

POSSIBILITIES FOR IT COMPANIES IN RĒZEKNE SEZ

RIGHT PLACE FOR YOUR BUSINESS

Rēzekne Special Economic Zone

www.rsez.lv

RIGHT PLACE, RIGHT PEOPLE FOR YOUR BUSINESS



LOCATIONAL ADVANTAGE

Direct access to international markets with more than **500 million** consumers in the European Union (EU) and **270 million** consumers in Russia and CIS countries



PROFILE OF REZEKNE CITY AND REZEKNE MUNICIPALITY

REZEKNE CITY

7th largest city in Latvia

REZEKNE MUNICIPALITY

largest municipality in Latvia

POPULATION

Rēzekne City: **27 820 (in 2019)**

Rēzekne Municipality: **24 687 (in 2019)**

Surrounding municipalities: almost **90 000**

Latgale region: **330 000 (in 2019)**

INTERNET PROVIDERS **AND SPEED**



INTERNET OPTIONS

- Several internet providers (TET, Microlines, Baltcom, Bite, LMT, Tele2)
- Optical internet network
- Internet Speed up to 1000 Mbit / s

COSTS AND RECOURCES



COMPETITIVE COSTS

Average salary in private sector enterprises with the number of employees ≥ 50

Latvia - 1 207 EUR

Riga - 1 300 EUR

Rezekne City - 773 EUR

Rezekne Municipality - 919 EUR

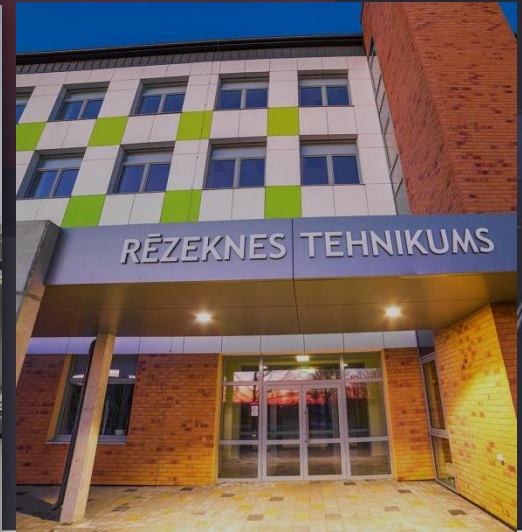
QUALITY OF LABOUR

95 % being able to speak at least one more language other than mother tongue

54 % being able to speak at least two more languages other than mother tongue

One of the highest university enrolment rate in the world (67%, gross enrolment rate)

YOUNG PROFESSIONALS



REZEKNE ACADEMY OF TECHNOLOGIES

Bachelor, master and doctoral study programs - **55** curriculas, **1700** students
36% of full time students study in engineering faculty
Modern study laboratories in areas of laser technologies and mechatronics

REZEKNE TECHNICAL SCHOOL

Vocational education
18 curriculas including IT systems, programming, energy industry and electrical engineering and others
Around **990** students

HUMAN RESOURCES



STUDENTS

Programmers - 42
Programming technician - 79
Programming engineer - 82
E-commerce specialist - 49
Computer system specialist - 19
Computer systems technician - 110

STATE EMPLOYMENT AGENCY

40 jobseekers in Rezekne region in field of information technology:

- Programmers
- Technicians
- Specialists

(State Employment Agency data of 30 th August, 2020)

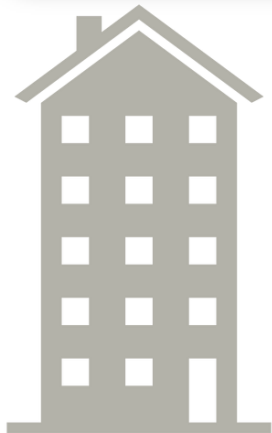
REAL ESTATE FOR RENT



OFFICES FOR RENT

- Total available office space in private sector up to 2000 m² from private owners
- Renovated and half renovated office space with all necessary communications
- Site selection and visits upon request

ACCOMMODATION



HOTELS AND APARTAMENTS

Long and short term accommodation possibilities:

- Hotels (3 hotels)
- Apartments (several apartments for long and short time rent)
- Service Hotel (for up to 30 workers)
- Projects for new apartment spaces

INVESTOR SUPPORT INSTITUTIONS



REZEKNE SPECIAL ECONOMIC ZONE AUTHORITY

<http://rsez.lv/index.php/en/>

OTHER SUPPORT

Financial institution «ALTUM»

<https://www.altum.lv/en/>

LIAA Innovation Voucher

<https://startuplatvia.eu/innovation-voucher>

State Employment Agency

<https://www.nva.gov.lv/en>

SIX REASONS TO CHOOSE **REZEKNE SEZ**



LOCATION

Location in the crossroads of international transport corridors with direct access to international markets

COSTS & RESOURCES

Competitive operating costs and availability of resources

HUMAN RESOURCES

Skilled and well-educated labour force

TAX INCENTIVES

Tax incentives available in Rēzekne SEZ and other state aid measures

OWNERSHIP OF LAND

Possibility to acquire land in ownership in the territory of Rēzekne SEZ

RĒZEKNE SEZ AUTHORITY SERVICES

Tailor-made and aftercare services of Rēzekne SEZ Authority for zone enterprises

REZEKNE SPECIAL ECONOMIC ZONE



REZEKNE SEZ AUTHORITY

Term of operation **till 2035**

Total area **1155 ha**:

- existing industrial facilities
- areas equipped with technical infrastructure

SERVICES

- Consultations on state and regional business incentives
- Site selection and visits
- Connection to regional service providers
- Information on the business environment and incentives in Rezekne SEZ

SUPPORT FOR INVESTORS INCENTIVES

100%

Real estate tax relief
up to 100%

80%

Corporate income
tax relief of 80%

55%

Return of investment costs
in tax incentives up to 55%

LIA

TAXATION IN LATVIA:

Corporate Income Tax applicable on
dividends **20%**

Immovable Property Tax **1.5%**

TAXATION IN REZEKNE SEZ:

Corporate Income Tax applicable on
dividends **4%***

Immovable Property Tax **0.3-0%****

Since 2018 corporate income tax for reinvested profit in Latvia is 0%

SUPPORT FOR INVESTORS PROCEDURE



**Submission of
application**

**Re-registration
of the enterprise**

**Granting of
permit to apply
direct tax relief**

**Investments in
the territory of
Rezekne SEZ**

FOLLOWING INVESTMENTS QUALIFY AS ELIGIBLE COSTS, WHICH REZEKNE SEZ COMPANIES MAY RETURN IN FORM OF TAX INCENTIVES:

- Long-term material assets (buildings, structures and machinery)
- Non-material assets (cost of acquisition of patents and acquiring of new technologies)
- Estimated salary costs for a period of two years

REZEKNE SEZ **AWARDS** AND EXAMPLES OF EXCELLENCE



PROFILE

20 companies (2020)

990 workers (2019)

109 million EUR overall
turnover (2019)

EXAMPLES OF EXCELLENCE

“VEREMS”- plywood mill “VEREMS” produces
unique large format birch plywood

“LEAX Rēzekne”- produces spare parts for
automotive, mining and machine building industries

“NewFuels”- one of the largest producer of industrial
wood pellets in the Baltic States

POWERFUL LATGALIAN IDENTITY



REZEKNE CITY AND MUNICIPALITY – HEART OF LATGALIAN CULTURE

Longstanding traditions of craftsmanship, pottery, woodcarving, strong faith and diligence – these are the traditional values of our region

First acoustic concert hall in Latvia – the **Embassy of Latgale “GORS”**, which is considered the best by many world-known musicians

Centre of creative services “Zeimuļs” for children and youth activities with unique architecture

Lūznava Manor – Art Nouveau gem of Latgale region

QUALITY OF LIFE



NATURE'S TREASURES

The largest lake in Latvia – **Lake Lubāns** (82,1 km²) and the second largest – **Lake Rāzna** (57,6 km²) often referred to as the Sea of Latgola

PLACES TO VISIT

Water Tourism Centre «Bāka» in Lake Lubāns wetland

Lake Rāzna and the third highest hill of Latvia **Lielais Liepukalns** (289 m above sea level)

THANK YOU FOR ATTENTION!



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