



INVESTMENT PASSPORT OF BUCHACH DISTRICT, TERNOPIL REGION



2015

WELCOMING ADDRESS

The investment passport of Buchach district was created by the Department of Economic Development of Buchach District State Administration. It contains essential, up-to-date and exhaustive information about the district's competitive advantages, investment opportunities for development and realisation of investment potential.

We hope that the publication will be not only the information source for business, but it will also improve the investment attractiveness of the district, become an effective tool for establishment of business contacts with the potential investors, promote positive decision-making on investments in the Buchach district.

*Buchach District
State Administration*

COMPETITIVE ADVANTAGES OF THE DISTRICT

- **Forest resources** are sufficient for development of woodworking, pulp-and-paper and furniture industries, procurement and processing of wild berries, mushrooms, medicinal plants, and also for the development of tourist and recreational branch.
- **Mineral products deposits** that can be used in energy supply and construction industry.
- **Water resources of the district** are sufficient for maintaining functioning and development of industry, agriculture, housing and communal services, industrial fish-breeding, tourist-recreational needs and power generation.
- **Powerful sources of raw materials.**
- **Availability of experienced workforce.**
- **Correlation of qualified local workforce and wage size, favourable for investors.**

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1.1. NATURAL, GEOGRAPHICAL AND CLIMATIC CONDITIONS



Mineral resources: limestones (more than 100 deposits), sandstones, travertines. The largest rivers are Dniester, with its tributaries Barysh and Strypa. ashed and dark gray-ashed soils prevail here.

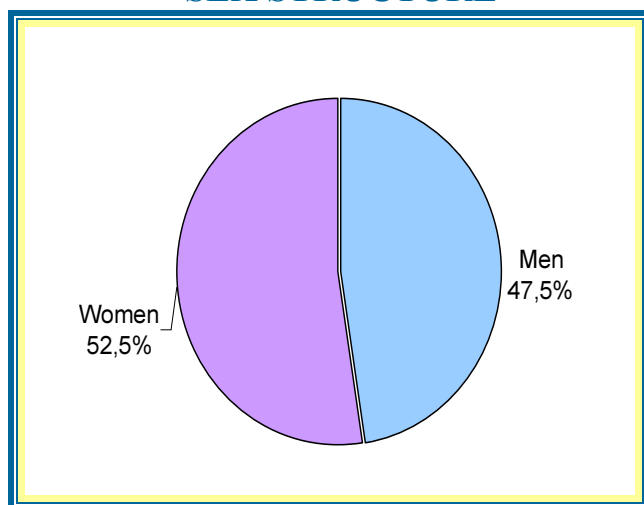
1.2. DEMOGRAPHY AND HUMAN RESOURCES

POPULATION – 64,114 people (as of January 1, 2015).

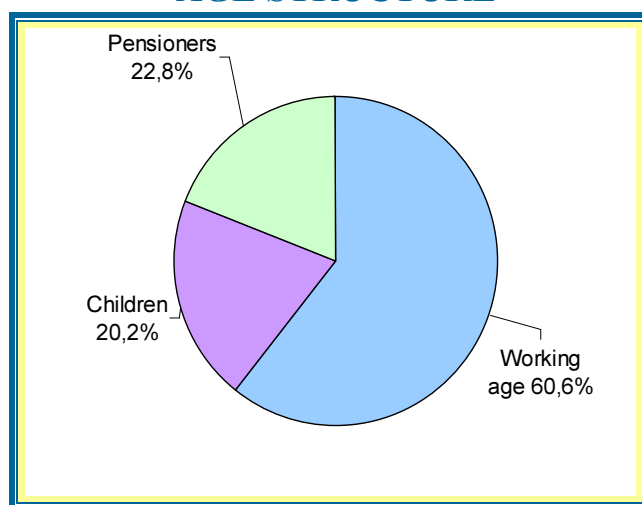
URBAN POPULATION – 23.4%;

RURAL POPULATION – 76.5%.

SEX STRUCTURE



AGE STRUCTURE



WORKING AGE POPULATION – 38,857 people (60.6%).

LEVEL OF RECORDED UNEMPLOYMENT (as of January 1, 2015):

728 people (1.9 % to the working age population).

AVERAGE WAGE (in 2014) – 2,236 UAH.

1.3. RAW MATERIALS RESOURCES

Land fund of the Buchach district:	80.2 (thousand ha)
- lands of agricultural enterprises	28.9
- lands of citizens' ownership and use	28.4
- lands of establishments, institutions and organisations	0.23
- lands of industrial and other enterprises	0.2
- lands, of transport, communication enterprises and organisations	1.1
- lands of forestry enterprises	11.1
- reserve lands and other lands out of property and permanent use	10.3

1.4. MAJOR INDICATORS OF ECONOMIC AND SOCIAL DEVELOPMENT

Major indicators of economical and social development			
Indicator	Units of measurement	2013	2014
1	2	3	4
Volume of sold industrial output	thousand UAH	182479.4	136207.4
Volume of livestock production	thousand UAH	323200.0	183021.4
Volume of crop production	thousand UAH	165800.0	364530.3
Volume of direct foreign investments	thousand USD	1.4	0.9
Volume of capital investments	thousand UAH	123.7	78.0
Volume of completed construction works	thousand UAH	6820.0	7751.0
Volume of export	thousand USD	5.5	2.0
Volume of import	thousand USD	5.3	3.0
Volume of retail turnover	thousand UAH	97.4	124.0
Volume of service sales	thousand UAH	21.7	14.5
Volume of average monthly wage	UAH	2196.0	2236.0
Amount of administrative services provided by the Centre of administrative services	Units	137	915

1.5. ECONOMIC POTENTIAL

Priority branches of economy:

- production of food products and beverages;
- metallurgy;
- mechanical engineering.

8 basic industrial enterprises, 139 enterprises-legal entities, and 1,655 individual entrepreneurs function in Buchach district. Also, there are 5 banking establishments, 1 credit union and 3 insurance companies working here.

The most well-known district enterprises

Name of the enterprise	Volume of sold output in 2014, th. UAH
Buchachahrokhlibprom LLC	6611.3
Buchackhlibprom LLC	6785.4
Buchach Cheese LLC	22891.1
Halitsiya Distillery PJSC	76800.4
Zahotivelnky-2009 PE	14197.8
Buchach Sugar Factory LLC	2451.7
Iskra Cooperative	928.7
Communal Enterprise Plant	5541.0

In 2014 foreign trade accounted to 3.6 million USD.

Export – 1.6 million USD.

Import – 2.0 million USD.

The main export partners: Austria, Poland, Romania, Slovakia, Turkey, China, Latvia, Moldova.

The main import partners: Great Britain, Spain, Italy, Lithuania, Moldova, Netherlands, Germany, Poland, USA, France, Czech Republic, Slovakia, Hungary.

Exported goods:

- products of vegetable origin;
- ready-made food;
- wood and woodwork.

Imported goods:

- products of vegetable origin;
- products of animal origin;
- livestock;
- ready-made food;
- products of stone, gypsum and cement;
- machinery, equipment and mechanisms;
- vehicles and road equipment.

Products manufactured in the city: butter, hard cheese, sour milk products, cognac, bakery products, flour, cereals, concrete mixers, iron casting.

LARGE-SCALE ENTERPRISES, LOCATED IN THE CITY

Name	Contact information	Kind of activity
Buchach Sugar Factory LLC	3, Tychyny Str., Buchach, Ukraine buchcukr@bu.te.ua	Sugar production
Buchach Cheese LLC	176, Halytska Str., Buchach, Ukraine buchach-cheese@meta.ua	Dairy food production
Halitsiya Distillery PJSC	8A, Baryska Str., Buchach, Ukraine gd.office@mail.ru	Cognac production
Buchackhlibprom LLC	185, Halytska Str., Buchach, Ukraine buchachxlib@mail.ru	Bakery productions
Buchachahrokhlibprom LLC	136, Halytska Str., Buchach, Ukraine buch-khp@list.ru	Grain processing
Astron CJSC	5, Shukhevych Str., Buchach, Ukraine actron@reyestr.com.ua	Foundry production
Iskra Cooperative	175, Halytska Str., Buchach, Ukraine info@iskra.te.ua	Foundry production

INVESTMENT ACTIVITY

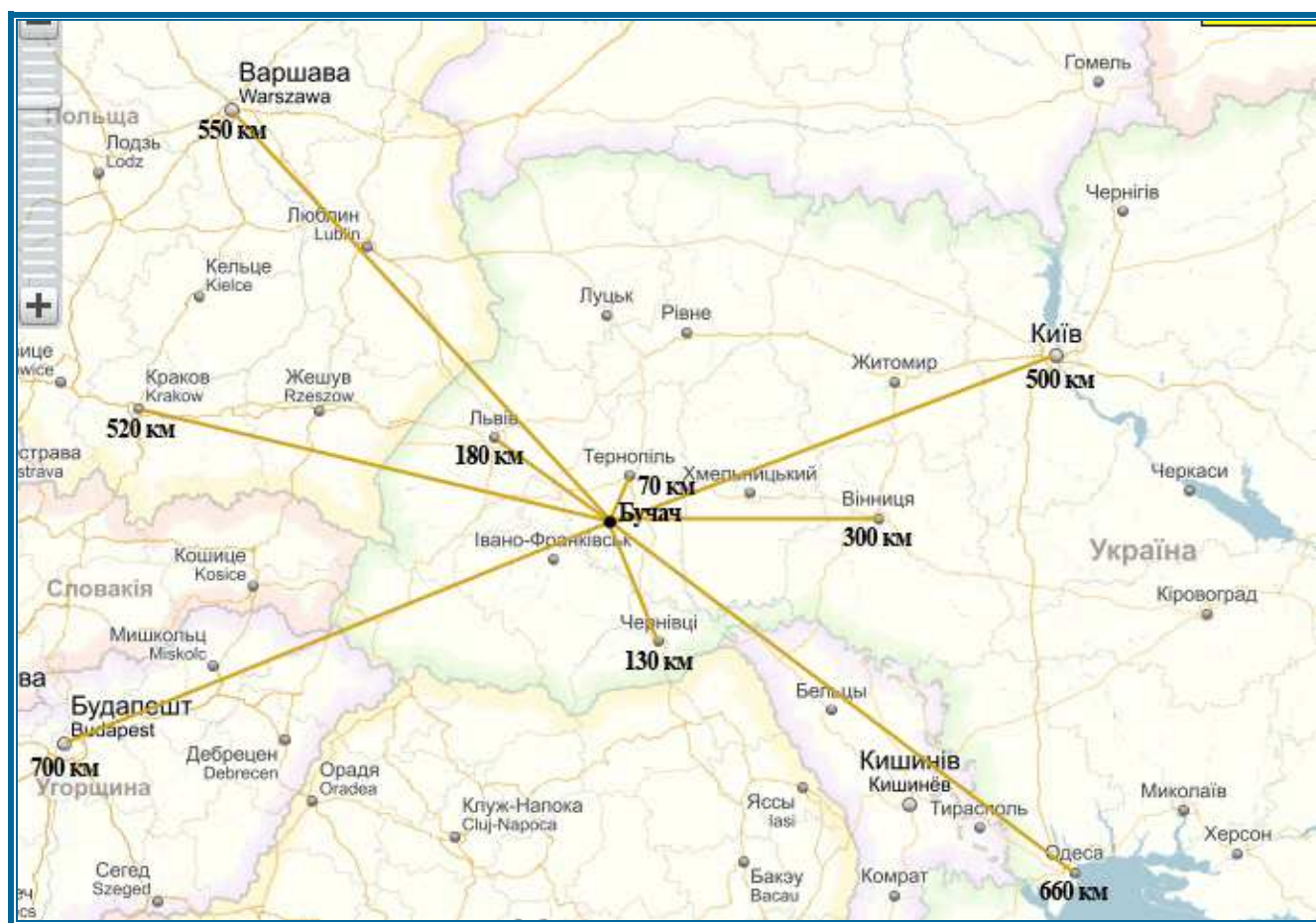
As of December 31, 2014, 790 million USD of direct investments (capital stock) were deposited into Buchach district economy, taking 1.4% of total volume of investments in Ternopil region.

Investments came from 3 countries:

- Great Britain – 5944.0 thousand USD;
- Germany – 160.0 thousand USD;
- USA – 66.0 thousand USD.

1.6. TRANSPORT INFRASTRUCTURE

Owing to its advantageous geographical position, extensive motor- and railway network, Buchach district is considered to be a transport junction.



MAJOR MOTORWAYS

H 18 (Ivano-frankivsk-Ternopil), T 2001 (Buchach-Skala-Podilska), T 2006 (Buchach-Zarvanytsya-Horodyshe) highways go across Buchach District. In a 36-km distance from the city in Chortkiv direction passes E 85 (Kovel-Chernivtsi) European highway.

The city itself is located in the distance of:

- 69 km – from Ternopil;
- 488 km – from Kyiv;
- 711 km – from Odessa;

- 334 km – from Chop;
- 162 km – from Lviv;
- 538 km – from Warsaw.

RAILWAY CONECTION

There is a freight railway station, which connects Buchach with the nearest railway junctions in Ternopil and Chortkiv.

BUS STATION AND PASSENGER TRAFFIC

There is a bus terminal that conducts intercity and interregional passenger transportations of the region to Ternopil, Lviv, Ivano-Frankivsk, Chernivtsi, Khmelnytsky, Kamyanets-Podilsky. Transit trips are carried out to Warsaw, Kyiv, Rivne, Vinnytsya, Yaremche, Truskavets and others.

AIRPORT

At the distance of 69 kilometres from Buchach, Ternopil 2-B class active international airport is located. The distance to Lviv international airport makes up 162 kilometres.

1.7.Education

According to the number of pupils and their needs, 60 schools with 499 forms and 7,413 pupils function in the district. The system of educational institutions thoroughly satisfies the educational demands.

The following institutions work in the district:

- V. Hnatyuk Buchach Gymnasium;
- Buchach Lyceum;
- St. Josaphat Buchach College;
- Comprehensive secondary schools – 18;
- Secondary base schools – 23;
- Primary secondary schools – 16.

The pre-school education of the district is represented by 55 pre-school institutions (out of 61 settlements) with 96 groups and 1,978 children.

Leading institutions

Name of the institution	Faculties, departments	Specializations	Graduates
Buchach Institute of Management and Audit	Economy and entrepreneurship	Accounting and Audit	113
	Management and Administration	Business management and administration	97
Buchach college PDATU	Veterinary-tehnological	-	106
	Economic-technological	-	55
Vocational school–26	Working professions	Blacksmith, maison, plasterer, hairdresser, electrician, cook, tractor driver etc.	187

1.8. SOCIO-CULTURAL SPHERE

THE LIST OF MAJOR MEDICAL INSTITUTIONS

As of the beginning of 2015, there are two departments (general and therapeutic ones) of the district hospital (Heneral Shukhevych Str.), district (Shkilna Str.) and stomatological polyclinics (Shevchenko Str.) in the city; and Zolotyy Potik District Communal hospital.

Healthcare network also includes individual entrepreneurs, which provide diagnostic, therapeutic and prophylactic services.

CULTURE, SPORTS AND TOURISM

There function cinema, cultural house, arts and music schools, libraries, stadium of a Kolos football club, and a large open-air pool in the district. There are 3 parks, Art-dvir arts space and the museum of local history in the city.

MUSEUMS AND HISTORICAL LANDMARKS

Buchach owes significant cultural heritage that includes the following landmarks:

- Fortress (the end of XIV – beginning of XVII centuries);
- Church in Monastyrk tract (of XVI-XVII centuries);
- St. Mykolay Church (1610) with a bell tower (of XIX century);
- Complex of Buchach Monastery with the Church of Exaltation of the Holy Cross (1753–1770) with bell tower (1853);
- Buchach City Hall (1750–1751);
- Assumption Catholic Church (1763) and St. Mary's Church (1764), where works of Pinsel are kept;
- Church of St. Archangel Michael (Vyshenka) (1910);
- Buchach Gymnasium (1890);
- Cultural House (1905);
- Memorial of the landscape art – remains of the park (the end of XVIII – beginning of XIX centuries)

HOTELS

Mandru Hotel and Restaurant Complex (112, Ternopil'ska Str., Buchach, Ukraine)	http://mandru.io.ua/
Buchach Hotel and Restaurant Complex (1, Shukhevych Str., Buchach, Ukraine)	http://buchach.com.ua
Alliance Motel (51, Ternopil'ska Str., Pidzamochok, Buchach district, Ukraine)	+38 096 274-37-95

1.9. SUCCESS STORIES

Name and nature of the project	Initiator of the project	Initiator's description
Building of the dairy complexes in the settlements of the district	Buchachahrokhlibprom, Buchach, Ukraine	Buchachahrokhlibprom LLC deals with building and reconstruction of the livestock complexes for manufacturing of high-quality dairy and meat products on modern equipment.
Production and sales of high-quality standard domestic and imported seeds for Ukrainian, Russian and Moldovan regions on the basis of Buchachahrokhlibprom	Buchachahrokhlibprom, Buchach, Ukraine	Buchachahrokhlibprom deals with the activity ensuring a combination of new agro-industrial technologies, modern management with life experience and wisdom of farmers, respect for the soil and labour force.
Fruit and berries farming on the basis of Gadz farming enterprise	Gadz farming enterprise, Buchach, Ukraine	Gadz farming enterprise was created in 2011. Between 2012-2013 nearly 450 ha were planted with gardens. The extension of the garden territory up to 2.5 th.ha is planned, and also 50 ha of garden have been laid out. The main aim of the enterprise is to provide Ukrainian population with high-quality fruits and berries.
Producing articles by casting furnace technology, production of furnace doors, bars, fire bars and plates. The fulfilment of agricultural manufacturers' orders – burning-out parts for combines, made in Germany, producing of fluid couplings for agricultural machinery and others.	Iskra Cooperative, Buchach, Ukraine	Iskra Cooperative employees, having headed by V.V. Babala for 20 years, have high level of professional training and long years of experience. They successfully implement their knowledge and skills into founding, and numerous awards confirm it. Iskra Cooperative carries on tradition of Buchach casters, who started to work in the end of 18th century, during the railway laying by Austria-Hungarian Empire. Centuries-old founding traditions are perpetuated.
Cognac production of "Greenwich", "Buchach" and "Renuage" trademarks on the basis of Halitsiya Distillery PJSC	Halitsiya Distillery PJSC, Buchach, Ukraine	Halitsiya Distillery PJSC is a dynamic enterprise with more than 250 workers, having its main office in Kyiv. Modern equipment and experienced Cognac masters allows to improve old recipes and get new high-quality products.

PART 2. OFFERS FOR INVESTORS

2.1. PRIORITY SPHERES FOR INVESTMENTS

1. Agro-industrial complex;
2. Technological industrial complex;
3. Production of new kinds of energy using renewable resources;
4. Tourism;
5. Mineral resources development.





2.2. STRATEGIC INVESTMENT PROJECTS





The list of strategic investment projects


No	Name	Initiator	Estimated cost	Payment period	Brief description
1.	Astron CJSC	Buchach District State Administration	200.0 th. USD	5 years	Completion of sewing workshop household building construction, and organization of new kinds of sewing products manufacturing
2.	Ozon LHZ LLC Market	Ozon LHZ LLC Market	80.0 th. USD	1 year	Putting into operation of the market of industrial group goods. Project documentation is developed and the public expertise of the project documentation for industrial goods commerce is passed.
3.	Construction of refrigerators with the regulated gas environment for the storage of 5000 t. of fruits and gardening of fruits and vegetables.	Gadz Farm enterprise	20.0 mln. Euro	3 years	Producing refrigerator for high stock of fruits and vegetables with the further sorting, packing and consumer delivery.
4.	Berizka PJSC, Zolotiy Potik	Buchach District State Administration	2.1 mln. USD	5 years	Completion of sewing workshop construction and production of new kinds of sewing products.

2.3. FREE LAND PLOTS AND REAL ESTATE OBJECTS

Area	Location	Description	Photo
<i>Industrial real estate objects</i>			

4.8 ha	Buchach	Industrial base of Smoloskyp enterprise – 9,700 m ² . Electricity-, water- and gas supply systems, and sewerage are available. Distance to the motorway– 0.3 km; to the railway station – 2 km; to Ternopil – 70 km.	
1.0 ha	Buchach	Mizhraybaza Storehouses in Buchach. The total area of the premises is 4,430 m ² . Electricity-, water supply system and sewerage are available. Distance to the motorway- 0.3 km, railway station – 0.5 km, district centre – 4 km, Ternopil – 70 km.	
0.038 ha	Ripyntsi, Buchach district	Ripyntsi House of culture. The total area of premises – 800.0 m ² . Engineering networks: electricity-, water- and gas supply systems. Distance to the railway station – 14 km; district centre – 8 km; Ternopil – 72 km.	
-	Ripyntsi, Buchach district	Household premises of former Urozhay AE, Ripyntsi village. The total area of premises – 7,800 m ² . Engineering networks: electricity-, water- and gas supply systems. Distance to the railway station – 2 km; district centre – 10 km, Ternopil – 80 km.	

0.1 ha	Yazlovets, Buchach district	Yazlovets House of culture. The total area of premises – 800 m ² . All engineering networks are available. Distance to the railway station – 18 km, to the district centre – 18 km, to Ternopil – 75 km.	
0.2 ha	Buchach	Foundry workshop. The total area of the premises – 1,720 m ² . Electricity-, water- supply systems and sewage are available. Distance to the motorway – 0.05 km, to the railway station – 1 km, to the district centre – 3 km, to Ternopil – 68 km.	
Land plots			
1.2 ha	Pidzamochoch Village Council (on the territory of the settlement), Buchach district	Land plot for agriculture. Distance to the railway station – 7 km; motorway Ivano-Frankivsk – Ternopil – 0,5 km; to the district centre – 67 km.	
2.2 ha	Rusyliv Village Council (on the territory of the settlement), Buchach district	Land plot for stone extracting, attraction of investors for barrow excavation, developing of new progressive work strategies and creating new working places. Distance to the railway station – 28 km; motorway Ivano-Frankivsk – Kamyanets-Podilskyy – 25 km; to the regional centre – 95 km.	

6.5 ha	Perevoloka Village Council, Buchach district	Land plot for stone extracting, attraction of investors for barrow excavation, development of new progressive work strategies and creating new working places.	
1,0	Zaryvyntsi Village Council (on the territory of the settlement), Buchach district	Land plot for stone extracting, attraction of investors for barrow excavation, development of new progressive work strategies and creating new working places.	
3,0	Bobulyntsi Village Council, Buchach district	Land plot for stone extracting, attraction of investors for barrow excavation, development of new progressive work strategies and creating new working places.	
1,0	Osivtsi Village Council (on the territory of the settlement), Buchach district	Land plot for stone extracting, attraction of investors for barrow excavation, development of new progressive work strategies and creating new working places.	

PART 3. CONTACT INFORMATION

BUCHACH DISTRICT STATE ADMINISTRATION

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