



General Authority for  
Investment & Free Zones



**Egypt** for *a*   
*Brighter Future*

# ***Time to Invest in Egypt***

[www.gafi.gov.eg](http://www.gafi.gov.eg)

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  - Golden Triangle Project

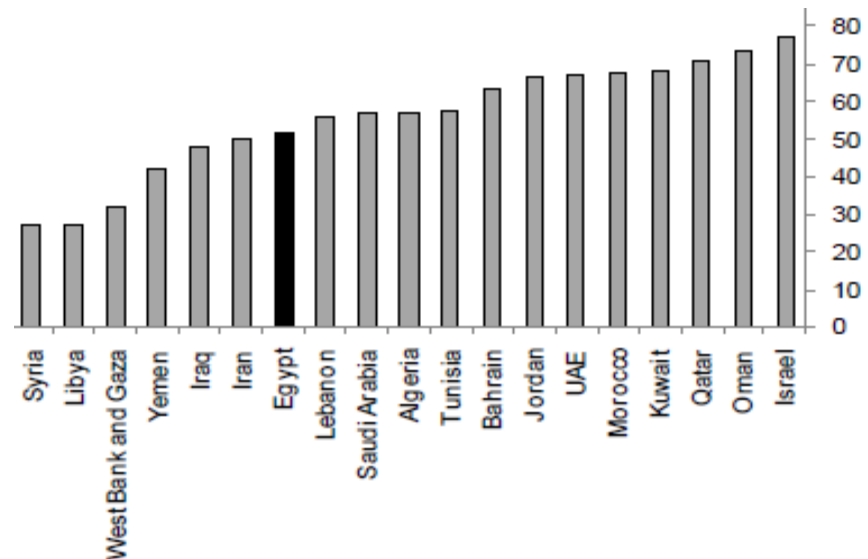
# Political Situation

A Well-established political scene by 1Q15 advocates social stability – the core of a conducive investment climate.

## Road-map timeline

- **January 2014 : Constitution approved**
- **March 2014: Elections law approved**
- **May 2014: Presidential Elections**  
23 million votes for the current President (more than 95% of the votes)
- **4Q2014: Parliamentary Elections**

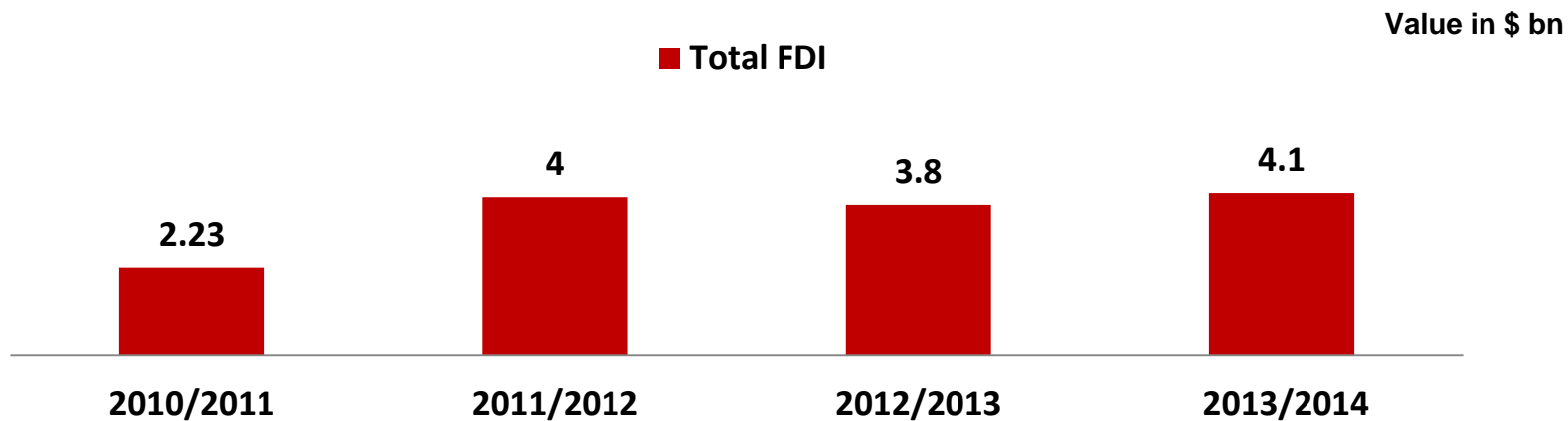
## Long-term political risk ratings



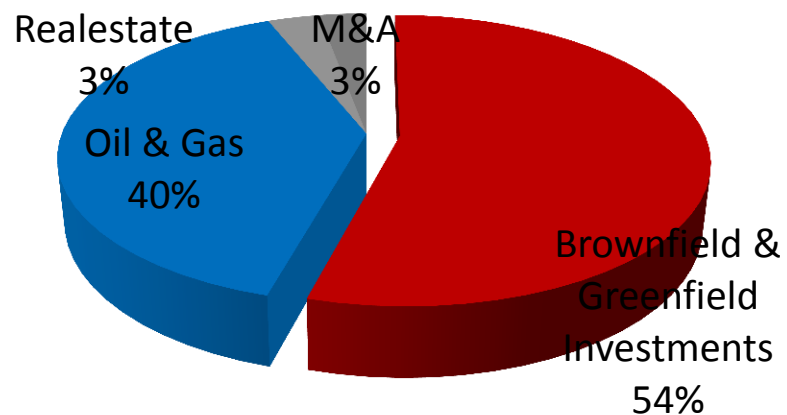


	2013/2014	2012/2013
<b>GDP (Jan-March)</b>	<b>2.5%</b>	<b>2.2%</b>
<b>Net International Reserves (June)</b>	<b>\$16.7 bn</b>	<b>\$14.9 bn</b>
<b>FDI</b>	<b>\$ 4.1 bn</b>	<b>\$ 3.8 bn</b>
<b>Inflation</b>	<b>10.7 %</b>	<b>11.5%</b>
<b>Unemployment</b>	<b>13.3 %</b>	<b>13.4 %</b>

# Foreign Direct Investment

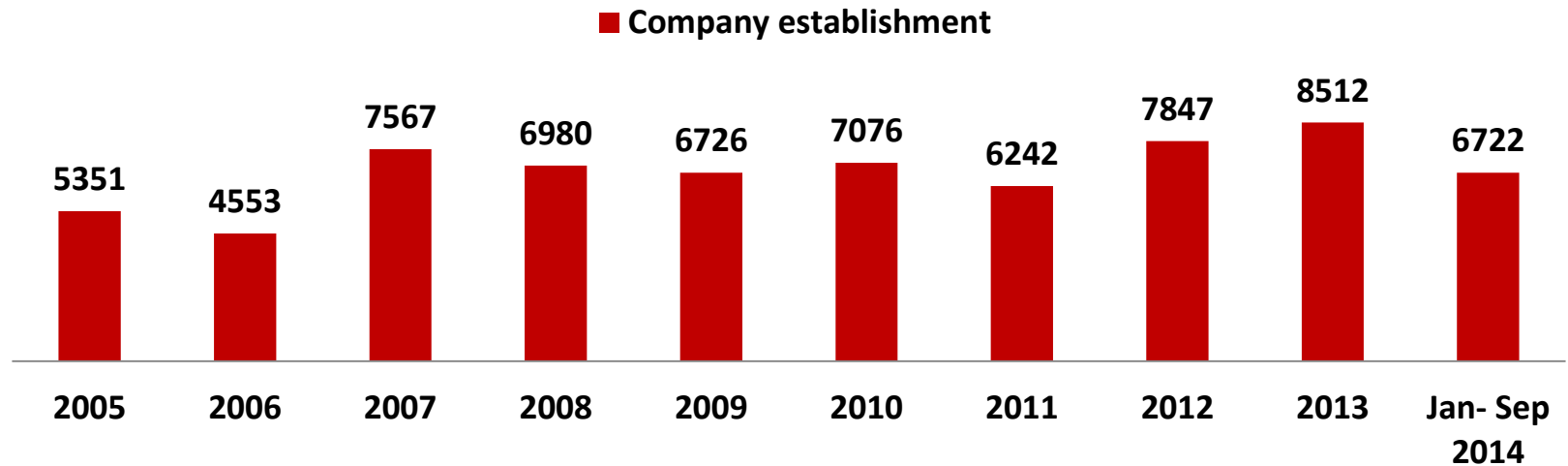


*FDI Breakdown 2013/2014*

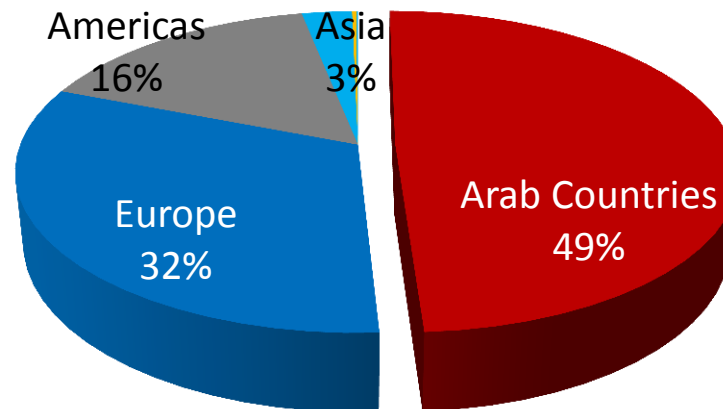


Source: CBE

# Company Establishments



*Establishment by Regional Distribution*





# Key FDI (2011-14)



Bavarian Auto Group  
Driving To Better Future

Nokia Siemens  
Networks





# Doing Business in Egypt - 2014



## ECONOMY OVERVIEW

PRINT | EXCEL

REGION	Middle East & North Africa
INCOME CATEGORY	Lower middle income
POPULATION	80,721,874
GNI PER CAPITA (US\$)	3,000
CITY COVERED	Cairo

DOING BUSINESS  
2014 RANK

128

DOING BUSINESS  
2013 RANK\*\*

127

CHANGE IN RANK

↓ -1

DOING BUSINESS  
2014 DTF\*\* (%  
POINTS)

56.31

DOING BUSINESS  
2013 DTF\*\* (%  
POINTS)

56.18

CHANGE IN DTF\*\* (%  
POINTS)

↑ 0.13

### Rankings

### Distance to Frontier

TOPICS	DB 2014 Rank	DB 2013 Rank	Change in Rank
Starting a Business	50	44	↓ -6
Dealing with Construction Permits	149	144	↓ -5
Getting Electricity	105	104	↓ -1
Registering Property	105	106	↑ 1
Getting Credit	86	82	↓ -4
Protecting Investors	147	147	No change
Paying Taxes <b>X</b>	148	149	↑ 1
Trading Across Borders	83	81	↓ -2
Enforcing Contracts	156	155	↓ -1
Resolving Insolvency	146	141	↓ -5

✓=Doing Business reform making it easier to do business. **X**=Doing Business reform making it more difficult to do business

Source: World Bank

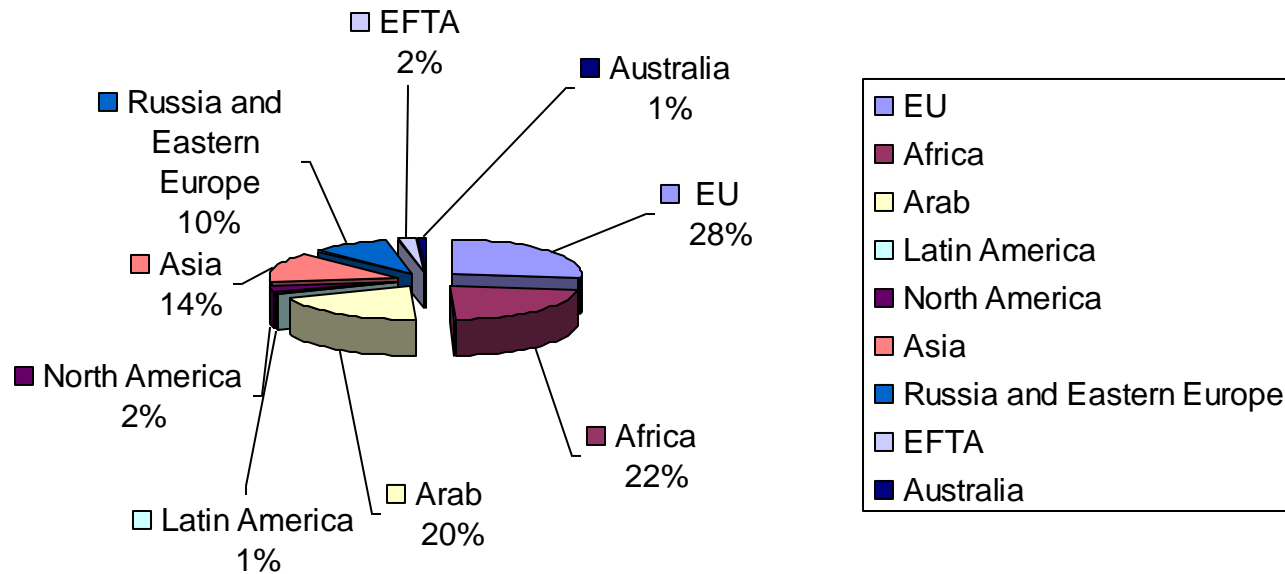
- **Legislative Agenda**
  - **Unified Investment Law**
  - **New Labor Law**
  - **Bankruptcy Law**
  - **Mining Law**
  - **Unified Industry Law**
  - **Unified Company Law**
  - **Continued Tax Reform**
    - **Value Added Tax**
    - **Property Tax**
- **Incentive Package; linked to priorities of Egypt's economic development plan (geographical and sectoral)**
- **Special attention to Power Sector**
  - **Feed-in-tariff**
  - **Power purchase agreement**
  - **Sovereign guarantee**

# Bilateral Investment Treaties as a protection umbrella to foreign investors



- Egypt had signed 111 BIT, which 73 are enforced.

**Egypt Enforced BITs Regional Distribution**



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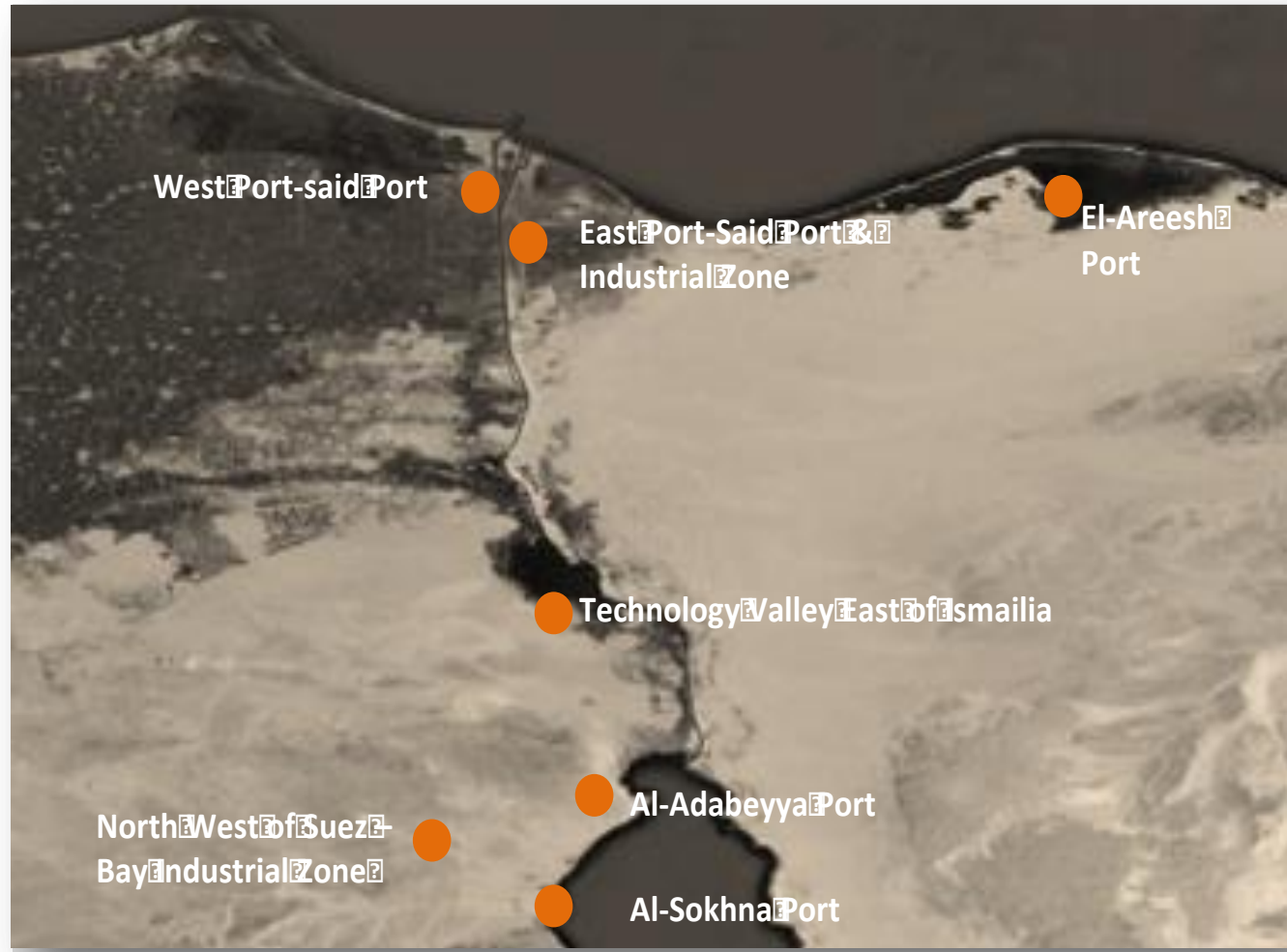
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# Investment Opportunities

# Mega Projects (1)



## *Suez Canal Corridor Development project*



Source: Ministry of Investment

## *Suez Canal Corridor Development project*

### Objectives:

1. Developing and boosting the national economy of Egypt by making use of the unique location of the Suez Canal
2. Creating new industrial and logistics centers
3. Generating job opportunities
4. Increase Suez Canal ship traffic

### Potential industries within the frame of the project:

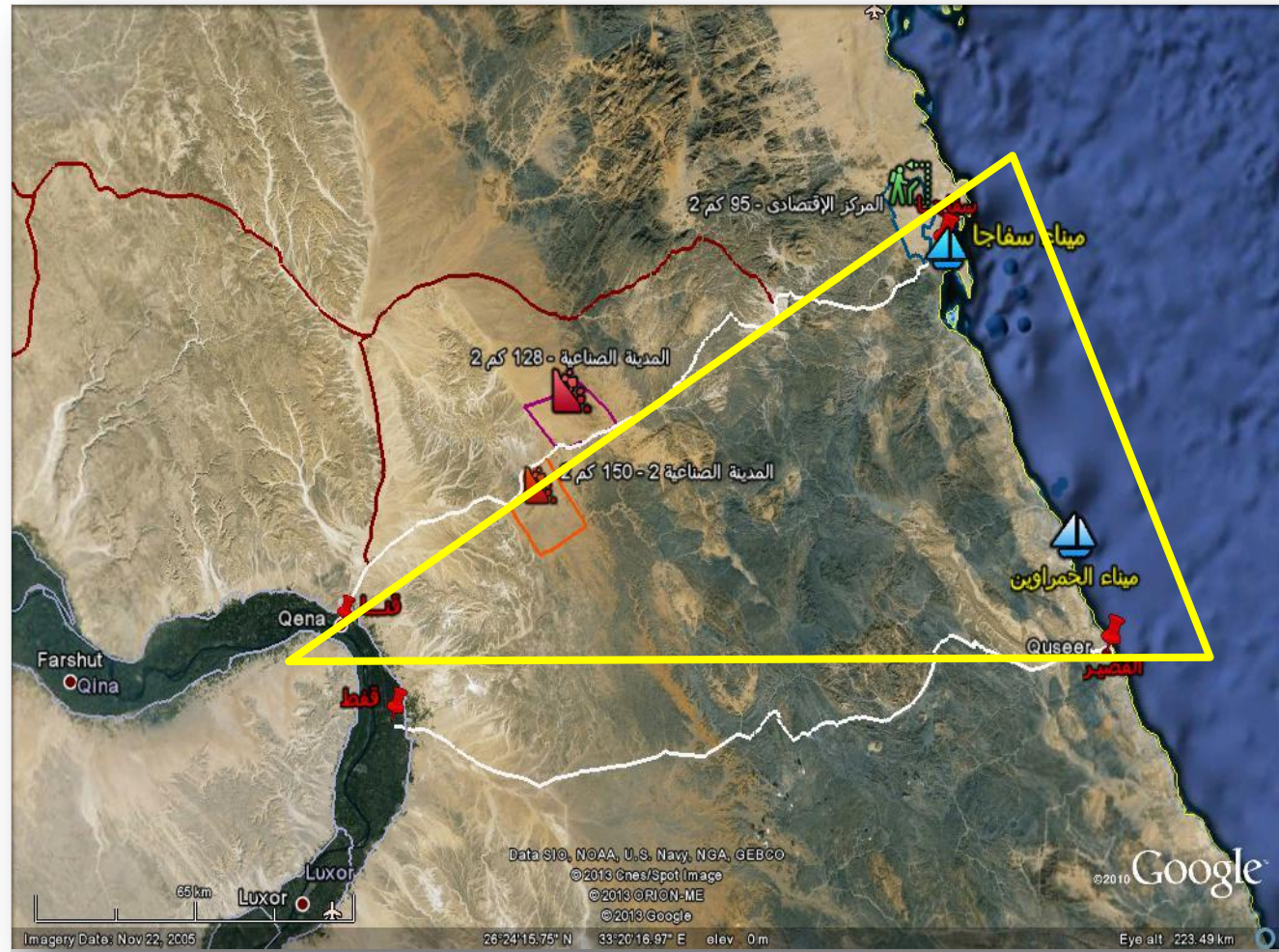
- Automotive Car Components
- Food processing
- Electronics
- Textile
- Ship building and ship maintenance
- Distribution and logistics centers
- Mining Industries
- Pharmaceutical Industries

**DAR AI-HANDASA (SHAIR & PARTNERS) is the winner consortium for the project master plan**



## Mega Projects (2)

### Golden Triangle Development Project



## *Golden Triangle Development Project*

- **Investment Potential; Infrastructure Projects**

- **Roads**

1. The Red Sea Coastal Road from Suez in the north to *Shalateen* in the south
2. Safaga - Qena Road linking the eastern coast to the new Upper Egypt Desert Road
3. Al Kosair - Keft Road

- **Ports**

1. Hurghada Port, which is proposed to be used as an international commercial port
2. Safaga Port, which is an international commercial port

- **Airports**

1. Hurghada Airport: located 5 km to the southern west of the heart of Hurghada.
2. Marsa Alam: located 60 km from Marsa City to the northern direction in the Red Sea governorate.
3. Luxor Airport: located 6 km to the east of Luxor.

*Examples of  
Other  
Projects*

1. **North Coast Development Project**
2. **A 3200 km New Road Network with total investment of LE 18 billion**
3. **8000 MW of Renewable Energy (Solar and Wind) with total investment of LE 14.5 billion during the next year (2014/2015)**

# Other Investment opportunities



	Number of Projects	Investment Cost
Oil & Gas	3	\$ 9 bn
Tourism	6	EGP 2.8 bn
Transport	18	\$ 5 bn
Housing	2	EGP 950 mn
Public Enterprises	22	\$ 2 bn
Electricity & Energy	3	\$ 3.9 bn

Source: Ministry of Investment

**Date:** Feb 2015

**Venue:** Sharm el-Sheikh

## **Purpose**

Reinstate stability and restore investor's community confidence in the Egyptian economy by promoting business opportunities, mega projects and highlight recent reforms – a key foundation for a competitive business climate.

## **Participants**

- strong allies of Egypt
- Presidents & international leaders
- International Financial Institutions
- Major global companies
- worldwide investors

**Now;  
It's time to invest in Egypt**