

European Commission and EIB Group sign €2 billion guarantee under Ukraine Facility

March 6, 2025



Today, the European Investment Bank (EIB) Group and the European Commission signed a guarantee agreement that will allow the EIB to invest at least €2 billion in urgent recovery and reconstruction efforts in Ukraine. Aligned with the Ukrainian government's needs and priorities, this funding is part of the European Union's €50 billion Ukraine Facility for the period 2024-2027.

The signing ceremony took place at the EIB Group Forum, which takes place in Luxembourg from 5 to 6 March.

The funds will support public sector operations across key sectors. Investments will focus on strengthening Ukraine's energy networks, including energy grids, expanding hydropower and renewable energy production, and

improving energy efficiency. They will also go toward modernising railways, improving urban public transport, and upgrading transport connectivity, including EU-Ukraine Solidarity Lanes and border crossing points along key export routes. In addition, the financing will help to restore municipal infrastructure, such as water and heating systems, public lighting, schools, hospitals and higher education institutions. The first projects under this Ukraine Facility guarantee were announced during EIB President Nadia Calviño's recent visit to Kyiv on 10 February.

To further support the implementation of EIB investments under the Ukraine Facility, the EIB and the government of Ukraine have also signed an agreement to deploy a team of advisory experts on the ground in Kyiv. This initiative is being delivered by EIB advisory through a €20 million JASPERS advisory package for Ukraine, jointly financed by the European Commission and the EIB's EU for Ukraine advisory programme in 2024.

"This guarantee agreement with the EIB underscores the European Union's important role in supporting Ukraine as it faces the fourth year of Russia's brutal war of aggression," European Commissioner for Enlargement Marta Kos said. *"This new guarantee will help Ukrainians rebuild their country."*

The Ukraine Facility is the European Union's financial assistance programme for Ukraine. During the 2024-2027 period, €50 billion will be allocated by the European Union to finance the state budget, stimulate investment, and provide technical support in the implementation of the programme.