OJSC Zavolzhsky Engine Plant (OJSC ZEP) Green Sand Stock Facility (Brownfield),

Nizhegorodskaya Oblast, Gorodetsk Region, Zavolzhie



Vacant industrial property, sq. m

1,728.0

SITE BRIEF:

General Information; Location; Contacts
Transport accessibility
Infrastructure
Preferences
PHOTOS
Ground Plan

General Information; Location; Contacts

	Site characteristics	Description
1.	Name	OJSC ZEP
		Industrial Site A
		Green sand stock facility
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)	606522, Nizhegorodskaya Oblast, Gorodetsk Region, Zavolzhie, ul. Sovetskaya, 1a, Volga riverside
5.	Management company or similar (MC)	OJSC Zavolzhsky Engine Plant
6.	MC Address (postal, electronic, web-site)	606522, Nizhegorodskaya Oblast, Gorodetsk

		Region, Zavolzhie, ul. Sovetskaya, 1a
		www.zmz.ru
7.	MC contact responsible for relations with potential	Anatoliy V. Maksimov, Expert, Project Division
	residents (full name, title, phone number and e-	Tel. 8-964-839-31-97
	mail)	e-mail: a.v.maksimov@sollers-auto.com
8.	Site Development Concept (web-site, if any)	Possible development: foundry, machine workshop,
	(yes/no)	tool-making facilities, repair facilities, warehouses
9.	Industry specialization	Machinery and equipment, electrical fixtures,
		electronic and optical equipment, transportation
		vehicles and equipment; other manufacturing.

Transport accessibility

	Characteristics	Current status	Projections
1.	Distance to the nearest town	Within 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	2 km asphalt road	
	highway, distance and road condition		
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 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 Caspian, Black and Baltic	
		Seas	

Infrastructure

	Characteristics	Current status	Projecti
			ons
Plo	ts of land		
1.	Total area of the Site (ha)	0,1728 unheated single-story building	
2.	Vacant plots of industrial land within the Site limits (ha)	The boundaries of the land plot occupied by the facilities are not demarcated	
Ind	ustrial property		
3.	Existing production and storage premises (sq. m)	1728	
4.	Vacant industrial property (sq. m)	1,728.0	
5.	Maximum height of vacant premises (to the girder, m)	11.6	
Off	ice property		1
6.	Total area of the office property (sq. m)	N/A	
7.	Vacant area of the office property (sq. m)	N/A	
Util	lities	•	•
8.	Electric mains (yes/no);	Yes,	Repair
	Available load (MW)	180	require

			d
			<i></i>
9.	Heat supply system (yes/no);	Yes,	Repair
	Contracted capacity (Gcal/h)	0.61	require
			d
10.	Water supply network (yes/no);	30 m to OJSC ZEP network	
	Maximum switched load (cu. m/h)	connection point	
11.	Sewerage system (sanitation, storm wastewater treatment	OJSC ZEP network connection	
	facilities (yes/no);	points: wastewater sewerage – 280	
	Facilities capacity (cu. m/h)	m; storm water drainage – 20 m;	
		industrial wastes disposal system	
10		– 900 m	
12.	Gas supply system (yes/no);	Yes,	
10	Contracted capacity (cu. m p.a.)	1000 cu.m./h	
13.	Other utility networks (yes/no) (if yes, specify)	Telephone, 900 m to pressurized	
***	1.0	air network connection point	
	rkforce	7 11: (01)	
14.	Nearest settlements, distance	Zavolzhie (0 km)	
		Gorodets (15 km)	
		Balakhna (20 km)	
1.5	T	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	
		in 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)	20.850	
19.	Average monthly pay of managerial staff (RUB, thousand)	50.000	
- C			
	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	nt situation		Projections
			Preference	Statutory	Preference	Responsible authority
			validity	document and	validity	
				approving		
				authority		
1	Grants to small start-ups	Grants to small start-ups	1 year	Resolution No.		The Nizhniy Novgorod
				752 dd.		Regional Ministry of
				21.10.2009 by the		Support to SMEs and
				Nizhniy Novgorod		consumer services
				Regional		market
				Administration		
				"On State Support		
				and Grants to		
				SMEs"		
2	Subsidies to reimburse SMEs for	100% reimbursement to SMEs for down	1 year	Resolution No.		The Nizhniy Novgorod
	down payments under equipment	payments under lease agreements.		379 dd.		Regional Ministry of
	lease agreements			28.06.2010 by the		Support to SMEs and
		Total reimbursement to a SME over a		Nizhniy Novgorod		consumer services
		financial year shall not exceed RUB 2.0		Regional		market
		million under an equipment lease		Administration		
		agreement(s) and RUB 500.0 thousand		"On Subsidies to		
		under a motor vehicle lease agreement(s)		Reimburse SMEs		
		(excluding light motor vehicles) and		for Down		
		make no more than 50% of the total		Payments under		
		amount of a lease agreement.		Equipment Lease		
		Conditions for mainthrops and		Agreements"		
		Conditions for reimbursement:				
		- An equipment lease agreement				
		shall be concluded not earlier than				
		on 01.01.2011;				
		- Leased assets shall include:				

		equipment specified in Subsection 14 "Machinery and Equipment" of the All-Russia Capital Assets Classifier approved by Resolution No. 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/modernize the production of goods/works/services, in the amount of 2/3 of the RF CB refinancing interest rate effective as at the day of the 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	1 year	Resolution No. 861 dd. 02.12.2010 by the Nizhniy Novgorod	The Nizhniy Novgorod Regional Ministry of Support to SMEs and consumer services

	subsidies.	Regional	market
	Subsidies are granted once a year to	Administration	
	cover 80% of the training-related costs	"On Procedure for	
	incurred by a SME but no more than	Subsidizing SME	
	RUB 20 thousand per employee or	Training	
	entrepreneur.	Expenses"	
	Subsidies are granted to compensate		
	SMEs for expenses related to		
	professional training and retraining, as		
	well as advanced professional training of		
	duration not exceeding 100 hours.		
	-		
	Subsidies may only be granted on		
	expenses incurred after 01.01.2011.		

In terms of operating costs

	Preferences	Substance	Current situation		Proje	ections
			Preference validity Statutory docum		Preferenc	Responsibl
				and approving	e validity	e authority
				authority		
10.	Industry subsidies to support	Percentage of rental costs	Investors in projects delivered in	Nizhegorodskaya		
	manufacturers in specific		Nizhegorodskaya Oblast are eligible	Oblast Law No. 180-		
	sector (rental subsidies)		for exemption from rent (during the	Z dd. 31.12.2004 (as		
			term of an investment agreement) for	revised 03.05.2011)		
			the land used in investment activities,	"On State Support to		
			in particular, to the extent applicable	Investment Activities		
			to payments to the Nizhegorodskaya in Nizhegorod			
			Oblast budget.	Oblast"		
11.	Export subsidies (partial	1. Percentage of exhibition	1. Subsidizing 2/3 of expenses	Resolution No. 951		
	subsidizing of expenses	related expenses;	incurred by SME (excluding travel	dd. 24.12.2010 (as		
	incurred in arranging	2. Percentage of interest rate	costs and accommodation).	revised 07.09.2012)		
	exhibitions, interest rate	subsidies on loans.	2. Subsidizing SMEs on a	by Nizhny Novgorod		
	subsidies on loans)		monthly basis in the amount of 50%	Regional		

			of interest expenses but no more than ½ of the CB RF refinancing (discount) rate effective as at the date for loans in RUB and no more than 6% p.a. for loans in foreign currency, subject to a SME having no overdue taxes or other mandatory payments to the RF budget.	Administration «On Subsidizing SMEs Engaged in Production and/or Sale of Exportable Goods/Works/Service s"	
12.	Interest rate subsidies on loans to the Site residents	Percentage of interest rate subsidies on loans	Investor's interest expenses are partially compensated for from the local budget by transferring budgetary funds in the amount of 1/2 of the interest accrued as per loan agreement but no more than 1/2 of interest accrued at the CB RF discount rate effective as at date of the loan agreement.	Nizhegorodskaya Oblast Law No. 180- Z dd. 31.12.2004 (as revised 03.05.2011) "On State Support to Investment Activities in Nizhegorodskaya Oblast"	
13.	Profit tax relief	 Reduced profit tax rate; Profit tax grace period. 	The validity of tax relief available to investors is limited by the investment	Nizhegorodskaya Oblast Law No. 180-	
14.	Corporate property tax relief	1. Reduced corporate property tax rate; 2. Corporate property tax grace period.	project pay-back period and shall not exceed 5 years from the day provided for in an investment agreement but not earlier than the effective date of the Nizhegorodskaya Oblast Law approving such investment agreement. The start date of tax relief may be chosen by an investor and not coincide with the effective date of a statutory document.	Z dd. 31.12.2004 (as revised 03.05.2011) "On State Support to Investment Activities in Nizhegorodskaya Oblast"	

PHOTOS (Green Sand Stock Facility)





LAYOUT PLAN of Industrial Site A (OJSC ZEP)

