



Export Processing Zone

Project Summary



PPP Model:
Design Build
Finance Operate (DBFO)



Lead Agency:
Afghanistan Civil
Aviation Authority



Location:
Hamid Karzai International
Airport Kabul



Sector:
Civil Aviation



Payback Period:
8 years



Projected IRR:
22.7 %



NPV:
US\$ 81.7M



Capex:
US\$ 88M



Contract Period:
25 Years

Project Description

Afghanistan has a great deal to offer and to support the growth of its economic areas it will need to be able to facilitate the growth of moving its imports and export goods by air transportation. To enable this to succeed it is imperative that the country has the correct infrastructure in place; part of this would be the proposed Export Processing Zone (EPZ) which will facilitate all the required administrative and operational requirements for incoming and outgoing goods. Once developed, it will be a small, but a fast track Economic Zone covering an area of 47.4 hectares on the north side (117.128 acres) and approximately 5 Ha on the south side (12.35 acres) of the existing runway. There is expected to be significant demand for plots in the Export Processing zone at Hamid Karzai International Airport, from both local and foreign investors. It is proposed that the EPZ complex should consist of a mix of diverse industries. The industry mix represents an ideal combination to be assumed for future planning of EPZs in Afghanistan and shows the prospect of different industries. It means that food processing, pharmaceuticals, gems & Jewellery and carpets & textile etc. are the most prospective sectors for Afghanistan.

The proposed Hamid Karzai International Airport EPZ site is located in the boundaries of HKIA. The site is only 5 kilometers (3.1 mi) from the city center of Kabul in Afghanistan. The existing airport serves as one of the nation's main international airports capable of housing over one hundred aircraft. The airport is a hub for many Afghan airlines, including Ariana Afghan Airlines, Kam Air and East Horizon. Other airlines that use the airport are Air India, Emirates, Silk way Airlines, Qatar Airways, Turkish Airlines, Fly Dubai, Air Arabi and Spicejet.

Objectives

- Increasing export earnings
- Expanding the use of advanced technology
- Increasing the labor and management skills of the people of the country
- Bringing an infrastructural development to the entire country
- Improving the strong relationship with the other countries
- Joining the globalize international market to get advanced marketing facilities and to achieve great commercial benefits.

