

Agricultural Investment Opportunities Package in Ardabil Province



Year 2019



وزارت جهاد کشاورزی

Ministry of Agriculture - Jihad

Agricultural Investment Opportunities Package in Ardebil Province

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Economic growth is a vital prerequisite and term for development of every country and region and it is started with investment. Undoubtedly, investment can generate trade, employment and income, increase public welfare level, help region's development and bring economic-social progress.

During investment attraction procedure, various terms, conditions and needs such as existence of economic advantages such as easy access to production parameters including raw material, capable workforce and capital; infrastructural facilities such as water, electricity, gas and standard connection roads and easy access to domestic and foreign consumption markets are vital. However, some regions in spite of having ideal conditions and fields for investment, are not successful in attracting main and international investments due to not spreading information and data packs. Ardabil province, due to having specific geographical and natural advantages and ideal economic infrastructures and enjoying proper human development indices has ideal conditions for attracting domestic and foreign capitals. I hope publishing this collection besides other measurements create a suitable background for investment and growth of the province.

Akbar Behnam jo
Governor of Ardabil



In todays world, due to investments new technologies new
areaas knowledge and new experiences have appeared in
the area of agriculture.

Ayatollah Khamenei
Leader of Islamic Republic of Iran





Investment in the agricultural sector



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Agricultural investment advantages and capabilities in Ardabil province

Granting bank facility from the resources of Rial facilities of National Development Fund accordance with the relevant regulations and guidelines

Submission of land on which the project should be implemented through the national sources in subject, without opponent and social problem, in compliance with observing the laws and regulations specific to the submission of the lands

Having 4.2 million cattle, 3 million native chicken and other poultry, 315 thousand beehives

Possibility of producing agricultural and garden products with high quality and export capability (due to the variability of climate in the province)

The high productivity of agriculture in the province (about 1% of the fertile lands in Ardebil province, while about 4% of the crude production of crops and livestock in this province)

Supply of cheap and specialized workforce specially educated labor in this Sector (6500 agriculture graduates)

Agricultural investment advantages and capabilities in Ardabil province

The existence of high quality agricultural land in the province, especially the Meshginshahr and Moghan fertile plains

Having a favorable climate for planting and harvesting a variety of crops in a crop year

The presence of joint stock companies of agro industry and animal husbandry of Moghan and Pars and the major centers for the distribution and development of mechanized agriculture

Supplying the water needed for agriculture lands through Sablan, Khodaafarin, Emarat, Kiwi and Yamchi dams

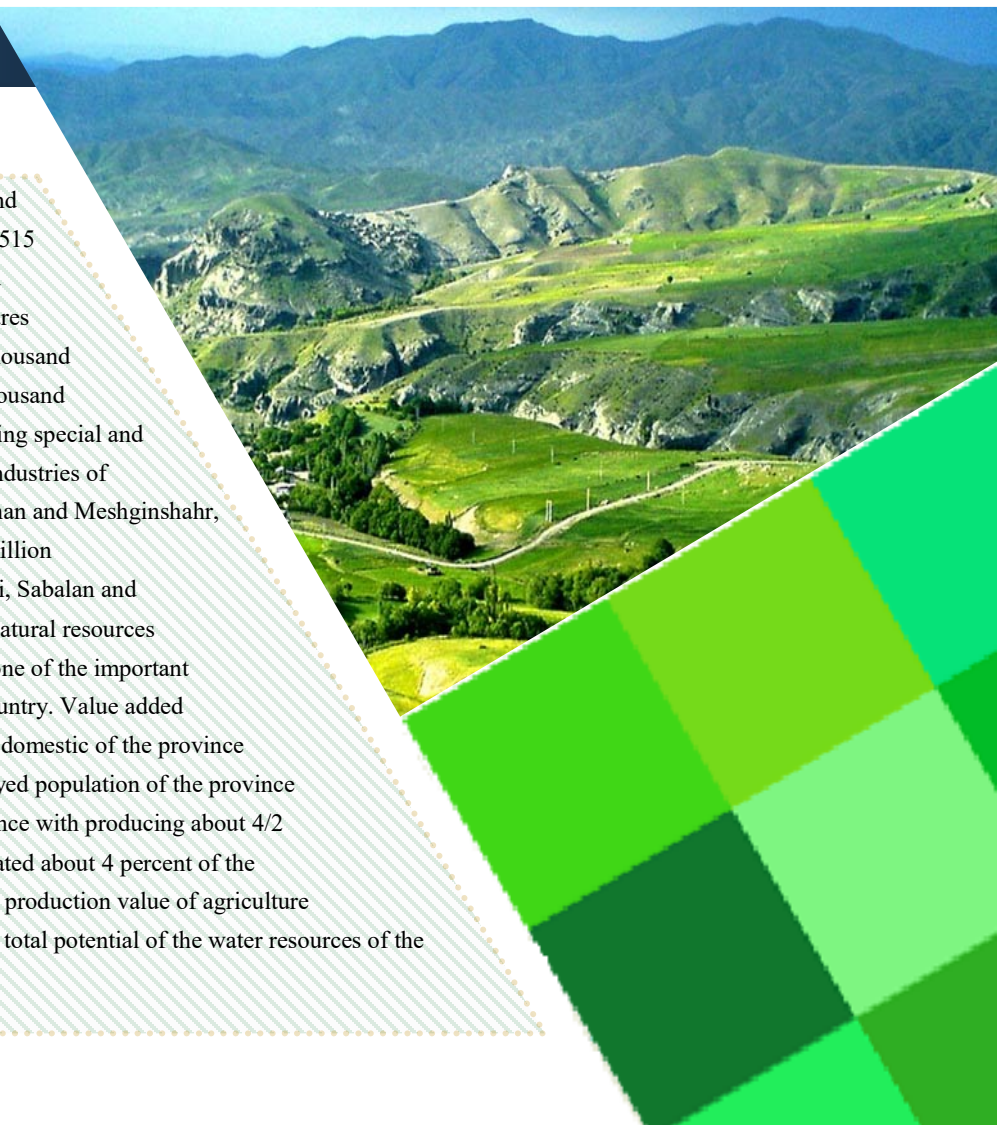
Possibility of easy and abundant access to agricultural products as raw material for side and convertible industries

Presence of forest rich resources, pasture resources and diverse vegetation for development of forestry, animal husbandry and beekeeping activities



Geography of Ardabil province

The total area of the province 43.6 agriculture land consists of 778 thousand hectares area including 515 thousand hectares of rainfed farms, 225 thousand hectares of irrigated farms and 38 thousand hectares garden and also 50.4 percent equivalent to 910 thousand hectares pastures, 3.5 percent equivalent to 63 thousand hectares jungle. Ardabil province because of having special and unique climate diversity, The existence of argo industries of Moghan and Pars, fertile plains of Ardabil, Moghan and Meshginshahr, the existence of 120 thousands beneficiaries, 4 million livestock unites, the existence of dams of Yamchi, Sabalan and Khodaafarin and more than one million hectare natural resources ranging from forest and grassland is considered one of the important agriculture and animal husbandry poles of the country. Value added share of agriculture sector in production of gross domestic of the province is about 28 percent and one third of the unemployed population of the province are active in the agriculture sector. Ardabil province with producing about 4/2 tons of variety of agricultural products has dedicated about 4 percent of the production of the country for itself. Gross annual production value of agriculture sector is more than 50 thousand billion rials. The total potential of the water resources of the province is more than 3300 million cubic meters.



Agricultural aspect of Ardabil province



Ardabil province with an area of 18 thousand square kilometers is in northwest of Iran and forms 1.66 percent of the total populations. In the north and northeast, Aras river and stretches of Tالش Mountain range, that is, mountains behind the Sara and Bolgaria Balha River constituted the border river between the province and Azerbaijan Republic. In the East, Tالش and Baghrou mountains separate this line from Gilan province. From the west, it has led to the East Azerbaijan and in the south, stretch of mountain ranges, valleys and plains cause the tographic continuity of the province with Zanjan province.

Ardabil province with Ardabil city as its center has 10 counties, 26 cites and 29 geographical sections. Centers of the counties are Ardabil, Bilehsavar, Parsabad, Khalkhal, Garmi, Meshginshahr, Kivi, Namin, Nir, Sarein.

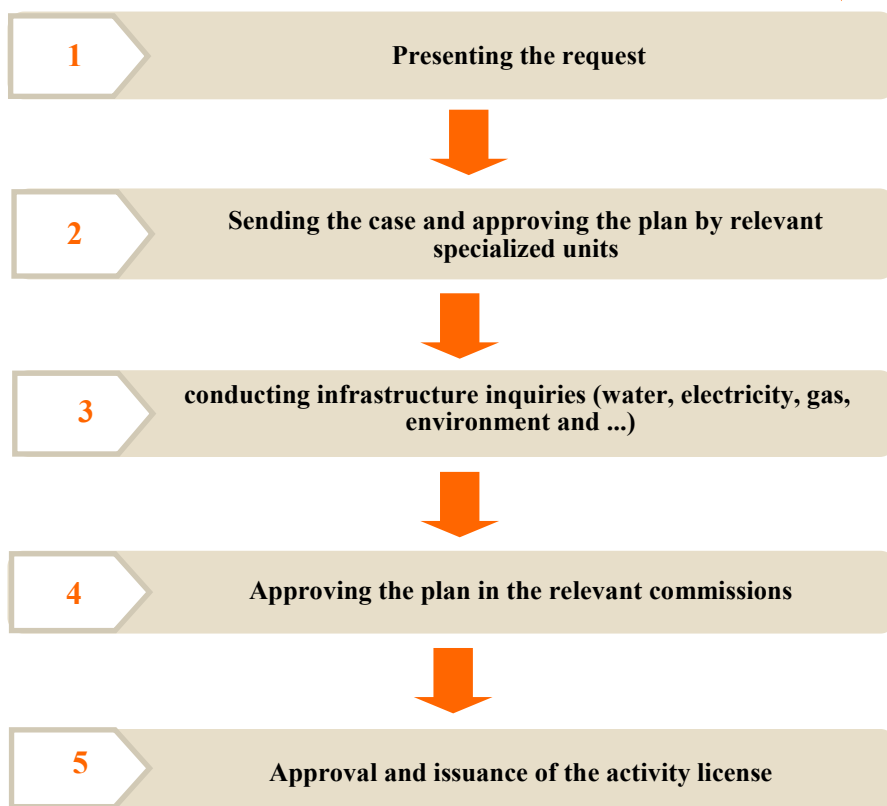
Incentives and exemption for domestic and foreign investment in agricultural sector

- 1 Tax exemption of agricultural products
- 2 Provision of modified seed with high production potential and resistant to environmental stresses
- 3 Assignment of land for the implementation of greenhouse cultivation plan on greenhouse sites with infrastructure (1500 hectares)
- 4 Facilitate and expedite the issuance of licenses by creating a unit of investment support
- 5 Exemption from the payment of land use costs for agricultural projects
- 6 Guaranteed purchase of strategic products such as wheat, barley, oilseeds



The licensing process for agricultural activities

Start



Investment Opportunities in Ardebil Province



Investment opportunities of province

Keeping Sheep for milk and meat production

Location Khalkhal, Kowsar, Garimi, Meshgin Shahr and Nair

Anticipated market Domestic: 100% foreign: 0%

Project Description

Considering the importance of producing meat and other products such as wool, skin and milk from modified and overproduced sheep, this project has been studied and developed with a capacity of 10,000 heads in 5 regions of the province and in order to meet the domestic needs and expand the export of products, is one of the important priorities investment in the province.

Project Cost

1000 Billion Rials

Implementation Period 1 year and 4 months

Implementation Payback Period 3 years

Minimum Interest Rate 30%

Financing Scheme B.O.T and Private sector

Access to raw materials 100%



Investment opportunities of province

Keeping goat for milk and meat production

Location

Ardabil, Namin, Khalkhal and Germe cities

Anticipated market

Domestic: 70%

foreign: 30%

Project Description

Given to the the region requirement and the high adaptability, the small size, the lack and high resistance of goats to the many diseases and environmental conditions, this project has been studied and developed with a capacity of 10 thousand heads in 5 regions of the province.

Project Cost

1300 Billion Rials

Implementation Period

1 year

Implementation Payback Period

3 years and 2 monthes

Minimum Interest Rate

30%

Financing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

Dairy farm complex

Location

Meshginshahr, Bilehsavar and Garmsi cities

Anticipated market

Domestic: 100% foreign: 0%

Project Description

The dairy cattle breeding project is also important for providing milk and meat to ensure food security and the health of the community as well as employment creation and export development. Therefore, this project has been studied and developed in three parts of the province with a capacity of 5,000 heads.

Project Cost

1900 Billion Rials

Implementation Period

1 year and 2 months

Implementation Payback Period

4 years

Minimum Interest Rate

30%

Financing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

Grandparent stock chicken breeding complex

Location

Nir and Namin cities

Anticipated market

Domestic: 70% foreign: 30%

Project Description

Considering the existence of more than 400 units of broiler chicken in the province and the need for grandparent stock chicken unit to production of one-day-old chicks, as well as given to the special geographical conditions and isolation of the province for the construction of the grandparent stock unit, this project is one of the important investment priorities in the province.

Project Cost

600 Billion Rials

Implementation Period

1 year and 6 monthes

Implementation Payback Period

4 years

Minimum Interest Rate

30%

Financicing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

Production of various products of honey

Location

Ardabil and Namin cities

Anticipated market

Domestic: 70% foreign: 30%

Project Description

Considering the production of more than 6.5 thousand tons of natural honey in the Ardabil with the trademark of Sabalan, and the medicinal, hygienic and nutritional properties of honey, the construction of a processing and production unit of a variety of health products, cosmetics and nutrition of this product with a capacity of 300 tons per year to supply of domestic and export needs, is one of the main investment priorities in the country.

Project Cost

500 Billion Rials

Implementation Period

1 year and 4 months

Implementation Payback Period

2 years

Minimum Interest Rate

30%

Financing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

Aquaculture in the river (in particular Aras and Qizil Uzan)

Location

Parsabad and Khalkhal cities

Anticipated market

Domestic: 100%

foreign: 0%

Project Description

Considering the capacity of the Aras River in the north of the province and the Ghezel Ozan River in the south of the province, the coldwater and warmwater aquaculture is economically justified in these areas .

Project Cost

80 Billion Rials

Implementation Period

2 years

Implementation Payback Period

4 years and 2 monthes

Minimum Interest Rate

20%

Financicing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

Production of livestock feed from residues of agricultural products

Location

Ardabil city

Anticipated market

Domestic: 100%

foreign: 0%

Project Description

Considering the existence of more than 4 million livestock units and the need to supply the necessary foodstuffs for livestock, as well as in order to economize the production of feed, this project has been studied and developed for preparing livestock feeds using agricultural sub-products in a 4 hectares land area with a capacity of 100 thousand tons.

Project Cost

645 Billion Rials

Implementation Period

1 year and 6 months

Implementation Payback Period

2 years

Minimum Interest Rate

20%

Financing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

Production of compost from agricultural by products

Location Ardabil, Parsabad, Meshginshahr and Namin cities

Anticipated market Domestic: 100% foreign: 0%

Project Description

Considering the production of more than 4.6 million tons of different products and the existence of more than 25% of the various agricultural byproducts during planting and harvesting, this project has been studied and developed in four overproducing provinces with a capacity of 500 tons.

Project Cost

90 Billion Rials

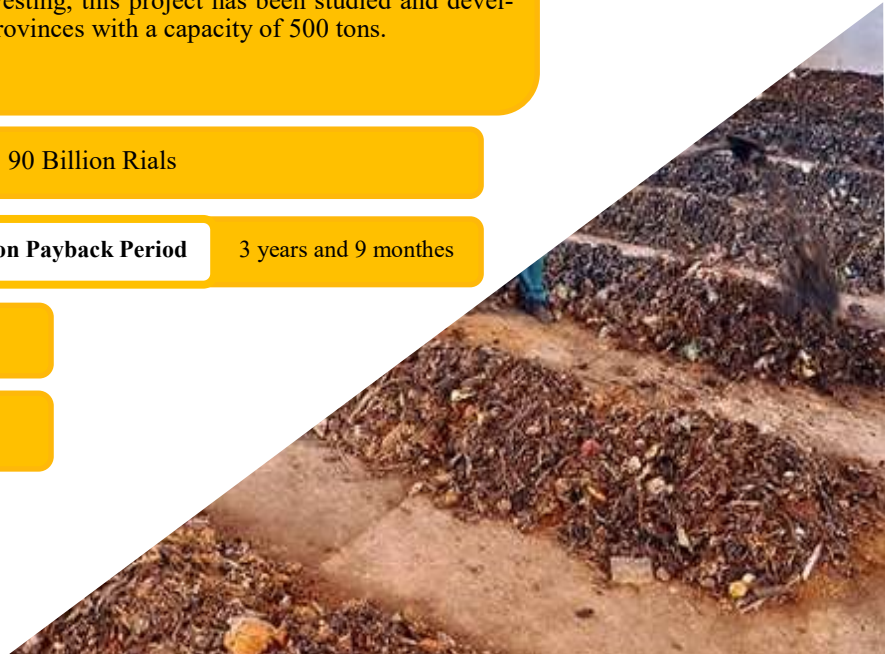
Implementation Period 2 years

Implementation Payback Period 3 years and 9 months

Minimum Interest Rate 20%

Financing Scheme B.O.T and Private sector

Access to raw materials 100%



Investment opportunities of province

Oil extractoin factory

Location

Ardabil, Namin and Parsabad cities

Anticipated market

Domestic: 100% foreign: 0%

Project Description

Considering the production of more than 70 thousand tons of different types of oilseeds in the province and the policy of increasing under cultivation area, this project has been studied and developed on land with a total area of 3 hectares for the production of various vegetable oils and meal for feeding livestock with a capacity of 50,000 tons in three cities.

Project Cost

750 Billion Rials

Implementation Period

2 years

Implementation Payback Period

3 years and 6 monthes

Minimum Interest Rate

30%

Financicing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

French fries potatoes

Location

Ardabil and Namin cities

Anticipated market

Domestic: 70% foreign: 30%

Project Description

Considering the production of more than 700 thousand tons of potatoes in the province, the project has been studied and developed with the aims of producing a variety of processed potatoes and developing export and supplying of domestic needs in a land of 3 hectares and a capacity of 60 thousand tons.

Project Cost

1000 Billion Rials

Implementation Period

2 years

Implementation Payback Period

3 years and 2 monthes

Minimum Interest Rate

30%

Financing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

Agricultural products export-import company

Location

Ardebil, Parsabad and Meshkinshahr cities

Anticipated market

Domestic: 100% foreign: 0%

Project Description

Given the production of more than 4.5 million tons of agricultural products in the province and the existing export potential as well as coborders with Azerbaijan, Russia and the Caucasus, the project has been studied and developed with the aim of exporting agricultural products in three parts of the province with capacity of 1 million tons.

Project Cost

210 Billion Rials

Implementation Period

1.5 years

Implementation Payback Period

1 year

Minimum Interest Rate

30%

Financing Scheme

B.O.T and Private sector

Access to raw materials

Investment opportunities of province

Atmospheric cold room (sub-zero)

Location Ardabil, Meshginshahr, Namin and Kowsar cities

Anticipated market Domestic: 70% foreign: 30%

Project Description

Considering the high potential of production of agricultural products in the province (4.5 million tons) and the importance of maintaining and processing these types of products, the project has been studied and developed in a land with an area of 1.5 hectares and a capacity of 5,000 tons (5 cases) in 4 cities.

Project Cost

400 Billion Rials

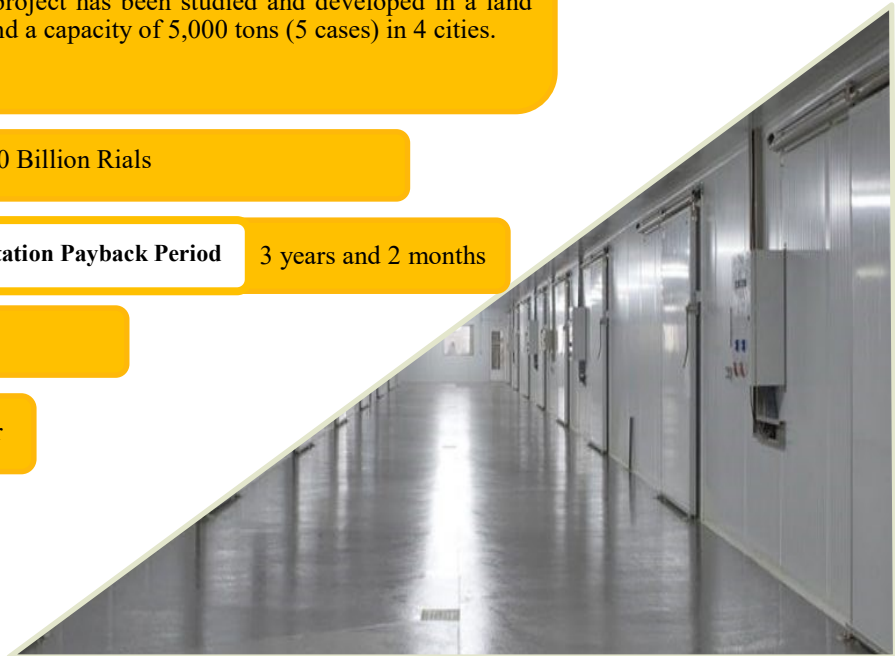
Implementation Period 2 years

Implementation Payback Period 3 years and 2 months

Minimum Interest Rate 20%

Financing Scheme B.O.T and Private sector

Access to raw materials 100%



Investment opportunities of province

Processing of various types of fruits, especially apple (puree and marmalade)

Location

Meshginshahr city

Anticipated market

Domestic: 70% foreign: 30%

Project Description

Given the production of more than 300 thousand tons of fruit in the province and easy and low cost access to raw materials, as well as the presence of domestic and foreign markets, this project has been studied and developed with a capacity of 2000 tons per year.

Project Cost

400 Billion Rials

Implementation Period

2 years

Implementation Payback Period

3 years and 5 months

Minimum Interest Rate

30%

Financing Scheme

B.O.T and Private sector

Access to raw materials

100%



Investment opportunities of province

Packaging of frozen vegetables

Location Meshginshahr, Kowsar and Parsabad cities

Anticipated market Domestic: 50% foreign: 50%

Project Description

Vegetables and fruits are agricultural products whose production is only possible in certain seasons of the year and can not be accessed in other seasons. Therefore, the project has been studied and developed for using these products throughout the year.

Project Cost

220 Billion Rials

Implementation Period 1 year and 4 months

Implementation Payback Period 4 monthes

Minimum Interest Rate 30%

Financicing Scheme B.O.T and Private sector

Access to raw materials 100%



Investment opportunities of province

Greenhouse complex

Location

Parsabad, Bilehsavar and Kowsar cities

Anticipated market

Domestic: 50% foreign: 50%

Project Description

Given the growing demand for ornamental plants, vegetables, summer vegetables and off-season production, the project has been studied and developed as one of the most profitable agricultural sectors in an area of 1000 hectares and a capacity of 210 thousand tons, and its infrastructure has been built.

Project Cost

2500 Billion Rials

Implementation Period

3 years

Implementation Payback Period

5 years

Minimum Interest Rate

20%

Financing Scheme

B.O.T and Private sector

Access to raw materials

20% modified seed



Investment opportunities of province

Processing and packaging of herbal medicine

Location Ardabil, Kowsar, Namin and Sarein cities

Anticipated market Domestic: 70% foreign: 30%

Project Description

Given the existence of more than 600,000 species of medicinal plants in the province and its industrial cultivation, the project has been studied and developed for manufacturing of various medicinal, cosmetic and sanitary products with a capacity of 5,000 tons per year in four regions of the province.

Project Cost

140 Billion Rials

Implementation Period 1 year and 5 monthes

Implementation Payback Period 3 years and 2 months

Minimum Interest Rate 30%

Financing Scheme B.O.T and Private sector

Access to raw materials 100%



Investment opportunities of province

Meat packaging

Location

Ardabil city

Anticipated market

Domestic: 70% foreign: 30%

Project Description

The project is aimed at maintaining quality, preventing damages and determining the limited and specific space for the product during transportation, placing the specified number and size in the package, inserting the product specification, and eventually increasing the marketability, has been studied and developed with a capacity of 5,000 tons per year.

Project Cost

400 Billion Rials

Implementation Period

1 year and 8 months

Implementation Payback Period

2 years and 2 months

Minimum Interest Rate

20%

Financing Scheme

B.O.T and Private sector

Access to raw materials

100%

