



Project Title: Production of French fries

Sector	Production of food (15)
Sub Sector	Processing and fruits and vegetable conservation (13)
Products / Services	Semi-fried potato
location	Bostanabad 2 industrial estate, Bostanabad sub-province, East Azarbaijan province
Project description	Land area: 10,000 m ² Building area: 5,600 m ² Installation: 36,552 Million Rials Brief description of the production process: At first, the potato should be washed and then peeled by equipment. The potato then is sliced and enters the first stage of cooking. After that, the potato is frozen quickly and packaged and transferred to a refrigerator.
Annual capacity	Nominal capacity is 24,000 tons French fries per year and actual capacity is 19,200 tons French fries 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	185,359	50,700	3.66	5.10	8.76
Working Capital	71,427	50,700	1.41	0.00	1.41
Total Investment	256,787	50,700	5.06	5.10	10.16

- Value of foreign equipment / machinery: 5.10 Million Euro
- Value of local equipment / machinery: 0.89 Million Euro
- Value of foreign technical know-how: - Million Euro
- Value of local technical know-how: - Million Euro
- Net present value (NPV): 0.75 million Euro for 10 years of launching time
- Internal Rate of Return (IRR): 33.28%
- Payback Period: 3.04 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

