

Investment guide

Municipality of Stip Republic of Macedonia www.stip.gov.mk





BASIC FACTS ABOUT MACEDONIA

Location: Central part of Balkan

Peninsula

Borders: Serbia (221 km), Albania

(151 km), Greece (264 km) and

Bulgaria (148 km)

Population: 2.022.547

(cenzus 2002)

Area: 25.713 km/2

Capitol: Skopje

Other larger cities: Bitola, Prilep,

Tetovo, Stip, Strumica, Ohrid

Religion: Christians 65%, Muslims

33%, Other 2%

Nationalities: Macedonians 64%,

Albanians 25%, Turks 4%

Currency: Denar

1 euro = 61.3 denars 1 US \$ = 42.3 denars

Airports: 2 (Capitol Skopje and

Ohrid)



WHY TO INVEST IN MACEDONIA?

Strategic geographical location Easy access to a market of 650 million people. Macroeconomic stability.

Foreign investment – top state priority.

Reinvestment profit tax = 0% 10 years profit tax exemption.

Fast and quck procedure for company Registration.

Free economic zones and technological industrial development zones.

Avaliable and skilled workers.
Good infrastructure.
EU and NATO membership candidate status.



BASIC INFORMATION ABOUT MUNICIPALITY OF STIP

Location: Central part of East

Macedonia

Total area: 893 km/2 City area: 13.5 km/2

Suburbs: 34

Population: 47.796

Ethnic Macedonians: 41.670

Primary schools: 4

High schools: 5

Universities: 1 ("Goce Delcev")

BRIEF HISTORY OF STIP

Stip (or Astibo / Astibos / Astibus) has it's heritage in being the ancient capital around the **fifth** and **fourth** centuries BC. The first mention in written sources of a **settlement** in this area is from the time of the Roman emperor **Tiberius** 14-37 AD. New settlement "**Estipeon**" - was soon founded on the same site which thrived though the late Roman and the **Early Byzantine** period. Between the 5-th and 6-th century AD the joint Slavic and Avar tribes attacks destroyed the Byzantine settlement, and the Slavic tribe of Sagudats permanently settled in this area, and gave the town its current name **Štip**.

INFRASTRUCTURE INFORMATION



REGIONAL AND NATIONAL TRAFFIC CONNECTION

Roads

- Stip-Kocani-Delcevo (M-5)
- Skopje-Gevgelija (E-75)
- Stip-Plackovica mountain (R-6)
- In 2011 / 2012 Government announced that will start to construct new highway "Stip-Miladinovci" that will be alternative modern freeway to capitol Skopje.

Railway line

Kocani-Stip-Skopje

Airports

- One non-commercial airport (sports airport "Susevo")
- According strategy of the Government, near Stip in the next 10 years will be build a new airport with idea to grow into a main airport. The project has been awarded to the **Turkish** firm "**TAV**".

ECONOMIC POTENTIAL OF MUNICIPALITY OF STIP

Most developed economic sectors are:

- Textile industry
- Leather industry
- Food processing industry
- Construction industry
- Agriculture



TEXTILE INDUSTRY

More than 65 fashion confections that employed over 50% of the working labor population in city of Stip. Stip is primarily known as a textile city. Most of the production is exported in Netherlands, Belgium, Spain and Germany. In the past decades, Stip was famous for two textile factories "Astibo" and "Makedonka".

LEATHER INDUSTRY

It is also important part of the economic potential of the Municipality of Stip. In leather industry, Stip is known for the shoe factory "Bargala". Most of the products went on Italian market. Also there are other shoe factories as "Mar Eva Mar" that produce for Italian market. There are also several smaller production capacities.

FOOD PROCESSING INDUSTRY

One of the biggest factories for food oil production "Brilijant" is located in Stip. Also Stip is famous for candy factory "Evropa" and food production capacity of "Makpromet".

CONSTRUCTION INDUSTRY

Also developed part in the city economic profile, that offers services to domestic and foreign investors. Famous for civil engineering and construction companies as "Pelagonija", "Beton", "Slimko" and "Aktiva".

AGRICULTURE

Total agricultural area is 31,757 hectares of which 9906 hectares are arable land. Important for agriculture in Stip is that in this part of the "Ovce pole" exists water flow of *Hydro system Bregalnica* and most agricultural areas are covered by the irrigation system.



INVESTMENT ZONES

"SEVER" (NORTH)

Area: 3840 m/2 **Location:** 3 km from central city area with 15 locations suitable for business activities

Infrastructure:

Connection for water, electricity and access road (30 meters) to regional freeway M-5 (Stip-Kocani-Delcevo)
1 km distance to railway station and 75 km to main airport "Alexander the Great" near capitol Skopje.

INDUSTRIAL ZONE "BABI"

Area: 2180 m/2 Location: Near suburb "Babi" with more than 5000 inhabitants.

Infrastructure: 50 meters from location there is connection for water, electricity and sewage.
500 meters from location there is an access road P-601.



INDUSTRIAL ZONE "BALKANSKA"

Area: 1817 m/2 Location: In the vicinity of the suburb "Balkanska" with more than 3000 inhabitants. In these zone exists oil factory "Brilijant", terminal and oil depots, and also wine production capacity "Fzimit vino". Additionally there is 3 more locations next to this zone, covering 5566 m/2. This location is also into General Urban plan as a potential economical development area.



BEST POSSIBILITY FOR INVESTMENT IN TECHNOLOGICAL-INDUSTRIAL DEVELOPMENT ZONE

In march 2010, started construction of the new **technological-industrial free development zone** near city of Stip. It will be the biggest free economical zone in Macedonia covering area of 206 hectares.

It is located north-west of the city, near suburb "Tri Cesmi" on the exit to nearby cities of Veles, Kocani and Radovis. Free industrial zone will be connected to the highway with new 2.2 km road, rain drainage and sewage systems

It will contain location for 37 blocks and 23 will be on 5 hectares each.

These location capacities offers construction of 50 factories with nearly 15.000 employee. Government will invest in this zone 7 million euro. In the boundaries of the free zone apart from production and services will be locate and commercial and business units, public institutions, park, sport and recreation.

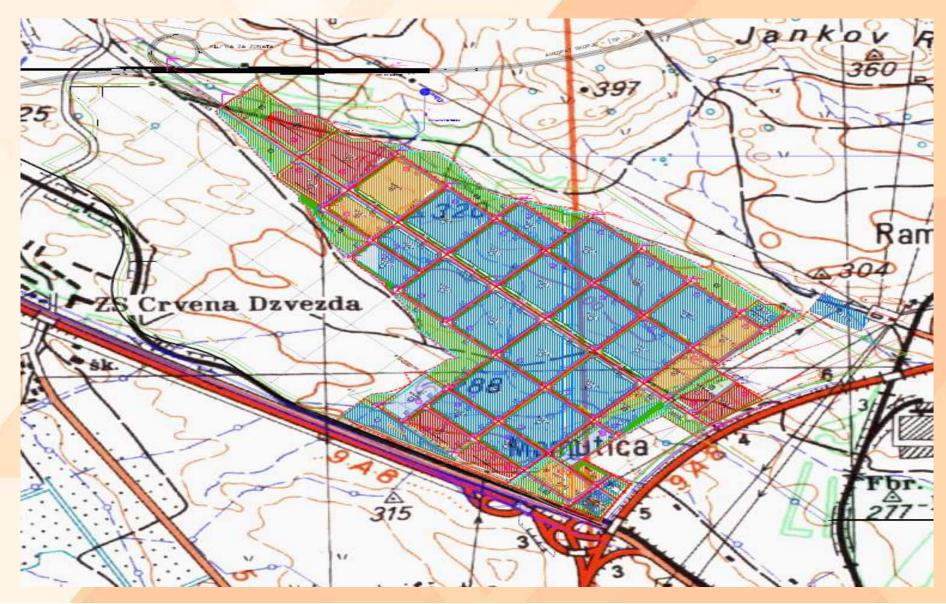








SCHEME OF NEW TECHNOLOGICAL-INDUSTRIAL DEVELOPMENT ZONE IN STIP





AERIAL VIEW OF TECHNOLOGICAL-INDUSTRIAL DEVELOPMENT ZONE IN STIP





	Surface	206 hectares
ŀ	Property	State
ŀ	Municipality	5 km from Stip
ŀ	Airports	Skopje, 90 km
ŀ	•	
	Traffic network	Trans-European network
		Transport coridor 10
	Railway	Acccess to National railway system
	International ports	Thessaloniki (Greece) 200 km
		Drach (Albania) 411 km
	Acccess	Road network in phase of construction.
	Infastr <mark>ucture</mark>	Water suply system in phase of
		construction.
		Includes technical water and sewage
		system.
		Rain water drainage system
	Electricity	400 ky line
		110 kv line
		35 kv line cable
	Down plant	
	Power plant	Power station 110/20 kv
	Pipeline	Gas pipeline
	file.	Main gas measurement station









At the end of october 2011, famous American company "Johnson Controls" started to build plant for it's new production factory. It is in the same time, the first company and the first firm that invested in the new industrial zone near Stip.

Factory will be ready for production in september 2012 and in the meantime, "Johnson Controls" in november 2011 started with brownfiled investment process in another private industrial complex "Makedonka".

In the new industrial zone, the new factory of "Johnson Controls" will employ 1400 workers and the total estimaste of investment is 20 million US dolars.

Johnson Controls also opened a factory in industrial zone "Bunardzik" near Skopje.

Additional and more information about economical possibilities for investment in Municipality of Stip can be found on official web site:

<u>www.stip.gov.mk</u>

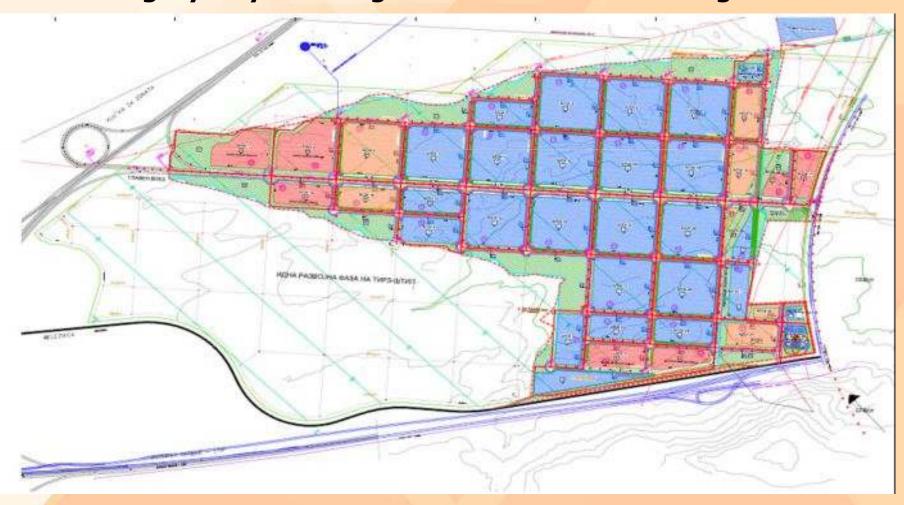
Detail information about free industrial economical zones in Macedonia can be found on official web site of "Directorate for technological industrial development zones" as a part of Government of Republic of Macedonia: http://fez.gov.mk/index.asp

Detail aspects of the industrial free zone in Municipality of Stip can be found on next link: http://fez.gov.mk/m_stip_tetovo.asp



For local information about investment opportunities in Municipality of Stip, please visit us on:

http://www.stip.gov.mk/index.php?option=com_content&view=category&layout=blog&id=38&Itemid=57&lang=en







MUNICIPALITY OF STIP Republic of Macedonia

City Mayor: Zoran Aleksov Ph.D

> ADRESS: bb Vasil Glavinov Str. 2000, Stip R.Macedonia



Tel: +389 32 22 66 00

Fax: +389 32 22 66 01

www.stip.gov.mk

E-mail:

gradonacanik@stip.gov.mk