

 Early Warning System

EBRD-55499

Ukraine - UZ Electric Locomotives



## Quick Facts

<b>Countries</b>	Ukraine
<b>Financial Institutions</b>	European Bank for Reconstruction and Development (EBRD)
<b>Status</b>	Proposed
<b>Bank Risk Rating</b>	B
<b>Voting Date</b>	2024-10-22
<b>Borrower</b>	UKRAINIAN RAILWAYS PJSC
<b>Sectors</b>	Transport
<b>Investment Type(s)</b>	Loan
<b>Investment Amount (USD)</b>	\$ 329.88 million
<b>Project Cost (USD)</b>	\$ 525.92 million



## Project Description

According to the Bank's website, the project consists of the provision of a sovereign guaranteed loan of up to EUR 300 million, to provide emergency capex financing to the JSC "Ukrainian Railways" ("UZ"). The loan may be tranching into a committed tranche of up to EUR 120 million, and uncommitted tranches of up to EUR 180 million in aggregate, reflecting the implementation timeline. Tenor and grace period: the loan tenor will be up to 18 years, including an up to 4-year grace period on principal repayments.

The Project will be supported by a parallel investment grant of up to USD 195 million from the Government of the United States, administered by the World Bank through the Ukraine Relief, Recovery, Reconstruction and Reform Trust Fund (URTF) as part of the Repairing Essential Logistics Infrastructure & Network Connectivity (RELINC) Project.

A significant number of the Company's electric locomotives are already reaching the end of their extended service life and will be decommissioned in the near future due to wear and tear and metal degradation, thus reducing the Company's ability to cope with market demand for railway transportation services. In the current crisis environment triggered by the war on Ukraine, the emergency capex program will support addressing the Company's critical needs to renew its operating fleet and ensure continuity of its operations.



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## Early Warning System Project Analysis

Categorised B (2019 ESP) and High-Medium risk.



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- European Bank for Reconstruction and Development (EBRD)

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### Private Actors Description

PJSC "Ukrainian Railways" is a vertically-integrated national railway operator in Ukraine, wholly owned by the Government of Ukraine. UZ is a regulated monopoly provider of rail transportation in Ukraine and operates Ukraine's circa 20 thousand kilometre-long railway network and related infrastructure. UZ is one of Ukraine's largest employers and single contributors to Ukraine's GDP.



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Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Public Joint Stock Company Ukrainian Railway (Ukrzaliznytsia)	Client	-

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## Contact Information

### COMPANY CONTACT INFORMATION

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### ACCESS TO INFORMATION

You can request information by emailing: [accessinfo@ebrd.com](mailto:accessinfo@ebrd.com) or by using this electronic form:

<https://www.ebrd.com/eform/information-request>

### ACCOUNTABILITY MECHANISM OF EBRD

The Project Complaint Mechanism (PCM) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an European Bank for Reconstruction and Development (EBRD)-financed project. If you submit a complaint to the PCM, it may assess compliance with EBRD's own policies and procedures to prevent harm to the environment or communities or it may assist you in resolving the problem that led to the complaint through a dialogue with those implementing the project. Additionally, the PCM has the authority to recommend a project be suspended in the event that harm is imminent.

You can contact the PCM at: [pcm@ebrd.com](mailto:pcm@ebrd.com) or you can submit a complaint online using an online form at:

[http://www.ebrd.com/eform/pcm/complaint\\_form?language=en](http://www.ebrd.com/eform/pcm/complaint_form?language=en)

You can learn more about the PCM and how to file a complaint at: <http://www.ebrd.com/work-with-us/project-finance/project-complaint-mechanism.html>





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**Bank Documents**

- [Translation: Ukraine - UZ Electric Locomotives \(Ukrainian\)](#)