

Annotation

on the investment project "Children diapers production organization on FEZ Gomel-Raton territory"

The investment project "Children diapers production organization on FEZ Gomel-Raton territory" is purposed to attract the investor to start import substituting children diapers production on FEZ Gomel-Raton territory". Said manufacture will employ new and high technologies.

At present there is no such production in the republic.

The project is on pre-investment stage: feasibility study of the project is done, a business plan is developed, and a production technology and a list of necessary equipment are defined. New modern equipment will be bought: «DEDE-500» production line and «DSP 40» packing machine from «BIKOMA» company (Germany). This equipment conforms all international and national quality standards.

Term of project realization is 5 years, term of recoupment is 2 years 6 months.

There are vacant production premises 880 square meters, with all necessary infrastructure available.

Total cost of the project is EUR3.436 millions, including EUR 2.43 millions of capital investments, EUR 0.856 circular assets replenishment, EUR 0.15 millions – to buy the production premises.

The project financing is planned with investor's loan and own means of the enterprise.

A main production activity of the enterprise – production of children diapers. When the enterprise reaches its full capacity (during the third year), the annual production volume will reach 49 152 thousands pieces. This product is an import substituting and will be sold exclusively in Belarus.

Children diapers production in FEZ will allow to sell the production 25% lower than average on the market.

Sales proceeds will be EUR 33.9 millions, net profit – EUR 14.7 millions.

12 new working places will be created.

Investment project realization on FEZ Gomel-Raton territory will allow the enterprise as a FEZ resident to receive tax and custom reductions EUR 3.6 millions.