

Table 2 Details of tobacco industry investments in Ukraine

Date	Acquisition	Initial capacity (cigarettes)	Post investment capacity (cigarettes)*	Initial share, % (final share, %)**	Investment (\$)
RJ Reynolds					
(RJR)/Japan Tobacco International (JTI)					
1992	RJR buy Livovskaya plant in Lviv	11bn	0 (closed)	70	\$9.6m initial investment
1992	RJR buy Tabaknaya plant in Kremenchuk	8bn	12.5bn	70 (92)	\$7.3M initial investment
BAT					
1993	BAT establish Joint venture, the BAT Prilucky Tobacco Company	12bn	16bn	65 (75)	\$65M

Date	Acquisition	Initial capacity (cigarettes)	Post investment capacity (cigarettes)*	Initial share, % (final share, %)**	Investment (\$)
Reemtsma					
1993	Reemtsma buy factory in Cherkassy #	10bn	12.6bn	65 (92)	total \$55M (120M DM) since 1993
1995	Reemtsma buy factory in Kiev	5bn	See below	65 (87)	
1998	Reemtsma open new factory in Kiev and relocate production from old site	--	15.5		
Philip Morris International (PM)					
1994	PM buy Kharkov Tobacco Factory	2.5bn	9.4bn	51 (99.9)	Undisclosed amount. Additional

Date	Acquisition	Initial capacity (cigarettes)	Post investment capacity (cigarettes)*	Initial share, % (final share, %)**	Investment (\$)
					investment of \$16M later announced
Totals		48.5bn**	65.4bn		>\$152.9M

Sources: [7, 13, 104–111]

*Where figures for post investment production are not available, it is assumed that pre-investment levels apply

**Although capacity is estimated at 48.5 billion, actual production was well below this at an estimated 34.3billion

***Additional data on final market share provided by Konstantin Krasovsky

#In 2001, the Gallagher group bought the Cherkassy factory from Reemtsma and it will now be operated by Gallagher's subsidiary Liggett-Ducat[112]

NA, Not available