

UKRAINIAN ECONOMIC CRISIS: WAYS TO OVERCOME. INTERNATIONAL OPINION

At now, during aggressive military policy of the Russian Federation in relation to Ukraine, the economy of our country is crisis. Which reforms should apply Ukrainian power to stabilization? How to implement them? Let us analyze the opinions of international experts.

According to the publication of fortune are three ways to resolve this issue:

1. Fast cash, steady reform

Western response must be financial aid and expanded trade.

2. Sanctions could work but it will take time

In generally the sanctions on the Russian Federation are ineffective and aggression continues. The creation of "off-ramps" — strategies that allow both parties to step back from confrontation — becomes all the more important.

3. Avoid a private sector bailout

On the surface, debt looks manageable. At just over 40% of GDP, Ukraine's debt is far less than the levels we see in other countries, such as Greece, Portugal, or Italy [1].

Publication Economist also focuses on the foreign debt of Ukraine. About half of its public debt is in foreign currencies: as the hryvnia loses value, Ukraine's debt burden rises. The article identified the following issues as Corruption and poor governance [2].

Continuing to look for problems that led to the economy of Ukraine crisis, we turn to the publication in the edition of the BBC, which clearly allocated the problems and processes that led to their creation.

1. Coffers emptying

According to some estimates, the country's economy shrank by more than 8% last year, driven in part by the loss of revenues from the war-torn Donbass region, where the country's money-making coal and steel industries are based.

2. IMF steps in

A mission from the International Monetary Fund (IMF) arrived in Kiev that to discuss releasing about \$5bn from a \$17bn bailout programme agreed last year. Eventually first tranche in the amount \$5bn has been allocated for the repayment of external debt and replenish the gold reserves.

3. Public discontent

Suffering social sector. On the one hand, business leaders are said to be resisting scrapping subsidies and loopholes that they have long enjoyed - such as the domestic gas price, which is well below the market level [3].

On the other, the population at large is anxious - understandably, given the worsening economic situation - about the likely rise in the cost of living, and social welfare cuts. Dissemination of protests population.

So, identifying the main problems Ukrainian crisis will look for ways out of it.

The paper edition of Forbes stated that: «Both the finance and economy ministries are now under the guidance of highly educated foreigners, and a lot of people, including one of the world's most successful bond managers, expected fairly rapid progress in the implementation of structural reforms» [4].

Thus, we can assume that **the first way** to overcome ukrainian crisis is **GUIDANCE OF HIGHLY EDUCATED FOREIGNER IN THE MAIN MINISTRIES**. This Aivaras Abromavičius, He is Minister of Economy and Trade, and Natalie Ann Jaresko, she heads Ministry of Finance.

The second way to overcome crisis is **COOPERATION WITH THE IMF**. This is also to some extent positive, because now these funds are necessary for the Ukrainian economy. As the edition New York Times: "The International Monetary Fund has agreed to pump \$10 billion into Ukraine's troubled economy over the next year, providing swift assistance as part of a larger four-year bailout. The fund's board on Wednesday approved a loan of \$17.5 billion, with \$5 billion likely by the end of this week and another \$5 billion in coming months, officials said" [5].

The third way is the **SUPPORT OF THE POPULATION AND QUENCH PROTEST MOODS**. According to the expert center Razumkova, Andriy Bychenko, Director of sociological service, many Ukrainians believe they'll be spared the very worst. "You can't say they're looking at this with optimism", - he said, - "but in any case the majority [of the population] doesn't expect a collapse" [6].

Mr. Bychenko, the sociologist, agrees that any overtures aimed at boosting Ukrainians' collective resolve is helpful in the current crisis. So population is ready to take effective reform of government to stabilize the economic situation.

References

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