



THE GOVERNMENT OF MONGOLIA

“ZAMIIN-UUD FREE ZONE”

2021 оH



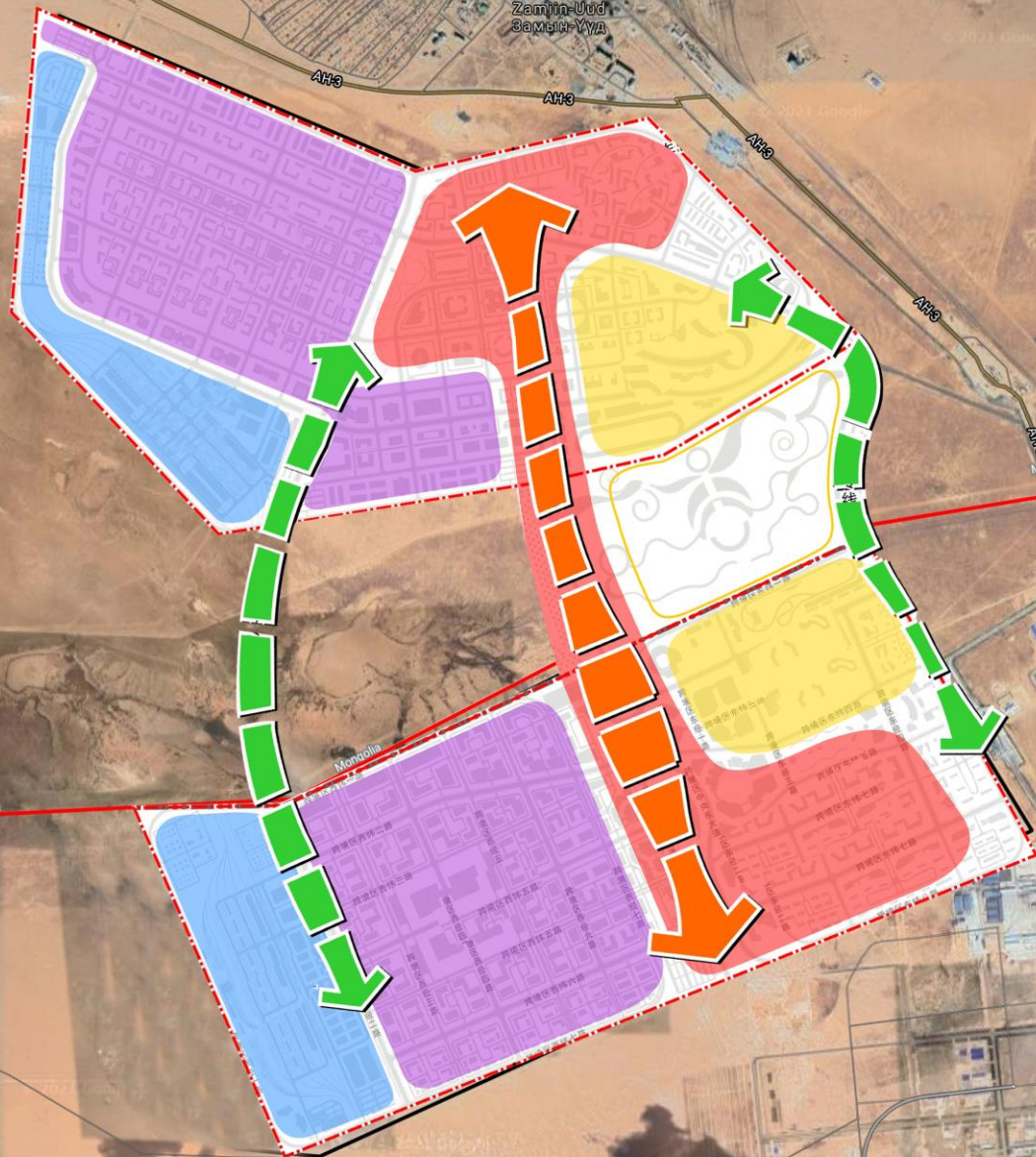
MONGOLIA

Zamiin-Uud Free Zone

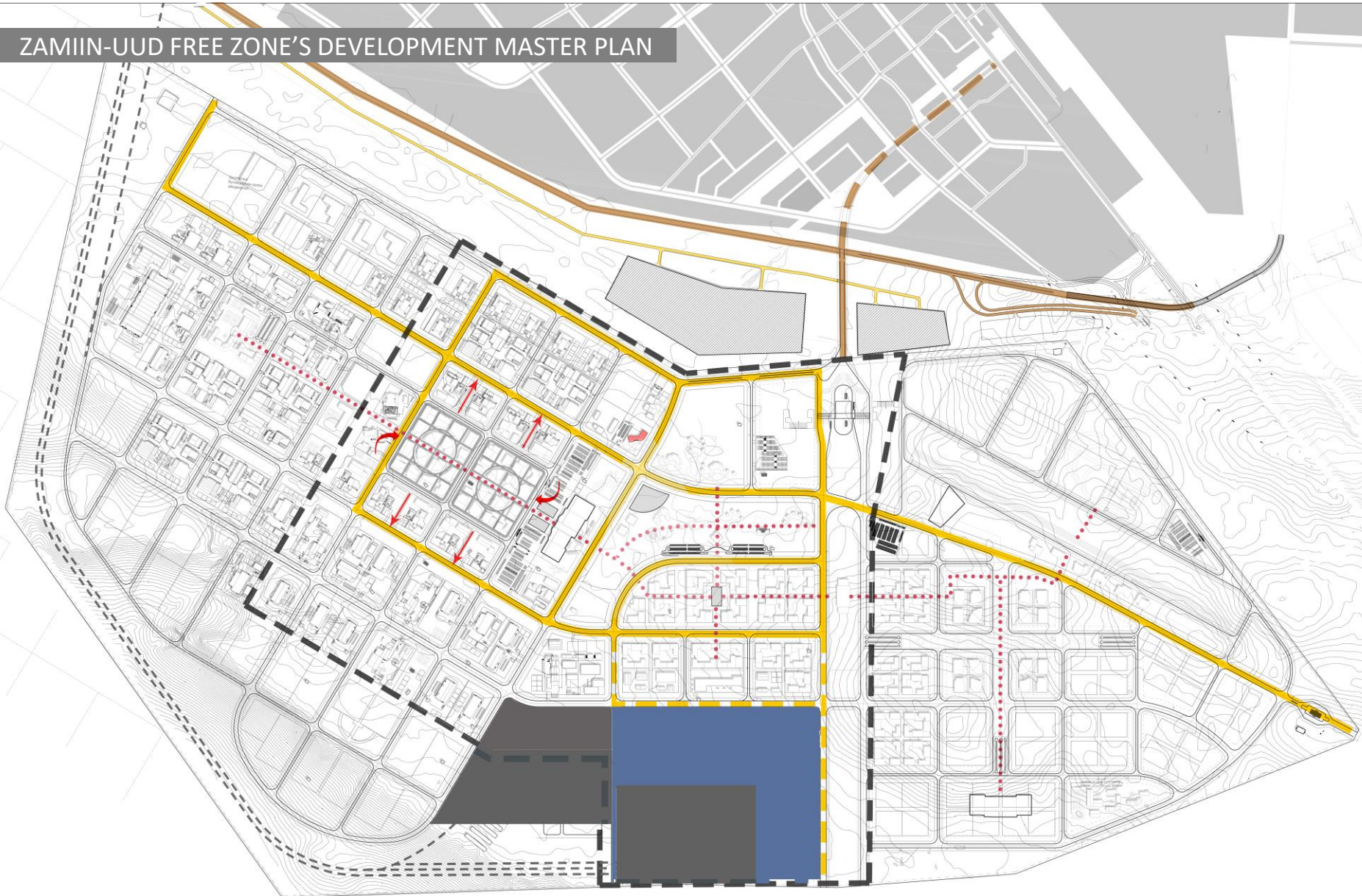


CHINA

Erlan City Free Zone



ZAMIIN-UUD FREE ZONE'S DEVELOPMENT MASTER PLAN



Transportation Logistic

- Warehouse
- Logistic service
- Heavy Load Parking
- Maintenance service
- Delivery of short distance in E-commerce

LEGISLATION

1995

The Parliament of Mongolia approved “National Concept on Establishment of Free Economic Zone” in 1995 under its resolution No.87

2002

The law of free zone approved.

2004

“Zamiin-Uud” free zone’s Governor office established

2011

The master plan of economic free zone approved

2015

The law of free zone signed

2019

The Governments signed on agreement about establishing “Zamiin-Uud” and “Erlian” economic cooperation zones

DEVELOP ZAMIIN UUD INFSTRUCTURE PROJECT

PURE WATER PLANT
"CHANDMANI BADRAL" LLC

- ❖ PURE WATER STATION 1
- ❖ PURE WATER PIPE
- ❖ PURE WATER WELL

110/10 kw POWER SUB-STATION
"BZOBTSTS" STATE OWNED LLC

- ❖ 10/10 KW Power sub-station at Zamiin-Uud
- ❖ Power line
- ❖ 10 кВ ПП 2
- ❖ 10/04 ТП кВ 16
- ❖ Underground Power Cable

WASTEWATER TREATMENT PLANT
"CHANDMANI BADRAL" LLC

- ❖ Wastewater lift plant 2ш
- ❖ Wastewater sewage pipeline
- ❖ Wastewater well


90 MW THERMAL POWER STATION
"ZAMIIN-UUD THERMAL POWER STATION" STATE OWNED FACTORY

- ❖ Thermal distribution DDT-12
- ❖ Thermal distribution pipeline
- ❖ Well

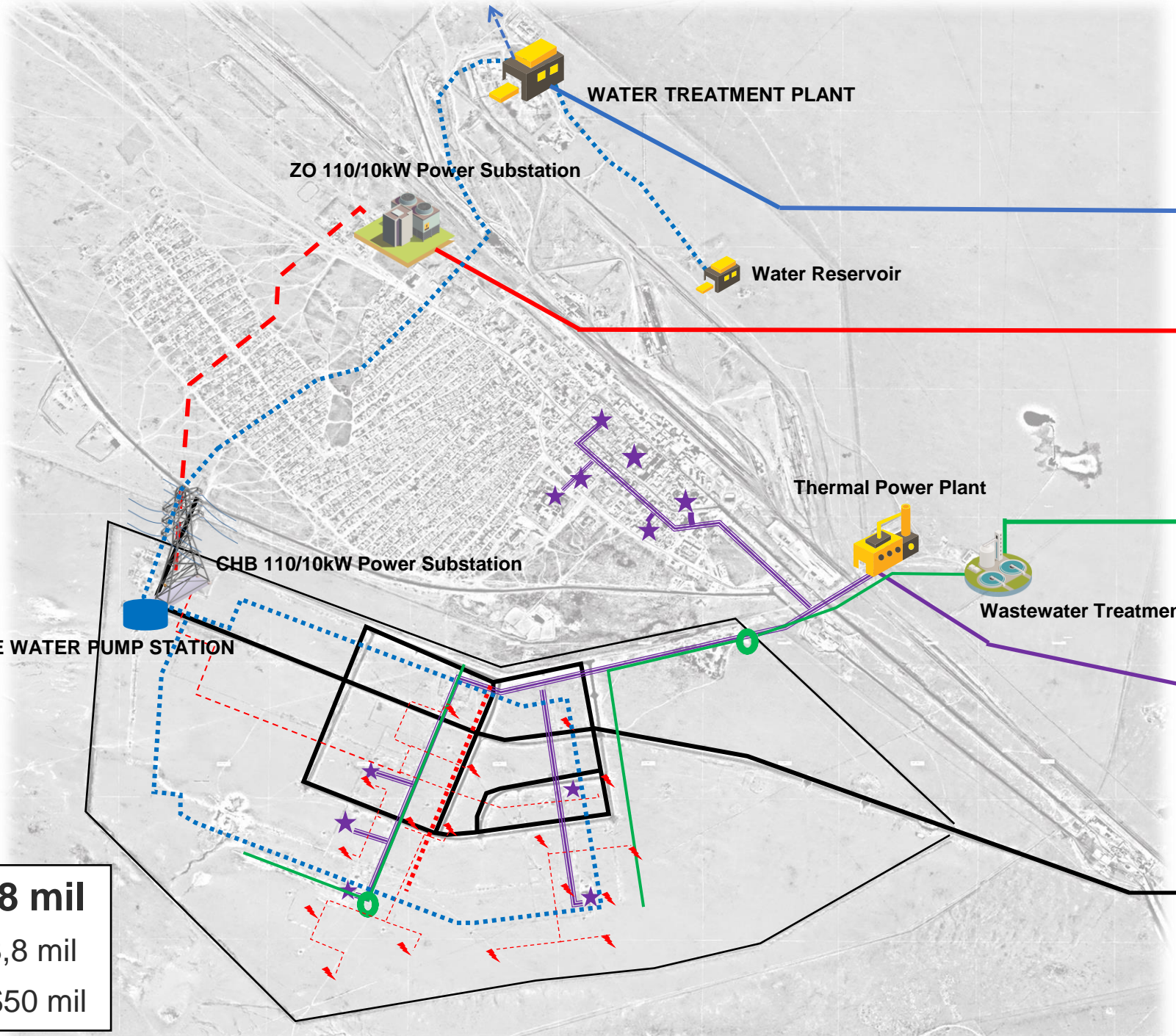
13,5 km Road
"ZAMIIN UUD" FREE ZONE

- ❖ Sidewalk
- ❖ Street lighting
- ❖ Road sewage

\$58.8 mil

 **\$8,8 mil**

 **\$50 mil**



:DEVELOPING THE ECONOMIC COOPERATION ZONE PROJECT

WITHIN GENERAL PROGRAM OF FINANCING



\$5.76_{MIL}



\$30_{MIL}

\$35.76
Million USD
dollar

Infrastructure and Construction

- 3km Road, 4 lanes (sidewalk, street lighting); (2022-2025)
- engineering sub infrastructure ; (2022-2025)
- Recycling plant; (2023-2025)
- Safety strip fence; (2023-2025)
- Entry;Exit (2022-2025)

Sustainable management, Support operation

- Support sustainable operation of private sector and Government(2021-2025)
- Plan market and business strategy; (2021-2023)
- Support female entrepreneur and business owners financially ; (2021-2025)

Establish Port of entry system at Free zone

- Passenger and transportation control system; (2020-2025)
- Border central information database system; (2020-2025)

2026

70

Investors who run
business operation in
the zone

DEMAND

The demand of trade
and investment
volume in “Zamiin-
Uud Free zone will be
risen

5,000

Jobs will be
created

2031

Impact on economy

x3

Export

**\$2,9
billion**

Foreign Investment

42,400

Jobs

Approximately 20% of the unemployed people in Mongolia could settle down in Zamiin-Uud Soum

Resource: The survey of “Centerpolis LLC”.

TAX BENEFITS



Export tax



Import tax



Excise tax

TAX EXEMPTION



Value Added Tax



100% redemption on
passenger's purchase
up to MNT 3 mil



Property Tax



TAX BENEFITS

- **Trade, Tourism, Hotels**
100% exemption for first 5 years, 50% exemption for next 3 years
- **Infrastructure :**
100% redemption on land tax for first 10 years / Day after operations starts /

OPPORTUNITIES

FAVORABLE ENVIRONMENTS FOR LEGISLATION AND INVESTMENT

Growth of Export
and Import

Factory
Development

New branches of
trade and
services

Creation of new
jobs

Increasing
construction

Tourism
Development

Relocating cutting
edge technology

Increase in transit
transportation
and logistic

Trading
facilitation

Intensification of
the development
of the region

FACING CHALLENGES

- 01** Ratifying agreement between the governments regarding to establish economic free zone by the Parliament of Mongolia.
- 02** Perform an operation of “Zamiin-Uud” free zone and make it sustainable
- 03** Approve common regulation of free zone by Deputy Prime Minister of Mongolia
- 04** Approve amendment of development master plan of Zamiin-Uud free zone by the government of Mongolia
- 05** To perform an operation that four package projects has done under the Zamiin-Uud infrastructure developing project
- 06** Approve amendment of the law of free zone by the Parliament of Mongolia/ 100% tax redemption on passenger’s purchase up to MNT 3 mil change it up to **MNT10 mil**
- 07** The cost of road maintenance shall be added into governmental fiscal budget

THANK YOU FOR YOUR ATTENTION