

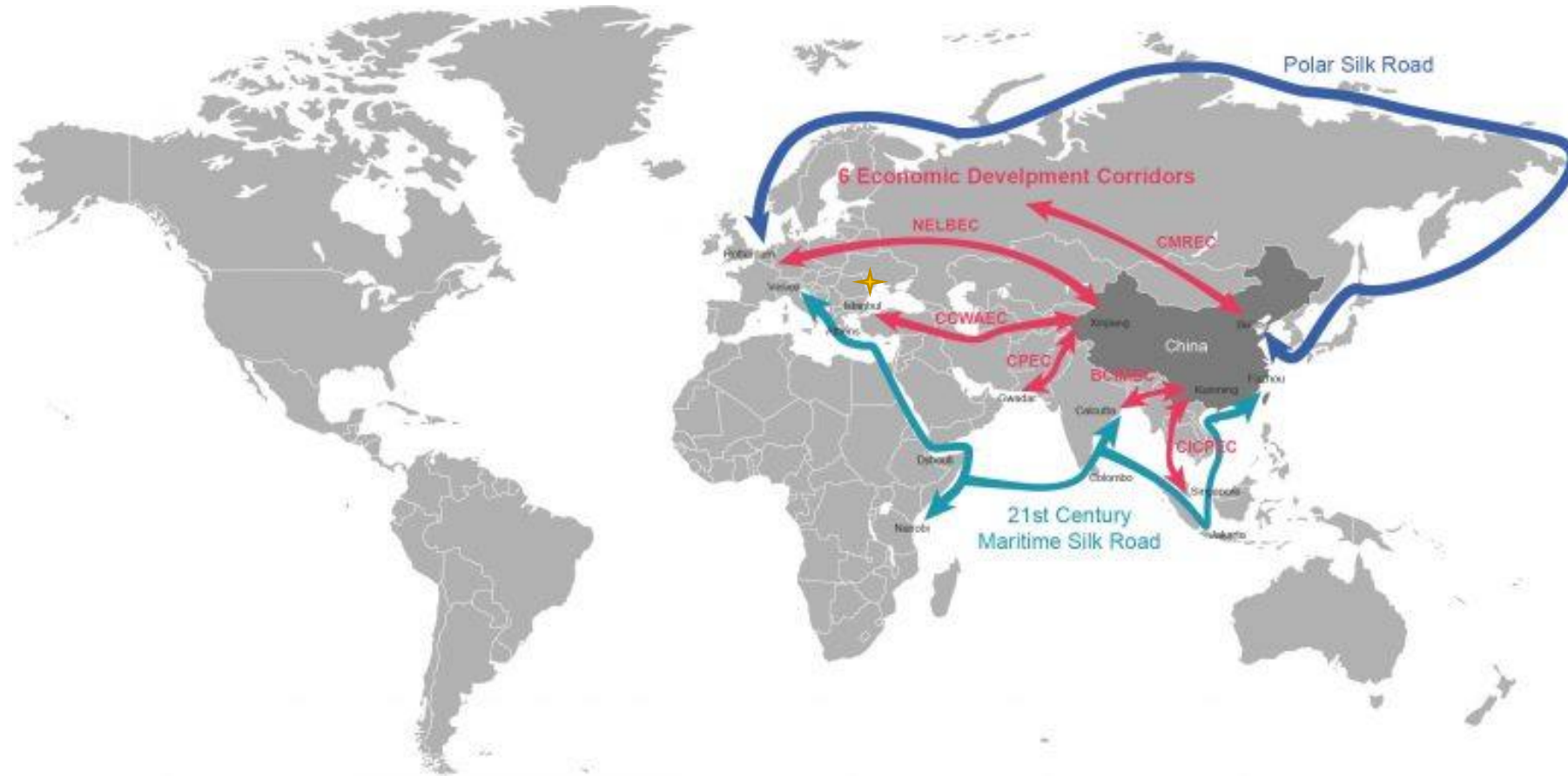
# JCC&SCCC New Silk Road Forum VI

28 September 2021

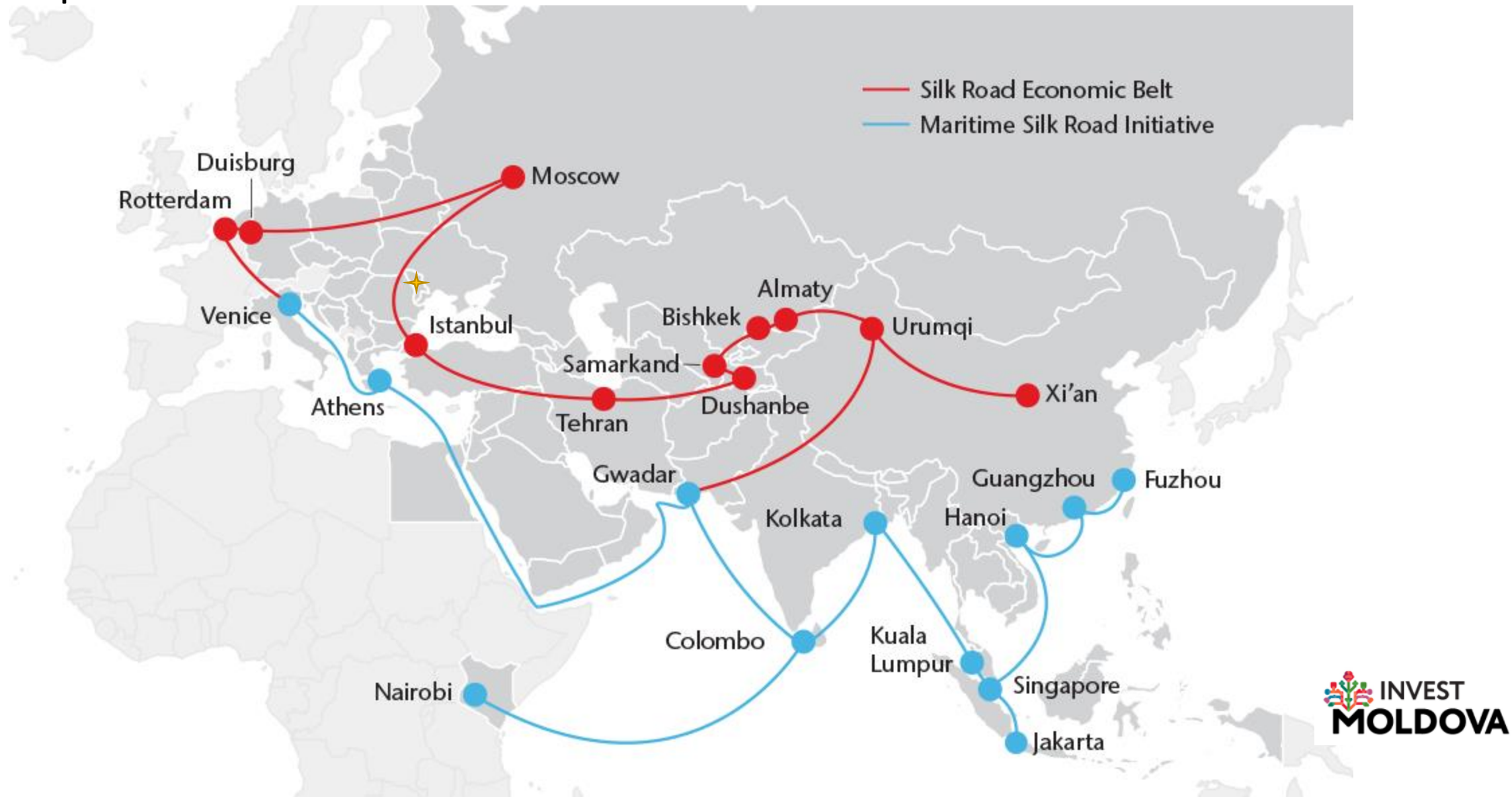
Extending Transport Interconnections

Republic of Moldova a link in the Eurasian corridors

# Republic of Moldova in the Belt and Road Initiative



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## Strategic position

A bridge between Europe and Asia  
Fast shipping and connectivity to EU and CIS countries



## Extensive Free Trade Arrangements

Functioning FTA agreements with **45 countries**, including:  
EU, UK, Turkey, CIS (*Armenia, Belarus, Ukraine, Russia, Uzbekistan, Kazakhstan, Kyrgyzstan*) GUAM (*Azerbaijan, Georgia*), CEFTA

### Advanced negotiations with EFTA Member States and China

These agreements are complemented by preferential market access conditions to Canada, Japan, Norway, Switzerland, US as established under the GSP schemes

**Contracting party to Pan Euro Med-Convention** which allows for diagonal cumulation of origin with EU, CEFTA and Turkey

**WTO Member since 2001**



## Operational Costs

Highly-skilled multilingual workforce  
Feasible utility costs  
Advantageous rental prices  
(2-4EUR/m<sup>3</sup> and 0.8EUR/m<sup>3</sup> in FEZs)



## Friendly Tax system

Corporate income tax - 12% (7% farmers, 6% FEZ, 3% Free Port)  
VAT - 20% (6% - natural gases, 8% - agri-food, pharma, 0% international transport)  
Social insurance contributions - 23%  
Unique 7% tax for Moldova IT Park



## Attractive investment Platforms

7 Free Economic Zones  
8 Industrial Parks  
16 Multifunctional Industrial Platforms  
Moldova IT Park



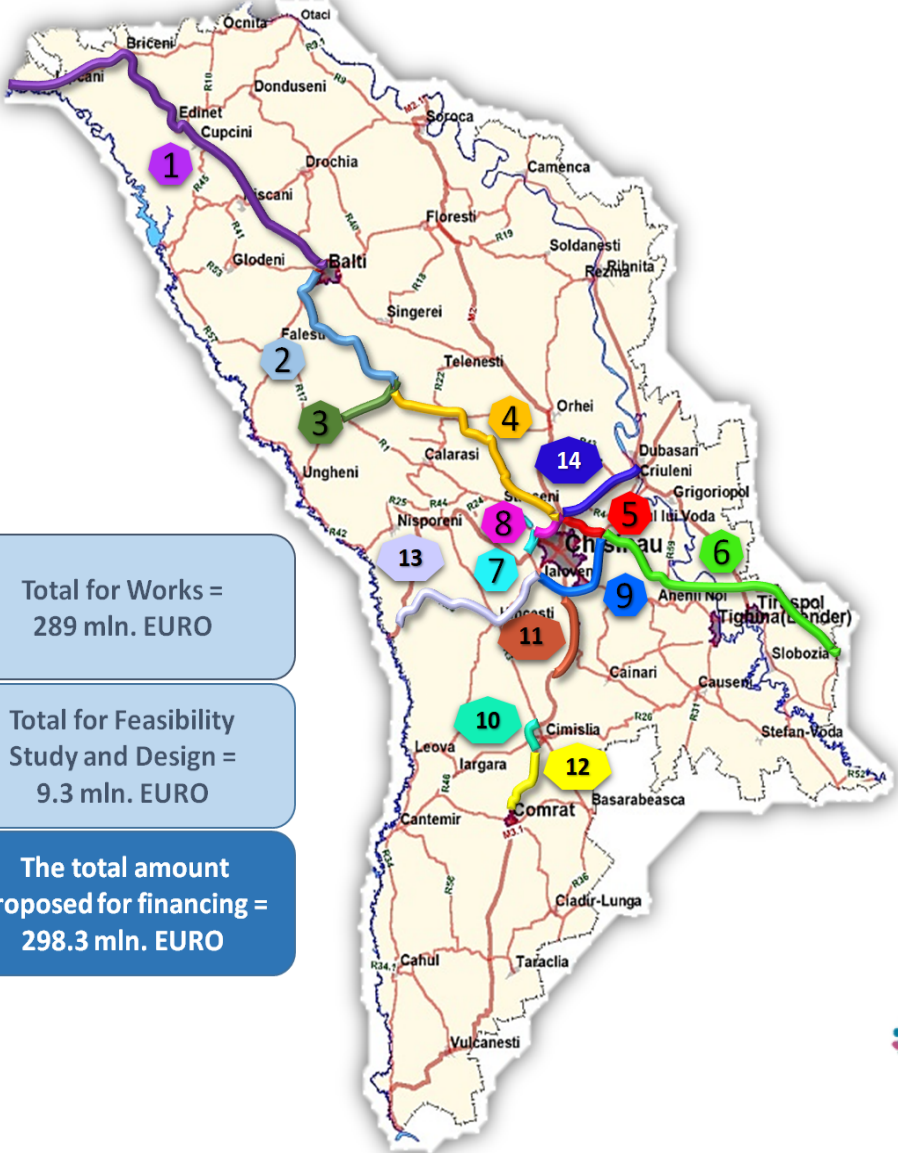
# Developing Road Transport Infrastructure

Road sections	Necessary activities
1. M5 Criva - Balti (rehabilitation and modernization)	Works Estimated cost - 129.0 mln. EURO
2. M5 Balti – Radeni (modernization)	Feasibility Study and Design Estimated cost - 1.2 mln. EURO
3. M5 Road to R1 Road (new construction)	Feasibility Study and Design Estimated cost – 0.5 mln. EURO
4. M5 Road, Radeni to Chisinau (modernization)	Feasibility Study and Design Estimated cost – 1.4 mln. EURO
5. M5 Road, Chisinau to Budesti (modernization of sec. no.4 of Chisinau Ring Road)	Feasibility Study and Design Estimated cost – 0.2 mln. EURO
6. M5 Road, Budesti to Ukrainian border (to Odessa)	Feasibility Study and Design Estimated cost – 2.2 mln. EURO
7. M2 Chisinau ring road, section 2 (modernization)	Works Estimated cost – 31.0 mln. EURO
8. M2 Chisinau ring road, section 3 (modernization)	Works Estimated cost – 19.5 mln. EURO
9. M2 Chisinau ring road, sections 5 and 6 (new construction)	Feasibility Study and Design Estimated cost – 1.0 mln. EURO
10. M3 Road, Cimislia bypass (new construction)	Works Estimated cost – 11.5 mln. EURO
11. M3 Road, Chisinau to Porumbrei (rehabilitation)	Feasibility Study and Design Estimated cost – 0.7 mln. EURO
12. M3 Road Cimislia to Comrat (rehabilitation)	F.S, Design and Works Estimated cost – 18.3 mln. EURO
13. M1 Road, Chisinau to Leuseni (modernization)	F.S, Design and Works Estimated cost – 81.2 mln. EURO
14. M1 Road, Chisinau to Dubasari (rehabilitation)	Feasibility Study and Design Estimated cost – 0.6 mln. EURO

Total for Works = 289 mln. EURO

Total for Feasibility Study and Design = 9.3 mln. EURO

The total amount proposed for financing = 298.3 mln. EURO



<b>1. M5 Criva - Balti (rehabilitation and modernization) km 0+000 – km 133+000</b>	
km 0+000 – km 133+000	Estimated cost - 129.0 mil. EURO
<b>2. M5 Balti - Radeni (modernization)</b>	
km 133+000 – km 189+000	no estimated cost
<b>3. M5 Road to R1 Road (new construction)</b>	
km 0+000-km 21+000	Estimated cost - 21.0 mil. EURO
<b>4. M5 Road, Radeni to Chisinau (modernization)</b>	
km 189+000 -km 258+000	no estimated cost
<b>5. M5 Road, Chisinau to Budesti (modern of sec. no.4 of Chisinau Ring Road)</b>	
km 24+900 – km 34+900	Estimated cost - 20.0 mil. EURO
<b>6. M5 Road, Budesti to Ukrainian border (to Odessa)</b>	
Aproximative 85 - 90 km	no estimated cost
<b>7. M2 Chisinau ring road, section 2 (modernization)</b>	
Km 6+550 – km 14+750	Estimated cost - 31.0 mil. EURO
<b>8. M2 Chisinau ring road, section 3 (modernization)</b>	
km 15+750 – km 24+900	Estimated cost - 19.5 mil. EURO
<b>9. M2 Chisinau ring road, sections 5 and 6 (new construction)</b>	
Aproximative 49 km	Estimated cost - 130.4 mil. EURO
<b>10. M3 Road, Cimislia bypass (new construction)</b>	
km 0+000 – km 7+200	Estimated cost - 11.5 mil. EURO
<b>11. M3 Road, Chisinau to Porumbrei (rehabilitation)</b>	
Aproximative 33 km	no estimated cost
<b>12. M3 Road Cimislia to Comrat (rehabilitation)</b>	
Aproximative 13 km	Estimated cost - 18.0 mil. EURO
<b>13. M1 Road, Chisinau to Leuseni (modernization)</b>	
0+000 – km 75+000	Estimated cost - 80.0 mil. EURO
<b>14. M1 Road, Chisinau to Dubasari (rehabilitation)</b>	
0+000 – km 44+000	no estimated cost

**Total lenght = 527 km**

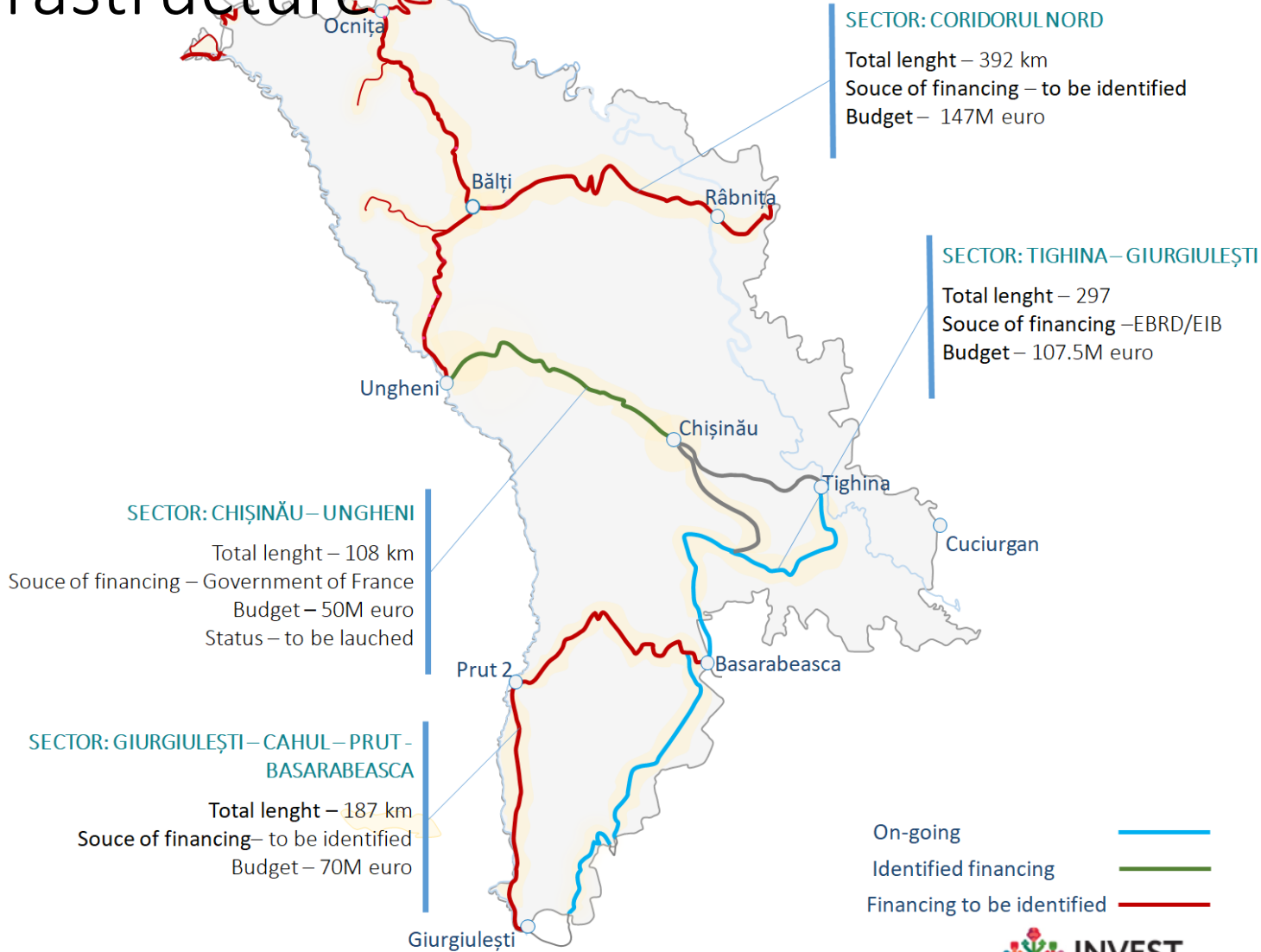
**Total Proposed for Works = 289 mln. EURO**

**Total Proposed for Feasibility Studies and Designs = 9.3 mln. EURO**

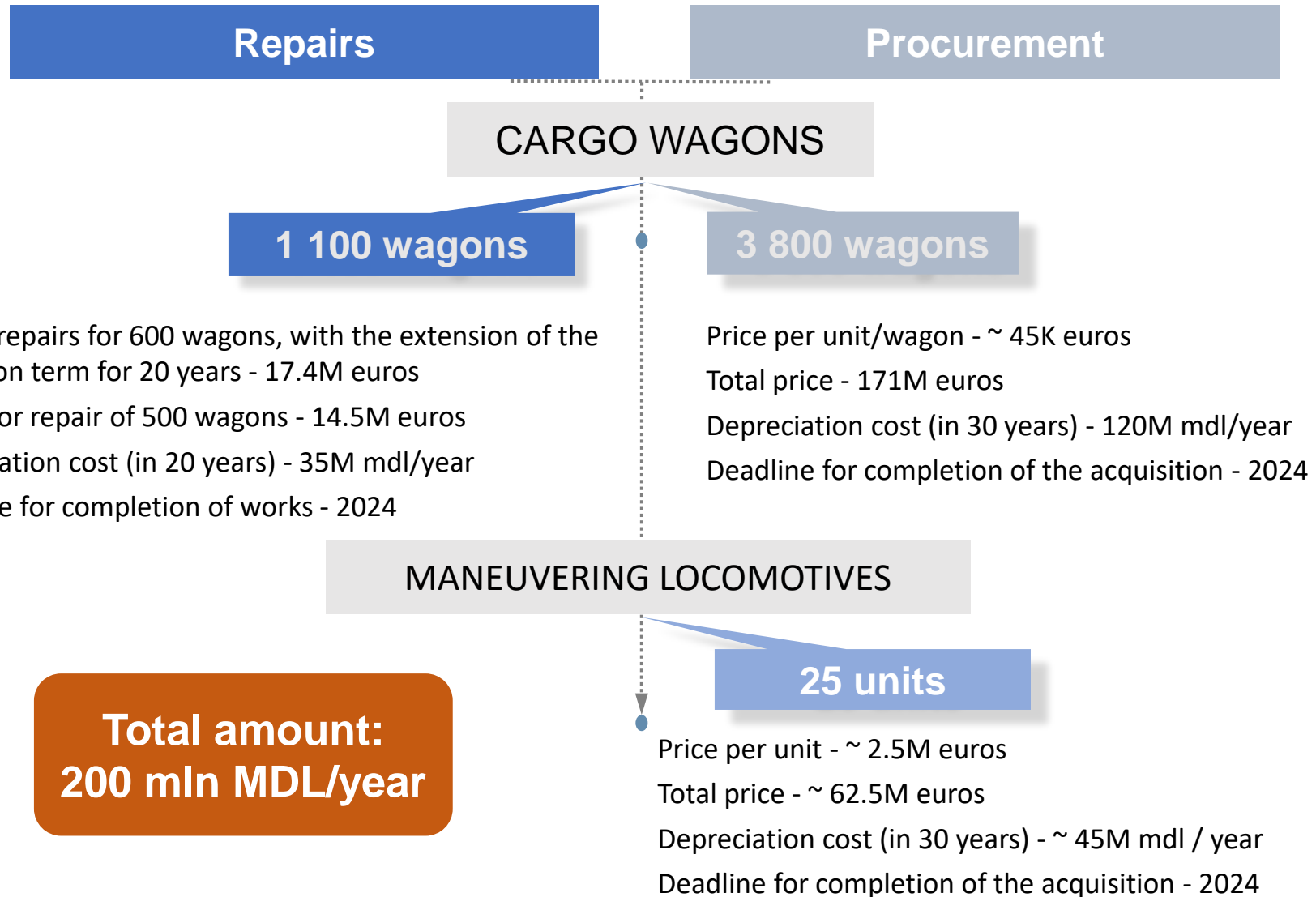
**The total amount that requires financing = 298.3 mln. EURO**

# Developing Railway Infrastructure

**Total amount:  
380 - 400M EURO**



# Investments in Rolling stock





# Digital Silk Road



## Advanced ICT infrastructure

6th for lowest fixed broadband costs

100% mobile penetration

98.2% Fiber Optic backbone network

4th place covered with Gigabit Internet

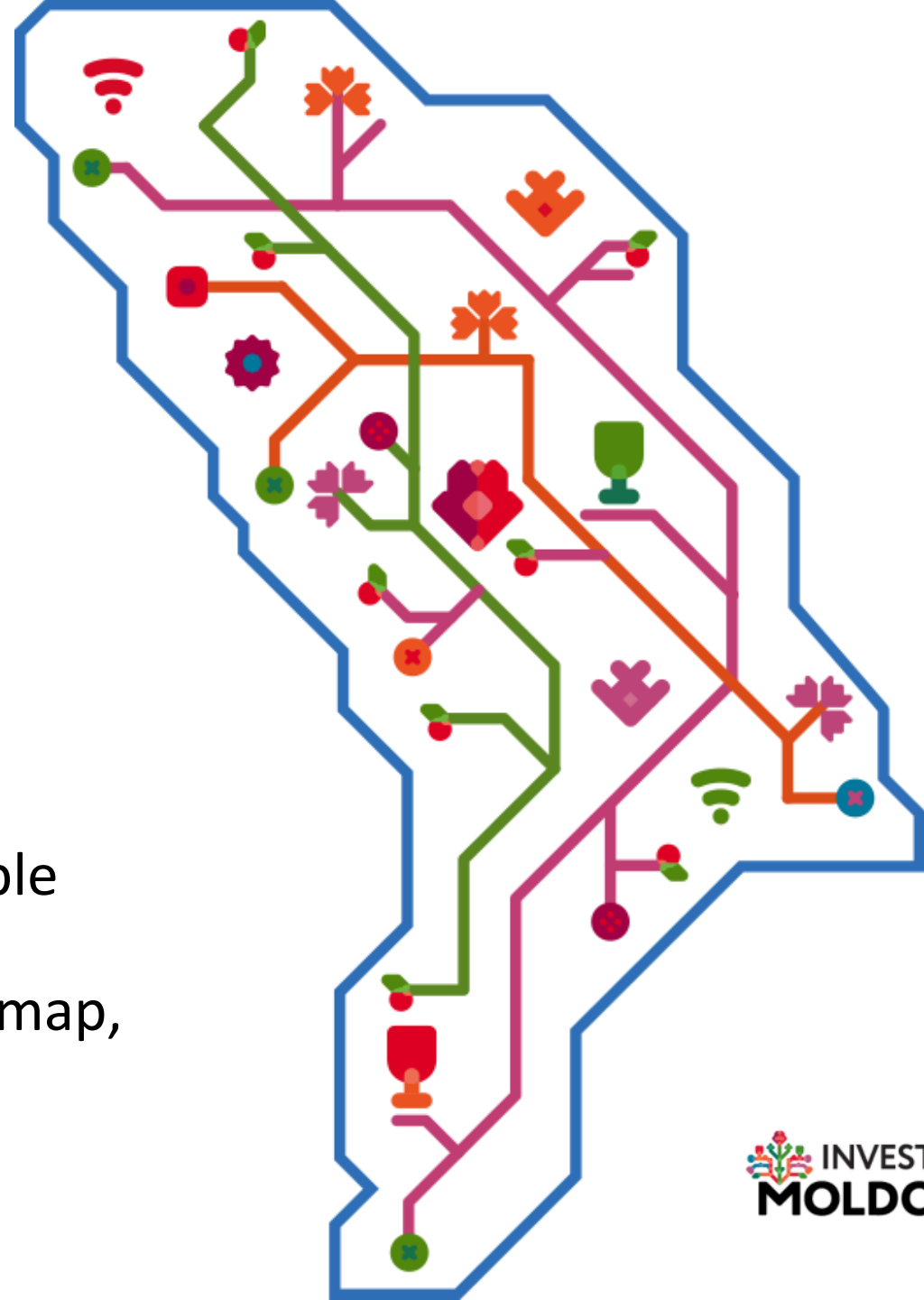
Fiscal and legal incentives

## Excellence in E-Government



One-Stop Shop - 131 documents available

E-public services: fiscal declaration, biometric passport, digital map, digital signature



# MOLDOVA IT PARK

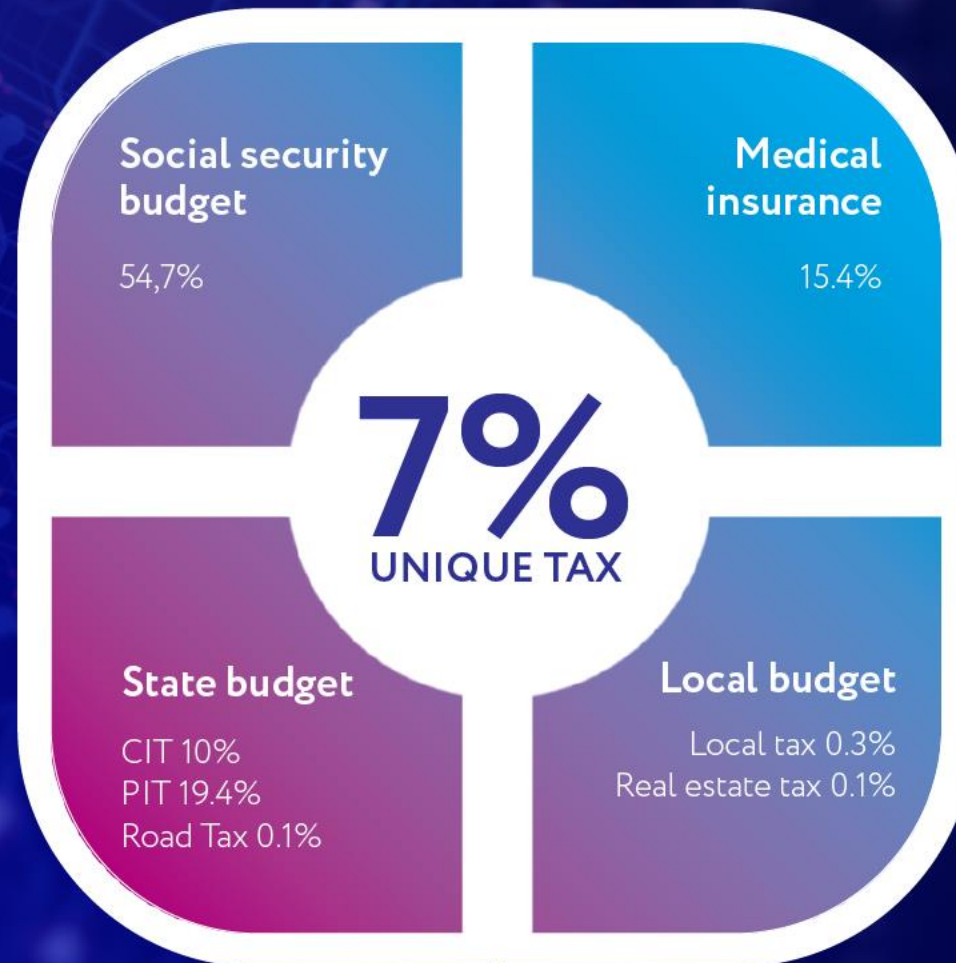
Flat tax system for the residents of the Moldova IT Park at 7% of the sales income, incorporating:

Social security  
(employee & employer)

PIT  
Personal Income Tax

CIT  
Corporate Income Tax

Road Tax



Medical insurance  
(employee & employer)

Local Tax

Real Estate Tax

# MOLDOVA IT PARK

[www.moldovaitpark.md](http://www.moldovaitpark.md)



**660**

residents  
in first 2,5 years of activity

**329**

of them - new created  
companies

Over

**145**

of them - foreign companies,  
originating from 34 countries

**11 400+**

employed IT professionals



**BEST ECOSYSTEM PRACTICE  
BY INTERNATIONAL TECHNOLOGY UNION**

(2019)



**INVEST  
MOLDOVA**

# FREE ECONOMIC ZONES

7 FEZ / 34 subzones



## INCENTIVES

**3 and 5**

years income tax exemption  
if investing 1 and 5 million USD

**0**

VAT + excise duties

**10**

years state warranty in case  
of change of legislation

**6%**

corporate income tax  
instead of 12%



Thank You

Tatiana Molcean

[Geneva@mfa.gov.md](mailto:Geneva@mfa.gov.md)  
[invest.gov.md](http://invest.gov.md)

