

General issues

According to the Law of Ukraine "On Industrial Parks" Industrial Park (IP) is a land plot that is equipped with proper infrastructure where participants of IP can engage in such economic activities as



- Process Industry
- Research and Development (R&D)
- Information and Telecommunication
- ➤ IP land should belong to the **Industrial Lands**
- > IP may be located on one or several adjacent land parcels
- > IP square could be from 15 to 700 ha
- > IP is created for a period of at least 30 years
- ➤ IP land parcels of state and local public property may be sold to IP management company and IP participants
- > at the time of IP inclusion into the Register should be no integral property complex that allows to producing goods

IP subjects

Initiator of IP creation:

- the state authorized bodies on state lands.
- the local authorities on communal lands
- legal or physical persons owners of private lands
- ▶ legal or physical persons lessees of state, communal and private lands

IP Management Company should be a legal person irrespective of its organizational form created according to Ukrainian Legislation

IP participants should be economic entities of any form of ownership, registered at the administrative territory of Ukraine where the IP is created



Benefits to the parties concerned



Benefits for IP Participants – minimizing material, financial, human and time resources costs required for initiating economic activities, access to services related to the provision of economic activities by the management company

Benefits for IP Management Company — income due to the leasing of the land and production areas, equipment and services related with providing economic activities to IP participants

Benefits for the State and Local Communities — job creation, activation of economic activity and socio-economic development of the territories

Creation message



According to the second part of Article 14 of the Law, the initiator of creation of the IP within three calendar days from the date of the decision on the creation of the IP is obliged to submit to the authorized state body (Ministry of Economy) a copy of the decision on creation of the IP and the concept of such IP

This applies to the creation of IP of all forms of ownership and regardless of intentions to include IP in the Register in the future

Information on established IPs is public, access to it is provided by an authorized state body (Ministry of Economy) by posting it on its official website

Ukr shorturl.at/dejmU



Eng shorturl.at/kqB78



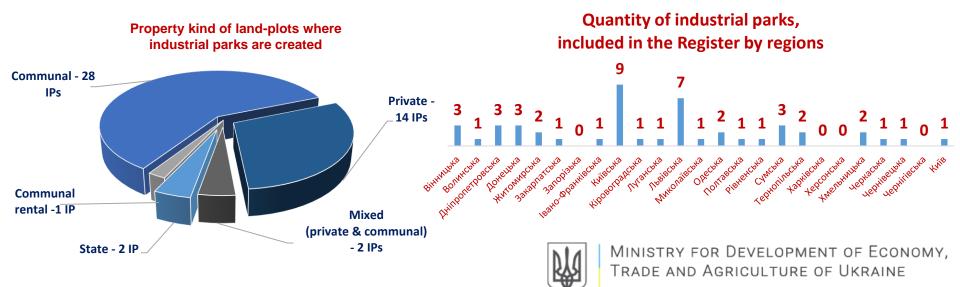




47 IP were included in the Register of IP under the Law since 2013

(Tsentralnyy Industrial park was excluded from the Register in 2018)

There are also functioning IPs out of the Register in Ukraine

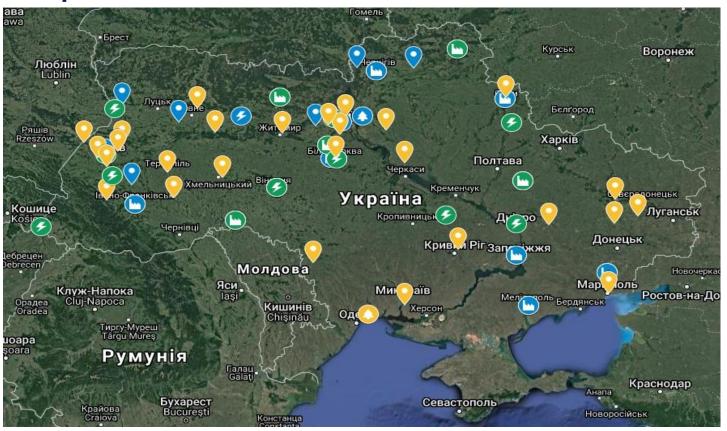


Map of industrial parks in Ukraine

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goo.gl/swUHhb





MINISTRY FOR DEVELOPMENT OF ECONOMY,
TRADE AND AGRICULTURE OF UKRAINE



State support

State Regional Development Strategy 2020 defined a regional network of IP and providing state support to entities that create such parks as one of the priorities of regional development

State support shall be provided to the Initiators, Management companies and Participants of IP included into the Register of Industrial Parks

The main possible forms of state support for creation of IP

Financing of regional development projects involving the arrangement of IP, as well as connection of IP to external networks of engineering and transport infrastructure at the expense of:

- State Regional Development Fund (provided co-financing from local budgets at the level of 10% of their estimated cost)
- target subsidies from the State Budget
- Local budgets

Setting a tax incentives of local tax rates

Import of fixed assets without payment of import duty (according to Article 287 of the Customs Code of Ukraine)



Ministry for Development of Economy, Trade and Agriculture of Ukraine

is responsible for development and implementation of public policy for the establishment and operation of industrial parks in Ukraine in accordance with the Law of Ukraine "On Industrial parks"

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