

INVESTMENT POTENTIAL



OF ORYOL REGION



Oryol region - territory of cooperation



GENERAL INFORMATION

- **Total area :**

(24,7 thousand square km)

- **Climate :**

(Moderate-continental)

- **Population :**

(772 903 people)

- **The main cities :**

Oryol

318 100 people

Livny

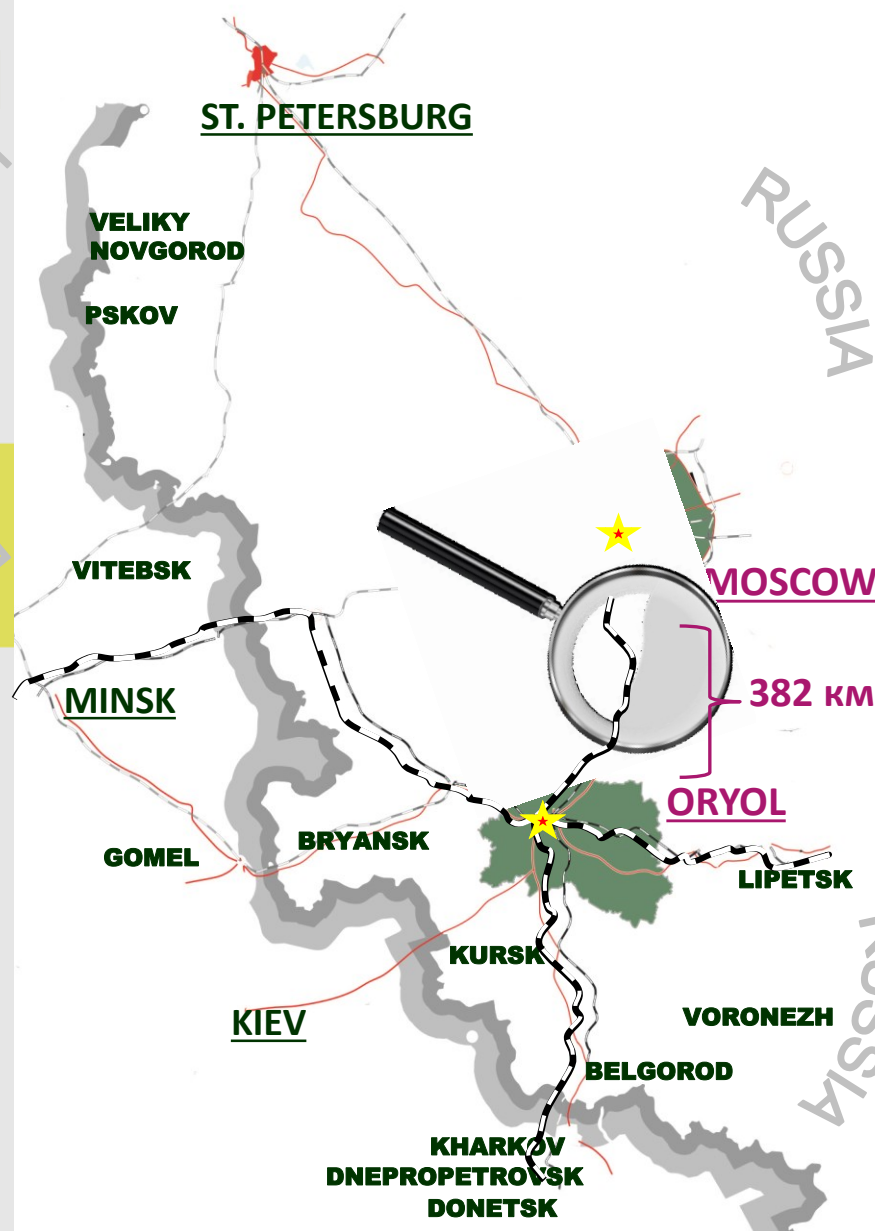
49 300 people

Mtsensk

40 700 people

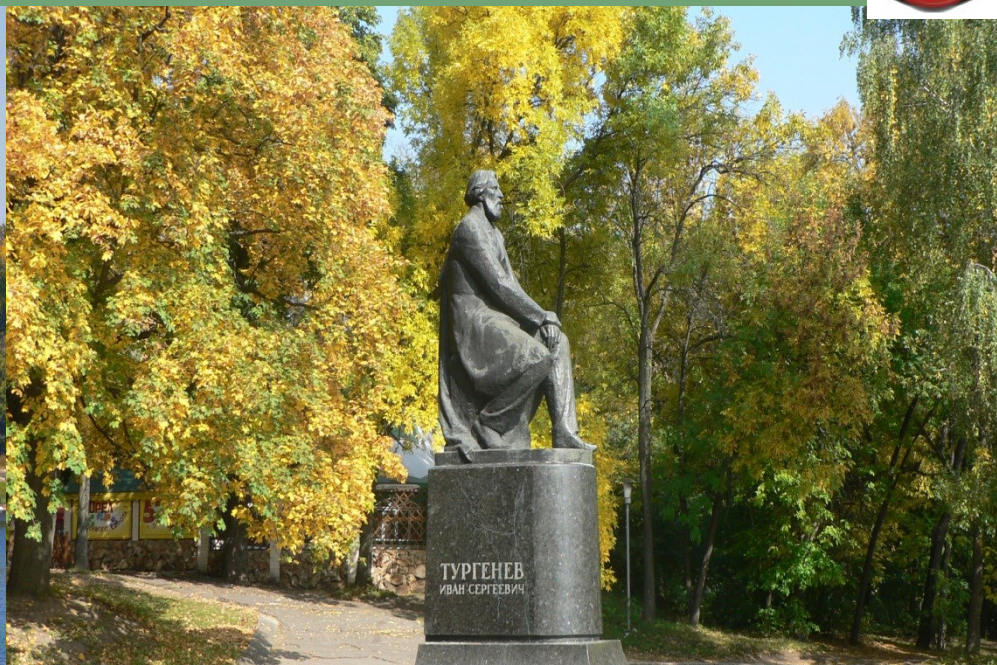
- **The average salary :**

400 euro





Oryol region - territory of cooperation



The Oryol region is a region with a rich history





Oryol region - territory of cooperation





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In 2016 Oryol will celebrate its 450th anniversary



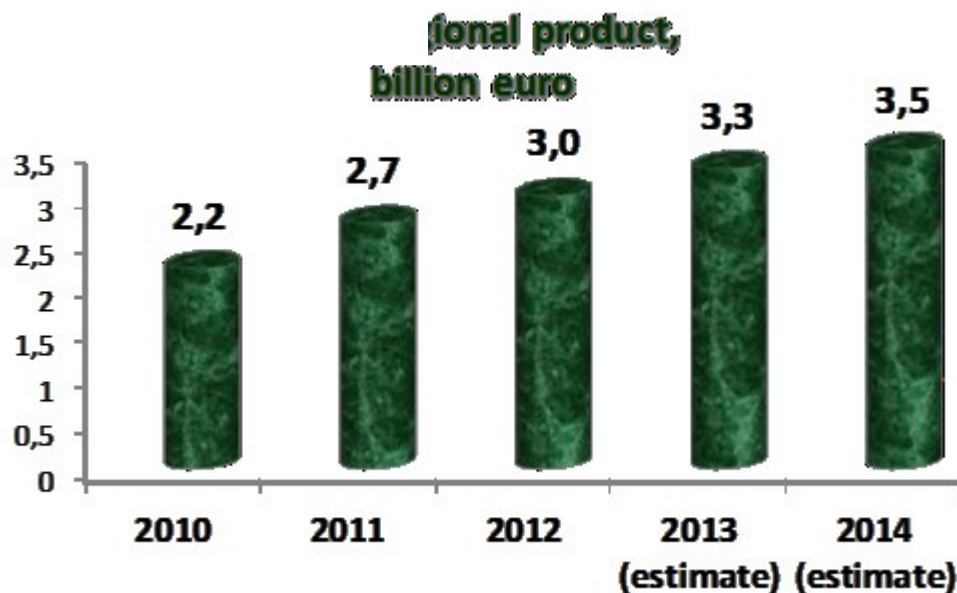
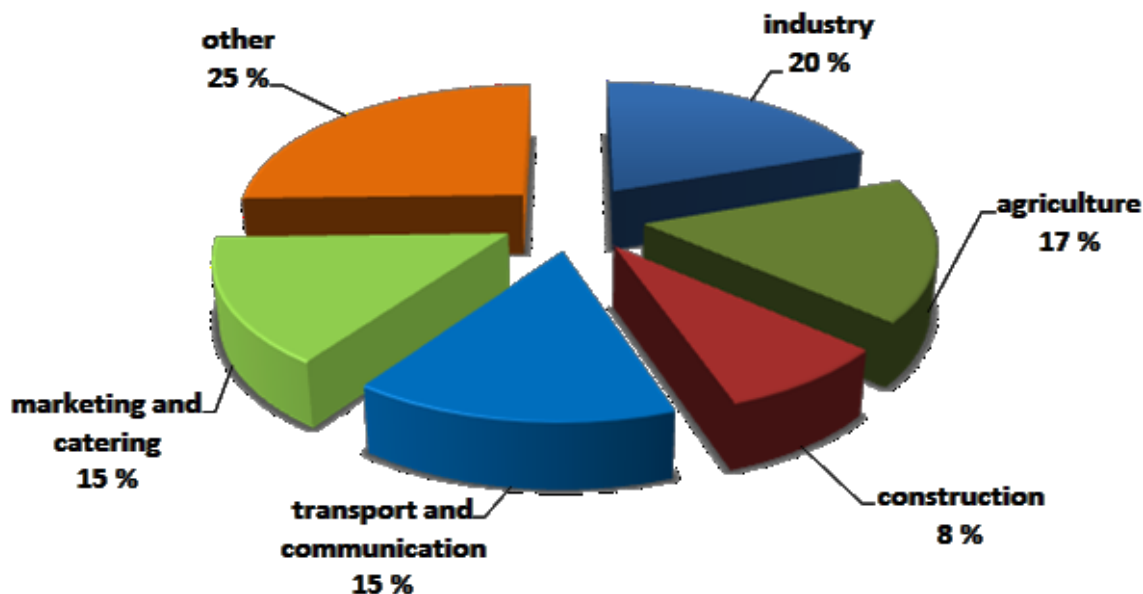


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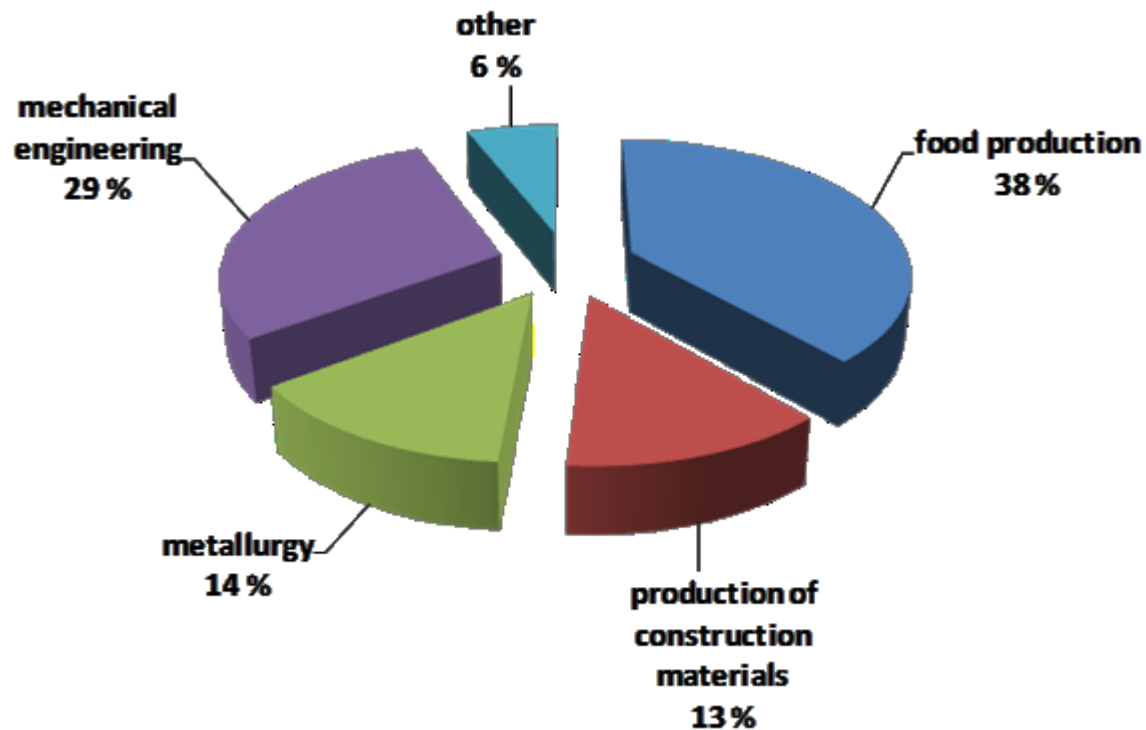
Oryol region has diversified economics

Structure of gross regional product





Structure of industry of the Oryol region





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JSC «Orlovskiy khlebokombinat»

Produces bread and bakery products

Address: Russia, 302040, Oryol,
ulitsa Krasnoarmeyskaya, 2

Tel.: +7 (4862) 42-40-82

E-mail: bread@orl.ru

www.breadorel.ru

Food and processing industry

Co. LLC «Ptichiy dvorik»

Produces poultry meat

Address: Russia, 303851, Oryol region,
Livenskiy rayon, settlement Naberegnyy, 2
Mob.: 8-906-571-16-11 ; 8-903-883-22-21

E-mail: ptichkaliv@mail.ru

www.ptichiydvorik.ru





Coca-Cola is a world leader in the production of soft drinks

Address: Russia, 302024, Oryol,
ulitsa Italianskaya, 6
Tel.: +7 (4862) 44-07-08
www.plant.coca-colahellenic.ru



- Number of production lines – 3.
- Productivity:
 - juice line - 40 000 bottles per hour,
 - beverages in plastic bottles - 12 000 bottles per hour (2 L.), 22 000 bottles per hour (1 L.), 30 000 bottles per hour (0,5 L.),
 - aseptic bottling line of tea Nestea – 18 000 bottles per hour (1,5 L.), 36 000 bottles per hour (0,5 L.).
- Number of employees of the Oryol branch is 724 people.

Hellenic
Coca-Cola
Passion for Excellence

Coca-Cola Hellenic Bottling Company

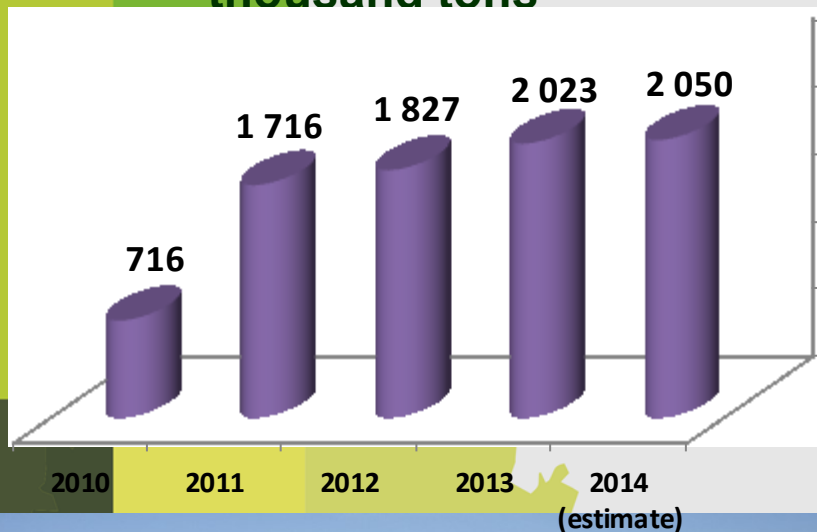
Orel report

1996-2011

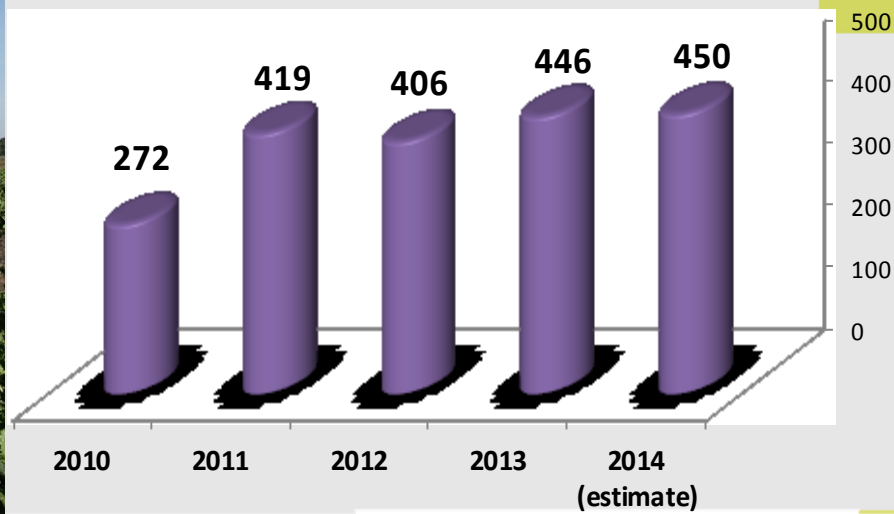


Production of sugar beet

Gross harvest of sugar beet,
thousand tons



Productivity of land, hwt/ha





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JSC «Mtsensk plant of communal machine-building «Kommash»

one of the leading Russian manufacturers and exporters
of communal, road and construction machinery



Address: Russia, 303036,
Oryol region, Mtsensk
Tel.: +7 (48646) 9-10-11
E-mail: lab@kommash.com
www.kommash.com



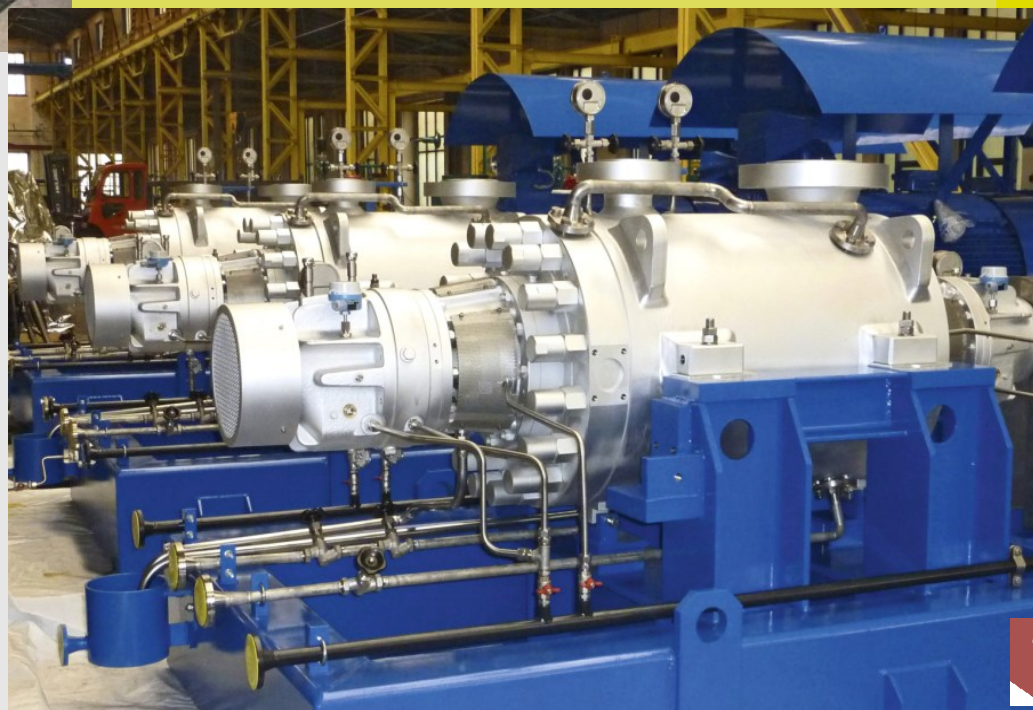
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JSC «HMS PUMPS»

the major manufacturer of pumps and pumping equipment for the oil, petrochemical, shipbuilding industries, energy, utilities and agribusiness

Address: Russia, 303851, Oryol region,
Livny, ulitsa Mira, 231
Tel.: +7 (48677) 7-12-00
E-mail: info@hms-pumps.ru
www.hms-pumps.ru





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JSC «Dormash»

the major domestic developer and manufacturer
of road-construction equipment



Address: Russia, 302042, Oryol, Kromskoye shosse, 3
Tel.: +7 (4862) 72-43-05, 72-01-58
E-mail: market@orel-dormash.ru
www.orel-dormash.ru

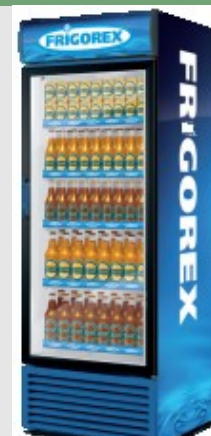




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«Frigoglass Eurasia – Oryol region» is the industry leading company in the field of commercial refrigerating equipment.



Address: Russia, 302000, Oryol region,
Oryol, Novosil'skoye shosse, 20a
Tel.: +7(4862) 46-04-04
E-mail: iperkova@frigoglass.com
www.frigoglass.com



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**LINCOLN
ELECTRIC**



Metallurgy



Plants of «Lincoln Electric» in the Oryol region accounts for 20 % of the Russian market of welding electrodes with the prospect of growth to 30 %.

JSC «Mezhgosmetiz -Mtsensk»

Address: Russia, 303000, Oryol region, Mtsensk,
ulitsa Sovetskaya, 98-A

Tel.: +7 (48646) 2-23-63, 2-38-33
www.mezhgosmetiz.ru



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Equipment for petrol stations

JSC «Prompribor»

Address: Russia, 303800, Oryol region,
Livny, ulitsa Mira, 40
Tel.: +7 (48677) 777-35, 777-26
E-mail: sales@prompribor.ru
www.prompribor.ru



Equipment for oil depots

Instrument making

JSC «Proton»

Address: Russia, 302040, Oryol, ulitsa Leskova, 19
Tel.: +7 (4862) 41-44-10
www.proton-orel.ru



Light fixtures group



products

JSC «Nauchpribor»

Address: Russia, 302020, Oryol,
Naugorskoye shosse, 40
Tel.: +7 (4862) 20-14-17, 20-14-19
E-mail: sales@nauchpribor.ru
www.nauchpribor.ru



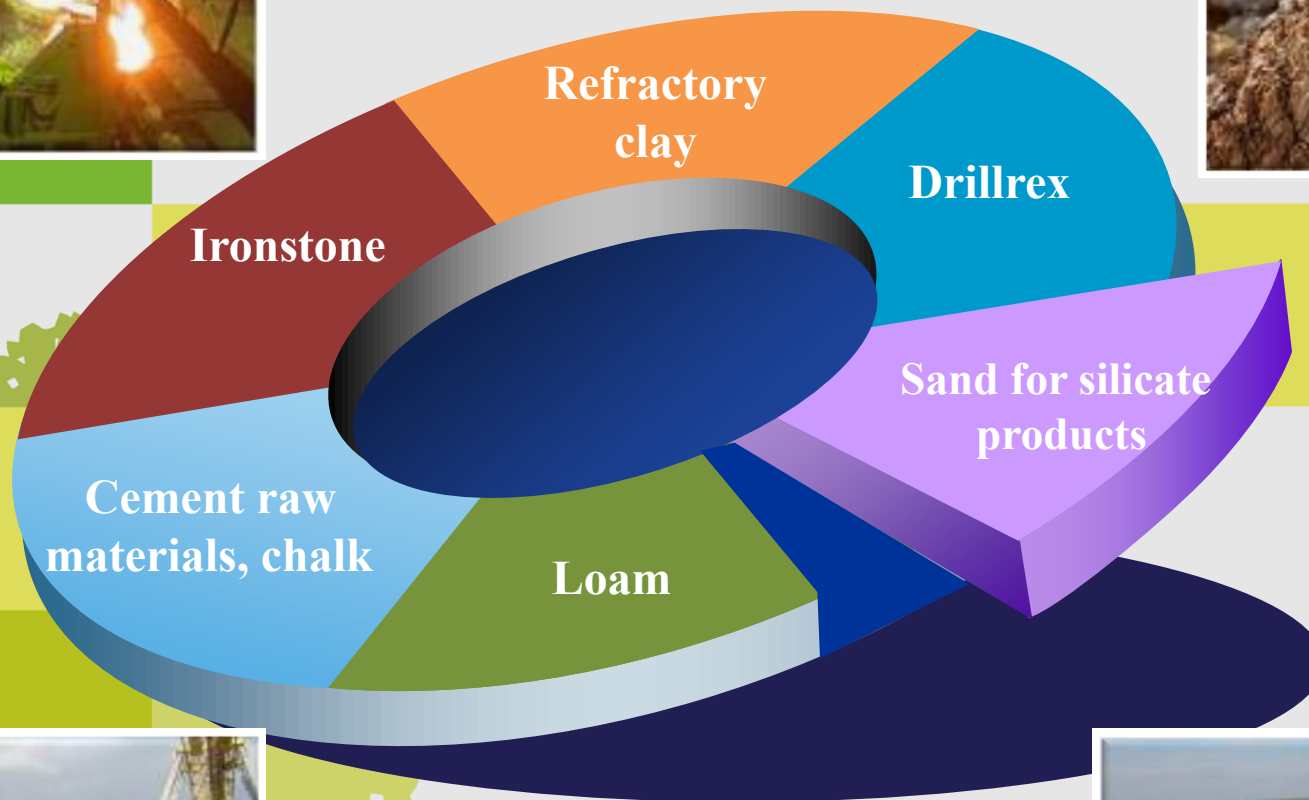
X-ray diagnostic equipment



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MINERALS





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KERAMA MARAZZI

LLC «KERAMA MARAZZI» is the leading Russian manufacturer of ceramic tiles, which accounts for about 15 % of the total ceramic tile market in Russia.



Address: Russia, 302024, Oryol, ulitsa Italiyskaya, 3
Tel.: +7 (4862) 49-98-20
E-mail: info@kerama-marazzi.ru
www.kerama-marazzi.ru



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sanofi aventis

«Sanofi-Aventis Vostok» is a modern pharmaceutical plant. This is the first platform for local production in Russia of vital medicines Sanofi (production of human and analogue insulines).

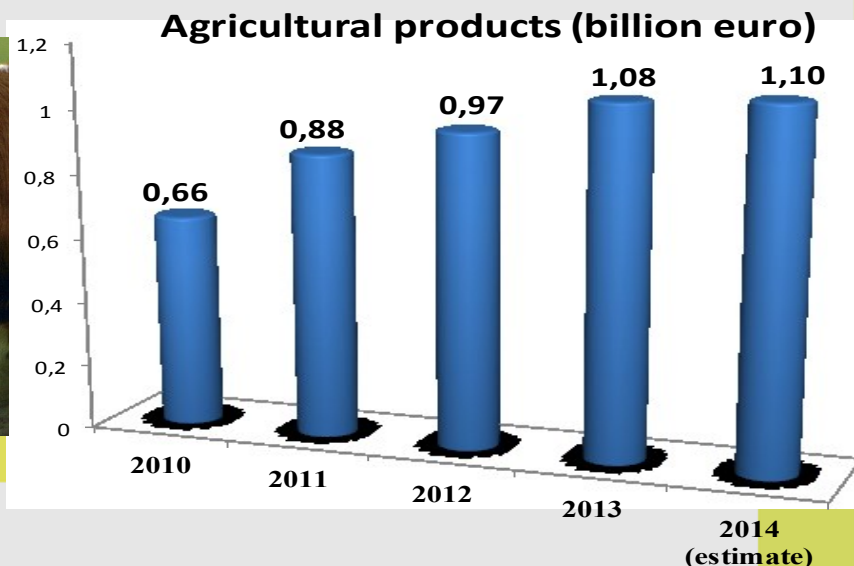


Address: Russia, 302516, Oryol region, Orlovskiy rayon, settlement Kulikovskiy, ulitsa Livenesskaya, 1
Tel.: +7 (4862) 44-00-55
www.sanofi.ru

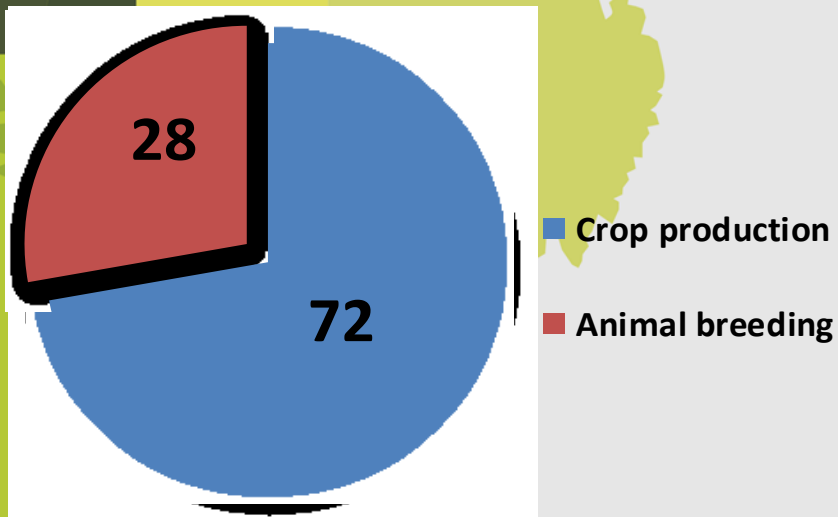




The agro-industrial complex



Structure of agricultural production, %





Development of pig-breeding

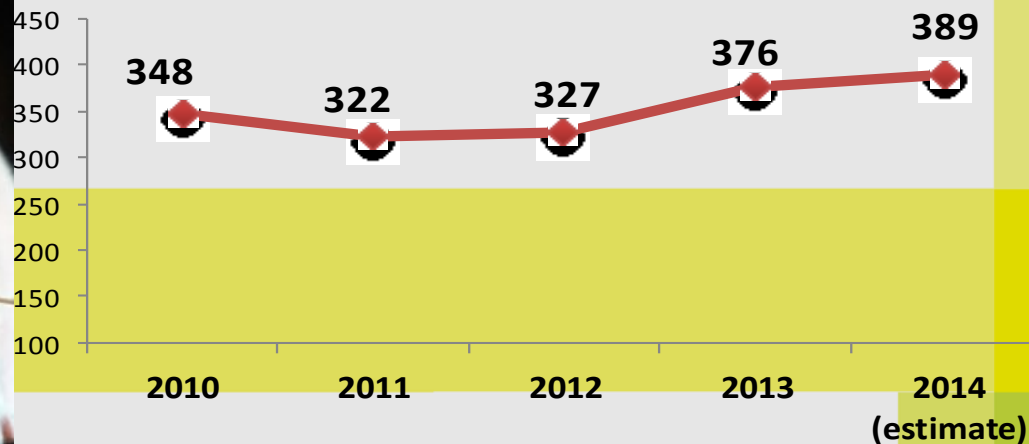


The major projects in pig-breeding

The pig-breeding complex of the CJSC "Orelselprom" in 2013 - meat production - 12,100 tons, the number of pigs - 53,600 heads;

Co.LLC "Znamenskii SGC" - meat production - 30,200 tons. The average annual number of pigs is 220 700 heads.

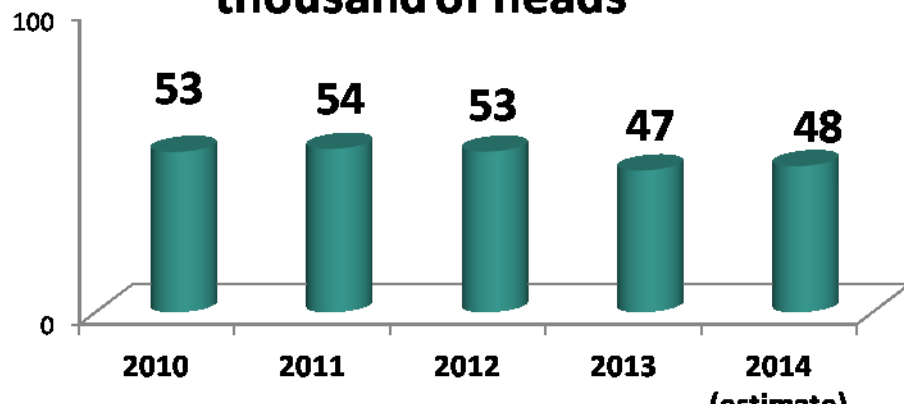
The number of pigs in all categories or farms, ths of heads



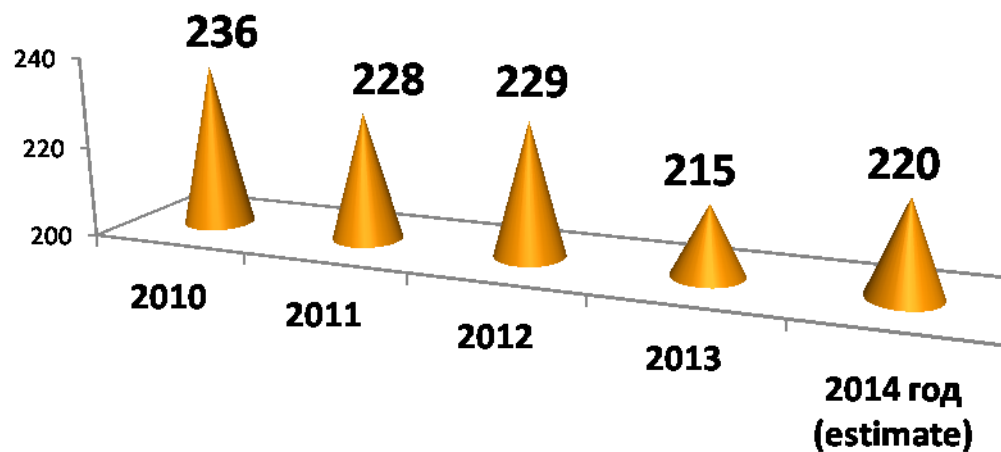


Dairy farming

The number of cows,
thousand of heads



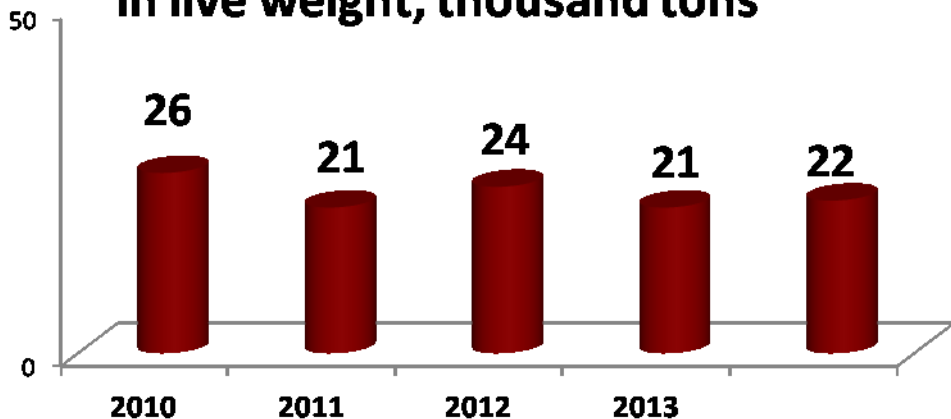
Milk production, thousand tons



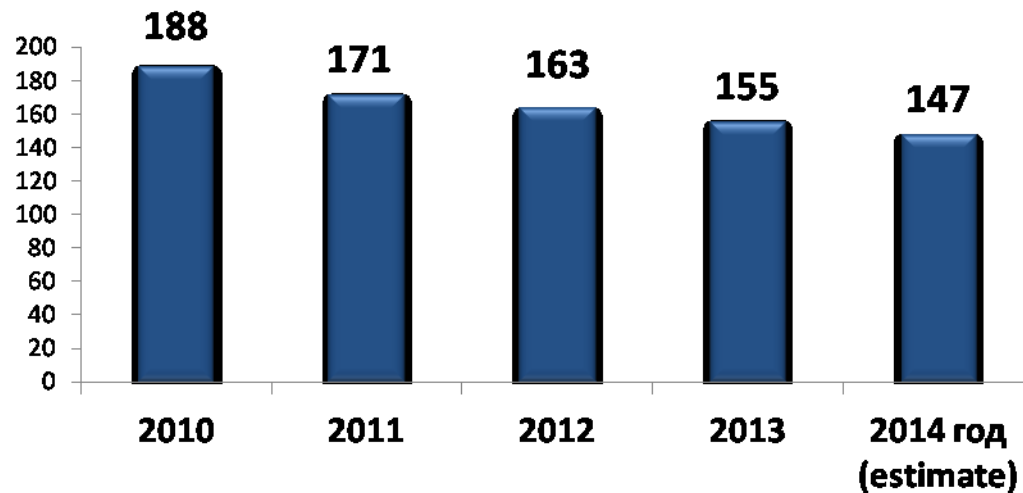


Poultry

**Production of poultry
in live weight, thousand tons**



Egg production, million pieces

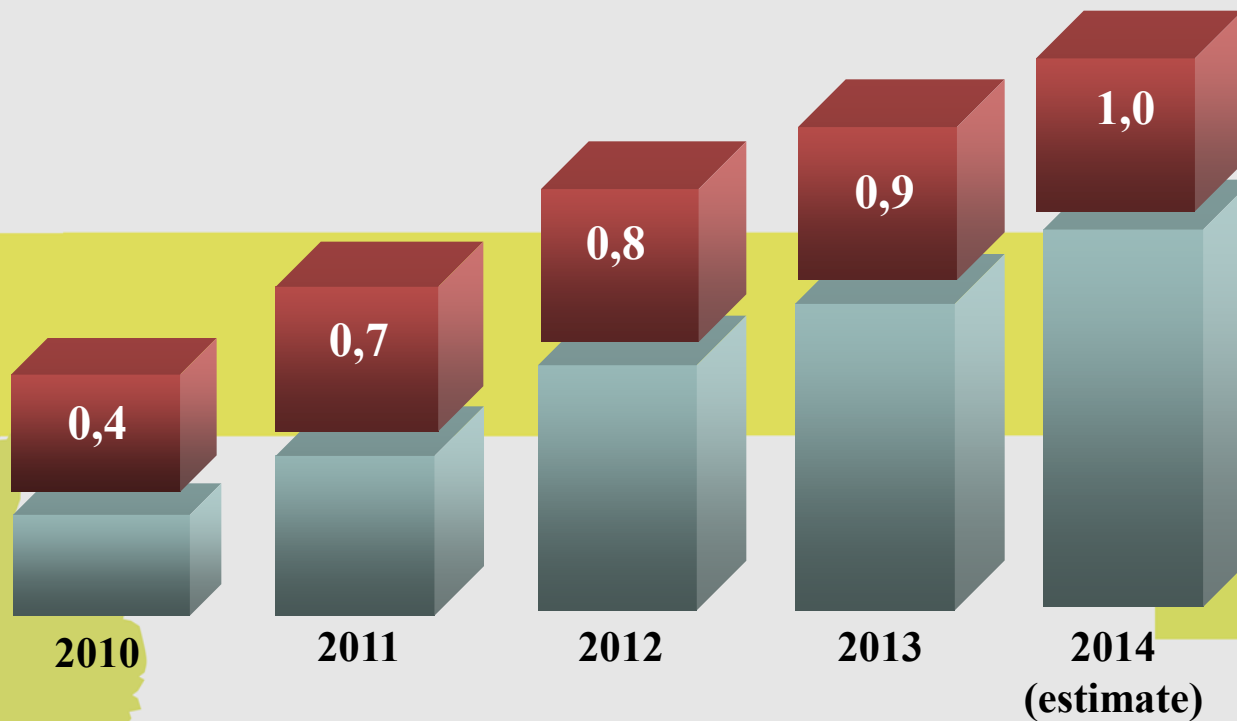




Investments in fixed capital



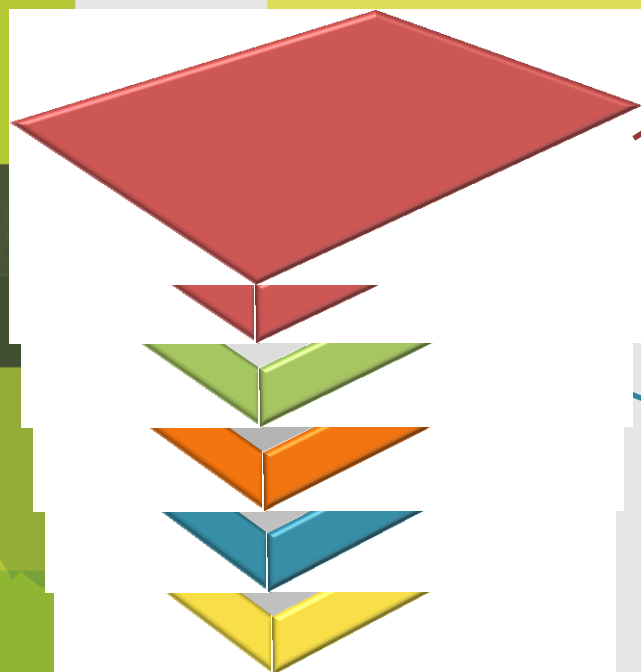
billion euros





The instruments of investor state support

Regional legislation guarantees:



Provision of state guarantees of the Oryol region

The subsidy of interest rate on loans, brought-in by investors

Subsidizing the creation of industrial infrastructure of investment projects

Advantages and benefits in terms of making payments of income tax and business property tax



TAX PREFERENCES

Exempt from property tax

The total sum of actually used investments during the first three years of investment project implementation	The period of tax exemption (the number of consecutive tax periods)
2 million euro	3
5 million euro	5
60 million euro	7

Exempt from profit tax

The total sum of actually used capital investments during the first three years of investment project implementation	The level of possible reduction of tax rate (percentage points)
2 million euro	1,5
5 million euro	3
60 million euro	4,5



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INDUSTRIAL PARK "THE GREEN GROVE"



Moscow
300 km

M2, E105

Mtsensk

140,5 ha

Oryol
60 km

M2, E105

Address: Oryol region, Mtsenskiy rayon,
settlement Volya, on the right of the road
Mtsensk-Oryol



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Favorable logistical location



- **Proximity to Moscow (350 km)**
Cost saving in comparison with doing business in the capital region
- **Convenient location at the intersection of roads and railways linking the towns of Russia and Eastern Europe**
Reducing transportation costs of logistics facilities and manufactures
- **The nearest airports :**
Bryansk region (129 km),
Kursk region (144 km),
Moscow (350 km)



The residents of Industrial Park



The first resident of the Industrial Park "Green Grove" is "Central Grain Company" - a subsidiary of the holding company "Agro-Alliance", which is investing more than 11 million euro in the construction of production facilities for buckwheat.

JSC "Plant of Nonferrous Metals" (Tula) has begun the creation of an enterprise for processing of non-ferrous metals.

It has begun the construction of the main production building. Investment in the project is planned in the amount of 15 million euro.

The agreement on cooperation with "ALPHA CSB" (Moscow), which will be carried out via implementation of an investment project for the production of pharmaceutical preparations. Starting work in June 2014. Planned investments - 10 million euro



Low construction costs

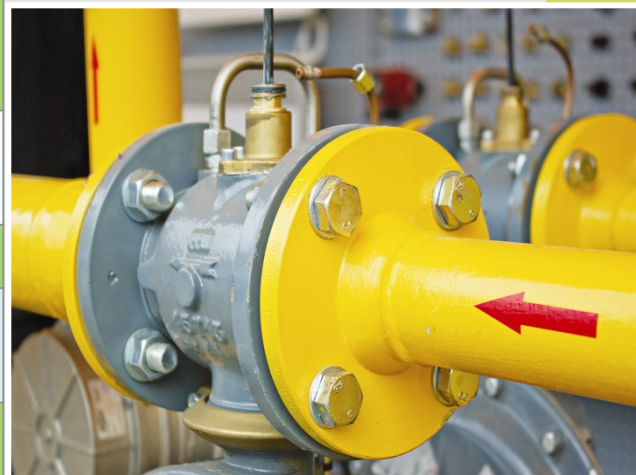
**Park residents are offered
land areas from 1.5 to 40 hectares**

Selling: 15 ths. euro for 1 ha

Rent: 500 euro for 1 ha annually

**There are available point connections for residents
to utilities of Industrial Park**

Utilities	Capacity
Gas	till 5 000 cubic meters per hour
Water supply	1 800 cubic meters per day
Electrical energy	50 megawatt
Sewerage	till 1 800 cubic meters per day
Storm sewer	5 000 cubic meters per day





THE MANAGING COMPANY
Open Joint Stock Company
«Directorate of industrial parks of Oryol region»

Assistance in obtaining
approvals and permits

Organizational support and
information on the design,
construction companies,
labor market

Support areas as
appropriate: cleaning
neighborhoods, clearing
snow, removal of waste

The maintenance of
efficiency energy networks,
road paving and systems of
sewage

**The services of
managing
company:**

*Our company forms optimal conditions for the creation
and development of new businesses in the industrial
park «Green Grove»*



INVITATION TO COOPERATION

«The Government of Oryol region pays special attention to the implementation of new economic initiatives in the region, establishment of interregional and international economic relations.



In this work we are guided by the principles of openness and trust, we focus on the establishment of long-term partnerships.

The Government of the Oryol region is ready to provide full support to your business initiatives in the implementation of projects in the Oryol region.

I invite you to an interested and mutually beneficial cooperation!»

Interim of Governor of Oryol region
Vadim POTOMSKY