

Business Outlook Survey of Dnipropetrovsk Oblast^{*}

Q2 2025



^{*} This survey only reflects the opinions of respondents in Dnipropetrovsk oblast (top managers of companies) who were polled in Q2 2025, and does not represent NBU forecasts or estimates.

A survey of companies carried out in **Dnipropetrovsk oblast** in Q2 2025 showed that, on the back of the war, weak demand and qualified staff shortages, respondents expected the output of Ukrainian goods and services to decrease slightly over the next 12 months. Respondents reported guarded expectations for the performance of their companies over this period. Inflation and depreciation expectations weakened somewhat, but still remained strong.

The top managers of companies said they expected that over the next 12 months:

- the output of Ukrainian goods and services would decrease slightly: the balance of expectations was (-1.4%), as in Q1 2025, and compared to 9.2% across Ukraine (Figure 1). The gloomiest expectations were reported by respondents from trading companies (-33.3%), meanwhile the firmest expectations were reported by respondents from agricultural companies (16.7%)
- prices for consumer goods and services would rise: the share of respondents who expected that the inflation rate would exceed 10.0% was 60.8%, compared to 64.9% in the previous quarter and 58.4% across Ukraine. Respondents continued to refer to military actions and their consequences, the hryvnia exchange rate and production costs as the main inflation drivers (Figure 2)
- the hryvnia would depreciate at a somewhat slower pace: 85.9% of respondents (compared to 93.1% in the previous quarter) expected the hryvnia to weaken against the US dollar, with a figure of 83.4% across Ukraine
- the financial and economic standings of their companies would remain unchanged: the balance of expectations was 0.0%, compared to (-1.4%) in the previous quarter and 2.4% across Ukraine (see Table). The most pessimistic expectations were reported by transport and communications companies (-42.9%), with the most optimistic expectations reported by agricultural companies (33.3%)
- total sales would increase moderately: the balance of expectations was 1.4%, compared to 5.5% in Q1 2025. Meanwhile, external sales were expected to drop: the balance of responses was (-9.7%) (see Table). Across Ukraine, the balances of responses were 10.5% and 9.4% respectively
- investment in machinery, equipment, and tools would rise: the balance of responses was 5.6%, compared to 1.4% in Q1 2025. Meanwhile, respondents expected that investment in construction would drop: the balance of responses was (-10.1%), down from (-5.8%) in the previous quarter (see Table). Across Ukraine, the balances of responses were 7.8% and (-0.7%) respectively
- staff numbers would decrease: the balance of responses was (-12.3%), compared to (-2.8%) in the previous quarter and (-4.4%) across Ukraine (Figure 4). Transport and communications companies had the firmest expectations of staff cuts (the balance of responses was (-42.9%)), meanwhile respondents from companies engaged in other economic activities reported the most optimistic staffing expectations (11.1%)
- both purchase and selling prices would rise: the balances of responses were 87.7% and 60.3% respectively (compared to 95.9% and 69.9% respectively in Q1 2025) (Figure 6). Respondents from trading and manufacturing companies reported the strongest expectations of a rise in selling prices (the balances of responses were 88.9% and 86.4% respectively). Respondents referred to high raw material and supplies prices, energy prices, and the hryvnia exchange rate as the main selling price drivers (Figure 7).
- per-unit production costs would rise at a slower pace: the balance of responses was 68.3%, compared to 77.8% in Q1 2025. Respondents also expected weaker growth in wage costs per staff member: the balance of responses was 51.4% (compared to 60.3% in the previous quarter) (Figures 4 and 6).

Companies continued to cite military actions and their consequences, weak demand and qualified staff shortages as the main drags on their ability to boost production (Figure 5).

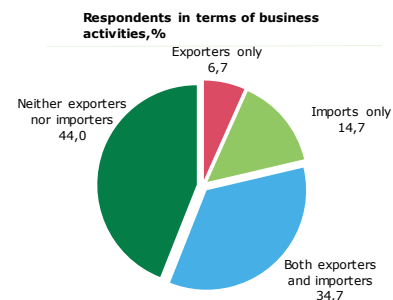
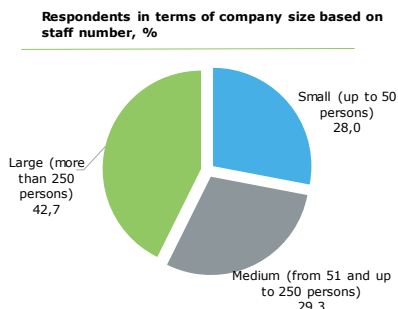
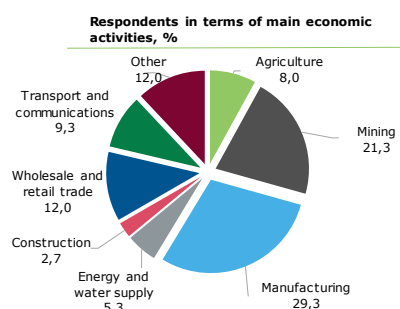
Respondents reported noticeably weaker expectations of an increase in their borrowing needs in the near future (Figure 8). The companies that planned to take out corporate loans (21.6%) usually opted for domestic currency loans. Respondents said lending standards had improved, but still described these standards as tight (Figure 9). Respondents referred to high loan rates, the availability of other funding sources and uncertainty about their ability to meet debt obligations as they fall due as the main factors deterring them from taking out loans (Figure 10).

All of the respondents said that they had encountered no difficulties in effecting transactions with funds deposited in bank accounts (96.2% across Ukraine).

Assessments of financial and economic standings as of the time of the survey (Figure 3)

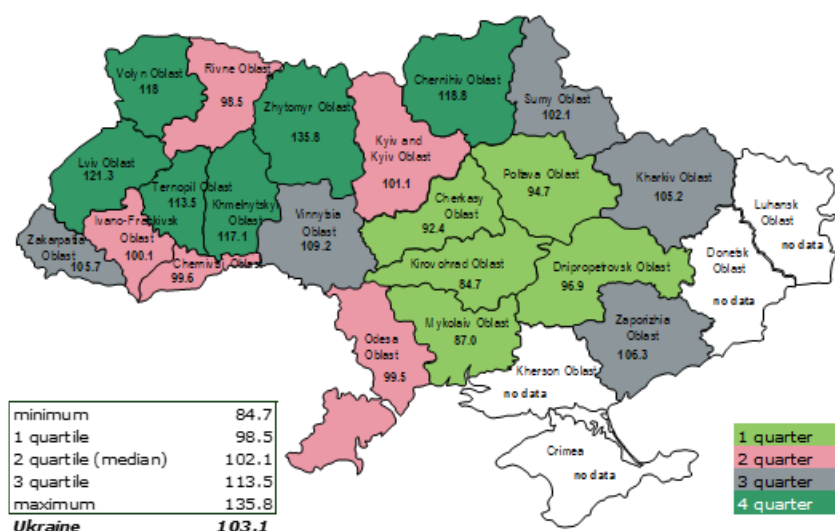
- Companies assessed their current financial and economic standings as bad: the balance of responses was (-22.7%), compared to (-19.2%) in Q1 2025 and (-5.3%) across Ukraine.
- Finished goods stocks were assessed at lower than normal levels: the balance of responses was (-21.4%), compared to (-25.6%) in Q1 2025.
- Companies had a sufficient amount of unutilized production capacity to meet any unexpected rise in demand: the balance of responses was 13.9%, down from 18.3% in Q1 2025.

Survey Details^{1 2}



- Period: 30 April through 28 May 2025.
- A total of 75 companies were polled.
- A representative sample was generated on the basis of the following economic activities: agriculture, the mining and manufacturing industries, energy and water supply, trade, transport and communications, and other economic activities.

Business Outlook Index for Next 12 Months in Terms of Oblasts³, %



¹ a quartile is the value of the BOI where an ordered sample is divided into four equal-sized subgroups

² a median is the value of the BOI in the middle of an ordered sample where the sample is divided into two equal-sized subgroups

Table. The Business Outlook Index of Companies in Dnipropetrovsk Oblast and Its Components

Expectations over next 12 months for	Balances of responses, %				
	Q2 24	Q3 24	Q4 24	Q1 25	Q2 25
Financial and economic standings	-3,9	-11,1	-8,9	-1,4	0,0
Total sales	5,2	-6,4	-3,8	5,5	1,4
Investment in construction	-12,2	-6,8	-9,3	-5,8	-10,1
Investment in machinery, equipment, and tools	-5,3	-1,3	2,6	1,4	5,6
Staff numbers	-5,2	-13,8	-11,5	-2,8	-12,3

¹ This sample was generated in proportion to the contribution of each oblast and each economic activity to Ukraine's gross value added.

² Data for totals and components may be subject to rounding effects.

³ The business outlook index (BOI) is an aggregate indicator for expected business performance over the next 12 months. It is calculated using the balances of respondents' responses regarding changes in the financial and economic standings of their companies and future economic activity.

Figure 1

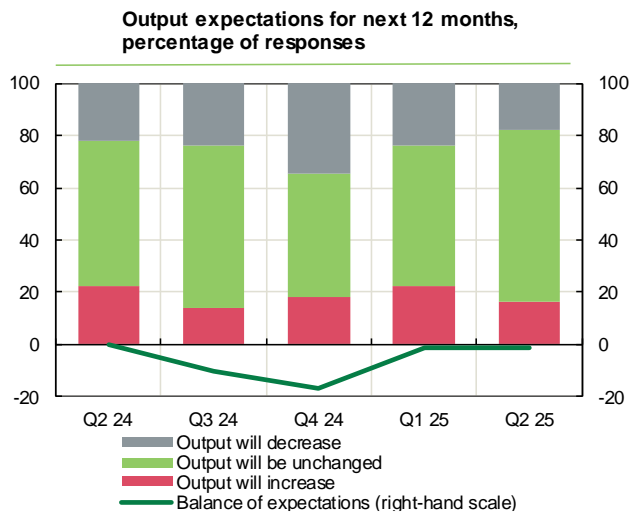


Figure 2

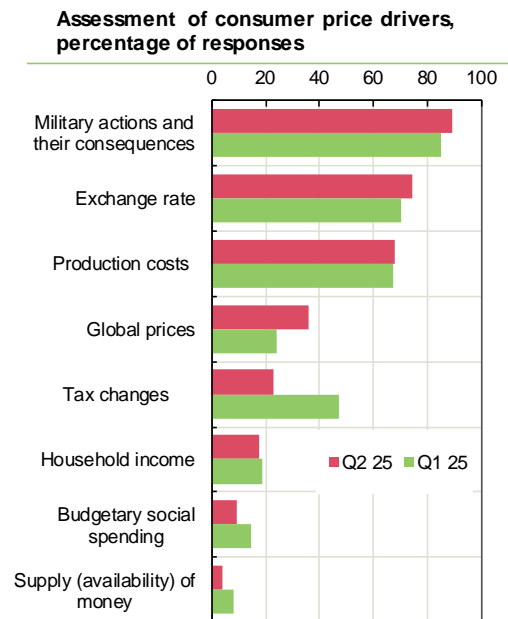


Figure 3

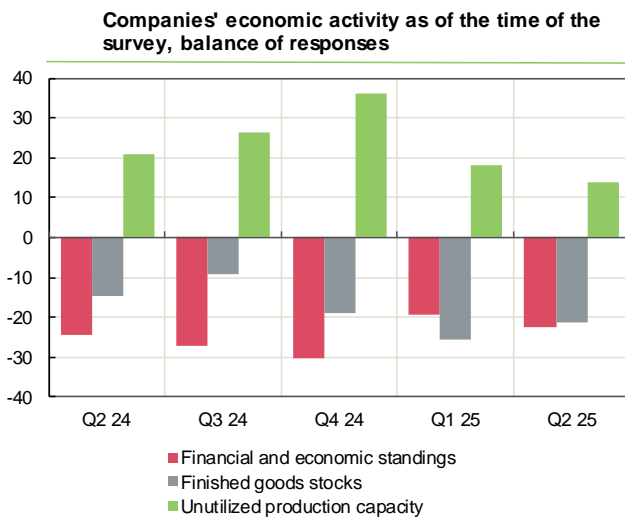


Figure 4



Figure 5

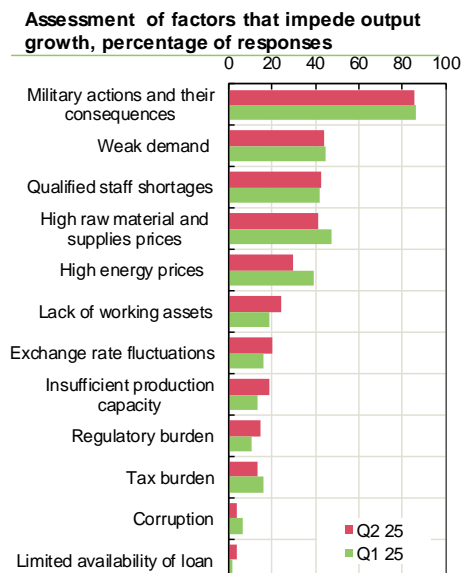


Figure 6

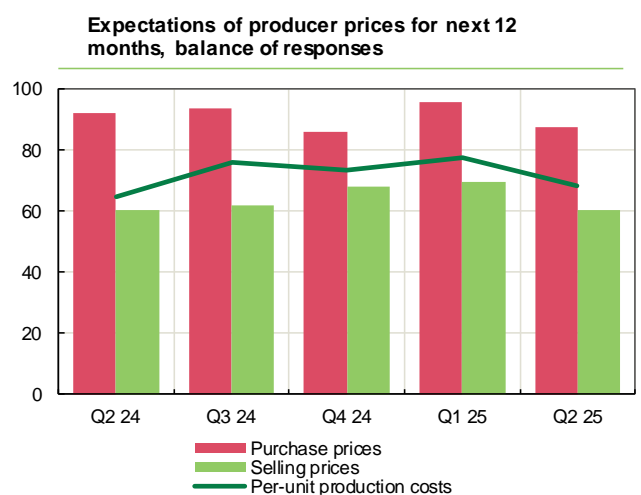


Figure 7

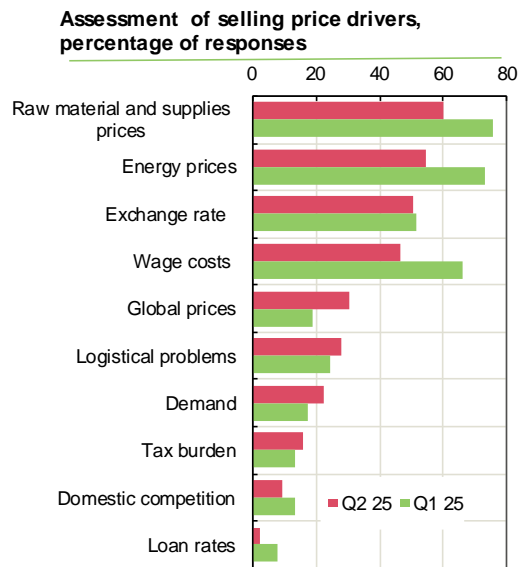


Figure 8

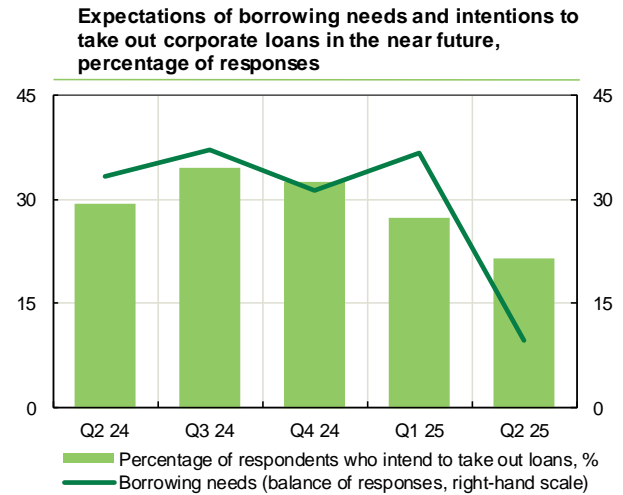


Figure 9

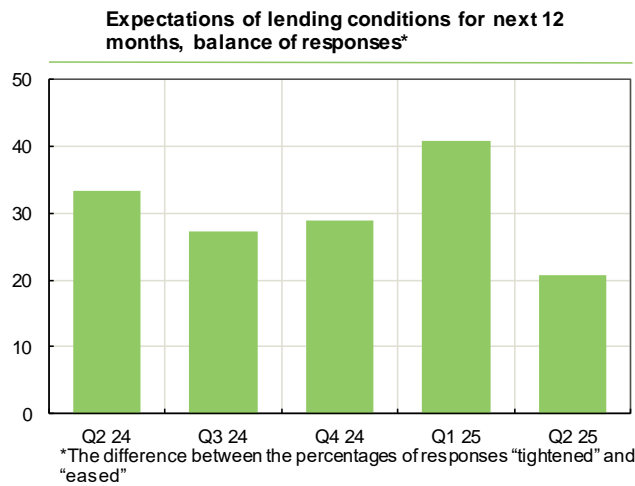


Figure 10

