

INVESTMENT PROJECT SUMMARY/PROFILE

Construction of a plant for the production of vegetable oil in the city of Kulyab, Khatlon region



Information about project initiator

<i>Project initiator</i>	Ministry of Industry and New Technologies of the Republic of Tajikistan			
<i>Contact details</i>	State Committee on Investment and State Property Management of the Republic of Tajikistan 734000 Tajikistan Dushanbe, St. Shotemur 27, Tel: (+992) 37 221-48-60, 221-73-37, www.investcom.tj e-mail: ipd@investcom.tj			
<i>Type of ownership</i>	Private property			
<i>Sector</i>	Industry			
<i>Main idea of the project</i>	Organization of high-tech complex for the production of vegetable oil. The implementation of the project makes it possible to produce oil in the country and then export it.			
<i>Aim/result of project</i>	Organizing local production, providing the domestic market and increasing the export potential of the country. Ensuring food security of the country.			
<i>Planned production capacity</i>	50 000 liters per year			
<i>Import in 2017-2018</i>	<table border="1"> <tr> <td>From Turkmenistan, Russia, Kazakhstan,</td> </tr> <tr> <td>170,0 thsd. tons</td> </tr> <tr> <td>122,8 mln. US\$</td> </tr> </table>	From Turkmenistan, Russia, Kazakhstan,	170,0 thsd. tons	122,8 mln. US\$
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<i>Planned export volume, regions (if any)</i>	20% of products will be exported to countries like Afghanistan, Uzbekistan and Kyrgyzstan.			
<i>Planned realization period (years)</i>	3 years			
<i>Stage of the project (business plan, project documentation, other)</i>	A preliminary Business Plan has been developed. The project needs a feasibility study			
<i>Project overall cost</i>	20,0 mln. US\$			
<i>Including</i>	<i>Internal funds</i> <i>mln. US\$</i>			
	<i>Required investments</i> <i>20 mln. US\$</i>			

<i>Profitability</i>	15%
<i>Period for payback</i>	14 years
<i>Type of investment</i>	Direct investment
<i>Investor participation form</i>	- Investment agreement. Creation of Joint venture
<i>Tax and custom benefits/privileges</i>	<ul style="list-style-type: none"> - Delivery of products by the investor when executing a production sharing agreement is exempt from VAT. - Delivery of products by the investor when executing a production sharing agreement, is exempt from excise taxes. - The investor is exempt from paying income tax upon the implementation of the production sharing agreement. - The importation of goods by the investor for the performance of work under a production sharing agreement is exempt from VAT. - Issuance of a license under a production sharing agreement, within 30 days from the date of its signing, without providing additional documents or obtaining additional approval. - Importation of production and technological equipment and components to it, forming a single technological kit is exempt from customs duties. - Moratorium on inspections of activities of business entities in the areas of production for two years (2018-2020). - New enterprises for the production of goods are exempt from paying income tax, subject to the introduction of their founders within 12 months from the date of state registration of the following investments in the authorized capital: <ul style="list-style-type: none"> a) for 2 years, if the volume of investments is in excess of \$ 200 thousand to \$ 500 thousand; b) for 3 years, if the volume of investments is in excess of \$ 500,000 to \$ 2 million; c) for 4 years, if the volume of investments is in excess of 2 million to 5 million dollars; d) for 5 years, if the volume of investments exceeds 5 million US dollars - A special licensing regime under the investment agreement (including a simplified regime for issuing, re-issuing, renewing licenses provided for by the investment agreement, issuing licenses for a period exceeding the maximum term of the license, full or partial exemption from paying licensing fees and duties). - A special tax regime may be granted in accordance with the investment agreement (including exemption from all taxes, other tax incentives not provided for by law). - Issuance of a license under a production sharing agreement, within 30 days from the date of its signing, without providing additional documents or obtaining additional approval. - The importation of production and technological equipment and components to it, forming a single technological kit is exempt from customs duties - Ability to attract foreign workers in the framework of the

	investment agreement above the established quota.
<i>Technical indicators</i>	
<i>Location of project (or realization)</i>	Construction of the enterprise is planned in the city of Kulyab, Khatlon region.
<i>Size of overall necessary production site (land)</i>	More than 3 hectares
<i>Production area, ha</i>	Planned for 2.8 hectares
<i>Planned number of jobs</i>	More than 200 jobs
<i>Infrastructure/Communication</i>	
<i>Power supply</i>	There are plans to install its own substation.
<i>Water supply</i>	There is a planned water line.
<i>Gas supply</i>	No
<i>Other</i>	Availability of own experimental sites
<i>Transport connection</i>	
<i>Road</i>	The construction of the enterprise is planned in the vicinity of the Kulyab-Dushanbe highway, and the distance to Dushanbe is 196 km.
<i>Airport</i>	3 km to Kulyab International Airport, 196 km to Dushanbe International Airport
<i>Railway</i>	3,5 km to railway station Kuljab
<i>Other</i>	196 km to Dushanbe