MOSCOW INVESTMENT OPPORTUNITIES. ACTIONS TOWARDS SUSTAINABLE FUTURE AND ACHIEVEMENT OF SDGS
FOR INFORMATION:
The Sustainable Development Goals are the blueprint to achieve a better and more sustainable future for all. They address the global challenges we face, including poverty, inequality, climate change, environmental degradation, peace and justice. 2015 UN General Assembly adopted the Agenda 2030 titled «Transforming our world: the 2030 Agenda for Sustainable Development», which contains 17 Sustainable Development Goals and the associated 169 targets.
The goal is aimed at providing all girls and boys with the opportunity to get a quality education, acquire important skills for employment, get a decent job and engage in entrepreneurial activity.

**MOSCOW TECHNICAL SCHOOL** is a project designed to ensure productive interaction between educational and industrial organizations on training of staff. The project collects requests from industry and then creates a consolidated need for new personnel. After that the project team together with relevant scientific and educational organizations develops new educational programs that best meet the needs of the city’s industry.

**AIMS:**
1. Improving the quality of education of engineering, technical and research personnel for knowledge-intensive industries
2. Search for specialists with narrow-profile skill set in a rapidly developing market

**HUMAN RESOURCES**

- **87 partners**
- **1200+ employees of industrial enterprises** attended the events of the project

The project «MOSCOW TECHNICAL SCHOOL» HELPS:
- to formulate and satisfy the needs of industry in a well and modern educated staff
- to improve and fulfil the scientific and human potential of Moscow
- to create educational programs that meet the needs of the city’s industry as much as possible

Lessons and master classes are being held to popularize technical professions among children.
SDG 8: Decent Work and Economic Growth

The goal is aimed at ensuring sustainable economic growth, creating conditions for people to have decent jobs that stimulate economic development without harm to the environment.

OFFSET AGREEMENTS

Public procurement on condition of enterprise localization in Moscow

Complies with Russian Federal Law 44-FZ

ADVANTAGES FOR THE CITY:
- reduction of procurement price
- import replacement
- guaranteed supply
- new working places
- growth of the tax base

PROS FOR THE INVESTOR:
- creditworthy consumer
- long-term sales guarantee
- advantages in next tenders thanks to the status of «sole supplier»
SDG 9: Industry, Innovation, and Infrastructure

The goal is aimed at developing high-quality, reliable and sustainable infrastructure, including regional and cross-border infrastructure, in order to support economic development and human well-being.

LAND FOR 1 RUBLE

The rent for the entire lease term of the land plot issued for the design and construction/reconstruction of industrial facilities is set at the rate of 1 (one) ruble per year (almost free)

THE RATE IS SET

- in case of amendments to the lease agreement of the land plot, if such changes provide for the design and construction/ reconstruction of capital construction facilities for industrial and industrial purposes
- when providing a land plot for lease to complete the construction of an object of unfinished construction for industrial and industrial purposes; when making a lease agreement for the construction/ reconstruction of industrial and industrial facilities for sale large-scale investment projects

SPECIAL ECONOMIC ZONE ‘TECHNOPOLIS MOSCOW’

- 5 AREAS
- >223 ha total area
- ~200 high-tech companies
- >13 billion USD investments attracted
- >8 thousands of work places
- 93 residents in medical industry, microelectronics, nanotechnology, IT and other fields

BENEFITS FOR RESIDENTS

- property tax, land tax, transport tax – 0% for 10 years
- profit tax - 2% until 2028, 7% from 2028 to 2032, 14.5% from 2033
- the regime of the free customs zone (FTZ): imported goods and equipment are exempt from customs taxes and fees
- preferential land lease - 2% of the cadastral value of the land plot and a reduction coefficient: 0.4 - 1 year, 0.5 - 2 year, 0.6 - 3 year, 0.7 from 4 to 8 years
- when the facility is put into operation, the resident has the right to buy the plot for 1% of the cadastral value
# SDG 10: Reduced Inequalities

The goal is aimed at supporting and encouraging **the active participation of all people** in social, economic and political life, regardless of their age, gender, disability, race, ethnicity, origin, religion and economic status.

## COMPENSATIONS

<table>
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<th>CONDITIONS</th>
<th>TO INDUSTRIAL ENTERPRISES</th>
<th>TO PROPERTY DEVELOPERS</th>
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<td>COMPENSATION OF INVESTMENT LOANS AS A GROWTH DRIVER</td>
<td>COMPENSATION OF PARTICULAR INVESTMENT PROJECTS (CONSTRUCTION)</td>
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<td>THE MARGINAL RATE ON THE LOAN BEFORE COMPENSATION</td>
<td>CENTRAL BANK OF RUSSIA KEY RATE + 5%</td>
<td>CENTRAL BANK OF RUSSIA KEY RATE + 3%</td>
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<td>THE RATE ON THE LOAN AFTER COMPENSATION</td>
<td>3% per annum</td>
<td>9% per annum</td>
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<td>FINANCIAL SUPPORT PERIOD</td>
<td>till the end of 2025</td>
<td>till the end of 2023</td>
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<td>THE MAXIMUM AMOUNT OF THE LOAN TO BE COMPENSATED</td>
<td>3 billions rubles</td>
<td>no maximum amount has been set</td>
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## TARGETED USE OF LOANS

- **COMPENSATION OF INVESTMENT LOANS**
  - Purchase of new equipment (domestic and/or imported)
  - Purchasing of rights to the results of intellectual activity
  - Implementation of investment projects aimed at creating industrial infrastructure in Moscow

- **COMPENSATION OF PARTICULAR INVESTMENT PROJECTS**
  Preparation of project documentation and (or) carrying out works on construction (reconstruction) of non-residential capital construction facilities and (or) purchasing of rights to land plots

Receiving compensation for one of the presented types of lending excludes the possibility of receiving similar compensation for another type of lending.
The goal is aimed at implementing effective urban planning and management in order to respond to the challenges of urbanization.

**WORKPLACE ASSOCIATED INFRASTRUCTURE CREATION PROJECT**

**Recipient:** tenant or owner of a land plot for the construction of multi-apartment residential buildings

**OBLIGATIONS OF THE INVESTOR:**
- creation of places of employment outside the center of Moscow;
- penalty of funds in case of non-fulfilment of obligations to put the places of employment into operation;
- refund of benefits in case of non-fulfilment of the terms of the agreement

**OBLIGATIONS OF MOSCOW:**
- deferral of rent (until the places of employment is put into operation) and a benefit on rent

The developer of an apartment building receives a benefit on rent or on payment for changing the type of permitted use of the land plot if he creates a work associated infrastructure – industrial, office, shopping, sports, social, educational facilities, a hotel.
The goal is aimed at implementing common development plans, reducing future economic, environmental and social costs, increasing economic competitiveness and reducing poverty.

**MOSCOW INDUSTRY CLUSTERIZATION**

**MOSCOW PHOTONICS CLUSTER**
- Creation of active and passive photonic integrated circuits
- Research in the field of quantum photonics

**INTERSECTORAL E-CARS CLUSTER**
- Cooperation of E-cars spare parts manufacturers
- Production of automotive components for E-transport
- Production of rechargeable batteries for the electrobuses and other types of E-transport

**FEDERAL CENTER FOR UNMANNED AERIAL SYSTEMS (UAS)**
- Scientific and educational activity
- Development of UAS
- Flight test centre

**MOSCOW PHARMACY CLUSTER**
- Development and organization of high-tech innovative production of medicines
- Development and organization of production of high-tech medical equipment and other medical products

**KEY PLAYERS**
- JSC «KIBERTECH»
- «SKOLTECH»
- «National Research University of Electronic Technology»

- JSC «MOSKVICH»
- OOO «ELECTROMOBILES MANUFACTURING RUS»

- «Sistema» Public JSC
- Autonomous non-profit organization «NTI platform»

- GK «PHARMSTANDART»
- GK «R-PHARM»
- PHARMHOLDING «BRIGHT WAY GROUP»
SDG 13: Climate Action

The goal aims to take urgent action to combat climate change and its impacts.

**KEY FEATURES OF THE CONCESSION:**

- attracts investments to the city’s economy
- allows to transfer socially significant functions of the city to the investor
- the long-term nature of the transaction up to 49 years
- the investor not only creates, but also operates the object

As part of the concession agreement, Moscow is already implementing the project «Construction of a sludge drying plant».

Drying is the most environmentally friendly way of disposal of sludge, which allows you to get the salable products:

- **industry:** water supply and sanitation
- **main participants:** Moscow (concedent) and LLC "Grintech" (concessionaire)
- **investment volume:** 26.9 billion rubles
- **implementation period:** 21 years and 3 months
The organization’s passing of the procedures for assessing and confirming compliance with the ESG criteria established by the Moscow City Certification Center.

**SDG 16: Peace, Justice and Strong Institutions**

The goal dedicated to the promotion of peaceful and inclusive societies for sustainable development, the provision of access to justice for all, and building effective, accountable institutions at all levels.

**WHO CAN PARTICIPATE IN CERTIFICATION PROCESS?**

Any organization, regardless of the region of location and registration, whose actual type of activity falls into the following list:

- Manufacturing Industry
- Building
- Real Estate Sector
- Electricity Generation
- Waste Management
- Transport
- Commerce
- Hospitality and Food Services
- Scientific Activities
- IT
- State and Municipal Management

**Start of the ESG-certification has been set for 2023**

Certification will be carried out by a body subordinate to the Moscow Government on a free basis.
SDG 17: Partnership for the goals

The goal aims to enhance North-South and South-South cooperation by supporting national plans to achieve all the targets.

AIM

- Improving the quality of life and socio-economic development of single-industry towns by organizing work on the implementation and evaluation of the achievement of the SDGs as a new tool of urban management and development.

PILOT PROJECT WITH SINGLE-INDUSTRY TOWNS

12 SINGLE-INDUSTRY TOWNS THAT PARTICIPATED IN THE PILOT PROJECT

1. Naberezhnye Chelny, Republic of Tatarstan
2. Zlatoust, Chelyabinsk region
3. Prokopyevsk, Kemerovo region
4. Togliatti, Samara region
5. Cherepovets, Vologda region
6. Magnitogorsk, Chelyabinsk region
7. Nizhny Tagil, Sverdlovsk region
8. Nizhnekamsk, Republic of Tatarstan
9. Novokuznetsk, Kemerovo region
10. Norilsk, Krasnoyarsk region
11. Severodvinsk, Arkhangelsk region
12. Kamensk-Uralsky, Sverdlovsk region
ESG-RATING OF THE EAEU CITIES AND REGIONS

GOALS:

- Scoring and ranking of cities according to achievements in the field of ESG
- Problem area identification of and search for new growth points in cities, focusing on key international trends
- Formation of stable ties between the EAEU cities
- Best practices Exchange in sustainable development

TASKS:

- Conducting an assessment of the cities activities aimed at creating a sustainable environment and implementing the ESG agenda
- Opportunities identification for intensive implementation of ESG projects and programs on the EAEU territory
- Joint projects development aimed at involving business and society in the ESG agenda

RESULTS:

- Increasing in business environment confidence of the EAEU members
- Stimulating the movement of capital and labor within the EAEU
- Acceleration of the national development strategies implementation of the EAEU members in the field of ESG

SDG 17: Partnership for the goals

The goal aims to enhance North-South and South-South cooperation by supporting national plans to achieve all the targets.