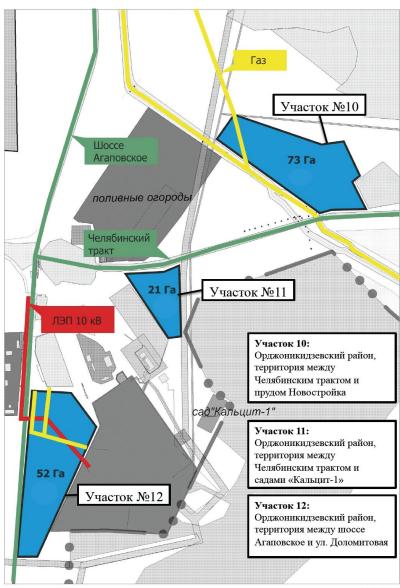
<u>Plot of Land No. 11</u> Cheliabinskaya Oblast, Magnitogorsk



1:15000

Vacant industrial land, ha:

21.0

SITE BRIEF:

General Information; Location; Contacts

Transport accessibility

Infrastructure

Preferences

General Information; Location; Contacts

	Site characteristics	Description
1.	Cadastral number	Demarcation of the land plot for cadastral
		purposes is possible upon preparation of urban

		planning documentation related to the Site. Documentation may be prepared for account of potential investors.
2.	Location	Cheliabinskaya Oblast, Magnitogorsk, Ordzhonikidze District
3.	Location description	The Site territory is adjacent to Verkhneuralskoe highway close to Lokomotiv
4.	Land use category	Populated land, territory with favourable development prospects
5.	Site in brief	Permitted use of the territory shall be defined upon preparation of area planning documentation, with specification of new territorial zones, townplanning regulations and permitted use parameters
6.	Type of ownership (private, public, public-private)	Municipal
7.	Management company or similar (MC)	Magnitogorsk Administration, Department of Investment Projects and Foreign Affairs
8.	MC Address (postal, electronic, web-site)	455044, Cheliabinskaya Oblast, Magnitogorsk, Prospekt Lenina, 72 Tel: (3519) 49-85-82, Fax: (3519) 498-498*1017 e-mail: invest@magnitog.ru www.magnitog.ru
9.	MC contact responsible for relations with potential residents/investors (full name, title, phone number and e-mail)	Leonid L. Kolesnikov, Chief Specialist, Department of Investment Projects and Foreign Affairs, Magnitogorsk Administration (3519) 498-498 (extension number 1362), kolesnikov@magnitog.ru
10.	Site Development Concept (web-site, if any) (yes/no)	No
11.	Site business lines (major projects, SME projects, mixed-type projects)	Any type of projects
12.	Industry specialization	Construction of administrative, industrial, storage, trade and other facilities subject to observance of technical standards, town-planning regulations, fire protection and sanitary norms

Transport accessibility

	Characteristics	Current status	Projections
1.	Distance to the nearest town	The Site is within the	-
		boundaries of Magnitogorsk	
		Urban District	
2.	Distance to the regional centre	309 km to Cheliabinsk	-
3.	Distance to Moscow	1689 km	-
4.	Distance to the nearest highway	Cheliabinsk Tract Highway	-
		adjacent to the Site	
5.	Any road connecting the Site with the nearest highway:	The Site is adjacent to the	-
	distance and road condition	highway	
6.	Any motor roads across the Site (yes/no)	No	-
7.	Any connections to railways (yes/no)	No	-
8.	Any offloading rail terminal facilities (yes/no)	No	-

	Characteristics	Current status	Projections
9.	Distance to the nearest international airport	27.8 km to Magnitogorsk	-
		international airport	
10	Distance to the nearest river port	347 km to Ufa river port	-
11	Distance to the nearest sea port	1655 km to Olia commercial	-
		seaport (Astrakhan)	

Infrastructure

	Characteristics	Current status	Projections
Ar	ea of the Site		
1.	Total area of the Site (ha)	21.0	
2.	Vacant plots of industrial land (ha)	21.0	
Uti	lities		
3.	Availability of utilities. Distance from the Site to utilities		
	(km); available load of:		
	- electric mains	No, 3 km; power	
		takeoff is possible upon	
		reconstruction of power	
		supply network;	
	- heat supply system	No	
	- gas supply system	Yes, 0.1 km to the	
		network, pipeline	
		diameter – 273 mm;	
	- water supply network	No, 1 km to the network	
		DN 200 mm; no reserve	
		capacity; hookup is possible upon network	
		reconstruction;	
	- sewerage system	No, 2.5 km to the	
	(Comment in detail on technological potential of the utilities.	network; DN 200 mm;	
	Specify if additional construction/reconstruction of the	no reserve capacity;	
	utilities is required.)	hookup is possible upon	
	1 /	network reconstruction;	
Wa	orkforce		
4.	Transport service between the Site and the settlements	Yes	
5.	Total workforce estimates within a 50-km radius of the Site	247.39 – able-bodied	
	(people, thousand)	population, 179.89 –	
		gainfully employed	
		population	
6.	Approximate number of unoccupied able-bodied population	1.36 – unemployed,	
	(people, thousand)	67.5 – voluntary	
		unoccupied population	
Soc	cial infrastructure in 30-minute proximity to the Site	, 	
7.	Hospitals (yes/no, proximity to the nearest one)	Yes, 20 km	
8.	Shops (yes/no, proximity)	Yes, 5 km	
9.	Housing for the Site staff (yes/no, proximity)	Yes, 15 km	
10	Hotels for the Site staff (yes/no, proximity)	Yes, 20 km	

Preferences to Residents In terms of initial costs

	Preferences	Statutory document and approving authority	Statutory
	Treferences	statutory document and approving authority	document validity
1	Subsidies on SME projects	Draft Resolution by the Cheliabinskaya Oblast Administration "On Procedure of Providing in 2013-2015 Subsidies (Grants) to Small Innovative Companies of Cheliabinskaya Oblast"	2013-2015
2	Subsidies on lease payments to acquire fixed assets	Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On Sate Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015- 2017"; Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On Procedure of Providing Subsidies to SMEs in 2015"	2015-2017
3	Guarantees on fixed-asset loans to SMEs (surety bonds provided by the regional Guarantee Fund to SMEs and related to bank guarantees issued by commercial banks)	Resolution by the Cheliabinskaya Oblast Administration No. 56-P dd. 16.03.2009 "On Establishment of SME Crediting Fund in Cheliabinskaya Oblast" Decree by the Ministry of Economic Development	Since 2009 Since 2012
		of Cheliabinskaya Oblast No. 32 dd. 07.03.2012 "On Approval of the Revised Articles of Association of Cheliabinskaya Oblast SME Crediting Fund"	
4	Other preferences (specify) Subsidies to entrepreneurs on entrepreneurship projects: - Female and family businesses - to reimburse capital expenditures; - Handicrafts; - Domestic, inbound tourism.	Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On Sate Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015- 2017"; Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On Procedure of Providing Subsidies to SMEs in 2015"	2015-2017
	Subsidies to entrepreneurs to reimburs fees under surety contracts Allocating sites with the supporting	Law of Cheliabinskaya Oblast No. 175-ZO dd.	Since 2003
	infrastructure to investors Subsidies to SMEs to reimburse capita	28.08.2003 "On Promoting Investment Activities i Cheliabinskaya Oblast" Municipal Program on SME Development in	2014-2017
	expenditures Subsidies to youth entrepreneurs on	Magnitogorsk for 2014-2017 Municipal Program on SME Development in Magnitogorsk for 2014-2017	2014-2017
5	entrepreneurship projects Subsidies to SMEs to reimburse capita expenditures		2014-2017

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	Law of Cheliabinskaya Oblast No. 433-ZO dd. 24.11.2005 "On Amendments to the Law of Cheliabinskaya Oblast "On Promoting Innovative Activities in Cheliabinskaya Oblast"	Since 2005
	payments)	Law of Cheliabinskaya Oblast No. 154-ZO dd. 23.06.2011 "On Reduction of Corporate Tax Rate for Specific Categories of Taxpayers"	Since 2011
		Resolution by the Cheliabinskaya Oblast Administration No. 69-P dd. 06.03.2013 "On Accreditation of Innovative Technological Parks	Since 2013
		Accreditation of Innovative Technological Parks Operating in Cheliabinskaya Oblast"	2015-2017
		Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On Sate Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 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 Cheliabinskaya Oblast	
		Administration No. 396-P dd. 16.11.2011 "On Regional Targeted Program on Social Rural Development in Cheliabinskaya Oblast for 2012-2013"	2012-2013
		Resolution by the Cheliabinskaya Oblast 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	2013-2015
		Some Resolutions by the Cheliabinskaya Oblast Administration as Invalid"	
		Resolution by the Cheliabinskaya Oblast Administration No. 119-P dd. 30.04.2008 "On Procedure of Granting Subsidies to Support Crop Husbandry"	Since 2008
		Resolution by the Cheliabinskaya 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 Cheliabinskaya Oblast Administration No. 74-P dd. 20.03.2013 "On	

		Amendments to Resolution by the Cheliabinskaya 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 Cheliabinskaya 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 Cheliabinskaya 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 Cheliabinskaya 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 Sate Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015-2017"; Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On Procedure of Providing Subsidies to SMEs in 2015"	2015-2017
8	Profit tax relief	Law of Cheliabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in Cheliabinskaya Oblast"	Since 2003
		Law of Cheliabinskaya Oblast No. 154-ZO dd. 23.06.2011 "On Reduction of Corporate Tax Rate for Specific Categories of Taxpayers"; Resolution by the Cheliabinskaya Oblast Administration No. 332-P dd. 28.09.2011 "On the Procedure of Making the List of Priority Investment Projects of Cheliabinskaya Oblast"	Since 2011
		Resolution by the Cheliabinskaya Oblast Administration No. 124-P dd. 25.03.2013 "On Amendments to Resolution by the Cheliabinskaya Oblast Administration No. 332-P dd. 28.09.2011"	Since 2013
9	Property tax relief	Law of Cheliabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in Cheliabinskaya Oblast";	Since 2003

		Law of Cheliabinskaya Oblast No. 189-ZO dd. 27.11.2003 "On Corporate Property Tax"	
		Law of Cheliabinskaya Oblast No. 155-ZO dd. 23.06.2011 "On Amendments to the Law of Cheliabinskaya Oblast "On Corporate property Tax"; Resolution by the Cheliabinskaya Oblast Administration No. 332-P dd. 28.09.2011 "On Procedure of Making the List of Priority Investment Projects of Cheliabinskaya Oblast'	Since 2011
		Resolution by the Cheliabinskaya Oblast Administration No. 124-P dd. 25.03.2013 "On Amendments to Resolution by the Cheliabinskaya 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 reimburs capital expenditures; - Handicrafts; - Domestic, inbound tourism.	Resolution by the Chelyabinskaya Oblast Administration No. 594-P dd. 19.11.2014 "On Sate Program on SME Comprehensive Support and Development in Chelyabinskaya Oblast for 2015-2017"; Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 "On Procedure of Providing Subsidies to SMEs in 2015"	2015-2017
	Subsidies to entrepreneurs to reimburse fees under surety contracts. Providing investors with the benefits of exploitation of the land publicly owned by Cheliabinskaya Oblast	Law of Cheliabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in 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"	
	Providing investors with guarantees by Cheliabinskaya Oblast	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) 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	2015-2017 Since 2010

Bond Issue Guarantee"	
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 Cheliabinskaya 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 Cheliabinskaya 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 Cheliabinskaya 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