INVESTMENT OPPORTUNITY

Investment Opportunity(1020)

Integrated Project for Commercial Afforestation and Timber-Producing Forests

Project Overview

The Ministry of Investment hereby presents a strategic investment opportunity for the establishment of an integrated project for cultivating timber-producing trees in the Jabal al-Akhdar (Green Mountain) region. This initiative aims to develop the economic forestry sector and establish a sustainable domestic source of industrial timber. The project will support downstream manufacturing, reduce import reliance, enhance environmental sustainability, and drive long-term economic development.

Project Site

- **Location:** Jabal al-Akhdar (Green Mountain) – East Libya.
- **Type of Activity:** Agriculture and economic forestry.
- **Nature of the Project:** Strategic agricultural and investment project.

Target Markets

- The Libyan market.
- Furniture and carpentry factories.
- Construction and contracting companies.
- Wood panel and board manufacturing plants.
- Timber-related downstream industries.
- North African markets.
- African Sahel markets.

Land Area Requirements

Item	Area
Total Area	5,000 – 10,000 Hectares
Tree Cultivation Zones	4,000 – 8,500 Hectares
Agricultural Production Nurseries	150 – 300 Hectares
Roads, Services, and Utilities	300 – 700 Hectares
Future Expansions	Remainder

Estimated Investment Cost

Item	Value in USD
Land Preparation and Infrastructure	15 – 30 Million
Nurseries and Agricultural Saplings	8 – 15 Million
Irrigation and Water Management Systems	10 – 20 Million
Agricultural Machinery and Equipment	5 – 10 Million
Operational and Startup Capital	7 – 15 Million
Total Investment	**45 – 90 Million USD**

Project Components

- Specialized nurseries for sapling production.
- Commercial plantations for timber-producing trees.
- Modern irrigation and water management systems.
- Internal road networks and utility grids.
- Timber harvesting and collection facilities.
- Storage facilities and log yards.
- Administrative and service buildings.
- Digital forestry management and monitoring systems.

Core Products

- Construction and structural timber.
- Furniture-grade lumber.
- Raw industrial timber.
- Wooden poles and posts.
- Specially processed timber for downstream industries.
- Saplings and timber-producing trees.

Product Applications

- Furniture manufacturing.
- Construction and civil engineering works.
- Diverse woodworking and timber industries.
- Wood panel and board factories.
- Infrastructure and agricultural development projects.
- Export to regional markets.

Estimated Production Capacity

- Cultivation of 2 – 4 million timber-producing trees.
- Annual production of 150,000 – 300,000 cubic meters (m^3) of timber upon completion of the production cycle.
- Potential for future expansion by 50%.

Financial Indicators

Indicator	Value
Anticipated Annual Revenues	35 – 80 Million USD
Annual Net Profit	8 – 20 Million USD
Return on Investment (ROI)	14% – 22%
Payback Period	6 – 9 Years
Operating Profit Margin	22% – 30%

Competitive Advantages

- Ideal climatic conditions in Jabal al-Akhdar for cultivating diverse industrial tree species.
- Surging domestic demand for timber and its derivative products.
- Mitigation of heavy reliance on foreign wood imports.
- Supply of a strategic resource to feed national downstream industries.
- Promising export pipelines to North African and Sahel markets.
- Contribution to expanding vegetation cover and combating desertification.
- Realization of sustainable economic and ecological dividends.

Employment Opportunities

- **Direct jobs**: 300 – 600 jobs.
- **Indirect jobs**: 1,000 – 2,000 jobs.
- **Jobs during the construction phase:** 250 – 500 jobs.

Available Contractual Models

The Ministry of Investment provides investors with the option to contract under one of the following models

- Direct investment.
- Partnership with the Libyan private sector.
- Partnership with the public sector.
- Joint Venture.
- Public-Private Partnership (PPP).
- Build-Operate-Transfer (BOT).
- Build-Own-Operate (BOO).
- Management and operation contracts.

Investment Incentives and Advantages

The project shall enjoy the privileges and exemptions prescribed pursuant to the Investment Promotion Law No. 9 of 2010, most notably

- Exemption from customs duties on agricultural machinery and equipment.
- Tax exemptions prescribed for investment projects.
- Facilitation of industrial/agricultural land allocation.
- Freedom to transfer profits and capital in accordance with legislation in force.
- Facilitation of government licensing and approval procedures.
- Eligibility for incentives tied to sustainable green development and ecological projects.

Technical and Economic Study Preparation Services

Should the investor wish to obtain an integrated technical, economic, and financial feasibility study for the project in accordance with approved international standards, specialized consulting offices capable of preparing the final studies for the project are available through the Ministry of Investment and its partners. The cost for preparing the final study amounts to 1.5% of the total investment value of the project.

Invitation to Invest

The Ministry of Investment hereby invites domestic and international investors, as well as specialized companies within the commercial forestry, sustainable agriculture, and timber processing industries sector, to participate in this strategic project, which contributes to securing a sustainable domestic timber supply, fostering national manufacturing, driving ecological stability, and diversifying the national economy.

MINISTRY OF INVESTMENTMINISTRY OF INVESTMENT -*State of Libya*