taken a real stake in Ukraine's future.



## Get prepared to do business

**CMS's 2025 Guide to Investing and Doing Business in Ukraine gives a clear picture of the business and investment environment, with updates on the key opportunities in Ukraine's reconstruction and economic recovery.**

**[Investing and Doing Business in Ukraine 2025](#)**

# Investment and Funding Progress

## International financing

### Q2 2025 announcements:

- *The Ukraine Investment Framework (UIF) announced a EUR 2.3bn package of grants and equity to mobilise large-scale private investments.*
- *European Flagship Fund for the Reconstruction of Ukraine launched by the European Commission.*
- *The US-Ukraine Reconstruction Investment Fund, envisioned under the US-Ukraine Minerals Deal, has been established.*

The following IFIs offer loan and investment programmes:

- The European Bank for Reconstruction and Development (EBRD)
- US International Development Finance Corporation (DFC)
- European Investment Bank (EIB)
- International Finance Corporation (IFC)
- WorldBank

Initiatives in 15 countries in Europe, North America and Asia encourage their domestic companies to participate in Ukraine's reconstruction. In Q1 2025, new funds from Japan and Finland were announced.

## Risk insurance and investment guarantees

### Q2 2025 announcements:

- *MIGA issued EUR 185m in new guarantees.*
- *EBRD and the European Commission announced the Ukraine Renewable Energy Risk Mitigation Mechanism (URMM) specifically to de-risk renewable energy investments.*
- *Ten European countries, including Italy, Germany, France and Spain, have joined the InvestEU export credit facility to support trade with Ukraine.*

The Multilateral Investment Guarantee Agency (MIGA), DFC, EBRD, UK, Germany, France and Japan offer war risk insurance for investments in Ukraine, and 14 export credit agencies are guaranteeing investments in Ukraine.

## Government of Ukraine programmes

### Q2 2025 announcements:

*Two programmes to prepare major infrastructure and reconstruction projects for investment were announced. Ukraine FIRST, a EUR 30m facility from the EBRD and partners, and the PREPARE Project, a USD 200m World Bank initiative, will support feasibility studies, technical assessments and procurement planning. The EIB also announced EUR 100m in loans to Ukrainian municipalities for critical infrastructure. As a result, municipal-level governments have joined the landscape of reconstruction programmes.*

Foreign investors can directly access debt instruments from the National Bank of Ukraine (NBU). Rules for public-private partnerships (PPPs) with both federal and regional governments offer improved guarantees for private partners. State support is available for qualifying foreign investments. A privatisation programme of state-owned assets is ongoing.

Key Ukrainian agencies and programmes include:

- Ukraine Business Development Fund
- State Agency for the Reconstruction and Development of Infrastructure
- Programme of State Support for Investment Projects in Ukraine
- Decarbonization Fund and the Ukrainian National Decarbonization Platform

## Ukrainian tax incentives

Tax and interest relief and infrastructure subsidies are available for new industrial parks. The Diia City virtual economic free zone reduces tax and regulatory burdens for participating tech companies.

# Key Sectors and Opportunities

## Defence

Last year saw USD 1.5bn in investments in Ukraine's defence sector, with Ukrainian firms now exporting expertise and partnering with defence sectors in other countries. Ukraine produces over 2.2 million FPV drones annually and has increased cruise missile production by 700% year-on-year. In the first quarter of 2025, defence firms in Germany, Norway, Sweden, Finland and US announced new production, repair facilities, joint ventures, and partnerships in Ukraine. Ukraine's joint weapons production now includes 21 initiatives with international partners. Over ten venture funds are actively investing in Ukrainian defence tech.

### Q2 2025 announcements:

- *BraveTech, an EU-Ukraine platform for defence-tech innovation and production scaling, was announced with EUR 100m.*
- *TEKEVER (Portugal) has raised USD 500m to produce drones used by the Ukrainian military.*
- *Rakuten (Japan) will help Ukrainian defence startups scale operations abroad.*
- *Ukraine announced defence industry projects under the EUR 150b SAFE loan programme for drones, ammunition and missiles.*
- *The Defence City initiative will offer tax benefits and state support for defence-industrial complex enterprises in Ukraine.*

## Energy and renewables

Ukraine's energy sector is Ukraine's largest-performing industry, earning USD 21bn in 2024. Sustainability is a pillar of Ukraine's National Recovery Plan, and Ukraine's infrastructure is moving to renewables and smart systems. The first quarter of 2025 saw continued new developments in wind power and Ukraine's first biomethane exports to the EU. Established and new players in Ukraine are rapidly developing battery and energy storage tech.

### Q2 2025 announcements:

- *Posco International plans a USD 106m waste-fired power plant in Odesa with a 40 MW capacity.*
- *Ukrainian startup SorbiForce is seeking USD 5m to produce sustainable batteries made from carbon, water and salt.*
- *DTEK is raising EUR 300m for energy storage facilities in Ukraine with a total capacity of up to 500 MW.*
- *IDS Ukraine Group launched a 1.4 MW solar power plant at the Myrhorod Mineral Water Plant.*
- *BGV Group produced a prototype lithium-ion battery using Ukrainian graphite.*
- *Wien Energie and UDP Renewables will develop a hydrogen plant in Volyn for EU export.*

## Logistics and transportation

In 2024, container transportation increased 28%, cargo handling in Ukraine's ports increased 57%, and export transportation rose by 51.2%. The first quarter of 2025 saw 250,000 m<sup>2</sup> of new warehouse space announced, 25,000 tons of capacity added to Ukraine's deepest container terminal, and the opening of a new multimodal terminal. Warehouse construction in Ukraine is set to reach record levels in 2025 and still fall short of demand.

### Q2 2025 announcements:

- *Medlog (Switzerland) acquired stakes in N'UNIT and Mostyska cross-border logistics terminals.*
- *TAS Group will build a factory capable of producing 1,200 freight cars annually.*
- *Agrosem announced EUR 20m investment in a dry port on the Ukraine-Poland border and Weststar Group announced plans to construct a second dry port with a capacity of 10,000 containers annually.*
- *HHLA acquired a 60% stake in the Eurobridge multimodal terminal in Transcarpathia.*
- *A Danube bridge in the Odessa region worth USD 30m will connect Ukraine with Romania.*

## Manufacturing and industrial parks

Ukraine's industrial park sector saw 55 new parks registered across 15 regions last year; 70% of these had investors at registration. Companies from Germany, Poland, Canada and others are investing in production facilities in Ukraine, notably for steel, glass, lumber and other building materials. In the first quarter of 2025, new industrial park registrations saw investments from Switzerland, Turkey, Austria and South Korea across diverse sectors—including glass, plastics and heavy equipment.

### Q2 2025 announcements:

- *The Bila Tserkva Industrial Park will attract USD 250m in investments by 2030.*
- *Peikko (Finland) will open a EUR 3m building materials plant near Kyiv.*
- *AXOR Industry invested EUR 40m in its Dnipro hardware factory.*
- *Calmit (Slovakia) will construct a building materials facility in Batiovo, Transcarpathia.*
- *Color Sim will invest EUR 1m to upgrade its building materials production facility in the Rivne region.*

## Agriculture and agro-processing

In 2024, Ukraine's domestic agro-processing increased 12%, attracting USD 800m in private investment. Bayer and other international companies have expanded seed production capacities in Ukraine. Fertiliser and pesticide production is growing, and the sector is adopting AI-driven yield monitoring. In the first quarter of 2025, Ukraine joined the ePhyto digital certificate system, enabling faster exports to 124 countries and saw over USD 230m in new investment.

### Q2 2025 announcements:

- *OKKO Group will complete a 60,000-ton elevator and is planning a bioethanol plant worth EUR 110m.*
- *Ma'Rijany Hemp launched Ukraine's largest hemp processing facility in Zhytomyr with a USD 20m investment.*
- *Desna Farm will build a modern potato storage facility in Chernihiv with a capacity of 8,000-10,000 tons.*
- *Interjuice Bukovyna will build a juice concentrate plant in Chernivtsi to process 1,500 tons of raw fruit per day.*
- *Zakhidnyy Buh invested USD 24m in a production plant for durum wheat pasta.*
- *AgHoldCo will construct over 400 grain silos with a total capacity exceeding five million tons.*
- *MHP agro-holding launched MAG Fertilizers, expanding into liquid complex fertilizers.*
- *IT giant SoftServe acquired Mountain Milk and Mukko Milk in a dairy farm project worth USD 20m.*

# A new European partner

Ukraine's progress towards EU integration is creating a stable and attractive destination for long-term, impactful investments

- Ukraine is a member of the EU Single Market Program and participates in other pan-European programmes offering business opportunities: Horizon Europe, Creative Europe, and Digital Europe among others.
- Customs and import–export harmonisation is largely complete.
- Ukraine's capital markets now integrate European law and follow the principles of the International Organization of Securities Commissions (IOSCO).
- Ukraine's energy sector is integrated with Europe. Ukraine's electricity grid and natural gas network are accredited by the European Network of Transmission System Operators (ENTSO) and are governed by the REMIT Law.
- Ukraine's legislation has passed EU compliance screening, enabling Free Movement of Goods chapter negotiation with EU.
- Ukraine's product monitoring regulations meet EU requirements for industrial visa-free travel.

# CMS Can Help

We are helping companies inside and outside Ukraine, both multinational and Ukrainian, to operate and succeed in Ukraine in all sectors. With lawyers qualified in Ukrainian and UK law operating in Kyiv since 2007, CMS can advise on:



business relocation



cloud-based operations



documenting and enforcing war damage claims



war risk and investment insurance



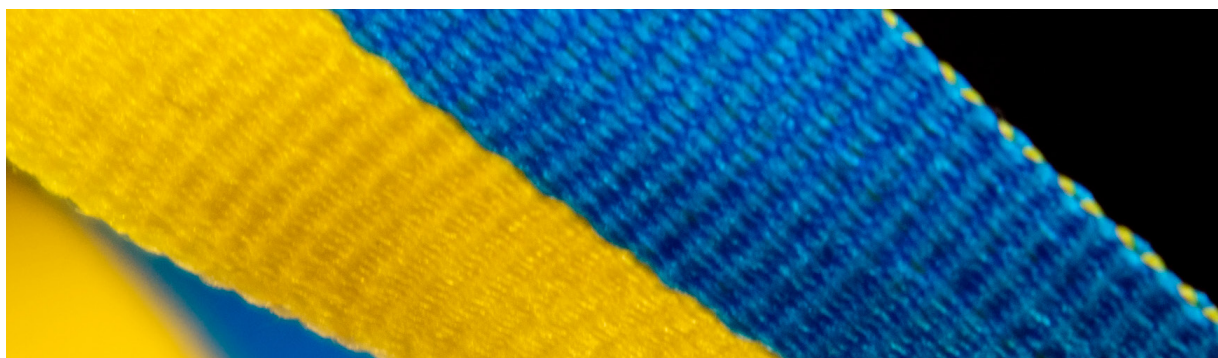
risk assessment and contingency planning



impact of martial law and legal reforms



financing, investing, and rebuilding and recovery opportunities.



## Get involved now

Our aim is to help companies participate meaningfully in the opportunities being created for Ukraine's reconstruction and recovery. We offer specific services that can help your company.

[Kyivoffice@cms-cmno.com](mailto:Kyivoffice@cms-cmno.com)

# Key contacts in Ukraine

For more information on rebuilding opportunities in Ukraine, please contact one of the following CMS experts:

## Renewables and Energy



**Vitaliy Radchenko**  
Managing Partner, Head of Energy & Projects  
E [vitaliy.radchenko@cms-cmno.com](mailto:vitaliy.radchenko@cms-cmno.com)

## Foreign investment



**Tetyana Dovgan**  
Partner, Corporate M&A, Infrastructure  
E [tetyana.dovgan@cms-cmno.com](mailto:tetyana.dovgan@cms-cmno.com)



**Maria Orlyk**  
Partner, Corporate  
E [maria.orlyk@cms-cmno.com](mailto:maria.orlyk@cms-cmno.com)

## War Damage and Compensation



**Olga Shenk**  
Partner, Dispute Resolution and Compliance  
Ukraine  
E [olga.shenk@cms-cmno.com](mailto:olga.shenk@cms-cmno.com)

## Financing, Investing, and Recovery Funding



**Ihor Olekhov**  
Partner, Banking & Finance  
E [ihor.olekhov@cms-cmno.com](mailto:ihor.olekhov@cms-cmno.com)

## Reconstruction and Infrastructure



**Natalia Kushniruk**  
Partner, Real Estate  
Ukraine  
E [natalia.kushniruk@cms-cmno.com](mailto:natalia.kushniruk@cms-cmno.com)

## Business Relocation



**Olga Belyakova**  
Partner, Commercial, Employment, TMC  
E [olga.belyakova@cms-cmno.com](mailto:olga.belyakova@cms-cmno.com)

## Healthcare



**Borys Danevych**  
Partner, Life Sciences & Healthcare  
E [borys.danevych@cms-cmno.com](mailto:borys.danevych@cms-cmno.com)

## **CMS** Law-Now™

### **Your free online legal information service.**

A subscription service for legal articles  
on a variety of topics delivered by email.

**cms-lawnow.com**

.....  
CMS Cameron McKenna Nabarro Olswang LLP  
Cannon Place  
78 Cannon Street  
London EC4N 6AF

T +44 (0)20 7367 3000

F +44 (0)20 7367 2000

The information held in this publication is for general purposes and guidance only and does not purport to constitute legal or professional advice.

CMS Cameron McKenna Nabarro Olswang LLP is a limited liability partnership registered in England and Wales with registration number OC310335. It is a body corporate which uses the word "partner" to refer to a member, or an employee or consultant with equivalent standing and qualifications. It is authorised and regulated by the Solicitors Regulation Authority of England and Wales with SRA number 423370 and by the Law Society of Scotland with registered number 47313. It is able to provide international legal services to clients utilising, where appropriate, the services of its associated international offices. The associated international offices of CMS Cameron McKenna Nabarro Olswang LLP are separate and distinct from it. A list of members and their professional qualifications is open to inspection at the registered office, Cannon Place, 78 Cannon Street, London EC4N 6AF. Members are either solicitors or registered foreign lawyers. VAT registration number: 974 899 925. Further information about the firm can be found at [cms.law](http://cms.law)

© CMS Cameron McKenna Nabarro Olswang LLP

CMS Cameron McKenna Nabarro Olswang LLP is a member of CMS LTF Limited (CMS LTF), a company limited by guarantee incorporated in England & Wales (no. 15367752) whose registered office is at Cannon Place, 78 Cannon Street, London EC4N 6AF United Kingdom. CMS LTF coordinates the CMS organisation of independent law firms. CMS LTF provides no client services. Such services are solely provided by CMS LTF's member firms in their respective jurisdictions. CMS LTF and each of its member firms are separate and legally distinct entities, and no such entity has any authority to bind any other. CMS LTF and each member firm are liable only for their own acts or omissions and not those of each other. The brand name "CMS" and the term "firm" are used to refer to some or all of the member firms or their offices.