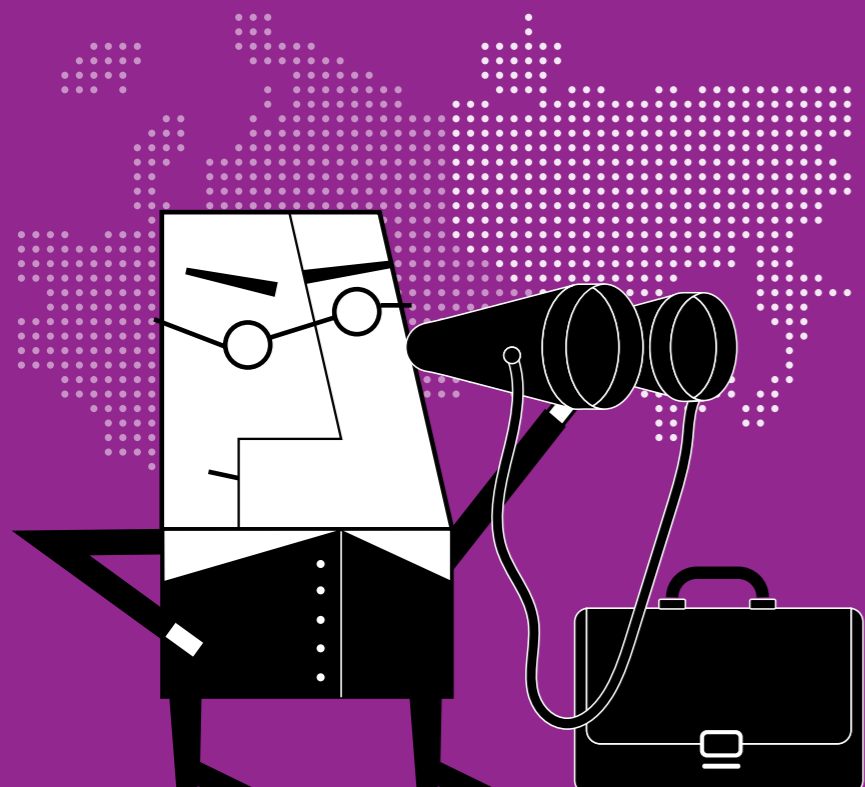


PRIVILEGED REGIMES
 FOR DOING BUSINESS
 IN THE FAR EAST

Law firm
 Pepeliaev Group



THE TEAM



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ABOUT THE FIRM

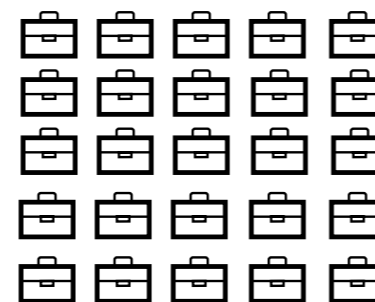
160 lawyers



Our lawyers include twenty two
 Doctors of Law and PhDs in Law



2000 clients



20 practice areas



8 offices

Moscow, St Petersburg, Nizhnekamsk,
 Krasnoyarsk, Vladivostok, Beijing,
 Shanghai, Dubai

Ratings:

CHAMBERS
 EUROPE

INTERNATIONAL
 TAX REVIEW

THE
 LEGAL
 500

ПРАВО
 300

World
 Trademark
 Review.

CHAMBERS
 GLOBAL

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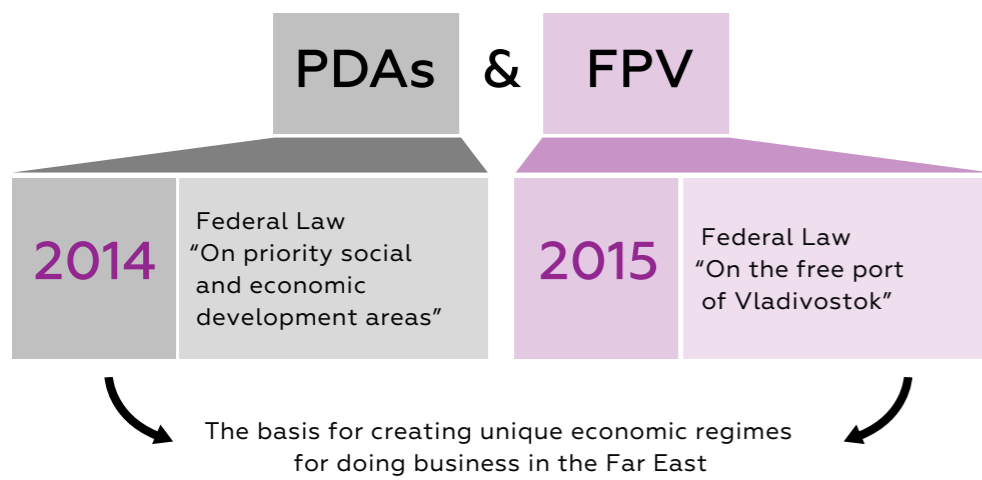
Please scan the following QR codes for more detailed
 information about our company and services:



Website



Brochures and presentations



PREFERENCES

- ✂ A one-stop shop mode for investors
- ✂ Applying the free customs zone
- ✂ Engaging foreign labour without taking quotas into account
- ✂ Advancing goods and services of residents on the market (including by advancing the trademark "Made in PDAs and FPV")
- ✂ Reduced rates for rental payments
- ✂ Residents of PDAs are entitled to connect to infrastructure facilities: light, water, gas, water discharge and heat supply
- ✂ Residents of PDAs may obtain a land plot without a bidding process

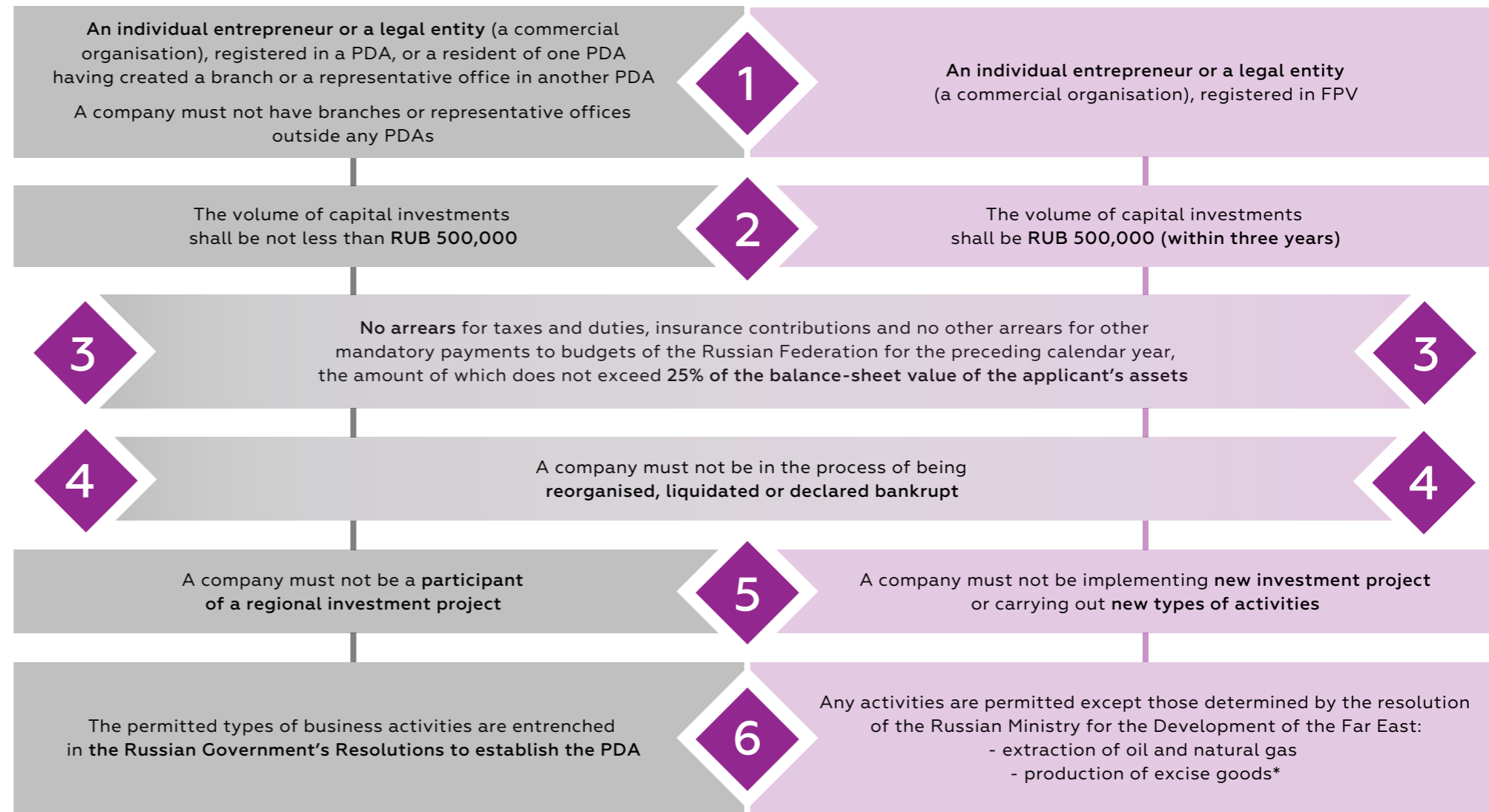
TAXES

FOR RESIDENTS OF PDAs AND FPV	GENERAL SYSTEM
7.6%	Insurance contributions for 10 years ¹ 30%
0–5% (first 5 years)	Profit tax ² 20%
0–1.5%	Land tax for 3-5 years ³ 0–1.5%
0–0.3%	Property tax ⁴ 2.2%

REQUIREMENTS

for a person desiring to obtain the status of a resident

PDA ← → **FPV**



PROCEDURE FOR OBTAINING THE STATUS OF A RESIDENT

File an application with the managing company (Joint Stock Company Russian Far East and Arctic Development Corporation) for an agreement to be concluded with respect to your investment project and enclose a set of documents (for PDAs and FPV).

or

Participate in and win a tender for the right to conclude an agreement for the construction of housing and infrastructure facilities (for PDAs).

OUR SERVICES

Pepeliaev Group's lawyers are ready to provide comprehensive legal support as you create and manage your business in the Far East. They can:

- ✂ prepare an opinion on whether the applicant company and the planned investment project comply with Russian statutory requirements for residents of FPV or PDAs and projects being implemented, and develop solutions for the problem issues of the projects;
- ✂ prepare a set of documents (including a business plan for the project) and provide assistance to the applicant up until the status of a resident of FPV or a PDA is granted;
- ✂ help with finding a location for the project;
- ✂ provide assistance when the project is being implemented (we prepare the reports of a resident of FPV or a PDA, and prepare the set of documents required to conclude a supplemental agreement to the agreement on performing business activity);
- ✂ assist the applicant at the stage when the free customs zone is opened.

¹ For those who received the status of a resident of a PDA or FPV after 1 January 2023, a declarative procedure is in force for applying reduced tariffs for 10 years after the tax authority is notified that such right has been used. The notification may be sent within 3 years from when the status of a resident was received.

² PDAs 0–5% (for 5 years), 12(13)% for the subsequent 5 years; FPV 0% (for 5 years), 12(13)% for the subsequent 5 years. From 2017 to 2030, a 3% tax rate is in effect for profit tax to be transferred to the federal budget. In view of this, after the first 5 years and during the subsequent 5 years the 13% profit tax rate applies to residents until 2030 inclusive; after 2030 the 12% rate will apply.

³ PDAs 0–1.5% (for 3–5 years); FPV 0% (for 3–5 years).

⁴ PDAs 0–0.3% for 5 years and 0.5–2.2% for the subsequent 5 years; FPV 0% (for 5 years), not more than 0.5–1.1% during the subsequent 5 years.

* Except for the production of passenger cars, motorcycles with engine power of over 112.5 kw (150 hp), oil for diesel and/or carburettor (injector) engines, aircraft fuel, as well as diesel and motor car fuel.