



Ukraine: 2021 State Budget



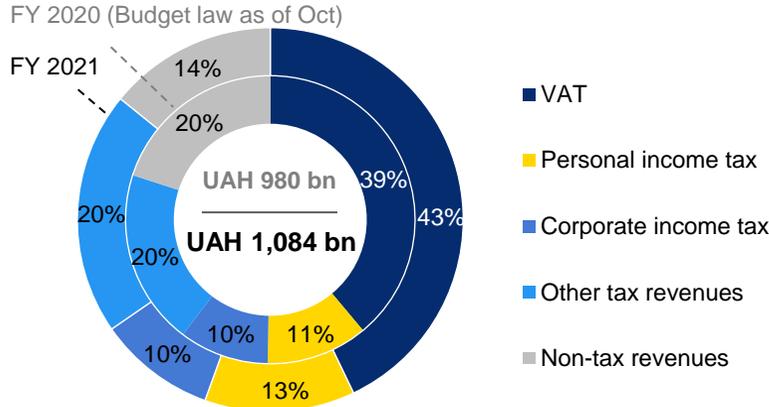
MINISTRY OF
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UKRAINE

December 2020

2021 state budget to resume fiscal consolidation...

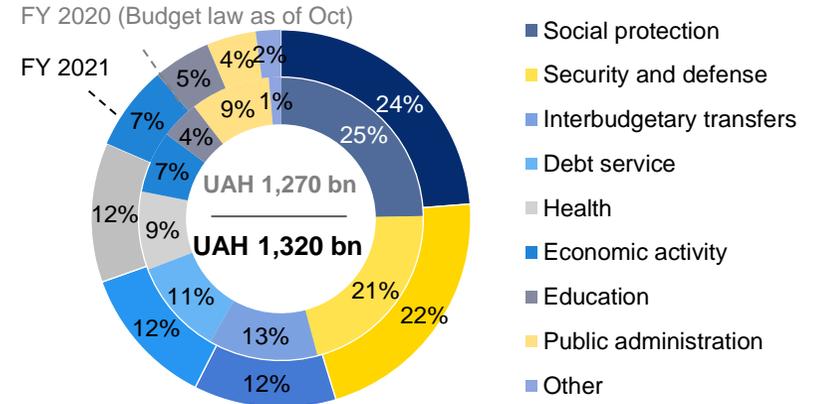
2021 vs 2020 state budget revenues split (law¹)

2021 state budget revenues: UAH 1,084bn



2021 vs 2020 state budget expenditures split (law¹)

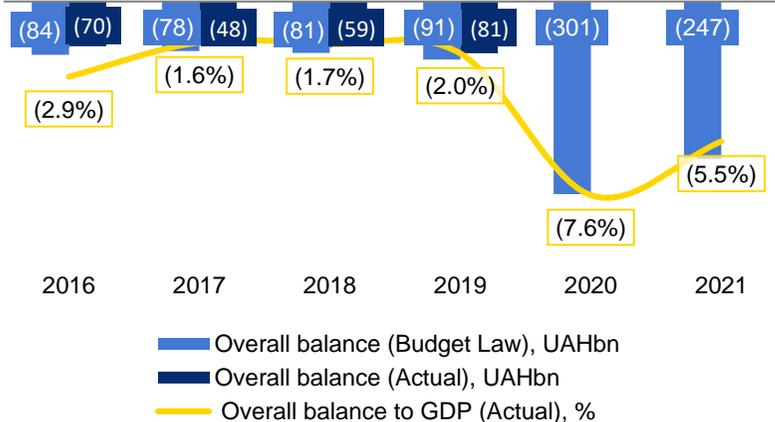
2021 state budget expenditures: UAH 1,320bn



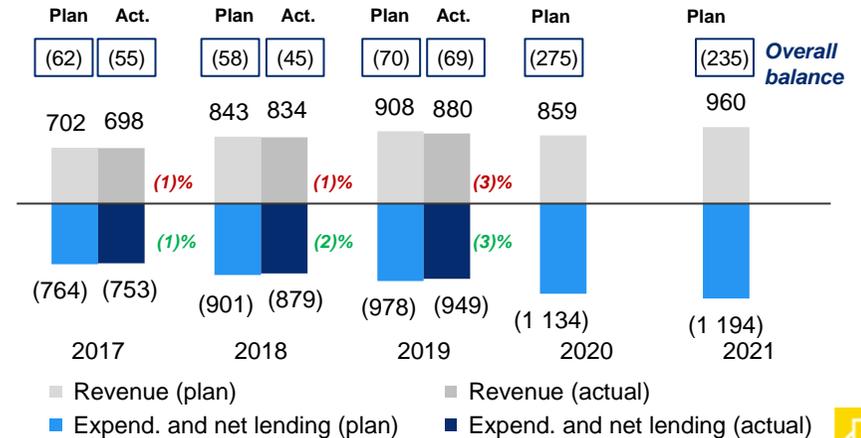
Key indicators of 2021 State budget are as following:

- Total revenues: **UAH 1,084.0 bn (+11%)**
- Total expenditures: **UAH 1,320.2 bn (+4%)**
- Budget deficit²: **UAH 246.6 bn / 5.5% of GDP in 2021 (per government's forecast of UAH 4,505.9bn GDP in 2021)**

Overall state budget balance³, UAH bn



State budget general fund performance³, UAH bn



Notes

- 1 According to State Budget Law 2021 amended as of Nov 2020 and State Budget Law 2020 amended as of Oct 2020
- 2 Budget deficit defined as revenues minus expenditures and minus net lending
- 3 Based on historical data for 2017–2019; based on 2020 Budget Law as of Oct 2020 and 2020 GDP forecast of the government for 2020; based on 2021 Budget Law as of Dec 2020 and 2021 GDP forecast of the government for 2021

Source State Treasury of Ukraine, NBU

Source State Treasury of Ukraine

... gradually heading back to the pre-Covid levels...

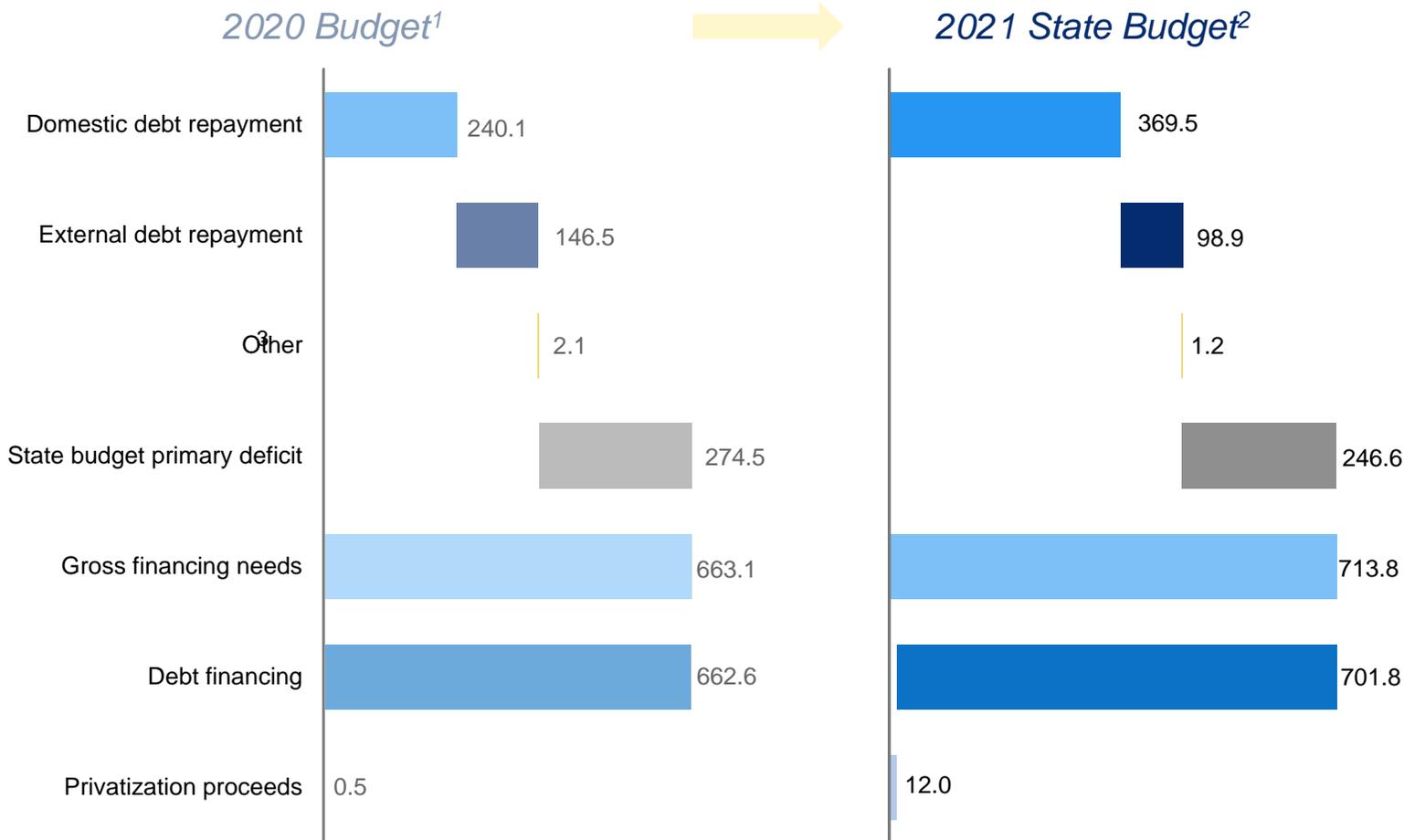
UAH m	FY 2019 (Actual)	FY 2020 (Initial Budget Law)	FY 2020 (Budget Law as of Oct)	FY 2021	% diff. 2021/2020 (Oct)
Revenues	998,345	1,095,580	979,547	1,084,034	+11%
Tax revenues, incl.	799,776	926,549	783,759	929,478	+19%
Personal income tax and income charge	109,954	129,364	111,303	137,580	+24%
Corporate profit tax	107,086	118,900	98,206	107,736	+10%
Fee for the use of mineral resources	46,747	55,335	32,535	40,585	+25%
Excises	123,358	140,951	128,513	138,846	+8%
VAT (net of VAT reimbursement)	378,690	446,300	381,360	468,500	+23%
Export and Import duties	30,086	32,175	28,621	32,534	+14%
Other taxes and duties	3,855	3,524	3,221	3,697	+15%
Non-tax revenues	198,569	169,031	195,788	154,556	(21%)
Expenditures	(1,075,122)	(1,184,010)	(1,270,137)	(1,320,153)	+4%
General public functions, incl.:	(168,194)	(191,198)	(253,632)	(215,336)	(15%)
Debt service	(119,248)	(141,473)	(138,454)	(159,836)	+15%
Security and Defense	(249,018)	(266,304)	(268,819)	(284,701)	+6%
Economic activity	(72,364)	(94,213)	(89,668)	(95,567)	+7%
Protection of environment	(6,318)	(8,195)	(7,416)	(8,623)	+16%
Municipal utilities and services	(108)	(465)	(304)	(365)	+20%
Healthcare	(38,567)	(95,684)	(113,599)	(157,859)	+39%
Intellectual and physical development	(9,967)	(14,117)	(9,622)	(19,145)	+99%
Education	(51,657)	(57,475)	(55,885)	(64,671)	+16%
Social welfare	(218,629)	(296,265)	(313,598)	(313,563)	(0%)
Interbudgetary transfers	(260,302)	(160,094)	(157,595)	(160,323)	+2%
Net lending	(4,216)	(7,846)	(10,692)	(10,517)	(2%)
Primary state budget balance	38,254	45,197	(162,828)	(86,800)	(47%)
Overall state budget balance	(80,994)	(96,276)	(301,282)	(246,636)	(18%)

Source: State Treasury of Ukraine, Verkhovna Rada



... while rising domestic debt repayment to be partially offset by lowered budget deficit and external debt repayment

Ukraine's 2020 & 2021 Gross financing needs split by funding sources, UAH bn

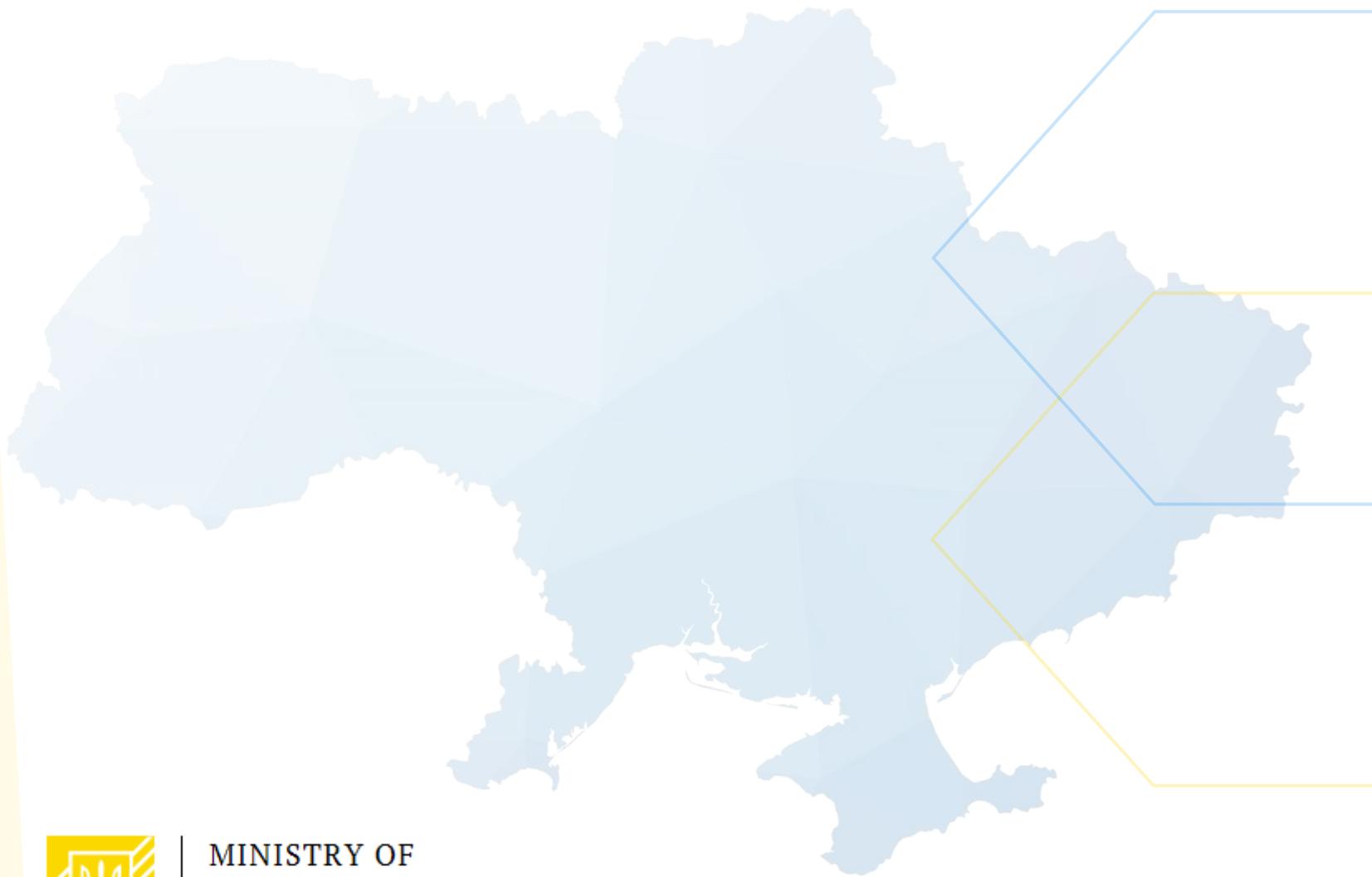


Notes

- 1 Figures based on state budget monthly financing schedule as of Dec 10, 2020
- 2 Figures based on 2021 state budget law as of November 2020
- 3 Other includes financing for active operations, i.e. changes in the volume of deposits and securities used to manage liquidity, changes in the volume of budget funds
- 4 As of December 15, 2020

Source Ministry of Finance





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