

We invite you to invest in profitable jeans, home textile and fabrics manufacturing in Uzbekistan



Project overview

Project scope

- Construction of full-cycle manufacturing facility producing
 - Jeans
 - Bed linen sets
 - Fabrics

Financing

- **67 USD mn**

Timeline

- 2018 – equipment procurement and installation of equipment
- 2019 and beyond – ramp-up to designed capacity and continuing production

Investment terms

- Investor will have ownership of the entire business

Risk adjusted investor NPV **25 USD mn**

IRR USD **20%**

Business model: manufacturing plant with production capacity of 4 mn finished items and 10 mn meters of fabrics per year

Production process for finished textile items



Project description

Production



Capacity

- 3 mn jeans
- 1 mn bed linen sets
- 10 mn meters of fabrics

- ~ 5 000 employees

Stages



Production of finished goods and fabrics from procured cotton
Packaging and shipping to wholesale warehouses

Clients



Global fashion and home apparel brands

Products



- Jeans
- Home textile
- Fabrics

Contacts

State Investment Committee will be happy to answer any questions you may have

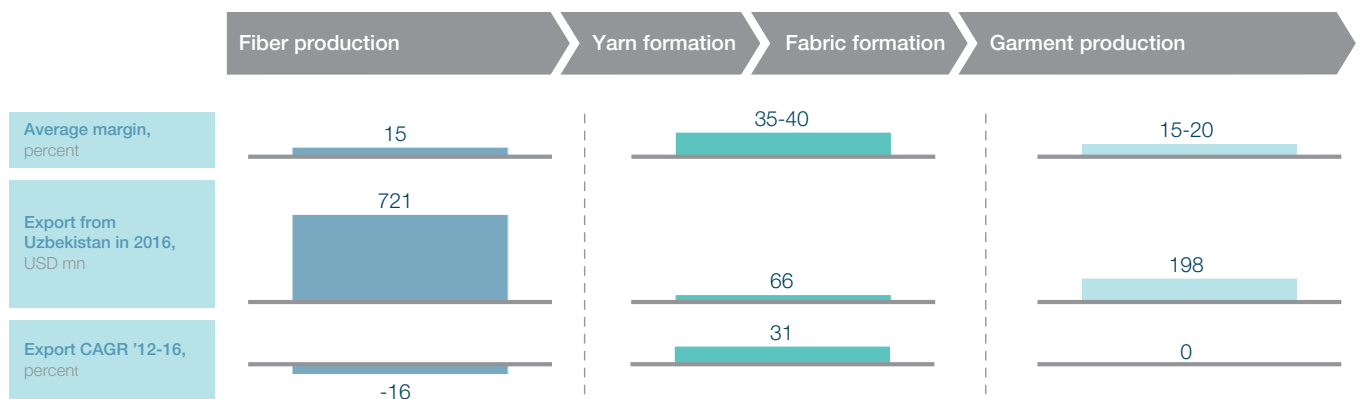
Contact person: Saidkomil Nasriddinov, Leading specialist

Telephone: +998 71 238 52 95

Postal address: 100029, Tashkent, Islam Karimov street, 1

E-mail: s.nasriddinov@invest.gov.uz

Value chain: Uzbekistan has a great potential for cotton clothing and fabrics manufacturing



Competition: Uzbekistan offers highly competitive structure of operating costs for manufacturing of finished goods internationally

	Top-7 clothing exporters, USD bn	Uzbekistan cotton and fabrics export, USD mn	Average wage, USD ths per month	Average electricity cost, US cents per kWh
China	146	349	0.5	14.7
Bangladesh	32	250	0.1	9.3
Viet Nam	25	1	0.2	11.6
Italy	20	2	2.4	21.6
Germany	17	4	3.0	26.6
India	17	1	0.2	25.5
Turkey	15	80	0.8	14.2
Uzbekistan			0.3	2.1¹

- Uzbekistan exports cotton and fabrics to main clothing manufacturers
- Local clothing manufacturers can benefit from:
 - Local cotton supply and lower logistic costs
 - Competitive wage level
 - Low electricity costs and stable electricity supply

¹ Industrial consumers only

Main apparel market players often place manufacturing orders in **lower cost countries**

Production costs including logistics in Uzbekistan **are in line with expectations** of leading apparel brands even in the lower price segment