

Business and investment possibilities of Nakhchivan Autonomous Republic

Geographical location

Nakhchivan Autonomous Republic is located on the ancient silk road.

Bordering Countries

Republic of Turkey – 11 km

Islamic Republic of Iran – 204 km

Republic of Armenia – 246 km



General information

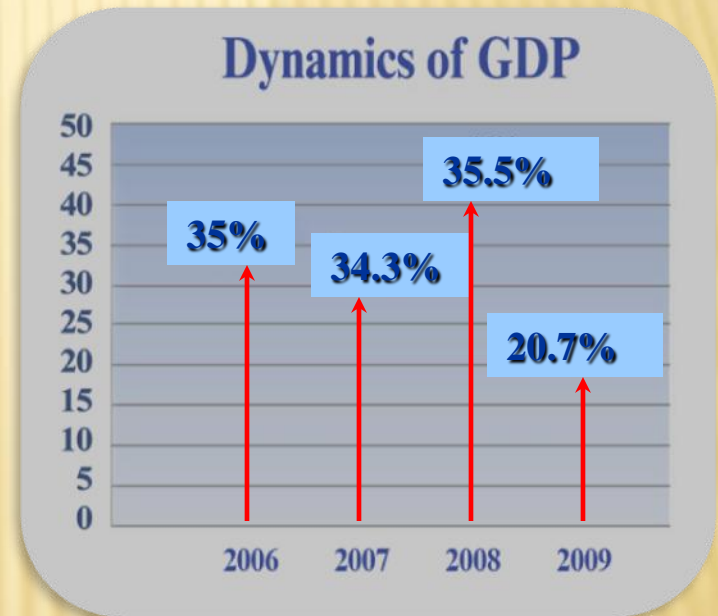
- * Nakhchivan Autonomous Republic as an Autonomous State in the Republic of Azerbaijan
- * Adoption of constitution – 8 January 1999
- * Population – 402.000 people
- * Territory – 5.5 thousand sq km
- * There are 5 cities, 7 regions and 207 villages in the Autonomous Republic
- * Capital – Nakhchivan city



Main macroeconomic indicators

Nakhchivan Autonomous Republic is in leading position on some important social - economic indicators among economic regions of the country

▪ GDP	973 million manats
▪ GDP growth	20,7 %
▪ GDP per capita	2435 manats
▪ Foreign trade	220 million manats
▪ Export	112 million manats
▪ Import	108 million manats
▪ Investments into capital	412 million manats



Enterprise activity as a basic factor of socio-economic development

Share of private sector in GDP - 86.4%

Number of the ownership subjects - 15000

Number of workers in private sector - 80000

Number of established enterprises – 14 (2010)

Number of enterprises under construction – 36 (2010)

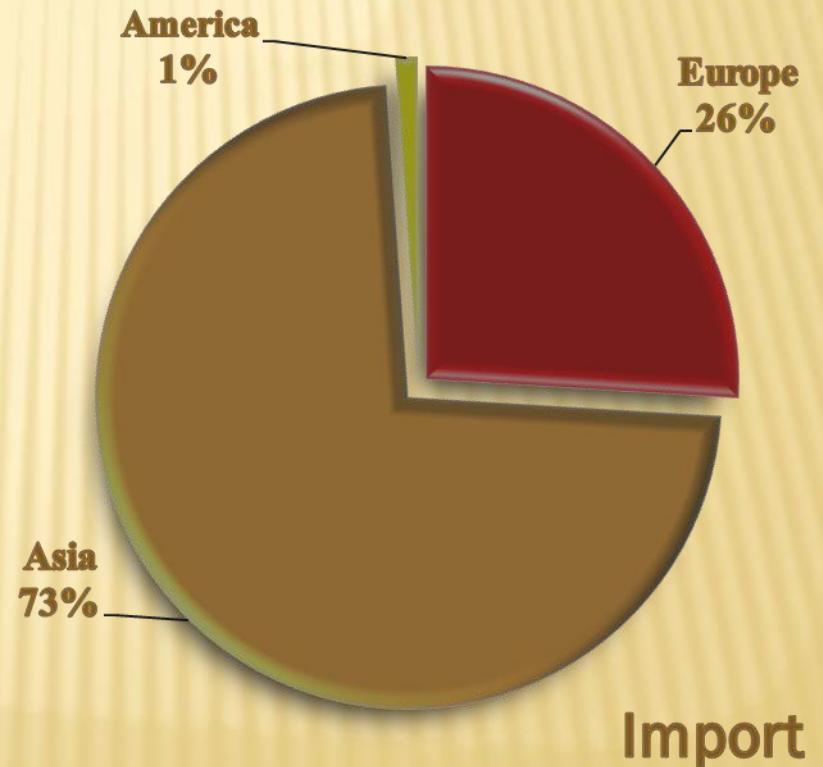
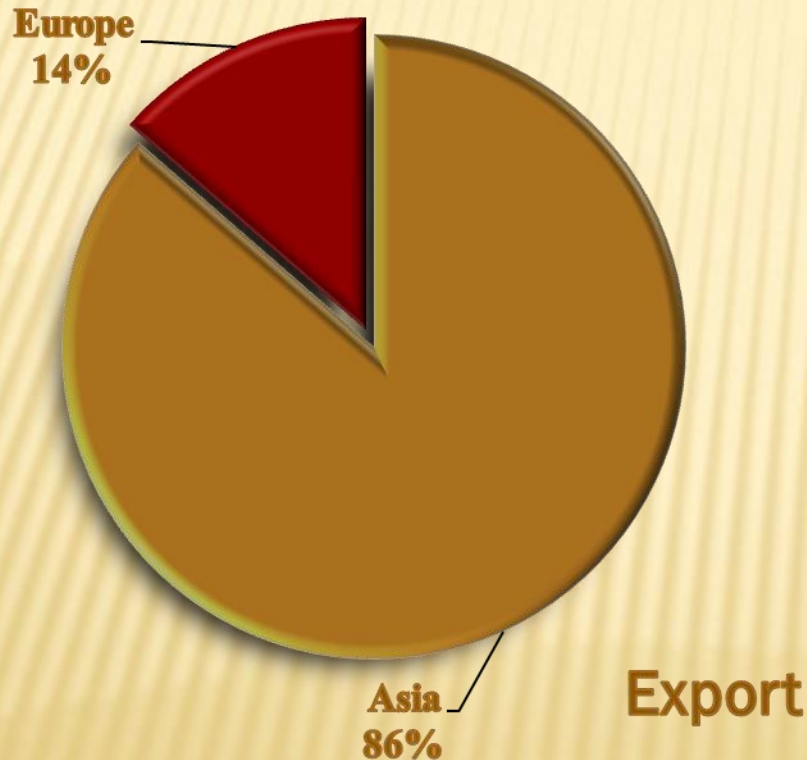


- **There are 281 types and 728 kinds of goods produced in Autonomous Republic**
- **Internal demand on 235 types of products is fully satisfied by means of local production**
- **During 1996-2009 more than 396 enterprises supplied with modern technology were established**
- **During 1996-2009 more than 4500 objects of social infrastructure were put into commission**
- **The amount of investments attracted into Autonomous Republic during last 5 years was more than 1.5 billion USD**
- **At the expense of state financial support privileged credits valued 63 million USD were given to 718 projects**

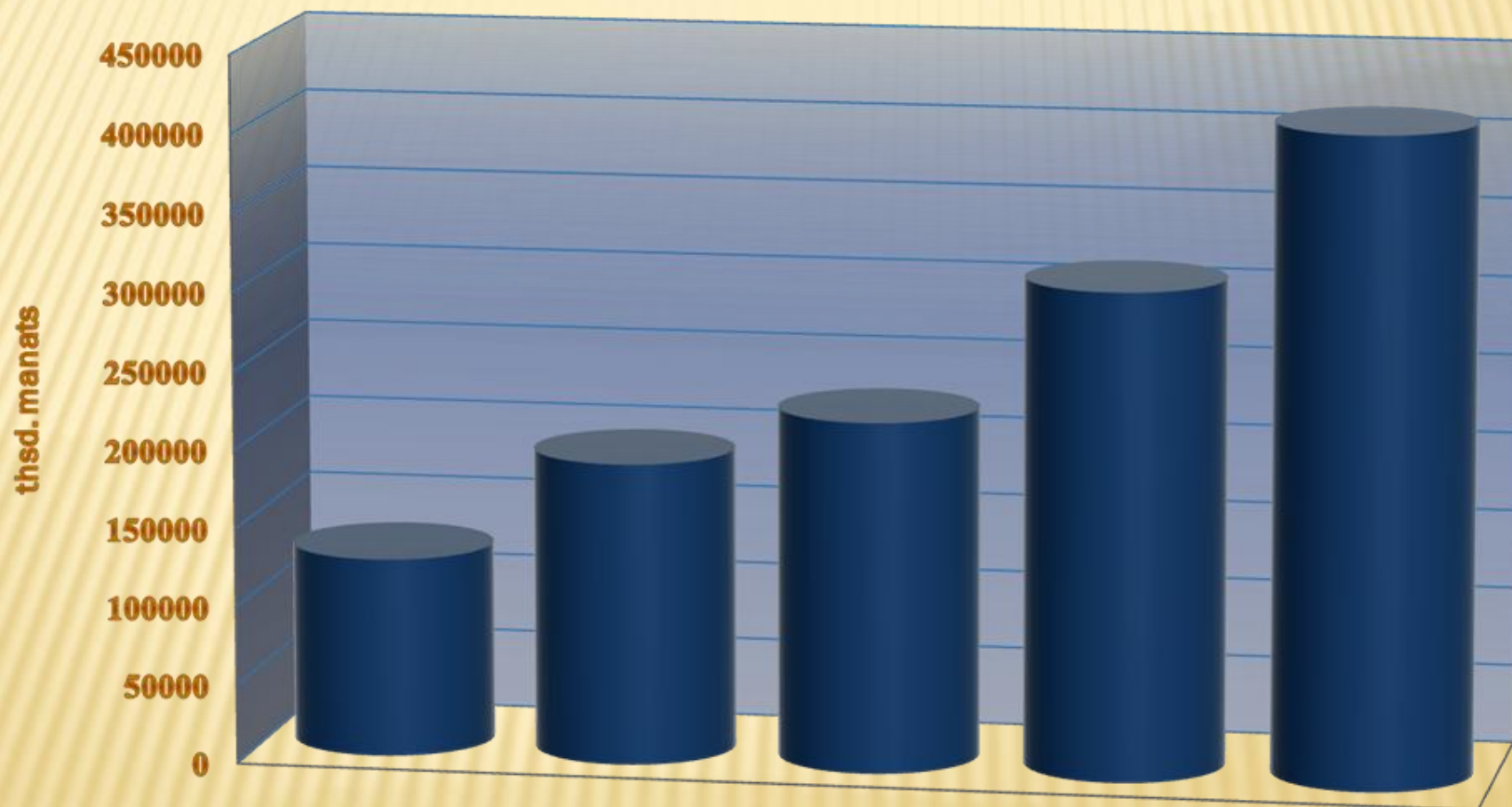
Foreign trade geography

34 foreign partners in 2009

Positive balance in foreign trade



Investments into capital



	2005	2006	2007	2008	2009
■	126051.7	191757.2	222947.9	309598.1	411522

Development of social infrastructure

(2009)

- **Number of new established social infrastructure - 726**
- **Major reconstructed brighways and local lines - 98.6 km**
- **New established and major reconstructed bridges - 8**
- **New established and major reconstructed schools - 12**
- **New established and major reconstructed health objects - 13**



Natural resources

- More than 100 ores and none ores deposits
- More than 250 mineral and natural water resources
- More than 722 herbals
- Main minerals: Molybdenum, copper, gold, zinc, lead, mercury, cobalt, tungsten titan, manganese, sulphuric dolomite, travertine, black marble, salt etc.



Customs infrastructure

**Customs services carry out
activity by 4 offices**

- **Sadarak Customs Office in the boundary with Republic of Turkey**
- **Coulfa Customs Office in the boundary with Islam Republic of Iran**
- **Shahtahti Customs Office in the boundary with Islam Republic of Iran**
- **Customs Office on air transportation in the International Airport of Nakhchivan**
- **Customs offices work 24 hours**

Investment climate

- **Favorable geographical location**
- **Stable macroeconomic development**
- **Modern infrastructure and flexible customs**
- **Reliable energy supply (natural gas and electricity)**
- **Preferable rent of buildings and lands**
- **Ready projects taking into account domestic demand**
- **Young and skilled labor force**



Requirements to the investment projects

- **Compliance with state programmes**
- **Availability of raw materials in Nakhchivan Autonomous Republic**
- **Satisfying of domestic market**
- **Decreasing import dependency**
- **Import substitution and export orientation**



Priority sectors for investments

- Industry
- Agriculture
- Transport and energy
- Tourism



Agriculture

- Favorable climate
- Productive lands
- Historical traditions
- Preferential on supply with fuel and fertilizer
- Export markets (GSP+ EU)



Transport and energy

- Establishment of international transport and logistical companies
- Construction private wind power station
- Construction private solar power station
- Construction micro power stations on rivers
- Realization of projects on biogas production



Tourism

- Establishment of private tourism companies
- Development mountainous tourism
- Building of tourist cottage settlements
- Reconstruction of health centers
- Excursions on historical places



**Priority industrial investment
projects in
Nakhchivan Autonomous Republic**

The project for restoration of Nakhchivan “Carpet” OJC

Total amount of the project	12.800.000 US dollars
Production capacity	200.000 metre carpet/year
The origin of equipments	Belgium
Cost for rebuilding and repairing	5.000.000 US dollars
Cost of equipments	7.800.000 US dollars
Date of utilization of the enterprise	1988
Date of stopping utilization of the enterprise	1992
Territory of enterprise	160.000 m²
This project made for help to investors	The enterprise is 100% open for private and foreign investment

The project for restoration of Ordubad “Silk” OJC

Total amount of the project	7.600.000 US dollars
Production capacity	100 tons of raw silk and 1.200.000 plm silk fabric/year
The origin of equipments	Italy, Turkey
Cost for rebuilding and repairing	4.000.000 US dollars
Cost of equipments	3.600.000 US dollars
Date of utilization of the enterprise	1969
Date of stopping utilization of the enterprise	1996
Territory of enterprise	358.000 m²
This project made for help to investors	The enterprise is 100% open for private and foreign investment

The project for restoration of “ Sherur Canning” OJC

Total amount of the project	7.000.000 US dollars
Production capacity	5 tons canned fruit and vegetable/hour
The origin of equipments	Italy
Cost for rebuilding and repairing	4.000.000 US dollars
Cost of equipments	3.000.000 US dollars
Date of utilization of the enterprise	1986
Date of stopping utilization of the enterprise	1997
Territory of enterprise	100.000 m²
This project made for help to investors	The enterprise is 100% open for private and foreign investment

The project for restoration of “ Glass bottle Factory” OJC

Total amount of the project	23.000.000 US dollars
Production capacity	60 million bottles/year
The origin of equipments	Italy, Turkey
Cost for rebuilding and repairing	10.000.000 US dollars
Cost for mining and mining equipments	5.000.000 US dollars
Cost of equipments	8.000.000 US dollars
Date of utilization of the enterprise	The construction started at 1975 and stopped at 1979
Date of stopping utilization of the enterprise	1992
Territory of enterprise	150.000 m²
This project made for help to investors	The enterprise is 100% open for private and foreign investment

The project for restoration of “ Ordubad Canning” OJC

Total amount of the project	7.500.000 US dollars
Production capacity	5 tons canned fruit and vegetable/hour
The origin of equipments	Russia , Hungary, Bulgaria
Cost for rebuilding and repairing	4.000.000 US dollars
Cost of equipments	3.500.000 US dollars
Date of utilization of the enterprise	The construction started at 1987 and stopped at 2000
Date of stopping utilization of the enterprise	Not carried out to real activity
Territory of enterprise	70.000 m²
This project made for help to investors	The enterprise is 100% open for private and foreign investment

Other projects

Name of the project	The amount of necessary investment	Production capacity
Establishment of solar power station	15.600.000 US dollars	3 Mw/hour
Establishment of wind power station	20.500.000 US dollars	3 Mw/hour
Reception and processing of garbage and production of electric energy, slag and natural gas	63.000.000 US dollars	50.000 tons garbage processing/year

Other projects

Name of the project	The amount of necessary investment	Production capacity
Production of single use syringes	1.600.000 US dollars	1.500 pieces/hour
Production of child pad	1.300.000 US dollars	18.000 pieces/hour
Salt processing plant	1.160.000 US dollars	3 tons/hour

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Views of Nakhchivan city





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View of Batabat



View of Gemiqaya

Thank you for your attention