

#### 836 GEORGIAN HUASHUN INTERNATIONAL INDUSTRIAL INVESTMENT GROUP LTD | 212921999

Dear Stakeholder,

It is a privilege to have the opportunity to contact you.

As the CEO of Hualing Free Industrial Zone, I want to introduce our company and vision of future partnership with you.

Our project is part of diversified investment portfolio of "Hualing Group", holding company that has been heavily investing in Georgia during the last 15 years reaching USD 600 mln by 2020 with main focus on real estate and industrial development.

Georgia's attractive investment environment, strategic geographical location, easiness and real transparency of doing business, as well as other numerous advantages of the country were key factors for the Group to make the decision to invest in the country.

The Free Zone project itself, is located in Kutaisi (the second largest city in Georgia). Since its establishment in 2016, it has become the fastest growing tax-free zone in Georgia where manufacturing, processing, trading and other types of companies are infinitely 100% exempt from all corporate taxes. Dozens of various business profile trading and manufacturing companies registered in our Free Zone cover 45 different countries from practically all continents. How did we achieve this? Firstly, we offer cost-effective solutions and operational benefits to companies registered in Hualing FIZ:

- 1. Fast and easy registration of the company in one day, with/without physical presence of the owner/director.
- Wide variety of Ready buildings for production and/or storage of goods at the most competitive tariffs guaranteed.
- Tax Free Trade treaties of Georgia with EU, China, Turkey, Ukraine & CIS countries giving us the unique status in terms of trade advantages with these countries.

Our focus is to suggest maximum flexibility to support especially SMEs right from the start of their business activities in the Zone through provision of necessary infrastructure/utilities on concessional terms and, thus easing burden of their initial capex. On the other hand, we try to provide versatile services from A to Z to our international entrepreneurs who are new to Georgia, thus need support in smooth start-up. So, ongoing support in finding solutions around all aspects

related to their corporate & operational matters, predominantly free of charge is another key ingredient of our success.

It should be noted that, within the framework of close cooperation with the Government of Georgia and their support, we were given the opportunity to have a joint strategy to attract investments in the country. On the other side, the Government is ready to provide various financial support through its agency - "Enterprise Georgia", to stimulate industrial projects in the country in post-covid era.

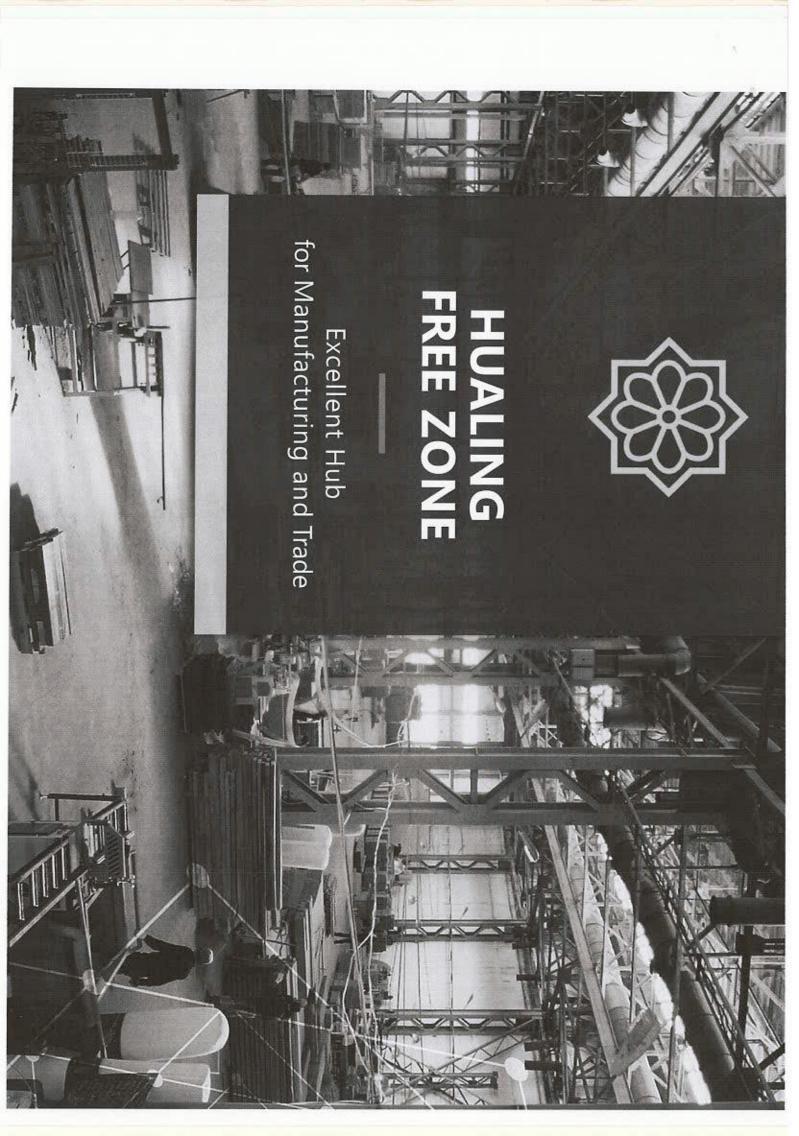
Upon your request, we are ready to provide more detailed information to you or you may visit our website:

- ✓ Website: <a href="https://hualingfiz.ge/">https://hualingfiz.ge/</a>
- ✓ or you can fill out the form on the link provided and our representative will contact you: <a href="https://freezone.hualingfiz.ge/eng/">https://freezone.hualingfiz.ge/eng/</a>

Respectfully,

Executive Director

Ioseb Nibladze





3 UNESCO World Heritage Sites



Producing Nation >8,000 years Oldest Wine



Safety Index





2.3 Bln Customers Duty Free Access To

**12** Unique Climate Zones

Georgia's Cuisine
- 4th in Europe



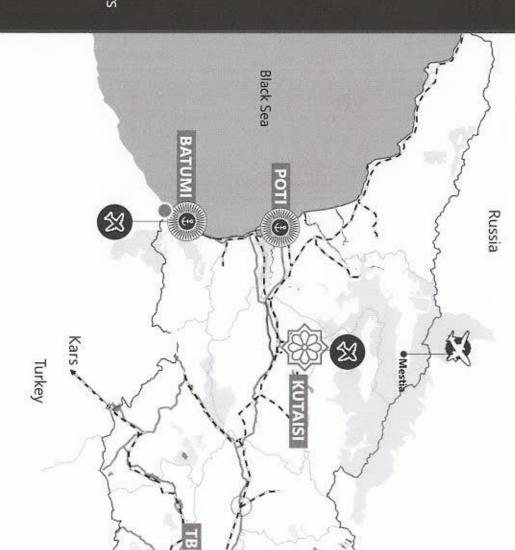
Ushguli – Highest Continuously Inhabited Settlement in Europe

4th Fastest Growing Tourist Destination In The World



TOP Country By Ethic And Cultural Diversity









WORLD BANK GROUP



Ease of doing business 2019





Starting a



Protecting Minority Interest





2nd

Registering Property



Business









**FitchRatings** 

INVESTORS SERVICE Moody's

The A Heritage Foundation

8th

16th

Economic

freedom Index

Trade Freedom Index



TRANSPARENCY

1th Global Corruption Perception Index 2019 , Eastern Europe & Central Asia

&POOR'S STANDARD



## HUALING GROUP IN GEORGIA

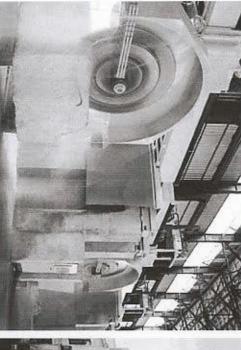


Investing in Georgia
Since 2007



Launched

8 Large Projects









HUALING FREE ZONE, KUTAISI



HUALING · TBILISI SEA PLAZA COMMERCIAL AREA

60



60

TBILISI SEA NEW CITY

- DEVELOPMENT PROJECT

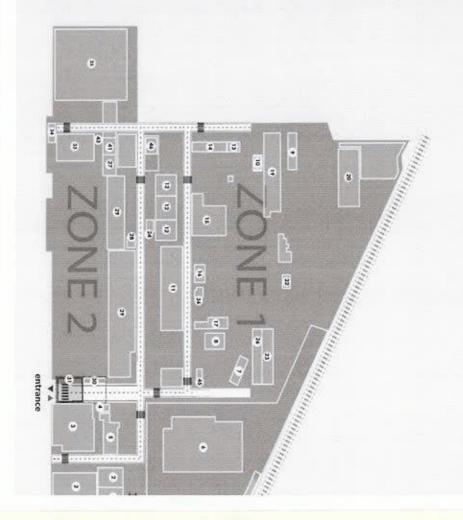
HOTELS & PREFERENCE HUALING TBILISI





#### **HUALING FIZ**

OPERATIONAL SINCE OCTOBER 2015



Status: Multi-profile Trade & Industrial

Free zone area: 36ha

Total Non-FZ Area: 35ha

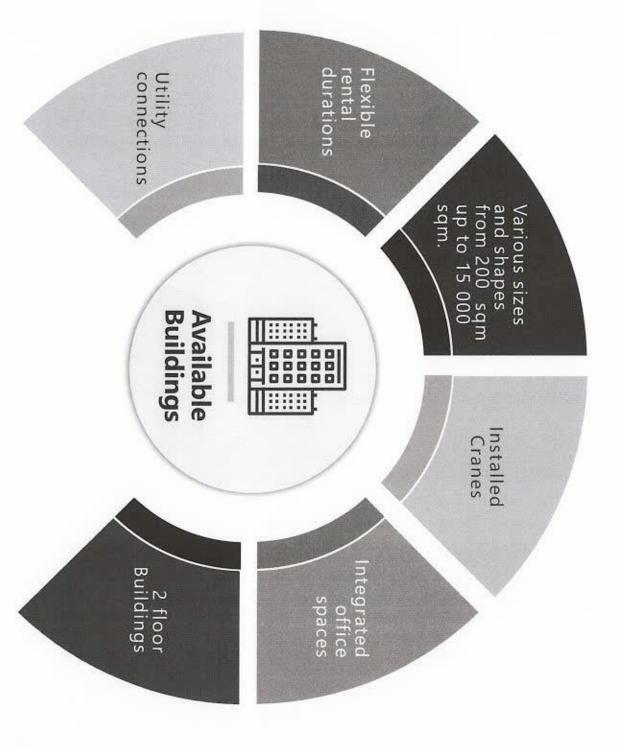
Location: Kutaisi

2<sup>nd</sup> largest population in Georgia Main Industrial City of Georgia

Trough its close proximi highway, International A and the ports, Hualing an excellent industrial, I hub between Asia and E

## **HUALING FIZ - OFFERINGS**

BUILDINGS FOR STORAGE AND PROCESSING ACTIVITIES: ASSEMBLY, PACKAGING, WORKSHOP FACILITIES.









## **HUALING FIZ - OFFERINGS**



#### LAND PLOTS

Hualing FIZ provides **land plots** ideal for companies wishing to construct their own facility

No land filling or any value added land preparing activities required for starting construction



#### OFFICES

equipped integrated offices
/ desks in the comfortable environment inside the Free Zone

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# OPERATING IN HUALING FREE ZOI

**LICENSE TYPES** 

GENERAL TRADING

CONSULTING

 $\subseteq$ 













SPECIAL TRADING

& PROCESSING

SERVICES

**REGISTRATION PROCESS - FINALIZED IN 2-3 DAYS** 



APPLICATION FORM



STEP 2

LOCAL & STATE REGISTRATION



STEP 3

OF AGREEMEN SIGNATUR





#### TAX FREE ENVIRONMENT KEY ADVANTAGES

**TYPES OF TAXES** 

VAT

**CORPORATE PROFIT TAX\*** 

TAX ON GOVERNMENT WITHDRAWAL\*

**PROPERTY** 

**IMPORT** 

SALE TO GEORGIA

PERSONAL INCOME TAX

GEORGIA MAINLAND COMPANY

18%

15%

5%

**UP TO 1%** 

12% / 15% / 0%

0%

20%

FREE

\*Fortrading and manufacturing companies

#### **VS GEORGIA** FREE ZONE



**HUALING FIZ** 

IMPORT TAX - 0 %

**IMPORT VAT - 0 %** 

TAXATION

**CORPORATE PROFIT TAX - 0%** 

**DIVIDEND TAX - 0%** 

SA

**PROPERTY TAX - 0%** 

**VAT-0%** 

PERSONAL INCOME - 0 % (NO OBLIGATION FOR THE EMPLOYER)

**HUALING FIZ** 

IMPORT

#### **GEORGIA**

IMPORT TAX - 0 %, 5%, 12%

**IMPORT VAT - 18 %** 

**TAXATION** 

**DIVIDEND TAX - 5%/0% CORPORATE PROFIT TAX - 15%,0%** 

**PROPERTY TAX - 1%** 

**VAT** - 18 %

PERSONAL INCOME - - 20% +2%

#### **GEORGIA**

IMPORT

## TRADE BENEFITS

FREE TRADE AGREEMENTS WITH 2.3 BLN CONSUMER MARKET >>>

- FTA WITH CISCOUNTRIES CO ( ) DCFTA WITH THE EUROPEAN UNION
- (INCLUDING HONGKONG) FTA WITH THE PEOPLE'S REPUBLIC OF CHINA
- FTA WITH UKRAINE & TURKEY
- FTA WITH EFTACOUNTRIES # 0 +











in 1 day Company registration

allowed 100% foreign ownership

required minimum investment No initial capital or

set-up Quick bank account

companies not needing any facility in HUALING FIZ) Smart office for getting a legal address (for

## KEY ADVANTAGES

COST-EFFECTIVE OPERATIONS



#### **EASIER & CHEAPER OPERATIONS**

**Lowest** utility tariffs

operations Quick customs clearance

within 30 days by fiz, free of charge, Building permits provided

permitted without
physical import of goods International trading

No price control on import/export

No additional/hidden



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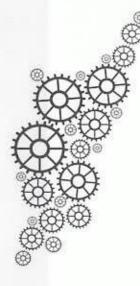
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# INDUSTRIAL COMPONEN

**ENTERPRISE GEORGIA** 

financial needs of a business." " Offering support mechanisms tailored to the specific stages of de

### COMMERIAL BANKS

The 11.5% co-financing of bank loan interest rate for the first 36 months

Minimum loan volume – GEL 50 000

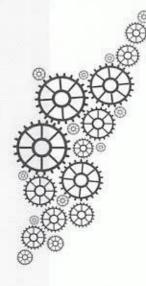
Maximum loan volume – GEL 10 000 000

### PROGRAM CONDITIO

The end product should be on the property list approved by the Georgian Government

New enterprise should be put into ope within 36 months from the loan issuan

Existing enterprise should start production within 24 months from the loan issuan



# INDUSTRIAL COMPONEN

**ENTERPRISE GEORGIA** 

financial needs of a business. " Offering support mechanisms tailored to the specific stages of de

#### **LEASING**

The 13.5% co-financing of the annual interest rate for the first 36 months

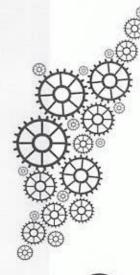
The initial value of the project should be at least GEL 50 000 while the maximum should not exceed GEL 10 000 000

### PROGRAM CONDITIO

The end product should be on the propriority sectors list approved by the Ge Government

New enterprise should be put into ope within 36 months from obtaining the le

Existing enterprise should be put into operation within 24 months from obtain lease



# CREDIT GUARANTEE MECH

**ENTERPRISE GEORGIA** 

lending and ensure inclusive economic growth ." "The program aims to improve access to finance for small and medium

## IN TERMS OF THE COMMERIAL BANKS

Commercial Bank/Microfinance Credit Guarantee Scheme will be based on Portfolio Guarantees and the loan will be evaluated by

commercial bank within the framework of the program. Guarantee shall be issued for each bank A security provided by the Agency for up to 90% of the principal amount for each loan disbursed by moment participating in the program for up to 35% of the disbursed loan portfolio within this program, at any

GEL 5 000 000 In the case of a commercial bank minimum loan volume - GEL 50 000, while maximum loan volume

loan volume - GEL5 000 000 In the case of a microfinance organization minimum loan volume – GEL 20 000, while maximum

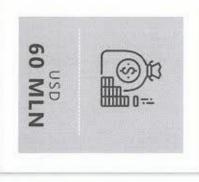
The maximum loan warranty period is 10 years

## **HUALING FIZ ACHIEVEMENTS**

Hualing FIZ is becoming the special place for investors from different countries and industries. "The best place to start production and strategic location" - AE SOLAR

## INVESTMENT IN HUALING FREE INDUSTRIAL ZONE





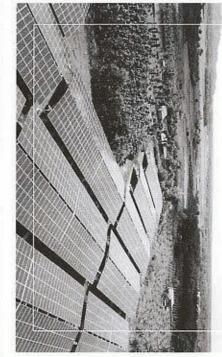


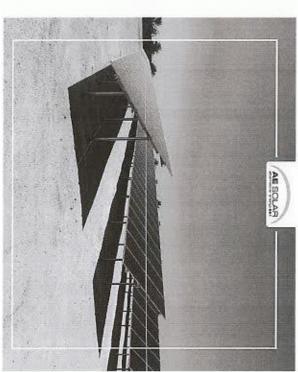
More than 1000

Investment

Businesses

150





### INDUSTRIES IN HUALING FREE ZONE



Wood

Pharmaceuticals



Furniture

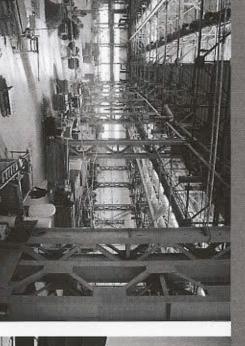
Solar Panel modules manufacturing

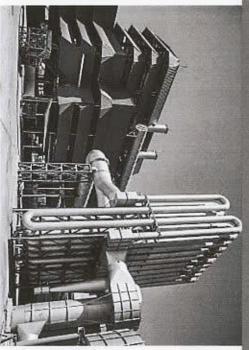


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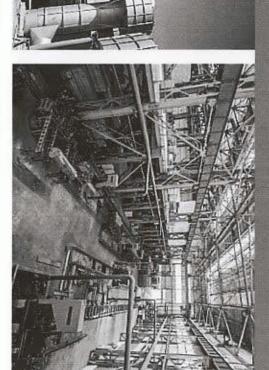


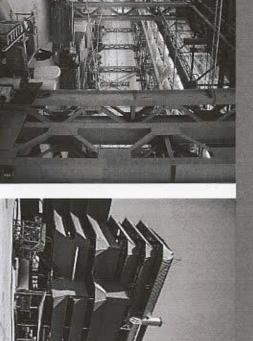
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## PROJECTS UNDER DEVELOPMENT



Plastic processing





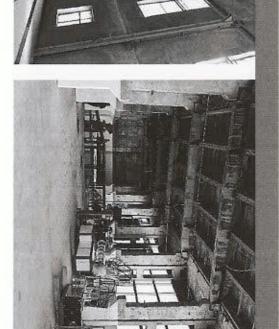
















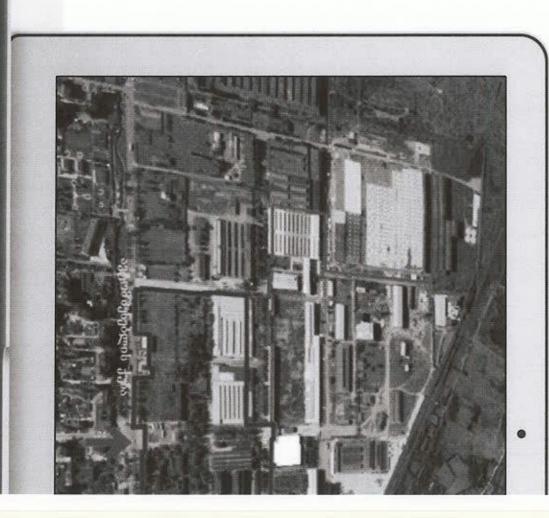
### **FUTURE IN GLANCE**



### **36 ha**

1st Stage Expansion Area +23 ha

2<sup>nd</sup> Stage Expansion Area +100 ha





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#### FREE ZONE

Excellent Hub for Manufacturing and Trade



www.hualingfiz.ge

