Forge Ahead with Lithuania: Your resilient NATO ally

Cyber and military defense is always top-of-mind for Lithuania, a stronghold on NATO's external border that lies close to the Eastern European frontline. The country's dedication to its NATO, USA, and EU alliances are a strong expression of its commitment to collective security. From cyber security to cutting-edge weaponry development, Lithuania's defense sector thrives on collaboration and agility in its decision-making. Lithuania is fostering a robust military technology ecosystem and is proactively inviting innovative businesses to manufacture, establish partnerships, and hire locally.

Close government support

Lithuanian government's Green Corridor initiative gives enhanced support to Large-scale investments with at least 20M EUR.



O% Corporate Income Tax for 20 years



No infrastructure taxes



Dedicated contact within the ministry of Economy and Innovation



Real estate procedures shortened by 3-6 months



Government-owned land can be leased without auction



Shortened Environmental Assessment Procedure

Fast Ramp-up

Defence Companies establishing in Free Economic Zones can benefit from well-developed infrasctructure and comprehensive support.

- Readily available infrastructure
- Brownfield and Built-to-suit options (faster than greenfield investments) backed by large developers available
- Dedicated FEZ representative to manage all infrastructure issues
- Fast establishment (detailed plans, purpose of land)

Tax incentives in FEZ*

Corporate Profit Tax

O*

7.5*

Dividend Tax

O*

Real Estate Tax

O*

Year 10 Year 16

* According to EU regulation, companies with an annual turnover of at least €750 million will be obligated to pay the 15% minimum rate starting in 2024, regardless of the country they conduct their business in.

Financial support for scaling your operations

InvestLT+ financial support scheme provides lucrative cashback incentives for larger scale investments.

Investor requirements

- >10M EUR annual revenue
- >5 years in manufacturing operations

Applicant is not in financial difficulty

Applicant is not relocating its activities from another EEA** country

Project requirements

≥ 20 new full time jobs;

≥1x avg salary in municipality (of 20 FTE);

> 1.5 M EUR CAPEX;

Implemented within 36 months

Export licences

Lithuanian institutions closely collaborate to streamline export procedures



Export licenses granted in 25 or less working days



Possibility to obtain "global license" to streamline export procedures



Export licenses for Ukraine are usually issued in under 10 days

Invest Lithuan<u>ia</u>

Invest Lithuania, the country's Investment Promotion Agency, is a one-stop shop that informs, connects and supports foreign companies in Lithuania, all free of charge.

We can help you with:

- Assisting in finding suppliers
- Identifying suitable landplots and brownfields
- ✓ Introduction to key stakeholders
- Organizing meetings with the Defence Procurement Agency to discuss upcoming public procurement tenders

Lithuanian defence ecosystem

Many homegrown and international defense industry companies conduct manufacturing operations in Lithuania. Some of the key sectors covered include drone production, secure radio-telecommunications, electronic warfare products, dual-purpose electronics, and others. Several examples of such companies include:





Granta Solutions, UAB founded in 2009 in Lithuania as a software development company.

Later, it extended the scope of its operations to include mechanical and electronics engineering.

In 2015, the company started building and flying fixed-wing UAVs.



RSI Europe is involved in the development and manufacturing of innovative radio and electronic systems for the defense sector.

Develops the RISE-1, next generation remote initiation system.

The system is designed to enhance the performance of military engineers and other military units engaged in exploding charges, mines, and other explosive devices.

Started developing FPV drones in 2023.





NTSERVICE

NT Service is involved in the development of products that touch a number of areas, such as anti-drone systems and cellular jamming.

Developed the EDM4S portable electronic warfare anti-drone device.

Battle proven in the Russian war against Ukraine, the system is capable of neutralizing Russian drones such as the Eleron-3.

Currently used by Lithuanian, Ukrainian, and Romanian armed forces.



Astrolight deveops Space-to-Ground optical communication solutions that provide high throughput and enhanced security data link services.

Company offers low size, weight and power optical communication terminal ATLAS-1 for nano or micro-class LEO satellites as well as a range of subsystems for optical ground stations.

OGS-1 is the first fully portable optical ground station for laser communication with LEO satellites.





LDS LITHUANIA DEFENSE SERVICES

Lithuanian Defence Services (LDS) was created as a joint-venture between Rheinmetall (50%) and KNDS (50%).

LDS provides MRO (Maintenance, Repair, Overhaul) services to military machinery:

- Boxer Vilkas
- Leopard 2 tanks
- Howitzers "PzH 2000"

Since September 2022, Lithuania Defense Services has been engaged in repairing PzH 2000s donated by Germany to the Ukrainian Armed Forces.