



Panevėžys
your next business location

Lithuania

3.6% GDP growth in 2014^[1]

1.2% inflation^[1]

4th lowest profit taxes in the EU^[2]

#1 for industry-university
collaboration in the CEE^[3]

#2 most favourable country for
investment in Europe and #16
in the World^[4]



Source 1: Ministry of Finance, 2014

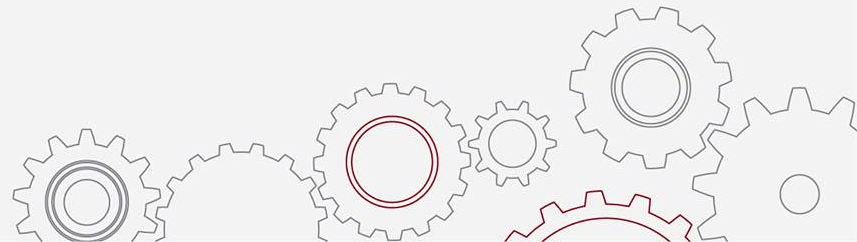
Source 2: KPMG, 2014 / BNP Paribas European Office Market, 2014

Source 3: European Commission, 2013 / WEF Global Competitiveness Report 2014-2015

Source 4: Foreign Policy's Baseline Profitability Index 2014 / Centre of Registers, 2014

Panevėžys city

- Lithuania's **5th** largest city
- Population – **97,300**
- Labour pool – **59,600**



Effective system of transport chain

Maximally utilizing land, air and sea advantages

- Industrialised
- Intermodal
- Established



International
Airports



Seaports



Roads



Roads



The „Via Baltica“ is a major truck road connecting the Baltic states.

European route E67 runs from Prague to Helsinki via Wrocław, Warsaw, Kaunas, **Panevėžys**, Riga, Tallinn and Helsinki.

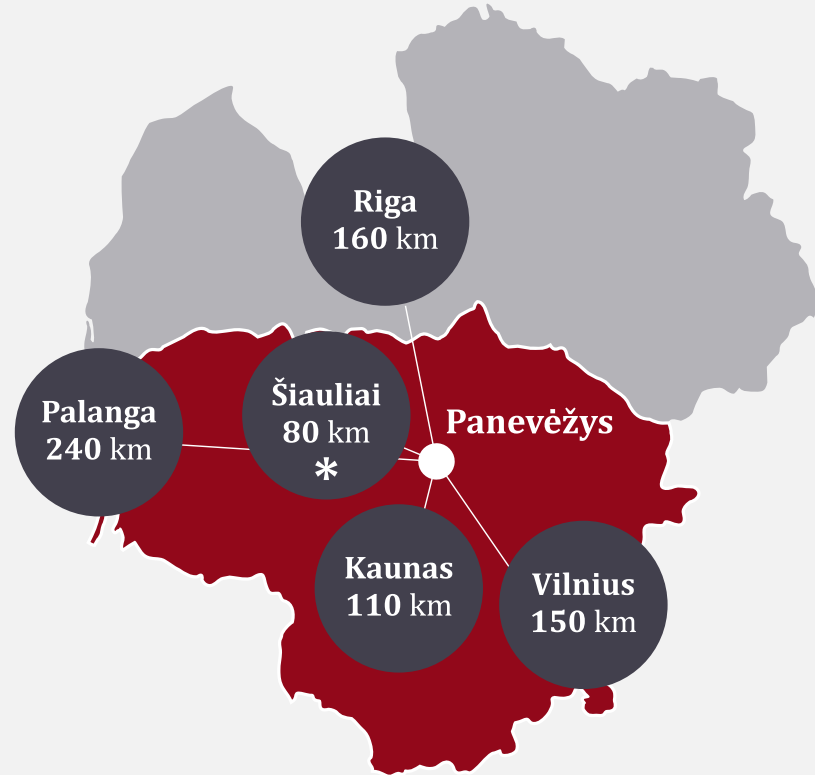


International airports



Proximity to 4 international airports
Vilnius, Kaunas, Palanga and **Riga**
makes it possible to reach suitable
destination within 2-3h drive.

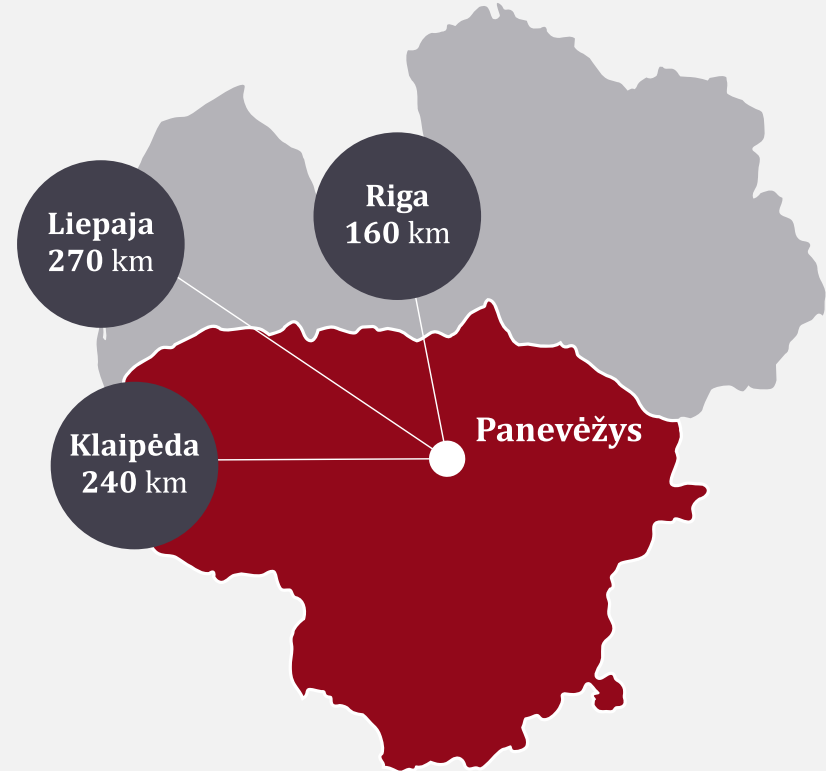
*Šiauliai International Cargo Airport



Seaports



- Up to **3 hour drive** to **3 major seaports**.
- Annual cargo turnover of ports in 2014:
 - Port of Klaipėda – ~36 m tones^[1]
 - Freeport of Riga - ~41 m tones^[2]
 - Port of Liepaja - ~5.5 m tones^[3]



Source 1: Port of Klaipėda, 2014

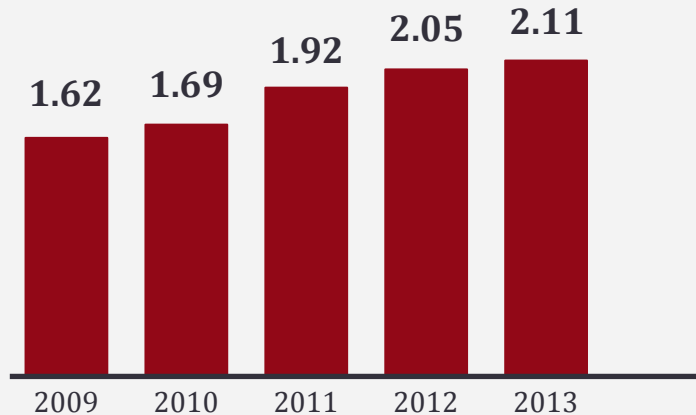
Source 2: Freeport of Riga, 2014

Source 3: Port of Liepaja, 2014

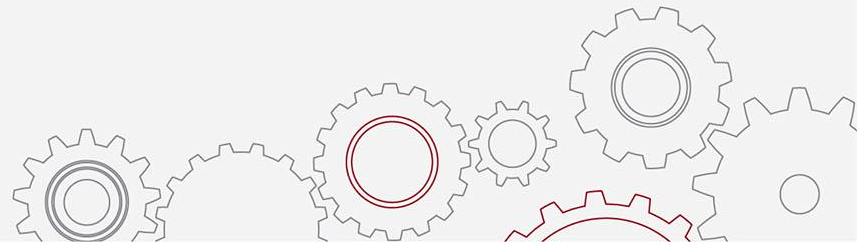
Steady and confident growth of GDP

Increasing turnover of manufacturing companies

GDP growth (EUR b)



- **5th** in Lithuania by GDP
- **9.6%** turnover growth of manufacturing companies



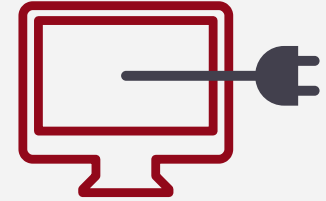
Sectors with the highest turnover:



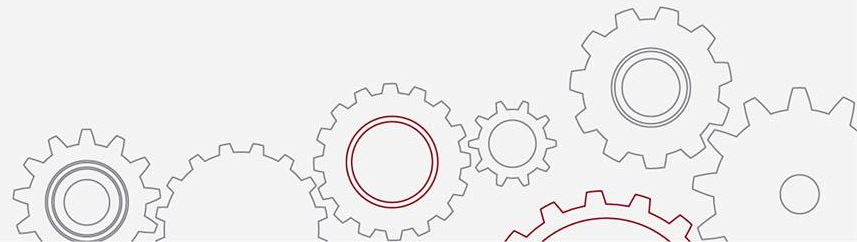
Mechanical engineering



Food and beverage



Electrical equipment



Companies in Panevėžys have a proven track record in:



Metal processing



Heavy vehicle



Electro-mechanical
engineering and assembly

Companies offer:

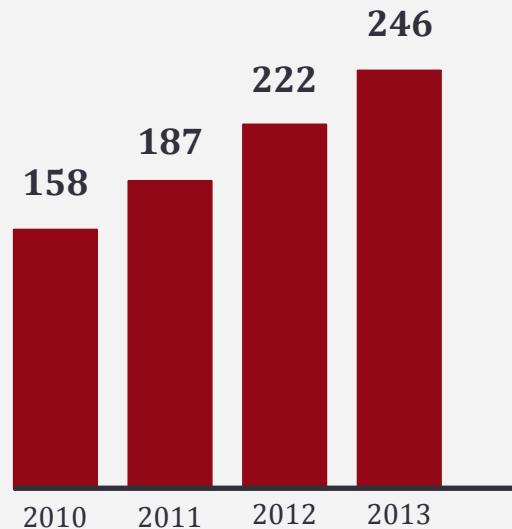
Full chain of
truck and trailer
solutions

component and complete product
manufacturing

logistics solutions

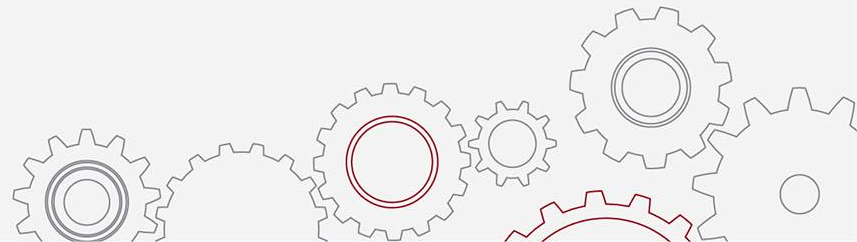
Foreign Direct Investment (FDI)

Growth of FDI (EUR m)



FDI per capita

EUR **2,554**



Top FDI industries



Manufacturing

61%



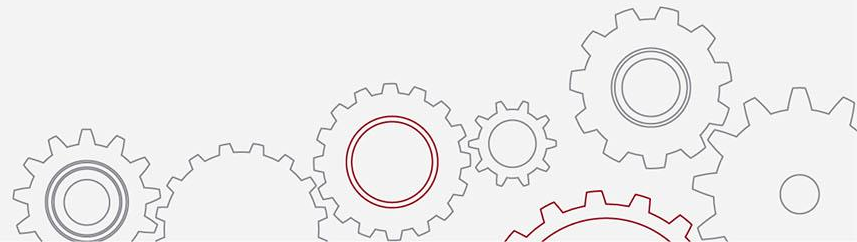
Real estate

32%



Wholesale and
retail

4%



Top investing countries



Denmark



Germany



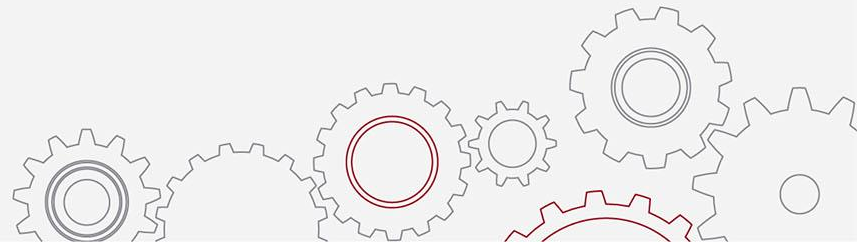
Norway



Estonia



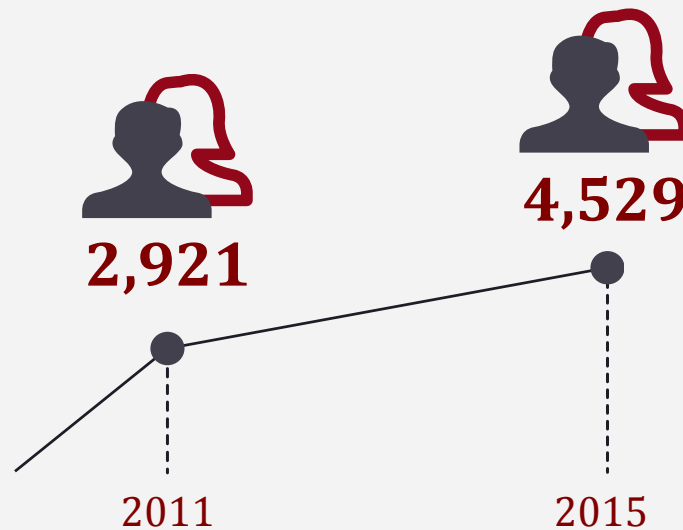
France



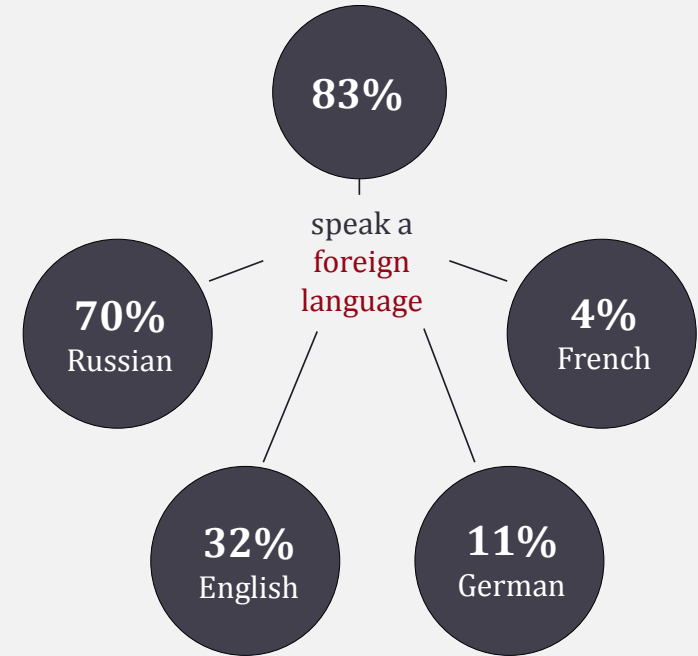
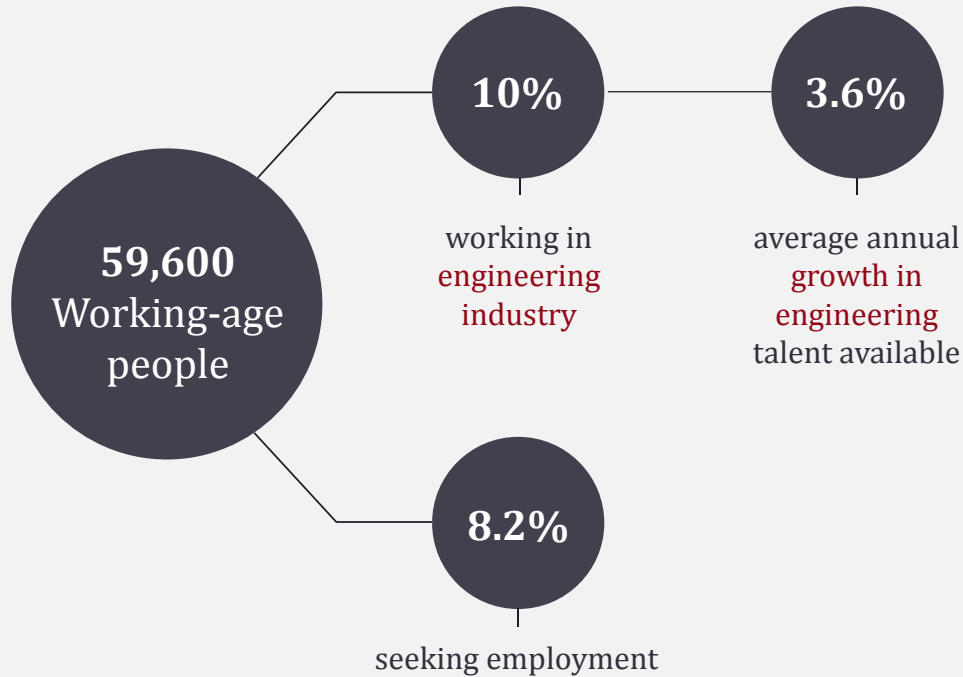
Constantly growing labour pool in manufacturing in FDI companies

Over **4,500** people employed by FDI manufacturing companies

35% increase since 2011

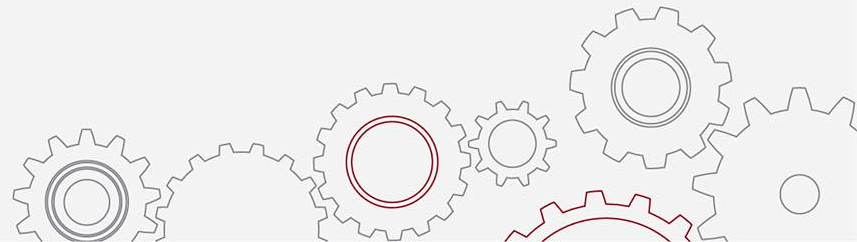
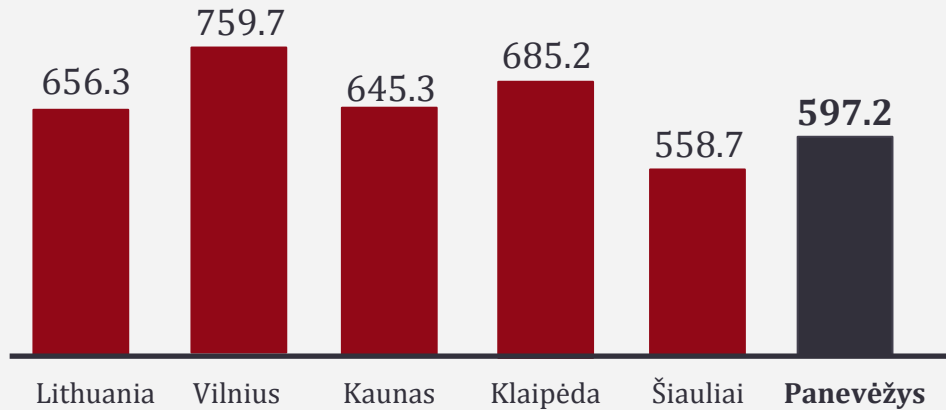


Highly skilled and well educated workforce



Attractive labour cost

Average monthly labour costs (EUR) Panevėžys city
and other major cities in Lithuania



Qualification and competences

Total number of students studying engineering - **1,110**



KTU
Panevėžys Faculty of
Technologies and
Business ^[1]

The **largest technical**
university in the
Baltic States



Robotics laboratory

- Industrial robots laboratory
- Mobile robots laboratory



1
college



2
vocational
schools



Panevėžys
Mechatronics Centre ^[2]

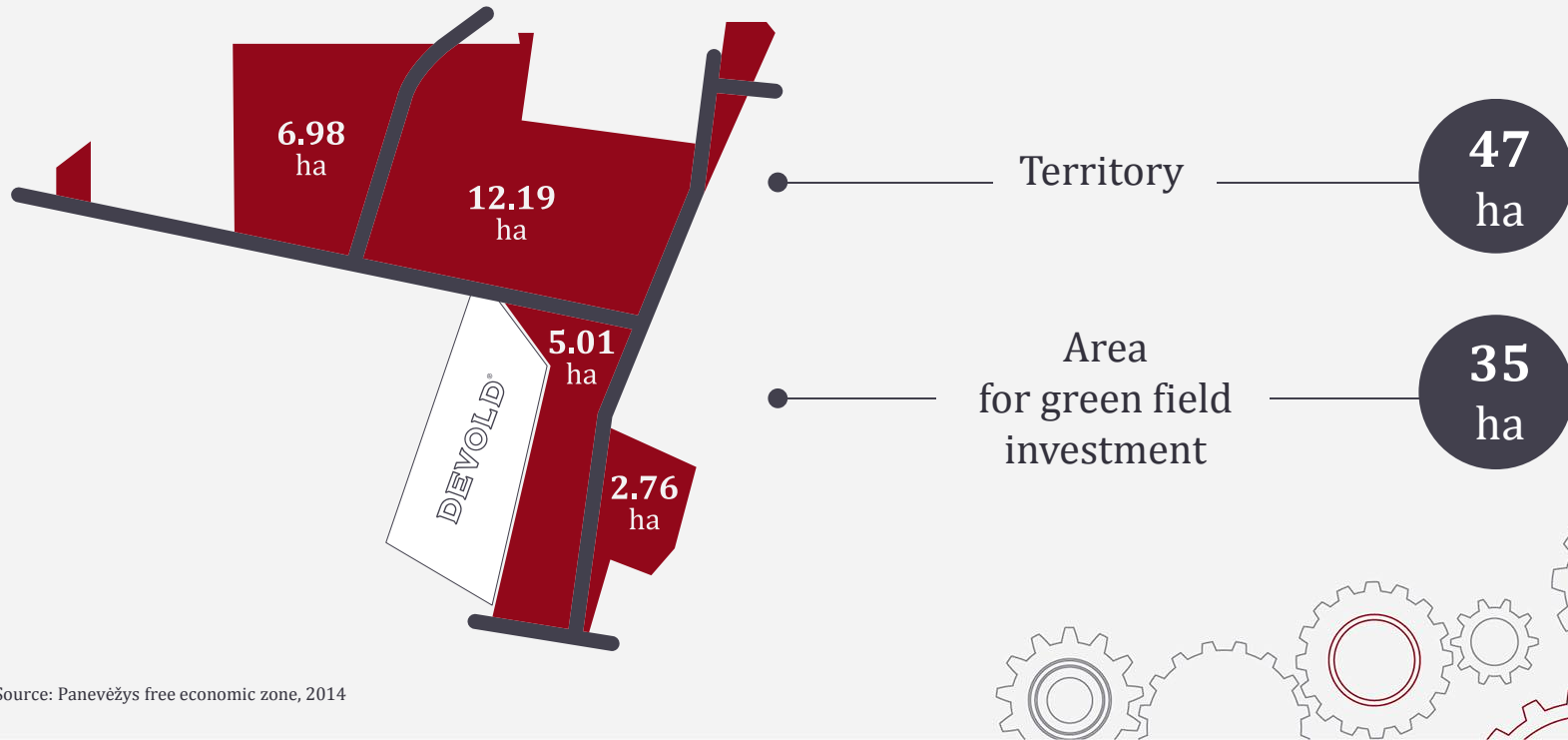
Public non-profit organization, providing
infrastructure services for scientific research,
high-tech business and study.

3 laboratories
(Industrial Mechatronics,
micro/ nano and materials)

various options for
education, training
and research

Established Free Economic Zone

Panevėžys Free Economic Zone (FEZ)



Favourable land and real estate tax incentives in FEZ



Income
tax

0%

(first 10 years)

50%

**of standard tax
rate**

(subsequently 10 years)



Property tax

0%



Tax on dividends

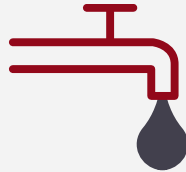
0%



Well-established infrastructure in FEZ:



Asphalt
roads



Water
supply



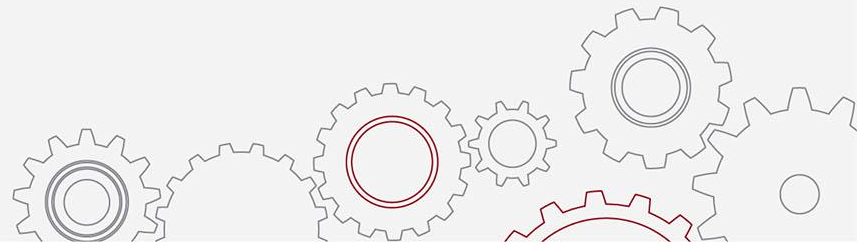
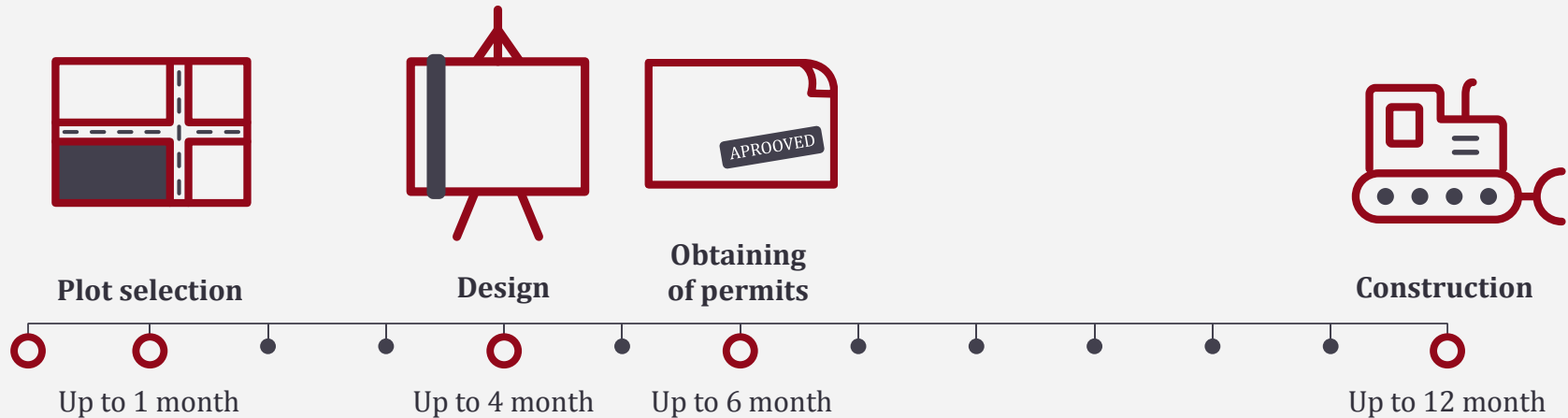
Power supply,
inner roads
and lighting



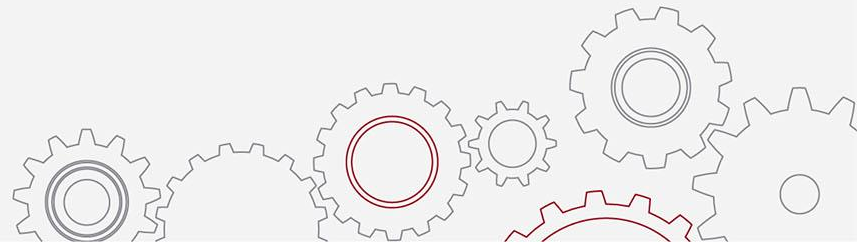
Gas
pipeline



Build to suit investment project options



Green field investment project options



Business friendly environment

- Ease of starting Business / World ranking – **11th** ^[1]
- Ease of doing business / World ranking – **24th** ^[1]
- Time to establishing a business – **3** days^[2]
- VAT – **21%**^[2]
- Personal income tax – **15%**^[2]
- Social security tax paid by employer – **30.98%**^[3]
- **15%** corporate tax rate – **4th** lowest corporate tax in EU^[2,4]
- Real Estate tax – **0.8%**^[5]
- Land lease tax for commercial areas – **1.8%**^[5]

Source 1: Forbes, 2014

Source 2: State Tax Inspectorate Under the Ministry of Finance of the Republic of Lithuania, 2014

Source 3: State Social Insurance Fund Board of the Republic of Lithuania under the Ministry of Social Security and Labour

Source 4: KPMG, 2014

Source 5: Panevėžys City Municipality, 2014



Panevėžys City Municipality offers:

- Construction permit **10-30** working days
- Spatial planning procedures **4-6** month
- A **direct contact person** to guide you throughout the processes



FIBA association

FIBA association is a free local voluntary forum for Foreign Investors, which aims to:

Making Panevėžys region more attractive to foreign investors

Improving the present business climate

Welcoming new investors, understanding their needs, and are prepare to be able to meet these needs



Quality of living in Panevėžys



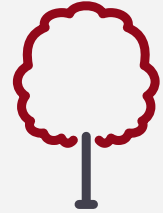
Panevėžys was
**Lithuanian
Capital of
Culture 2014**
and still
keeping this
title



Great for shopping
with its newly-built
RYO and **Babilonas**
shopping malls



A compact city,
sometimes referred to as
the **capital of bicycles**,
Panevėžys has a well-
developed network of
cycle paths



Renowned for
the **purity of its
air** and as place
to enjoy a
**healthy life-
style**





"Passion for excellence, high science and strive for innovative solutions - these are Amilina values we have found similar as to our Roquette corporate ones. The main targets of entering to Lithuania were to consolidate our market share in North & Eastern Europe and to have strategic partnership with Worldwide acknowledged professionals. This was the largest French investment in Lithuanian agribusiness and was a real opportunity. "

Gianfranco Patrucco
Executive Vice President Europe
ROQUETTE

Profile:

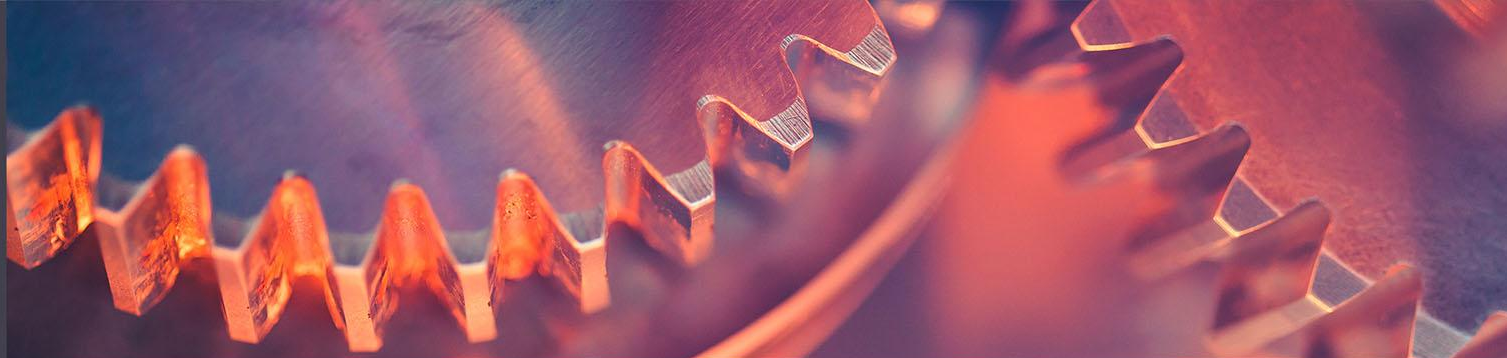
Production: native & cationic wheat starches, vital wheat gluten, glucose syrups, high protein feeds.

Export markets: more than 55 countries Worldwide

FTE: 400

Est.: 2008, Panevėžys





They already trust us



UAB AQ WIRING SYSTEMS
Manufacture of electrical and electronic equipment for motor vehicles



AB AMILINA
Manufacture of starches and starch products



UAB ADAX
Manufacture of electric domestic appliances



UAB DEVOLD
Manufacture of underwear



UAB VIKING MALT
Manufacture of malt



AB KLAR GLASS LIETUVA
Shaping and processing of flat glass



UAB KALNAPILIO-TAURO GRUPE
Manufacture of beer



UAB NORAC
Manufacture of metal structures and parts of structures



UAB HJELLEGJERDE BALTIFA
Manufacture of other furniture



UAB SCHMITZ CARGOBULL BALTIC
Manufacture of bodies (coachwork) for motor vehicles; manufacture of trailers and semi-trailers



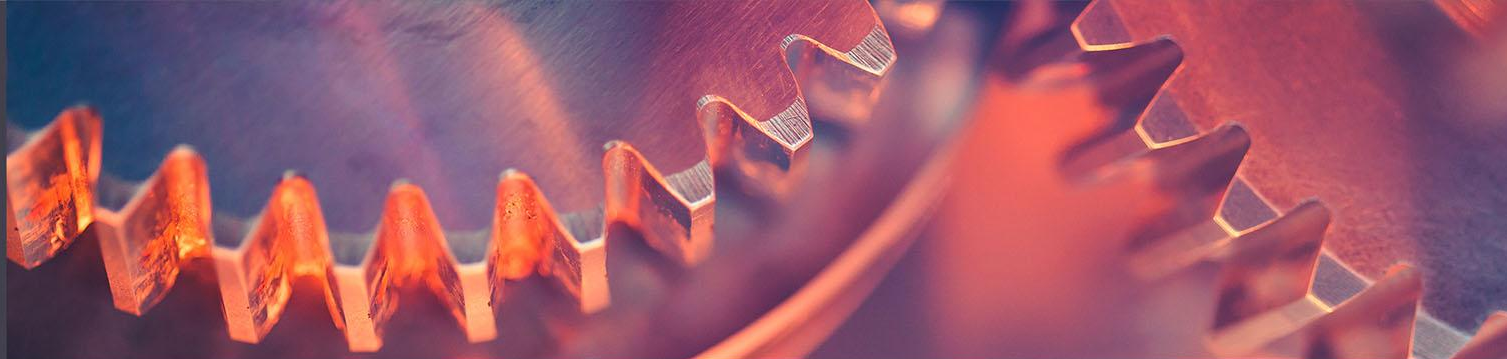
UAB RIFAS
Manufacture of electricity distribution and control apparatus



UAB SITRA
Washing facilities for tanks



UAB PKC GROUP
Manufacture of wires and cables



The city to visit, to enjoy,
to discover, to invest.

**Department of Investment and City Development
Panevėžys City Municipality Administration**

In cooperation with:



www.investlithuania.com

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