





BULGARIA – economy data

- Political and business stability& low country risk
- Member of most prestigious political organizations

WTO member since 1996

NATO member since 2004

European Union member since 2007

Currency board

Bulgarian Lev has been pegged to the Euro since the adoption of the currency in 2002

Currency board backed by IMF

Low budget deficit and government debt

Low cost of doing business



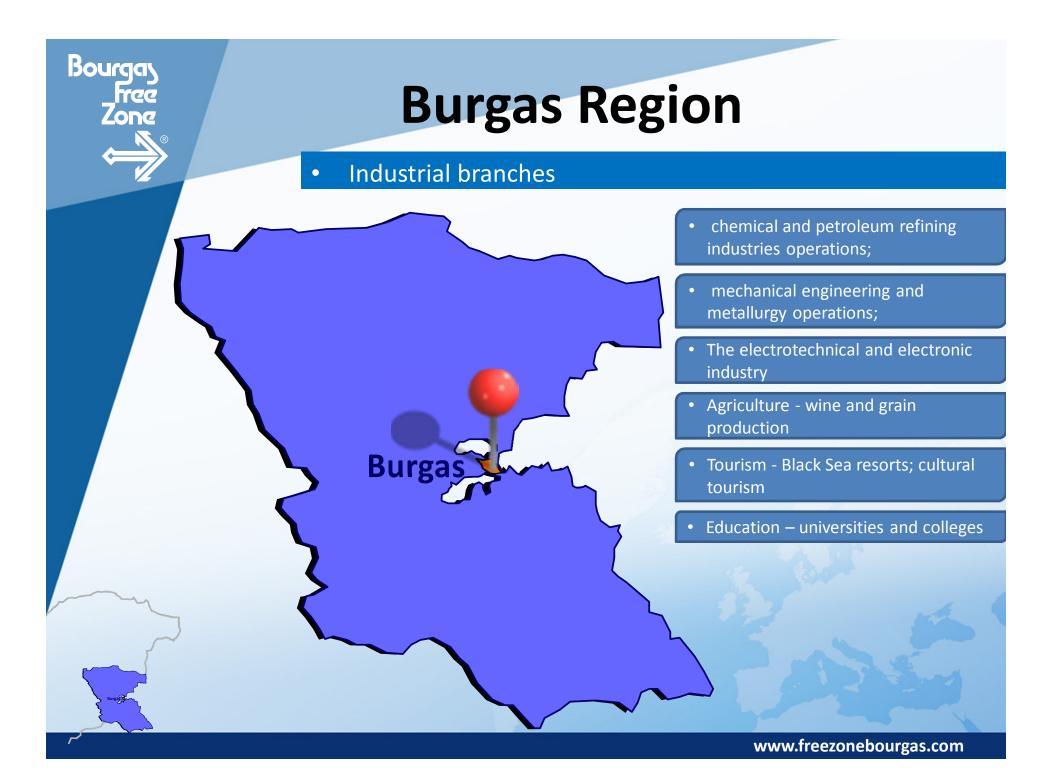
10% corporate tax rate

Personal income tax – 10% flat rate

VAT 20%

Lowest cost of labor within EU

According to Bulgarian legislation no minimum cash amount is required from client's company





Burgas

City of Burgas situated on the coast of Burgas gulf on the Black Sea







Transport Infrastructure



Port of Burgas



Burgas Airport



Railway network



Road network



Transport Corridors





Port of Burgas

The Port operates 28 vessel's berths





PORT Burgas is the largest port in the country



Burgas Airport

Second Bulgarian airport by size and importance

Best atmospheric conditions all the year round

Area – 2 540 000 sq.m.

Services heaviest aircrafts – 3200 m runaway



- 133 International & 9 Bulgarian companies
- 130 destinations to 58 countries





Railway Network

Huge number of industrial and passenger railway lines



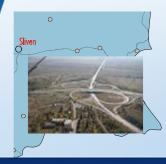




Road Network

Through the city of Burgas are passing main roads from the national and international road systems – transport corridors with international importance and 1st class national roads – E 773 east-west; E87 north-south

- In 2012 the construction of highway connecting Burgas Plovdiv and Sofia is expected to be completed.
- A highway in project named Black Sea will connect Burgas with Varna.





Transport Corridors

- International transit transport corridor TRACECA is passing through Burgas, connecting Europe to the Near and Middle East;
- Burgas is one of the main logistics points of the European transport corridor № VIII Barry Vlora Tirana Skopje Gyueshevo Sofia Plovdiv Burgas Varna.









BOURGAS FREE ZONE is the only free zone along the Bulgarian Black Sea coast – on the Eastern border of the European Union, a natural gate towards the markets of the Balkan Peninsular, the Black Sea area, Eastern and Central Europe.

BOURGAS FREE ZONE was found with a Government Decree in 1989. It is a joint stock company with 44 shareholders – Port Burgas, Burgas Municipality, several banks and insurance companies; main shareholder being the Bulgarian Ministry of Finance which proves to be a guarantee for a successful performance of our contracts.

MANAGEMENT - Headquarter of the company are situated in Burgas. The Zone is managed by 7 trustee Board of Directors and appointed by the Board Executive Director: Mr. Vassiliy Skripka.



General Information

The total bonded storage area 160 000 sq.m

14 000 sq.m. warehouse and production areas

140 000 sq.m. open areas



Logistic Terminal Burgas Free Zone

Open areas

Modern warehouses

Production areas

Administrative buildings

Customs office

Complete infrastructure

24/7 security



Intermodal terminal

Bourgas Free Zone offers intermodal opportunities: activities type "FV- freight village" – focal point for cross-docking of different types of transport units - sea containers, railway wagons, trucks, air cargo units

THE TERRITORIES of Burgas Free Zone lie between the main communication and transport points of Burgas Region

Distance between Bourgas Free Zone's terminal and container berths - 5 km.Regular ro-ro & ferry boat lines to and from Russia, Georgia and Ukraine Marine transportation to all other destinations via Port of Bourgas

Direct access to the national and international road and railway networks

Distance between the Zone and Burgas Airport - 15 km





Main Activities



• Storage and keeping of goods intended for export, import and transit operations;



• Loading/unloading operations



• Processing of goods - sorting, packing, labeling, marking and assembling



• Bank guarantees; insurance and other financial operations



• **Stock reports** - daily information about quantity, movement, etc. served by modern software



• Administrative, customs agency and logistic services; certificate issue procedures



Advantages DUTY AND VAT FREE NO RESTRICTION **CONTRACTS FOR PERIOD OF STORAGE CHANGE OF** QUALIFIED GOODS' STAFF **PROPERTY BFZ** NO VAT FOR **SERVICES IN TECHNICAL** THE ZONE **PARK FOR NON EU CARGOES** IMPORT/ **VAT UPON IMPORT TO RE-EXPORT EU DUE BY** OF GOODS **FINAL** IN PARTS OR CONSIGNEE LOTS



Easy access to markets





Automobiles

- Many years of successful co-operation between our company and world famous automobile companies such as Hyundai Corporation, KIA and Daewoo Motor, LADA.
- •Automobiles delivered to Bourgas Free Zone by marine transportation more than 25 000
- Successfully unloaded, transported, customs cleared and stored in our warehouse terminal without any customs delays, logistic problems and transport accidents awaiting here their final destination for import or re-export.
- Experience in the handling of automobiles.
- Open and covered storage areas for storage of vehicles and spare parts at competitive prices (suitable for more than 10 000 vehicles).
- Possibilities for additional technical service and handling of automobiles, including special area for pre-sale preparation of automobiles.
- Customs agency & forwarding full package of services incl. all customs formalities for import and re-export, sales, commissionery, forwarding to final destinations as per Client's instructions.
- Intermodal transport: railway, road, air and sea regular ferryboat and ro-ro lines towards Russia, Ukraine, Georgia, etc.
- Software product specially programmed for stock reports reflecting the current status of each shipment by model, colour and technical characteristics, all operations and accompanying documentation.





















BULK CARGOES



The long years of experience in handling of bulk cargoes reflected in specific know-how for the different procedures – loading/unloading operation; packaging in big bags, storage on open/covered areas, etc. Main bulk we have operated:

- Metal concentrates and ores
- Fertilizers; Chemicals
- Grains

Our long term clients throughout the years have been Trafigura Beheer B.V., Glencore International AG (Switzerland), a lot of Bulgarian exporters, etc. Available areas for bulk cargoes – open of 60 000 sq.m.



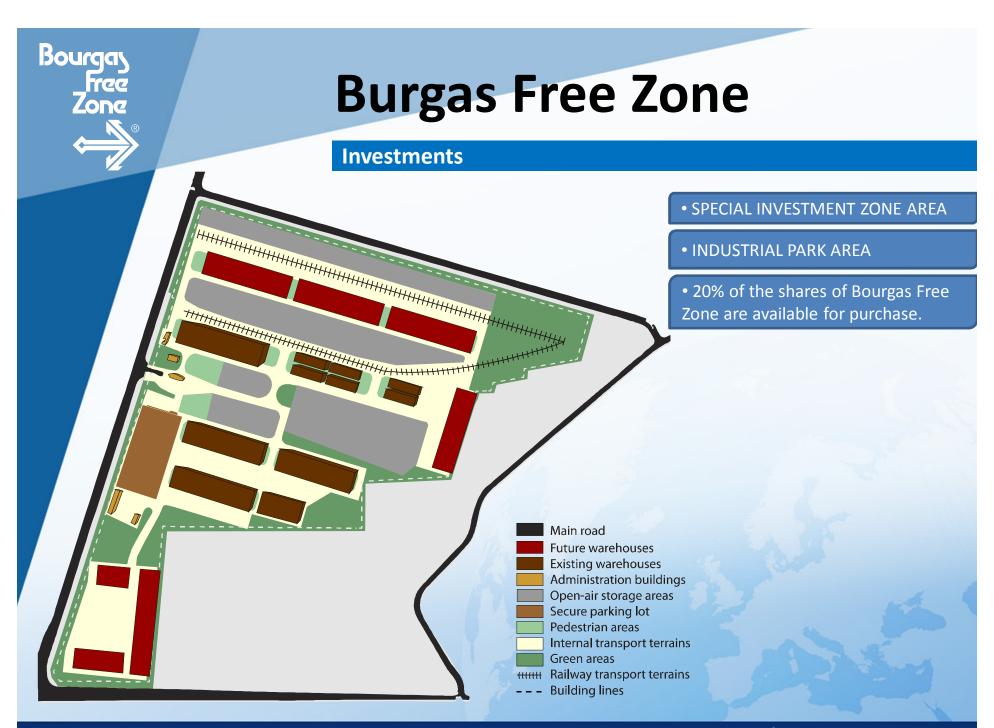
CONTAINERS



Handling of up to 100 units per day from truck/wagon onto ground

*container depot: several years Bourgas Free Zone has been depot for empty containers of MSC; depot of modified containers of the multinational company SMS

*loading/unloading operations – in and out handling of goods from/to container





Thank you for your attention!



Questions