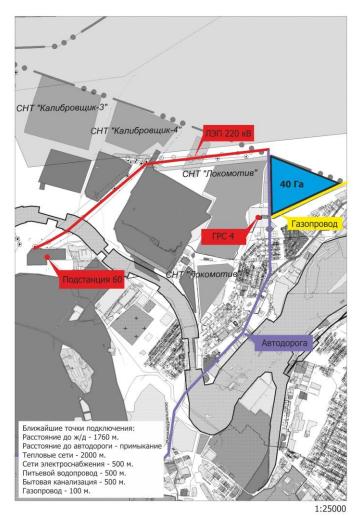
Plot of Land No. 1 Cheliabinskaya Oblast, Magnitogorsk



Vacant industrial **land**, ha:

<u>40.0</u>

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, town-
		planning regulations and permitted use
		parameters
6.	Type of ownership (private, public, public-private)	Municipal
7.	Management company or similar (MC)	Magnitogorsk Administration, Department of
	The state of the s	Investment Projects and Foreign Affairs
8.	MC Address (postal, electronic, web-site)	455044, Cheliabinskaya Oblast, Magnitogorsk,
	4	Prospekt Lenina, 72
		Tel: (3519) 49-85-82, Fax: (3519) 498-498*1017
		e-mail: <u>invest@magnitog.ru</u>
		www.magnitog.ru
9.	MC contact responsible for relations with potential	Leonid L. Kolesnikov, Chief Specialist,
	residents/investors (full name, title, phone number and	Department of Investment Projects and Foreign
	e-mail)	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,	Any type of projects
	mixed-type 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	297 km to Cheliabinsk	-
3.	Distance to Moscow	1689 km	-
4.	Distance to the nearest highway	Verkhneuralskoe highway, 0	-
		km	
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, 1760 m to railroad	-
8.	Any offloading rail terminal facilities (yes/no)	No	-
9.	Distance to the nearest international airport	19 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)	40.0	
2.	Vacant plots of industrial land (ha)	40.0	
Ut	ilities		
3.	Availability of utilities. Distance from the Site to utilities		
	(km); available load of:		
	- electric mains	Yes, 6 km; 25 MW	
	- heat supply system	No, 2 km to heat supply	
		systems that require	
		reconstruction;	
	- gas supply system	Yes, 0.1 km, pipeline	
		diameter – 530 mm;	
	- water supply network	No, 0.5 km to the	
		network (DN 50 mm;	
		no reserve capacity).	
		Hookup is possible	
		upon network	
	gayyana ga gyatam	reconstruction; No, 0.5 km to the	
	- sewerage system (Comment in detail on technological potential of the utilities.	network (DN 100 mm,	
	Specify if additional construction/reconstruction of the	no reserve capacity).	
	utilities is required.)	Hook-up possibility	
	utilities is required.)	upon network	
		reconstruction	
W	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	
So	cial infrastructure in 30-minute proximity to the Site	<u>, </u>	
7.	Hospitals (yes/no, proximity to the nearest one)	Yes, 10 km	
8.	Shops (yes/no, proximity)	Yes, in close proximity	
9.	Housing for the Site staff (yes/no, proximity)	Yes, 5 km	
10	Hotels for the Site staff (yes/no, proximity)	Yes, 10 km	

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 Cheliabinskaya Oblast Administration "On Procedure of Providing in	2013-2015

		2012 2017 (3.1.11) (3.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1	
		2013-2015 Subsidies (Grants) to Small Innovative	
		Companies of Cheliabinskaya Oblast"	
2	Subsidies on lease payments to acquire		2015-2017
	fixed assets	Administration No. 594-P dd. 19.11.2014 "On Sat	
		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"	
3	Guarantees on fixed-asset loans to	Resolution by the Cheliabinskaya Oblast	Since 2009
	SMEs	Administration No. 56-P dd. 16.03.2009 "On	
	(surety bonds provided by the regional	Establishment of SME Crediting Fund in	
	Guarantee Fund to SMEs and related to	Cheliabinskaya Oblast"	
	bank guarantees issued by commercial	•	
	banks)	Decree by the Ministry of Economic Development	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)	Resolution by the Chelyabinskaya Oblast	2015-2017
	Subsidies to entrepreneurs on	Administration No. 594-P dd. 19.11.2014 "On Sat	
	entrepreneurship projects:	Program on SME Comprehensive Support and	
	- Female and family businesses -	Development in Chelyabinskaya Oblast for 2015-	
	to reimburse capital	2017";	
	_	Resolution by the Chelyabinskaya Oblast	
	expenditures;	Administration No. 368-P dd. 20.07.2015 "On	
	- Handicrafts;	Procedure of Providing Subsidies to SMEs in	
	- Handiciarts,	2015"	
	- Domestic, inbound tourism.		
	Bomeste, moothe tourism.		
	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	28.08.2003 "On Promoting Investment Activities i	
		Cheliabinskaya Oblast"	
	Subsidies to SMEs to reimburse capita		2014-2017
	expenditures	Magnitogorsk for 2014-2017	
	Subsidies to youth entrepreneurs on	Municipal Program on SME Development in	2014-2017
	entrepreneurship projects	Magnitogorsk for 2014-2017	
5	Subsidies to SMEs to reimburse capita		2014-2017
	expenditures	Magnitogorsk for 2014-2017	_0101,
	expellatures	11111111111111111111111111111111111111	

In terms of operating costs

	in terms of operating costs			
	Preferences	Statutory document and approving authority	Statutory	
			document	
			validity	
6	Sectoral subsidies – support	Law of Cheliabinskaya Oblast No. 433-ZO dd.	Since 2005	
	for producers from specific	24.11.2005 "On Amendments to the Law of		
	sectors of economy (subsidies	Cheliabinskaya Oblast "On Promoting Innovative		
	to residents to effect rental	Activities in Cheliabinskaya Oblast"		
	payments)			

	1
Law of Cheliabinskaya Oblast No. 154-ZO dd.	Since 2011
23.06.2011 "On Reduction of Corporate Tax Rate for	
Specific Categories of Taxpayers"	
	Since 2013
Resolution by the Cheliabinskaya Oblast	
Administration No. 69-P dd. 06.03.2013 "On	
Accreditation of Innovative Technological Parks	
Operating in Cheliabinskaya Oblast"	2015-2017
Operating in Chendomskaya Oblast	2013 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"	
3 - 3 - 3 - 3 - 3 - 3 - 3 - 3 - 3 - 3 -	
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
Development in Chemaoniskaya Obiast 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	2013-2015
Partially Reimburse Interest Payments under the Loans	2013-2013
from Russian Credit Institutions and Agricultural	
Credit Consumer Cooperatives, and on Considering	
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	Since 2013
	211100 2013
Procedure of Granting Subsidies on Obtaining of Elite	
Seeds and Seeds of High Performance"	
Desclution by the Chalishinshare Oblast	
Resolution by the Cheliabinskaya Oblast	1
•	
Administration No. 729-P dd. 28.12.2012 "On Procedure of Granting in 2013-2015 Subsidies on the	

		G : 1D 1 (D (E	2012 2017
		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"; Law of Cheliabinskaya Oblast No. 189-ZO dd. 27.11.2003 "On Corporate Property Tax"	Since 2003
		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	Since 2011

		Procedure of Making the List of Priority Investment	
		Projects of Cheliabinskaya Oblast' 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	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 Bond Issue Guarantee"	2015-2017 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 Cheliabinskaya Oblast, and on Amendments to Resolution by the Cheliabinskaya Oblast Administration No. 212-P dd.	Since 2011

27.10.2010"

- * 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