

Investment incentives in the industry and mine sector

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Type	National / provincial	Explanation of Investment incentives and advantages
Industry	National	Issuance of establishment permit to start investment with the minimum documents and in the shortest possible time after receiving the inquiry of the Department of Environment (maximum in less than 2 hours)
	National	Priority of foreign investors in transferring land in industrial estates and possibility of transferring land in installments and using significant discounts to purchase land from the company of industrial estates in case of obtaining an exploitation license in due time.
	National	National Possibility of benefitting from customs exemptions for the import of machinery and equipment.
	National	Utilization of temporary business card to import machinery and equipment (no business card required)
	National	Possibility of benefitting from the banking facilities provided in paragraph A of Note 18 of the Budget Law
	National	Introduction to the commodity exchange for direct purchase of raw materials and elimination of intermediaries in this regard
	National	Possibility of issuing licenses for large stores and chains to supply manufactured products directly
	National	Possibility of issuing activity license from customs duties for import of the used production line machinery
Mine	National	Note 1 Article 9 of the Iranian Mining Law – Financial institutions such as banks are obliged to accept licensed mines as collateral and guarantee of granting and repayment of financial facilities

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	National	Note 2 Article 9 of the Iranian Mining Law – Exploiters of second-class mineral reserves, with the exception of exploratory exploiters or holders of exploration certificates, are required to pay a maximum of half a percent (0.5%) of the product extracted at the mine or its price at the daily rate since the date of commencement of exploitation of the maximum amount of reserves stated in the certificate of exploitation for a maximum of twenty-five years as the right of exploration .
	National	Note 1 Article 10 of the Iranian Mining Law – Producers of processed minerals, industrial units consuming minerals, real and legal specialist holding employment licenses for mining activities, related miners who have not submitted the application for exploitation license within the deadline stipulated in Article (7) and mining cooperatives consisting of miners are given priority in equal conditions at the time of transfer, if they have technical and financial qualifications respectively in accordance with the executive regulations of this law .
	National	Note 5 Article 14 of the Iranian Mining Law – Mining exploiters who take action for the optimal exploitation and protection of mineral reserves, productivity promotion and research and development and exploration and protection of the environment in the relevant mine are exempt from maximum payment (20%) of government rights with the approval of the Supreme Council of Mines .

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	National	Note 6 Article 14 of the Iranian Mining Law – The government is obliged to add fifteen percent (15%) of the collected government salaries to the credits of the same province, so that all the mentioned credits should be allocated to create infrastructure and welfare and development of the city with priority given to mines .
	National	Article 17 of the Iranian Mining Law – The government is obliged to investigate the proposal of the Ministry of Industry, Mines and Trade in relation to production, trade, financial and monetary policies in order to develop the processing and export of more value-added minerals and to expand exploration and exploitation activities . In the case of approval, it should be taken into account in the development plans, and make the necessary predictions for its implementation in the annual budget bills of the country .
	National	Note to Article 17 of the Iranian Mining Law – The Ministry of Industry, Mines and Trade is obliged to prioritize the development of mineral processing and its export in its executive plans .
	National	Article 31 of the Iranian Mining Law – In order to realize the sustainable development in the mining sector, the government is obliged to provide the Mining Investment Insurance Fund to cover all or part of the possible damages resulting from non-discovery of ores and existing investments, according to the statute to be approved by the Board of Ministers in the Ministry of Industry, Mines and Trade and every year, if necessary, propose the required credit for the government’s share in accordance with the production policies in the annual budget bills .

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	National	Note to Article 31 of the Iranian Mining Law – The government is obliged to provide a maximum of five percent (5%) of the total government rights received under Article (14) of this law and the following notes annually to support the activities of the insurance fund for investment of mining activities.
	National	Article 63 (c) of the Executive Regulations of the Mining Law – in cases where the operator declares the amount of extraction less than the amount specified in the exploitation license in the annual report and his justifications are included in cases beyond the operator's will, with the approval of the council, the government rights are calculated and demanded based on the actual extraction rate.
	National	Article 108 of the Executive Regulations of the Mining Law – Pursuant to Article (17) of the Law, the Ministry is obliged to use advanced technologies in the fields of exploration, extraction, ores, processing and mining industries, modernizing and improving productivity in the mining sector and support domestic or foreign investments in the mining sector and support the activities of Iranian mining companies in or outside of Iran annually to provide the necessary financial resources, including Rials and foreign currency to provide machinery, equipment and other items in the annual budget.
	National	Note: Article 108 of the Executive Regulations of the Mining Law – Vice President for Strategic Planning and Supervision is obliged to anticipate the production, research, trade, financial and monetary policies proposed by the Ministry in the priority of development plans and annual budget bills and take necessary measures.

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Mining Industry	National	Article 90 of the Executive Regulations of the Mining Law –The exploiters of the mines whose construction of mining, processing and mining unit is approved in the exploitation plan upon their request, do not need to issue an establishment permit and are allowed to establish the mentioned unit within the relevant license . The executive bodies are obliged to consider such exploiters as other holders of establishment licenses . Such exploiters will be subject to government support and incentives .
	National	Article 109 of the Executive Regulations of the Mining Law – In order to encourage and support mining investments, the import of exploration, mining and industrial machinery and equipment required for the production line of mining operations and mining industries, which is done with the permission of the Ministry, is exempt from paying any import duties .
	National	Article 110 of the Executive Regulations of the Mining Law – In order to encourage and support mining investments, the import of suitable second-hand exploration, mining and industrial machinery and equipment required for the mining operations production line is approved by the Ministry. At the discretion of the Ministry, the provisions of the regulations of technical imports of vehicles are not required to be observed in this regard .
	National	Article 132 Amendment dated 2002/02/16 of the Law on Direct Taxes regarding the tax exemption for mines with mining industries within the mining area

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	National	Paragraph 3 (b) of Instruction No. 28200/20 dated 2007/10/03 of Land Administration – The construction area change is not illegal if it is prior the approval of the Law on Land Use Protection of lands and gardens approved on 1995/07/22.
	National	Article 14 Rules and Regulations for Establishment of Production, Industrial and Mining Units (Subject of Article 11 of the Clean Air Law) – Any construction, development, change of production line and relocation of production, industrial and mining units require compliance with the notification regulations by the Environmental Protection Organization. The organization is obliged to respond to the inquiries requesting the establishment and operation license within a maximum period of one month, and if the organization does not agree, it should provide the reasons in writing to the inquirer. Failure to respond within the mentioned period shall constitute confirmation. Industrial and production units that have been established before 1993/11/03 (approval of the establishment rules in the High Council of Environmental Protection) in neighborhoods that do not meet the settlement rules, if there is no pollution, they can continue their current activities in their place.
	provincial	Clause 7 of the minutes No. 17 of the Joint Working Group on Interaction of Mining Activities in the Areas of Natural Resources of the Province regarding the construction of a processing unit, etc. within the agreed area of natural resources and the mining area