

Ulyanovsk

region of opportunities



Ульяновск
К взлету готов



General information about the region

Ulyanovsk region is situated in the south-east of the European part of Russia, in the center of Privolzhsky Federal District

Territory of the region
37.2 ths. sq. km

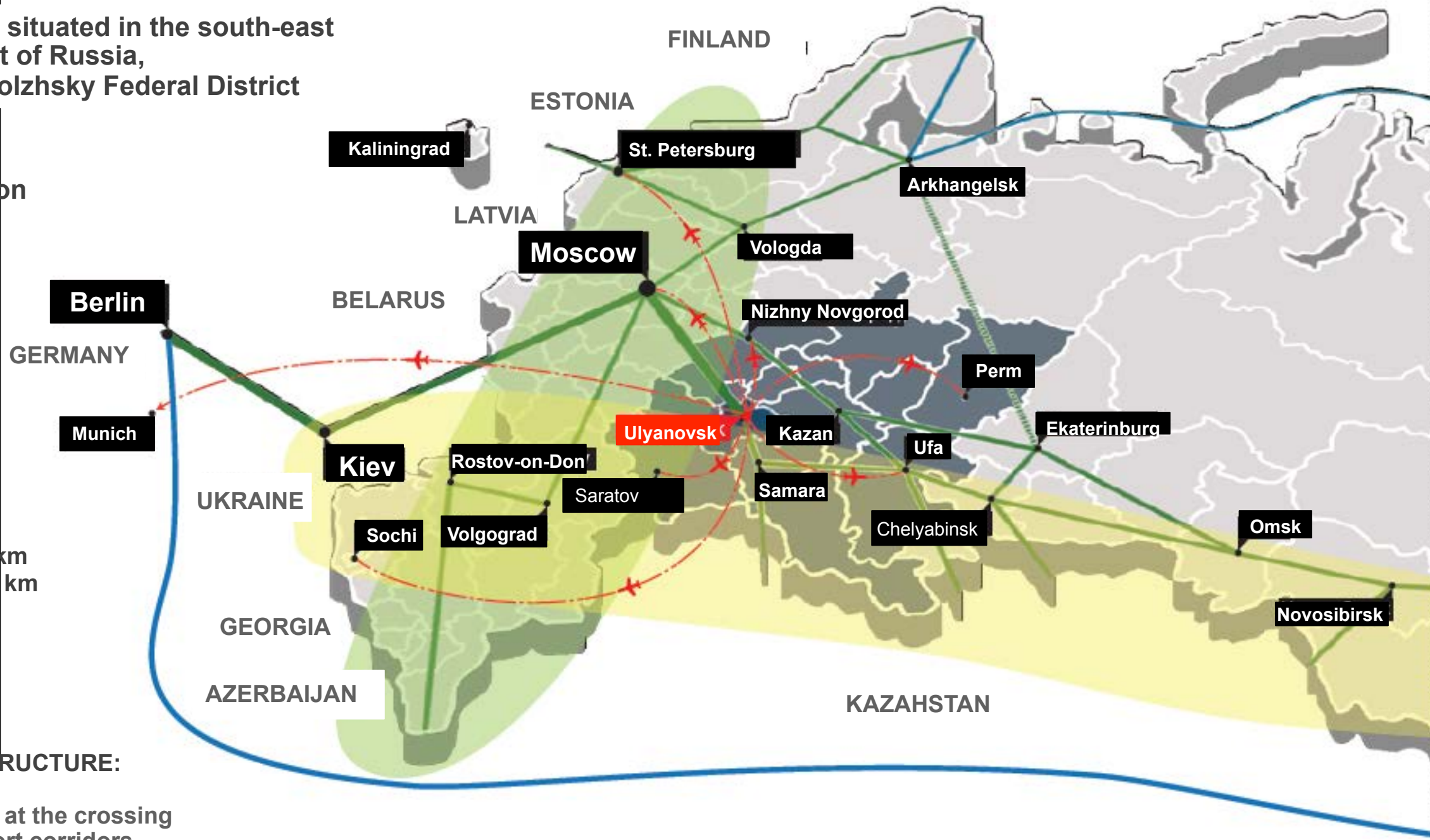
Population
1.3 mln. people

DISTANCE:

Moscow - 875 km
St. Petersburg - 1575 km
Nizhny Novgorod - 440 km
Kazan - 210 km
Samara - 260 km
Perm - 868 km
Togliatti - 188 km

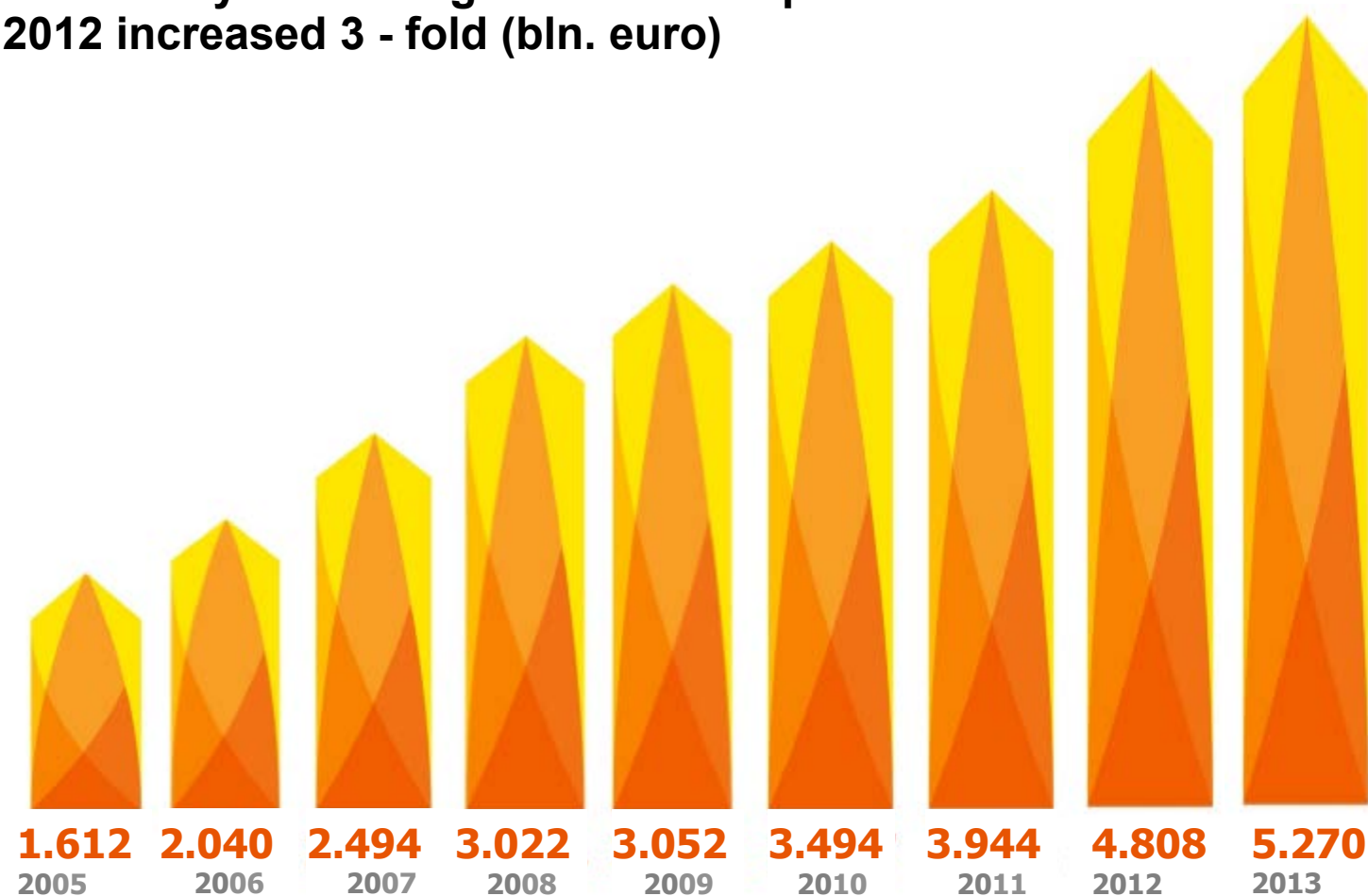
TRANSPORT INFRASTRUCTURE:

Unique transit location at the crossing of international transport corridors "North-South" and "West-East" connecting Siberia and the Far East as well as the countries of Eastern Asia with European part of Russia and countries in Europe



Economy of the region in 2013

GRP of Ulyanovsk region within the period from 2005 to 2012 increased 3 - fold (bln. euro)



Powerful industrial complex and scientific innovative structure



1st place in Russia
for production of civil aircrafts.



2nd place in Russia
for the part of machinery construction in total amount.



5th place in Russia
for production of automobiles.

Industrial production index in 2012 made
99.3 %

Consumer price index in 2013 made
106.4 %

Registered unemployment rate in 2013 made
0.53 %

Unemployment rate in 2013 according ILO made
5.1 %

Clusterization of the regional industrial complex

Aviation cluster

Nuclear-innovative cluster

Auto-motive cluster

Cluster of the construction materials production

Agro-industrial cluster

Transport-logistical cluster

Aviation cluster of Ulyanovsk region

ULYANOVSK – AVIATION CAPITAL OF RUSSIA



Aviation
capital of Russia

«Ulyanovsk aviation cluster» Ltd.

40 participants of the cluster representing 7 areas of specialization, 32 cooperating enterprises. Cooperation with global companies and companies from other regions of the RF, having competence in aircraft construction



Full-cycle production
of various types of aircrafts:

cargo:

Il-76МД-90А
Tu-204С
Tu-204-120С
Tu-204-120СЕ
Tu-204СЕ

passenger:

Tu-204-100
Tu-204-300
Tu-204-120
Tu-204-100Е



Restoration of airworthi-
ness and modernization
of the aircraft

An-124-100 «Ruslan»

4 airlines

2 airports, one of which -

«Ulyanovsk-Vostochny» - is international

LEADING COMPANIES OF THE INDUSTRY

VOLGA-DNEPR GROUP

ВОЛГА ДНЕПР

«Volga-Dnepr» Group of companies
53% of market of air transportation
of superheavy and bulky cargo



CJSC «Aviastar-SP»
a part of OJSC «UAC» since 2007



Rostec

RADIOELECTRONIC
TECHNOLOGIES

OJSC «Utyos»
OJSC «Ulyanovsk design bureau
of instrumentation»
Onboard aviation equipment



АэроКомпозит
Закрытое Акционерное Общество

JSC «Aerocomposit»
development, testing, production and realization of parts, units
and components of civil aircraft made of polymeric and composite
materials

Nuclear-Innovation cluster of Ulyanovsk region



MAIN DIRECTIONS

- » Establishment of the branch of the National research nuclear university «MIFI»
- » Construction of multifunctional fast research reactor MFRR
- » Production of radiopharmaceuticals
- » Federal high-technology Center of medical radiology FMBA of Russia
- » International center of collective use «Radiation - materials – research center»
- » Construction of the prototype of lead-bismuth fast neutron reactor
- » Production of cartridge elements and fuel assembly for fast neutron reactors
- » Construction of polyfunctional radiochemical complex PRC



NUCLEAR SCIENCE



INNOVATIVE MEDICINE



INNOVATIVE HUMAN RESOURCES



INTRODUCTION OF R&D

SRI of nuclear reactors

Center of personnel training and retraining

Center of applied nuclear research

Branch of National research nuclear university "MEPhI"

Production of radiopharmaceuticals

International center of collective use

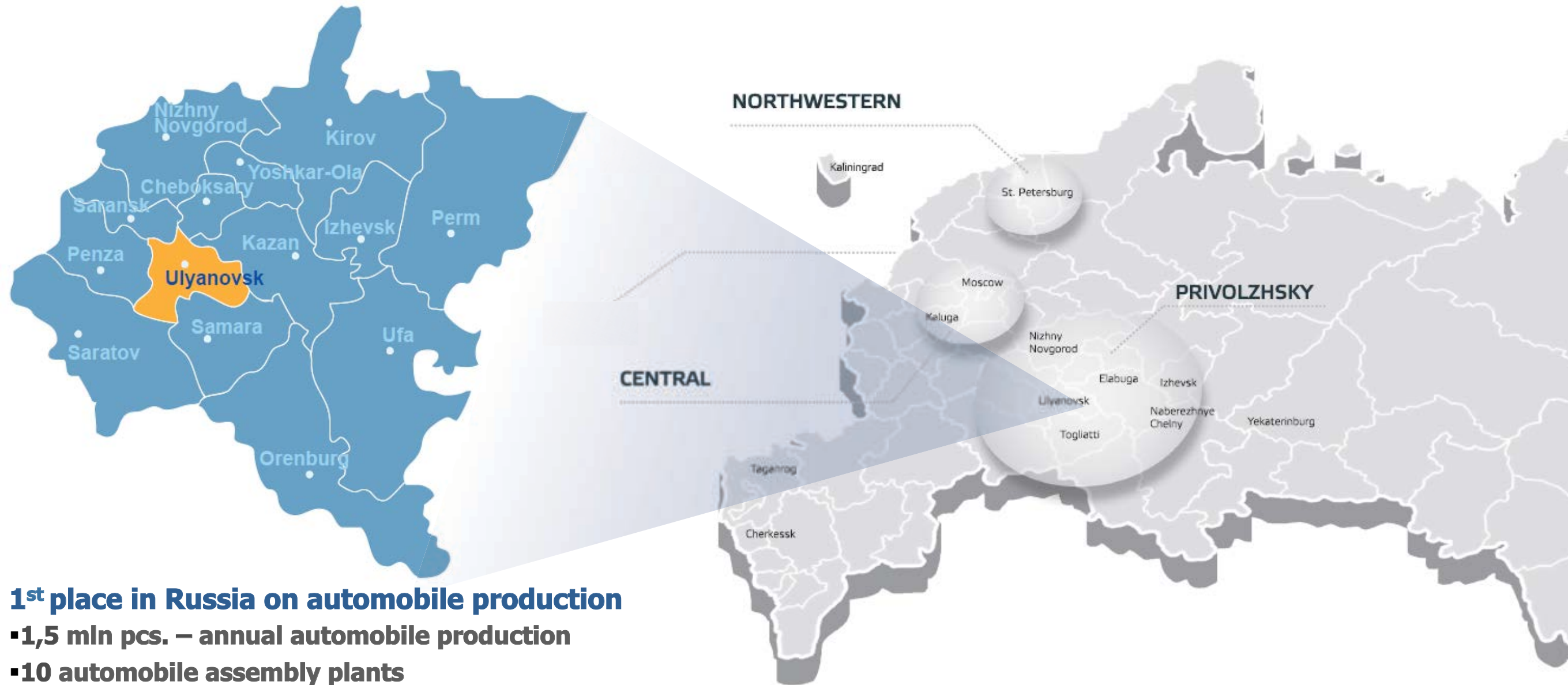
Center of medicine radiology

Specialized technopark



Automotive cluster in PFD and Ulyanovsk region

Automotive cluster in PFD



1st place in Russia on automobile production

- 1,5 mln pcs. – annual automobile production
- 10 automobile assembly plants

1st place in Russia on automotive components production

- 460 manufacturing enterprises

1st place in Russia on the quantity of specialist educational establishments

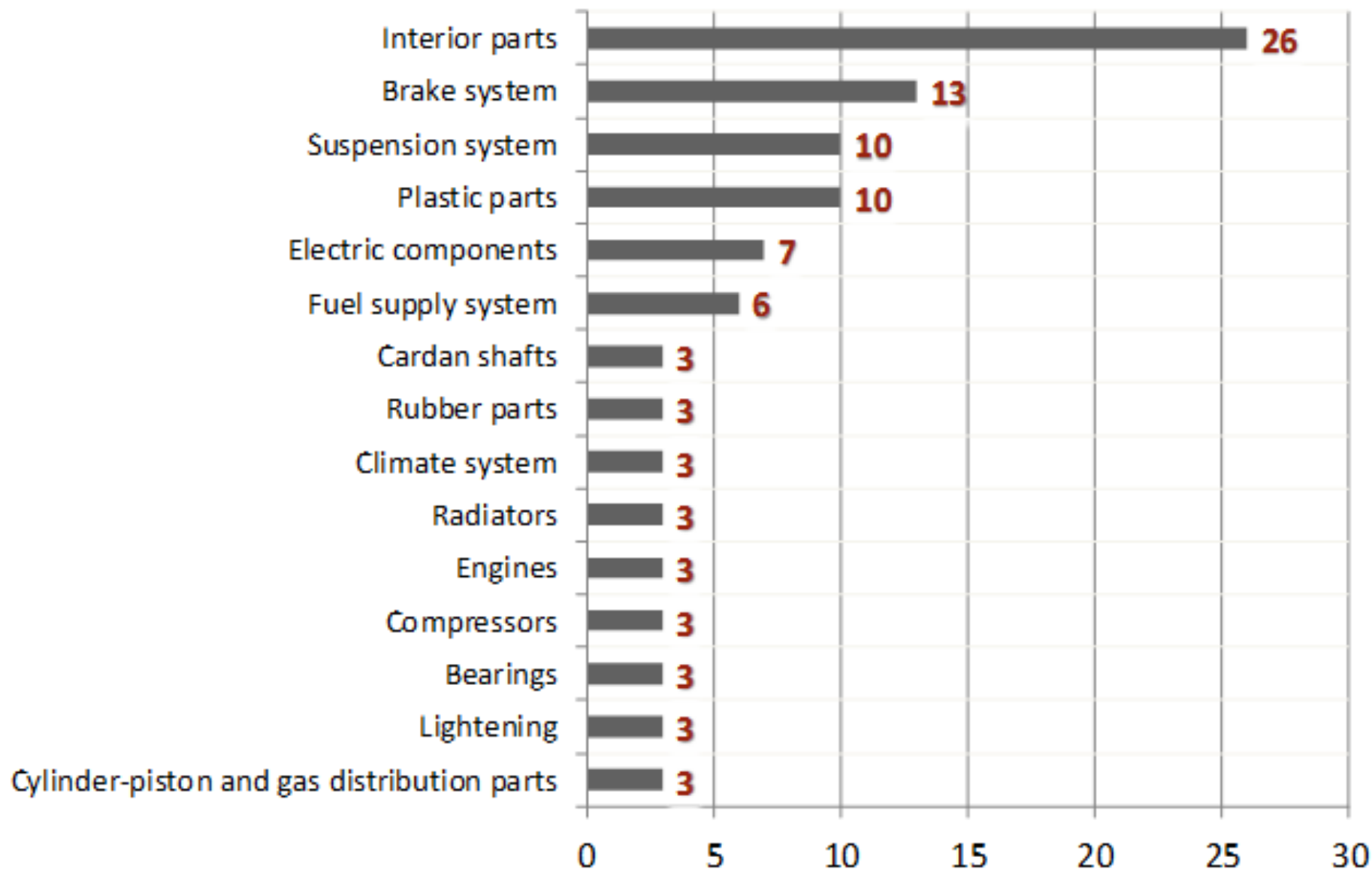
- 24 higher educational institutions
- 51 secondary specialized institutions

Ulyanovsk region is ranked 5th region in Russia for automobile production

Ulyanovsk region automotive cluster

Ulyanovsk region competencies in producing automotive components

Production of automotive components in the region, %



Enterprises that started formation of the automotive cluster



New enterprises of the automotive cluster



Agroindustrial cluster



LAND RESOURCES

- 2.3 mln ha** Land of agricultural use
- 2.08 mln ha** Total area of arable land
- 300 thsd ha** Arable land offered to investors

2083 thsd ha total area of agricultural lands (more than a half of the territory of the region)
More than 250 thsd ha of unoccupied area for placement of production
11% of gross regional product

VOLUMES OF ANNUALLY CULTIVATED CROPS

more than 500 thsd tons beet
1.2 mln tons grain
150 thsd tons sunflower

PRODUCED AND CULTIVATED WITHIN THE REGION



LEADING ENTERPRISES OF FOOD INDUSTRY



Cluster of construction materials production



MINERAL RESOURCES

250 mln tons	Quartz glass and molding sands
68 mln tons	Oil
380 mln tons	Cement raw materials
78 mln tons	Carbonate raw materials
67.4 mln m ³	Siliceous raw materials (diatomite)
89 mln m ³	Construction sands
120 mln tons	Zeolite-containing rocks

PRODUCTION OF DRY CONSTRUCTION MIXTURES



PRODUCTION OF CEMENT

11 explored deposits of cement raw materials



PRODUCTION OF PAINTS



PRODUCTION OF ROOF MATERIALS

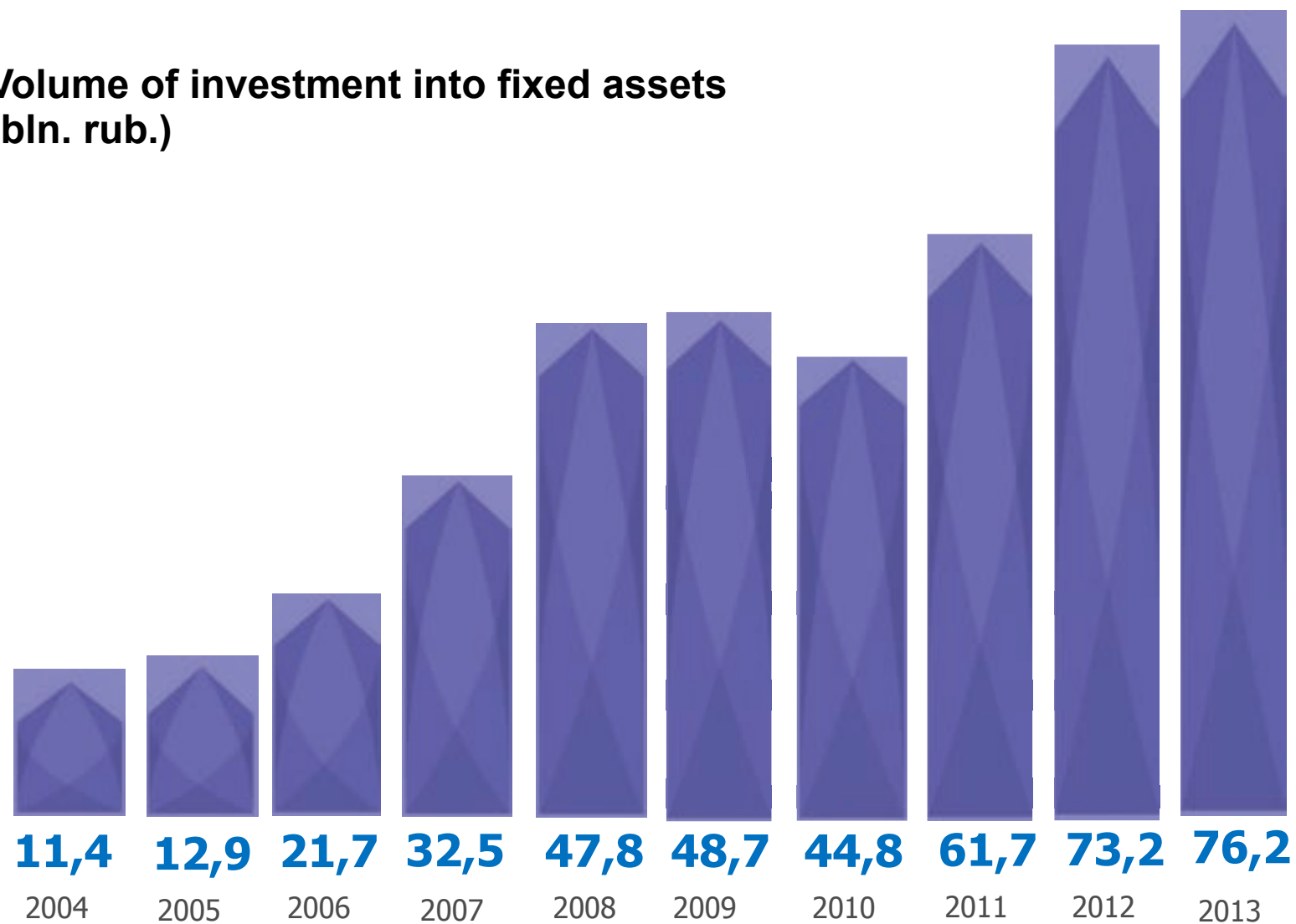


PRODUCTION OF REINFORCED CONCRETE PRODUCTS /WALL MATERIALS / CONCRETE MIXTURES



Results of investment attraction

Volume of investment into fixed assets
(bln. rub.)



2nd place

on the state of investment climate

* First National Rating on investment climate in Russian regions - 2014

2nd place

on investment attractiveness for German companies

*Study of Russian-German Chamber of Commerce -2012

1 of 3 regions

named the most attractive for foreign investors

*Study of KPMG and RSPP-2013

1 of 3 regions

Named the most attractive for doing business

*National rating «Business pulse»-2013



Doing Business in Russia-2012

National rating of the conditions of doing business in Russia is prepared by The World Bank and IFC

1st place among 30 participating cities

Conditions for implementing investment projects in the region. Administrative support.

Priority task for Ulyanovsk region Team –
**Implementation of investment projects within minimum terms
and at minimum expense**

For supporting implementation of an investment project on the territory of the region a **Project Team** is created. This group assists in managing issues during pre-project preparation, construction and putting the plant into operation.



1st place among Russian regions on the openness of regional Government

* Rating of Information Society Development Institute

Project implementation schedule of «Schaeffler Group»:

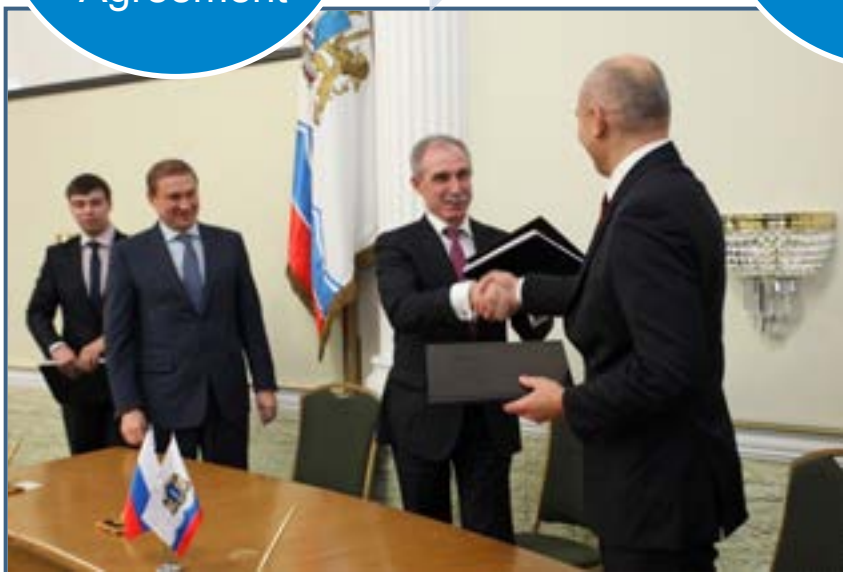
21.12.2012

Signing of
Investment
Agreement

4.06.2013

Start of
construction

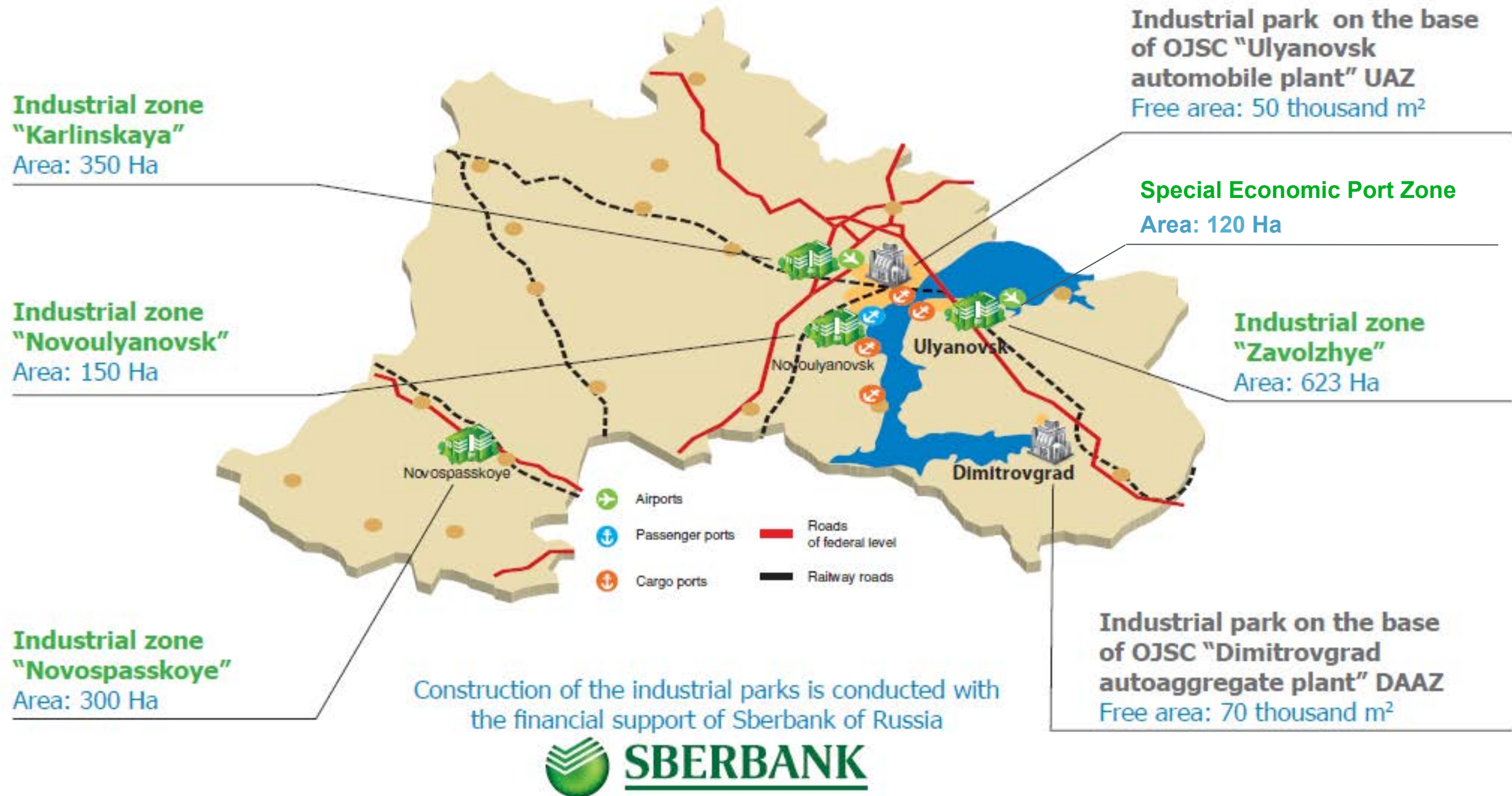
Today



Residents of Ulyanovsk region



Conditions for implementing investment projects in the region. Investment sites.



Conditions for implementing investment projects in the region. Investment sites.

Industrial zone «Zavolzhye»



Machine-tool plant.
Investments: **20 mln. euro**



Plant for production of automotive components.
Investments: **62,5 mln. euro**



Plant for production of automobile tires.
Investments: **300 mln. euro**



Nanotechnological center.
Investments: **32,5 mln. euro**



Plant for production of automotive components.
Investments: **20 mln. euro**



Plant for production of cylinder heads and engine blocks
Investments: **55 mln. euro**



Plant for production of plastic containers.
Investments: **20 mln. euro**

Conditions for implementing investment projects in the region. Investment sites.

Joint project with Dega AG (Switzerland) on construction of an industrial park



Area
345 Ha



Project concept:

- ✓ Construction of the industrial park with prepared Greenfield land plots and buildings of Built-to-Suit type for placement of industrial enterprises
- ✓ Construction of the gas-generating station producing electricity, heat and cold.

For the residents of the industrial park all the resources will be provided at a significantly lower tariffs than approved in Ulyanovsk.

Additional projects: retail park, residential real estate, hotel.

Project start: summer 2014

Conditions for implementing investment projects in the region. Investment sites.

More than **350 000 square meters** of industrial property for sale or on lease

Supply of required infrastructure.
Flexible transaction terms.

On-the-spot land plot matching according to the project specifications

Favorable logistic position of all the platforms

Offices and storage facilities are available

BROWNFIELD



- Industrial park at the premises of OJSC «UAZ»
- Industrial park at the premises of OJSC «DAAZ»

+ more than 25 prepared land plots are available by lease or by sale for localization of industrial facilities



Conditions for implementing investment projects in the region. Tax incentives.



0%	10 years	Transport tax		
	10 years	Corporate property tax	11-15th years	1.1%
	8 years	Land tax		

15.5%	15 years	Corporate profit tax	reduced by 4.5%
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The period of the validity of tax incentives starts from the moment of emergence of the taxable base and is not limited by the payback period.

The cumulative effect for the investor makes 30-40% of economy of investment expenses.

Conditions for implementing investment projects in the region. Investment sites.

Special Economic Port Zone

Land plot area **205 hectares**

First start-up complex: 120 hectares
首期施工项目面积120公顷。

**ENGINEERING AND TRANSPORT
INFRASTRUCTURE FINANCED FROM THE
BUDGET**

俄罗斯政府和乌里扬诺夫斯克州预算承担基础设施建

COST OF GRID CONNECTION— 0 ROUBLES.

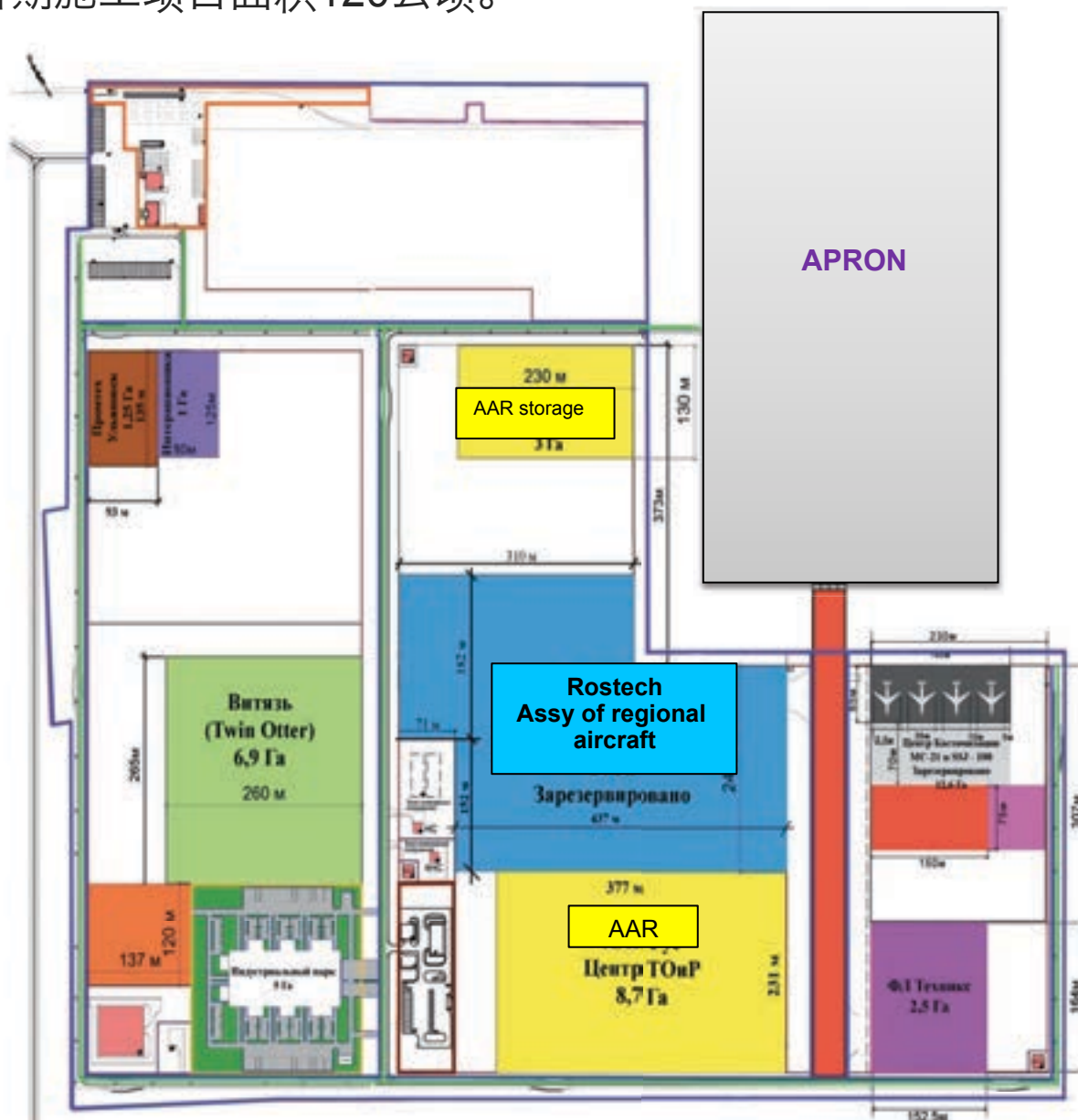
LAND PLOTS AT A FRACTION OF THE COST

入驻企业购买土地可享受最低的价格

At the first stage the land is offered for lease at the rate of 3306 roubles per year

After the enterprise is set into operation the resident can buy out the land plot at the cost of 3000 roubles per hectar.

第一阶段土地租赁价格每年每公顷**3306**卢布，企业开始经营后，可按每公顷**3 000**卢布的籍价格购买土地。



TAX BENEFITS IN SPECIAL ECONOMIC PORT ZONE

税收优惠

Taxes	Russia, Ulyanovsk region	SEZ	Duration, since the moment of tax base incurrence
Income tax	20%	2%	10 years
Property tax	2,2%	0%	15 years
Land tax	1,5%	0%	10 years
Transport tax	Differentiated	0%	10 years
VAT	18%	0% On VAT created in SEZ during provision of services	For the time of SEZ existence (not less than 45 years)

FREE CUSTOMS ZONE REGIME

EXPORT/IMPORT OPERATIONS

SEPZ

GOODS

~~CUSTOMS DUTIES
VAT
EXCISES~~

GOODS

~~VAT~~

CAN BE APPLIED IN IMPORT/EXPORT OF CONSTRUCTION MATERIALS, EQUIPMENT, TRANSPORT VEHICLES ETC.

SEPARATE CUSTOMS POST WORKING ONLY WITH THE RESIDENTS OF THE SPECIAL ECONOMIC PORT ZONE

REGIME OF THE SPECIAL ECONOMIC PORT ZONE IS A SPECIAL CUSTOMS REGIME VALID ON THE WHOLE TERRITORY OF THE SPECIAL ECONOMIC PORT ZONE

ABSENCE OF DECLARING FOR IMPORTED GOODS
境外进口货物无需报关

ABSENCE OF CUSTOMS DUTIES AND VAT FOR IMPORTED EQUIPMENT OF DISTRIBUTION CENTRE AND OTHER GOODS

运输分拨中心的进口设备和其他货物无需缴纳关税和增值税

QUICK CUSTOMS REGISTRATION
加快办理海关手续

PERIOD OF STORAGE OF GOODS WHICH ARE NOT IN FREE CIRCULATION ON THE TERRITORY OF RUSSIA IS NOT LIMITED

在商品进入俄联邦境内自由流通领域前，对货物堆存没有时间限制。

Conditions for implementing investment projects in the region. Workforce and innovative potential.



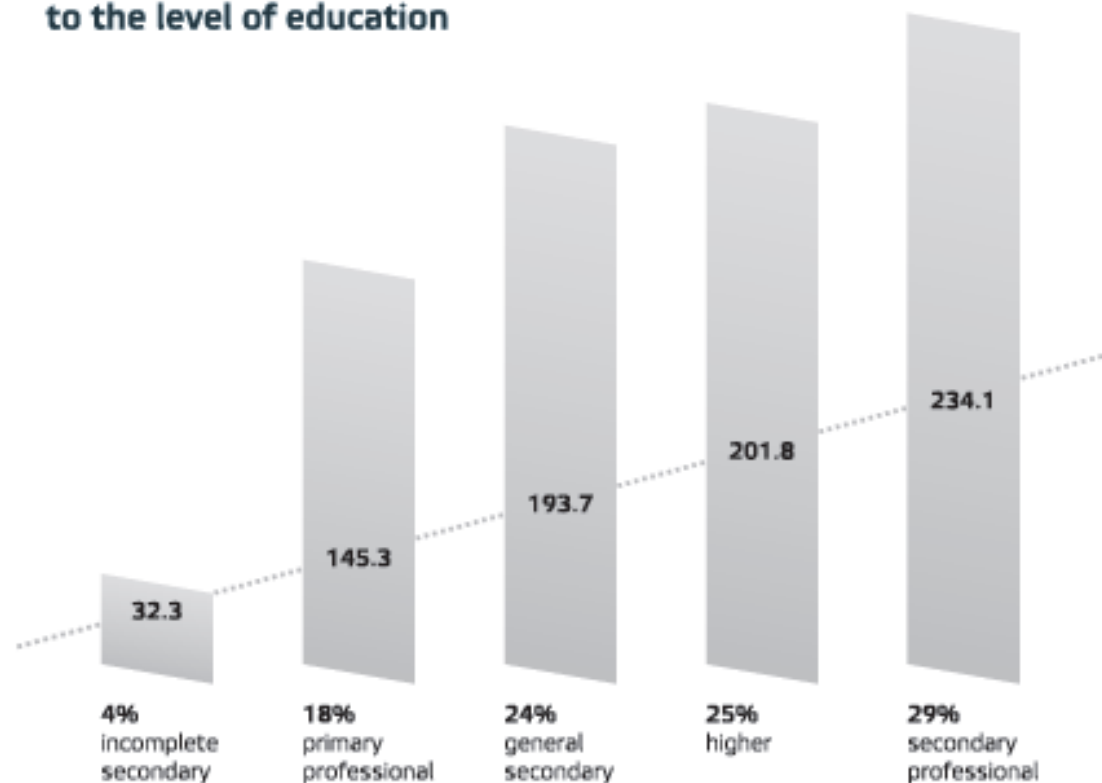
ULYANOVSK REGION IS AMONG:

FIVE leaders of Russian regions on the share of R&D in GRP
TEN most innovative regions of Russia-2012

807.2 thsd.people

Labor resources

to the level of education



385 euro

Average salary



35 secondary specialized institutions



20.9 thsd students



17 higher educational institutions including
5 State universities



53.7 thsd students

Ulyanovsk region has preserved a system of staff preparation for enterprises of military industrial complex, automobile construction, aviation construction and other sectors. Centers for preparation and retraining of specialist for newly opened productions, opening in the region, cooperate with scientific, educational institutions and the Government of the Ulyanovsk region.

Contacts

We invite you to establish long-term and mutually profitable cooperation!

The Government of Ulyanovsk region

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Ульяновск
К взлету готов

