

INVESTMENT PROJECT SUMMARY/PROFILE

Processing of iron ore deposit "Shohqadambuloq"



Information about project initiator

<i>Project initiator</i>	ОАО "Фароз"	
<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>	Development of the mining sector, increasing the country's export potential, production of competitive products, the creation of new work places	
<i>Aim/result of project</i>	Meeting the needs of local industrialists and increasing the country's export potential, Construction industry enterprises	
<i>Planned production capacity</i>	Total ore reserves: more than 153 million tons, the average Fe content is up to 42%. At this deposit, ore is mined. In the first year, the target will be the extraction of 3 million tons of ore, and then 5 million tons per year for five years, then up to 10 million tons per year for the next 10 years.	
<i>Planned export volume, regions (if any)</i>	Iron ore is the main commodity used in the metallurgical industry and its cost is highly dependent on the cost of transportation. The export of iron concentrate will mainly be carried out to steel mills in Kazakhstan, Russia, Uzbekistan and China.	
<i>Planned realization period (years)</i>	3 years	
<i>Stage of the project (business plan, project documentation, other)</i>	There is documentation on the ongoing geological exploration of the iron-bismuth "Shokabambulak" deposit. The project needs a feasibility study.	
<i>Project overall cost</i>	220 mln. US\$	
<i>Including</i>	<i>Internal funds</i>	20 mln US\$
	<i>Required investments</i>	202 mln US\$

<i>Profitability</i>	22%
<i>Period for payback</i>	18 years
<i>Type of investment</i>	Direct investment
<i>Investor participation form</i>	Creation of a joint venture, the implementation of the project based on the investment agreement
<i>Tax and custom benefits/privileges</i>	<ul style="list-style-type: none"> - Moratorium on inspections of activities of business entities in the areas of production for two years (2018-2020). - 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. - Delivery of products by the investor when executing a production sharing agreement is exempt from VAT and excise taxes. - The investor is exempt from paying income tax upon the implementation of the production sharing agreement. - The importation of production and technological equipment and components to it, forming a single technological cycle is exempt from customs duties - Attract foreign workers in the framework of the investment agreement above the established quota - - Other preferences may be negotiated.
<i>Technical indicators</i>	
<i>Location of project (or realization)</i>	Iron-bismuth deposit Shokambulak, It is located in the northern part of Tajikistan, on the southern slopes of the Kuramin range in the Bobojon Gafurov area, not far from the economic and industrial city of Khujand.
<i>Size of overall necessary production site (land)</i>	80 ha
<i>Production area, ha</i>	25 ha
<i>Planned number of jobs</i>	800
<i>Infrastructure/Communication</i>	
<i>Power supply</i>	Not available, it is planned to conduct a power line and install its own transformer.
<i>Water supply</i>	Not available, planned water line
<i>Gas supply</i>	Not available
<i>Other</i>	Availability of own experimental sites
<i>Transport connection</i>	

<i>Road</i>	It is planned to build a road 8 km long from the field to the main road.
<i>Airport</i>	14 km from the airport of Buston (Chkalovsk)
<i>Railway</i>	18 km from the railway station of Gafurov
<i>Other</i>	16 km to the city of Hujand