

# INVESTMENT PROJECT SUMMARY/PROFILE

Creation enterprise for production leather raw materials for shoes production



## 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, <a href="http://www.investcom.tj">www.investcom.tj</a> e-mail: <a href="mailto:ipd@investcom.tj">ipd@investcom.tj</a>
<i>Type of ownership</i>	Private
<i>Sector</i>	Industry
<i>Main idea of the project</i>	Creation of own production processing of local leather raw materials to finished products import substitution products
<i>Aim/result of project</i>	Reduction of shoe import, development of light industry of the republic
<i>Planned production capacity</i>	1000 000 pairs / year
<i>Planned realization period (years)</i>	2 years
<i>Stage of the project (business plan, project documentation, other)</i>	Business-Plan is needed
<i>Project overall cost</i>	22,2 mln. US\$
<i>Including</i>	<i>Internal funds</i> <span style="float: right;"><i>mln. US\$</i></span>
	<i>Required investments</i> <span style="float: right;"><i>22,2 mln. US\$</i></span>
<i>Profitability</i>	18%
<i>Period for payback</i>	3 years
<i>Type of investment</i>	Direct investment

<i>Investor participation form</i>	Investment agreement, creation of a joint stock company and
<i>Tax and custom benefits/privileges</i>	<ul style="list-style-type: none"> <li>- Reduced (50%) VAT rate is valid for the importation and subsequent delivery of new cars (cars, motor vehicles, mainly intended for the transport of people, motor vehicles, intended for the carriage of goods, etc.);</li> <li>- Moratorium on inspections of activities of business entities in the areas of production for two years (2018-2020);</li> <li>- New enterprises for the production of goods are exempt from paying income tax for 5 years, provided that they are made by the founders within 12 months from the date of state registration if the amount in the statutory fund of investments exceeds \$ 5 million;</li> <li>- Importation of production and process equipment and components to it, forming a single technological kit is exempt from customs duties and VAT;</li> <li>- A special tax and customs regime may be granted in accordance with the investment agreement (including exemption from all taxes, other tax benefits, as well as from all customs payments, simplified customs procedure, provision of other customs privileges not provided for by the legislation).</li> <li>- With an investment of more than \$ 5 million, the company is exempt from income tax for a period of 5 years.</li> <li>- Other preferences may be negotiated.</li> </ul>
<i>Technical indicators</i>	
<i>Location of project (or realization)</i>	Republic of Tajikistan, Dushanbe city
<i>Size of overall necessary production site (land)</i>	1,2 ha
<i>Planned number of jobs</i>	More than 400
<i>Infrastructure/Communication</i>	
<i>Power supply</i>	Power lines and own transformers
<i>Water supply</i>	Located close to the river
<i>Other</i>	Availability of own experimental sites
<i>Transport connection</i>	
<i>Road</i>	1 km to Highway
<i>Airport</i>	8 km to International Airport Dushanbe
<i>Railway</i>	3 km from the railway station
<i>Other</i>	9km from city of Dushanbe