## GRANTING CONDITIONS

<table>
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<th>PROJECT</th>
<th>CONTENT</th>
<th>RECIPIENT/ACTIVITY</th>
<th>INVESTMENTS AMOUNT</th>
<th>ADDITIONAL REQUIREMENTS</th>
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<td>INVESTMENT PROJECT</td>
<td>SETUP OF NEW PRODUCTION PLANTS AND/OR EXPANSION AND RENEWAL OF EXISTING PRODUCTION PLANTS, including production, created, extended and/or renovated during the implementation of the public-private partnership project, including the concession project.</td>
<td>Legal entity/ According to the List of priority activities (Government decree No.13 of 14.01.2016 )</td>
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<tr>
<td>INVESTMENT PRIORITY PROJECT</td>
<td>SETUP OF NEW PRODUCTION PLANTS (construction of new production facilities) - <strong>FABRICS, PLANT, WORKSHOP</strong></td>
<td>Legal entity/ According to the List of priority activities (Government decree No.13 of 14.01.2016 )</td>
<td><strong>2,000,000 MAI,</strong> set on the date of filing of an application for investment preferences</td>
<td>• The shareholding of the State or a quasi-state organization of the legal entity - applicant cannot be more than 26%, the State or a quasi-state organization are to resign from shareholders membership within 5 years from contract registration date. <strong>No public budget funds</strong> are raised for financing or provision of financial guarantees;</td>
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<td></td>
<td>EXPANSION AND RENEWAL OF EXISTING PRODUCTION PLANTS, (Change in fixed assets, including renovation) – <strong>RENOVATION, RECONSTRUCTION, MODERNIZATION</strong></td>
<td>Legal entity/ According to the List of priority activities (Government decree No.13 of 14.01.2016 )</td>
<td><strong>5,000,000 MAI,</strong> set on the date of filing of an application for investment preferences</td>
<td>• No public partnership agreement, including concession agreement, was made for carrying out...</td>
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INVESTMENT INCENTIVES

1) **DUTY FREE IMPORT** (customs duty exemption) of:

- Production equipment and accessories for the period equal to the validity period of investment contract, but no longer than 5 years from the investment contract registration;
- Spare parts to the production equipment, raw and other materials for the period of 5 years subject to investments amount into fixed assets and priority business activity.

2) **VAT FREE IMPORT** subject to as follows:

- Order of Minister of Investments and Development No.140 of 27 February 2018;
- Duly documentation of imported materials pursuant to the customs laws of Eurasian Economic Union and customs law of the Republic of Kazakhstan;
- Commitment to use the imported raw and other materials for operations within the investment contract only.

3) **STATE IN-KIND GRANTS** (Land plots, buildings, structures, machinery and equipment, computers, measuring and control devices and devices, vehicles (excluding motor vehicles), production and household equipment) subject to:

- Grant value (size) is not more than 30% of investment amount in the fixed assets of a Kazakhstani legal entity.;
- Prior approval of local executive body.
APPLICATION FOR INVESTMENT PREFERENCES

APPLICATION FORM

An application for investment preferences must be filed on a form established by the investments authorized body.

RESPONSE TIME

The authorized investment agency is in charge of a decision on granting investment preferences and communicating thereof by sending letter of response to an applicant within twenty business days from the day of registration of application from the moment of registration of the request.

INVESTMENT CONTRACT

The authorized investment agency should prepare an investment agreement on a template thereof within ten business days from the day of decision on granting investment preferences.

An application is registered in the standard template form subject to the following documents attached:

1) State registration (re-registration) certificate of a legal entity;
2) Copies of charter (by-laws) of the legal entity to be signed by the head and the seal of the legal entity (where applicable);
3) Business plan of the investment project, prepared as per the standards of the authorized investment body; and
4) Documentary evidence of the amount (value) of the state in-kind grant requested in the application by a legal entity of the Republic of Kazakhstan and a prior approval for the state in-kind grant.

6) Should an application contains request for the investment subsidy and preferences for taxes, the investor must submit an expert report on pre-design and design documents to be affixed by a chief officer and seal of a legal entity (if available).
INVESTMENT PREFERENCES GRANTING

APPLICATION FOR PREFERENCES

Accepted and registered in a standard form only

INVESTMENT COMMITTEE OF THE MINISTRY FOR INVESTMENTS AND DEVELOPMENT

STATE EXPERTISE
1) Application review;
2) Check of documents completeness;
3) Business-plan review;
5) Delivery the application to other state agencies and persons.

STATE IN-KIND GRANT (LP)

State in-kind grant must be specified in the application

PRIOR APPROVAL OF AKIMAT

Documents proving the value of the grant must be enclosed to the application

APPROVAL OR REJECTION

10 business days

PREPARE INVESTMENT CONTRACT

5 business days from signature

REGISTRATION

20 business days

*LP – land plot
THANK YOU!

QUESTIONS