Pridnestrovie Investment Environment

Pridnestrovie in Brief

AREA
4,163.0 km²

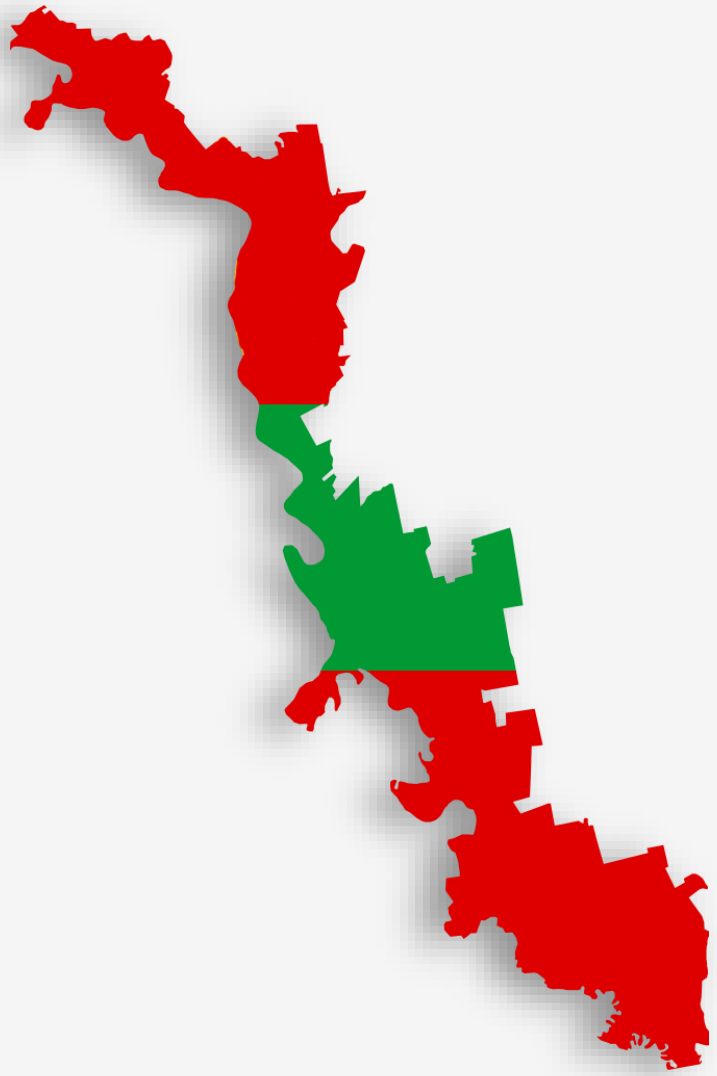
CAPITAL
Tiraspol

POPULATION
468.9 thousand people

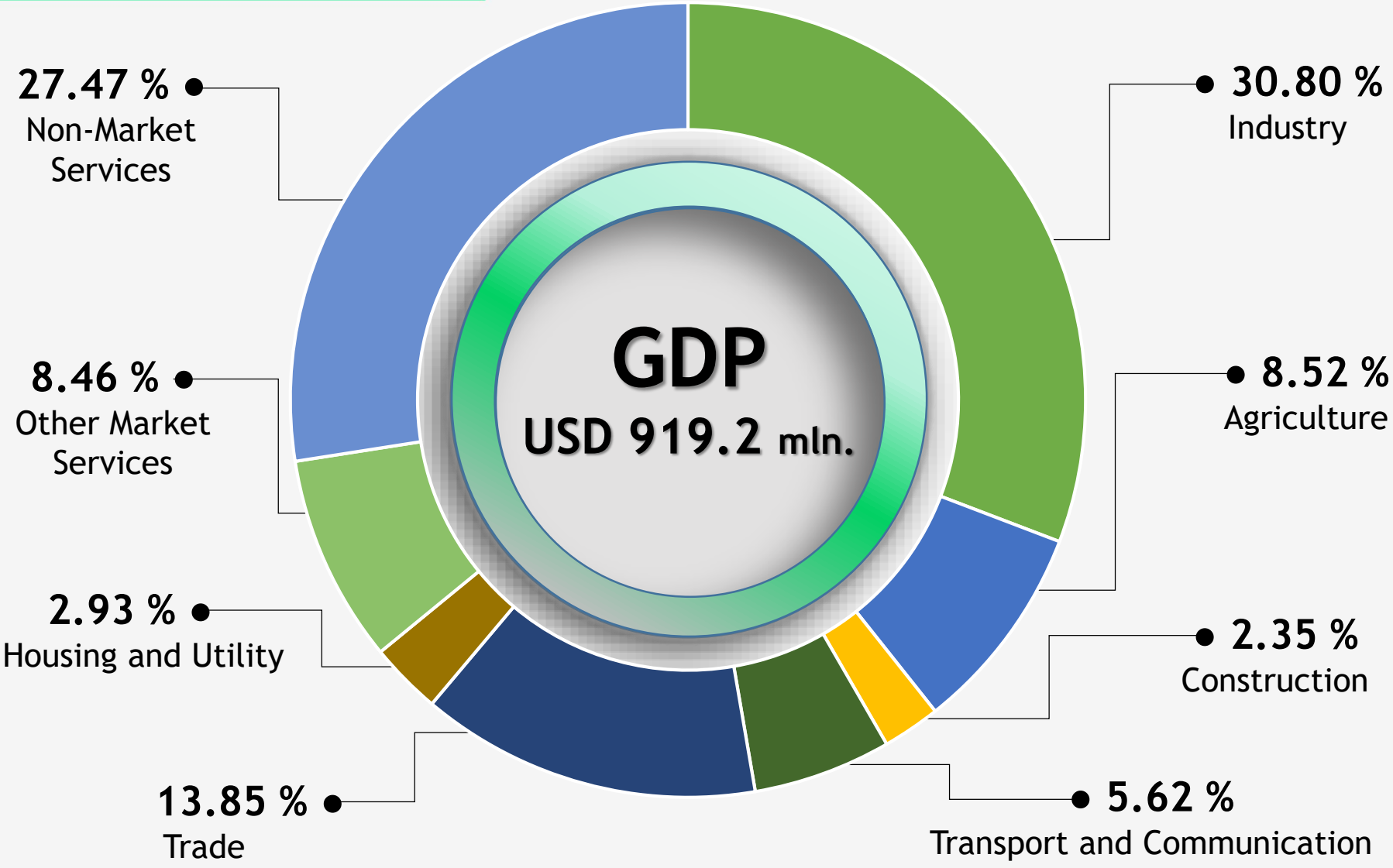
OFFICIAL LANGUAGES
Russian, Ukrainian, Moldavian

GOVERNMENT
Presidential Republic

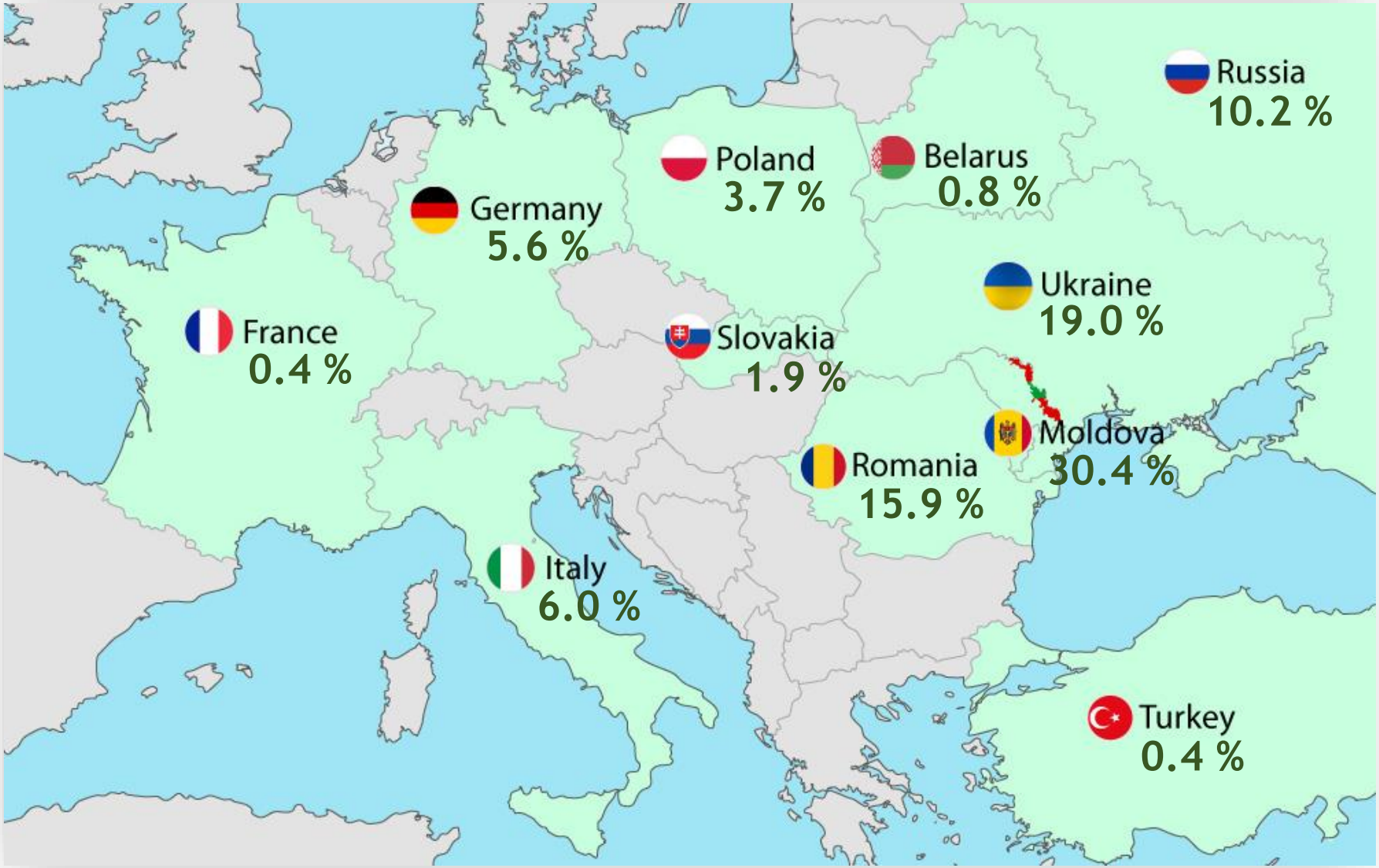
ADMINISTRATIVE CENTRES
Tiraspol, Bendery, Grigoriopol, Dubossary, Kamenka, Rybnitsa, Slobodzeya



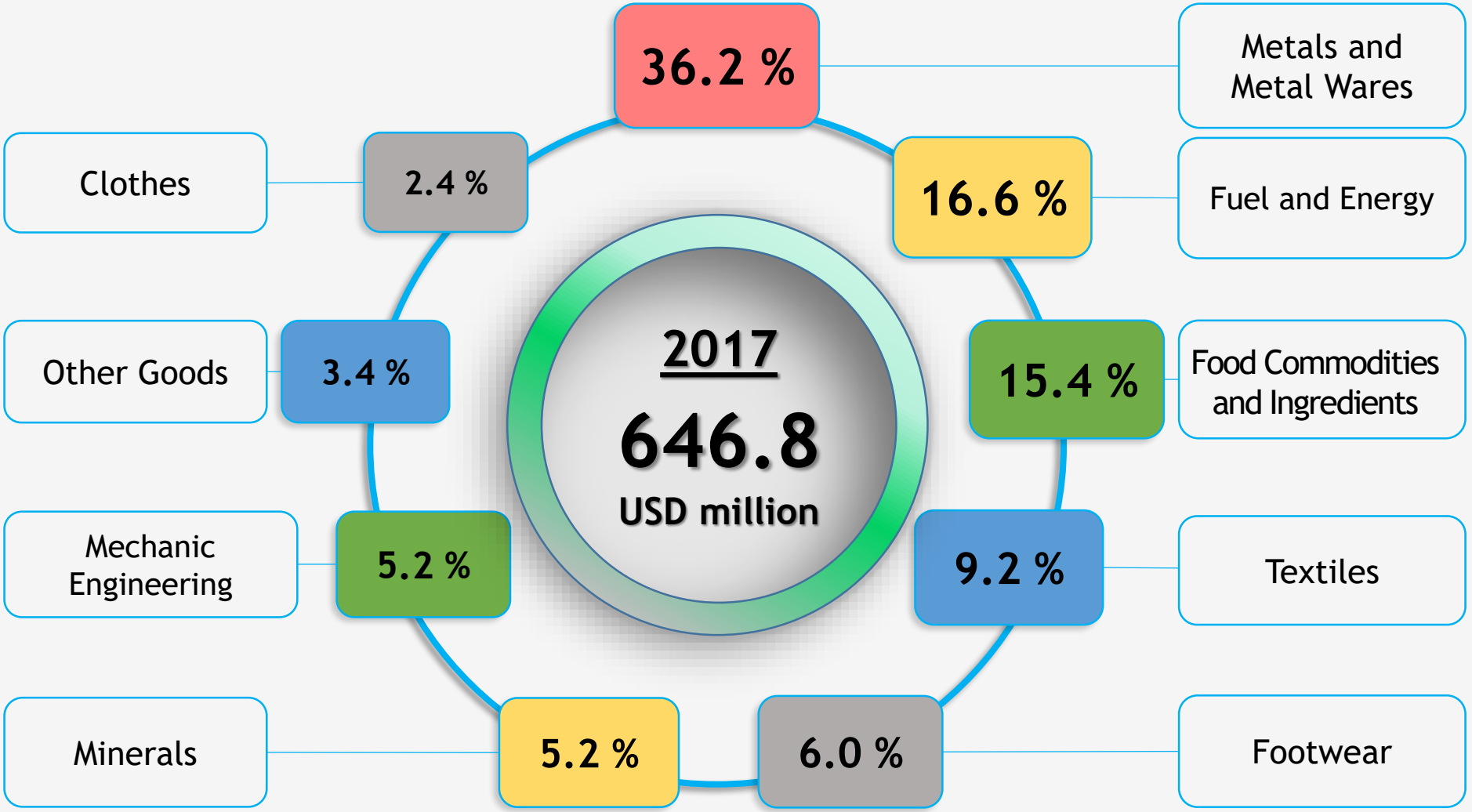
Structure of the Pridnestrovian GDP



Main Export Destinations from Pridnestrovie



Pridnestrovian Export Profile



Export to Russia and EU in 2017*

	Russia	EU
Food Commodities and Ingredients	9,079.8	6,587.2
Chemical Products	6,006.1	1,918.5
Rawhide and Peltry Wares	0	453.9
Wood, Pulp and Paper	319.4	53.5
Textiles	7,059.2	37,938.5
Clothes	3,834.5	12,552.9
Footwear	4,800.6	32,529.8
Metals and Metal Wares	13,043.7	137,540.1
Mechanic Engineering	21,913.3	3,076.2
Other Goods	211.6	6,802.0

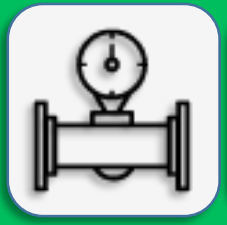
* USD thousand

Advantages of Pridnestrovie

Logistics

Available

2 international trunk routes



3 main gas pipelines

2 international railways

Potential

Tiraspol Airport

Bendery River Port

Bryansk (RF):	Bucharest:
• 1,000 km	• 517 km
• 11:30 h	• 7:30 h
• $ 1,600-2,000	• $ 900-1,000

Advantages of Pridnestrovie

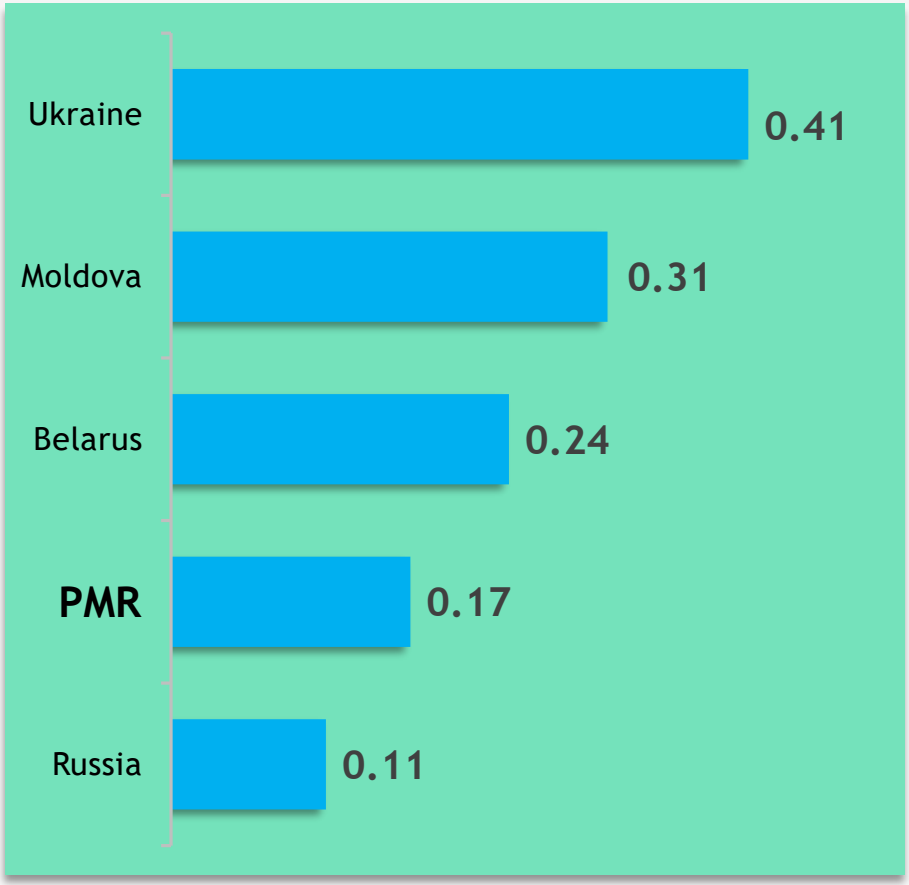
High agro-climatic and soil potential
for the agricultural development

Optimal conditions for agriculture: ample fertile lands, favourable climatic conditions, sufficient water resources (the Dniester River) for land reclamation

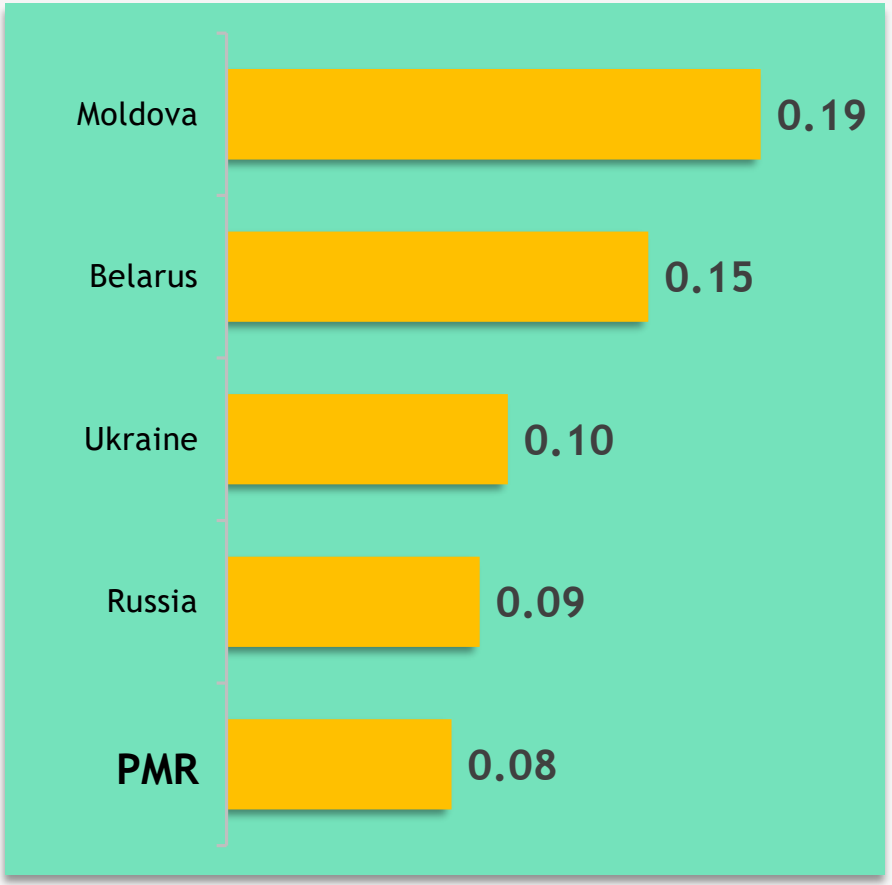
Local supply of raw materials: metal, cement, brick, limestone, sand, lime, gravel

Advantages of Pridnestrovie

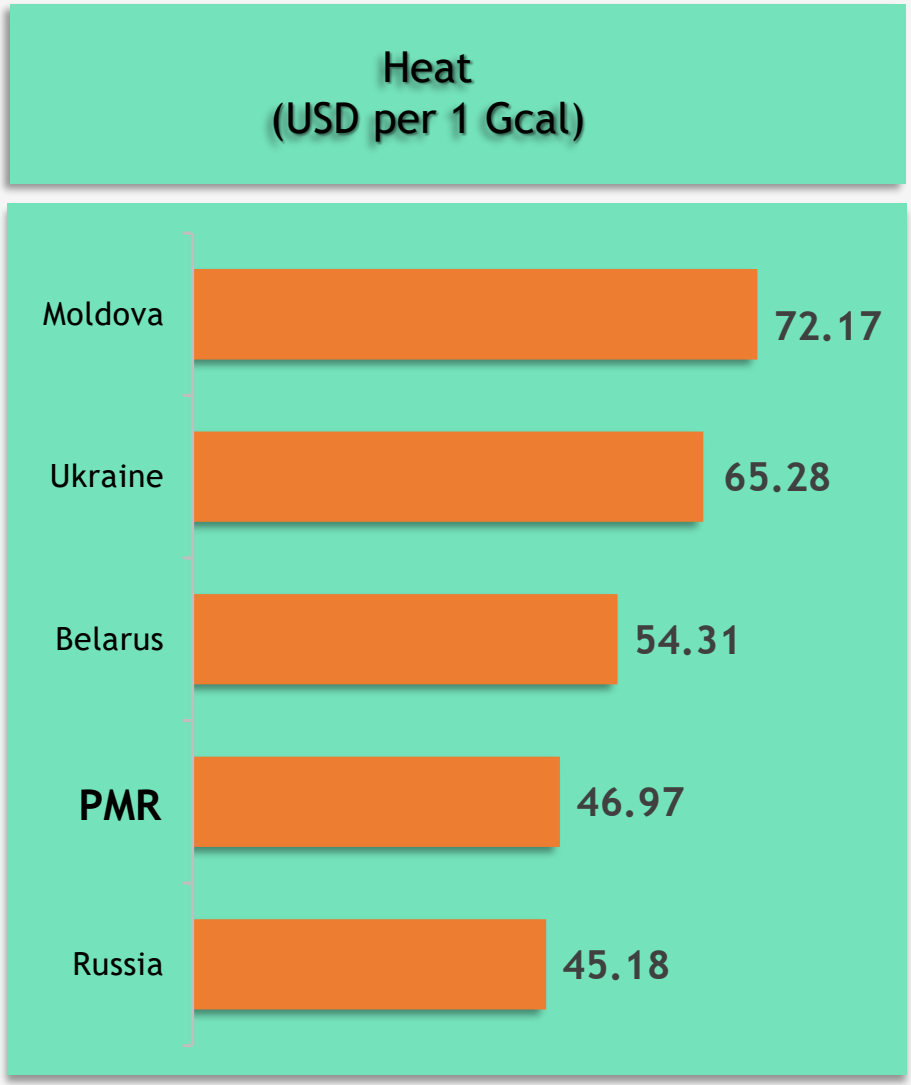
Gas (USD per 1 m^3)

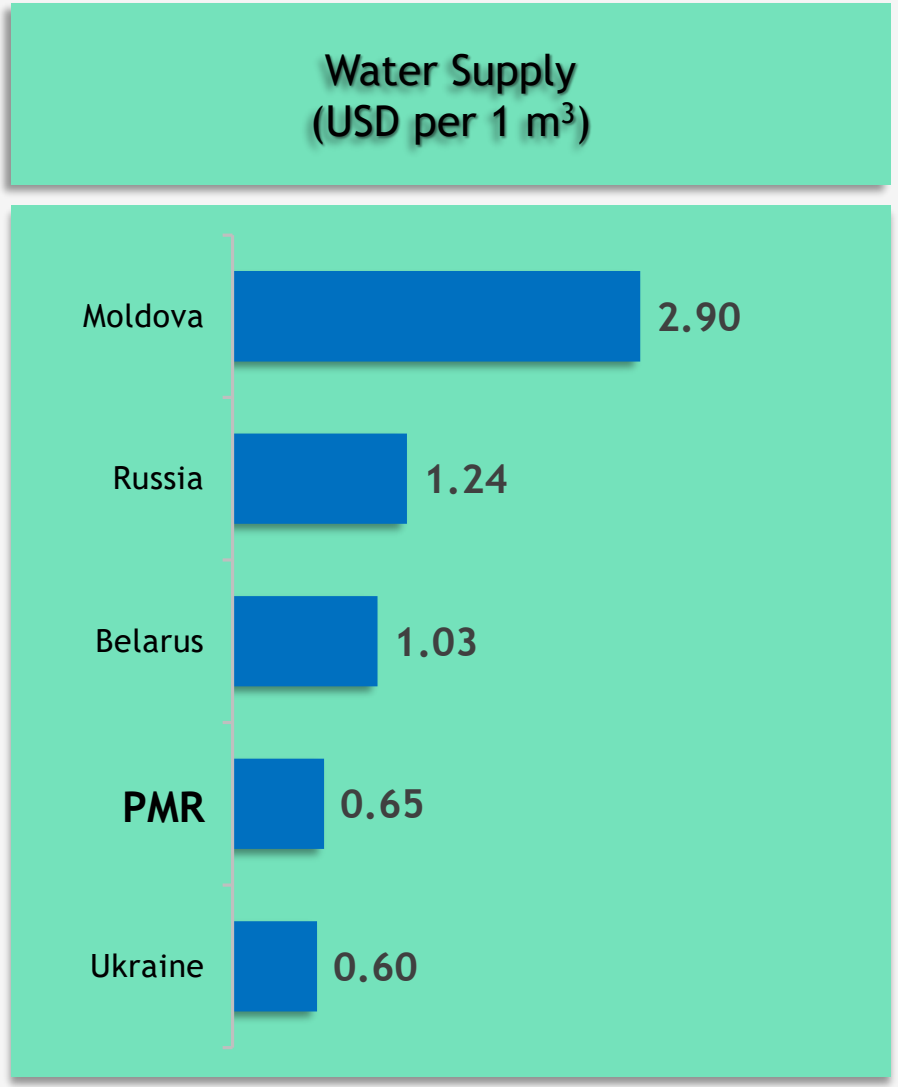


Electricity (USD per 1 kW)



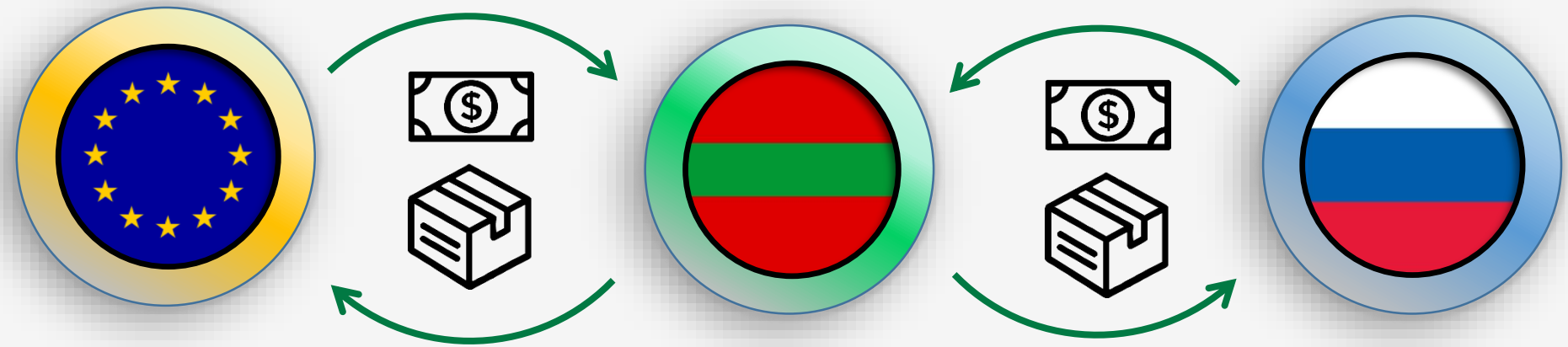
Advantages of Pridnestrovie



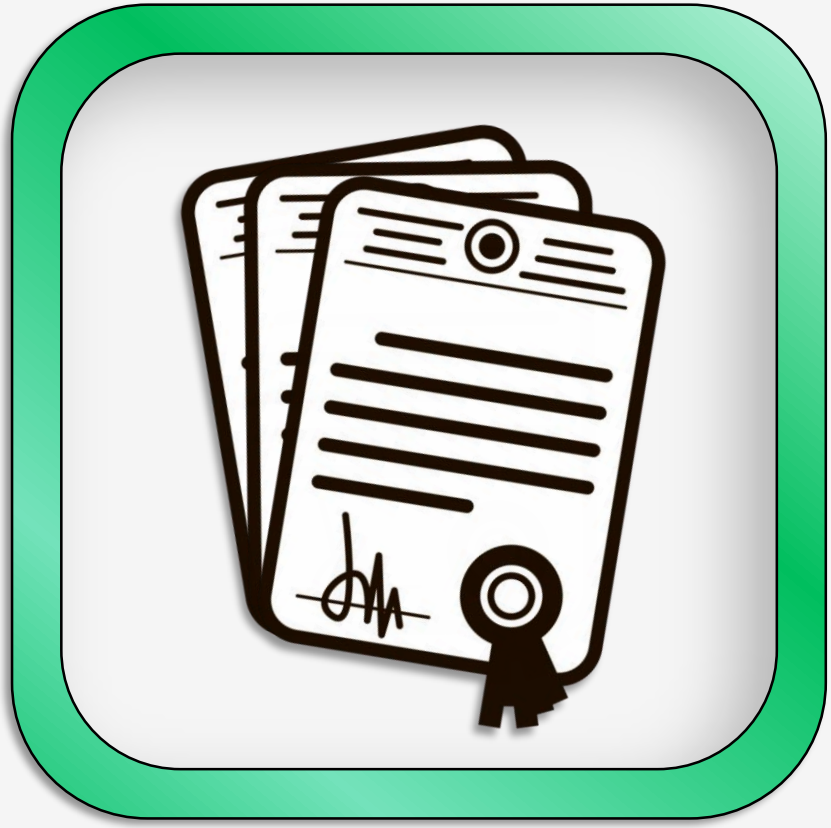


Advantages of Pridnestrovie

The preferential regime for the Pridnestrovian imports to the European Union and the Russian Federation – zero rate of import customs duty for Pridnestrovian products in the importing country.



Certification of Pridnestrovian Products

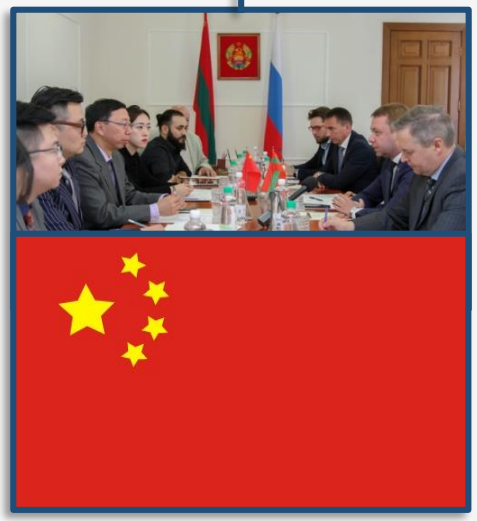


- Certificate of Origin (EUR.1, CT-1)
- Confirmation of Compliance
- Veterinary Certificate
- Certificate of Fumigation

Blockchain

Pridnestrovie is one of the first states to implement the legislation in the field of blockchain technologies

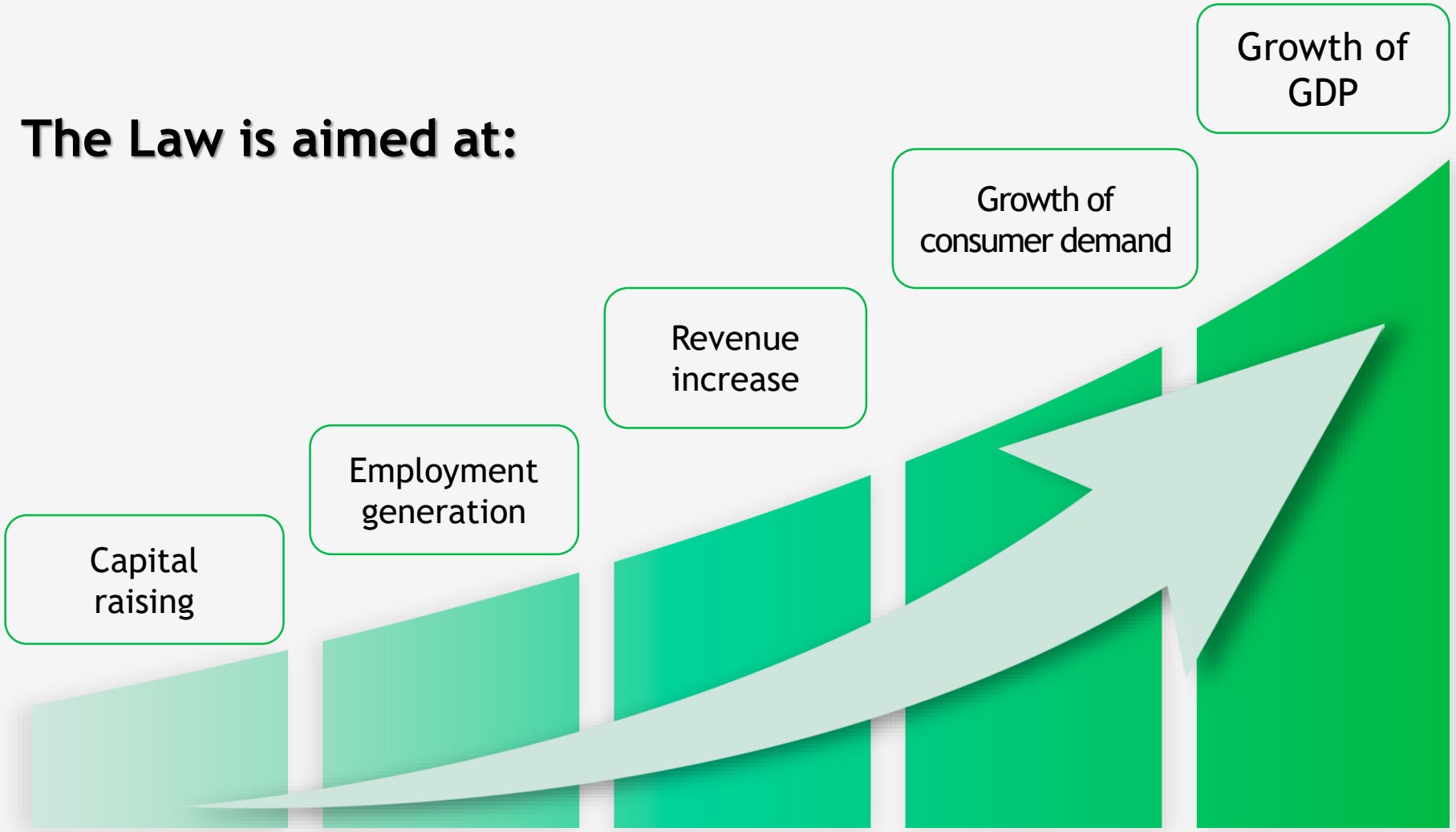
PARTNERS



Law of the Pridnestrovian Moldavian Republic

ON GOVERNMENT SUPPORT OF INVESTMENT ACTIVITIES

The Law is aimed at:



Law of the Pridnestrovian Moldavian Republic

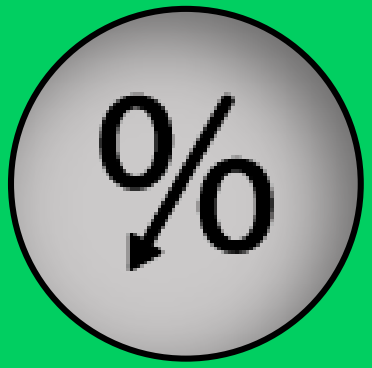
ON GOVERNMENT SUPPORT OF INVESTMENT ACTIVITIES

Law Targeting:

- Shaping favourable investment climate
- Development of effective industrial sites
- Risk compensation
- Government support to investors

Government Support

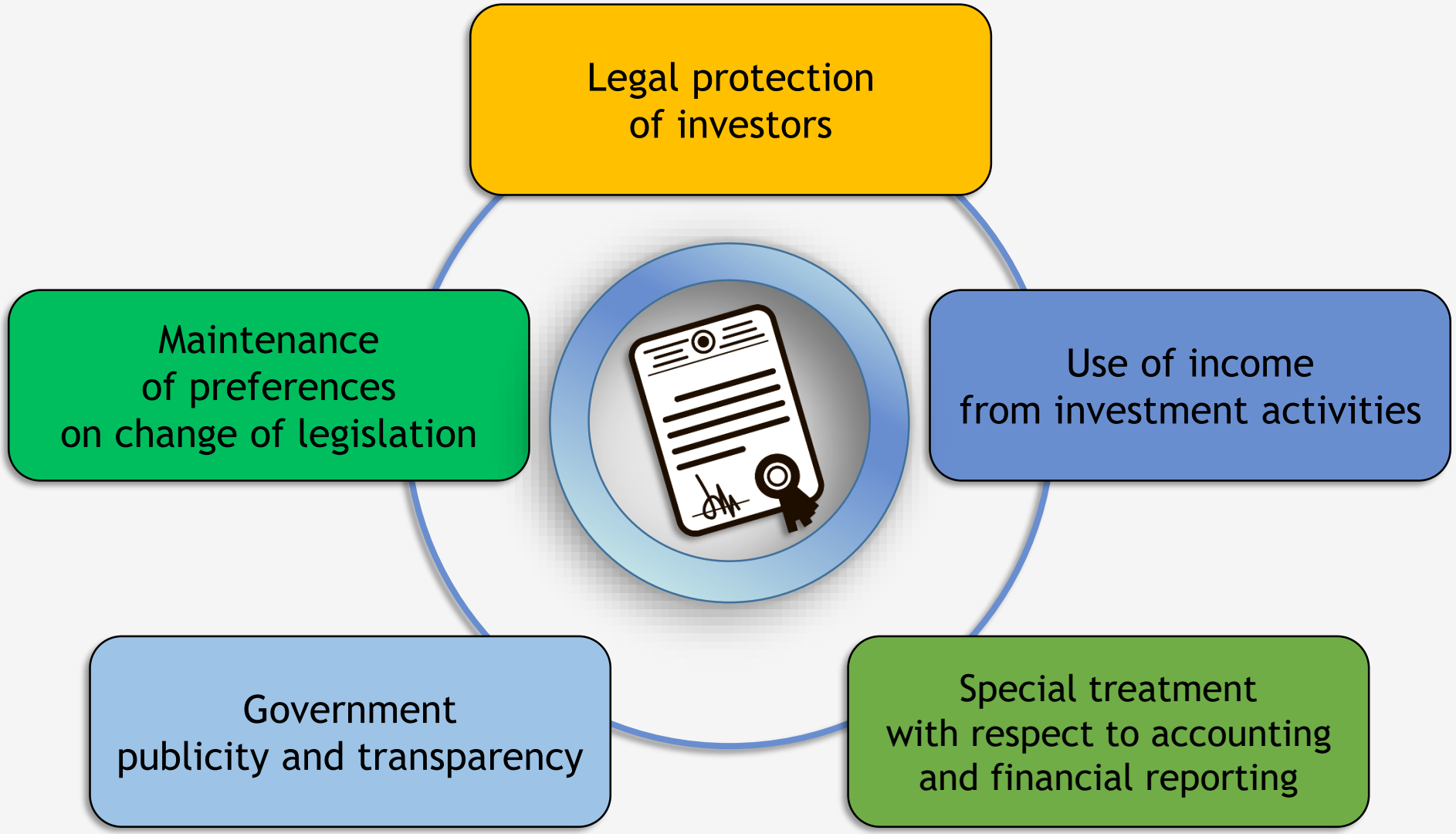
Government Guarantees



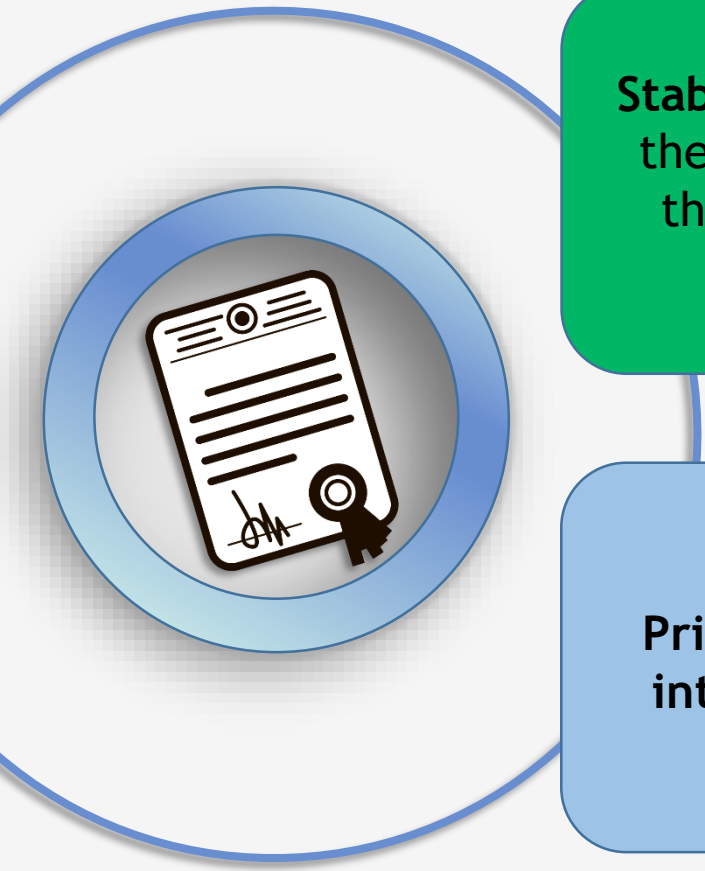
Investment Preferences

Cooperation with Investor

Government Guarantees



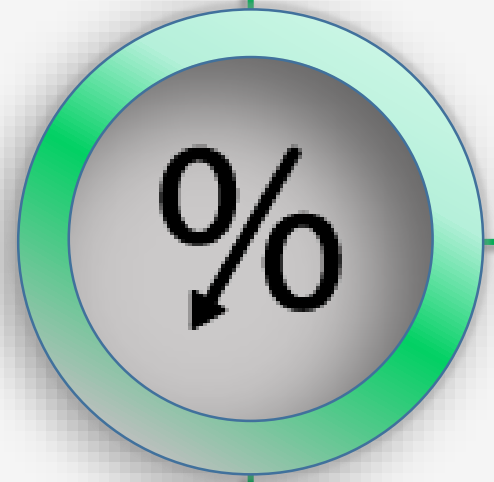
Stability Guarantees



Stability guarantees when changing legislation - the obligation of the government not to worsen the conditions for doing business activities by investors

Settlement of disputes in the courts of Pridnestrovie, in foreign courts and courts of international jurisdiction determined by the parties to the contract

Investment Preferences



Privileges on Taxes, Fees and other Regulatory Charges

- relief from income tax, land tax, income tax on dividends, reduction of the unified social tax for a period of 5 to 10 years

Investment Grant

- 10% reimbursement of the investment in fixed assets

Government Land Grants

- granting of free use of state property followed by free conveyance

Investment Preferences

Privileges on Taxes

- Relief from corporate income tax
- Relief from income tax on dividends
- Relief from land tax
- Reduction of the unified social tax rate from 25% to 14 %

5 years	7 years	10 years
EUR 200,000 to 500,000	EUR 500,000 to 1,000,000	**More than EUR 1,000,000**

Investment Preferences

Privileges on Other Regulatory Charges

Relief from import customs duties

Granted if own production run

Relief from surrender of forex proceeds

During the validity of the investment agreement

Investment Preferences

Investment Grant

Preference Volume

10% reimbursement of the cost of construction, assembly, and purchase of equipment

Granting Requirements

The volume of investment in fixed assets shall exceed EUR 200,000

The source of investment is not borrowed funds

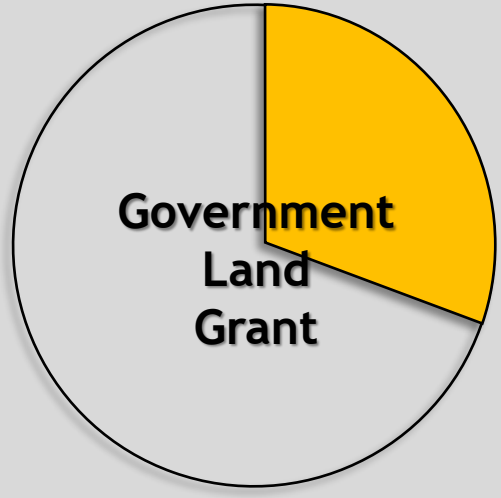
Limits

Reimbursement in the amount of not more than EUR 100,000

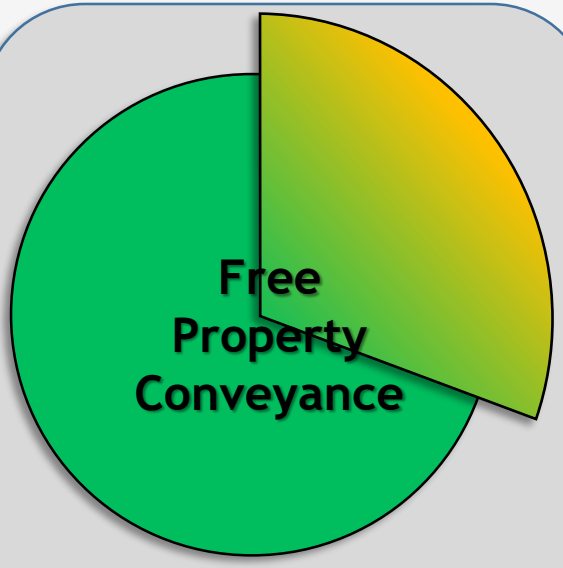
Investment Preferences

Government Land Grants

Investing and investment commitments



Government granting in the amount of 30% of investments



Granting of free use of state property followed by free conveyance*

* land is granted on a lease, short-term or long-term land use

Cooperation with Investor

Interaction with Investor

- **signing of the investment agreement**
- **one stop principle:**
- advising
- assistance in provision of public services
- project support

Public Authorities

- Authorized Investment Agency
- Investment Board under the Government of Pridnestrovie

Cooperation with Investor

Interaction with Investor

Investor

Filing of an application for investment preferences

Authorized Authority

Application processing and drafting of legal opinion

Investment Board

Legal opinion processing and drafting of recommendations

Government of Pridnestrovie

Consideration of the draft investment agreement

Investment Agreement

Signing investment agreement

Success Story: Softshoes

Italy

Founded in 1948

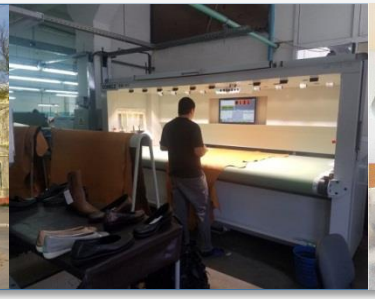
PRODUCTS:
women's footwear

RESULTS

2003	**2017**
2 models per year	400 models per year

1,200 employees

Investments for the last 5 years
USD 6.5 million



Success Story: Terri-Pa

Germany

Терри-Па

Founded in 1996

PRODUCTS:
work shoes

RESULTS

2004	**2017**
564 th. pairs	605 th. pairs

300 employees

Investments for the last years
USD 1.6 million

Success Story: Lender Agroprim

Italy

Лендер Агроприм

Founded in 2007

PRODUCTS:
oilseeds, grain crops

RESULTS

2014	2017
18,174.57 tones	22,664.25 tones

More than 100 employees

Investments for the last 5 years
USD 3.1 million

Invest in Pridnestrovie!