Ukraine: further Community macro-financial assistance

1995/0118(CNS) - 23/10/1995 - Final act

- OBJECTIVE: to grant further aid to the Ukraine amounting to ECU 200 m in the form of a long-term loan (for a period of 10 years). - COMMUNITY MEASURE: Council Decision 95/442/EC granting further macro-financial assistance to the Ukraine. - SUBSTANCE: By the present decision, the European Community grants further macro-financial assistance of ECU 200 m to the Ukraine in the form of a long-term loan for a period not exceeding 10 years, in order to ensure the viability of that country's balance of payments, to strengthen its reserves and to promote the implementation of structural reforms which have been introduced by the Ukraine. The Commission will be responsible for finding the necessary resources on the financial markets and for managing the loan in conjunction with the Committee on Monetary Affairs, this to be done in a manner which is compatible with all agreements concluded between the IMF and the Ukraine. The Commission will negotiate with the Ukranian authorities the economic policy conditions associated with the loan and will verify periodically that this policy complies with all IMF-Ukraine agreements. The loan will be made available to the Ukraine in two instalments. The first, amounting to ECU 100 m, will be paid out at the earliest three months after the release of the first loan of ECU 85 m, which was granted by the Community on 22.12.1994 by Decision 94/940/EC, and on the condition that all the criteria associated with the granting of the present loan are respected. The second instalment will be provided at the earliest three months before the payment of the first and after it has been established that the IMF-Ukraine confirmation agreement is being applied in a satisfactory manner. The Commission will provide Parliament and the Council at least once a year with a report assessing the implementation of this decision.