





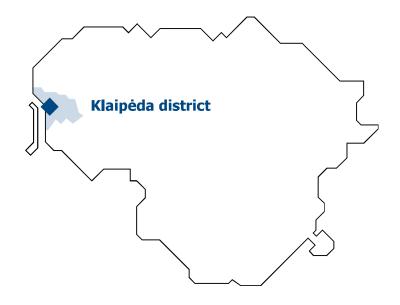


## Lithuania

- GDP growth 2.9% [1]
- Inflation 0.2% [1]
- 4<sup>th</sup> lowest profit taxes in the EU <sup>[2]</sup>
- #1 for industry-university collaboration in the CEE region [3]
- #2 most favourable country for investment in Europe and #16 in the World [4]
- 1st in the CEE for quality of roads [5]



## Klaipėda district municipality



Klaipėda District Municipality is situated in the Western part of Lithuania and surrounds the city of Klaipėda.

- ◆ Population **52 350**
- Labour pool − 33 500

Source: Statistics Lithuania, 2014-2015

**♦** 



## Effective transport chain

Maximizing rail, sea, land and air links



Rail



Seaports



Roads



**International Airports** 



### Rail

A conveniently developed rail infrastructure guarantees continuous and reliable cargo transportation from Klaipėda to CIS countries.

#### **Cargo freights:**

Saulė

Runs from China to Belgium. Delivery time from Almaty (KZ) to Kaunas is 8 days.

Vikingas

Connects the Baltic and Black seas, offering up to 30% reduction on logistics costs compared to road transport.

Merkurijus
 Connects Klaipėda with the port of Kaliningrad.

More at www.intermodal.lt



Source: Lithuanian Railways, 2015

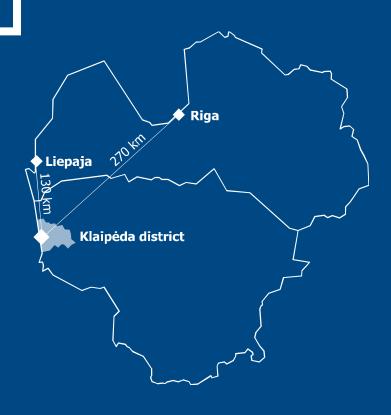


## Seaports

Klaipėda State Seaport is the most important and the biggest Lithuanian transport hub, connecting sea, land and railway routes from the East to the West.

#### Cargo handled in 2014

- Klaipėda 36.4 million tons
- Riga 41 million tons
- Liepaja 5.5 million tons



Source 1: Port of Klaipėda, 2014 Source 2: Freeport of Riga, 2014 Source 3: Port of Liepaja, 2014

## // KLAIPĖDA DISTRICT

## Roads

Klaipėda district municipality is at the end of the 311 km *A1 (E85)* highway from Vilnius and is also connected with Riga via the *A13 (E272)*.

A1 links Klaipėda district municipality to the *Via Baltica* highway, which connects Eastern Europe with Western Europe and Scandinavia.



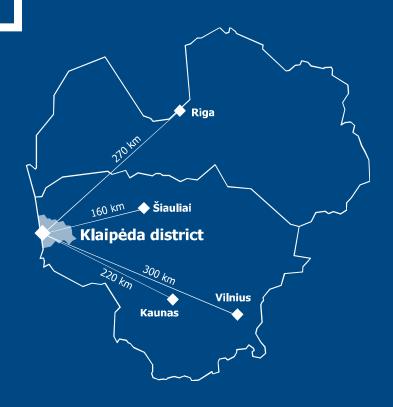


## **International Airports**

Klaipėda district municipality is served by the International **Palanga Airport**, which is approximately 20 min from Klaipėda district.

Airport handles flights to Copenhagen, Oslo, Riga and Moscow\*.

Passengers carried in 2014 – 132 931



\*Moscow during the summer

Source 1: Lithuanian Airports, 2015 Source 2: Riga International Airport, 2015





## Largest manufacturers

The biggest 8 companies employ 14% of all working age people.

#### **Mars Lietuva**

Manufacture of petfood

**EMP: 785** 

#### Liskandas

Manufacture of wooden houses

**EMP: 162** 

#### Litana ir Ko

Manufacture of metal constructions

**EMP: 669** 

#### **Mida LT**

Manufacture of polymer bitumen roofing products

**EMP: 104** 

#### Sakuona

Manufacture of wood products

**EMP: 616** 

#### **Agrovet**

Meat processing company

**EMP: 81** 

#### **Neo Group**

Manufacture of PET granules

**EMP: 167** 

#### **Dolena**

Manufacture of wooden houses

**EMP: 75** 

Source: Rekvizitai.lt, 2015

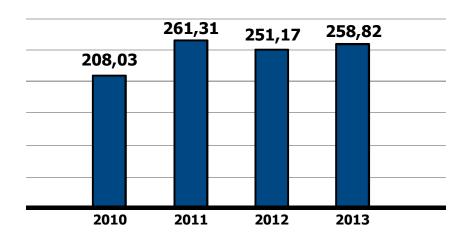




## Foreign Direct Investment (FDI)

- **258,82 m EUR** of FDI
- 24.4% FDI growth in three years

FDI in Klaipėda district municipality (mln EUR)



Source: Statistics Lithuania, 2013

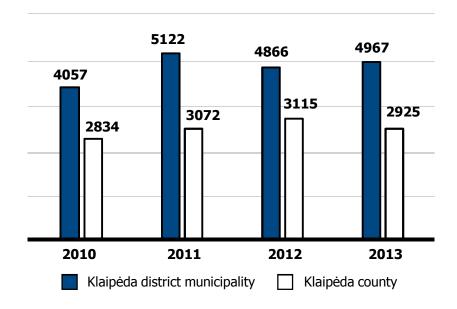




## Municipality with the highest FDI per capita in the county

- 27% of all FDI in Klaipėda county is in Klaipėda district municipality
- FDI per capita **4967 EUR** (2013)
- 4<sup>th</sup> biggest muncipality in terms of FDI per capita in Lithuania

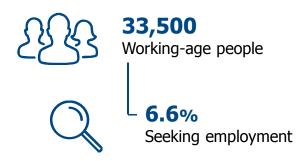
FDI per capita – Klaipėda district municipality in comparison to Klaipėda county as a whole (EUR)



Source: Statistics Lithuania, 2013



## Skilled workforce and attractive labour cost





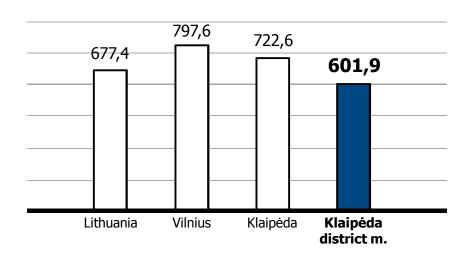




## Attractive labour cost

Klaipėda district municipality has excellent growth potential thanks to its skilled talent pool and competitive labour costs

Monthly average gross salary (EUR)



Source: Statistics Lithuania, 2014



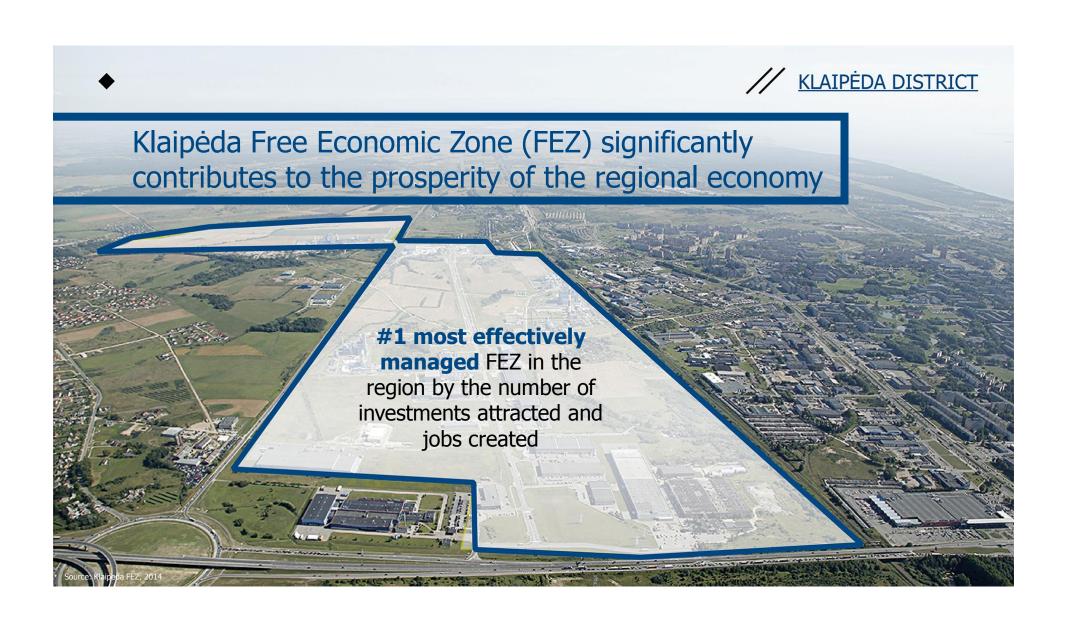


## Qualification and competences. Education in Klaipėda city



- 2 universities, 5 colleges and 9 vocational schools
- Education is focused on maritime, mechanical engineering, logistics, food technology and international business education
- 12 000+ students currently studying
- 2000+ studies engineering, manufacturing and construction programs

Source: Statistics Lithuania, 2014-2015



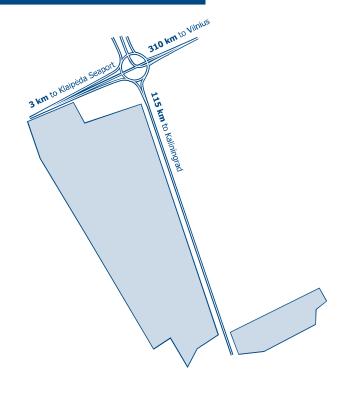




## Klaipėda Free Economic Zone (FEZ) significantly contributes to the prosperity of the regional economy

#### The main facts about the Klaipėda FEZ

Officially opened:	2002
Total area:	412 ha
Area fully prepared for business activities:	260 ha
Fully functioning companies:	19
Under construction companies:	9
Investments:	522 m EUR
Total annual turnover of Klaipeda FEZ investors:	893 m EUR
Total annual export of Klaipeda FEZ investors:	726 m EUR



Source: Klaipeda FEZ, 2014



## Business friendly environment

- Ease of starting Business / World ranking 11th [1]
- Ease of doing business / World ranking 24th [1]
- ◆ Time for 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 4<sup>th</sup> lowest corporate tax in EU <sup>[2,4]</sup>
- Real Estate tax 0-1% [5]
- ◆ Land lease tax for commercial areas 0-1.5% [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: Klaipėda District Municipality, 2015



## A place to visit, enjoy, discover and invest in



Klaipeda district boasts a unique ethnic background and **rich cultural heritage**; standing at the crossroads between the historical Lithuanian Major and Lithuania Minor, the region is also home to the distinctive Samogitian (or Lowland) culture.



The area is also abundant in **tourist attractions**: Drevernos small craft harbor, kite surfing centre in Svencelė, golf courses, Seaside Regional Park, Dinosaur Park, Klaipeda Zoo minizoo center, Minija ichtiological Reserve, as well as an abundance of historical man made mounds.



Washed over by the calm waters of the Baltic Sea and the Curonian Lagoon, as well as the gentle ripple of its many beautiful rivers and lakes, Klaipeda district is justly renowned as "the edge of the four waters".



### **Testimonials**

Mars Lietuva is one of the twenty biggest export companies in Lithuania. It exports over 99% of its production made in Lithuania. Currently it ships products to 32 European countries with the United Kingdom being a top destination. For its production Mars Lietuva chose Klaipėda district as it has a perfect geographical location and strong ability to handle high volumes of export. During one year the factory located in Gargždai produces over 70 thousand tons of pet food which is exported to other European countries. The biggest part of the production is being transported by ships via Kaipėda seaport.

<b>Mars Lietuva</b>	Aušra Žemaitienė
Headcount:	752
Est.:	1993





### **Testimonials**

Located near the port of Klaipėda, we are one of the biggest manufacturers of polyethylene terephthalate (PET) granules in Europe. We produce over 300 thousand tons a year, almost 12 per cent of all European production, and we have recently moved into the field of the chemical recycling of industrial PET waste into Aromatic Polyester Polyols. None of this would have been possible without our dedicated and skilled team of experienced professionals. What's more, Klaipėda district provides us with the perfect logistical links to optimize raw material sourcing and to distribute our products to customers all over the world.

Neogroup	Paulius Ambrazaitis
Headcount:	167
Est.:	2003

# neogroup



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