



Mechanical Engineering industry



Engineering industry

Engineering products were manufactured to the sum of more than 12.7 bln USD in 2013.

The amount of manufactured engineering products in 2013 was 12.7 bln (-0.6% compared to 2012). In the same year, the share of the total industrial production was 19% (1.3 percentage points in relation to 2012).

About 46% of engineering products is manufactured in Minsk.

The main center of engineering products manufacturing was Minsk in 2013, in which the basic and major enterprises of this industry: MTZ, MSW, MAZ and the others are located.

It was exported products on more than 6 bln USD in 2013.

According to the official data engineering products in the amount of 6 bln were exported in 2013. In comparison with 2012 the export volume decreased by 15.1%.

82% of export goes to the CIS countries and 81% of import is from non-CIS countries.

The engineering products were mainly exported to the CIS countries in 2013 (The basic exports of engineering products ranged from 50% to 80% to Russia). Import was mainly focused on the manufacturing of those goods that are not manufactured on the territory of Belarus (light motor vehicles).

The domestic market capacity in 2013 amounted to 64.8 thsd units of equipment (excluding light motor vehicles manufacturing).

The engineering products were mainly exported to the CIS countries in 2013 (The main export of engineering products ranged from 50% to 80% to Russia). The import was mainly focused on the production, that is not manufactured on the territory of Belarus (light motor vehicles manufacturing).

The branch of engineering industry in Belarus is described by a high degree of consolidation.

The share of the top 5 largest companies in the industry accounted for 22% of the total manufacturing, while the share of the ten largest companies accounts for about 26%.

The foreign investments in the sector are carried out by the joint ventures and to a lesser extent during the process of privatization.

The most successful example of a foreign investor entrance to the Belarusian branch of the engineering industry is the creation of **JV "MAZ-MAN"**. Foreign investors invest in the Belarusian carriage and locomotive industry. A Swiss company group. **Stadler Rail Group** and **OJSC "Holding managing company" Belkommunmash** launched the realization of a significant investment project on the organization of urban and railway electric transport manufacturing.

The largest investment project in Belarus - Belarusian-Chinese Industrial Park was launched.

At the end of 2013 a priority development detailed plan of Chinese-Belarusian Industrial Park was approved, that consists of two areas - the northern (industrial and logistics) and southern (administrative and residential). The total area of the first phase of construction is 1120 ha.

The volume of investments in infrastructure will be about 5-6 bln USD.

UNITER Investment Company – financial and investment adviser in Belarus with 14+ years of experience with national and international investors in 40+ industries and markets within the country.

The company's activity is focused on investment banking; support of foreign investors and attraction of financing for national companies; conducting marketing and analytical research; project and asset management.

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