

# LAND FEE

Ground price for 1 hectare of land in “Zamyn-Uud” free zone was set in the Government Resolution N:291, dated to 07<sup>th</sup> July, 2015

Name of FZ	Ground price for 1 hectare of land /MNT/ for use	
	Trade and other services	Industries except agriculture
Zamyn-Uud	150,000,000.0	120,000,000.0

To use and possess land in Free zone shall pay 1 time Land fee

As specified in the Resolution N:234 of 2015, by the Minister for Construction and Urban development on the methodology on specifying nominal value of an auction the one time Land fee shall be calculated /by repair coefficient/:

Land for production 0.08

Land for service 0.1

**Example of.** Calculation of original price of auction on the possession right of 1000m<sup>2</sup> land in “Zamyn-Uud” free zone..

$$12,000.0 \text{ MNT/m}^2 \times 0,08 \times 1000 \text{ m}^2 = \text{MNT}960,000.0$$

According to the Government resolution N: 291 dated to 07<sup>th</sup> July, 2015 the limit of annual Land fee in Free zone is set for 1 hectare shall be 1.0% from the ground price.

Annual fee of 1 hectare of land :

- Trade and other services : 1,500.000₮
- Industries except agriculture: 960.000₮

## Exemption

According to the Law on Free zones:

- Trade
- Tourism
- Hospitality /hotel/ first 5 years-100%, subsequent 3 years-50%

For entity engaged in infrastructure and production-100% exempt of Land fee during the first 10 year of operation