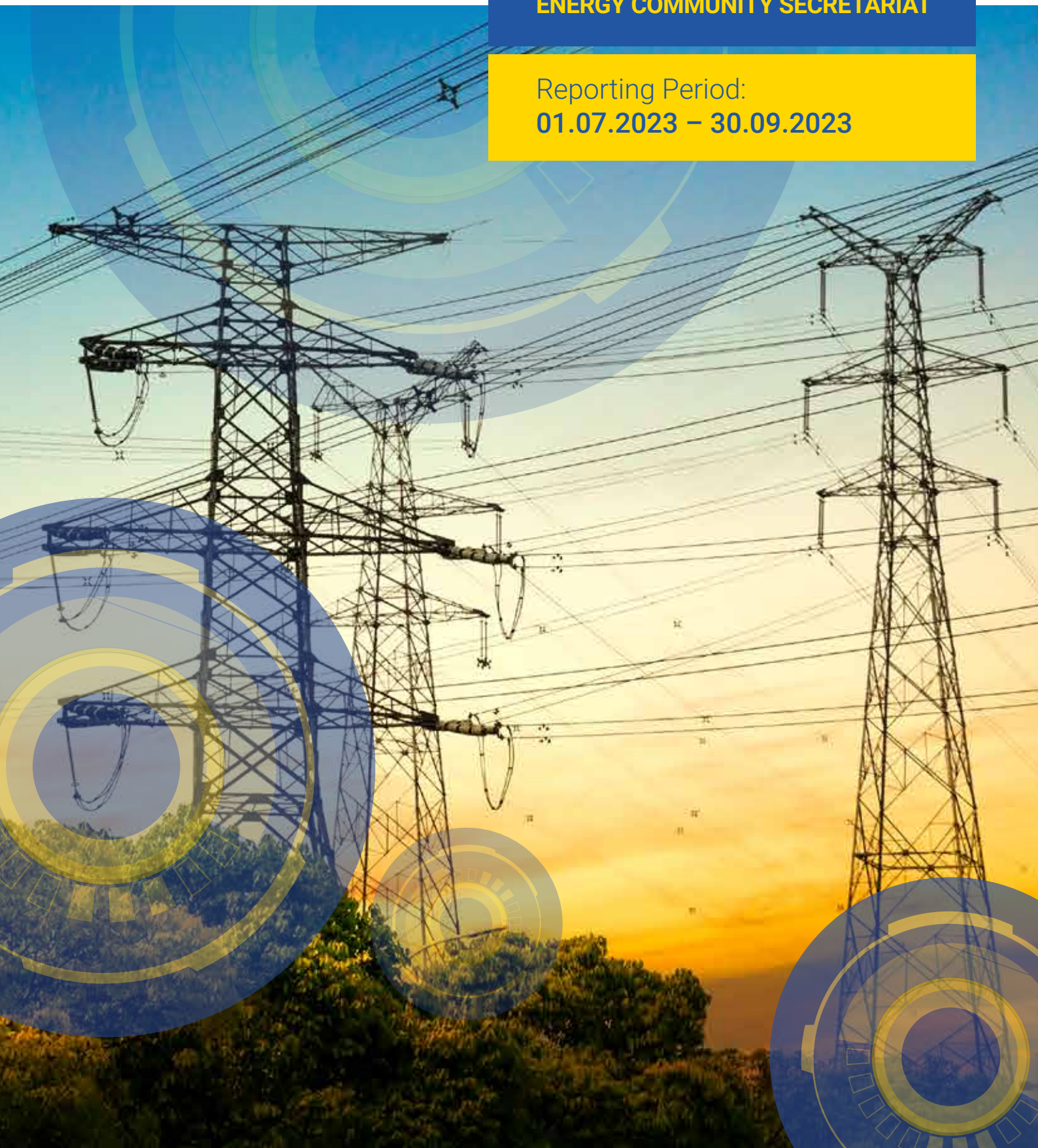




Ukraine Energy Support Fund

ENERGY COMMUNITY SECRETARIAT

Reporting Period:
01.07.2023 – 30.09.2023



00

Executive Summary

In the third quarter of 2023 (the Reporting Period), contributions amounting to a total of EUR 25,937,117 have been transferred by two donors to the Special Purpose Account, adding up to a total of EUR 191,829,929 (or EUR 193,468,565 including accrued interest) by altogether 15 donors since the establishment of the Ukraine Energy Support Fund in 2022. Further EUR 23 million are pledged to the Secretariat by another donor.

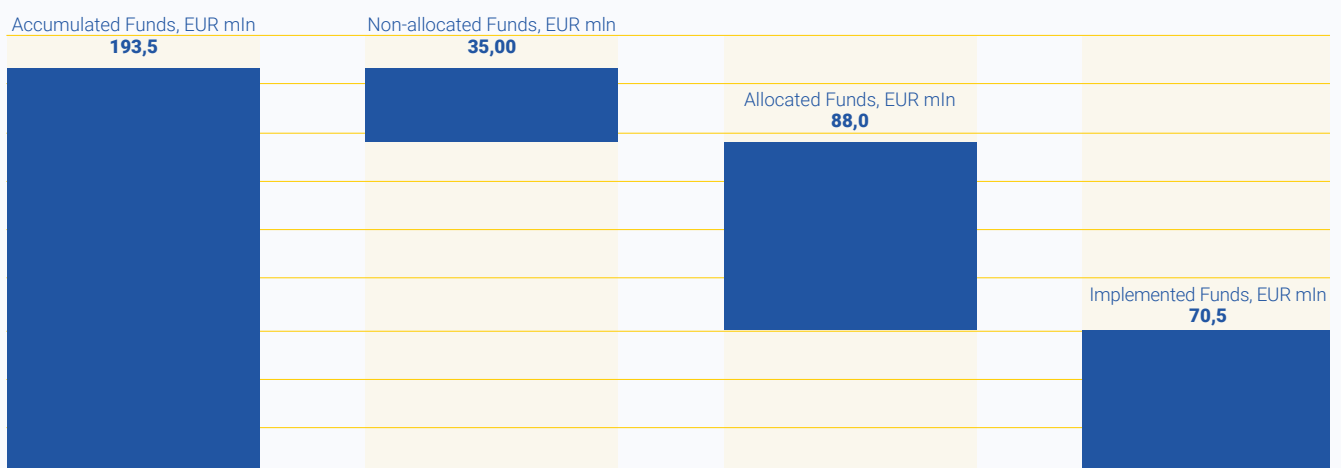
At the end of the Reporting Period (30 September 2023), the large majority of funds credited to the Special Purpose Account have been implemented or allocated to finance items requested by Ukrainian Counterparties. The majority of beneficiaries are active in electricity distribution and combined heat and power generation (in terms of numbers) while the category of items

most requested are transformers (in terms of their value). The remaining funds are either reserves to cover expected discrepancies between the estimated price and the actual price established through procurement or have been earmarked by donors and not yet been matched by approved Support Requests by Ukrainian Counterparties.

In the Reporting Period, procurement resulted in the conclusion of 53 Purchase Agreements with a value of EUR 37.8 million. At the end of the third quarter, in total EUR 26.3 million have already been disbursed and further EUR 44.1 million committed to be disbursed under signed Purchase Agreements. In case of 31 Purchase Agreements, items procured were delivered to the respective Ukrainian Counterparty during the Reporting Period.

FIGURE 1

Implementation Fund as of September 30, 2023, EUR mln



Artur Lorkowski
Director

Dirk Buschle
Deputy Director

Table of Contents



00 Executive Summary	02
01 Introduction	04
02 Status of Contributions	05
03 Status of Implementation	07

01 Introduction

This third quarterly report of 2023 covers the operational activities and financial affairs of the Fund for the third quarter of 2023 (the Reporting Period).

The Fund was established in April 2022 with the agreement of the European Commission and the Ministry of Energy of Ukraine to counteract the impact of Russian attacks on critical energy infrastructure. The Fund allows governments, international financial institutions, international organizations, and corporate donors to provide financial support to repair the damage and keep the Ukrainian energy sector functioning.

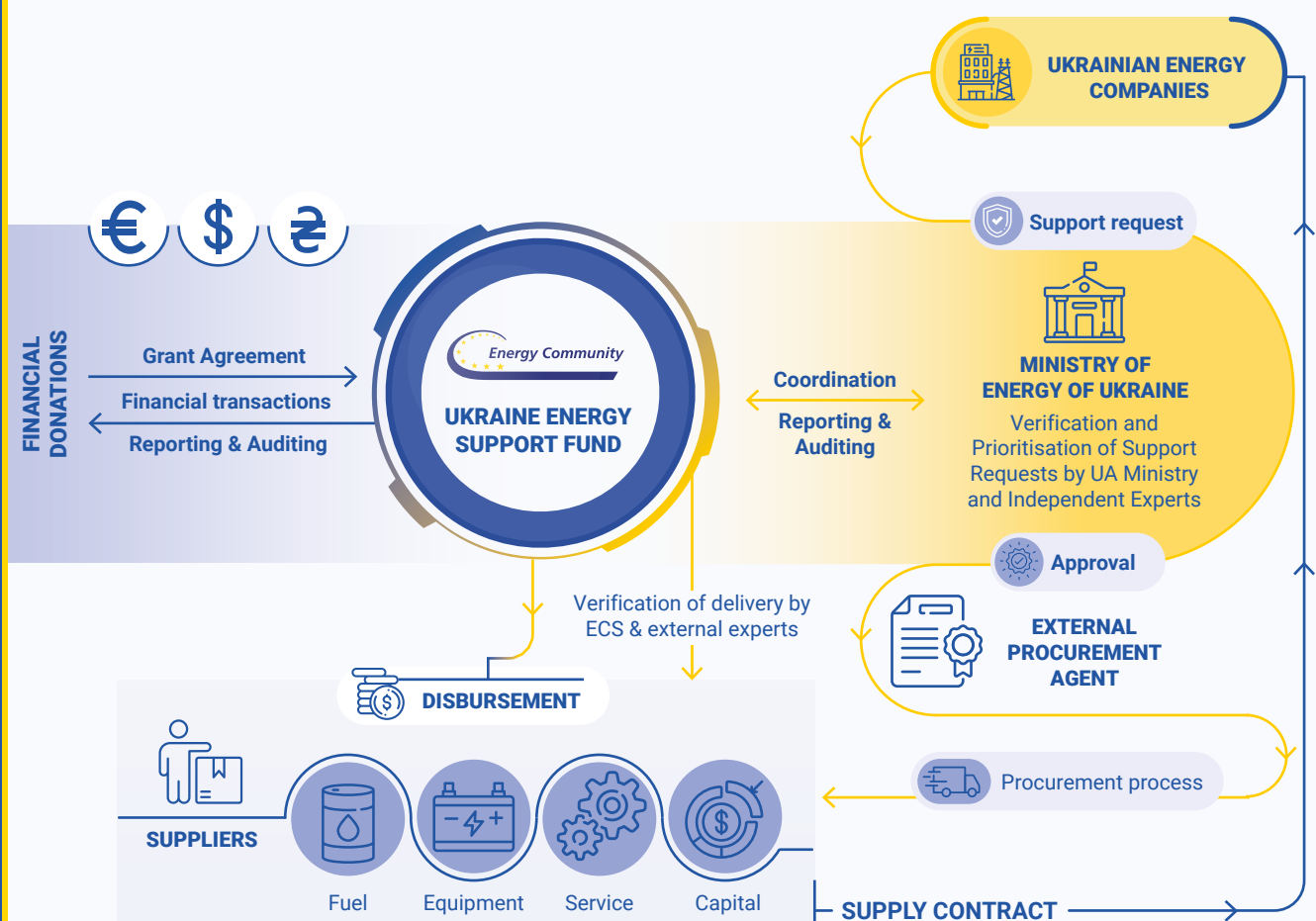
Contributions to the Fund are used to finance the most urgent needs of Ukrainian energy companies such as equipment, spare

parts and other technical items, as well as fuels and services needed to repair infrastructure and maintain energy and heat supply in Ukraine.

The Fund is managed by the Energy Community Secretariat, the independent executive institution of the Energy Community based in Vienna, Austria.

The following diagram depicts the general structure of the Fund.

FIGURE 2
Process flows of the Ukraine Energy Support Fund



Status of Contributions

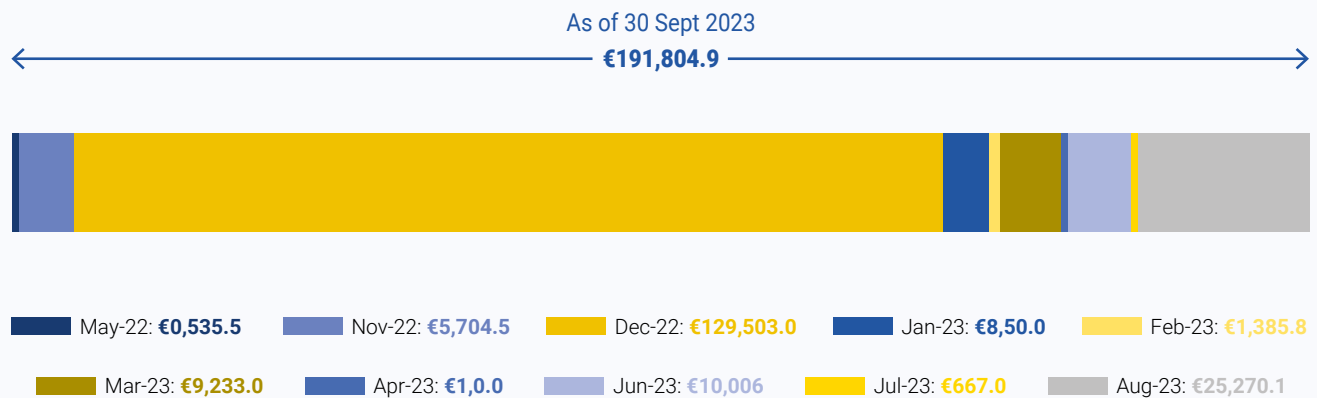


During the Reporting Period, grants amounting to a total of EUR 25,937,117 have been transferred by two donors (Ministry of Foreign Affairs of Iceland; Sweden) to the Special Purpose

Account, adding up to a total of EUR 191,829,928.77 by altogether 15 donors since the establishment of the Fund in 2022.

FIGURE 3

Accumulation of Grants since the establishment of the Fund, EUR mln



An additional commitment of USD 25 million (equivalent to approx. EUR 23 million) to the Fund has been made by the United States (through USAID, U.S. Agency for International Development).

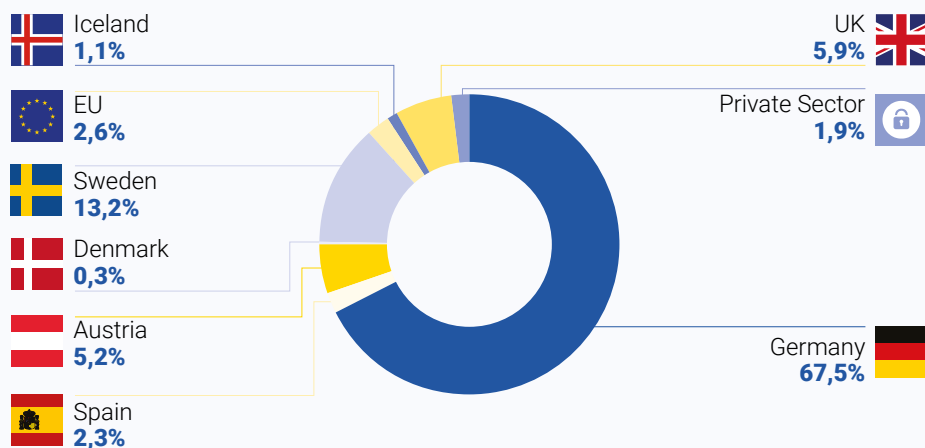
TABLE 1

Overview of pledges and contributions to the Fund as of 30.09.2023, in EUR

Donor	Pledged	Credited to Fund Account
Public sector:	211,191,928	188,191,928
Germany (through FFO and KfW)	129,500,000	129,500,000
Sweden (through Sida)	25,270,074	25,270,074
USA (through USAID)	23,000,000	-
United Kingdom (through FCDO)	11,327,519	11,327,519
Austria (through BMK)	10,000,000	10,000,00
European Union (through European Commission)	5,000,000	5,000,000
Spain (through Ministry of Environment and Parliament of Rioja)	4,500,000	4,500,000
Iceland (through Ministry for Foreign Affairs)	2,052,842	2,052,842
Denmark (through Danish Energy Agency)	535,494	535,494
Private sector:	7,138,000	3,638,000
Energy Regulators Regional Association (ERRA)	25,000	25,000
REKK Limited Liability Company	3,000	3,000
LeasePlan Corporation N.V.	50,000	50,000
Windpark Krammer B.V.	60,000	60,000
[Confidential: private company]	7,000,000	3,500,000
TOTAL	218,329,929	191,829,929

FIGURE 4

Share of contribution by donor in total contributions credited to the Fund, in %



Status of Implementation

At the end of the Reporting Period (30 September 2023), the large majority funds credited to the Special Purpose Account have been committed to finance items requested by Ukrainian Counterparties (82% effectively allocated to items requested).

In terms of numbers, the majority of Ukrainian Counterparties requesting support through the Fund are active in electricity

distribution (33.3%) and combined heat and power generation (33.3%), followed by gas distribution (19%). In terms of value of the items requested, companies active in combined heat and power generation and electricity distribution are supported predominantly (33.5% and 33.3% respectively).

FIGURE 5

Activity of Ukrainian Counterparties supported through the Fund, in % on the basis of their number

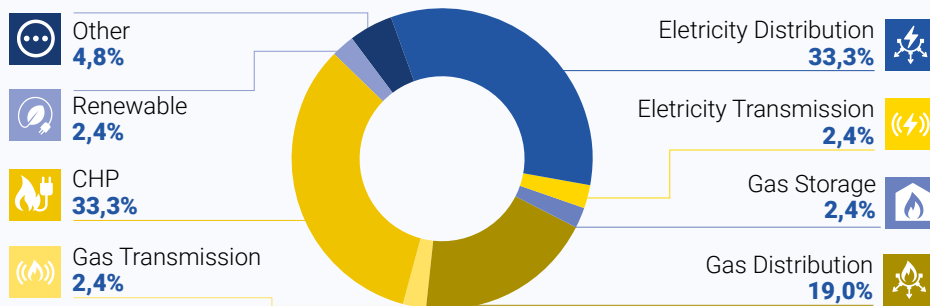
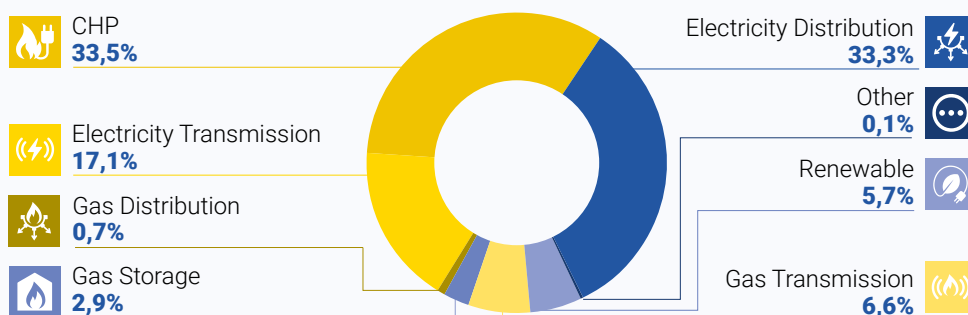


FIGURE 6

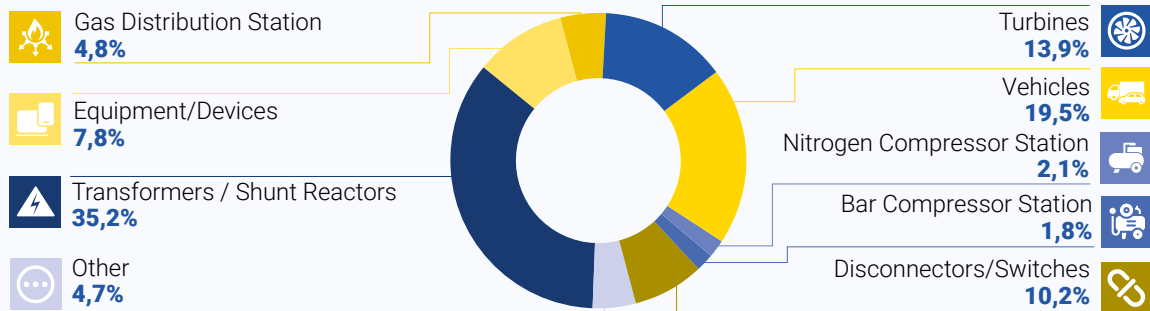
Activity of Ukrainian Counterparties supported through the Fund, in % on the basis of the value of the items requested



Among the categories of items requested by these companies, in terms of value, 35.2% account for transformers, followed by special purpose vehicles (19.5%) and steam turbines (13.9%).

FIGURE 7

Categories of items supported through the Fund, in % on the basis of value



In the Reporting Period, procurement resulted in the conclusion of 53 Purchase Agreements. The total value of items contracted during the Reporting Period amounts to EUR 37.8 million. At the end of the third quarter, in total EUR 26.3 million have already been disbursed and a further EUR 44.1 million is committed to be disbursed under signed Purchase Agreements.

The Ukrainian Counterparties benefitting from Purchase Agreements concluded in the framework of the implementation

of the Fund are mostly active in electricity distribution (37.8%), combined heat and power generation (24.3%) and gas distribution (21.6%), in terms of numbers of companies. Taking into account the value of the items requested, the companies benefitting most are active in electricity distribution (31.7%), electricity transmission (18.7%), and gas transmission (14.9%).

FIGURE 8

Activity of Ukrainian Counterparties benefitting from concluded Purchase Agreements, in % on the basis of their number

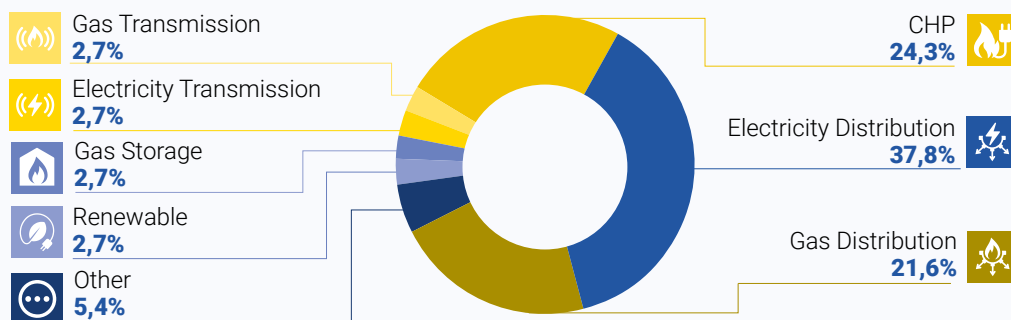
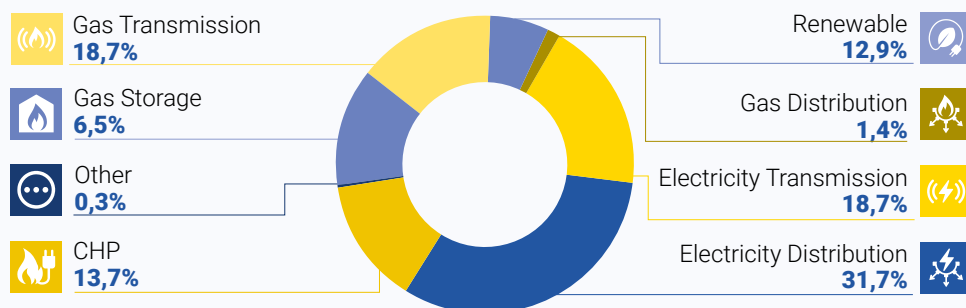


FIGURE 9

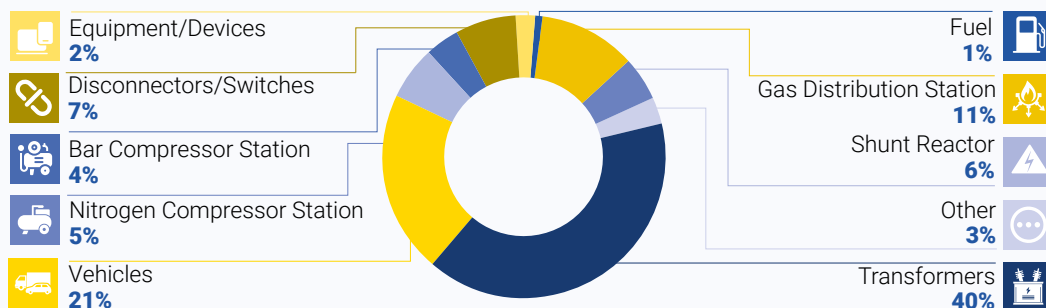
Activity of Ukrainian Counterparties benefitting from concluded Purchase Agreements, in % on the basis of the value of the items requested



The Purchase Agreements concluded in the framework of the implementation of the Fund concerned mostly transformers (40%), special purpose vehicles (21%) and gas distribution station (11%).

FIGURE 10

Categories of items contracted under the Fund, in % on the basis of value



In the Reporting Period, items subject to 31 Purchase Agreements have already been delivered to Ukrainian Counterparties, who have formally accepted the items, as evidenced by their signed acts of acceptance.





UKRAINE ENERGY SUPPORT FUND

Energy Community Secretariat

Am Hof 4, 1010 Vienna, Austria



+ 431 535 2222



UkraineSupportFund@energy-community.org



www.energy-community.org



https://twitter.com/ener_community



<https://www.linkedin.com/company/energy-community>

