OJSC Zavolzhsky Crawler Vehicle Plant (OAO ZZGT) Waste Treatment Facilities (construction in progress) (Brownfield),

Nizhegorodskaya Oblast, Gorodets Region, Zavolzhie



Vacant industrial property, sq. m

<u>864.0</u>

SITE BRIEF: General Information; Location; Contacts Transport accessibility Infrastructure Preferences

	Site characteristics	Description
1.	Name	OAO ZZGT
		Waste Treatment Facilities (construction in
		progress)
2.	Type (industrial site, industrial park, technological park, tourist and recreation area benefiting from favourable social and economic policies)	Industrial Site
3.	Type of ownership (private, public, public-private)	Private
4.	Location and web-site (e-mail)	606524, Nizhegorodskaya Oblast, Gorodets Region, Zavolzhie, ul. Zheleznodorozhnaya, 1
5.	Management company or similar (MC)	OJSC Zavolzhsky Crawler Vehicle Plant
6.	MC Address (postal, electronic, web-site)	606524, Nizhegorodskaya Oblast, Gorodets Region,

General Information; Location; Contacts

		Zavolzhie, ul. Zheleznodorozhnaya, 1
		www.zzgt.ru
7.	MC contact responsible for relations with potential	Dmitry V. Belonogov, Chief Technology Officer,
	residents (full name, title, phone number and e-	Tel.:8(83161)215-02, e-mail: belonogov@zzgt.ru
	mail)	
8.	Site Development Concept (web-site, if any)	No
	(yes/no)	
9.	Industry specialization	Machinery and equipment, electrical fixtures,
		electronic and optical equipment, transportation
		vehicles and equipment; other manufacturing
		activities.

Transport accessibility

	Characteristics	Current status	Projections
1.	Distance to the nearest town	Within the Zavolzhie boundaries	
2.	Distance to the regional centre	60 km to Nizhniy Novgorod	
3.	Distance to Moscow	450 km	
4.	Distance to the nearest highway	2 km to the Nizhniy Novgorod – Ivanovo Highway	
5.	Any roads connecting the Site with the nearest highway, distance and road condition	Asphalt road, 2 km	
6.	Any motor roads across the Site (yes/no)	Yes	
7.	Any connections to railways (yes/no)	Yes	
8.	Any offloading rail terminal facilities (yes/no)	Yes	
9.	Distance to the nearest international airport	60 km to the Nizhniy Novgorod International Airport	
10	Distance to the nearest river port	15 km to the Gorodets River Port	
11	Distance to the nearest sea port	Access to the Caspian Sea, Black and Baltic Seas	
	Infrastructure		

	Infrastructure		
	Characteristics	Current status	Projecti
			ons
Plo	ts of land		
1.	Total area of the Site (ha)	0.0864	
2.	Vacant plots of industrial land within the Site limits (ha)	The boundaries of the land plot occupied by the facilities are neither demarcated nor fenced	
Ind	lustrial property		
3.	Existing production and storage premises (sq. m)	864 sq. m	
4.	Vacant industrial property (sq. m)	<u>864.0</u>	
5.	Maximum height of vacant premises (to the girder, m)	The building is not completed	
Off	ice property		
6.	Total area of the office property (sq. m)	N/A	
7.	Vacant area of the office property (sq. m)	N/A	
Uti	lities		
8.	Electric mains (yes/no); Available load (MW)	Access to OAO ZZGT networks	
9.	Heat supply system (yes/no); Contracted capacity (Gcal/h)	Access to OAO ZZGT networks	

10		
10.	Water supply network (yes/no);	Access to OAO ZZGT networks
	Maximum switched load (cu. m/h)	
11.	Sewerage system (sanitation, storm wastewater treatment	Access to OAO ZZGT networks
	facilities (yes/no);	
	Facilities capacity (cu. m/h)	
12.	Gas supply system (yes/no);	-
	Contracted capacity (cu. m p.a.)	
13.	Other utility networks (yes/no) (if yes, specify)	-
Wor	rkforce	· · ·
14.	Nearest settlements, distance	Zavolzhie (0 km)
		Gorodets (15 km)
		Balakhna (20 km)
		Chkalovsk (35 km)
15.	Transport service between the Site and the settlements	Yes
16.	Total workforce estimates within a 50-km radius of the	Population in the above towns -
	Site (people, thousand)	137 thousand
		According to the year 2012
		statistics, able-bodied population
		of Zavolzhie totals 22.4 thousand
17.	Approximate number of unoccupied able-bodied	Registered unemployed – 200
	population (people, thousand)	people
18.	Average monthly pay of technical staff (RUB, thousand)	21 (plant average)
19.	Average monthly pay of managerial staff (RUB, thousand)	21 (plant average)
Soc	ial infrastructure in 30-minute proximity to the Site	
20.	Canteens or cafes at the Site (yes/no)	Yes
21.	Hospitals (yes/no, proximity to the nearest one)	Yes, 2 km
22.	Shops (yes/no, proximity)	Yes
23.	Housing for the Site staff (yes/no, proximity)	Yes
24.	Hotels for the Site staff (yes/no, proximity)	Yes, 1-2 km
25.	Conference hall, business area	Yes
26.	Sport facilities (yes/no)	Yes
27.	Recreation areas at the Site (yes/no)	No

Preferences for Residents In terms of initial costs

	Preferences	Description	Curre	ent situation		Projections
			Preference validity	Statutory document and approving authority	Preference validity	Responsible authority
1	Grants to small start-ups	Grants to start-ups	1 year	Resolution No. 752 dd. 21.10.2009 by the Nizhniy Novgorod Regional Administration On State Support and Grants to SMEs		The Nizhniy Novgorod Regional Ministry of Support to SMEs and consumer services market
2	Subsidies to reimburse SMEs for down payments under equipment lease agreements	 100% reimbursement to SMEs for down payments under lease agreements. Total reimbursement to a SME over a financial year shall not exceed RUB 2.0 million under equipment lease agreement(s) and RUB 500.0 thousand under motor vehicle lease agreement(s) (excluding light motor vehicles) and shall make no more than 50% of the total amount of a lease agreement. Conditions for reimbursement: An equipment lease agreement shall be concluded after 01.01.2011; Leased assets shall include: equipment specified in Subsection 14 "Machinery and equipment" of 	1 year	Resolution No. 379 dd. 28.06.2010 by the Nizhniy Novgorod Regional Administration On Subsidies to Reimburse SMEs for Down Payments under Equipment Lease Agreements		The Nizhniy Novgorod Regional Ministry of Support to SMEs and consumer services market

		the All-Russia Capital Assets Classifier approved by the Resolution N 359 dd. 26.12.1994 of the Russian Federal Agency on Technical Regulating and Metrology, motor vehicles (excluding the light ones), and multipurpose mobile platforms.			
3	Subsidies to reimburse SMEs for interest paid on loans from Russian credit institutions	Interest rate subsidies on loans granted to SMEs for construction of industrial buildings and facilities for their business operations and/or acquisition of equipment to establish/develop/modernise production of goods/works/services, in the amount of 2/3 of the RF CB refinancing interest rate effective as at the day of presenting an application for a maximum subsidy of RUB 1.0 million per SME.	1 year	Resolution No. 322 dd. 01.06.2012 by the Nizhniy Novgorod Regional Administration On Subsidies to Reimburse SMEs for Interest on Loans from Russian Credit Institutions	The Nizhniy Novgorod Regional Ministry of Support to SMEs and consumer services market
4	Guarantees on loans granted to SMEs to acquire capital assets	Cost of guarantee	N/A		
5	Preferential terms for starting up a resident company	Leasing out business premises on preferential terms	1 year		
6	Subsidies to reimburse SMEs for training costs	SMEs whose employees or entrepreneurs have undergone training in respective business area to establish or promote their own businesses are eligible for subsidies. Subsidies are granted once a year to	1 year	Resolution No. 861 dd. 02.12.2010 by the Nizhniy Novgorod Regional Administration	The Nizhniy Novgorod Regional Ministry of Support to SMEs and consumer services market

incur RUB	er 80% of the training-related costs rred by a SME but no more than 3 20 thousand per employee or epreneur.	On Procedure for Subsidizing SME Training Expenses	
SME profe well	sidies are granted to compensate Es for expenses related to essional training and retraining, as as advanced professional training of tion not exceeding 100 hours.		
	sidies may only be granted on enses incurred after 01.01.2011.		

In terms of operating costs

	Preferences	Substance	Current situation	on	Proje	ections
			Preference validity	Statutory document and approving authority	Preference validity	Responsible authority
10.	Industry subsidies to support manufacturers in specific sector (rental subsidies)	Percentage of rental costs	Investors in projects delivered in Nizhegorodskaya Oblast are eligible for exemption from rent (during the term of an investment agreement) for the land used in investment activities, in particular, to the extent applicable to payments to the Nizhegorodskaya Oblast budget.	Nizhegorodskaya Oblast Law No. 180- Z dd. 31.12.2004 (as revised 03.05.2011) On State Support to Investment Activities in Nizhegorodskaya Oblast		
11.	Export subsidies (partial subsidizing of expenses incurred in arranging exhibitions, interest rate subsidies on loans)	 Percentage of exhibition related expenses; Percentage of interest rate subsidies on loans. 	 Subsidizing 2/3 of expenses incurred by SME (excluding travel costs and accommodation). Subsidizing SMEs on monthly basis in the amount of 50% of interest expenses but no more than 1/2 of the CB RF refinancing (discount) rate effective as at the date 	Oblast Government's Resolution No. 951 dd. 24.12.2010 (as revised 07.09.2012) On Subsidizing SMEs Engaged in		

			for loans in RUB and no more than	J I	
			6% p.a. for loans in foreign currency,	Goods/Works/Service	
			subject to a SME having no overdue	S	
			taxes or other mandatory payments to		
			the RF budget.		
12.	Interest rate subsidies on loans	Percentage of interest rate	Investor's interest expenses are	Nizhegorodskaya	
	to the Site residents	subsidies on loans	partially compensated for from the	Oblast Law No. 180-	
			local budget by transferring	Z dd. 31.12.2004 (as	
			budgetary funds in the amount of $1/2$	revised 03.05.2011)	
			of the interest accrued as per loan	On State Support to	
			agreement but no more than $1/2$ of	Investment Activities	
			interest accrued at the CB RF	in Nizhegorodskaya	
			discount rate effective as at date of	Oblast	
			the loan agreement.		
13.	Profit tax relief	1. Reduced profit tax rate;	The validity of tax relief available to	Nizhegorodskaya	
		2. Profit tax grace period.	investors is limited by the investment	Oblast Law No. 180-	
14.	Corporate property tax relief	1. Reduced corporate property	project pay-back period and shall not	Z dd. 31.12.2004 (as	
		tax rate;	exceed 5 years from the day provided	revised 03.05.2011)	
		2. Corporate property tax grace	for in an investment agreement but	On State Support to	
		period.	not earlier than the effective date of	Investment Activities	
		•	the Nizhegorodskaya Oblast Law	in Nizhegorodskaya	
			approving such investment	Oblast	
			agreement. The start day of a tax		
			relief may be chosen by an investor		
			and not coincide with the effective		
			date of a statutory document.		