

Legal & Regulatory Framework

Knowledge-sharing webinar for the National Bank of Ukraine (NBU) on liquidity management in Polish credit unions and their experiences to date

Business planning tool for credit unions presented to the NBU



Advocacy on behalf of credit unions for **temporary relief from regulatory burdens** in wartime, including:

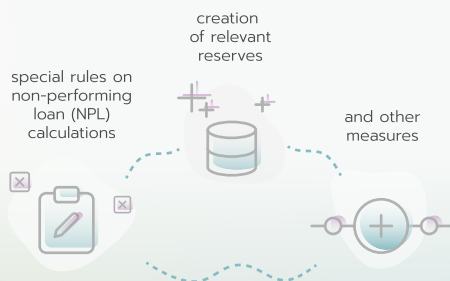
- eliminating excessive reporting
- new management approval procedures

Advocacy for credit union liquidity support

by the NBU in the same manner it is provided to banks in wartime



Expert recommendations for the NBU on measures taken by regulators in different countries affected by natural disasters or war, for consideration by the NBU when adopting the current anti-crisis measures, such as:

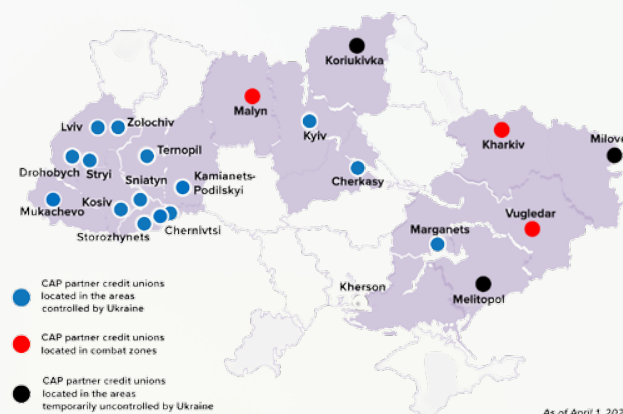


QUARTERLY UPDATE

CREDIT FOR AGRICULTURE PRODUCERS PROJECT IN UKRAINE

On February 24, 2022, Russia launched an unprovoked and unjustified war against Ukraine.

This Quarterly Update provides information on CAP activities conducted prior to and after the war started.



Supporting Industry Associations and United Credit Unions (UCUs)

Business planning tool for credit unions

presented to All-Ukrainian Credit Union Association (AUCUA) members; technical sessions on the tool held for two credit unions

Institutional assessment of both United Credit Unions (UCUs) completed



Liquidity Fund

Partner credit unions' demand **assessment** to resume agrilending in wartime



14 credit unions in areas not directly affected by the war reported the need for an extra **UAH 44 million (USD 1.5 million)** for agrilending



Ukrainian United Credit Union received **UAH 9.2 million (USD 314,500)** and **United Credit Union of UNASCU** received **UAH 3.95 million (USD 135,000)** in early April under the second tranche of the Liquidity Fund to revitalize credit union agrilending in areas not directly affected by the war



In total, since inception of the Liquidity Fund in April 2021, a total of **268 MSME borrowers** obtained loans for **UAH 23.32 million (USD 797,000)** through **14 Target Credit Unions**



Digitalization

Completed **Telemarketing School** for building credit union telemarketing capacities:



Selection process for vendor to create **modern websites** for associations finalized

Safe **data centers** established for UCUs

Members of both Associations can secure their critical data in **cloud storage centers** provided by CAP that are outside of Ukraine, mitigating the risks of irretrievable data loss

Access to dedicated servers

located in the EU countries established for both UCUs, creating remote workstations for UCUs' staff, ensuring continuity of operations and access to their CBS in wartime

AgriLending

Sub-group "Value chain"

4 pilot credit unions selected

Cherkasy Oblast
Lviv Oblast
Dnipropetrovsk Oblast
Kherson Oblast

Experts

hired to perform market and value chain analysis for the selected partners

Wartime Needs

led to the adjustment of the scope of work

Specifics of agrifinancing per type of agriproduction

Communication via e-mail

Quarterly webinars to improve the knowledge of partner credit unions regarding the specifics of various forms of agricultural production replaced with **sharing developed materials via e-mails** in wartime

Shift of focus

Focus of the materials changed – from presentation of the technological specifics in various agricultural sectors to **analysis** of the current situation in the different sectors, along with the war impacts and possible pricing policies for basic goods

Topics

- grains and oilseeds
- dairy farming
- berries and fruits
- vegetables

Cooperation with the **Worldwide Foundation for Credit Unions Task Force** to support agriproducers and help members of associated credit unions by stimulating agriLending in wartime capacities:



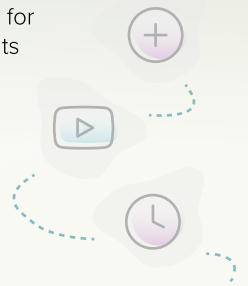
341 loans totaling **UAH 27,732,415 (USD 950,000)** disbursed by partner credit unions this quarter

341 loans disbursed by credit unions this quarter

Total of 15,787 new loans disbursed during the life of CAP Project

Women's Leadership Grouping

Two webinars held for the group participants focusing on ways to deal with women's double burden at work and home, and effective time management techniques



Activities on hold because of the war

Advocacy for adoption of a **new draft law on credit unions**, which needs revisions

Developing a mechanism for the provision of **payment services** by credit unions

Capacity building of two UCUs per the results of institutional assessments performed

Building **on-site cooperation** between credit unions and agriproducers

Support to credit unions in **land purchase** financing, given the land market suspension

Support to credit unions located in combat or occupied zones, including **eastern** credit unions