Summary / Results: The coronavirus’ impact on the economy

The coronavirus’ impact on the economy

-AHK Ukraine flash poll March 2020-
Executive Summary

Repercussions of the coronavirus on the economy are already noticeable. Trade fairs, events and travel plans are cancelled, employees are put under quarantine. Foreign trade, especially with China, has stalled for several weeks now.

Almost every second company expects declining revenue in 2020 as a direct result of the coronavirus. In addition, companies are already noticing disruptions in their business processes.

70 percent of companies have introduced protective measures for their employees in connection to the coronavirus outbreak. This primarily concerns the procurement of medicine and hygiene materials as well as instructions on appropriate hygiene measures.

60 percent of companies feel a need for information about continued remuneration. 45 percent of companies are unsure about the appropriate handling of infected employees and suspected cases of corona within their company.

From the companies’ point of view, concrete immediate economic policy measures should first and foremost aim at employment and liquidity protection.

The survey took place from 12 to 16 March 2020 between companies operating in Ukraine.

2. Business segment

- Industry: 40.91%
- Construction: 13.64%
- Trade: 22.73%
- Transport and storage: 13.64%
- Travel: 4.55%
- Hotels and restaurants: 4.55%
- Health: 4.55%
- Other services: 31.82%
3. Question

3. Company size:

- 1-19 employees: 23.81%
- 20-199 employees: 42.86%
- 200-499 employees: 14.29%
- 500-999 employees: 0.00%
- Over 1,000 employees: 19.05%
4. Do you expect to see declining turnover in 2020 due to the coronavirus?

- Yes, a significant decrease (more than 10%) 47.62%
- Yes, a slight decrease (up to 10%) 19.05%
- No estimate possible at present 28.57%
- No 4.76%

-AHK Ukraine flash poll March 2020- The coronavirus’ impact on the economy
5. Are you already seeing repercussions of the coronavirus on your business? (Companies that are already feeling the effects)

<table>
<thead>
<tr>
<th>Industry</th>
<th>Percent</th>
</tr>
</thead>
<tbody>
<tr>
<td>Travel industry</td>
<td>68.42%</td>
</tr>
<tr>
<td>Hospitality industry</td>
<td>36.84%</td>
</tr>
<tr>
<td>Healthcare industry</td>
<td>10.53%</td>
</tr>
<tr>
<td>Transportation and storage</td>
<td>42.11%</td>
</tr>
<tr>
<td>Industry</td>
<td>21.05%</td>
</tr>
<tr>
<td>Trade</td>
<td>36.84%</td>
</tr>
<tr>
<td>Total</td>
<td>21.05%</td>
</tr>
<tr>
<td>Other services</td>
<td>21.05%</td>
</tr>
<tr>
<td>Construction</td>
<td>10.53%</td>
</tr>
</tbody>
</table>
6. Do you expect the coronavirus to impair your business in the coming weeks?

- Yes, due to the cancellation of trade fairs / events: 38.10%
- Yes, due to illness: 23.81%
- Yes, due to less demand for my products and services: 61.90%
- Yes, due to travel restrictions: 47.62%
- Yes, due to uncertainties about future business and/or investments: 61.90%
- Yes, due to missing goods and services: 19.05%
- Yes, due to liquidity bottlenecks: 19.05%
- Yes, due to loss of production: 14.29%
- We are planning or have reorganised our supply chains: 23.81%
- No: 4.76%
- No assessment possible at present: 19.05%

-AHK Ukraine flash poll March 2020- The coronavirus´ impact on the economy
7. Are you planning, or have you already implemented protective measures for your employees due to the coronavirus?

- Yes, procurement of medicine and hygiene materials: 76.19%
- Yes, less travel: 95.24%
- Yes, we cancel participation in trade fairs / events: 66.67%
- Yes, an internal communication network: 57.14%
- Yes, we enable (more) home office: 57.14%
- Yes, we have a contingency plan in case of illness in the company: 57.14%
- Yes, adapted workflows: 38.10%
- Yes, other protective measures: 28.57%
- No: 0.00%
8. Authorities are already providing information on possible protective measures.

- Information on state wage reimbursement according to the infection protection law: 42.86%
- How to deal with suspected cases / infected persons: 38.10%
- Information / advice on support offers: 23.81%
- Information on short-time allowance: 14.29%
- Cancellation conditions for cancelled trade fairs / events: 28.57%
- Creation of an internal pandemic plan: 38.10%
- Information / advice on “force majeure clauses”: 38.10%
- Other information needs: ________ 0.00%