

Project Title: Producing chipboard from agricultural wastes (grape cluster wastes)

Sector	Producing wood and wood products and cork except to furniture, producing goods from straw and mat weaving raw material (20)
Sub Sector	Producing coating sheets, multi-layer board, layered board, chipboard and other types of panel and board (21)
Products / Services	Chipboard
Location	Ahar industrial estate, Ahar sub-province, East Azarbaijan province
Project description	Land area: 2,250 m ² Building area: 1,350 m ² Installation: 11,847 Million Rials A brief summary of production process: Agricultural wastes are grinded, dried and sieved. Then it is mixed with glue and molded. After pressing, casts are polished and cut into proper sizes.
Annual capacity	- Nominal capacity: 330,000 sheets (with dimensions of 366*183) per year - Practical capacity: 264,000 sheets per year

Local/ internal raw material access: 100%

Sale:

- Anticipated local market: 100%
- Anticipated export market: 0%

Construction Period: 2 years

Project Status:

- Feasibility study available? No
- Required land provided? No
- Legal permissions (establishment license, foreign currency quota, environment, etc) taken? No
- Partnership agreement concluded with local/foreign investor? No
- Financing agreement concluded? No
- Agreement with local / foreign contractor(s) concluded? No
- Infrastructural utilities (electricity, water supply, telecommunication, fuel, road, etc) procured? Yes
- List of know-how, machinery, equipment, as well as seller / builder companies defined? No
- Purchase agreement for machinery, equipment and know-how concluded? No

Descriptions	Local Currency Required			Foreign Currency Required (Million Euro)	Total Million Euro
	Million Rial	Rate	Equivalent in Million Euro		
Fix Capital	96,592	50,700	1.91	0.00	1.91
Working Capital	13,772	50,700	0.27	0.00	0.27
Total Investment	110,364	50,700	2.18	0.00	2.18

- Value of foreign equipment / machinery: - Million Euro
- Value of local equipment / machinery: 1.20 Million Euro
- Value of foreign technical know-how: - Million Euro
- Value of local technical know-how: - Million Euro
- Net present value (NPV): 0.40 Million Euro in 10 years of launching time
- Internal Rate of Return (IRR): 37.81%
- Payback Period: 2.72 years from the beginning of launching period
- Minimum rate of expected return: 30%

Project Type: Establishment Expansion and completion

Local Entrepreneur: Private sector Public sector

Company Profile

Name (legal /real person): -

Company Name: East Azarbaijan Agricultural Organization

Address: Azadi Blvd, Tabriz, East Azarbaijan, Iran

Tel: +98 - 41 34438000

Fax: +98 - 41 34438005

Web Site: www.eaj.ir

E-Mail: info@eaj.ir