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CHINESE VECTOR OF UKRAINIAN FOREIGN ECONOMIC RELATIONS DEVELOPMENT

Current condition of Ukrainian-Chinese relations allows to consider both countries as important strategic partners. Both countries can actualize their own interests at the expense of fruitful bilateral cooperation.

The two countries are close or similar socio-economic problems. Both of them are states of the Eurasian region, Russia's neighbors are in the range of interest in a single day superpower - the United States. In both countries, there is a transition to a market economy, there is aspiration to a policy of openness.

Ukraine and China maintain friendships and partnerships. During the existence of diplomatic relations between Kyiv and Beijing carried out an exchange of visits and the highest high. That they discussed important bilateral issues, assesses international events. Talking about the state of Ukrainian-Chinese relations, it should be noted that the formal legal framework of Ukrainian-Chinese cooperation constitute 172 documents.

Ukrainian-Chinese trade and economic relations observed constancy of increasing bilateral trade. High rates of foreign trade turnover between Ukraine and China achieved mainly due to Chinese imports, which is significantly ahead of Ukrainian exports to China. Thus, Chinese imports is more than 10 % of all imports to Ukraine, while exports to China at the level of 4-5 % of Ukrainian exports. At the same time, the importance of trade and economic cooperation with China is determined by the prospect of restoring and increasing the volume of Ukrainian exports to major budget sectors (engineering, aviation, metallurgy, chemical industry, space industry, agriculture, etc.) and imports of Chinese products for such industries like oil and gas, construction and others, ability to mutual expansion of the market of

services (primarily in the construction of transport corridors and other common projects), involving investments in Ukraine.

Dynamics of trade relations between the two countries over the past seven years, maintains a positive direction. Even the financial crisis in 2008 almost no effect on the volume of trade. There was no even a decrease. Instead of it China kept increasing her export to Ukraine.

Volumes of goods, services and capital, which carry traffic between Ukraine and China have relatively large share of total consumption in Ukraine. This indicates a slight dependence of our country from China, but shows that Chinese partners are strategically important for Ukraine

Significant problem in the relationship with China remains a negative trade balance, which continues to grow. Unlike goods, trade balance in services is positive but very small to be able to influence the overall bilateral trade data. There has also been a steady increase of volumes of economic cooperation between the countries. So we can say that Ukraine is rather dependent on Chinese manufacturers.

The Chinese side, focusing on increasing investment abroad during 2011-2015, in order of priority is considering large-scale investment in Ukraine by Chinese companies and institutions of all forms of ownership. Today, the main aspect of Ukrainian-Chinese relations plays in the investment area, which was the main theme of Ukrainian-Chinese meetings talks lately. China has a significant interest in Ukraine in terms of the domestic industry, the export of new technologies and scientific cooperation.

Ukraine creates a favorable legal environment for investment activities, including fixed basic guarantees to foreign investors. Important aspects of the investment attractiveness of Ukraine is advantageous geographical location, extensive transportation infrastructure, large domestic consumer market, and access to markets like the EU - in the west, and the CIS countries - in the east, the presence of one of Europe's largest scientific and industrial complexes - from space to nanotechnology, highly skilled workforce and the availability of tax and customs privileges. That helps to make it more preferable for Chinese investors to invest in Ukraine.