



INVESTMENT PROJECT PROFILE



Project title	Investment in technology, building and equipment repair in Tannery Bugojno	
Sector	Textile sector	
Location	Bugojno Municipality	
Location description	Tannery is located in Bugojno, central part of Bosnia and Herzegovina, 70 km away from the main Vc Corridor in Bosnia and Herzegovina.	
Company description	Established in 1948 Tannery Bugojno is one of the rare examples of the leather processing industries that survived over the transitional period in the region of Western Balkans. The land with production and administration buildings as well as linking roads cover large area with surface of 43.361 m ² . Tannery currently operates at only 25% of capacity, but its easily achievable daily production-processing capacity is 1.000 pieces of small skins and 5 tons of large skins.	
Project status	Business plan	
Project description	The project proposes the investments in three major fields: technology investments, working capital investments and repair (current building and equipment). The total investment may be implemented within six months with simultaneous working capital infusion. According to calculations the investment achieves 11% IRR within ten years' period of its predicted life-time. Preferred investment concept is capital increase, especially if the investors root is leather industry (future customer or otherwise related partner).	
Estimated total investment cost	3 020 000 EUR	
Inputs provided by local partner	1 700 000 EUR	
Inputs required from foreign partner	Value	Description
	1 320 000 EUR	<ul style="list-style-type: none"> • Parts of the new technology: 260.000 EUR • Repair of the existing technology: 100.000 EUR • Buildings refreshing and certain repairs: 55.000 EUR • Waste water treatment project: 400.000 EUR • Existing financial structure balancing: 155.000 EUR • Working capital needed: 350.000 EUR
For additional information about this project, please contact by e-mail: info@coral-consulting-service.com		