

**CHUVASH
REPUBLIC –
IS A REGION,
OPEN TO INVESTOR
RELATIONS**



Guests from the "Land of the Rising Sun"
Welcome to the "Solar Chuvashia"!



Investment attractiveness of the Chuvash Republic

Area – 18 300 sq. km.

Capital – Cheboksary

Population – 1 236,6 thousand people.



Branches, attractive for investments

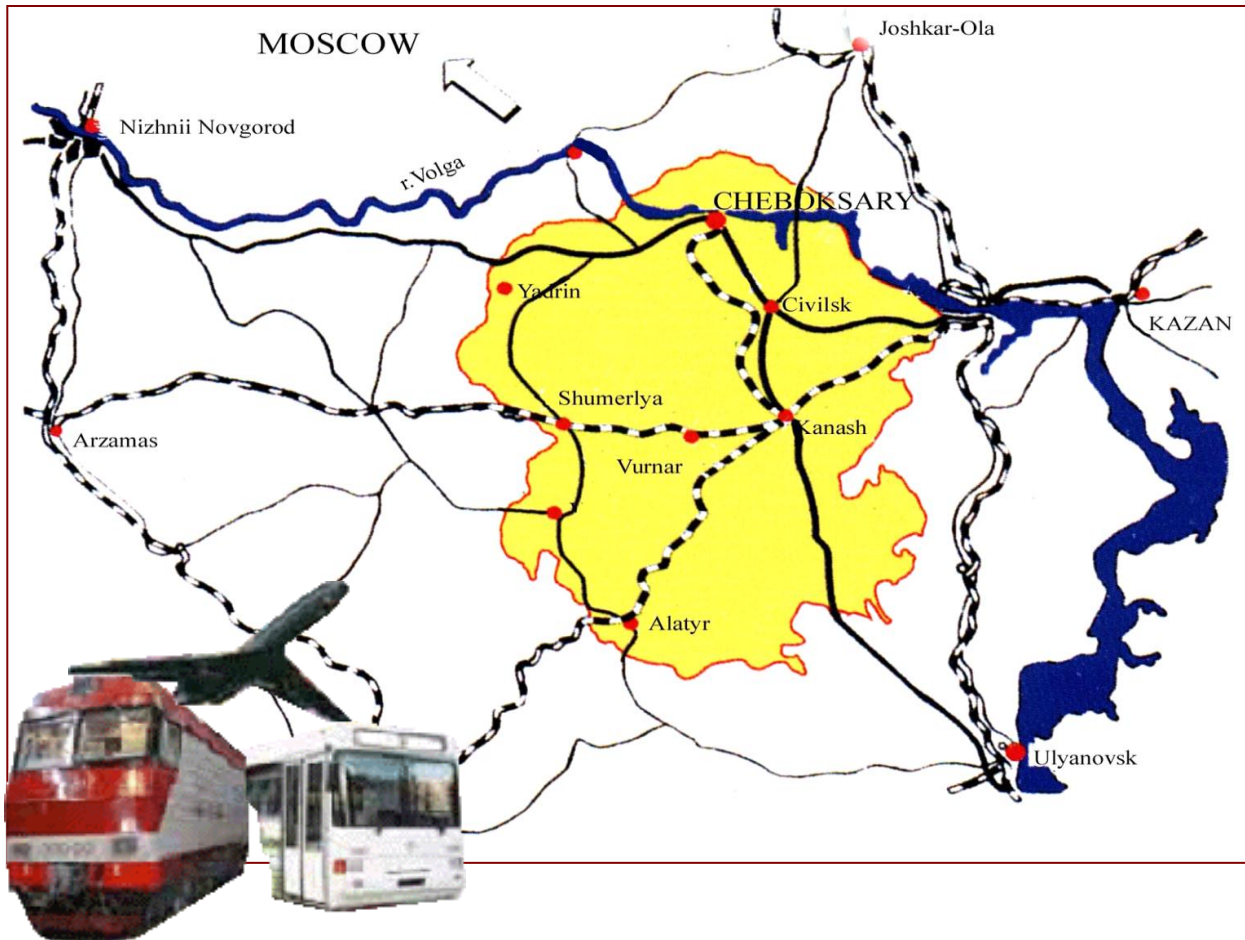
- Electrotechnical
- Chemical
- Mechanical Engineering
- Building and Construction
- Food and Pharmaceutical
- Tourism and Recreation



9th place in the National Rating among the subjects of the Russian Federation

3rd place among the the subjects of the Volga Federal District

Transport infrastructure of the Republic

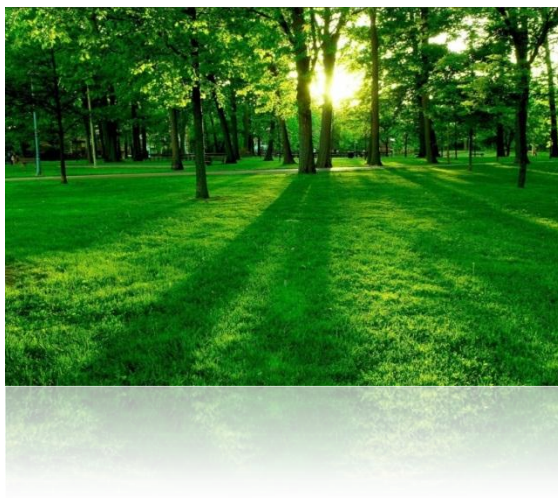


- ***Federal highways***
- ***Train system***
- ***International Airport***
- ***Access to the sea on the North and the South of the River Waterway***



Competitive advantages of the Chuvash Republic

- ✓ Political stability in the region
- ✓ High industrial potential
- ✓ Developed engineering, social and transport infrastructure
- ✓ Skilled human resources
- ✓ Favorable environmental situation
- ✓ Developed system of state support of investment activity
- ✓ Tax incentives and formed investment platforms
- ✓ Openness of the Republic to the dialogue with international partners



Staff training system of the Chuvash Republic



19 higher educational institutions

38 300 students

Competence centers

Branch "Yamazaki Mazak"
Ltd. in Cheboksary

**Inter-regional center of
educational
competences in
Electrotechnical
direction
WorldSkills**

*Directions of the
preparation:*

- *Electrical Engineering*
- *Computer Engineering*
- *Radio Electronics*
- *Engineering and
Metalworking*



- Regional Engineering Center of the Chuvash Republic
- Certification, standardization and testing Center
- Industrial Parks
- Academy of Electrotechnical Sciences of the Chuvash Republic



Staff training on the most popular disciplines and professions

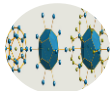
Higher education



Power and Electrical Engineering



Technology of transport processes



Electronics and Nanoelectronics



Software and administration of information systems



Software Engineering



Engineering



Construction of unique buildings and structures



Systems Management in Engineering

Middle management specialties



Construction and operation of buildings and structures



Installation and technical maintenance of industrial equipment



Tractor-engine driver of agricultural production



Maintenance and repair of motor transport



Electrician on repair and maintenance of electrical equipment



Computer systems and complexes

Trade



Metallurgy, engineering, materials processing



Mounter of electronic equipment



Auto Mechanic



Machine tool operator, CNC (metal)



Electric and gas welder

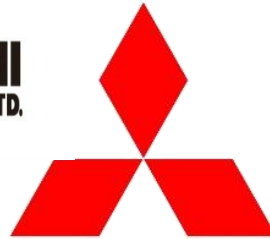


Driver of road and construction machinery

Enterprises in the region are ready to cooperate
with Japanese corporations



MAZDA



MITSUBISHI



TOYOTA



SUZUKI



HINO



HONDA



SUBARU

SAKHALIN
OIL and GAS



ISUZU

Strategic partnership

RUSNANO

**Russian
Railways**

RusHydro

Gazprom

**Rossetti,
FGC UES**

Rosatom

KamAZ

GAZ



Core competencies

Priority development of the industry of the Republic

- Mechanical engineering and metal working
- Electrical
- Chemical industry
- Biotechnology



**CHUVASHIA - LAND FOR INTRODUCTION OF
NEW TECHNOLOGIES**

Machine-building complex of the Chuvash Republic



Number of employees in the industry -
37.3 thousand people

Share in the total volume of shipped products
manufacturing industries
for the 1st quarter of 2016 - 42,8%

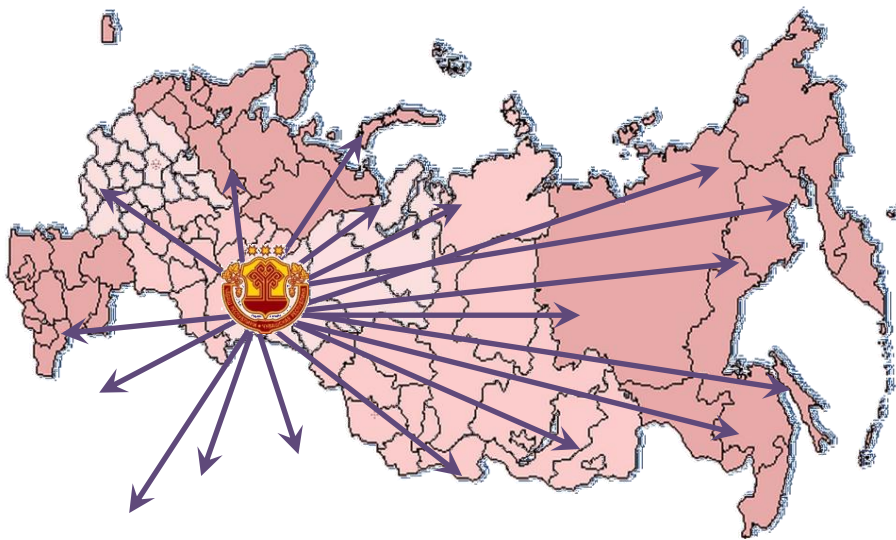
Main production:

- industrial tractors of versatile use;
- special vehicles and special trailers;
- refrigeration units with different volumes of the refrigerated space;

- electronics and avionics;
- looms;
- electrical appliances and equipment;
- wire and cable equipment;

Electrical cluster of the Chuvash Republic

- More than 15 large companies
- More than 100 000 articles
- More than 70 years of experience
- More than 15,000 highly skilled workers and scientific base of training
- Shipping of advanced products to the countries both near and far abroad



Inter-regional center of educational competencies in perspective Electrotechnical direction **WorldSkills**



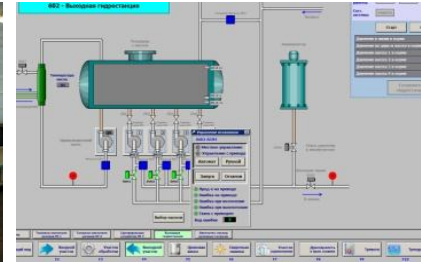
Current production organizations of electrical cluster



DC Boards



Instruments and apparatus for automatic
regulation and control



Drive engineering



Devices of switching and
protection of electrical circuits



Low-voltage complete devices

Instruments and
apparatus for
monitoring and
measuring electrical
quantities



Apparatus and instruments for measuring,
monitoring and test



Chemical Industry of the Chuvash Republic



Number of employees
in the industry - 6.1 thousand people.



Share in total manufacturing industries
for the 1st quarter of 2016 - 16.3%



Main production:

- inorganic products;
- organic products for the industry;
- organic dyes;
- plant protection chemicals;
- paints and varnishes;
- household products;
- silicone products;

- polyol mixtures such as "Poliur" and their components;
- chemicals for the oil industry;
- intermediates for the pharmaceutical and medical industry;
- thermal insulation materials;
- industrial rubber and fireworks

Projects with foreign capital



Placing the production of cable harnesses for cars in Cheboksary of the Chuvash Republic (Japan)



Production of acrylic and whirlpools, sanitary wares Roca Group (Italy)



Production of thin-film photo-conversion modules based on production line of the company Oerlikon Solar (Switzerland)



Plant for the production of ketchup and sauces (Germany)



Production of equipment and systems for electricity (Serbia)



Modernization of equipment for the production of pipe fittings (Italy)

Advances in the field of innovation

1st place in the Russian rating on value of "Innovation activities" index of the regions (published in 2015 by the Higher School of Economics)

5 th place in the composite ranking of regions by the level of innovation development of economy of the Higher School of Economics

1st place in the Volga Federal District, 2nd place in Russia in terms of "Share of organizations engaged in innovative activities" (23.7%) (Rosstat)

Innovation Infrastructure

Network of youth innovative creativity centers (Cheboksary - 3 centers, Shumerlya)



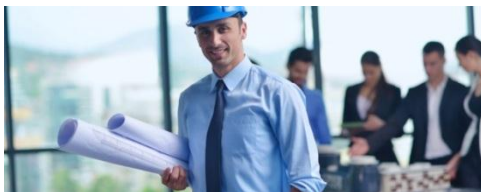
City industrial park in Cheboksary
(1st stage - implemented,
2nd stage - is implemented)



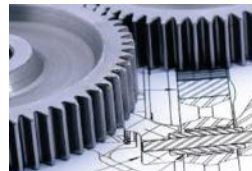
Certification, standardization and testing Center in the Chuvash Republic



Regional Centre of Engineering



Center for prototyping of innovative developments in the field of mechanical engineering of the Chuvash Republic



Technopark of production type "Integral"



Technological assistance centers to enterprises in the development of new products

НОВИНКА!

Prototyping center

Main activities:

- Production samples to customer's drawings;
- Development of technologies for metal and machining;
- The introduction of production processes "turnkey".



Regional Centre for Engineering

Main activities:

- Consulting Engineering
- Project Engineering
- Technical Engineering



Certification, standardization and testing Center

The main types of services:

- Testing and certification of electrical equipment and drive technology;
- Coordination of communication between research centers, science and industry;
- The provision of services to developers and manufacturers.

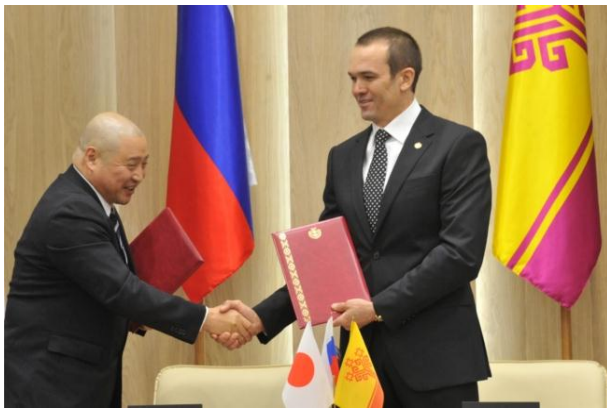


Meeting of Prime Minister of Japan Shinzo Abe and Head of Chuvashia Michael Ignatiev



Cooperation of the Chuvash Republic with Japanese companies

- ❖ In December 2014 an agreement was signed on cooperation between the Cabinet of Ministers of the Chuvash Republic and "Fujikura Automotive Cheboksary RUS" Ltd. in the project "Cable management for car production in Cheboksary, Chuvash Republic."
- ❖ In October 2015, the Japanese company Fujikura has launched its first plant for the production of automotive components in the Chuvash Republic, in Russia.



Priority areas of cooperation

- ✓ Localization of auto component base
 - ✓ Production of vacuum switches
 - ✓ Production of engines
 - ✓ Production of metalworking equipment

A large number of industrial enterprises is concentrated in the republic, to carry out orders for the needs of the automotive industry.

JSC "ELARA" - the production of automotive electronics;

JSC "Kanash Auto Aggregate Plant" - production units and units for buses and trolley buses, logging trailers for heavy trucks.

JSC "Cheboksary plant of automotive components" - production of spare parts to the bodyshell

OOO "Electro" - the release of starters and alternators for all kinds of automobile, tractor and agricultural machinery, as well as marine diesel engines. Benefits:



- Significant industrial and human potential;
- Available investment sites equipped with the necessary engineering infrastructure for productive activities

Industrial parks

INDUSTRIAL PARK Cheboksary

I stage

Area - 23,1 hectares

10 residents

II stage

Area - 23.8 hectares

16 residents



✓ INDUSTRIAL PARK Kanash

Area - 37.4

hectares

20 residents



ADVANTAGES

- ✓ Provision of the necessary infrastructure
- ✓ Advantageous location
- ✓ Workforce



Industrial parks: benefits and tax incentives

50 %

exemption from payment of property tax for organisations attracting investments (amounting to more than 50 mln. rubles) *

Rental areas

Rental price for the area is defined in the auction and will be installed at a low price in the amount of land tax and fixed for the entire term of the lease

14 %

rate of corporate income tax (Provided by investments worth over 50 mln. rubles) *

Redemption value

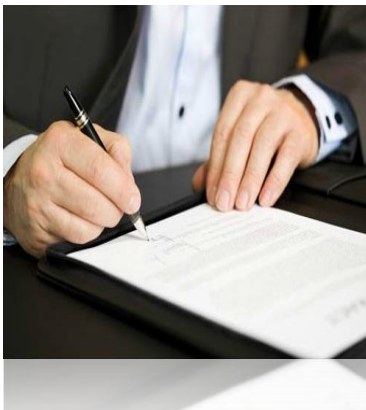
This will set the right to buy at a reduced price

5 %

for residents of industrial parks in regard to economic activities carried out at the industrial park, the tax rate in connection with the use of a simplified system of taxation is fixed at 5% for the period until 2018. **

Benefits

- decorated plot of land for industrial site
- agreed preliminary design of territory
- simplification of procedures for obtaining technical conditions for connection to the water network, electricity and gas
- guarantee receipt of all infrastructure connections (complete communication, let down to the site for development)



State support of investment activity

FINANCIAL MEASURES

- ✓ Tax benefits:
- ✓ 50% exemption from payment of property tax, which has attracted investments worth over 50 million rubles;
- ✓ 14% rate of corporate income tax, provided investments worth over 50 million rubles;
- ✓ Exemption from payment of vehicle tax;
- ✓ Exemption from payment of taxes to the national budget (production and processing of natural resources)
- ✓ The provision of subsidies for reimbursement of expenses related to the acquisition of equipment.



NON-FINANCIAL MEASURES

- ✓ Accelerating the consideration of issues arising in the implementation of the investment project
- ✓ Support in the creation of business infrastructure
- ✓ Methodical and information support
- ✓ Timely receipt of necessary approvals and investor decisions





Corporation of Development of the Chuvash Republic

Corporation of Development of the Chuvash Republic supports investors in all phases of the project.

Implementation of the principle of "single window" by Corporation of Development of the Chuvash Republic is a guarantee of equal access to the opportunities offered to each potential investor.



Selection and design of production facilities, land at the request of investors



Preparation of all necessary documentation of projects (business plans, financial models, project concepts) for investors



Participation in the creation of industrial parks, technology parks and agro-parks in the region and participation in their activities as a management company



Development of public-private and municipal-private partnerships



Organic food

Brand "Chuvash bioproduct" is developed and used in Chuvashia
Products of Chuvash producers got a certificate and the right to use
"Chuvash bioproduct" trademark:

- Baked National Sausage "Shartan festive";
- Milk;
- Drinks (birch juice, kvass, mineral natural drinking water);
- Potatoes;
- Cheese.



ЧУВАШСКИЙ
БИОПРОДУКТ

Chuvash Republic

is a comfortable area

Rich EXPERIENCE
WITH
ACTIVITIES and
CHAMPIONSHIPS

CHEBOKSARY is
HOSPITABLE
and comfortable
city

Coexist with
Industrialized centers
of Russia

COMMUNICATION
WITH REGIONS
Railway, road, water
and air transport

Has
Unique environment





**CHUVASH REPUBLIC -
IS YOUR RELIABLE PARTNER!**



2016