

Heilongjiang People's Government's Policies on Supporting the Construction of Harbin-Daqing-Qiqihar Industrial Corridor

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In order to support and push forward the fast starting and healthy development of the construction of Harbin-Daqing-Qiqihar Industrial Corridor (hereinafter briefed as Industrial Corridor) and promote the Revitalization of the Old Industrial Bases, the People's Government of Heilongjiang Province made up the following policies in combination with the actual situations of our province. The applicable scope of the policies includes the programming areas of Harbin, Daqing, Qiqihar, Zhaodong and Anda that constitute the construction program of Harbin-Daqing-Qiqihar Industrial Corridor approved by the provincial government and the construction projects in the programming areas.

Land Use Policy

Article 1: The land used for the construction of the Industrial Corridor shall be harmonized with the local general land utilization program, accorded with "Development and Utilization Program on the Unused Land Such As Heavy Saline or Alkaline Land in Harbin-Daqing-Qiqihar Region", "Industry Arrangement Program of Harbin-Daqing-Qiqihar Industrial Corridor" and the approved "Detailed Sectional Program on the Development and Utilization of the Unused Land Such As Heavy Saline or Alkaline land" of the relevant cities and counties. In the indices for transforming farming land into construction land in the province, the land for the construction of the Industrial Corridor shall be guaranteed in priority.

Article 2: The basic land price in the Industrial Corridor is determined, promulgated and implemented by the provincial government uniformly.

Article 3: When a project in the Industrial Corridor needs to occupy state-owned unused land less than 5 hectares (not including 5 hectares), the application will be reviewed and approved by the city (including county-level city), where the project is located.

Article 4: For general industrial projects, land can be provided by the means of agreement transfer or leasing. The charged land transfer fund shall be 70% of the corresponding (as per land level) basic land price. For hi-new technological enterprises, more preferential land policies can be provided. If land transfer fund or rent is difficult to be paid in a lump sum, it is permissible to pay such fund or rent by stages or by years (before land transfer fund or rent has been completely paid, it is not permissible to mortgage the land use right).

Article 5: For a project with the total investment over 50 million RMB yuan, after being approved, land use right can be priced (as investment) and taken as the share of enterprise, the revenue of land use right will be taken as state-owned capital stock and invested into the enterprise.

Article 6: Industrial enterprises located in urban center areas are encouraged to integrally move to the Industrial Corridor. After being approved, such enterprises can use the land transferred by the authority. When an enterprise that uses transferred land goes in the stock market, the disposal of land assets will be carried out according to related regulations; the revenue achieved by disposing the originally transferred land will be used as the moving compensation to the enterprise.

Financial and Taxation Policies

Article 7: Enterprises in the Industrial Corridor can enjoy the relevant preferential tax policies made by the nation and the province.

Article 8: For the value-added tax realized by new investment projects of four sectors as the central petroleum, petrochemical, power and nonferrous metal industries in the Industrial Corridor, half of the provincial retaining portion will be distributed to the city (including county-level city), where the projects are located.

Article 9: In the process of developing and utilizing the land resources in the Industrial Corridor, when the charge for newly-increased construction land should be paid, except that 30% of the fee is to be turned to the Central Government, the rest 70% retained by the Province will be completely refunded to the local financial department.

Article 10: For the projects with the fixed assets investment of over 100 million RMB yuan, which has been introduced from other provinces or foreign countries and put into operation, the financial department at provincial level will reward the local governments that invited the projects with a lump sum as 5% of the total amount of fixed assets investment.

Article 11: The hi-new technology industry special fund, large-scale project preparation fund, special technical reconstruction fund, foreign trade development fund, special green food fund, farming industrialization fund and the fund for agricultural comprehensive development controlled and utilized by the related departments at the provincial level will be used to support Industrial Corridor projects in priority.

Article 12: The business-inviting and investment-attracting projects of the cities and counties outside the Industrial Corridor are encouraged to register in the Industrial Corridor. The realized tax revenue by these projects can be shared by the cities or counties that introduced the projects and the governments of tax-paying location. The provincial-level financial departments will make settlement according to the agreement clinched by both local governments and the actual tax revenue volume.

For the business-inviting and investment-attracting projects from the four sectors as the central petroleum, petrochemical, power and nonferrous metal industry introduced by Heilongjiang's other cities or counties outside the Industrial Corridor into the programming area, the retained portion of the value-added tax by the province will be shared by the cities or counties introduced the projects and the local governments where tax is paid. The distribution proportion will be negotiated and determined by both the parties.

Article 13: The governments at all levels and the strong enterprises of other provinces are encouraged to conduct land development in scale and business-inviting in the Industrial Corridor, after the enterprises in the area developed by the governments or the strong enterprises of other provinces are put into production, the local retaining portion of tax to be paid by the enterprises will be refunded to the relevant governments or enterprises of other provinces in the manner of financial expenditure in the first three years, in the next 2 years (after 3 years), half of the local retaining portion of tax will be refunded to the relevant governments or the enterprises of other provinces.

Article 14: The provincial level policy-type guarantee institutions will provide re-guarantee to the policy-type guarantee institutions in Harbin, Qiqihar and Daqing, so as to strengthen their credit guarantee abilities. The guarantee institutions will give guarantee support for the enterprises in the Industrial Corridor that conform to the credit guarantee conditions in priority. Such guarantee supports will not be restricted by annual guarantee scale.

Article 15: For the newly built and expanded projects in the Industrial Corridor, the administrative undertaking charge of the administrative review and approval and governmental service type will be exempted, i.e. "zero charge". Part of the governmental type fund will also be exempted. For the charged operation service items, the principle of accepting by the enterprises themselves and minimum-charging standard will be applied. The enterprises will exempt from various membership dues of academies and associations.

Article 16: Enterprises in the Industrial Corridor are encouraged to expand their exports. The exports of the enterprises in the Industrial Corridor will enjoy the Russia-oriented export award policies of our province.

Policies for Science and Technology and Talents

Article 17: Enterprises or individuals taking scientific and technological achievements and patents into the Industrial Corridor to establish enterprises and realize industrialization can acquire the supports of the province's hi-new technology industry special fund in priority. When the scientific and technological achievements need to be further researched and developed, the support of the province's science and technology research plan can be acquired in priority.

Article 18: When a recognized state-owned solely-funded hi-new technology enterprise in the Industrial Corridor implements incorporation system reform, after being agreed by investors, the portion of no-higher-than 35% of the state-owned net assets increase value in the first three years (not including real estate increase value portion) can be taken as the awarded share rewarded to the scientific and technological personnel and operation and management staff with remarkable contribution.

Article 19: The recognized hi-new technology enterprises and the enterprises manufacturing hi-new technological products can award the scientific and technological personnel and operation and management staff with remarkable contributions in the manners of future stock, stock option and technical bonus. The persons enjoying technical bonus can take their technical bonus as investment to purchase stock right of the company according to specified price and handle with stock right registration procedures according to the law.

Article 20: When a scientific research achievement made from a post of a unit is transformed in the manner of stock right investment, the person (persons) realized the achievement could enjoy 70% of the stock right held by the achievement. If the transformation is implemented in the manner of technical transfer, the person (persons) realized the achievement could enjoy the revenue not lower than 20% of after-taxed net transfer revenue. If the achievement is transformed by the unit itself or in the manner of cooperation, within 3-5 years after the project realizing profits, every year, not lower than 10% of the after-taxed net profit acquired in the implementation of the achievement will be taken out to reward the person (persons) realized the achievement.

Article 21: Industrial Corridor Talent Resources Database and Internet Video Talent Employment Area will be established so as to provide socialized public services such as the personnel affairs agent service to various talents. For the invited talents, the scientific research initiating fund will be increased by 30% on the basis of the original value supported by the government. When the enterprises dispatch special talents to receive training and study in the universities, scientific research institutions or transnational companies at home and abroad, financial supports will be given to the talents. Professional skills practical training base and postgraduates training and renovation base will be established, in which continual education manners such as order-type training will be applied to carry out the training for various urgently needed talents so as to meet the requirements of the Industrial Corridor for human resources.

Article 22: 10% of the province's science and technology projects fund for the returned overseas Chinese scholars will be utilized to support the returned overseas Chinese scholars in the Industrial Corridor. In addition, an application will be made to the central government for establishing a Postdoctoral Exchanging (Working) Station in the Industrial Corridor.

Article 23: When the scientific and technological personnel from public institutions as the universities and scientific research institutions come to establish scientific and technological enterprises or work in the Industrial Corridor, after being approved, they can reserve their organizational affiliation in their original employers for three years. For the personnel who voluntarily cancel the organizational affiliation with their employers as the universities and scientific research institutions to found hi-new technological enterprises in the Industrial Corridor, after being reviewed, in contrast to the policies on system transformation of public institutions in our province, they can enjoy the endowment insurance. When an undergraduate founds a private technology enterprise in the Industrial Corridor, after being approved, his enrollment status can be retained in the university for three years.

Investment Policies

Article 24: The municipal governments (including county-level city governments) in the Industrial Corridor are authorized the province-level review & approval right for permission-type and encouragement-type foreign investment projects.

Article 25: Except the projects that must be reviewed and approved by the nation and the province according to the regulations, all other fixed assets investment projects will be reviewed, approved and filed by the corresponding municipal governments (including county-level cities governments).

Article 26: For the new and expansion construction projects in the Industrial Corridor, the administrative review & approval items except the ones have to be reviewed and approved, such as fire control, environment protection and personnel safety will be cancelled.

Article 27: Credit fund will be fully utilized to support the construction of the Industrial Corridor. The infrastructure construction projects in the Industrial Corridor starting area will be listed in the plan of our province on utilizing development-type financial loan of China Development Bank in priority.

Article 28: Financial institutions are encouraged to establish branches or financial service offices in the Industrial Corridor. Convenient financial services such as credit and settlement will be provided to the enterprises and projects that meet the requirements of making the loans.

Article 29: For the enterprises entering the Industrial Corridor, the green service channel will be open. The code with the following six items will be completely implemented: 1) the staff who received the case first will be responsible for it, 2) service promise, 3) completing the case in limited time, 4) duty-derection investigation, 5) reporting & filing the negation of cases, and 6) gratuitous operating the cases on behalf of the applicants. The manners as one-window all-round service, one-time all information, one-stationed review & approval, and one complete series of services will be realized genuinely, so as to satisfy investors with the easiest operation procedure, the shortest period, and the highest efficiency.

Source: Heilongjiang provincial development & reform commission
<http://en.ichtf.com/zsy/hdq/yw4.htm>