

## **“Mogilev” Free Economic Zone** ***New prospects for your business***

**Mogilev Free Economic Zone** was established in 2002 in order to attract domestic and foreign investments for the creation and development of enterprises, providing favorable conditions for structural adjustment of the national economy and efficient use of available production capacity .

The total area of Mogilev FEZ is 2 840 ha. All 12 sites of Mogilev FEZ are located in industrial zones of Mogilev and cities of regional subordination (Bobruisk, Osipovich, Shklov).

### **Mogilev FEZ means:**

- a part of the territory of the Republic of Belarus;
- a special legal environment for FEZ residents;
- both idle industrial premises and vacant land plots for green-field are available for implementation of investment projects.
- advanced engineering and transport infrastructure.

**Investors from 11 countries realize their investment projects in Mogilev FEZ. The goods produced by residents of Mogilev FEZ are exported to more than 100 countries.**

### **Tax benefits:**

- full exemption from Real Estate Tax;
- exemption from Profit Tax for 10 years after declaration of the first profit. In the following years Profit Tax is paid at 50 % reduced rate.

**Customs preferences** are granted by means of the Free Customs Zone procedure (FCZ). The FEZ residents are exempt from customs duties and taxes on machinery, raw materials, and components being imported to FCZ for projects' implementation. All residents are fully exempt from customs duties and taxes (on raw materials that have been initially imported under the FCZ procedure) if manufactured products are finally exported outside the Eurasian Economic Union.

### **Other preferences:**

- the FEZ residents may use foreign currency to settle invoices of other Belarusian companies. They are also exempt from mandatory exchange of foreign currency inflows to Belarusian rubles;
- withdrawing and assigning land plots to the FEZ residents is executed without holding an auction for the right to conclude the Land Rent Agreement;

- FEZ residents are exempt from payments for the right to conclude the Land Rent Agreement;
- the annual rent payments for land set for the FEZ residents cannot be increased during the entire term of projects' implementation;
- If investment scope of a project exceeds EUR 10 mln. construction of the required engineering and transport infrastructure is financed on the funds provided in the State Investment Program and local budgets.

### **Registration as a resident of "Mogilev" FEZ**

A legal entity or an individual entrepreneur of the Republic of Belarus, which is located in the territory of Mogilev FEZ and has signed with Administration of Mogilev FEZ the Agreement on terms of activities in the FEZ, can be registered as a Mogilev FEZ resident. Applicants submit the following documents to Mogilev FEZ Administration:

- an application form;
- duly notarized copies of the Articles of Incorporation;
- a copy of the certificate of the state registration;
- business-plan of an investment project;
- a receipt proving payment of the state fee for registration.

**Legal guarantees** for investors are defined by legislation of the Republic of Belarus on investments and free economic zones:

- The special taxation regulation established for FEZ residents remains unchanged during 7 years since registration as a FEZ resident;
- Foreign investors are free to transfer their incomes in foreign currency outside the Republic of Belarus.

### **Why to invest in Mogilev FEZ?**

- A gateway to the Eurasian Economic Union with the population about 176 mln;
- Favourable geographic location at the crossroads of major Pan-European transport corridors;
- High level of education and labor training.

### **Mogilev FEZ administration**

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