

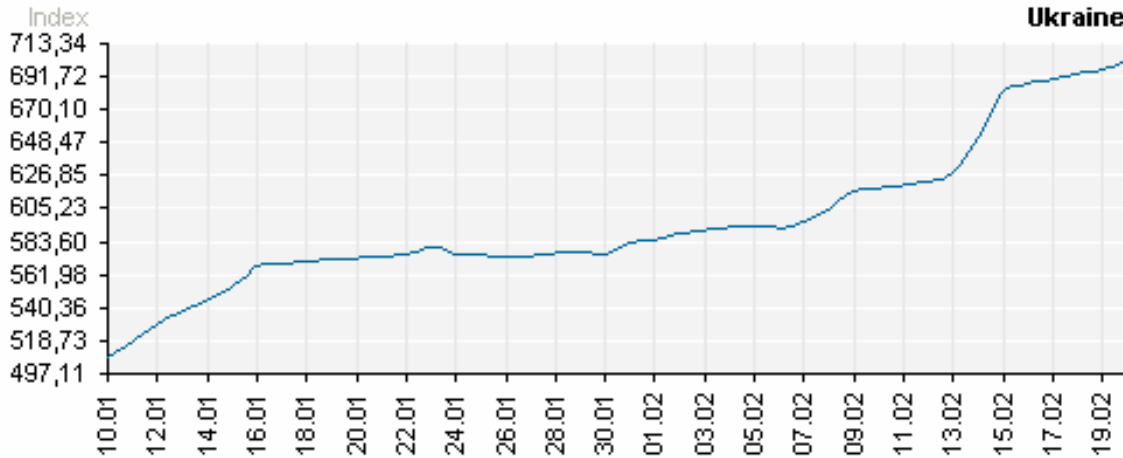


Ukraine Update 9 – 16 February, 2007

<p>Political updates</p> <p>Bill "On Principles of Internal and Foreign Policy of Ukraine" registered in VR People's deputies, representatives of the "Our Ukraine" and the BYUT Oleh Bilous and Henadiy Udovenko have registered a bill "On Internal and Foreign Policies of Ukraine." The people's deputies believe the geopolitical prospect of Ukraine is to provide interconnection between the East and the West. The country runs a balanced policy of development of strategic partnership both with Russia and the USA, as well as with its neighboring countries. Ukraine strongly advocates cooperation with the UNO, OSCE, NATO and the EU. Ukraine states its intention to participate in establishment of international military organizations to carry out peaceful missions under the aegis of the UNO, the bill suggests.</p>	<table border="1"> <thead> <tr> <th colspan="4">STOCK INDICES →</th> </tr> <tr> <th></th> <th>COUNTRY</th> <th>INDICES</th> <th>TIME</th> </tr> </thead> <tbody> <tr> <td>PFTS</td> <td>UA</td> <td>702.53 ↑</td> <td>20.02 17:00</td> </tr> <tr> <td>S&P-500</td> <td>US</td> <td>1 450.94</td> <td>21.02 09:26</td> </tr> <tr> <td>MIB-30</td> <td>IT</td> <td>42 522.00</td> <td>21.02 09:26</td> </tr> <tr> <td>FTSE-100</td> <td>GB</td> <td>6 400.80</td> <td>21.02 09:26</td> </tr> <tr> <td>CAC-40</td> <td>FR</td> <td>5 688.78</td> <td>21.02 09:26</td> </tr> <tr> <td>DAX</td> <td>DE</td> <td>6 947.23</td> <td>21.02 09:26</td> </tr> <tr> <td>SMI</td> <td>CH</td> <td>9 285.06</td> <td>21.02 09:26</td> </tr> </tbody> </table>	STOCK INDICES →					COUNTRY	INDICES	TIME	PFTS	UA	702.53 ↑	20.02 17:00	S&P-500	US	1 450.94	21.02 09:26	MIB-30	IT	42 522.00	21.02 09:26	FTSE-100	GB	6 400.80	21.02 09:26	CAC-40	FR	5 688.78	21.02 09:26	DAX	DE	6 947.23	21.02 09:26	SMI	CH	9 285.06	21.02 09:26
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<p>Macroeconomic updates</p> <p>Austrian experts ready to share with Ukraine their experience concerning privatization and stock market development processes First Vice Prime Minister, Minister of Finance of Ukraine Mykola Azarov met with a member of Observing Council of Austria Kreditanstalt bank, a member of Executive Council of UniCredit group Willi Hemetzberger and Austrian Chancellor Advisor, Leopold Specht. Austrian financial experts emphasized that nowadays international stock markets positively assess prospects of development of Ukrainian economics and growing of its home markets, in particular market of capitals.</p>	<table border="1"> <thead> <tr> <th colspan="5">EXCHANGE RATES IN UKRAINE →</th> </tr> <tr> <th rowspan="2"></th> <th colspan="2">Cash</th> <th colspan="2">Cashless</th> </tr> <tr> <th colspan="2">21.02.07 09:22</th> <th colspan="2">20.02.07 15:10</th> </tr> <tr> <th></th> <th>BID</th> <th>ASK</th> <th>BID</th> <th>ASK</th> </tr> </thead> <tbody> <tr> <td>1USD</td> <td>5.0300 ↓</td> <td>5.0650 ↑</td> <td>5.0150 ↑</td> <td>5.0350 ↑</td> </tr> <tr> <td>1EUR</td> <td>6.6000</td> <td>6.6700 ↓</td> <td>6.6000 ↑</td> <td>6.6200 ↑</td> </tr> <tr> <td>10RUB</td> <td>1.9100 ↑</td> <td>1.9250 ↓</td> <td>1.9140 ↑</td> <td>1.9180 ↑</td> </tr> </tbody> </table>	EXCHANGE RATES IN UKRAINE →						Cash		Cashless		21.02.07 09:22		20.02.07 15:10			BID	ASK	BID	ASK	1USD	5.0300 ↓	5.0650 ↑	5.0150 ↑	5.0350 ↑	1EUR	6.6000	6.6700 ↓	6.6000 ↑	6.6200 ↑	10RUB	1.9100 ↑	1.9250 ↓	1.9140 ↑	1.9180 ↑		
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<p>Ukraine wants to buy Turkmen gas at first hand Ukraine is interested in renewal of direct gas supplies from Turkmenistan. Deputy Secretariat Chief of Staff Oleksandr Chaly said. According to him, such cooperation was discussed by the heads of the states in Ashgabat. As for direct cooperation, the sides need to hold negotiations. A Ukrainian delegation will pay a visit to Turkmenistan on February 18 to hold talks on this issue.</p>	<table border="1"> <thead> <tr> <th colspan="5">CREDIT FOR BUSINESSES IN UKRAINE →</th> </tr> <tr> <th rowspan="2"></th> <th colspan="4">21.02.07</th> </tr> <tr> <th>1 MON.</th> <th>3 MON.</th> <th>6 MON.</th> <th>12 MON.</th> </tr> </thead> <tbody> <tr> <td>UAH</td> <td>22.00%</td> <td>22.00%</td> <td>22.00%</td> <td>22.00%</td> </tr> <tr> <td>USD</td> <td>16.00%</td> <td>16.00%</td> <td>16.00%</td> <td>16.00%</td> </tr> <tr> <td>EUR</td> <td>15.00%</td> <td>15.00%</td> <td>15.00%</td> <td>15.00%</td> </tr> </tbody> </table>	CREDIT FOR BUSINESSES IN UKRAINE →						21.02.07				1 MON.	3 MON.	6 MON.	12 MON.	UAH	22.00%	22.00%	22.00%	22.00%	USD	16.00%	16.00%	16.00%	16.00%	EUR	15.00%	15.00%	15.00%	15.00%							
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<p>Economic updates</p> <p>Ukraine to issue emigration permit to citizens, investing into economy over 100,000 USD Ukraine will issue an immigration permit to foreign citizens, who will invest into the Ukrainian economy at least 100,000 USD. The Cabinet of Ministers has established an immigration limit of 7,323 foreign citizens for scientists (675) and relatives of the Ukrainian citizens (2,465), former Ukrainian citizens (349), people, residing in Ukraine for the latest 3 years (714) and relatives of the Ukrainian immigrants (3,120).</p>																																					



Dynamics of change the index PFTS Index, Ukraine



Sectoral updates

European banks to invest 500 mln EUR into development of Ukrainian gas-transport system

European banks will invest almost 500 million EUR into development of the Ukrainian gas-transport system (GTS), Ukrainian Minister for Fuel and Energy Yuri Boyko said. He is confident that cooperation with the EU in the energy sphere will be enhanced, and Ukraine counts on European financing of not only separate projects, but of a whole program, which will be drafted together with the EU.

Navy Puts An-26 Military Transport Aircraft Into Service

Ukrainian navy has put An-26 military transport aircraft into service. The aircraft is to be used for transport, air assault, and rescue missions.

Ukrainian News learned this from a statement by the press service of the Ukrainian navy, the wording of which was made available to the agency.

"An-26 military transport plane has arrived at the disposal of the aviation brigade of the Ukrainian navy from the Plant 410 of Civil Aviation state company (Kyiv)"

Ukrainian Automobile Importers And Dealers Association Forecasting Stability Of Prices For Imported Cars After Ukraine's Accession To WTO

the Ukrainian Automobile Importers and Dealers Association forecasts stability of prices for imported cars after Ukraine's accession to the World Trade Organization.

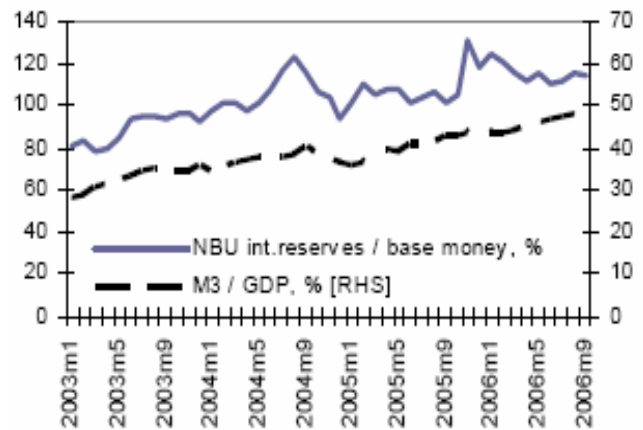
Association director general Oleh Nazarenko disclosed this to the press.

«We expect the price to remain stable,» he said.

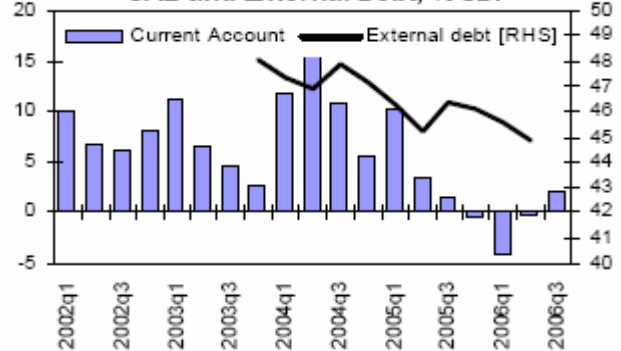
He also said that the Cabinet of Ministers had foreseen transition period after Ukraine's accession to the WTO of 2-5 years. During the period, prices for imported cars will stay the same.

As Ukrainian News earlier reported, largest car producers forecast stability of prices for imported cars after Ukraine's accession to the WTO and decrease of import duties to 10%.

Monetization and Reserves



CAB and External Debt, % GDP



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