

## **Information on measures aimed at supporting investment projects implemented on the territory of the Special Economic Zone (SEZ)**

The SEZ resident status provides for the following benefits:

Type of benefit	Budget level	General regime	On SEZ	Regulatory justification
Corporate income tax	Federal budget	3%	2%	Clause 1.2-1 of Art. 284 of the RF Tax Code
	Regional budget	17%	First 5 years - 0%, the second 5 years - 5%, after 10 years - 13.5% ( <i>established by the law of the RF constituent entity</i> )	Clause 1 (par. 6, 8) of Art. 284 of the RF Tax Code (RB draft at approval stage)
Corporate assets tax	Regional budget	2.2%	0% 10 years since property registration	Clauses 17, 22 of Art. 381 of the RF Tax Code
VAT	Federal budget	20%	20% (0%) * From 2019	Par. 2 sub-clause 1 clause 1 of Art. 164 of the RF Tax Code
Land tax	Local budget	1.5%	0% 5 years from the title registration date	Clause 1 (sub-clauses 9, 11) of Art. 395 of the RF Tax Code
Transport tax	Regional budget	10 - 250 RUB/h.p.	are exempt for 10 years from the vehicle registration date ( <i>established by the law of the RF constituent entity</i> )	Par. 3 of Art. 356 of the RF Tax Code (RB draft at approval stage)

\* (in case of goods delivery within the free customs zone)

### **Requirements for residents of industrial and production SEZ**

- Business entity (except for a unitary enterprise);
- Registration in the municipal formation territory, within the borders of which the SEZ is located;
- No branches and representative offices outside the SEZ;
- Valid agreement concluded with the SEZ authorities on industrial and production or logistics activities in the industrial and production SEZ (the agreement should be signed by the resident, the RF Ministry of Economic Development (or authorized Regional Executive Power Authority (REPA), and the Management Company);
- Making capital investments amounting to at least RUB 120 mln, whereof at least RUB 40 mln should be invested during the first three years of the project;

### **Activities in SEZ**

The resident of industrial and production SEZ may carry out:

**industrial and production** activities (production and (or) processing of goods (products) and their sales);

**logistics activities** (provision of services for transportation and warehousing of goods)

The following **is not allowed** on the SEZ territory:

Mining activities (*except for mineral water deposits and other natural medical resources*)

Excise goods production and processing (*except for cars and motorcycles*)