PRIMORSKY KRAI
THE LAND OF OPPORTUNITIES FOR INVESTORS

$12,28
Gross regional product, bln

UTC+11/MSK+7
Time zone

VLADIVOSTOK
Region center

1 913 037
Population

164,700
Area, km²
REGION BENEFITS FOR INVESTORS

SPECIAL ECONOMIC ZONES
Zones with special regimes of customs, tax and administrative regulation:
- 4 territories of advanced development
- 16 zones of Free port Vladivostok
- Offshore zone on Russky Island

ADVANTAGEOUS GEOGRAPHICAL LOCATION
The region is located close to Asia-Pacific and North East Asia markets. It has borders with 3 countries: China, Japan and the DPRK.

LARGE LOGISTICS HUB
Transit node of land and sea transport routes between Europe and Asia-Pacific countries. It has warehouse complexes, including class A.

CENTER OF SCIENCE AND EDUCATION
Vladivostok has 15 universities, including the leading regional university - Far Eastern Federal University. More than 30 000 students graduate yearly. There is also a Far Eastern branch of Russian Academy of Science located here.

CHEAP ELECTRICITY
Primorsky krai has the cheapest electricity in Russian Far East and Asian-Pacific countries. The average tariff is $0.06 per 1 kWh.

ADVANCED TRANSPORT INFRASTRUCTURE
The Trans-Siberian Railway and the sea routes from six non-freezing ports begin in Primorye region. The international airport “Knevichi” accepts more than 2 million passengers a year. International highways “Primorye-1” and “Primorye-2” are being built.
<table>
<thead>
<tr>
<th>Indicator</th>
<th>Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross Regional Product (2016)</td>
<td>$12.8 BLN</td>
</tr>
<tr>
<td>Foreign trade Goods turnover (2017)</td>
<td>$7.87 BLN</td>
</tr>
<tr>
<td>The parity of purchasing power (2016)</td>
<td>$6,400</td>
</tr>
<tr>
<td>Fixed capital investment</td>
<td>$2.1 BLN</td>
</tr>
<tr>
<td>Number of subjects of micro, small and medium-sized enterprises</td>
<td>88,322</td>
</tr>
<tr>
<td>Unemployment rate</td>
<td>5.02%</td>
</tr>
<tr>
<td>Average monthly salary</td>
<td>$683</td>
</tr>
</tbody>
</table>
## POPULATION AND LABOR RESOURCES

<table>
<thead>
<tr>
<th>Population</th>
<th>Employment to population ratio at the age 24-64 with higher education</th>
<th>Average monthly wage</th>
<th>Urban population</th>
</tr>
</thead>
<tbody>
<tr>
<td>1,913,000</td>
<td>35%</td>
<td>$683</td>
<td>77%</td>
</tr>
</tbody>
</table>

### LARGEST CITIES

- **Vladivostok**: 604,901
- **Ussurysk**: 172,017
- **Nakhodka**: 149,316
- **Artem**: 106,692
- **Arsenyev**: 52,471
In Primorskiy kray: Malaysia, Slovakia.

Foreign Trade Turnover (2017) — $6.79 bln

- Livestock products — 31%
- Military and classified products — 21.5%
- Minerals — 20%
- Wood — 12%
- Metal and metal products — 9%
- Jewelry — 1.3%

Exports — $3.09 bln

In Primorskiy kray:
- 7 general consulates (Vietnam, India, Democratic People's Republic of Korea, Chinese People's Republic, Republic of Korea, USA, Japan), 1 Office of the Embassy (Kyrgyzstan),
- 11 honorary consuls (Bangladesh, Great Britain, New Zealand, Thailand, Chile, South Africa, West Germany, Laos, South Ossetia, Malaysia, Slovakia),
- Regional Office of the European Bank for Reconstruction and Development.
**FOREIGN ECONOMIC RELATIONS**

**IMPORTS — $3.69 BLN**

<table>
<thead>
<tr>
<th>Category</th>
<th>Share</th>
</tr>
</thead>
<tbody>
<tr>
<td>Machinery, equipment</td>
<td>28.4%</td>
</tr>
<tr>
<td>Transport</td>
<td>11.9%</td>
</tr>
<tr>
<td>Animal products</td>
<td>9.8%</td>
</tr>
<tr>
<td>Vegetable products</td>
<td>9.8%</td>
</tr>
<tr>
<td>Plastic, rubber</td>
<td>8.2%</td>
</tr>
<tr>
<td>Metals</td>
<td>7.2%</td>
</tr>
<tr>
<td>Manufactured goods</td>
<td>5%</td>
</tr>
</tbody>
</table>

**FOREIGN TRADE TURNOVER (2017) — $6.79 BLN**

In Primorsky kray:
- 7 general consulates (Vietnam, India, Democratic People's Republic of Korea, Chinese People's Republic, Republic of Korea, USA, Japan), 1 Office of the Embassy (Kyrgyzstan),
- 11 honorary consuls (Bangladesh, Great Britain, New Zealand, Thailand, Chile, South Africa, West Germany, Laos, South Ossetia, Malaysia, Slovakia),
- Regional Office of the European Bank for Reconstruction and Development
**PRYMORYE ROLE IN RUSSIAN FAR EAST**

The share of Primorye region in Russian Far East (2017), %

<table>
<thead>
<tr>
<th>Prymorye Role</th>
<th>Russian Far East</th>
</tr>
</thead>
<tbody>
<tr>
<td>Population</td>
<td>31</td>
</tr>
<tr>
<td>Gross Regional Product</td>
<td>19,6</td>
</tr>
<tr>
<td>Industrial products</td>
<td>11,6</td>
</tr>
<tr>
<td>Agricultural products</td>
<td>25,2</td>
</tr>
<tr>
<td>Goods transfer in sea ports</td>
<td>62,6</td>
</tr>
<tr>
<td>Fixed capital investments</td>
<td>10,3</td>
</tr>
<tr>
<td>Housing construction</td>
<td>21,2</td>
</tr>
</tbody>
</table>

Primorye in the Far Eastern Federal District is about one-third of the population, almost two-thirds of cargo handled in seaports ("east sea gate" of Russian Far East), more than a quarter of agricultural products, one fifth of the gross regional product of the Russian Far East, one-fifth of the volume of house building, a tenth of the industry and the volume of investment in fixed capital.
PRIORITY INVESTMENT AREAS

- Automotive, ship and aircraft building industries
- Transportation and processing of hydrocarbons
- Tourism
- Agriculture, fish processing, mariculture
- Housing construction, building materials construction
- High-end transportation projects: highways, high-speed railroads, regional aviation

INVESTMENT ZONES AND PRIORITIES

The **North-east part** of Prymoyes is dedicated to "green technologies". Resource-efficient and environment-friendly production technologies are being introduced here.

The **Western and central part** is intended for agriculture and mining. The processing of natural resources, the food and the building materials production industries are being developed.

The **Southern territories** are used for service economy: financial services, logistics, transportation and high-tech production.
SPECIAL ECONOMIC ZONES

TERRITORIES OF ADVANCED SOCIAL AND ECONOMIC DEVELOPMENT

• Preferential tax terms (as low as 0%) and administrative benefits
• "Nadezhdinskaya" - universal
• "Bolshoy Kamen" - industry and high-tech production
• "Mikhailovsky" - agriculture
• "Neftekhimichesky" - processing of hydrocarbons

FREE PORT OF VLADIVOSTOK

• Is a territory with preferential tax, customs and tax regimes
• Preferential tax terms (as low as 0%)
• Administrative and procedural benefits
• Duty-free and tax-exempt customs regime

OFFSHORE ZONE ON THE ISLAND OF RUSSIAN

• Simplified registration
• Non-resident status
• Russian stock exchanges
INSTITUTES OF DEVELOPMENT AND SUPPORT MEASURES

**SUPPORT MEASURES**

- Preferential tax terms
- State guarantees, ensuring return of loaned money
- Financial and property participation based on the principles of public-private partnership, including concession agreements
- Provision of land plots
- Organizational and information support of investment activities.
SUPPORT MEASURES

- Primorye Investment Agency
- Export Development Center of Primorsky Territory.
- The Guarantee Fund of Primorsky Krai Corporation of Primorsky Territory Development
- Far Eastern Investment Group
- Far East Development Corporation
MADE IN PRIMORSKY REGION

- Shipyard «Zvezda»
- Military and civilian helicopters Ka-52, Ka-62 — «Progress» Arsenyev Aviation Company
- Confectionery products — «Primorsky Conditer»
- Jewelry brand «Roskosh»
- Diamond-jewelry production — KGK
- The tanker of the ice class «RN Sakhalin»
- Resort and entertainment zone «Primorye»
- Production of cars Mazda CX-5, CX-9, Mazda6.
- Shipbuilding manufacture — «Kompozitnoe korablestroenie»
- General assembling of communal equipment — «Mercator Vostok»
- Warehouse complexes (class A) - «Aviapolis Yankovsky»
- Diapers «Mepsi»
A unique tourism, sports and recreation project is implemented by Sumotori holding in cooperation with German, English, Italian partners. The mission of the project is not only to promote the effective development of racing sports in the Russian Far East, but also to create conditions for a healthy and safe family vacation.

TOTAL INVESTMENT

$100,000,000

Total investment
A complex residential development of Zeleniy Ugol district of Vladivostok assumes the commissioning of half a million square meters of housing. The project is realised by several developers including foreign ones, and the residents of Free port of Vladivostok such as Vostochniy Luch Ltd. and Stroygrad Ltd.

Total investment: $500,000,000
The factory in Vladivostok produces cars which fully comply international Mazda quality standards. In 2017 the enterprise received the status of a resident of “Nadezhinskaya” territory of advanced development and launched the production of it's latest crossover Mazda CX-5. Mazda is also implementing another investment project which aims to create in Vladivostok the production of Mazda SkyActiv-G engines. The construction of a new factory has already started.