

EXPORT OPPORTUNITIES OF LIGHT INDUSTRY ENTERPRISES IN THE EU MARKETS

The article analyzes the current state of light industry enterprises, in particular clothing and footwear enterprises focused on the end user. The similarities and differences between clothing and footwear markets have been revealed, the main problems of their development have been highlighted. Among the main problems of these enterprises development in the domestic market have been highlighted the following: high production costs, lack of qualified specialists, low productivity, low wages, outflow of labour resources abroad, dependence of production on import expensive equipment, materials, fittings, large quantities of contraband, counterfeit goods, humanitarian supplies and second-hand goods. The mentioned problems are intensified in the absence of protective state support.

The access to foreign markets as a strategic direction of enterprise development has been substantiated. The export opportunities of domestic enterprises for the production of clothing and footwear have been investigated taking into account factors and requirements of the EU for products exported from Ukraine to the EU. For potential exporters from Ukraine to enter the EU clothing and footwear market it is recommended to choose one of the alternative strategies, taking into account market opportunities and its own export potential: expansions; specialization; niche; differentiation.

It is recommended that small businesses should pay more attention to market niches with fewer competitors and significant growth potential. Companies that are able to offer high-quality clothing are recommended to turn to the middle and upper middle segments where independent retailers and luxury department stores work for small and medium-sized batches of products at attractive prices and do not put pressure on delivery dates. It is also necessary to take into account the expectations of European partners with whom exporters need to build long-lasting relationships, namely to seek a high business reputation through compliance with labor laws and modern principles of sustainable development.

Keywords: light industry; clothing and footwear manufacturing enterprises; clothing and footwear markets; problems of light industry enterprises; product export to EU countries; export strategies.

References

1. Hryshchenko, I. M. (2017). *Efektyvnist vyrobnychych protsesiv na pidpryiemstvi z vyrobnytstva odiahu PAT «Volodarka»* [Efficiency of production processes at the clothing manufacturing enterprise of PJSC «Volodarka»]. Kyiv: KNUTD [in Ukrainian].
2. Denysenko, M. P., Yankovets, T. M. (2017). Peredumovy vprovadzhennia innovatsii na vitchyznianykh pidpryiemstvakh z vyrobnytstva odiahu [Prerequisites for the introduction of innovations at domestic garment enterprises]. *Formuvannia rynkovoi ekonomiky v Ukraini – Formation of market economy in Ukraine*, 37 (1), 141–157 [in Ukrainian].
3. Nyzhnyk, V. M., Koniev, S. I. (2014). Strukturna orhanizatsiia eksportno-importnoi diialnosti pidpryiemstv lehkoi promyslovosti [Structural organization of export-import activities of light industry enterprises]. *Prometei: rehionalnyi zbirnyk naukovykh prats z ekonomiky – Prometheus: a regional collection of scientific papers on economics*, 2(40), 122–129 [in Ukrainian].
4. Laburtseva, O. I., Yatsyshchyna, L. K. (2017). Stratehichni priorytety marketynhovoi diialnosti v umovakh staloho rozvytku [Strategic priorities for marketing activities in the context of sustainable development]. In M. A. Holtsberh (Ed.), *Upravlinnia stalym rozvytkom biznesu – Management of sustainable business development* (pp. 176-187). Kyiv, TOV «Zadruha» [in Ukrainian].
5. Myroshnichenko, O. A., Nelina, M. H., Feleniuk, O. V. (2017). *Eksport odiahu do Yevropeiskoho Soiuzu. Hid dla ukrainskykh pidpryiemtsiv* [Export of clothing to the European Union. A guide for Ukrainian entrepreneurs]. Kyiv: FOP Klimenko Yu. Ya. [in Ukrainian].
6. (Derzhavnyi komitet Ukrayny z pytan tekhnichnoho rehuliuvannia ta spozhyvchoho komitetu) [(State Committee of Ukraine for Technical Regulation and Consumer Committee)] (2010). *Natsionalnyi klasyfikator Ukrayny DK 009:2010 «Klasyfikatsiia vydiv ekonomicchnoi diialnosti»* [National Classifier of Ukraine DK 009:2010 «Classification of economic activities»]. Retrieved from <https://zakon.rada.gov.ua/rada/show/vb457609-10>.
7. *Oifitsiiniyi sait Derzhavnoi sluzhby statystyky Ukrayny* [Official site of the State Statistics Service of Ukraine]. Retrieved from <http://www.ukrstat.gov.ua>.
8. Rynok obuvi v Ukraine: obzor 2017 goda. [The shoe market in Ukraine: 2017 overview]. *RBK-Ukraina. Issledovaniia rynkov – RBC-Ukraine. Market research*. Retrieved from <http://marketing.rbc.ua/news/17.11.2017/9098>.
9. *Oifitsiiniyi sait Ukrainskoi asotsiatsii pidpryiemstv lehkoi promyslovosti «Ukrlehprom»* [Official site of the Ukrainian Association of Light Industry Enterprises «Ukrlegprom»]. Retrieved from <http://ukrlegprom.org.ua/>.

10. Pro vnesennia zmin u deiaki zakonodavchi akty Ukrayny shchodo usunennia bar'ieriv dlia zaluchennia inozemnykh investytsii [On amendments to some legislative acts of Ukraine on removing barriers to attracting foreign investment]. № 2058-VIII (23.05.2017). Retrieved from <http://zakon2.rada.gov.ua/laws/show/2058-19>.
11. Khastova, K. M., Sharkadi, K. A. (2017). Suchasnyi stan ta problemy innovatsiinoho rozvytku pidpryiemstv lehkoi promyslovosti v Ukrayni [The current state and problems of innovative development of light industry in Ukraine]. *Naukovyi visnyk Mukachivskoho derzhavnoho universytetu. Ekonomicni nauky – Scientific Bulletin of Mukachevo State University. Economic sciences*, 23(18), 217–225 [in Ukrainian].
12. Yankovets, T. M., Palicheva, M. R. (2018). Problemy rozvytku rynkiv lehkoi promyslovosti v Ukrayni v suchasnykh umovakh [Problems of development of light industry markets in Ukraine in modern conditions]. Proceedings from *Suchasni determinanty rozvytku biznes-prosesiv v Ukrayni: zbirnyk materialiv II Mizhnarodnoi naukovo-praktychnoi Internet-konferentsii – Proceedings of the Second International Scientific and Practical Internet Conference «Modern Determinants of Business Process Development in Ukraine»* (Kyiv, April 12, 2018) (pp. 392–395). Kyiv [in Ukrainian].
13. Ukrlehprom [Ukrlegprom] (2018). Vykhid ukrainskoho MSB na rynky YeS [Ukrainian SMEs entering the EU markets]. Retrieved from <https://ukrlegprom.org/wp-content/uploads/access-of-ukrainian-smes-into-eu-markets.pdf>.
14. *Eksport odiahu ta vzutia do YeS: praktychnyi posibnyk, rozroblenyi v ramkakh proektu za pidtrymky Posolstva Korolivstva Niderlandiv v Ukrayni [Export of clothing and footwear to the EU: a practical guide developed under the project with the support of the Embassy of the Netherlands in Ukraine]*. Retrieved from <https://ukrlegprom.org/wp-content/uploads/eksport-odiahu-ta-vzutia-do-ies-praktychnyi-posibnyk.pdf>.
15. Sait Yevropeiskoho statystichnoho biuro [Website of the European Statistical Office]. Retrieved from <https://ec.europa.eu/eurostat/web/main/home>.
16. Sait Tsentr z prosuvannia importu z krain, shcho rozvyvaiutsia [Website of the Center for Import Promotion from Developing Countries]. Retrieved from www.cbi.eu.
17. Sait svitovoi orhanizatsii torhivli [World Trade Organization website]. Retrieved from www.wto.org.
18. Sait statystichnoho viddilu Orhanizatsii Ob'iednanykh Natsii [United Nations Statistics Division website]. Retrieved from <http://unstats.un.org/unsd/default.htm>.
19. Uhoda pro asotsiatsii mizh Ukrainoiu, z odniiei storony, ta Yevropeiskym Soiuzem, Yevropeiskym spivtovarystvom z atomnoi enerhii i yikhnimy derzhavamy-chlenamy, z inshoi storony vid 27.06.2014. № 984_011 [Association Agreement between Ukraine, of the one part, and the European Union, the European Atomic Energy Community, and their Member States, of the other part from 27.06.2014. No 984_011]. Retrieved from https://zakon.rada.gov.ua/laws/show/984_011.
20. Pro zatverzhennia Poriadku zapovnennia ta vydachi mytnytseiu sertyfikata z perevezennia (pokhodzhennia) tovaru EUR.1 [On approving the Procedure for filling in and issuing by the customs the certificate of carriage (origin) of the goods EUR.1]. № 950 (20.11.2017). Retrieved from <https://zakon.rada.gov.ua/laws/show/z1563-17>.