



TECHNOPOLIS
MOSCOW
SPECIAL ECONOMIC ZONE

RESIDENCY POLICY

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SPECIAL ECONOMIC ZONE



DEPARTMENT OF INVESTMENT AND
INDUSTRIAL POLICY OF
THE CITY OF MOSCOW



Residency Policy is a system of principles and rules of interaction between the Management Company and prospective and existing Residents.



RESIDENCY POLICY OBJECTIVE

To establish unified transparent and clear standards and principles of interaction between the Company and the Residents with a view to creating favorable conditions for attracting investment, ensuring socio-economic, environmental development and creating comfortable conditions for life support of the Residents.



RESIDENCY POLICY PRINCIPLES

Uniform Approach.

The Management Company strives to introduce uniform approaches to resolving Residents' issues by using uniform methods and developing standard solutions.

Effectiveness.

The Management Company strives to simplify process of interaction with the Residents by digital transformation of its operating procedures, thus increasing efficiency of solving any issues.

Customer Mindset.

Activities of the Management Company are aimed at meeting the needs and expectations of the Residents, as well as providing maximum support for investment project implementation.

Compliance with the Resident's Requirements and Obligations.

The Management Company operates in accordance with the legislation of the Russian Federation. The Management Company fulfills all obligations set out in the Agreement and approved by internal documents.



RESIDENCY POLICY GOALS

- ▶ Consolidation of the principles of interaction between the Management Company and SEZ residents,
- ▶ Increasing transparency of interaction mechanisms,
- ▶ Expanding and consolidating the Management Company's areas of responsibility to residents,
- ▶ Achieving Technopolis Moscow SEZ strategic goals,
- ▶ Developing ESG practices among residents of the Technopolis Moscow SEZ.

Information Openness.

The Management Company strives to raise awareness of the Residents about all aspects of its activities and to ensure reliability, content, relevance and expediency of the information provided to them. The Management Company provides Residents with the opportunity to announce results of their activities using its communication channels.

ESG Principles in the Interaction with Residents.

The Management Company pays special attention to ESG-transformation of the Company and promotes Residents' involvement in the Sustainable Development agenda. The Management Company creates conditions for implementing ESG-principles into activities of the Residents.

Stakeholder Liaison.

The Management Company takes into account and analyzes interests and expectations of the stakeholders, strives to maintain balance of interests of all stakeholders (directly or indirectly). The Management Company does not assume knowingly impossible obligations before the Residents and openly informs them accordingly.



The Management Company is developing a unified SEZ ecosystem comprising consulting, infrastructure, transport and logistics, and digital transformation of its operating procedures.

Service support for Residents is provided through the following services:



Consulting in the process of obtaining status of the SEZ Resident, as well as at all further stages of the life cycle of the interaction between the Resident and the SEZ



Customs, logistics and warehouse services



Maintenance and cleaning services



Staffing



Consulting, marketing and PR promotion services



Postal and secretarial services



Conference room rental services



Technical connection to utilities



Technical customer services



Construction control services



Other services within the framework of the Management Company's activities

Aiming at the SEZ Ecosystem development, the Management Company



Organizes Events of Various Kinds:

educational, business, sports, business games, corporate parties.



Conducts Closed and Open Events for

- ▶ Networking between the Residents,
- ▶ Establishing business relationships with financial institutions, scientific and educational institutions, other enterprises, expert, professional and industry communities,
- ▶ Business information and exchange of best business practices,
- ▶ Discussions and testing business ideas, new projects, products, solutions; discussion proposals for developing environment and SEZ infrastructure with the Management Company,
- ▶ Representing interests of the Residents at the level of regional and federal authorities, major industrial players.



Arranges information space with a view

to exchange information between Residents, the Management Company, service providers and other stakeholders through the Company's corporate website, electronic information resources and newsletters, SEZ groups on social networks, as well as via screens and information boards at the SEZ infrastructure facilities.



PROSPECTIVE RESIDENT REQUIREMENTS

- ▶ Registration on the territory of the municipality within the borders of which the SEZ is located (on the territory of one of the municipalities if the SEZ is located on the territories of several municipalities), or on the territory of the federal city within the borders of which the SEZ is located.
- ▶ No branches and representative offices outside the SEZ territory.
- ▶ Conducting operations on the SEZ territory in accordance with the Agreement.
- ▶ Concluding Technopolis Moscow SEZ Operating Agreement.
- ▶ Number of economic requirements for investment, revenue and average monthly wages of the employees.

OBLIGATIONS OF THE ACTIVE RESIDENT

- ▶ Conducting its business activities in the SEZ territory as set forth in the Agreement only.
- ▶ Compliance with the scope and timeline of investments, including capital investments.
- ▶ Meeting deadlines for design, construction, and commissioning of production facilities.
- ▶ Timely reporting in accordance with the reporting forms approved by the Agreement.
- ▶ Achieving performance indicators prescribed by the Agreement and the Investment Project Passport (business plan).
- ▶ Other obligations set forth by the Agreement.

Monitoring of the Resident's performance is conducted in accordance with the Order of the Ministry of Economic Development of the Russian Federation No. 530 dated August 23, 2016.

If the Resident fails to comply with the material terms of the Agreement or on other grounds provided for by the Federal Law, the Agreement may be terminated as prescribed.





INCOME TAX

Commencing 2018, for 10 years, the income tax payable to the regional budget is 0%.

2% (instead of 20%),
commencing 2028 – 7%



Federal Budget	2% ¹
Regional Budget	0% ² – until 31.12.2027 5% – from 01.01.2028 through to 31.12.2032 12,5% – from 01.01.2033



PROPERTY TAX

for 10 years commencing the month following registration of the property

0%³ (instead of 2%)



LAND TAX

On land plots located on the SEZ territory, for a period of five years from the month when the title to each land plot arises.

0%⁴



TRANSPORT TAX

The benefit is granted for 10 years commencing the month of the vehicle registration.

0%⁵



CUSTOMS DUTIES, SPECIAL CUSTOMS AREA REGIME

Application is possible upon establishment of the customs controlled area (CCA) at the resident's site, equipped in accordance with the requirements of the Federal Customs Service of the Russian Federation.

Import of equipment, raw materials/components, engineering equipment with no custom duties and VAT at the time of import, placement and use, within the boundaries of the Resident's CCA.

0%⁶



A PREREQUISITE FOR THE APPLICATION OF THE PREFERENTIAL RATE IS SEPARATE ACCOUNTING OF INCOME/EXPENSES RECEIVED/INCURRED FROM THE ACTIVITIES WITHIN AND OUTSIDE THE SEZ.

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¹ Article 284 of the the Tax Code of the Russian Federation

² Law of the City of Moscow No. 37 dated 23.11.2016 "On Establishment of the Corporate Profit Tax Rate for Resident Organizations of the Zelenograd Special Economic Zone of the Techno-Innovative Type".

³ Article 381 of the Tax Code of the Russian Federation, Article 395 of the Tax Code of the Russian Federation

⁴ Article 4 of the Law of Moscow dated 09.07.08 No. 33 "On Transport Tax",

⁵ Article 2 of the Law of the City of Moscow dated 12.07.2017 "On amendments to Certain Laws of the City of Moscow in Taxation" p. 1

⁶ Article 164 of the Tax Code of the Russian Federation, Article 36 of the Federal Law No. 116-FZ dated 22.07.2005 "On Special Economic Zones in the Russian Federation" (as amended on 04.08.2023) p. 1.2

⁷ Article 284 of the Tax Code of the Russian Federation



PREFERENTIAL LAND USE CONDITIONS

2% of the cadastral value of the land plot

+ REDUCTION FACTOR

Reduction Factor

Technical and Implementation
activities

1st year - 0.4

2nd year - 0.5

3rd year - 0.6

**from the 4th for 5 years - 0.7
then 100%**

Industrial Production
activities

for 5 years - 0.5
with capital investments of at least
360 Mln Rub.



INFRASTRUCTURE SUPPORT MEASURES

- ▶ Greenfield land plots within Moscow administrative boundaries.
- ▶ Brownfield production facilities located in the immediate vicinity of the city center.
- ▶ Clean rooms for microelectronics and biotech companies.
- ▶ Office space, commercial space to let for service and other companies (showrooms, cafes, etc.)
- ▶ Free connection to utilities (electricity, water supply, sewage) within 30 days.



**PAID SERVICES ARE PROVIDED BY THE MANAGEMENT
COMPANY TO RESIDENTS ON PREFERENTIAL TERMS**

(as compared to companies that
do not have the above status)



1

Application for the Operating Agreement.

2

Copies of the Constituent Documents

(for legal entities operating on the basis of charters approved by their founders, members)

Copy of the Resolution on the Establishment of the Company adopted by the Meeting of the Company Founders

(for legal entities operating on the basis of the standard charter)

Copy of the main identity document of the national of the Russian Federation

(for sole proprietors)

3

Copy of the document evidencing the fact of making an entry in the Unified State Register of Legal Entities or the Unified State Register of Sole Proprietors.

4

Copy of the Tax Authority Registration Certificate.

5

Certificate of Good Standing

6

Investment Project Passport and Investment Project Financial Model.



THE OPERATING AGREEMENT IS CONCLUDED FOR A PERIOD
NOT TO EXCEED THE PERIOD REMAINING **UNTIL THE SEZ IS TERMINATED (2055).**



FIRE SAFETY

The SEZ Resident is obliged to:

- ✓ take measures to bring fire safety system of the leased facilities in compliance with the Russian legislation,
- ✓ comply fully with the Fire Safety Regulations requirements**,
- ✓ in case of changes in legislation, observe changes and be guided by the current requirements as amended.



LABOR PROTECTION

The SEZ Resident is obliged to:

- ✓ observe rules of labor protection and safe performance of work, energy safety, industrial safety, safety and labor protection conditions when working with equipment, performing hazard operations, with any installations, devices, equipment that present increased danger,
- ✓ ensure that its employees or outsourced persons have proper permits and authorizations to perform their work.



ENVIRONMENTAL

The SEZ Resident is obliged to:

- ✓ inform SEZ about presence of negative impact factors on the habitat and environment,
- ✓ obtain regulatory and licensing documents on environmental protection in accordance with the legislation,
- ✓ prevent emissions into atmospheric air, discharges of pollutants into wastewater discharge systems, harmful physical impacts on the atmospheric air without approved regulatory documents. Prevent emissions and discharges, prohibited pollutants and substances with unspecified maximum permissible concentrations,
- ✓ install sewage treatment plants if necessary to reduce emissions and discharges of pollutants,
- ✓ carry out industrial environmental control,
- ✓ place waste collection sites within the leased area, having previously agreed them with the SEZ,
- ✓ take measures against soil, air and water pollution during temporary storage of waste on the leased areas, as well as during storage of raw materials and supplies,
- ✓ inform SEZ in writing about emergency emissions, discharges that may threaten or have threatened human life and health or have caused damage to human health and (or) environment.
- ✓ pay environmental impact fee,
- ✓ provide reports to the territorial bodies of Rosprirodnadzor,
- ✓ conclude agreement with the SEZ or a specialized organization for waste collection and removal from the territory of the Property,
- ✓ ensure separate collection of waste that is a secondary material resource and subject to recycling (treatment) into secondary raw materials;
- ✓ comply with sanitary norms and regulations at the Property and within a five (5) meter zone from the walls of the Property (perimeter),
- ✓ carry out deratization and disinfection measures on the leased areas,
- ✓ comply with environmental requirements regarding the discharge of the processing and sewage water,
- ✓ carry out activities that do not require sanitary protection or other security zone.

* Fire safety, environmental protection and occupational safety

** Approved by Decree of the Government of the Russian Federation dated 16.09.2020 No. 1479 "On Approval of Fire Safety Regulations in the Russian Federation" and other legislative acts on fire safety, as well as federal laws, standards and regional fire safety regulations, letters from the SEZ Management Company and other duly approved local regulations on fire safety.

*** Resolution No. 27 of the Chief State Sanitary Doctor of the Russian Federation dated August 29, 2006 "On Measures To Control Rodents and Prevent Naturally Occurring, Especially Dangerous Infectious Diseases in the Russian Federation"



The Recommendations are designed to **promote** Sustainable Development, environmental and social responsibility, as well as compliance with high standards of corporate governance both within the management company and among Residents.

Promoting Sustainable Development implies:



Expanding the environmental responsibility of business, including combating climate change, efficient use and protection of natural resources, and striving to preserve ecosystems.



Developing social practices of the business in relation to all stakeholders: training and development of the employees, participation in socially significant projects and their organization, etc.



Maintaining high standards of corporate governance - transparency of corporate reporting, compliance with applicable laws and regulations.

Technopolis Moscow SEZ offers the following recommendations for Residents on **Sustainable Development**:

- ▶ **Internal ESG audit**
should cover input resource consumption, waste generation, social practices applied in the company, as well as corporate governance standards.
- ▶ **Identification of the priority SDGs**
to further determine the course of development
- ▶ **Section on the website "Sustainable Development"/ "ESG"**
implies a section on the company's website with up-to-date information on the ESG activities.
- ▶ **Corporate and Social Responsibility Policy**
should be posted on the company's official website and include actions in the field of education and concern for the well-being of the employees.
- ▶ **Environmental policy**
should be posted on the company's official website and include actions on energy efficiency and waste management.
- ▶ **Quantification of greenhouse gas emissions**
conducted in accordance with IPCC 2006 standards, Orders of the Ministry of Environment No. 371 and No. 330, and in accordance with the GHG Protocol.
- ▶ **Presence of non-financial reporting as per one of the existing standards**
for example, according to the standards of GRI, TCFD, SAS, etc. non-financial statements should be posted on the company's official website.