The Penza region



Investment presentation

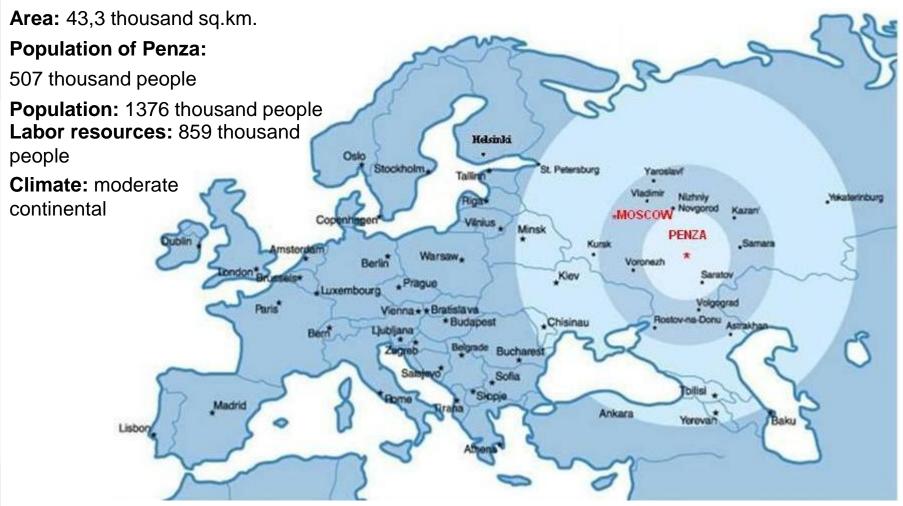


Brief information about Penza region



The Penza region is located in the European part of Russia

625 km to the South-East of Moscow



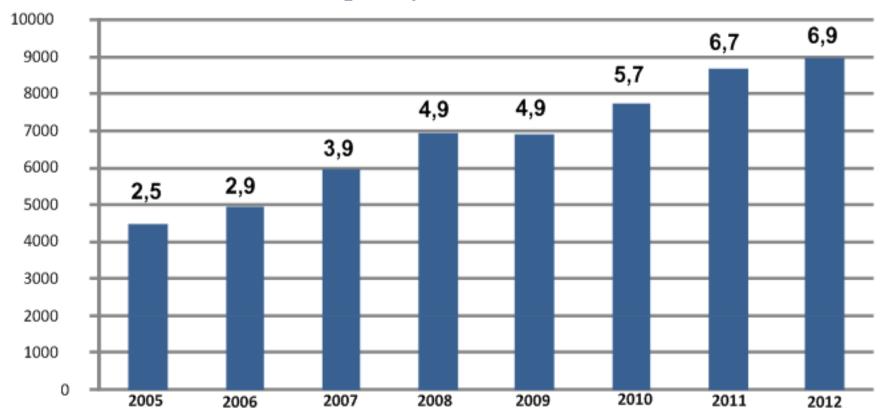


Key economic development of the Penza region



In the GRP structure the main part take industry -28%, wholesale and retail trade -16%, agriculture -10%, construction -7%.

Gross regional product, billion \$





Industry: instrument-making industry and auto components



More than 3 thousand enterprises

23% from total working employees

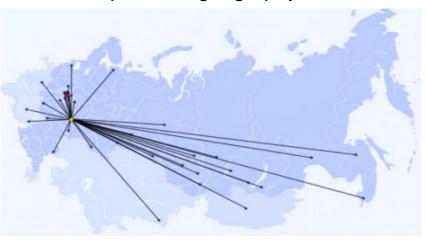
40 % from taxes paid by region into consolidated budget of the Russian Federation

29% Gross Regional Product (2012)

Industrial production

In 2012, were produced auto components at the amount of more than 50 million US dollars for home-produced cars and for car brands Renault и Nissan

Sale products geography



The Penza instrument cluster produces a wide range of products, almost of all segments of the instrument- making industry

Medicine and healthcare service

Petroleum chemistry

Carbon extraction

Telecommunication

Software and computers

Nuclear and space industry

Railway and car industry

Construction and housing and public utilities

Machine-building industry

Power industry

Agriculture

Defense and industry complex



Investment potential of the Penza region



Foreign investments, thousand \$

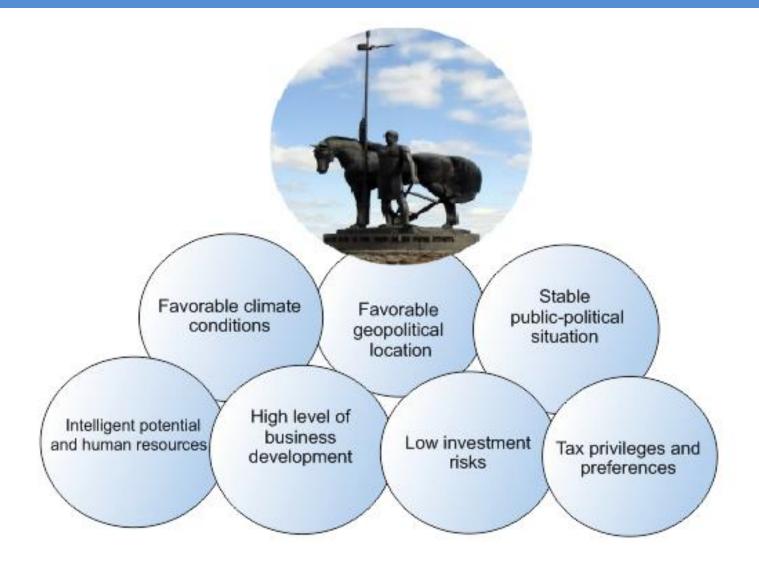
	2006	2007	2008	2009	2010	2011	2012
Foreign investments receipts	24	45	54	34,5	18	46	92
direct	15	25	23	4	4	29	77
other	9	15	31	30	10	17	15
portfolio	-	5	-	0,5	4	0	0

Investment attractiveness (according to Fitch Ratings)					
Credit rating of the Penza region (2012r.)	ВВ				
Long term ratings as per national scale (2012r.)	AA-				
Estimate on ratings	stable				



Investment attractiveness of the Penza region

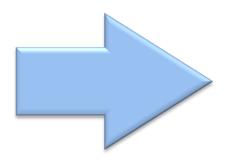






Investment potential of the Penza region



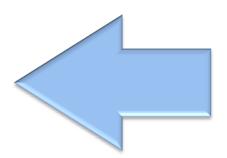


Tax privileges on regional taxes:

- -Profit tax (reduced from 20 to 16%);
- -Property tax (reduced to 0%);
- -Transport tax (reduced to 0%).

Preferences:

- -Compensation of Central Bank rate of Russia on credits attracted and leasing;
- -Patronage Certificate of the Penza Region's Governor;
- -Assistance in infrastructure support provision.





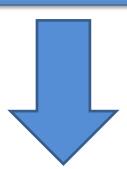
Infrastructure support of investment projects



On the territory are being created:

Agro-industrial park «Serdobsky» 420 hectares Industrial park «Otvel» 137 hectares Industrial park «Industrial union» 6 hectares









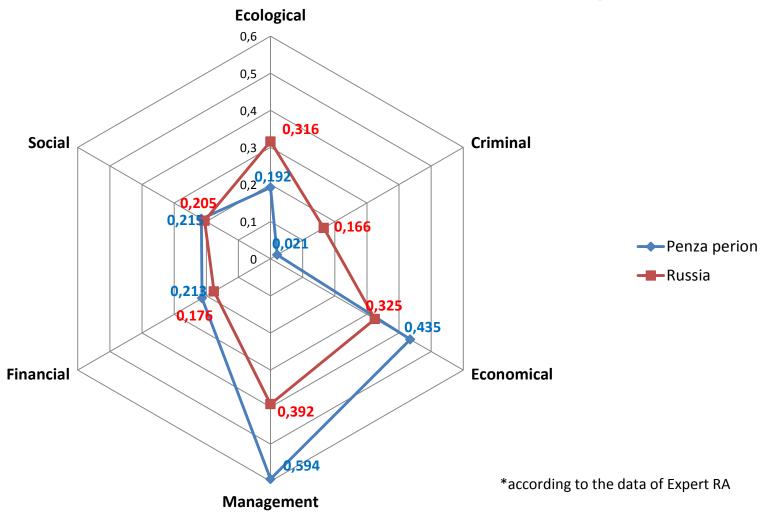
Regional operator of priority investment projects



The level of risk in the Penza region



Distribution of particular types of risk in comparison with the average countrywise:*





Social indicators of the Penza region



Education



- 7 institutions of primary vocational education;
- 27 institutions of secondary vocational education;
- 18 institutions of higher vocational education.

Sport achievements



- **3737** sport facilities;
- 25 Olympic champions;
- 39 World champions;
- 42 European champions;
- **407** thousand people systematically go in for sports.

Support of young families



- 9, 7 million of US dollars were given for provision of housing to young families in 2012;
- 546 families received support.

Healthcare service

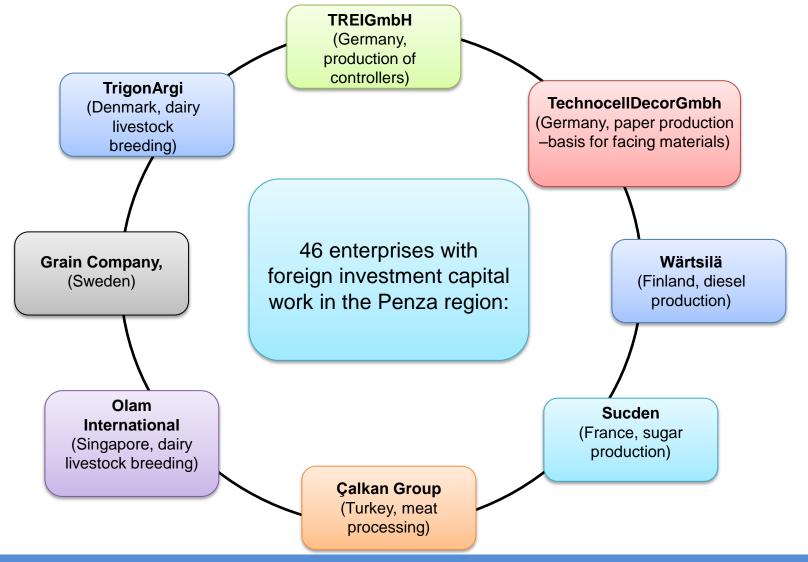


- 57 medical and preventive treatment facilities;
- 5 thousand of doctors:
- 13 thousand medical workers of middle ranking.



Investment potential of the Penza region







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Thank you for attention!