

ANNOTATION
on the investment project
«Organization of fiberglass plastic armature production
on the territory of FEZ Gomel-Raton»

The investment project «Organization of fiberglass plastic armature production on the territory of FEZ Gomel-Raton» has been developed to attract a foreign investor to set up the production.

The relevance of the project is stipulated by the increase of demand for composite-materials-made products at the markets of the CIS countries and European Union.

The project is at the preinvestment stage: the preliminary feasibility research has been done, business plan has been worked out, production technology has been determined.

The project stipulates the establishment of high technology production for a wide range of fiberglass plastic –armature and section using the newest equipment of high output capacity of the English company «PULTREX». Due to the modern production technology the product will be price-competitive with ideal quality characteristics meeting highest consumer standards.

The output of the following products will be mastered:

- fiberglass plastic armature of the following models – AKP SP 4, AKP SP 6, AKP SP 8, AKP SP 10, AKP SP 12, AKP SP 14;
- fiberglass plastic section of six dimension types: SPP 10x5; SPP 10x8; SPP 12x8; SPP 12x10; SPP 15x10; SPP 28x18.

In the course of project realization it is planned

- to buy production premises with total area not less than 1000 sq.m with all the necessary infrastructure and engineer networks;
- to create 22 new working places;
- to export 100% of the products.

The project investment cost according to the project is EURO 1,386 mln, including EURO 1,025 mln. of fixed capital, EURO 0,187 mln. of working capital, EURO 0,174 mln. of other expenses.

By the end of the fourth year of project realization when the designed capacity is reached the annual output of fiberglass plastic products accounting on the basis of quantities will amount to: armature – 1 690.2 th.m. and section – 563.4 th.m.

The proceeds of the products sale according to the project will amount to EURO 7,28 mln., net profit will amount to EURO 2,09 mln.

The period of project realization is 5 years; the dynamic period of recoupment is 4 years and 7 months.

Realization of the project on FEZ Gomel-Raton territory will permit a foreign investor, being a FEZ resident, to enjoy tax incentives amounting to EURO 0,65 mln.