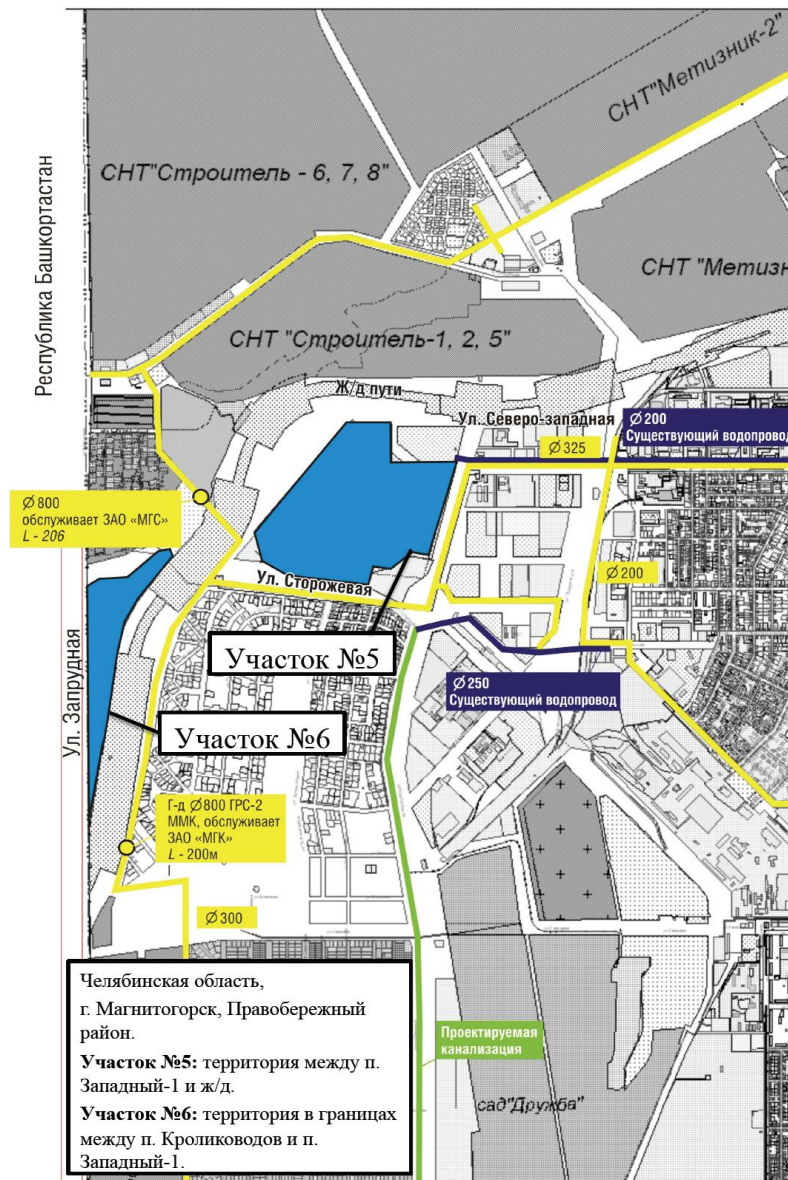


## Plot of Land No. 5

Cheliabinskaya Oblast, Magnitogorsk



Vacant industrial land, ha:

54.0

### **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, 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 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: <a href="mailto:invest@magnitog.ru">invest@magnitog.ru</a> <a href="http://www.magnitog.ru">www.magnitog.ru</a>
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), <a href="mailto:kolesnikov@magnitog.ru">kolesnikov@magnitog.ru</a>
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**

	<b>Characteristics</b>	<b>Current status</b>	<b>Projections</b>
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	Dachnoe highway adjacent to the Site	-
5.	Any road connecting the Site with the nearest highway: distance and road condition	The Site is adjacent to the highway	-
6.	Any motor roads across the Site (yes/no)	No	-
7.	Any connections to railways (yes/no)	No, railway in close vicinity	-

	<b>Characteristics</b>	<b>Current status</b>	<b>Projections</b>
8.	Any offloading rail terminal facilities (yes/no)	No	-
9.	Distance to the nearest international airport	18.2 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**

	<b>Characteristics</b>	<b>Current status</b>	<b>Projections</b>
<b><i>Area of the Site</i></b>			
1.	Total area of the Site (ha)	54.0	
2.	Vacant plots of industrial land (ha)	<b>54.0</b>	
<b><i>Utilities</i></b>			
3.	<p>Availability of utilities. Distance from the Site to utilities (km); available load of:</p> <ul style="list-style-type: none"> <li>- electric mains</li>   <li>- heat supply system</li> <li>- gas supply system</li>   <li>- water supply network</li>   <li>- sewerage system</li> </ul> <p>(Comment in detail on technological potential of the utilities. Specify if additional construction/reconstruction of the utilities is required.)</p>	<p>No, 1.5 km; power takeoff is possible upon reconstruction of power grid facilities;</p> <p>No</p> <p>Yes, 0.1 km to the network, pipeline diameter – 325 mm;</p> <p>No, 1.3 km to the network, DN 250 mm; no reserve capacity; hookup is possible upon network reconstruction;</p> <p>No</p>	
<b><i>Workforce</i></b>			
4.	Transport service between the Site and the settlements	Yes	
5.	Total workforce estimates within a 50-km radius of the Site (people, thousand)	247.39 – able-bodied population, 179.89 – gainfully employed population	
6.	Approximate number of unoccupied able-bodied population (people, thousand)	1.36 – unemployed, 67.5 – voluntary unoccupied population	
<b><i>Social infrastructure in 30-minute proximity to the Site</i></b>			
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*

	<b>Preferences</b>	<b>Statutory document and approving authority</b>	<b>Statutory document validity</b>
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 State 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 of Cheliabinskaya Oblast No. 32 dd. 07.03.2012 "On Approval of the Revised Articles of Association of Cheliabinskaya Oblast SME Crediting Fund"	Since 2009  Since 2012
4	Other preferences (specify) Subsidies to entrepreneurs on entrepreneurship projects: <ul style="list-style-type: none"> <li>- Female and family businesses to reimburse capital expenditures;</li> <li>- Handicrafts;</li> <li>- Domestic, inbound tourism.</li> </ul> Subsidies to entrepreneurs to reimburse fees under surety contracts	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"; Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 " On Procedure of Providing Subsidies to SMEs in 2015"	2015-2017
	Allocating sites with the supporting infrastructure to investors	Law of Cheliabinskaya Oblast No. 175-ZO dd. 28.08.2003 "On Promoting Investment Activities in Cheliabinskaya Oblast"	Since 2003
	Subsidies to SMEs to reimburse capital expenditures	Municipal Program on SME Development in Magnitogorsk for 2014-2017	2014-2017
	Subsidies to youth entrepreneurs on entrepreneurship projects	Municipal Program on SME Development in Magnitogorsk for 2014-2017	2014-2017
5	Subsidies to SMEs to reimburse capital expenditures	Municipal Program on SME Development in Magnitogorsk for 2014-2017	2014-2017

### *In terms of operating costs*

	<b>Preferences</b>	<b>Statutory document and approving authority</b>	<b>Statutory document validity</b>
6	Sectoral subsidies – support for producers from specific sectors of economy (subsidies to residents to effect rental payments)	<p>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”</p> <p>Law of Cheliabinskaya Oblast No. 154-ZO dd. 23.06.2011 “On Reduction of Corporate Tax Rate for Specific Categories of Taxpayers”</p> <p>Resolution by the Cheliabinskaya Oblast Administration No. 69-P dd. 06.03.2013 “On Accreditation of Innovative Technological Parks Operating in Cheliabinskaya Oblast”</p> <p>Resolution by the Cheliabinskaya Oblast Administration No. 594-P dd. 19.11.2014 “On State Program on SME Comprehensive Support and Development in Cheliabinskaya Oblast for 2015-2017”;</p> <p>Resolution by the Cheliabinskaya Oblast Administration No. 368-P dd. 20.07.2015 “ On Procedure of Providing Subsidies to SMEs in 2015”</p> <hr/> <p><b>Preferences for agricultural producers</b></p> <p>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”</p> <p>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 Some Resolutions by the Cheliabinskaya Oblast Administration as Invalid”</p> <p>Resolution by the Cheliabinskaya Oblast Administration No. 119-P dd. 30.04.2008 “On Procedure of Granting Subsidies to Support Crop Husbandry”</p> <p>Resolution by the Cheliabinskaya Oblast Administration No. 126-P dd. 29.04.2011 “On Procedure of Granting Subsidies on State Support for Livestock Breeding”</p> <p>Resolution by the Cheliabinskaya Oblast Administration No. 74-P dd. 20.03.2013 “On</p>	<p>Since 2005</p> <p>Since 2011</p> <p>Since 2013</p> <p>2015-2017</p> <p>2012-2013</p> <p>2013-2015</p> <p>Since 2008</p> <p>Since 2011</p>

		<p>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”</p> <p>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”</p> <p>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”</p> <p>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”</p>	<p>Since 2013</p> <p>2013-2015</p>
7	Export subsidies (partial subsidizing of expenses incurred in arranging exhibitions, interest rate subsidies on loans)	<p>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”;</p> <p>Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 “ On Procedure of Providing Subsidies to SMEs in 2015”</p>	2015-2017
8	Profit tax relief	<p>Law of Cheliabinskaya Oblast No. 175-ZO dd. 28.08.2003 “On Promoting Investment Activities in Cheliabinskaya Oblast”</p> <p>Law of Cheliabinskaya Oblast No. 154-ZO dd. 23.06.2011 “On Reduction of Corporate Tax Rate for Specific Categories of Taxpayers”;</p> <p>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”</p> <p>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”</p>	<p>Since 2003</p> <p>Since 2011</p> <p>Since 2013</p>
9	Property tax relief	<p>Law of Cheliabinskaya Oblast No. 175-ZO dd. 28.08.2003 “On Promoting Investment Activities in Cheliabinskaya Oblast”;</p>	Since 2003

		<p>Law of Cheliabinskaya Oblast No. 189-ZO dd. 27.11.2003 “On Corporate Property Tax”</p> <p>Law of Cheliabinskaya Oblast No. 155-ZO dd. 23.06.2011 “On Amendments to the Law of Cheliabinskaya Oblast “On Corporate property Tax”;</p> <p>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”</p> <p>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”</p>	<p>Since 2011</p> <p>Since 2013</p>
10	<p>Other reliefs and preferences (specify)</p> <p>Subsidies to entrepreneurs on entrepreneurship projects:</p> <ul style="list-style-type: none"> <li>- Female and family businesses – to reimburse capital expenditures;</li> <li>- Handicrafts;</li> <li>- Domestic, inbound tourism.</li> </ul> <p>Subsidies to entrepreneurs to reimburse fees under surety contracts.</p> <p>Providing investors with the benefits of exploitation of the land publicly owned by Cheliabinskaya Oblast</p> <p>Providing investors with guarantees by Cheliabinskaya Oblast</p>	<p>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”;</p> <p>Resolution by the Chelyabinskaya Oblast Administration No. 368-P dd. 20.07.2015 “ On Procedure of Providing Subsidies to SMEs in 2015”</p> <p>Law of Cheliabinskaya Oblast No. 175-ZO dd. 28.08.2003 “On Promoting Investment Activities in Cheliabinskaya Oblast”</p> <p>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”</p> <p>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)</p> <p>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”;</p> <p>Resolution by the Cheliabinskaya Oblast Administration No. 289-P dd. 10.12.2010 “On the List of Documents Required for Extending a Regional State</p>	<p>2015-2017</p> <p>2015-2017</p> <p>Since 2010</p>

		<p>Bond Issue Guarantee”</p> <p>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”</p>	<p>Since 2011</p>
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\* 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