INVESTMENT OPPORTUNITY

Investment Opportunity(1028)

Integrated Wooden Industries and Wood Panels Factory Project

Project Overview

The Ministry of Investment presents an investment opportunity to establish an integrated wooden industries factory in the Green Mountain (Jabal al-Akhdar) region, aiming to utilize local and imported wood resources to produce manufactured wood and its products, meet the needs of the construction and furniture sectors, reduce imports, and promote value-added manufacturing industries. The project relies on modern production lines and advanced manufacturing technologies in accordance with international standards.

Project Location

- **Location:** Green Mountain (Jabal al-Akhdar) – Eastern Libya.
- **Type of Activity:** Wooden Industries.
- **Nature of the Project:** Strategic Industrial Project.

Target Markets

- The Libyan market.
- Furniture and furnishings companies.
- Construction and building sector.
- Decoration and finishing companies.
- Government projects.
- North African markets.
- African Sahel countries markets.

Required Land Area

Item	Area
Total Area	40,000 – 60,000 m^2
Manufacturing and Production Zone	18,000 – 25,000 m^2
Wood and Raw Material Storage Yards	12,000 – 18,000 m^2
Administrative, Service Facilities, and Expansions	The Rest

Estimated Investment Cost

Item	Value in Dollars
Infrastructure and Civil Works	8 – 12 Million
Wood Sawing, Drying, and Manufacturing Lines	18 – 28 Million
Laboratories and Quality Systems	2 – 4 Million
Storage and Logistics Facilities	3 – 6 Million
Operating and Start-up Capital	6 – 10 Million
Total Investment	37 – 60 Million Dollars

Project Components

- Wood sewing and processing lines.
- Wood drying kilns.
- MDF, blockboard, and plywood production lines according to the project plan.
- Wooden doors, windows, and profiles manufacturing lines.
- Cutting, shaping, and finishing lines.
- Coating and treatment units.
- Quality laboratories.
- Raw material and finished product warehouses.
- Administrative and service buildings.
- Industrial safety and security system.

Core Products

- Manufactured wood.
- MDF panels.
- Blockboard (Plywood) panels.
- Laminated wood.
- Wooden doors and windows.
- Panels used in the furniture industry.
- Wooden profiles and finishing materials.

Product Applications

- Furniture industry.
- Construction and building sector.
- Interior decoration works.
- Manufacturing kitchens and cabinets.
- Residential and commercial projects.
- Wooden manufacturing industries.

Estimated Production Capacity

- Production of 120,000 – 180,000 m^3 of wood products annually.
- Production of 250,000 – 400,000 wood panels annually.
- Possibility of future expansion by 50%.

Financial Indicators

Indicator	Value
Expected Annual Revenue	70 – 120 Million Dollars
Annual Net Profit	12 – 24 Million Dollars
Return on Investment (ROI)	18% – 27%
Payback Period	4 – 6 Years
Operating Profit Margin	20% – 30%

Competitive Advantages

- Location in the Green Mountain, providing a suitable environment for wooden industries.
- High local demand for wood products and manufactured panels.
- Reducing reliance on importing finished wooden products.
- Possibility of producing diverse products serving the construction and furniture sectors.
- Proximity of the project to Eastern Libya ports and transportation networks.
- Possibility of future expansion into value-added engineered wooden industries.

Job Opportunities

- Direct jobs: 250 – 400 jobs.
- Indirect jobs: 900 – 1,500 jobs.
- Jobs during the construction phase: 300 – 500 jobs.

Available Contractual Models

The Ministry of Investment provides international energy developers and investors with flexible contracting frameworks under the following models

- Direct Investment.
- Partnership with the Libyan Private Sector.
- Joint Venture with the Public Sector.
- Public-Private Partnership (PPP) frameworks.
- Build-Operate-Transfer (BOT).
- Build-Own-Operate (BOO).
- Comprehensive Management and Operation Contracts.

Investment Incentives and Benefits

The project enjoys the benefits and exemptions prescribed under the Investment Promotion Law No. 9 of 2010, most importantly:

- Exemption from customs duties on equipment, machinery, and production lines.
- Tax exemptions prescribed for investment projects.
- Facilities for allocating industrial land.
- Freedom to transfer profits and capital according to applicable legislations.
- Facilitating government licenses and approvals procedures.
- Supporting industrial projects related to manufacturing industries and increasing the added value of local resources.

Technical and Economic Feasibility Studies Services

In case the investor wishes to obtain an integrated technical, economic, and financial feasibility study for the project according to approved international standards, specialized consulting offices are available at the Ministry of Investment and its partners, capable of preparing the final studies for the project, and the cost of preparing the final study is 1.5% of the total investment value of the project.

Invitation to Invest

The Ministry of Investment invites local and international investors, specialized companies in the wooden industries, wood panels, furniture, and building materials sector to participate in this strategic industrial project, which contributes to localizing manufacturing industries, enhancing added value, supporting the construction and furniture sector, reducing imports, developing non-oil exports, and contributing to the diversification of the national economy.

MINISTRY OF INVESTMENTMINISTRY OF INVESTMENT -*State of Libya*