



# Investment Potential of Kabardino-Balkarian Republic

Май 2017 года  
May, 2017

# Main characteristic information about Kabardino-Balkarian Republic

## Nalchik, Kabardino-Balkarian Republic

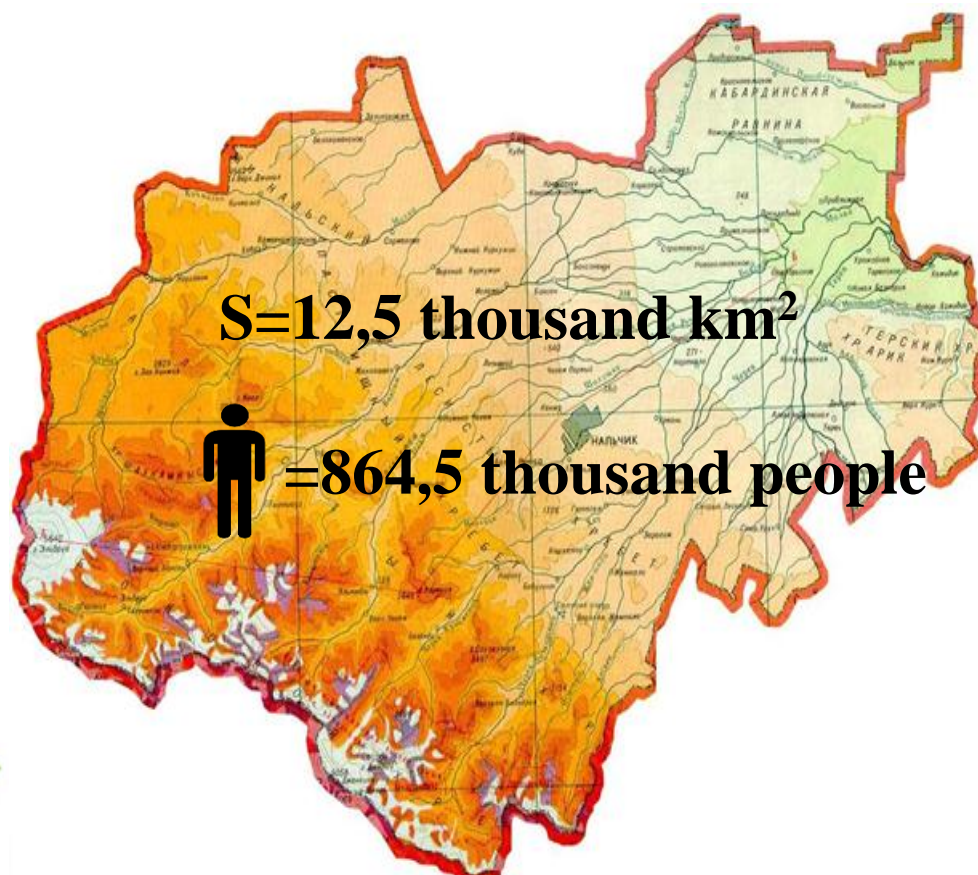
Vladikavkaz  
Cherkessk  
Magas  
Makhachkala  
Stavropol  
Grozny

Kabardino-Balkarian Republic is one of the 85 constituent entities of Russian Federation, located on the northern slopes of the central part of the Main Caucasian Range with its adjoining plain and covers an area of 12.5 thousand square kilometers. The population of the republic is 864.5 thousand people.

Convenient geographical position in the center of the North Caucasus, at the intersections of the main transport highways of the south of Russia is used by all subjects of economic activity. Kabardino-Balkarian Republic is an integral part of the North Caucasian Federal District of Russian Federation. The republic borders Georgia, Karachay-Cherkess Republic, Stavropol Territory and Republic of North Ossetia Alania



# Main characteristic information about Kabardino-Balkarian Republic



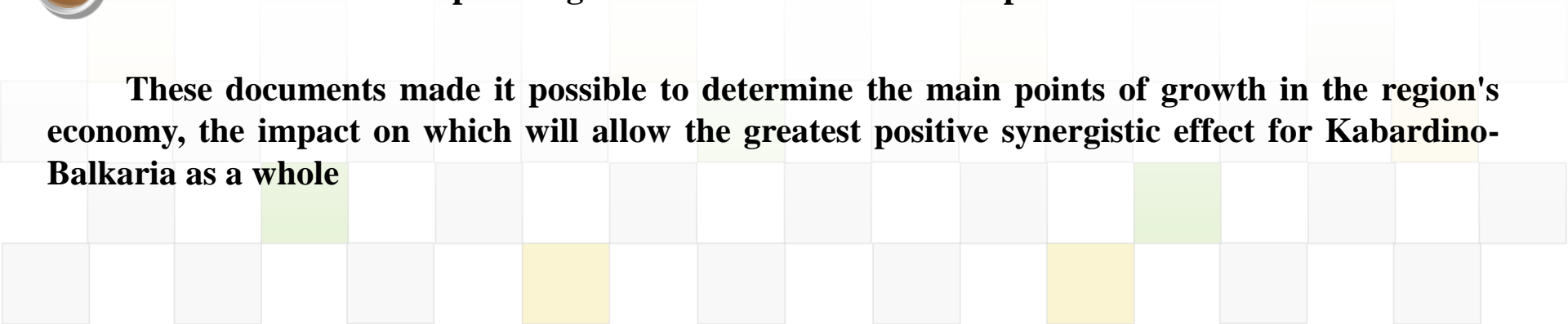


# Main strategic documents of Kabardino-Balkarian Republic



-  **Strategy of social and economic development of the North Caucasus Federal District until 2025**
-  **State Program of Russian Federation «Development of the North Caucasus Federal District» for the period until 2025**
-  **Strategy for the development of Kabardino-Balkarian Republic until 2034**
-  **State Program of Kabardino-Balkarian Republic «Economic Development and Innovation Economy» for 2014-2020**
-  **Scheme of territorial planning of Kabardino-Balkarian Republic**

**These documents made it possible to determine the main points of growth in the region's economy, the impact on which will allow the greatest positive synergistic effect for Kabardino-Balkaria as a whole**

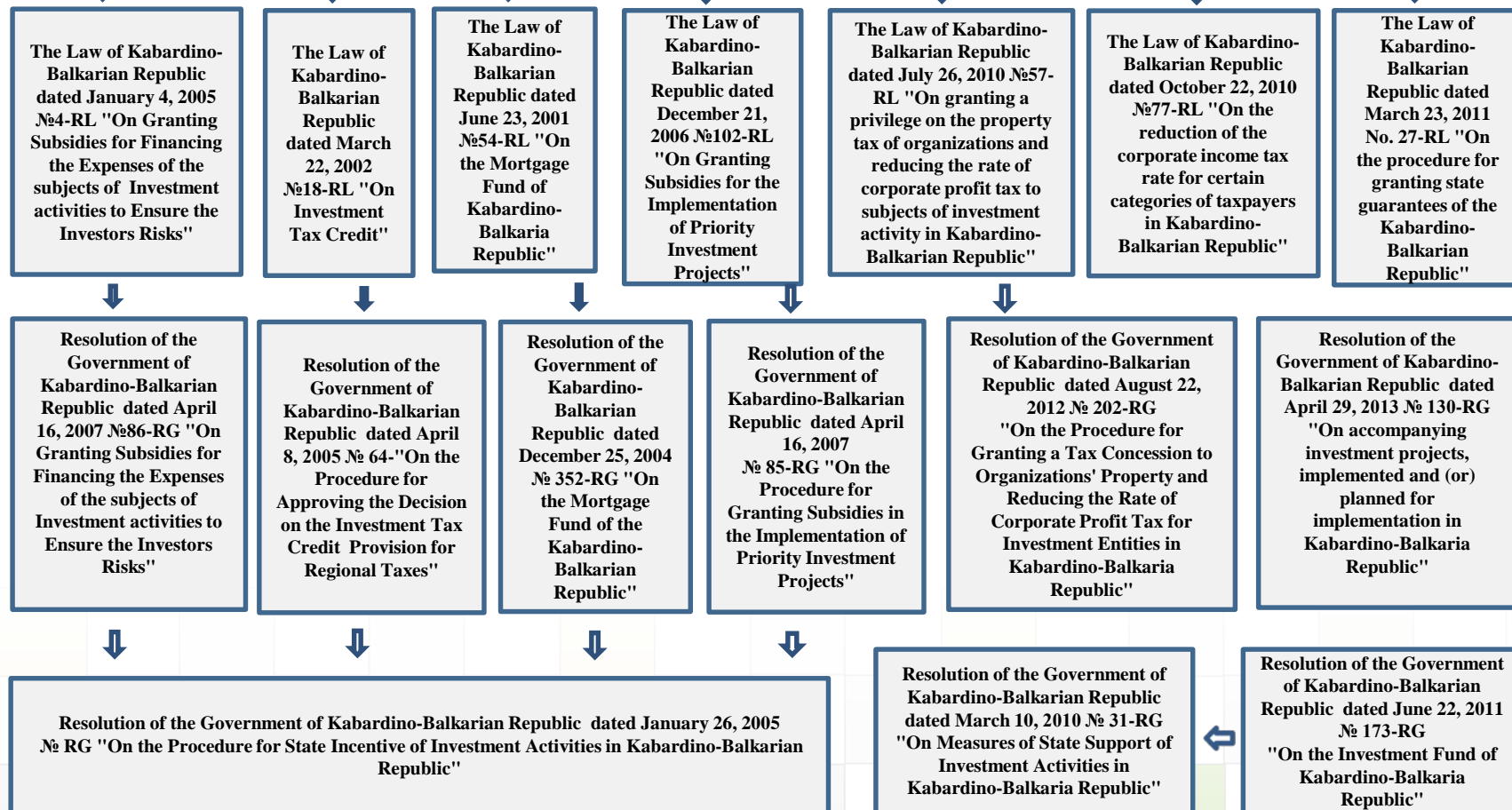




# The regulatory and legal base forming the Investment climate of Kabardino-Balkarian Republic



## The Law of Kabardino-Balkarian Republic dated April 16, 2001 № 23-RL «On investment activity in Kabardino-Balkaria Republic»





# **Measures of State support of Investment activity in the territory of Kabardino-Balkarian Republic**



**The main document regulating investment activity in the republic is the Law of Kabardino-Balkarian Republic №23-RL dated April 16, 2001 "On Investment Activities in Kabardino-Balkaria Republic", providing state support measures for the investment projects implementation, namely:**

**Provision of state guarantees of Kabardino-Balkarian Republic;**

**Tax benefits for regional taxes;**

**Provision of budgetary credits;**

**Provision of security in the form of a pledge of property in state ownership of the republic, from the Mortgage Fund of Kabardino-Balkarian Republic;**

**Provision of subventions from the republican budget of Kabardino-Balkarian Republic;**

**Granting investment tax credits for regional taxes;**

**Granting from the republican budget of Kabardino-Balkaria Republic of subsidies for reimbursement of a part of the costs of paying interest on loans received by investment activity subjects in credit institutions;**

**Granting from the republican budget of Kabardino-Balkarian Republic subsidies for reimbursement of part of the costs of paying lease payments under finance leases;**

**Provision of assets of the Investment Fund of Kabardino-Balkaria Republic for the creation of infrastructure for the investment projects implementation.**

# Main perspective directions of economy development in Kabardino-Balkarian Republic



 **tourist and recreational complex**




 **Building materials industry, chemical industry**



 **Agro-industrial complex**



 **Electric power industry**



# Zones of potential recreational specialization

«Dolina narzanov»

«Tambukan»

«Djily-Su»

«Prielbrusie»

«Chegem Waterfalls»

«Upper Chegem»

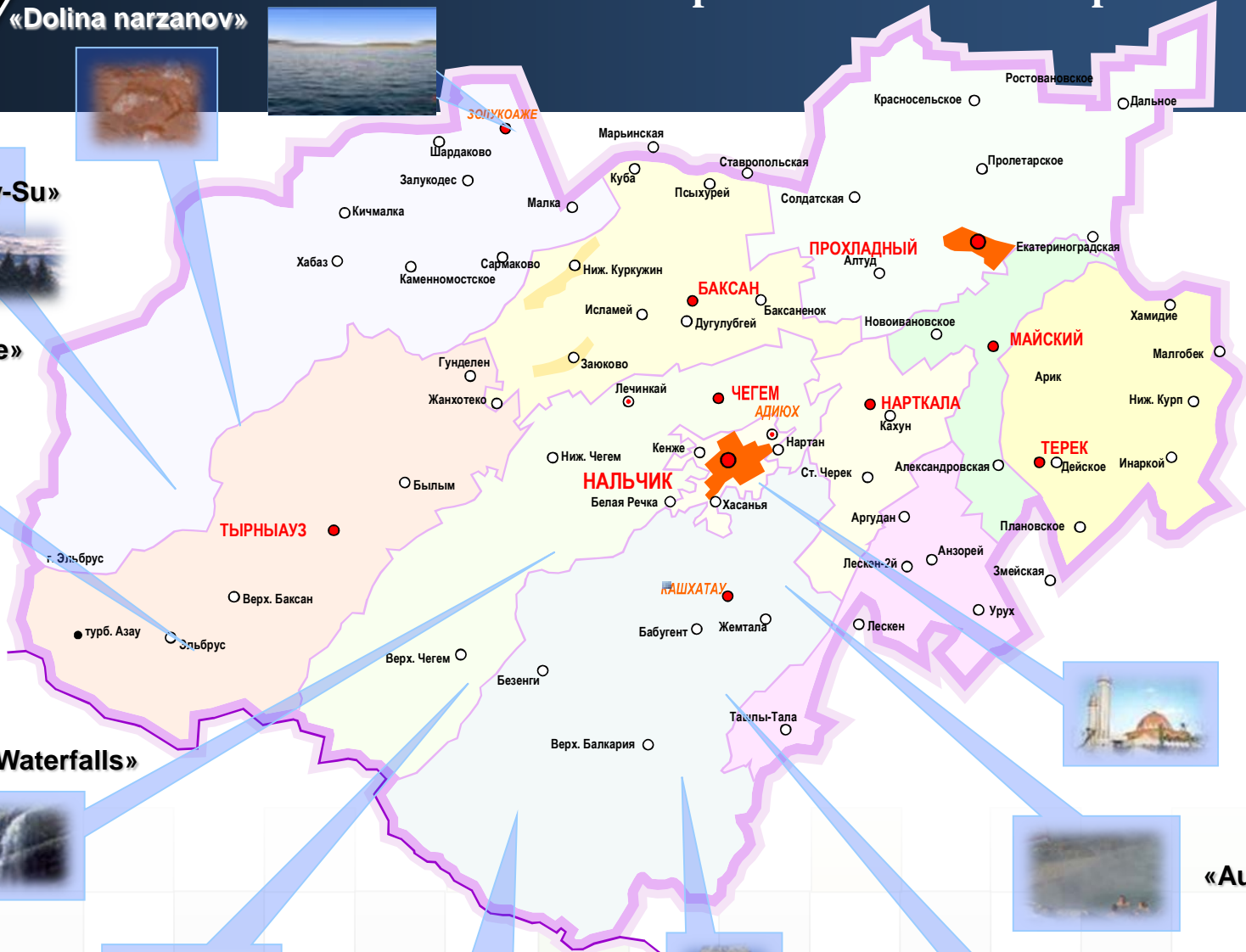
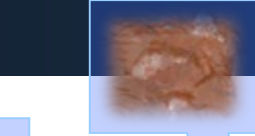
«Bezengi»

«Upper Balkaria»

«Nalchik»

«Aushiger»

«Blue Lakes»





# Implementation of cluster policy in touristic and recreational complex in the territory of Kabardino-Balkarian Republic



There are 212 organizations and institutions in the republic in the sphere of resorts and tourism capable of simultaneously accommodating more than 15,4 thousand tourists and holiday-makers. In 2016, 19.3 thousand foreign tourists visited Kabardino-Balkaria, the internal tourist flow was 420.2 thousand people, which is 1.4 times higher than in the previous year.

According to the research conducted by the agency "TurStat" in 2016, Kabardino-Balkaria became one of the 30 most popular tourist regions in Russia. The republic took the 19th place, having accepted 420 thousand tourists in 2016 - 40% more than in the previous year. As the tourist flow increases, Kabardino-Balkarian Republic is on the second place among the rest of the Russian regions represented in the corresponding rating.

In the ski resort of Elbrus, there are 11 lifts - cable cars (gondola, chair, tow and pendulum). The length of the ski slopes - over 33 km, of which 15 km (5 trails) - have international certification. A resort can accommodate more than 15 thousand people at a time. There is a new cable car from Mir station to Gara Bashi station at an altitude of 3847 meters, the highest in Europe.



# Implementation of cluster policy in touristic and recreational complex in the territory of Kabardino-Balkarian Republic



**As part of the project to create a tourist cluster in the North Caucasus Federal District, Krasnodar Territory and Republic of Adygea, the work on the creation of special tourist-recreational zones for Chereksky, Chegemsky, Elbrusky and Zolsky districts of Kabardino-Balkarian Republic continues.**

**Outside the special economic zones, work is underway to build an auto-tourist cluster "Zaragizh" and the development of tourist and recreational clusters "Atazhukinsky Park", "Caucasus Auto", "Cherek" and "Tambukan", which are called to unite recreation resources and the most popular destinations of the republic, with the integration of the already existing tourist infrastructure.**

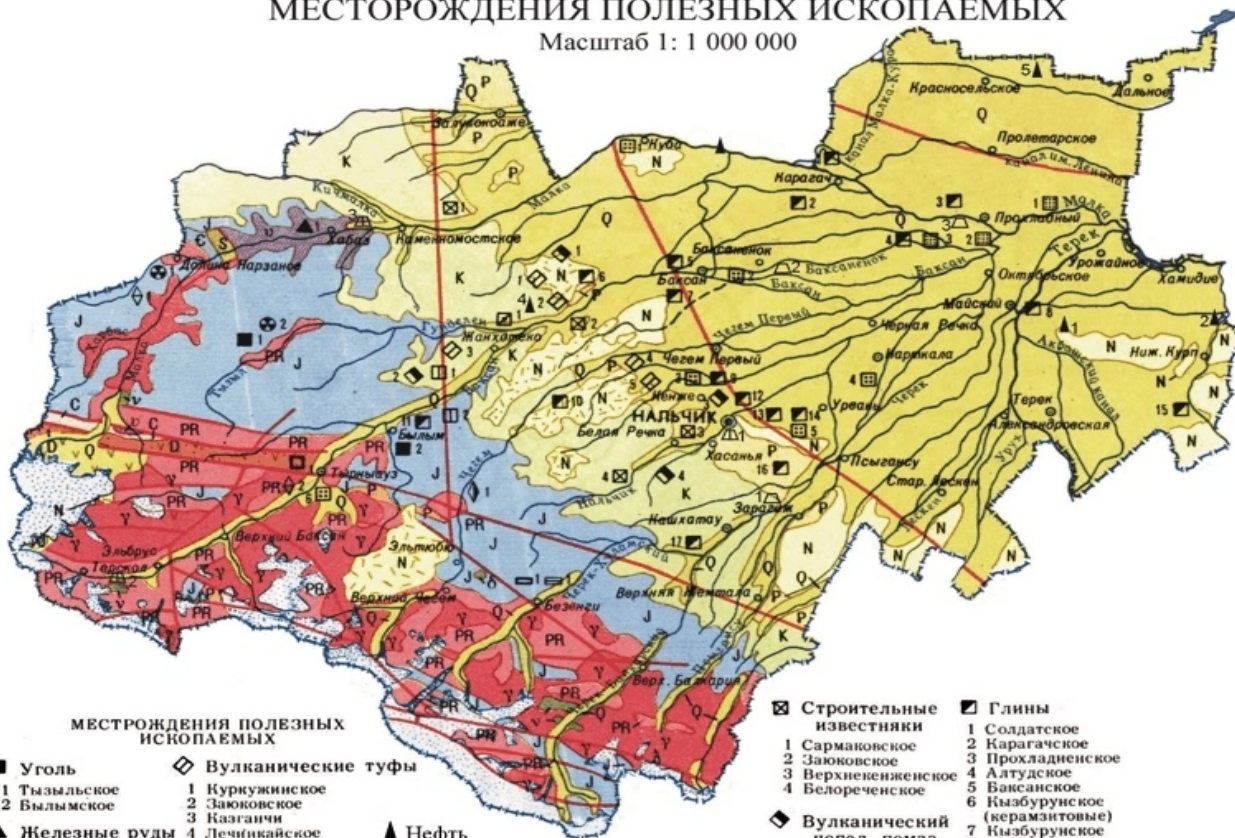


# Mining



## МЕСТОРОЖДЕНИЯ ПОЛЕЗНЫХ ИСКОПАЕМЫХ

Масштаб 1: 1 000 000



### МЕСТОРОЖДЕНИЯ ПОЛЕЗНЫХ ИСКОПАЕМЫХ

- |  |   |  |
|--|---|--|
| <ul style="list-style-type: none"> <li>■ Уголь</li> <li>1 Тыздыское</li> <li>2 Былымское</li> <li>▲ Железные руды</li> <li>1 Малкинское</li> <li>□ Вольфрам, молибден</li> <li>1 Тырмаузское</li> <li>⊕ Полиметаллы</li> <li>1 Чочу-Кулак</li> <li>2 Тыздыское</li> <li>≡ Полевой шпат</li> <li>1 Безенгийское</li> <li>□ Гипс</li> <li>1 Баксанское</li> <li>2 Бедийское</li> </ul> | <ul style="list-style-type: none"> <li>◆ Вулканические туфы</li> <li>1 Куркужинское</li> <li>2 Заюковское</li> <li>3 Казганчи</li> <li>4 Лечинкское</li> <li>5 Каменское</li> <li>▲ Нефть</li> <li>1.Арак-Далатерское</li> <li>2.Ахловское</li> <li>3.Курпское</li> <li>4.Заюковское</li> <li>5.Советское</li> <li>□ Гравий</li> <li>1 Малкинское</li> <li>2 Баксанское</li> <li>3 Шалушинское</li> <li>4 Докшунское</li> <li>5 Урванское</li> <li>6 Тырмаузское</li> <li>◆ Кварциты</li> <li>1 Актопракское</li> <li>◆ Облицовочные граниты</li> <li>1 Малкинское</li> <li>2 Эльджуртинское</li> </ul> | <ul style="list-style-type: none"> <li>△ Термальные воды</li> <li>1.Аушигерское</li> <li>2.Восточно-Баксанское</li> <li>3.Нижне-Баксанское</li> <li>△ Минеральные воды</li> <li>1 Нальчикское</li> <li>2 Приэльбрусское</li> <li>3 Малкинское</li> </ul> |
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- |   |  |
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| <ul style="list-style-type: none"> <li>⊠ Строительные известняки</li> <li>1 Сармаковское</li> <li>2 Заюковское</li> <li>3 Верхненеженское</li> <li>4 Белореченское</li> <li>◆ Вулканический пепел, пемза</li> <li>1 Куркужинское</li> <li>2 Бедийское</li> <li>3 Кеженское</li> <li>4 Белореченское</li> <li>⊠ Пески</li> <li>1 Винсовхоз</li> <li>2 Новопрохладненское</li> <li>3 Алтудское</li> </ul> | <ul style="list-style-type: none"> <li>⊠ Глины</li> <li>1 Солдатское</li> <li>2 Карагачское</li> <li>3 Прохладненское</li> <li>4 Алтудское</li> <li>5 Баксанское</li> <li>6 Кызбурунское (керамзитовые)</li> <li>7 Кызбурунское</li> <li>8 Майское</li> <li>9 Шалушинское</li> <li>10 Нижнекеженское</li> <li>11 Каланкольское (кирпично-черепичных аргилитов)</li> <li>12 Нальчикское</li> <li>13 Вольноаульское</li> <li>14 Урванское</li> <li>15 Верхне-Курпское</li> <li>16 Герпеежское</li> <li>17 Советское</li> </ul> |
|---|--|

- ⊠ Перлит
- 1 Хакановское
- ⊠ Диабазовые порфириды
- 1 Безенгийское



### Условные обозначения

#### Кайнозойская группа

- Q Четвертичная система: валуно-галечниковые отложения, пески, суглинки
- N Неогеновая система: глины, суглинки, песчаники, конгломераты, липариты и их туфы, пеплы
- P Палеогеновая система: мергели, глины, пески, песчаники

#### Мезозойская группа

- K Меловая система: известняки, глины, мергели, песчаники
- J Юрская система: известняки, доломиты, мергели, гипсы, глинистые сланцы, песчаники, линзы угля

#### Палеозойская группа

- P Пермская система: бутиминовые известняки, песчаники, алевролиты, конгломераты
- C Каменноугольная система: известняки, сланцы, песчаники, порфириды, конгломераты, линзы каменного угля
- D Девонская система: известняки, песчаники, кварциты, глинистые сланцы, туфы, порфириды, кварцевые альбитофилы, филлиты, конгломераты
- S Силурийская система: филлиты, мраморы, кварциты, песчаники
- E Кембрийская система: аркозовые песчаники с прослоями алевролитов

#### Протерозойская группа

- PR Протерозой: кристаллические сланцы, кварциты, гнейсы, мраморы, доломиты

#### Интрузивные породы

- γ Граниты
- δ Диориты
- τ Периодиты
- γ Габбро

#### Вулканогенные образования

- Кислого состава, дациты, липариты 1) лавы, 2) туфы
- Среднего состава: андезиты, андезитодациты 1) лавы, 2) туфы

Линии тектонических нарушений



## On the establishment of an industrial park in Kabardino-Balkarian Republic

Along with the creation of a special economic zone of a tourist-recreational type, it is planned to create a high-tech industrial complex that includes modern enterprises for the production of polyethylene terephthalate for food and textile purposes, terephthalate and acetic acid, as well as complexes for the production of bottled drinking water and transport logistics.







# Agro-industrial complex of KBR

## 28% of GRP of the republic



Average annual index of the physical volume of production makes 106,2%.



The increase in the output of agricultural products will give an impetus to the development of the food industry, the share of which is 53% in the industrial production of the republic.

### Livestock raising

Dairy farming

Meat cattle breeding

Sheep breeding

Poultry farming

### Crop production

Grain production

Vegetable growing

Gardening

Viticulture

Other

### Processing of agricultural products (Food industry)

Canning industry

Manufacture of  
dairy products

Beverage production

Processing  
of meat products

Other

# Agro-industrial complex of KBR - 28% of GRP of the republic

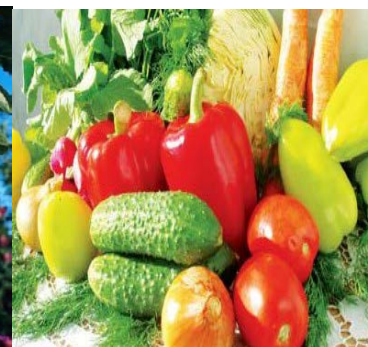


## Competitive advantages of the republic's agroindustrial complex:

**The natural and resource potential of the republic (the vegetative period is more than 190 days). Existing land and labor resources in the introduction of advanced technologies and modern productive equipment will significantly increase the production of agricultural products;**

**There are favorable conditions, experience, processing capacities for large-scale production of such intensive, labor-consuming crops as vegetables, fruits and grapes. The republic has some of the most favorable conditions in the Russian Federation for growing corn. Significant production volumes of poultry meat and canned fruits and vegetables;**

**The republic is able to provide not only domestic needs for vegetable and tobacco products, poultry meat, but also to supply them to the markets of other regions of Russia.**



# Power engineering



**The implementation of cluster policy in the energy sector will give a significant impetus to the development of hydropower. The energy potential of the mountain rivers of Kabardino-Balkarian Republic will be fully utilized, which will ensure 100% of the needs of enterprises and residents of the republic in their own electrical energy, as well as the supply of electricity to the federal wholesale and retail markets.**







# Priority investment projects of Kabardino-Balkarian Republic



**More than 50 investment projects are being implemented or planned to be implemented in Kabardino-Balkarian Republic in various sectors of the economy: the chemical industry, the food industry, energy, transport and communications, agriculture, tourism, medicine and light industry. The total cost of projects is about 1200 billion rubles. The number of jobs created is about 13,000.**

**The largest and most important for the republic investment projects will be presented by the Deputy Minister of Economic Development of Kabardino-Balkarian Republic Mr. Temirkan Bazhdugov.**





# Establishment in Kabardino-Balkarian Republic of the Etana industrial complex

1

**Business idea initiator:** LLC «Plant of pure polymers «ETANA»

**LOCATION – KBR, MAYSKI**

**BUSINESS IDEA BUDJET– 990 billion rubles**

**CREATION OF 2800 NEW JOBS**



**Implemented project. In December 2015, an Agreement on Cooperation in creation of the Industrial complex in the Kabardino-Balkarian Republic was signed between the Government of Kabardino-Balkaria Republic, Chinese state companies that are part of the structure of the Chinese National Oil and Gas Corporation CNPC (China National Petroleum Corporation) and LLC «Plant of pure polymers «ETANA».**

**On January 16, 2016, the EPC-Contract for the construction of a polymer Complex ETANA PET was signed for the production of polyethylene terephthalate with capacity of 1500 thousand metric tons per year with separate launch of three launching complexes with a nominal capacity of 500 thousand metric tons per year each.**

**In 2018 it is planned to launch the first production complex with the capacity of 500 thousand tons of polyethylene terephthalate per year, in 2019 and 2020, two more complexes of similar Power. By 2030 the production of polyethylene terephthalate is planned to increase to 6 million Tons per year. In 2019 and 2020, it is planned to establish the production of terephthalate acid. The amount of investments will be specified after the pre-project justification of investments.**



# Renewal of mining and processing of tungsten-molybdenum ores of the Tyrnyauz deposit of kabardino-Balkaria

2

**Project Initiator:** Government of KBR

**LOCATION - ELBRUS DISTRICT, KBR**

**PROJECT BUDGET– 15,0 BILLION RUBLES**

**CREATION OF 1000 NEW JOBS**



**Project to be implemented. The basis for the construction of a new complex consists of a concept development of design solutions for all redistribution of technological processes on the basis of technological parameters of extraction of minerals, complex extraction of metals from ores, with their subsequent metallurgical processing on the basis of application of the newest technologies, achievements of science and technology, which together allows the creation of a modern mining and metallurgical complex. In order to resume production at the Tyrnyauz tungsten-molybdenum deposit on June 8, 2015 Agreement between the Federal Agency for Subsoil Use and the Government of KBR was signed on transfer of certain powers in the sphere of subsoil use. OJSC Giprotvetmet completed the development of New Feasibility Study of Conditions and Revaluation of Tungsten-Molybdenum Ores of the Tyrnyauzsky Deposit. The amount of investments will be specified after the pre-project justification of investments.**

# Technical re-equipment of Joint-Stock Company «Tersky plant of diamond tools» for mastering the production of hard alloys 3

**Project Initiator: JSC «Terekalmaz»**

**LOCATION– TEREK AREA OF KBR**

**PROJECT BUDJET– 1,2 BILLION RUB.**

**CREATION OF 70 NEW JOBS**



**Project to be implemented. The project's goal is to produce carbide-tipped products in the volume of 100 tons per year, including: diamond-carbide products (chisels, crowns, incisors, plates, etc.); carbide tipped for diamond synthesis; hard alloys, produced by the method of hot pressing; equipment of a rock cutting tool for road works, mining, oil and gas industries; manufacture of diamond tools and tools of non-standard form.**

# Development and production of a cone-beam 3D tomograph and apparatus for deep focus and close focus therapy

4

**Project Initiator: LLC «Sevkavrentgen-D»**

**LOCATION – MAYSKI DESTRIC, KBR**

**PROJECT BUDJET– 600 BILLION RUB.**

**CREATION OF 20 NEW JOBS**



**Project to be implemented. It is planned to develop and organize the production of three-dimensional tomograph. According to market research, the need for today is quite relevant. Specialized premises, sites and equipment are arranged for the implementation of the project. Information about the project is available at the Investment Portal of the North-Caucasian Federal District.**



# Construction of plants for the production of gas silicate blocks and quick lime

5

**Project Initiator: LLC «Industrial-Construction company «OXI TM»**

**LOCATION – MAYSKI DISTRICT, KBR**

**PROJECT BUDGET– 760 BILLION RUB.**

**CREATION OF 112 NEW JOBS**



**Implemented project. The project envisages the creation of an enterprise for the production of gas silicate blocks with an annual capacity of 122,000 m<sup>3</sup> and quick lime with an annual capacity of 40,000 tons.**

**Within the framework of the project implementation, it is planned to build two plants.**

**Currently, the design and estimate documentation is being prepared. Work is underway to lease land without land plots located in the village of Belaya Rechka. Land for the construction of the plant in the city of Mayski is at the stage of registration.**

# The organization of production of modified bentonite powder for drilling fluids

6

**Project Initiator: LLC «BENTA»**

**LOCATION – CHEREKSKI DISTRICT, KBR**

**PROJECT BUDJET– 424 billion rubles**

**CERATION OF 80 NEW JOBS**



**Implemented project. Extraction and processing of bentonite clay of the Gerpegezhsky deposit on the plot «Hey» for the use in various industries and production.**

**Geological survey, topographic survey and preliminary estimation of reserves were carried out.**

**A project for the reclamation of the deposit was developed and agreed upon.**

# The construction of a poultry factory for the production of turkey meat with a feed mill, an elevator, an incubator, a meat processing plant

7

**Project Initiator: LLC «SV-YUG»**

**LOCATION – URVAN DISTRICT, KBR**

**PROJECT BUDJET– 17,4 billion rubles**

**CREATION OF 1500 NEW JOBS**



**Project to be implemented. The aim of the project is to create a complex for the production and processing of turkey meat with a total volume of 44 800 tons per year. The project involves the construction of a modernized complex, using the best world experience, providing all the conditions for growing, fattening, slaughtering of poultry in good sanitary and hygienic conditions. At the same time, it is planned to use a high efficient turkey breed of the last generation, which allows to significantly reduce the current maintenance costs and shorten the fattening time.**

# Construction of a modern large-scale fruit storage and laying of an orchard

8

**Project Initiator:** JSC «PROKHLADNOE»

**LOCATION – PROKHLADNY DISTRICT, KBR**

**PROJECT BUDJET– 10,0 billion rubles**

**CREATION OF 100 NEW JOBS**



**Project to be implemented. It is planned to build a modern fruit storage facility with the capacity of 50 thousand tons and laying of an orchard on intensive technology on an area of 1000 hectares.**

**The initiator of the project JSC «Prokhladnoe» in July 2015 commissioned one of the largest in Russia a modern complex for growing, storage, processing, packaging and sale of fresh vegetables and potatoes with the capacity of 75 thousand tons in a year. The total cost of the project is 4.3 billion rubles.**



# Creation of capacities for production of mixed fodders and components of mixed fodder production

9

**Project Initiator: JSC Agro-Group «Baksan Broiler»**

**LOCATION – BAKSAN DISTRICT, KBR**

**PROJECT BUDJET– 1,6 billion rubles**

**CREATION OF 200 NEW JOBS**



**Project to be implemented. The project provides for the construction of a modern feed mill, production of components, including premixes, for production Full-feed mixed fodders for all kinds of animals. The goal of the project is to create conditions for the integrated development of the feed industry; creation of favorable conditions for sustainable development of livestock industry; improve the living standards of rural population by expanding the scope of its employment through the creation and development of conditions for complex development of the feed industry. A business plan was developed: «Feed mill with production capacity of 160 thousand tons per year and elevator of 60 thousand tons of a single load».**

**Information about the project is available on the Investment Portal of the North-Caucasian Federal District.**

# Modernization of production capacities for processing whey and curd production

10

**Project Initiator:** LLC «Nalchik dairy factory»

**LOCATION** – city of NALCHIK, KBR

**PROJECT BUDJET**– 1,3 billion rubles

**CREATION OF 35 NEW JOBS**



**Project to be implemented. Modernization of production capacities for processing of milk whey will increase the capacity for processing milk to 300 tons per day. Production of cottage cheese will increase by 10-15%. The production capacity is 25,000 tons per year.**

# The construction of a seed breeding and seed center for the production of maize and other crops and grain

11

**Project Initiator: LLC IPA «Otbor»**

**LOCATION – Prokhladny district, KBR**

**PROJECT BUDJET– 550 billion rubles**

**CREATION OF 70 NEW JOBS**



**Implemented project. The aim of the project is to create a modern full-cycle seed enterprise from selection to realization of ready-made corn seeds, winter wheat, peas, soybeans, beans, seeds early maturing hybrids. The presence of a significant scientific basis for seed production in the enterprise guarantees the creation of a competitive advantage of the initiator of the project in front of other competitors. Within the framework of this project, it is planned to build 3 different, interrelated plants:**

- 1. Plant for the production of parental forms of maize seeds with a capacity of up to 250 tons per year;**
- 2. Plant of calibration and production of seeds of 1st generation maize hybrids up to 5,000 tons per year;**
- 3. Plant for the production of seeds of other crops with a capacity of up to 20,000 tons per year with a one-time storage of 32 000 tons of seed grain.**

# Construction of a multifunctional ski resort «Azau»

12

**Project Initiator: LLC Trest «I-B-C Promstroy»**

**LOCATION – Elbrus district, KBR**

**PROJECT BUDJET– 2,7 billion rubles**

**CREATION OF 500 NEW JOBS**



**Implemented project. The complex will include the following facilities: the ski slope «Old Krugozor-Poliana Azau», multi-storey car parks for 300 cars, an open ice rink, an open parking for 40 buses, a tribune for 2,000 spectators, a sports sector, rental points, medical rehabilitation and rescue centers, office and technical services, recreational facilities, leisure zones, cultural events, catering facilities, the shopping sector, a hotel block for athletes.**

**All project documentation has a positive approval of the state examination.**

**The initiating company started construction of this facility and registered ownership of the unfinished construction site with 18% readiness.**



# Creating an auto-turistic cluster «Zaragizh»

13

**Project Initiator: INVESTORS**

**LOCATION – Cherek district, KBR**

**PROJECT BUDJET– 3,6 billion rubles**

**CREATION OF 60 NEW JOBS**



**Implemented project. In the structure of the auto-tourist cluster «Zaragizh», 9 subclusters are planned: «Zaragizh», «Park-Hotel Crystal-Palace», Tourist-sports complex «Upper Blue Lake», Hunting Court «Ushtulu», Gostiny Dvor «Karavan».**

**Perspective development of the recreation area «Lower Blue Lakes» in the Cherek district, Sanatorium «Healing waters», Multifunctional complex «Nalchik – Severny», Multifunctional complex «Nalchik – Yuzhny». Three roads have been built and put into operation, 2 Bank reinforcement structures on the river Zhemtala for the purpose of protecting the auto-tourist complex Zaragizh.**

**Three objects of tourist infrastructure have been put into operation - Park Hotel Crystal-Palace, Hunting Court Ustulu, Guest Yard Karavan.**

# Construction of Verkhne-Balkarskaya small HPP on the Cherek Balkarski River

14

**Project Initiator:** The State Committee of KBR on Energy, Tariffs and Housing Supervision

**LOCATION** – Cherek district, KBR

**PROJECT BUDGET**– 3,6 billion rubles

**CREATION OF 60 NEW JOBS**



**Implemented project. Renewal of the construction of the Verkhne-Balkarskaya MHPP on the Cherek Balkarsky River. The design capacity is 10 MW with an average annual output of 60 million kWh. Construction started in 2011. In 2012, due to lack of financing, the construction was suspended. In accordance with the minutes of the meeting of September 22, 2016 №09-2676-pr with a deputy Minister of Energy of Russian Federation V.M. Kravchenko instructed PJSC Rus-Hydro together with the Ministry of Transport of Russian Federation and the Government of KBR to work out the issue of resuming the construction of the station.**



# Construction of HPP «Blue Lake»

15

**Project Initiator: The State Committee of KBR on Energy, Tariffs and Housing Supervision**

**LOCATION – Cherek district, KBR**

**PROJECT BUDGET– 6,8 billion rubles**

**CREATION OF 75 NEW JOBS**



**Project to be implemented. The project provides for the construction of a diversion tunnel with a length of more than 7.5 km. The tunnel is connected by means of an open steel pipeline with a diameter of 4 m and a length of 650 m. At the beginning of the pipeline an equalizing reservoir of a semi-subterranean type is arranged. The settled capacity is 110 MW.**



# Construction of a railway line Soldatskaya - Tyrnyauz

16

**Project Initiator: Government of KBR**

**LOCATION – Elbrus, Baksan and Prokhladny district, KBR**

**PROJECT BUDJET– 27,3 billion rubles**

**CREATION OF 1500 NEW JOBS**



**Project to be implemented. Construction of the railway line st. Soldatskaya - Tyrnyauz with the length of 95 km, passing through the Elbrus, Baksansky and Prokhladnensky districts, will become a connecting branch in the implementation of the projects «Renewal of mining and processing of tungsten-molybdenum ores of the Tyrnyauz deposit of Kabardino-Balkaria Republic» and «Transfer of the Nalchik hydrometallurgical plant to a new territory. Creation of innovative, science-intensive, environmentally safe production of tungsten anhydride, development of production of new products meeting the best world standards in quality».**

# Creation of a transport hub in KBR

17

**Project Initiator:** Government of KBR

**LOCATION** – city of NALCHIK, KBR

**PROJECT BUDJET**– 1,1 billion rubles



**Project to be implemented. It is planned to take the railway station outside the city of Nalchik in order to improve the safety of city residents, reduce traffic congestion at railway crossings within the city, improve the ecological situation.**

**At the first stage, it is planned to build a railway from the station «Nartan» to the cargo yard of the station «Nalchik», which will remove the threat of man-made disasters in the city connected with the transportation of explosive cargoes. In the second stage, the construction of a transport and transfer hub outside the city of Nalchik it is planned.**