



Embassy of the Republic of Kazakhstan
to the Kingdom of Thailand

INVESTMENT OPPORTUNITIES in KAZAKHSTAN

16 February 2015
Bangkok





BASIC FACTS



National Flag



National Emblem

- **Area:** 2,724,000 km², 9th largest
- **Distance:**
 - North/South:** 1,700 km
 - West/East:** 3,000 km
- **Bordering on (length of border):**
 - Russian Federation 6,467 km
 - Uzbekistan 2,300 km
 - China 1,460 km
 - Kyrgyz Republic 930 km
 - Turkmenistan 380 km
- **Population:** 17,353,700
- **Official language:** Kazakh, Russian
- **Average temperatures:**
 - summer: +19°C (north) +28°C (south)
 - winter: -19°C (north) -2°C (south)



KAZAKHSTAN IN THE EURASIAN ECONOMIC UNION

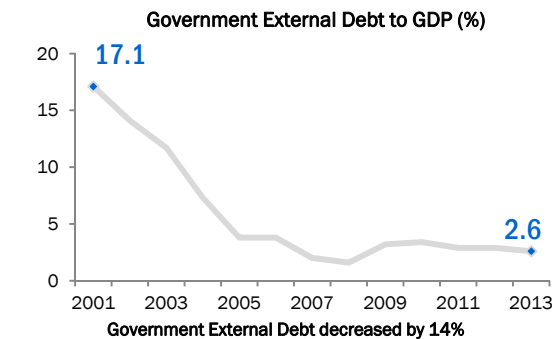
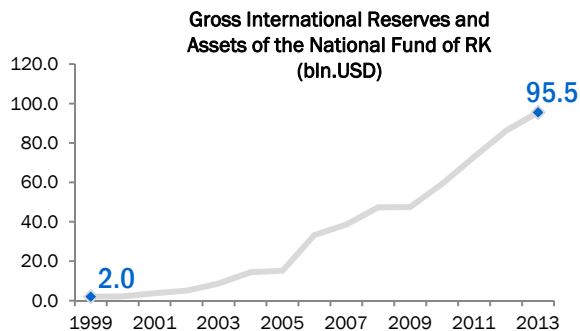
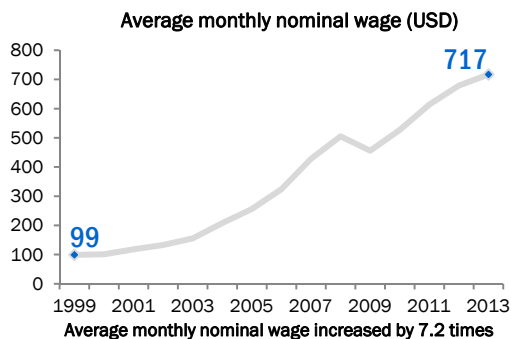
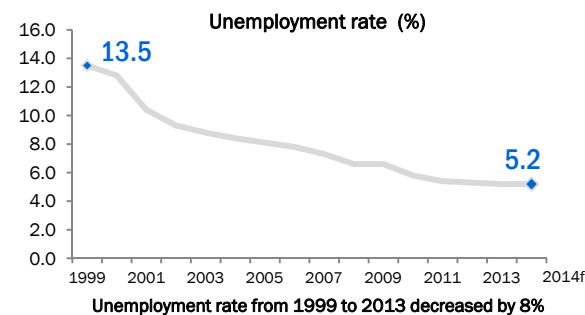
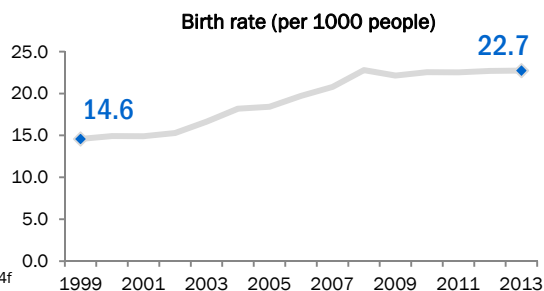
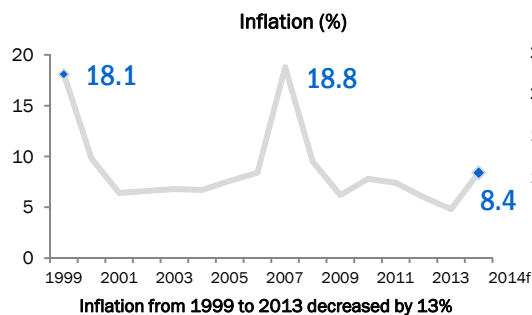
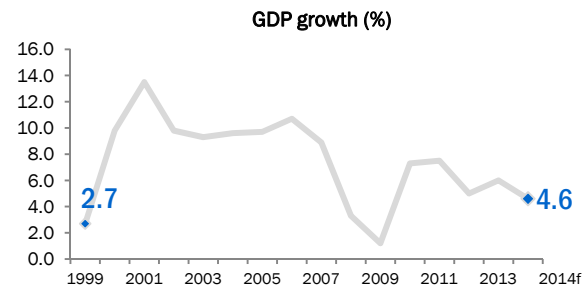
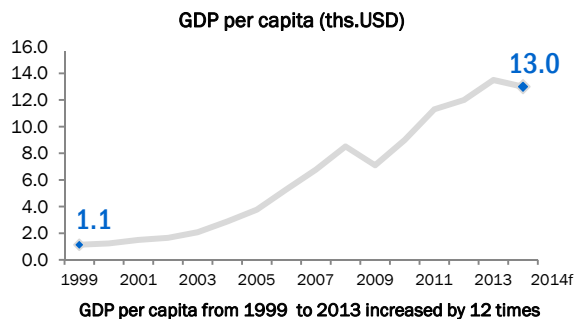
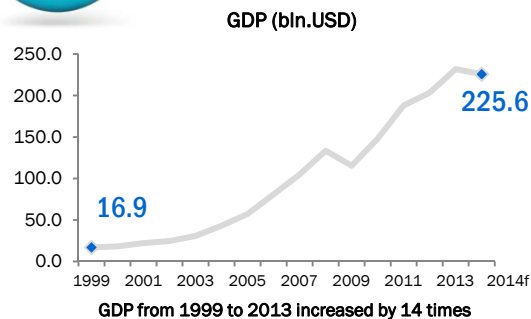
Eurasian Economic Union (Armenia, Belarus, Kazakhstan, Russia)

Timeline:

- 10 October 2000 – Agreement on the establishment of the Eurasian Economic Community
- 6 October 2007 – Agreement on the establishment of the integrated customs territory and the formation of the Customs Union between Kazakhstan, Russia and Belarus
- 1 July 2010 – Kazakhstan is a member of the Customs Union (free trade)
- 1 July 2011 – customs control in borders of Russia, Belarus and Kazakhstan was canceled
- 1 January 2012 – formation of Common Economic Space
- 1 January 2015 – Eurasian Economic Union



STABLE MACROECONOMIC INDICATORS AND HIGH GROWTH



The total amount of gross FDI from 2005 to 2013 amounted to \$184 billion. Herewith, the average annual growth rate of gross FDI is 17.4%.



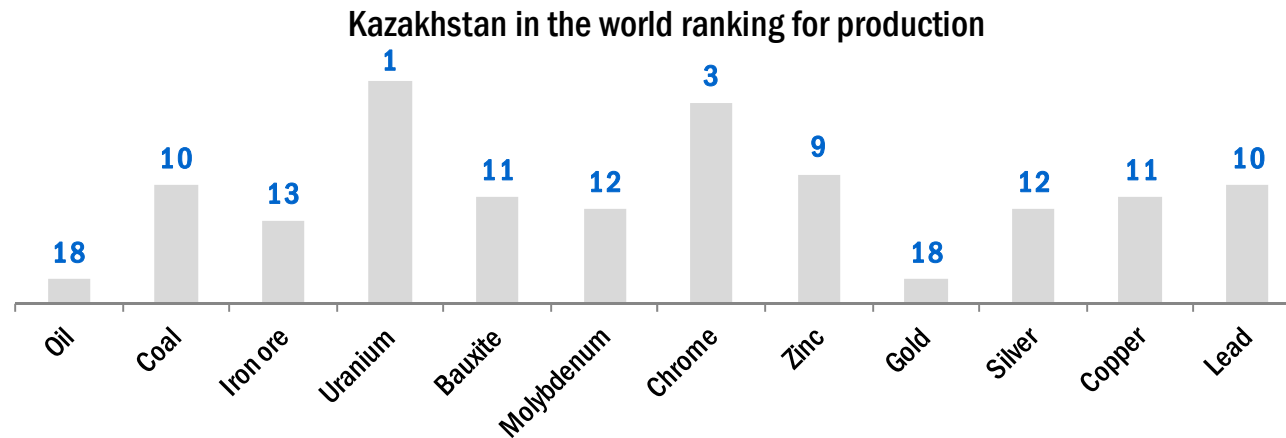
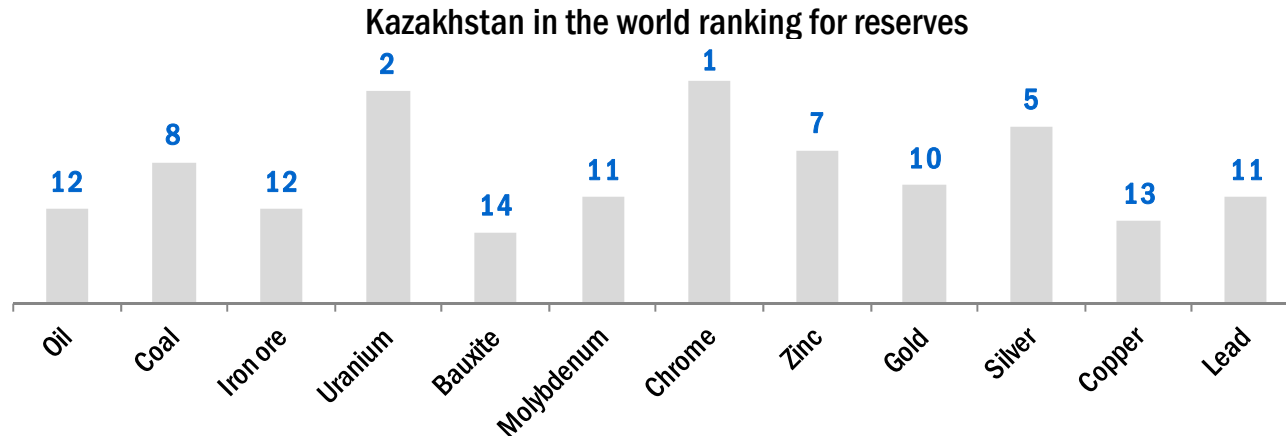
Exchange rate regime - floating



Free exchange



NATURAL RESOURCES

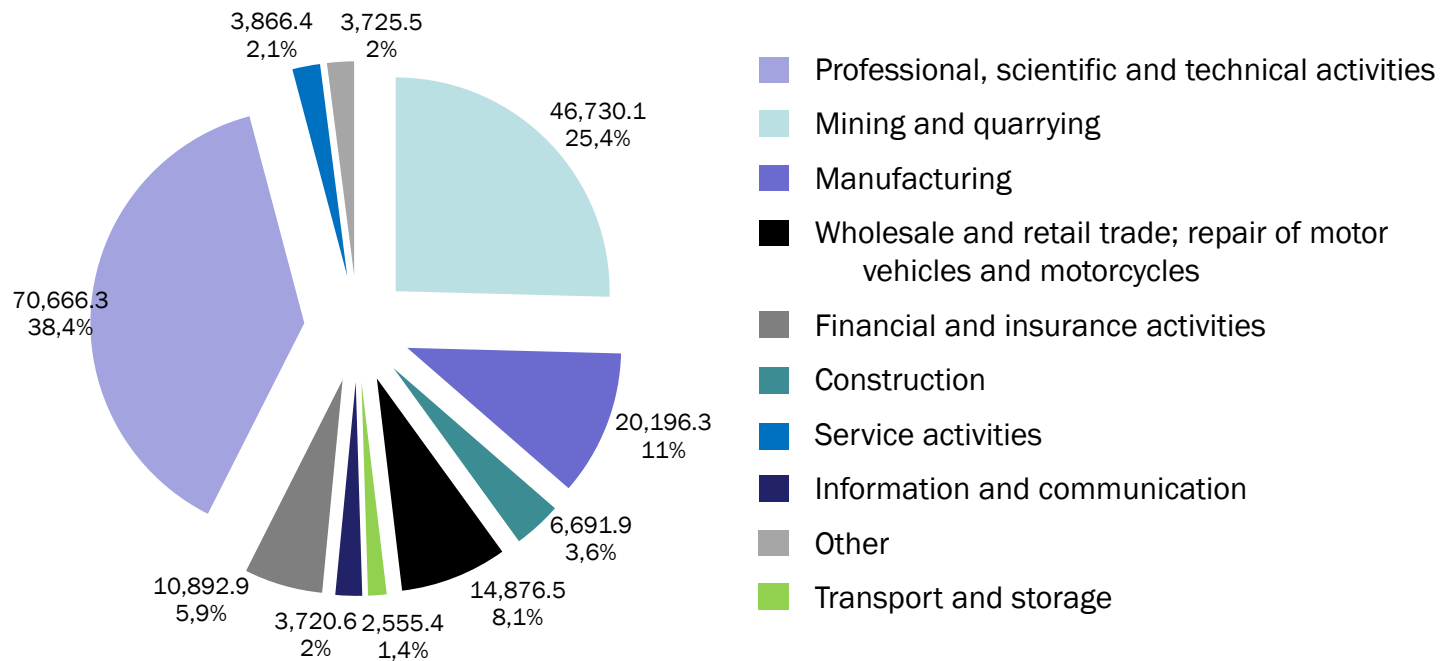


Source: U.S. Geological Survey, Mineral Commodity Summaries 2014; BP Statistical Review of World Energy, June 2014; U.S. Energy Information Administration, Independent Statistics and Analysis; The Global Source, The Silver Institute; Thomson Reuters GFMS, Gold Survey 2013 Update 1.



CUMULATIVE FDI INFLOW BY SECTORS 2005– 2013

Total USD: 183,921.8 million

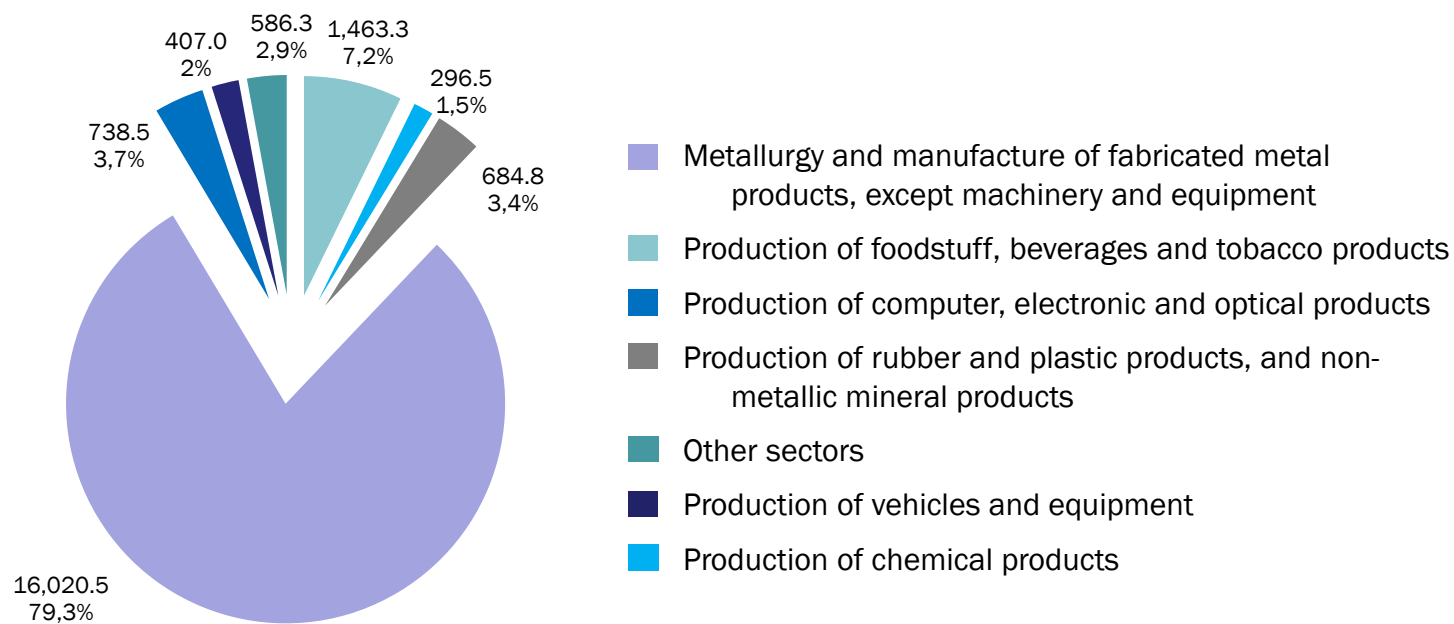


Source: National Bank of the RK



CUMULATIVE FDI INFLOW IN MANUFACTURING 2005– 2013

Total USD: 20,196.3 million

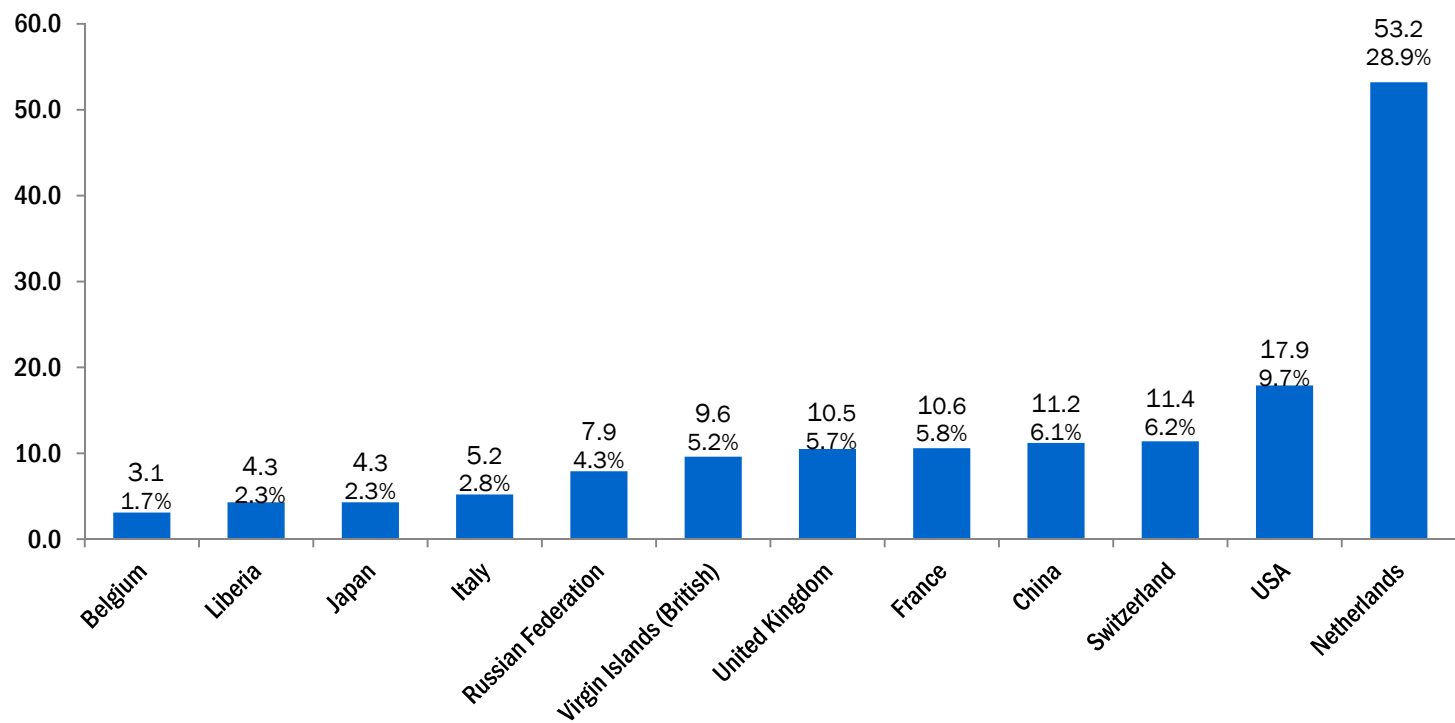


Source: National Bank of the RK



CUMULATIVE FDI INFLOW BY COUNTRIES 2005–2013

Main countries USD: 149.2 billion
Total USD: 183.9 billion



Source: National Bank of the RK



MAJOR INVESTORS BY INDUSTRY

2010-2014

2015-2019

	2010-2014	2015-2019
<p>Machinery</p> <p>Automobile Production</p>	<p>•SKD assembly of motor vehicles</p> <p>•CKD assembly of motor vehicles</p>	<p>Production of car parts and accessories :</p>
<p>Railway Machinery</p>	<p>Production of locomotives and wagons:</p>	<p>Manufacture of electric motors, increasing localization:</p>
<p>Machinery for Mining</p>	<p>Production of equipment:</p>	<p>Production of equipment:</p>
<p>Aviation Machinery</p>	<p>Production of helicopters:</p>	<p>Production of combines and tractors:</p>
<p>Chemical Industry</p>	<p>The production of chemical additives, sodium hexametaphosphate industrial gases, sulphuric acid, ammonia and ammonium nitrate:</p>	<p>The production of ethanol based on the processing of the industrial gases, the production of bioethanol from spent grain, mixing special chemicals for oil extraction and refining:</p>
<p>Pharmaceutical Industry</p>	<p>Professional training, production of generic products:</p>	<p>Professional training, production of generics and original medicines:</p>



Support for investors

INVESTMENT PREFERENCES*

Tax benefits	<ul style="list-style-type: none"> • CIT – 0 % 10 years • Land tax – 0% 10 years • Property tax – 0% 8 years
Investment reimbursement	Up to 30% of construction and installation works and equipment
Customs privileges	Customs duties 0% on the import of: <ul style="list-style-type: none"> • equipment and its components, • spare parts, • raw materials and supplies.
State in-kind grants	Land plots, buildings, machinery and equipment in property.
Migration benefits	The right to employ foreign labor without quotas and permits Visa-free travel for citizens of 10 countries

*for priority investment projects

Priority types of activities:

1. Metallurgy
2. Oil refining
3. Food production
4. Chemical industry
5. Machinery industry
6. Production of construction materials

SPECIAL ECONOMIC ZONES

Tax benefits

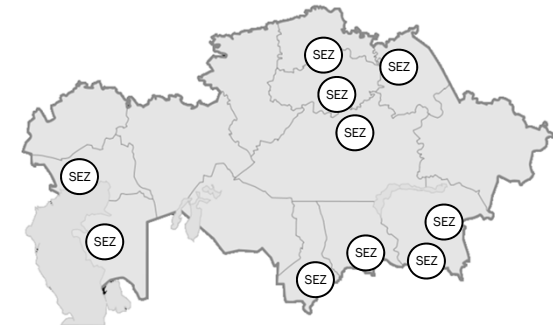
CIT – **0%**
 Land tax – **0%**
 Property tax – **0%**
 VAT – **0%** (on all goods completely consumed in the production process)

Customs privileges

Exemption from customs duties for goods imported into SEZ territory

Other privileges

Providing the land in the territory of the SEZ for a period of up to 10 years
 Simplified procedure for recruiting foreign workers



The "one window" principle for the investor and service support for investment

Assistance in obtaining the required approvals and permits

Provision of services to foreign investors and representatives of Kazakhstan business

Information, consulting, organizational and other assistance to the investor

Support for investment project till the start of the production



PRIORITY SECTORS FOR INVESTMENTS

1 Metallurgical Complex

1. Ferrous metallurgy
2. Non-ferrous metallurgy

2 Oil refining Complex

3. Oil refining
4. Petrochemistry

3 Food processing Industry

5. Manufacture of food products

4 Chemical Industry

6. Agrochemistry
7. Production of chemicals for industry

5 Industrial Production

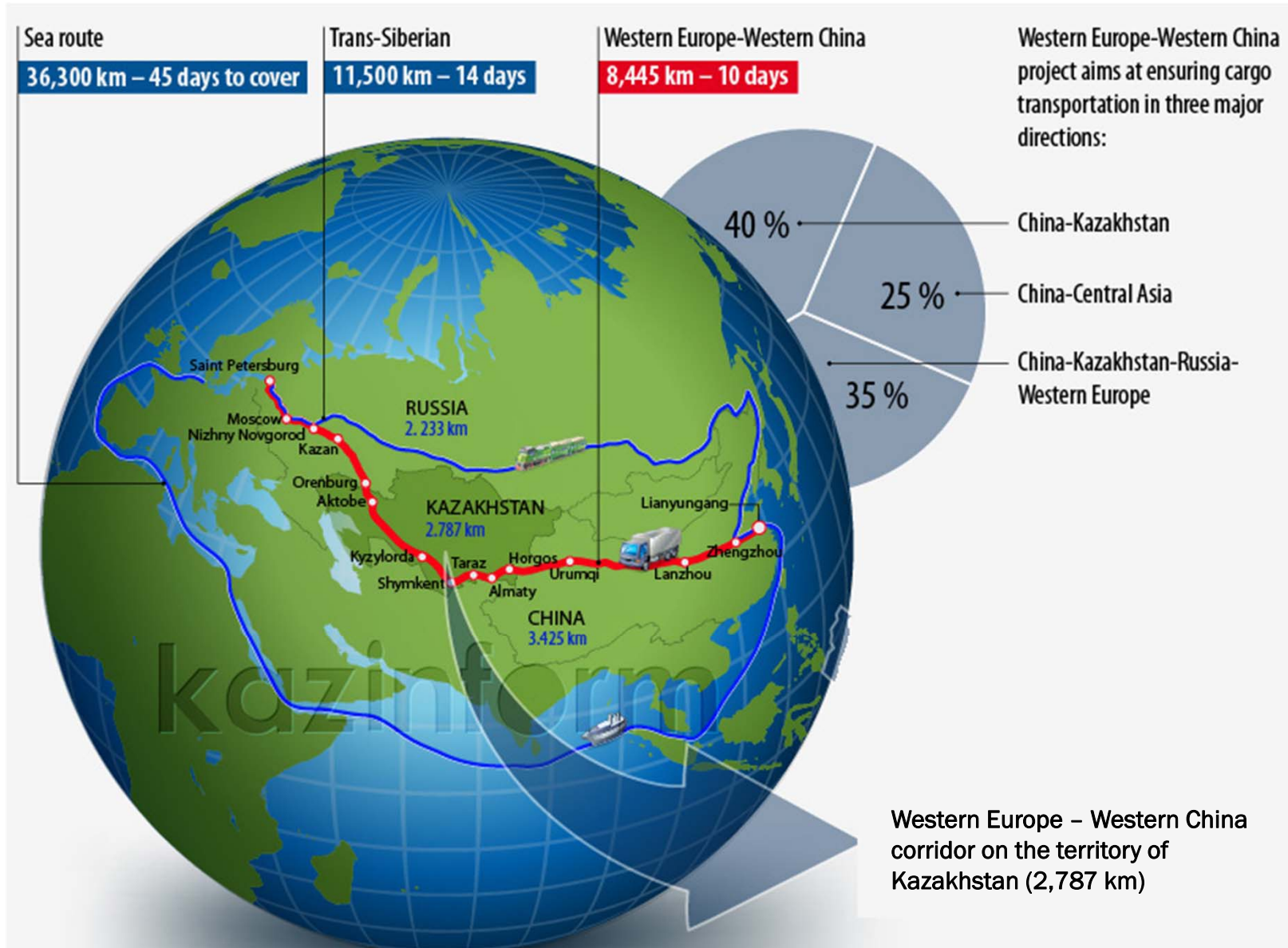
8. Manufacture of motor vehicles
9. Electrical equipment
10. Agricultural machinery engineering
11. Railway machinery engineering
12. Mining equipment
13. Oil producing equipment; oil and gas refining equipment

6 Production of construction materials

14. Production of construction materials



Western Europe – Western China International Transit Corridor





THE REPUBLIC OF KAZAKHSTAN

TRADE TURNOVER

- 2010 : *86.1 mln USD*
- 2011 : *103.2 mln USD*
- 2012 : *142 mln USD*
- 2013 : *163.2 mln USD*
- 2014 (Jan-Nov) : *128.4 mln USD*

Source: National Bank of the RK, Committee on Statistics of the Ministry of National Economy of the RK



THE KINGDOM OF THAILAND

INVESTMENTS 1991 – Sep 2014

From Kazakhstan into Thailand
11 mln USD

From Thailand into Kazakhstan
3.9 mln USD



DISCOVER EXPLORE



INVEST IN KAZAKHSTAN
www.invest.gov.kz



Embassy of the Republic of Kazakhstan
to the Kingdom of Thailand

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