



# KRAMATORSK

## INVESTMENT OVERVIEW



Kramatorsk City Council  
2018



### ***Kramatorsk is city of the future!***

***Today, Kramatorsk city is considered as a system of higher order than just a territorial entity. The city, in the present stage of economic development, like all other territorial entities, analyzed from the systemic approach.***





***Kramatorsk city performs functions as an administrative center of Donetsk region and provides the deployment of international aid infrastructural rehabilitation programs. City Council approved the Action Plan on sustainable energy development plans (APSED) had also expanded opportunities to attract credit and grants from international financial institutions had been developed under investment projects in key sectors of municipal economy.***

***One of the priority activities of municipal is the modernization of housing and communal sphere: effective implementation of energy efficiency projects budget and residential buildings, improvement the quality of provision social, administrative and communal services to the inhabitants. As a result, there is increasing a quality of life in general in city.***

***Kramatorsk can be an example for all Donbass. City is the center of the Kramatorsk agglomeration, the most important center of the northern Donbass and the machine-building industry in the region.***

***Increasing the investment attractiveness of the city, expanding infrastructure capacity for joint projects and creation the best examples of cooperation within international cooperation are an important and constant work of city authorities that are aimed at the well-being and development of each resident, the economic growth and well-being of our homeland.***

***City Mayor  
Andrey Pankov***

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## The pearl of Ukrainian machine-building industry and a city of real opportunities is Kramatorsk!

Investment overview was designed to provide information to potential domestic and foreign investors who considered the possibility of investing in economic and social spheres of Kramatorsk city.

Kramatorsk is a rich historical and cultural heritage that is innovative and has a high economic and investment potential.

Kramatorsk is an industrial center of the northern part of the Donetsk region, the most industrial enterprises of which belong to branches of machine building and metallurgy.

The city is open to people, ideas, technologies and projects.







- available free land plots and production areas;
- developed agricultural production;
- geographically favourable position;
- developed transport infrastructure;
- the largest center of heavy machinery in Ukraine;
- available areas for recreation and recovery: parks, squares, swimming pool, museums, entertainment centers;
- high level of education in higher educational establishments of the city;
- authorities willingness to cooperate with investors;
- successful experience with foreign and domestic investors;
- support by municipality of small and medium business;
- a city of technological and scientific startups;
- the most developed city in a region;
- favorable business environment;
- availability of skilled labor, etc.



*Kramatorsk City Council*





Kramatorsk is a city of regional subordination in the Donetsk region of Ukraine Since 11 of October 2014 the Donetsk Regional State Administration bases in the city. The city is located in the northern part of the region on Kazennyi Torets River (tributary of Siversky Donets).



The time of foundation: in the late for 60's of XIX century Kramatorsk railway station, near which the village grew, appeared on the erected Kursk-Kharkiv-Azov railway near the Kazennyi Torets River. Originally the village was called Kram on Tor, then gradually the name changed into Kramatorsk.





Total area: 355.7 km<sup>2</sup>.  
Population of the city: 189,01 thousand people (as of 01.08.2017).  
Climate: moderately continental.  
The average temperature of the coldest month January is -4-5 °C, the warmest July is +21-22 °C.  
Forests occupy 1704 hectares of Kramatorsk.



History of Kramatorsk City



№	City, settlement, village councils and settlements in them	Total area of the territory (km <sup>2</sup> )	Population (people)
1	Kramatorsk City Council 	355,7	188 600
1.1	Kramatorsk City	77,36	155 800
1.2	Ashurkovo settlement	0,031	-
1.3	Semenovka village	1,424	-
2	Belenkovsky village council		
2.1	Belenka urban-type settlement	7,08	9 562
2.2	Vasilievskaya Pustosh settlement	0,323	195
3	Krasnotorsky village council 		
3.1	Krasnotorka urban-type settlement	4,65	2 456
3.2	Kamishevaha urban-type settlement	2,87	347
3.3	Malotaranovka urban-type settlement	3,71	2 998
3.4	Privolye village	0,495	225
4	Shabelkovsky village council		
4.1	Shabelkovka urban-type settlement	3,447	4 356
4.2	Alexandrovka urban-type settlement	0,379	404
4.3	Sofiyivka urban-type settlement	0,426	833
4.4	Yasna Polyana urban-type settlement	1,356	2 097
5	Yasnogorsky village council		
5.1	Yasnogorka urban-type settlement	11,606	8 224
	Countryside	-	700

# Kramatorsk City Council

Kramatorsk City

Yasnogorsky village council

Belenkovsky village council



Yasnogorka urban-type settlement



- Ashurkovo settlement  
- Semenovka village



- Belenka urban-type settlement  
- Vasilievskaya Pustosh settlement

Shabelkovsky village council

Krasnotorsky village council



- Shabelkovka urban-type settlement  
- Alexandrovka urban-type settlement  
- Sofiyivka urban-type settlement  
- Yasna Polyana urban-type settlement



- Krasnotorka urban-type settlement  
- Kamishevaha urban-type settlement  
- Malotaranovka urban-type settlement  
- Privolye village





Settlements  
and villages



5

- Ashurkovo;
- Semenovka;
- Vasilievska Pustosh;
- Privolye;
- Dmitrovka.

Urban-type  
settlements



9

- Yasnogorka;
- Belenkaya;
- Shabelkovka;
- Sofiyivka;
- Yasna Polyana;
- Krasnotorka;
- Kamishevaha;
- Malotaranovka.

Administrative  
centre of United  
territorial society -  
Kramatorsk City



*Kramatorsk is a city of regional importance.*

*The administrative department of the city is represented by 5 local councils (1 city and 4 settlements): Belenkovsky, Krasnotorsky, Shabelkovsky and Yasnogorsky. Dmitrovsky village council is part of Slavic district in Donetsk region.*

Kramatorsk  
United territorial  
society  
(perspective)



*Within the framework of Donetsk region, it is planned to unite 15 localities: 5 settlements and villages, 9 urban-type settlements and the city of Kramatorsk, which will be an administrative center of United territorial society.*



The city's external transport links are provided by three types of transport: air, rail and road.

In Kramatorsk operates the railway station "Ukrainian Railways" - the regional branch of the Donetsk railway, the structural unit "STATION KRAMATORSK" and the bus station.



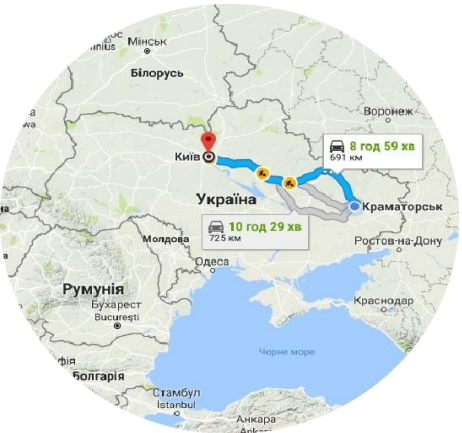
Also, the city has Kramatorsk Airport.

The national highway H-20 Slavyansk-Mariupol passes through the city.



*Distance to capitals of countries bordering with Ukraine :*

- Belarus: 1184 km. - road E40 / M03;
- Poland: 1468 km. - road E40 and E373 / M07;
- Romania: 1272 km. - road E584;
- Russia: 929 km. - road E105 / M2;
- Slovakia: 2006 km. road - E40;
- Hungary: 1806 km. road - E40 and I40 / M06;
- Moldova: 866.5 km. road - E50 and E584.



*Distance to the regional centers of Ukraine :*

Vinnytsia - 956.1 km., Dnieper - 249.5 km, Donetsk - 122.3 km., Zhitomir - 827.6 km., Zaporozhye - 279.9 km., Ivano-Frankivsk - 1 292.1 km., Kiev - 690.4 km., Kropivnitsky - 497.1 km., Lugansk - 168.6 km., Lutsk - 1 087.4 km., Lviv - 1 228.6 km., Mykolaiv - 652.4 km., Odessa - 785.1 km., Poltava - 335.1 km., Rovno - 1 014.9 km., Sumy - 394.8 km., Ternopil - 1 107.5 km., Uzhgorod - 1 498.8 km. , Kharkov - 193.9 km., Kherson - 590 km., Khmelnytsky - 1 010.5 km., Cherkassy - 590.2 km., Chernivtsi - 1 212.7 km., Chernigov - 796 km.


Number of women and men by age										
City, settlement, village councils	Men					Women				
	0-17	18-39	40-59	60+	Total	0-17	18-39	40-59	60+	Total
Kramatorsk City Council	15 671	30 166	23 728	15 827	85 392	14 902	29 134	30 175	30 685	104 896
Kramatorsk City	13 519	25 022	19 128	12 310	69 979	12 938	23 900	25 358	25 000	87 196
Settlement and village councils	3 054	4 041	3 768	3 304	12 078	2 997	5 742	4 427	5 064	18 230
Total	32 244	59 229	46 624	31 441	169 538	30 837	58 776	59 960	60 749	210 322

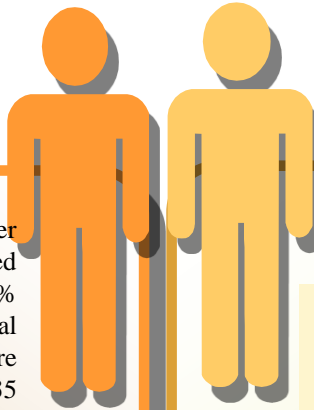
The city has a system of employment students from university. So, agreements on cooperation between universities with leading enterprises of the region was concluded, in particular: PrJSC «NKMZ», PrJSC «KZTS», LLC «Kvartsoft», PJSC «EMSS», JSC CB «PrivatBank», PJSC «Ukrsotsbank», LLC «Fuhrlaender Wind Technology», PJSC «KZMK», PJSC «KZTP» and others.

In order to overcome the imbalance between demand and supply of labor is organized vocational training for the unemployed under the order of employers for specific jobs.


In 2017 897 contracts were concluded with enterprises and educational institutions for the vocational training of unemployed citizens, the city employment center sent 1021 people for vocational training.

During 2017 employers of Kramatorsk city created 1328 new jobs, including 918 for hired employees from legal entities, 410 for individuals-entrepreneurs.





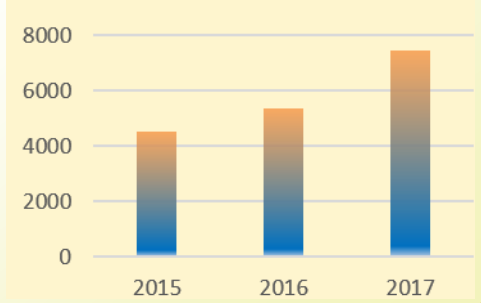
*Employment Program of Kramatorsk city population on 2018 - 2020 years*



According to the city employment center on of 01.01.2018, 1122 unemployed persons were registered there, this is 6.3% less than as of 01.01.2017. Of the total number of unemployed, 56.5% are women, 41.5% are youth in age to 35 years.

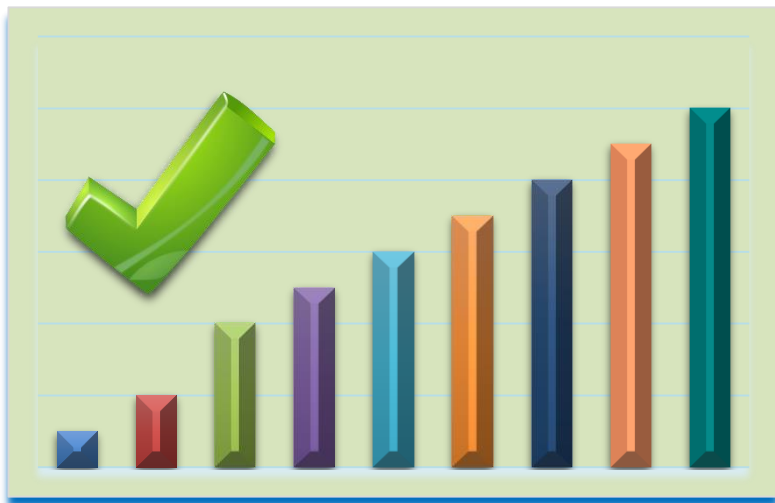
The average monthly salary of regular employees in the city in the III quarter of 2017 amounted to 7466 UAH, which is 94.5% of the average for the region - 7902 UAH.

Dynamics of average wages for 2015-2017



Year	Average Wage (UAH)
2015	~4500
2016	~5500
2017	~7500





*The program of economic and social development  
of the city of Kramatorsk for 2017*

Index	Unit of measurement	Fact	Increase (decrease) compared with previous year (% at current prices)
The volume of sold industrial products (goods, services) for January-October 2017	mln.UAH	17138,5	3,8
Retail turnover for 9 months 2017	mln.UAH	1813,4	+5,6
Quantity of sales of paid services to population for the third quarter of 2017	mln.UAH	1087,8	443,6
Quantity of capital investments for January-September 2017	mln.UAH	819,3	52,9
Average salary for the third quarter 2017	UAH	7466	x

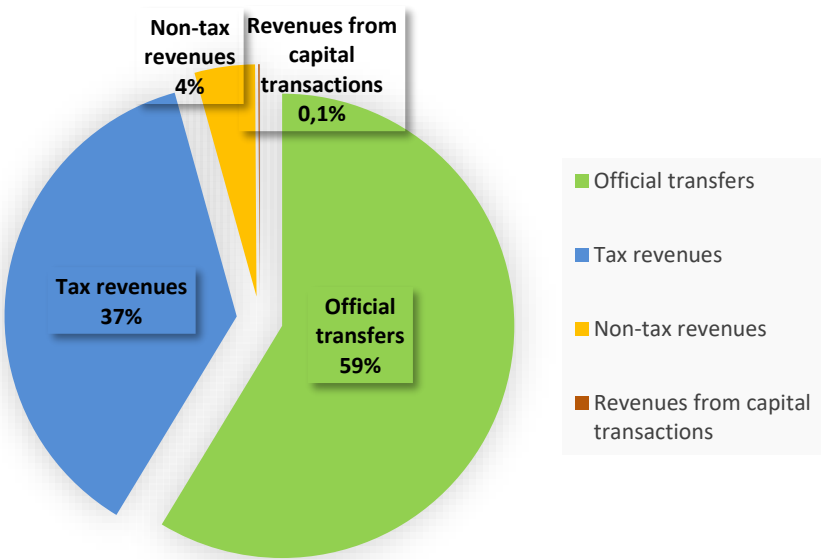
Every year the small business of the city develops and creates favorable conditions for competition. Entrepreneurship is one of the most important factors of economic development and it is based on the innovative type of economic growth in Kramatorsk.

Entrepreneurial activity in the city is carried out by 5 062 individual entrepreneurs and 1 154 legal entities related to small business entities, also as 72 medium-sized enterprises.

The estimated capital investment from all sources of financing for 9 months of 2017 was 819,284 million UAH, which is 63% of the program indicator for 2017 and 1,5 times more than the same indicator for 2016.

During 2017 enterprise development policies at the local level was implemented in accordance with the Program for Promotion of Small and Medium Business Development for 2017-2018.

Revenues = 2 152.6 million UAH



The largest share of budget expenditures weight are spending on social protection and social security for population - 824,8 million UAH, which is 39%.

The smallest share of budget are spending on the weight of physical culture and sports - 8.3 million UAH, which is 0.4%.



Budget of Kramatorsk city 2017

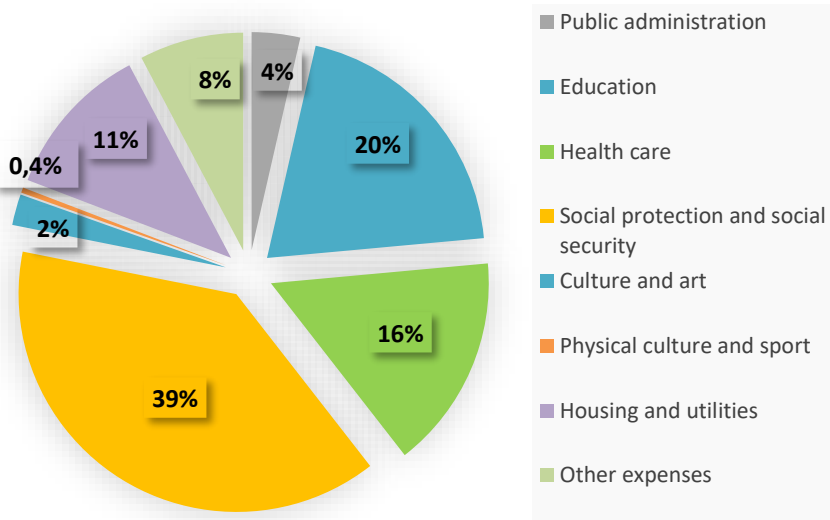


The largest share of budget revenues weight are official transfers - 1.263 mln. UAH, which is 59%.

The lowest specific weight of revenues are earnings from capital transactions - 2.2 mln. UAH, which is 0.1%.

The main objective of the budget: increase in total tax revenue, compliance with the balance and stability of the budget system of the city.

Expenses = 2 133.7 million UAH



## Performance indicators of Kramatorsk budget

Article	2016 year	2017 year
Revenues without official transfers	609 626,0	811 755,9
official transfers	933 066,6	1 314 571,5
<b>Total revenues</b>	<b>1 542 692,6</b>	<b>2 126 327,4</b>
Expenses without transfers and grants	732 117,4	901 528,5
expenses at the expense of transfers from other budgets levels and grants	976 214,8	1 377 223,2
of which a reverse appropriation in aid	8 521,4	15 842,3
<b>Total expenses</b>	<b>1 708 332,2</b>	<b>2 278 751,7</b>



## Performance indicators of settlement budgets

Article	2016 year	2017 year
Revenues without official transfers	9 799	12 872
Appropriation in aid from the city budget	2 054	2 399
Subventions from the state budget	637,5	3 987
Subventions from the city budget	19 682	14 801
<b>Total revenues</b>	<b>32 173</b>	<b>34 058</b>
<b>Total expenses</b>	<b>33 564</b>	<b>43 212</b>

*Revenues ma expenses f the consolidated budget of Kramatorsk United Territorial Society (perspective)*

Article	2016 year	2017 year
Total own revenues	665 760,6	750 501,6
official transfers	953 706,6	997 008,7
Total	1 619 467,2	1 747 510,3
Total expenses	1 506 482,0	1 824 405,0
Expenses with transfers	1 607 642,0	1 898 437,4



In order to overcome of obstacles to the development of entrepreneurship related to obtaining permits and approvals, Center for providing administrative services operates in Kramatorsk, which constantly develops and expanding its range of services.

In the beginning of 2017 citizens and business entities had the opportunity already to receive with help of Center for providing administrative services 64 types of services.

Over the last year, Center for providing administrative services Executive Committee of Kramatorsk City Council had provided 10 783 services.

The most popular services are land and environmental issues.



### *In Kramatorsk work:*

- 5 multidisciplinary city's hospitals which provide 1270 beds for inpatient treatment;
- 2 city's dental polyclinics;
- 2 centers of primary health care;
- 4 dispensaries;
- 2 stations: «Blood banks», emergency station;
- Children's Home (administered by the health care system).



The works of improving of emergency medical and measures to improve the expertise of professionals are carried in the city.

During 2016 in city hospital was major repairs of several offices, elevators, roofs, kitchen and bathroom facilities, and a renovated vestibule.

The material and technical base of the medical institution was updated from the city budget, in particular: computers and office equipment, oxygen concentrators and pulse oximeters, defibrillator, surgical pump, holter, ECG devices, including portable ones.



Colleges and professional schools of the city every year produce specialists in engineering, software, applied mechanics, metallurgy, food technology, business economics, accounting and reporting, sewing production, banking, insurance and other popular specialties in the labor market.

In total, 8 colleges and professional schools operate in the city.



№	Name	Number of students	Form of ownership
1.	Machine-building college of Donbass state machine-building academy Kramatorsk city	747/664	State
2.	Kramatorsk College of Donetsk National University of Economics and Trade named M. Tugan-Baranovsky	419/365	State
3.	Kramatorsk Technological College	450/420	State
4.	Kramatorsk Higher Professional School	733	State
5.	State Educational Institution «Interregional Higher Professional Construction School of Kramatorsk»	301	State
6.	State educational institution «Kramatorsk higher professional trade and culinary school»	252	State
7.	State vocational and technical institution «Kramatorsk center of vocational and technical education»	274	State
8.	State educational institution «Kramatorsk higher professional metallurgical school»	433	State



There are three higher educational institutions on the territory of the city, of which highly qualified specialists are produced in the field of engineering, integrated technologies and equipment, economics and management, information technology, jurisprudence, etc.

№	Name	Number of students (including regular education)	Form of ownership
1.	Donbass State Machine- Building Academy	2 256/ 1 470	State
2.	Donbass Institute of Engineering and Management of the Academician Yuriy Bugay International Scientific and Technical University	1 202/608	Private
3.	Donbas National Academy of Civil Engineering and Architecture	570/405	State



Universities, colleges and professional schools	11 (11 569 persons)
General educational institutions	31 (16 583 persons)
Pre-school educational institutions and educational facilities	34 (5 618 persons)
Primary Arts Schools	4 (1 603 persons)

City's industrial enterprises (including enterprises, re-registered from the AOZ) for January-September 2017 realized an industrial output by 15 201.0 mln. UAH, in current prices by 5.3% more than the same period in 2016 and is 65.8% of the planned for the year.

**Private joint-stock company**  
**«Novokramatorsky mashinostroitelny zavod».**  
**The main activity profile is machinery.**

- sales volume (goods, services) – 2 970 674 thousand UAH;
- factual output – 3 111 736 thousand UAH;
- number of employees – 8 922 people.

This factory is one of the largest in Ukraine and in the world among heavy machinery plants. It has more than 80 years of successful work in the markets of rolling, forging and pressing, metallurgical, mining, lifting and transport equipment.



**Public joint-stock company**  
**«Energomashpetsstal».**  
**Production of iron, steel and ferroalloys.**

- sales volume (goods, services) – 906 623,9 thousand UAH;
- factual output – 1 030 384,0 thousand UAH;
- number of employees – 1 495 people.

It is the largest Ukrainian manufacturer of special cast and forged products of individual and small-scale production for metallurgy, shipbuilding, power engineering and machinery.



**Private joint-stock company**  
**«Kramatorskiy zavod tyazhelogo stankostroyeniya»**

For more than 75 years, it has been producing heavy lathe and unique machines operating in 50 countries.

Today enterprise is one of the leaders of the machine-tool industry of Ukraine, successfully creating modern machines for work in various spheres of production, both for Ukrainian customers and for consumers of products from other countries.

One of the first in Ukraine has mastered the production and release of parts for power station (towers for wind turbines).



**Limited liability company**  
**«Fuhrlaender Wind Technology»**

For today, 76 wind turbines WTU2.5 with a capacity of 2.5 MWt, 22 wind turbines with a capacity of 2.05 MWt and the first wind turbine WTU3.2 with a capacity of 3.2 MWt produced by LLC "FWT" are operation in Ukraine.

Producing areas is 4 942.3 m<sup>2</sup>.

Number of company personnel is more than 150 employees.







*Kramatorsk City Council History  
Museum*



*Regional landscape park  
"Kramatorskiy"*



*Kramatorsk City Council Art Museum*



*Parks*



*Rivers and dam levels*



*Hotel business*



*Cretaceous mountain*





*In recent years, the number of places for rest and recreation has significantly increased in Kramatorsk:*

- 4 culture houses for 1786 places;
- 15 libraries, 797644 copies;
- 2 museums, 25028 exhibits;
- 1 cinema;
- 15 parks and squares.



*Maxim Gorky Central Library's*



*Multi complex «Rodina»*



*L.F. Bikov City's culture Palace*



*NKMZ Culture and Technique Palace*



*Bernatsky city's garden*



*A.S. Pushkin city's garden*



*City's pool in NKMZ Culture and Technique Palace*



*Football fields*

As at 01.01.2018 more than 503 public organizations in total were registered in the city.

Public organizations are diverse by activity: trade-union organizations, organizations of national and friendly relations, youth organizations, children's and women's associations, veterans' and people with disabilities associations, professional organizations, associations for nature conservation, recreation and sports associations, scientific-technical societies, educational, cultural-educational associations, volunteer, human rights and other organizations.

The most influential among civil society institutions are the following: NGO «Foundation for community development», NGO «Entrepreneurs Club of Kramatorsk», NGO «Women's Association PANI», Disabled People's public association «Forum», volunteer organization «Kramators'ky bdzhilky», youth platform «Vil'na Hata», NGO «Social movement RAZOM», City NGO «Ukrainsky soyuz veteraniv Afhanistanu» and other.





*Project of water-sport complex  
H2O*



*Reconstruction of a sports-health complex  
with construction of sports facilities with  
artificial ice*



*Major renovation of Kramatorsk Ukrainian  
gymnasy with landscaping of the adjacent  
territory*



*Reconstruction project City's Culture  
house «Budivel'nyk»*





*Creation of housing conditions for IDPs and local residents were affected by conflict under a program  
«Policy support of Regional Development of Ukraine»*



*Reconstruction of Myra Square*



In order to attract additional investments in infrastructure, the city annually takes part in investment programs financed from the budgets of all levels and international organizations and funds.

The city government is ready cooperate with domestic and foreign investors, and constantly implements measures to improve the investment climate in the city.

In 2017, the following projects were launched:

- improvement of passenger's conveyance by electric transport on the territory of Kramatorsk city by purchasing trolleybuses. In the current year it is planned to purchase 7 trolleybuses for 30,8 mln. UAH;
- development Center for providing administrative services in Kramatorsk city by facilities and purchase of equipment. Financing for the project is designed for two years, it is planned to purchase equipment worth 1,2 mln. UAH.

Priority areas for investment in the city:

- energy efficiency and energy saving;
- development of the processing industry;
- increase in the export component;
- infrastructure development;
- promotion of investment and innovation activities;
- improvement of medical services;
- development of cooperation between civil society associations and local government.



In the current year, from the Fund for Environmental Protection and the local budget, the work continues within the framework of the projects: «Greening of city, namely the reconstruction of Park of Culture and Rest named Pushkin in Kramatorsk» and «Greening of city, namely the reconstruction of Park of Culture and Rest named «Bernatsky city's garden». During the first half of these projects is mastered 14,4 mln. UAH.

Donors and partners of the city:

- The European Union (EU);
- United States Agency for International Development (USAID);
- United Nations Development Program (UNDP);
- UN Women;
- International Organization for Migration (IOM);
- International charitable organization «Caritas»;
- United Nations International Children's Emergency Fund (UNICEF);
- Luxembourg Red Cross and others.



Міжнародна організація з міграції (МОМ)  
Агентство ООН з питань міграції

In present time, in the framework of the program «Safe City» that was initiated by City Mayor Andrey Pankov and with the support of the UNDP for safety of schoolchildren and children in kindergartens, schools No. 4, 5, 11, 17, 25, 35 and children's educational institution No. 53 video surveillance systems had been installed.



єднаймося заради дітей



КАПІТАС УКРАЇНИ  
CARITAS UKRAINE



# *Investment overview «Kramatorsk 2018» was developed by Executive Committee Kramatorsk City Council*

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