

Project Profile – Summary Sheet

Project Introduction

1. **Project title:** Production of Alloy Steel

2. **Sector:** Industry
Sub-sector: Metals

3. **Products/Services:**

4. **Location:** Free zone
Economic special zone
Industrial estate
Main land

5. **Project description:**

This production process includes sponge iron and scrap metal melting in electric arc furnace, and adding required elements such as manganese, nickel and chrome to produce fittings, belt and hank.

6. **Annual capacity:** Nominal capacity: 250,000 tons in year
Actual capacity: 200,000 tons in year

Project Status

7. **Local/internal raw material access:** 80%

8. **Sale:**
- **Anticipated export market:** 20%

9. **Construction period:** : 3 years

10. **Project status:**

- Feasibility study available? **No**
- Required land provided? **No**
- Legal permissions (establishment license, foreign currency quota, environment, etc.) taken? **No**
- Partnership agreement concluded with local/foreign investor? **No**
- Financing agreement concluded? **No**
- Agreement with local/foreign contractor(s) concluded? **No**
- Infrastructural utilities (electricity, water supply, telecommunication, etc) procured? **Yes**
- List of know-how, machinery, equipment, as well as seller/builder companies defined? **Yes**
- Purchase agreement for machinery, equipment and know-how concluded? **No**

Financial Structure

11. Financial Table

Description	Local Currency Required			Foreign Currency Required Million Euro	Total Million Euro
	Million Rials	Rate	Equivalent in Million Euro		
Fixed Capital	857,837	34,038	25.20	30.00	55.20
Working Capital	317,790	34,038	9.34	0.00	9.34
Total Investment	1,175,627	34,038	34.54	30.00	64.54

- Value of foreign equipment/machinery **30** million Euro
- Value of local equipment/machinery **3.17** million Euro
- Value of foreign technical know-how - million Euro
- Value of local technical know-how - million Euro

- Net Present Value (NPV): **26.75** million Euro
- Internal Rate of Return (IRR): **45.75%**
- Payback Period (PP): **2.87** years

General Information

- 12. Project Type:** Establishment
Expansion and completion

13. Company Profile

- **Name (legal/natural persons):**
- **Company name:** East Azarbaijan Investment Service Center
- **Address:** Seqat-al-Islam House, before Saheb-al-Amr underground, After Qari Bridge, Farabi Blvd, Tabriz, Iran
- **Tel:** +98-41-35262237-38
- **Fax:** +98-41-35265053
- **E-mail:** info@investin-ea.ir
- **Website:** <http://www.investin-ea.ir/>

- **Local entrepreneur:** Private sector
Public sector
Other