Plot of Land No. 2 Chelyabinskaya Oblast, Karabash



Vacant industrial land, ha

10.0

SITE BRIEF:

General Information; Location; Contacts
Transport accessibility
Infrastructure

Preferences

General Information; Location; Contacts

| | Site characteristics | Description |
|----|--|--|
| 1. | Cadastral number | Cadastral number – none. The Site will be registered with |
| | | Cadastral Authorities within 2 months after investor's application |
| | | for the Site lease or acquisition is received. |
| 2. | Location | Karabash, plot of land No. 2 |
| 3. | Location description | North side of the urban district |
| 4. | Land use category | Populated land |
| 5. | Site in brief | Wasteland, horizontal topography |
| 6. | Type of ownership (private, public, | Public |
| | public-private) | |
| 7. | Management company or similar | Karabash Urban District Administration |
| | (MC) | |
| 8. | MC Address (postal, electronic, web- | 456541, Chelyabinskaya Oblast, Karabash, ul. Metallurgov, 3, |
| | site) | wwwkarabash-go.ru, oekarabash@mail.ru |
| | | |
| 9. | MC contact responsible for relations | Alla G. Akhatova, Head of Economic Development Division, |
| | with potential residents/investors (full | Karabash Urban District Administration |
| | name, title, phone number and e-mail) | |

| | | oekarabash@mail.ru 8-351-53-2-49-23 |
|-----|--------------------------------------|--|
| 10. | Site business lines (major projects, | SME projects |
| | SME projects, mixed-type projects) | |
| 11. | Industry specialization | Other manufacturing |

Transport accessibility

| | Characteristics | Current status | Projections |
|-----|--|---------------------------------------|-----------------|
| 1. | Distance to the nearest town | 50 km to Kyshtym (the Site is located | _ |
| | | within the Karabash limits) | |
| 2. | Distance to the regional centre | 100 km to Chelyabinsk | |
| 3. | Distance to Moscow | 1,960 km | |
| 4. | Distance to the nearest highway | 60 km to M-5 | _ |
| 5. | Any roads connecting the Site with the nearest | Hard surface motor road, 0.5 km, | |
| | highway, distance and road condition | satisfactory | |
| 6. | Any motor roads across the Site (yes/no) | Yes | |
| 7. | Any connections to railways (yes/no) | No | No, not planned |
| 8. | Any offloading rail terminal facilities (yes/no) | No | No, not planned |
| 9. | Distance to the nearest international airport | 80 km to Chelyabinsk airport | |
| 10. | Distance to the nearest river port | 400 km to Perm river port | |
| 11. | Distance to the nearest sea port | 2,600 km to St. Petersburg sea port | _ |

<u>Infrastructure</u>

| | Characteristics | Current status | Projections |
|-----|--|---------------------------------|-------------|
| Are | ea of the Site | | <u> </u> |
| | Total area (ha) | 10 | 10 |
| | Vacant plots of industrial land (ha) | 10.0 | 10 |
| Uti | lities | | • |
| 3. | Availability of utilities (yes/no, comments). Distance from the Site to utilities (km), | Yes | Yes |
| | available load of: | | |
| | - electric mains | 0.5 | 0.5 |
| | - heat supply system | 0.5 | 0.5 |
| | - gas supply system; | 0.3 | 0.3 |
| | - water supply network, | 0.5 | 0.5 |
| | - sewerage system | 0.5 | 0.5 |
| | (Comment in detail on technological potential of the utilities. Specify if additional construction or reconstruction of the utilities is | Connection to networks required | |

| | required.) | | |
|------|--|---------|------------------------|
| Wor | kforce | | |
| 4. | Transport service between the Site and the settlements | Yes | |
| 5. | Total workforce estimates within a 50-km radius of the Site (people, thousand) | 11.4 | 11.0 |
| 6. | Approximate number of unoccupied ablebodied population (people, thousand) | 0.3 | as at 01.01.2015 – 0.2 |
| Soci | al infrastructure in 30-minute proximity to the | ne Site | |
| 7. | Hospitals (yes/no, proximity to the nearest one) | 3 km | 2015 – unamended |
| 8. | Shops (yes/no, proximity) | 0.5 km | 2015 – unamended |
| 9. | Housing for the Site staff (yes/no, proximity) | 1 km | 2015 – unamended |
| 10. | Hotels for the Site staff (yes/no, proximity) | 1 km | 2015 – unamended |

Preferences to Residents
In terms of initial costs

| | Preferences | Statutory document and approving authority | Statutory document validity |
|---|---|---|-----------------------------------|
| 1 | Subsidies on SME projects | Draft Resolution by the Chelyabinskaya Oblast Administration "On Procedure of Providing in 2013-2015 Subsidies (Grants) to Small Innovative Companies of Chelyabinskaya Oblast" | 2013-2015 |
| | | Resolution by the Karabash Urban District Administration No. 468 dd. 18.12.2013 "On Approval of Municipal Program on SME Support and Development in single-industry Karabash Urban District of Chelyabinskaya Oblast for 2014- 2015 | 2014 -2015 |
| 2 | Subsidies on lease payments to acquire fixed assets | Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On State Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015-2017" | 2015 – 2017 |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On Procedure of Providing Subsidies to SMEs in 2015" | 2015 |
| | | Resolution by the Karabash Urban District Administration No. 468 dd. 18.12.2013 "On Approval of Municipal Program on SME Support | 2014 -2015 |

| | | and Development in single-industry Karabash Urban District of Chelyabinskaya Oblast for 2014- 2015 | |
|---|---|--|-------------|
| 3 | Guarantees on fixed-asset loans to SMEs (surety bonds provided by the regional Guarantee Fund to SMEs and related to bank guarantees | Resolution by the Chelyabinskaya Oblast Administration No. 56-P dd. 16.03.2009 "On Establishment of SME Crediting Fund in Chelyabinskaya Oblast" | Since 2009 |
| | issued by commercial banks) | Decree by the Ministry of Economic Development of Chelyabinskaya Oblast No. 32 dd. 07.03.2012 "On Approval of the Revised Articles of Association of Chelyabinskaya Oblast SME Crediting Fund" | Since 2012 |
| 4 | Other preferences (specify) Subsidies to entrepreneurs on entrepreneurship projects: - Female and family businesses – to reimburse | Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On State Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015-2017" | 2015 – 2017 |
| | capital expenditures; - Handicrafts; - Domestic, inbound tourism. Subsidies to entrepreneurs to reimburse fees under surety contracts | Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On Procedure of Providing Subsidies to SMEs in 2015" | 2015 |
| | Allocating sites with the supporting infrastructure to investors | Law of Chelyabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in Chelyabinskaya Oblast" | Since 2003 |

In terms of operating costs

| | Preferences | Statutory document and approving authority | Statutory document validity |
|---|--|--|-----------------------------------|
| 6 | Sectoral subsidies – support for producers from specific sectors of economy (subsidies to residents to effect rental payments) | Law of Chelyabinskaya Oblast No. 433-ZO dd. 24.11.2005 "On Amendments to the Law of Chelyabinskaya Oblast "On Promoting Innovative Activities in Chelyabinskaya Oblast" | Since 2005 |
| | paymonds | Law of Chelyabinskaya Oblast No. 154-ZO dd. 23.06.2011 "On Reduction of Corporate Tax Rate for Specific Categories of Taxpayers" | Since 2011 |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 69-P dd. 06.03.2013 "On Accreditation of Innovative Technological Parks Operating in Chelyabinskaya Oblast" | Since 2013 |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On State Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015-2017" | 2015 – 2017 |

| | | Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On Procedure of Providing Subsidies to SMEs in 2015" Preferences for agricultural producers Resolution by the Chelyabinskaya Oblast | 2015 |
|---|--|---|-------------|
| | | Administration No. 65-P dd. 26.02.2013 "On Procedure of Granting in 2013-2015 Subsidies to Partially Reimburse Interest Payments under the Loans from Russian Credit Institutions and Agricultural Credit Consumer Cooperatives, and on Considering Some Resolutions by the Chelyabinskaya Oblast Administration as Invalid" | |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 119-P dd. 30.04.2008 "On Procedure of Granting Subsidies to Support Crop Husbandry" | Since 2008 |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 126-P dd. 29.04.2011 "On Procedure of Granting Subsidies on State Support for Livestock Breeding" | Since 2011 |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 74-P dd. 20.03.2013 "On Amendments to Resolution by the Chelyabinskaya Oblast Administration No. 75-P dd. 16.03.2011 "On Procedure of Granting Subsidies on Obtaining of Elite Seeds and Seeds of High Performance" | Since 2013 |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 729-P dd. 28.12.2012 "On Procedure of Granting in 2013-2015 Subsidies on the Creation and Development of Peasant/Farmer Enterprises" | 2013-2015 |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 727-P dd. 28.12.2012 "On Procedure of Granting in 2013-2015 Subsidies to Agricultural Consumer Cooperatives to Partially Reimburse Expenses Related to Milk Sale and Milk Collection and Delivery for Further Processing and Sale" | |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 728-P dd. 28.12.2012 "On Procedure of Granting Subsidies in 2013-2015 to Partially Reimburse Peasant/Farmer Enterprises' Expenses, Including Individual Entrepreneurs, Related to Registration of Property Rights to the Land Plots Used by Them and Pertaining to Agricultural Lands" | |
| 7 | Export subsidies (partial subsidizing of expenses incurred in arranging exhibitions, interest rate subsidies on loans) | Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On State Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015- 2017" | 2015 – 2017 |

| | | Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On | 2015 |
|----|--|---|--------------------------|
| | | Procedure of Providing Subsidies to SMEs in 2015" | |
| 8 | Profit tax relief | Law of Chelyabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in Chelyabinskaya Oblast" Law of Chelyabinskaya Oblast No. 154-ZO dd. 23.06.2011 "On Reduction of Corporate Tax Rate for Specific Categories of Taxpayers"; Resolution by the | Since 2003 Since 2011 |
| | | Chelyabinskaya Oblast Administration No. 332-P dd. 28.09.2011 "On the Procedure of Making the List of Priority Investment Projects of Chelyabinskaya Oblast" Resolution by the Chelyabinskaya Oblast Administration No. 124-P dd. 25.03.2013 "On Amendments to Resolution by the Chelyabinskaya Oblast Administration No. 332-P dd. 28.09.2011" | Since 2013 |
| 9 | Property tax relief | Law of Chelyabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in Chelyabinskaya Oblast"; Law of Chelyabinskaya Oblast No. 189-ZO dd. 27.11.2003 "On Corporate Property Tax" Law of Chelyabinskaya Oblast No. 155-ZO dd. 23.06.2011 "On Amendments to the Law of Chelyabinskaya Oblast "On Corporate property Tax"; | Since 2003 Since 2011 |
| | | Resolution by the Chelyabinskaya Oblast Administration No. 332-P dd. 28.09.2011 "On Procedure of Making the List of Priority Investment Projects of Chelyabinskaya Oblast' Resolution by the Chelyabinskaya Oblast Administration No. 124-P dd. 25.03.2013 "On Amendments to Resolution by the Chelyabinskaya Oblast Administration No. 332-P dd. 28.09.2011" | Since 2013 |
| 10 | Other reliefs and preferences | | |
| | (specify) Subsidies to entrepreneurs on entrepreneurship projects: - Female and family businesses – to reimburse capital | Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On State Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015- 2017" | 2015 – 2017 |
| | expenditures; - Handicrafts; - Domestic, inbound tourism. | Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On Procedure of Providing Subsidies to SMEs in 2015" | 2015 |
| | Subsidies to entrepreneurs to reimburse fees under surety contracts. | | |

| Providing investors with the benefits of exploitation of the land publicly owned by | Law of Chelyabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in Chelyabinskaya Oblast" | Since 2003 |
|---|---|-------------|
| Cheliabinskaya Oblast | Resolution by the Cheliabinskaya Oblast Administration No. 211-P dd. 11.10.2006 "On Defining the Indices of Utilization Type and Social Significance for the Land Plots Publicly Owned by Cheliabinskaya Oblast" | Since 2006 |
| Providing investors with guarantees by Cheliabinskaya Oblast | Law of Chelyabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in Chelyabinskaya Oblast" | Since 2003 |
| | Law of Cheliabinskaya Oblast No. 297-ZO dd. 28.08.2008 "On Issuing State Guarantees of Cheliabinskaya Oblast" | Since 2008 |
| | Law of Cheliabinskaya Oblast No. 71-ZO dd. 18.12.2014 "On Regional Budget for 2015 and the 2016-2017 Planning Period" (Annexes 8 and 9) | 2015-2017 |
| | Resolution by the Cheliabinskaya Oblast Administration No. 212-P dd. 27.10.2010 "On the List of Documents Required for Extending a Regional State Guarantee"; Resolution by the Cheliabinskaya Oblast Administration No. 289-P dd. 10.12.2010 "On the List of Documents Required for Extending a Regional State Bond Issue Guarantee" | Since 2010. |
| | Resolution by the Cheliabinskaya Oblast Administration No. 177-P dd. 15.06.2011 "On Tender Procedures to Select Investment Projects of Investors Eligible for State Guarantees of Chelyabinskaya Oblast, and on Amendments to Resolution by the Cheliabinskaya Oblast Administration No. 212-P dd. 27.10.2010" | Since 2011 |

- * SME financial support is subject to:
- State registration and priority business lines in Chelyabinskaya Oblast;
- Absence of overdue debts related to budgetary funds provided on a repayable basis and tax payments to the budgets of all levels and to public extra-budgetary funds;
- Permanent jobs as at the date of subsidy application, job preservation in the current fiscal year and/or creation of new permanent jobs;
- Increased/preserved tax deductions to the budgets of all levels in the current fiscal year;
- Average monthly pay of SME employees no lower than subsistence level defined for able-bodied population of Chelyabinskaya Oblast.

Subsidies cannot exceed the projected annual tax deductions to the budgets of all levels and to public extra-budgetary funds.

SME support priorities include:

- 1) Manufacturing industries (except for excise goods);
- 2) Handicrafts;
- 3) Innovative activities;
- 4) Agriculture, fishery, fish farming;

- 5) Healthcare (medical treatment institutions, medical practice, veterinary medicine, other healthcare activities), education and social services;
- 6) Domestic, inbound tourism