

Law of Ukraine "On Amending Laws of Ukraine to Deregulate Oil and Gas Industry" No. 2314-VIII dated 1 March 2018

When?

THE LAW CAME INTO EFFECT ON 1 APRIL 2018
SUBSIDIARY REGULATIONS MUST
BE UPDATED WITHIN THREE MONTHS

What's important?

THE LAW IS AIMED TO SIMPLIFY OIL AND GAS
OPERATIONS AND REDUCE ADMINISTRATIVE
COST FOR BUSINESS

How?

BY REMOVING SEVERAL
MAJOR ADMINISTRATIVE
HURDLES FOR BUSINESS

Special easements to access most types of land (including agricultural) to operate oil and gas production and linear facilities without changing the land designation



Well drilling and hook-up operations, as well as granting land for installation of pipelines and other linear facilities are still allowed in case of absence of zoning of the territory or detailed plan



Oil and gas wells are not subject to town building regulation



Cancellation of requirement to obtain approvals of the Ministry of Energy to put the fields/deposits into pilot and commercial production



Mining allotments for oil and gas projects not required



Grace period for accessing land by virtue of a simple land access agreement without changing land designation to transition from pilot to commercial production until full formalization of land use rights



Topsoil removal permit abolished to use land for wells, roads and linear infrastructure: no permits for private land and only working land survey design required for other land



Relaxed regulation on the flow of geological data: investor created or acquired data may be transferred locally or abroad with subsequent notification to the State Service for Geology and Subsoil of Ukraine



Mineral reserves may be appraised not only by the State Service for Geology and Subsoil of Ukraine but also by other qualified entities



Environmental impact assessment must be taken into consideration in case of issuance of the special permits for extraction of oil and gas

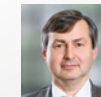


Increased protection of validity of special permits: suspension only possible after application of geological control measures



Free-of-charge amendment of oil and gas special permit

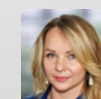
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