

St.Petersburg International Business Association

SPIBA ANNUAL REPORT

2013





SAINT-PETERSBURG



St. Petersburg International Business Association (SPIBA) is the only independent association working to unite international and Russian companies. SPIBA's mission is to facilitate business development in Northwest Russia, through the provision of:

- A stable platform for open dialog, lobbying and collaboration with the government
- Networks for exchange of information and experience among organizations
- An informal and friendly platform for business development and networking

Since 1995, SPIBA has become a reliable partner for the international business community in North-West Russia. SPIBA provides a mechanism to bring to light common issues faced by its members in the development of their businesses, as well as to prompt Russian authorities to address these issues. Through the combined efforts of SPIBA's various committees, SPIBA is able to achieve significant results, leading to gradual improvement in the business climate of the region.

Besides the Committees' activities, SPIBA organizes General Meetings, conferences, seminars, breakfast briefings, round tables, and business tours which are well-attended by a wide audience. All of the events are devoted to current issues that directly affect the interests of the Association's members and involve high-level experts and professionals from both government and business. "Look@it" company visits are particularly popular among members and they focus on the success stories of major brands in the St. Petersburg market. SPIBA regularly holds "Breakfast with the Director" meetings, where business leaders, top managers and directors are invited to share their rich experience and discuss innovative approaches to business and non-standard solutions. In addition to these business events, SPIBA invites members to participate in a range of social events from the traditional White Night Boat Cruise to Get Together parties.





## Dear Friends and Colleagues!

This year flew by and we summarize the year's results and reflect on what they brought to the life of the Association. 2013 was one of the most successful of recent years for SPJBA: the number of member companies increased – more and more big international organizations are becoming a part of our business community; the Association achieved financial stability; and we are pleased to note the improvement of both the high level of activities, as well as the growing interest in SPJBA from the business elite of North-West Russia.

I would like to note a positive trend: the willingness of public authorities and the city administration to build a dialogue with SPJBA members and joint efforts to solve current business problems.

We achieved all strategic goals set for this year thanks to the enthusiasm and work of the Committee Co-Chairs and SPJBA members, and, largely, thanks to efficient collaboration with partners of the Association. We thank all SPJBA members for fruitful work, implementation of plans into practice and we look forward into the year of 2014 with confidence in our future success!

Karina Khabacheva SPFBA Executive Director









Stefan Van Doorslaer Chairperson of the Executive Committee General Director, Ahlers CIS & Baltics



Ludmila Murgulets Managing Partner, iNTG



Vladislav Zabrodin Managing Partner, Capital Legal Services



Elena Marchenko Head of the Finance Department and Chief Accountant, BSH Bytowije Pribory



Sergey Spasennov Head of St. Petersburg Practice, Pepeliaev Group



Karina Chichkanova Partner, Dentons



Sergey Parshin Cluster Director, Unilever



Tatiana Modeeva General Director, Acsour



Simo Laitala Managing Director, Tikkurila



# SPIBA Environment, Health and Safety Committee

The Committee identifies, evaluates and analyzes the key trends and issues related to environmental protection, health and safety, which may affect performance of enterprises in the North-West of Russia. One of the most important topics discussed is corporate social responsibility.

#### The main objectives of the Committee:



Meeting with "Vodokanal of St. Petersburg"

- Promotion of effective standards related to environmental protection, health and safety
- Assistance in carrying out responsibilities with respect to compliance with EHS laws
- Active participation in the development of relevant EHS laws, regulations and standards

The year 2013 featured a number of well-attended meetings that showed considerable concern from the business community about the environment:

- Meeting with the chairman of the Committee on Natural Resources, Environmental Protection and Ecological Safety of St. Petersburg
- 2 meetings with "Vodokanal of St. Petersburg"
- Meeting with the State Labour Inspection
- Event of the logistics working group "Research in the field of supply chain management and logistics: analysis of the Russian market developments, trends"

The co-chairpersons of the SPIBA Environment, Health and Safety Committee are:

Viktoria Afanasieva, Nissan Manufacturing Rus, Peter Kehva, Smurfit Kappa St. Petersburg Ivan Osipov, Pilz Russia

Head of logistics working groups:

Olga Nekrasova, Ahlers CIS & Baltics



#### **SPIBA HR Committee**



Human capital is a key factor for successful business. Thus, SPIBA tries its best to meet its members' demands to solve problems relating to human recourses.

LEAN in non-manufacturing

The HR Committee of SPIBA provides a forum for the exchange of experience and opinions of professionals in the field of personnel management and includes wide representation of the business sector and governmental agencies. Participants of the Committee meetings are representatives of industrial enterprises, recruitment agencies, companies providing training, and professors of leading universities and business schools.

In 2013 the Committee held 10 meetings that covered a wide range of key aspects related to human capital of business including: Training of production personnel on employer's standard, Dual training, Simplified 360 Feedback, Engagement of the personnel, and many others.

- Business Forum "Investments into Human Capital as the Key to Company Success" jointly with ANCOR
- Yearly event on labor market trends
- The discussion of the draft law on outsourced personnel
- LEAN in non-manufacturing
- Discussion of the distance work practice with participation of the State Labor Inspection

The co-chairpersons of the SPIBA HR Committee are:

Anna Gavrilova, Baker & McKenzie Irina Stepanova, Philip Morris Izhora Tatiana Leontieva, ANCOR



# SPIBA Marketing & Communications Committee

SPIBA's Marketing & Communication Committee is engaged in attracting public attention to its members' activities. The Committee also provides an opportunity for SPIBA's members to share experience and information in the field of marketing and advertising.



Look @ Baltika Breweries

In 2013 the Marketing & Communications Committee held events on: Talent management, Master class "Customer focus: Fashion and Technology" by David Barkan, Marketing Professor in the Graduate School of Management, The interaction of business and the media, "Is classic PR alive or has it dissolved into social networking?", Law on advertising, Social Media for Business: practical application, CRM as a foundation for client-oriented technology.

In addition, «Look @ it» events remain extremely popular in SPIBA. In 2013 Members visited companies Atria Russia, new business district "Nevskaya Ratusha", Baltika Breweries, "Karavay" factory, Heineken Russia. On February 7, the State Palace of Congresses Complex met with SPIBA Members in the traditional "Winter meetings at the Constantine palace". During the visit, guests viewed the "Secrets of St. Petersburg" exhibition featuring the Naryshkins' treasure, and were presented with a new brochure in English about tourism and business potential of the State Complex. The evening ended with informal discussions and socializing at the Baltic Star hotel.

Co-chairpersons of the SPIBA Marketing & Communications Committee are:

Irina Koshelkova, BC Communications Anastasia Denisova, Acsour Veronika Voinovyan, Attorneys at law Borenius



# SPIBA Legislation & Lobbying Committee

This Committee has been operating within SPIBA since its establishment in 1995 and it provides significant input regarding the implementation of the SPIBA mission as the voice of business in its dialogue with the Russian authorities. Meetings are held with the participation of leading international and Russian firms and representatives of relevant government agencies.



Round table "Questions of contesting the cadastral value of land in St.Petersburg"

The Committee held 7 meetings during this year and initiated a number of large SPIBA events. The meetings of the Committee covered a wide variety of issues that concern the business community:

- Conference "Recent changes in legislation"
- Conference "Overview of changes in the legislation on real estate"
- Round table "Questions of contesting the cadastral value of land in St.Petersburg"

SPIBA Legislation and Lobbying Committee has launched a new project – series of events "Legal Debating Club", where lawyers share real cases from their practice, exchange opinions and views. In a framework of the Club we already held 3 meetings on issues such as Licensing and Self-regulation: discussion of real business cases, problems of interaction with public authorities, problems of contesting the cadastral value of land in St. Petersburg.

Continuing its lobbying efforts, the Committee has prepared and submitted to the government of St. Petersburg a number of proposals aimed at improving the St. Petersburg legislation regulating timber export, and transport situation in industrial areas of St. Petersburg and Leningrad region.

The Co-Chairpersons of the SPIBA Legislation & Lobbying Committee in 2013:

Irina Fedorova, Baltika Breweries Arina Dovzhenko, Dentons Igor Gorokhov, Capital Legal Services



legislation.

SPIBA's Finance Committee brings together specialists in the areas of finance, taxation and

accounting. The purpose of the Committee is to

create a platform for the exchange of information and to demonstrate that businesses

can and should operate successfully, while respecting all the requirements of Russian

#### **SPIBA Finance Committee**



Maxim Oreshkin, Director of the long-term strategic Russian Federation

planning department, Ministry of Finance of the

In 2013 the Committee conducted 10 meetings during the year that covered a wide range of relevant financial issues:

- Pension reform and corporate pension plans as a tool for human resource management
- New in IFRS
- Trends for the improvement of the tax administration for foreign organizations
- Review of the Russian and world economy: current trends
- Business Meeting on «VAT-2013: Complex issues of calculation»
- Master class on "Practical aspects of IFRS consolidated financial statement preparation"
- "Single sales document" with the participation of O.G. Lapina, specialist of the FTS of Russia.
- "Reconciling Russian e-invoicing legislation with seamless global supply chains"
- Changes in currency control legislation of the Russian Federation

The Co-chairpersons of the Committee in 2013:

Maria Zhitnikova, BSH Bytowije Pribory **Dmitry Karey, Acsour** Elena Barvitskaya, Taxcom Elena Zyryanova, Credit Agricole CIB



# SPIBA Real Estate and Construction Committee

SPIBA Real Estate and Construction Committee helps members of the association navigate through the complex world of cadastres, construction codes and regulations. During the meetings of this newly created committee we discuss issues of interest to anyone who does business in the North - West of Russia.

Performance of the Committee is as extensive, as is the business in development and construction, often, it intersects with the activities of other committees of SPIBA and then, at the junction of two or more branches an event occurs that can benefit: lawyers, financiers, accountants, managers of state workers.



Conference "Business development - taking on new industrial sites"

#### The Committee sees its mission as follows:

- To promote the advancement of knowledge of property market professionals and construction;
- To be a platform for discussion of urgent problems in the field of real estate;
- To familiarize all stakeholders with the best practices in the field of construction;
- Be disseminators in cooperation with the relevant committees of the governments of the city and region;
- To provide an interesting, informative and often exclusive material for discussion at SPIBA.

#### In 2013 the Committee held 3 events:

- Conference "Business development taking on new industrial sites"
- Lease relations discussing the main aspects
- Investment in infrastructure and utilities what changes are needed at the legislative level

#### The Co-chairpersons of the Committee are:

Maya Petrova, ATTORNEYS AT LAW BORENIUS RUSSIA LTD Vladimir Vishnevsky, VTB Capital Asset Management Dmitry Kozunov, Colliers International



### **SPIBA Quality of Life Committee**

Quality of life depends on the health state, communications in society, psychological and social status, freedom of action and choice, organization of leisure and entertainment, education, access to cultural heritage, social, psychological and professional assertiveness, psycho-type and adequacy of communication and relationships.



Get Together @ BIBLIOTEKA

Created in 2013 Committee on Quality of life conducted 8 events, including 3 informal meetings SPIBA Get Together, discussion on tourist attractiveness of Saint-Petersburg, dialogue about professional and personal sustainability.

On May 27th we honored the city's birthday by inviting SPIBA members and their children to get acquainted with a very important project for St. Petersburg - Upsala Circus. Upsala Circus is the only circus in the world for hooligans! All artists are children and teenagers from high-risk social groups, children who find themselves in difficult situations. The purpose of this unusual circus is the creation of an alternative to street life, the return of children to society and the creation of conditions for their full development. Artists of Upsala Circus showed a few excerpts of the existing hooligans performances and had a circus workshop for young guests of the event. Children of the participants gained an unforgettable experience.

Special attention was given this year to "Cultural Discoveries of SPIBA." We visited the new stage of Mariinsky Theatre, visiting even behind the scenes, admired the house of the Romanov imperial crown at the Constantine Palace, under the guidance of a sommelier we tasted fine wines from the collection of wineries "Tokaji".

The Co-chairpersons of the Committee in 2013:

Larisa Konashenok, SWISSAM Hospitality Business School Natalia Zakharova, Domina Prestige Hotel



## Highlights 2013

Application of anti-corruption procedures as a guarantee of the effectiveness of business and economic development



Irina Onikienko, Partner, Capital Legal Services Björn Kavalkov-Halvarsson, Consul, Deputy Head, Consulate General Sweden in Saint Petersburg

On September 24th SPIBA and the Information Office of the Nordic Council of Ministers in St. Petersburg organized a round table discussion on "The Application of anti-corruption procedures as a guarantee of the effectiveness of business and economic development".

The event was attended by representatives of government agencies of St. Petersburg, top managers of international companies such as Baker & McKenzie, Capital Legal Services, Siemens, 3M and other experts from Sweden and Finland.

After joining the WTO, Russia gained not only the opportunities for attracting international investments, it also gained the additional international legal obligations in the fight against corruption. There were adopted a number of additional laws governing public authorities and companies. However, according to unofficial information, nearly half the business of the country is still in the "shadow" turnover.

During the discussion, business representatives shared their experiences in the development of anti-corruption measures in Russia. Participants agreed that the most appropriate corporate governance practices are OECD (Organisation for Economic Cooperation and Development) and "Adequate methods" of the Anti-bribery Law of the UK. It was noted that for effective implementation of measures it is necessary to comply with the following principles: the leading role of the manager; risk assessment, the introduction of standards and their enforcement, training, supervision (monitoring, auditing, etc.).





Business Forum "Investments into human capital as the key to the company success"



Participants of the Business Forum

On June 6th in conjunction with recruitment holding ANCOR, St. Petersburg International Business Association held a Business Forum "Investments in human capital as the key to company success."

The forum's theme was chosen intentionally: the problem of human capital investment in the fight for talent and enhancing staff shortage is particularly acute today. The venue choice for the Business Forum was unconventional — one of the largest museums of modern art "Erarta." Welcoming remarks were made by Karina Khabacheva, Executive director of SPIBA and business forum moderator Alex Zelentsov, regional director for the North-West of ANCOR.

The Business Forum gathered leaders from the largest companies in the region. Among the speakers were directors of companies such as Heineken Russia, Unilever, 3M Russia, HSBC, Ernst & Young, URSA Eurasia, as well as the heads of HR departments of the companies "Siemens Technology Gas Turbines," PepsiCo, BAT, Rostelecom and others. Key goals for the organizers of the business forum were to create conditions for the communication of business and HR-departments, provide an opportunity to discuss the most pressing issues of today's market, such as investment in development - a bet on people or technology, reevaluation of employee values, competition for talent in the competitive environment and others.

The forum participants - both speakers and delegates – expressed a genuine interest in the topics, actively joined the discussion and generally highly praised the work of the Forum, which will provide an excellent opportunity for an effective dialogue among businesses.

# Highlights 2013



#### Breakfast with the Director



Romuald Rytwinski, General Director, GM Auto

We continue to develop a popular tradition to invite remarkable figures from business to SPIBA informal meetings in the format "Breakfast with the Director" such as business leaders, top managers and directors to share their interesting experiences, talk about innovative approaches to business, non-standard solutions and everything that leads to breakthroughs and new peaks of success.

#### Our guests in 2013:

- Oleg Bokov, General Director of Heineken Russia
- Isaac Sheps, President of Baltika Breweries and Senior Vice President Eastern Europe, Carlsberg Group
- Sandis Steins, General Director of «Statoil Retail Operations»
- Romuald Rytwinski, General Director, GM Auto

"First of all, I want to express my appreciation to SPIBA for the interesting from all aspects meeting with Mr. Romuald Rytwinski, General Director, GM Auto, which was held in the format of "Breakfast with the Director" on November 12 in hotel "Angleterre". It was not so much the presentation of the top manager but mostly a story of a man with great experience in management from different positions about his vision on the modern world and business and their problems at "macro" and "micro" levels, about his personal challenges at his job, views on the "work-life-family" balance, and etc. This story, where individual views, experienced impression and established personal principles were dominating on "company performance results for the past period", transformed "Breakfast with the Director" in a warm and very useful conversation, the impressions of which immediately wanted to be shared with my colleagues and students."

Pavel Novikov, Director of Executive MBA Programs, SSE, about the "Breakfast with the Director"





## **SPIBA White Nights Boat Cruise**



Following a time – honored tradition, SPIBA members gathered for the White Nights Boat Cruise on June 28, 2013. SPIBA members and guests cruised the Neva River and enjoyed an excellent buffet, drinks, live music, entertainment, and dancing. Some fortunate guests were lucky enough to win exciting lottery prizes, while all the guests won from the warm atmosphere of friendly networking.





Meeting with the management of the Committee on Natural Resources, Environmental Protection and Ecological Safety of St. Petersburg

# Highlights 2013



Valery N. Matveyev, Chairman of the Committee on Natural Resources, Environmental Protection and Ecological Safety of St. Petersburg

Meeting with the management of the St.Petersburg Committee for Industrial Policy and Innovation



Maxim S. Meyksin, Chairman of the Committee for Industrial Policy and Innovation of St.Petersburg



# **SPIBA General Meetings**

#### March 26, 2013

The strategy of the Government of the Leningrad region to maintain a high rate of foreign investment in the economy of the region

Mr. Dmitry A. Yalov, Vice-governor of the Leningrad region





## July 3, 2013

St. Petersburg strategy in social policy, health and demographic situation

Mrs. Olga A. Kazanskaya, Vice-governor of St. Petersburg







# SPIBA Annual Meeting

December 5th, 2013 in the "Rossi" hall of the "Hermitage" hotel St. Petersburg International Business Association (SPIBA) held its Annual meeting of members with participation of Maxim Oreshkin, Director of the long-term strategic planning department, Ministry of Finance of the Russian Federation.

At the meeting were discussed current and projected state of the global economy, trends for the next six months in the Russian economy and policy of Ministry of Finance in 2014.

Stefan Van Doorslaer, Chairman of the SPIBA Executive Committee



Also Chairman of the SPIBA Executive Committee Stefan Van Doorslaer presented SPIBA presentation on the results of 2013, the budget of the association in 2014 and thanked all members for their active work in 2013! The meeting was attended by representatives of companies — SPIBA members, including CEOs, general directors, and heads of departments.

After the official part of the meeting, guests enjoyed exquisite gourmet dishes from the chef of the hotel "Hermitage" and live blues performed by Phil Spit.

At the Annual Meeting 2013 activities were summarized: the best of the best were awarded



#### **SPIBA Members**



#### **Regular Members**

AAG Acsour

Adecco

Advanced Management Institute

AHLERS
Air France /KLM
Alfa-City
AMCOR
ANCOR
Arcadia

Ariston Thermo Rus

Ashmanov & partners Saint-Petersburg

Astoria&Angleterre

Attorneys at law Borenius Russia LTD

Atria Russia Baker & McKenzie Baltika Breweries

Barona

**BAT British American Tobacco** 

**BC** Communications

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Belgium Embassy BSH Bytowije Pribory BusinessLink Training

Canning

Capital Legal Services International

Coca-Cola Hellenic Colliers International Concept Club Corinthia

Courtyard by Marriott St. Petersburg

CREDÍT AGRICOLE CIB DB Schenker Russia

Deloitte
Dentons
DHL International
DLA Piper
Domina Prestige

East Real

**ECOVIS Audit Advance** 

ELISA

**EMERGING MARKETS GROUP** 

Ernst&Young Exiclub

**General Motors Auto** 

Graduate School of Management St. Petersburg State University

GSK Reforma Hannes Snellman Heineken

Higher School of Economics in SPB Hilton St. Petersburg Expoforum Hyundai

**IMPEX CONSULT** 

Intercomp Clobal Services

iNTG

Isku Interior SP ITM Group

J.Frisberg & Partners Jensen Group

JETRO Job.ru JTI

**Kelly Services** 

Konsu

Law offices Semenyako, Grib and partners

Magnat

Maxima Consulting and Law

Metsa Group Moore Stephens Morgan Hunt

MTŠ Nissan

NMC-Holding AVA-PETER

Northern Capital Gateway Pulkovo Novotel St.Perersburg Centre

Optogan Pen & Paper Pepeliaev Group PepsiCo Russia Per Aarslef Phillip Morris Pilz Russia

Pratt & Whitney Russia

Property M PwC Ramirent RBI Group SHL

Smurfit Kappa St. Petersburg

STAF-ALLIANCE Security Service Group

Staffwel

Statoil Retail Operations

Stockholm School of Economics in St.Petersburg

Subway SWISSAM Taxcom TBL Tebodin

The Official State Hermitage Hotel

Tikkurila Ultra Union Unilever URSA Eurasia Ventra

Vlerick Business School VTB Capital (Capital Energo)

YIT LENTEK Zgroup

#### **SPIBA Members**



### **Honorary Members**

Australian Embassy
Australian Trade Commission
Consulate General of Denmark
Consulate General of Finland
Consulate General of Germany
Consulate General of Great Britain
Consulate General of India
Consulate General of Italy
Consulate General of Japan
Consulate General of Lithuania
Consulate General of Estonia
Consulate General of Sweden
Consulate General of the Netherlands
Consulate General of the United States

Enterprise Ireland / Embassy of Ireland Embassy of Belgium. Economic and Commercial Representation of Flanders Exportradet, Swedish Trade Council French Consulate Commercial Section German Trade Center / Hamburg Chamber of Commerce Italian Institute for Foreign Trade (I.C.E.) JETRO St. Petersburg Royal Norwegian Consulate General U.S. Commercial Service, Consulate General of the USA St.Petersburg Chamber of Commerce and Industry

### Individual membership

Denis Kamordzhanov

#### **ACKNOWLEDGEMENTS**

The Association is pleased to acknowledge all the companies who sponsored, supported, and helped to organize various SPIBA events in 2013 for their generous contributions for the benefit of SPIBA members and the business community as a whole.

#### **SPIBA SPONSOR 2013**

CAPITAL LEGAL SERVICES

### SPIBA PARTNERS IN ORGANIZATION OF VARIOUS EVENTS IN 2013

Northern Capital Gateway Pulkovo PepsiCo Russia Baltika Breweries

#### **SUPPORTERS OF SPIBA EVENTS 2013**

British Consulate-General in St. Petersburg Consulate General of the Netherlands Graduate school of management SPbSU Nordic Council of Ministers (NORDEN) National Complex "Palace of Congresses" Stockholm School of Economics in Russia

#### **SUPPORTERS OF SPIBA EVENTS 2013**

The St. Petersburg Times STAF-ALLIANCE Security Service Group

#### **HOSTING SPIBA EVENTS 2013**

Angleterre Hotel Astoria Hotel Corinthia Nevskij Palace Hotel Domina Prestige Hotel, St. Petersburg The Official State Hermitage Hotel

#### SPIBA INFORMATION SPONSOR

BC Communications M-Brain

#### SPIBA WEB MASTER

Arcadia

