

# Tax stabilization certificates

## MINERALS, HEAVY INDUSTRY OR INFRASTRUCTURE DEVELOPMENT SECTOR

| Investment Value<br>(MNT in billions) | Stabilization Timeframe (years) |                   |                   |                   |                   | Invest the<br>Amount in the<br>1 <sup>st</sup> column within<br>(years) |
|---------------------------------------|---------------------------------|-------------------|-------------------|-------------------|-------------------|---|
|                                       | Ulaan-<br>baatar                | Central<br>Region | Midwest<br>Region | Eastern<br>Region | Western<br>Region |   |
| 30-100                                | 5                               | 6                 | 6                 | 7                 | 8                 | 2   |
| 100-300                               | 8                               | 9                 | 9                 | 10                | 11                | 3   |
| 300-500                               | 10                              | 11                | 11                | 12                | 13                | 4   |
| 500 and more                          | 15                              | 16                | 16                | 17                | 18                | 5   |

## OTHER SECTORS

| Ulaan-<br>baatar | Investment Value (MNT in billions) |                   |                   |                   | Stabili-<br>zation<br>Timeframe | Invest the<br>Amount with-<br>in (years) |
|------------------|------------------------------------|-------------------|-------------------|-------------------|---------------------------------|--|
|                  | Central<br>Region                  | Midwest<br>Region | Eastern<br>Region | Western<br>Region |                                 |  |
| 10-30            | 5-15                               | 4-12              | 3-10              | 2-8               | 5                               | 2  |
| 30-100           | 15-50                              | 12-40             | 10-30             | 8-25              | 8                               | 3  |
| 100-200          | 50-100                             | 40-80             | 30-60             | 25-50             | 10                              | 4  |
| 200 and<br>more  | 100 and<br>more                    | 80 and<br>more    | 60 and<br>more    | 50 and<br>more    | 15                              | 5  |

Stabilization certificates shall be 1.5 times longer for the following projects:

- to produce import substitute and export oriented products, which are significant to long term sustainable development of the socio-economic sector of Mongolia, to invest more than MNT 500 billion according to the Central Bank official rate as of the date of approval of the feasibility analysis and to require more than three years of construction works regardless of any location and sector.
- the investor - legal entity meeting the criteria specified in the Article 16.1 of Investment Law deals with VAT inclusive processing industry and export its basic products.