

Bill Woo/PR Director 82-51-979-5330

Paul Lanari/Editor 82-51-979-5332

www.bjfez.net

Investor Newsletter December Edition Vol 87.

BJFEZA development groundwork prepped for 2011

December at the BJFEZ Authority was a busy month with MOUs for various projects and seminars to publicize development projects. From an MOU to cultivate a network in Japan to MOUs pledging assistance to attract foreign investment to the Miseum district's Parts and Materials Industrial Park, the FEZ signed 3 MOUs and held seminars to further the overall development goal.

On December 1st, Friedrich Alexander University's Busan branch, located within the BJFEZ, held a seminar to generate publicity and attract qualified students for the March 2011 semester. Incentives included scholarships as well as grants from both German and Korean funding institutions for students within the chemical life sciences field. While on December 14th and 22nd, 3 MOUs were signed by the Authority and both public and private sector parties; the December 14th MOU with Kitakyushu City is meant to increase our network of contacts with the city's high-tech manufacturing companies. Present at the ceremony were 80 companies and Japanese government organizations including JETRO.

On December 22nd two further MOUs were signed with private sector parties valued at \$50 million U.S. dollars. The Hanil-IGC consortium signed an MOU with the Authority calling for the construction of a \$30 million dollar U.S. 75,000 m² manufacturing facility fabricating parts for the gas and oil market starting in 2012. The Hanil-IGC consortium includes Hanil Heavy Industries and Iran General Contractors; Hanil Heavy Industries, established in 1972, is Korea's leading industrial boiler manufacturer while Iran General Contractors is Iran's leading engineering, procurement and construction company specializing in the gas & oil market.

Also, on the same day, was an MOU with Shin Shin Heavy Industries and its' joint-venture partner-American based Sunrise Inc-where the FEZ pledged to support the bid of a \$20 million U.S. dollar manufacturing facility of 19,800 m², producing parts and materials for wind power systems in Miseum's Parts & Materials Industrial Park in 2011.

These developments point to the trend of increasing interest and investment by both domestic and overseas companies as the world economy begins to recover from the fall-out of the global economic recession. The events of December are a harbinger for 2011.

BJFEZ Investment Seminar in Seoul

December 10th, 2010-The Busan-Jinhae Free Economic Zone Authority held an investment seminar on December 10th at the Grand Intercontinental Hotel from 10 am-13:30 pm.



Some 100 people from real estate developers, financial and strategic investors participated in the event. The Korea Land & Housing Corporation (LH) as well as the special purpose company Jinhae Ocean Resorts Ltd, delivered presentations on their respective projects; LH, a government agency, is the primary developer for

the Myeongji International City project and will deliver an update on the current status of the Myeongji city project while Jinhae Ocean Resorts Ltd is the primary developer for the Ungdong Tourism & Leisure Project. Both are turn-key projects for the development of the Busan-Jinhae Free Economic Zone.

The Myeongji project calls for the area to be the home away from home for foreign investors and their families by offering all services ranging from K-12 schools, foreign hospital, medical schools, residences, hotels, convention centers to shopping malls. The Ungdong Tourism & Leisure project will see the development of golf courses, hotel/casino, marina, K-12 school as well as a medical tourism center.

For further information regarding the Myeongji City project contact Lee Dong-young at 82-51-979-5320-1; for further information regarding the Ungdong Toursim & Leisure Complex project contact Kim Hong-geun at 82-51-979-5370-2.

January events

No events are planned for January.

The Busan-Jinhae Free Economic Zone Authority would like to wish all our readers the happiest of holidays and a productive and fruitful New Year.