



Investment in Sri Lanka

Your gateway to Asia, Africa & Europe

Prasanjith Wijayatilake
Executive Director - Investment Promotion
Board of Investment of Sri Lanka
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Why Invest in Sri Lanka?



Location

Well connected to trade & business centers

- 2 Containers ports
- 3 International airports
- Trans-shipment hub in S. Asia



Workforce

3x more graduates, focus on vocational training to further enhance human capital

Well spoken & adaptive



Market Access

Access to 2.1Bn+ consumers across South Asia and East Africa

Investment protection agreements with **28 countries**

Double Taxation Avoidance Agreement with 44 countries



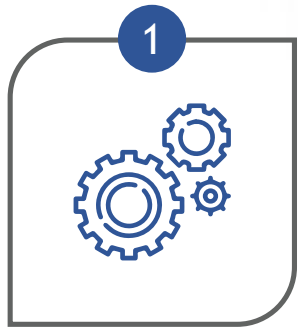
Investment policy

No restrictions on Foreign Ownership

Safety of Foreign Investments **Guaranteed by Constitution**

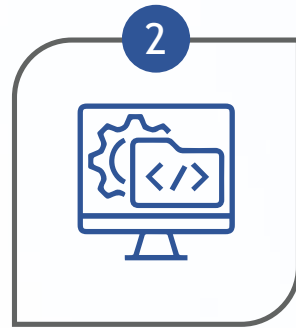
Signatory to the **Multilateral Investment Guarantee Agency (MIGA)** of the World Bank

Growth Sectors



Manufacturing

- Pharmaceutical
- High value add Apparel
- Electronics and Electricals



ICT

- Knowledge Services
- Software Development
- IT training Institutes
- Emerging Technology



Hospitality and Tourism

- Agro/Eco Tourism
- Adventure/ Thrill tourism
- Luxury Hotels
- MICE tourism



Agriculture and Food processing

- Rubber
- Agri/processed food
- Fisheries



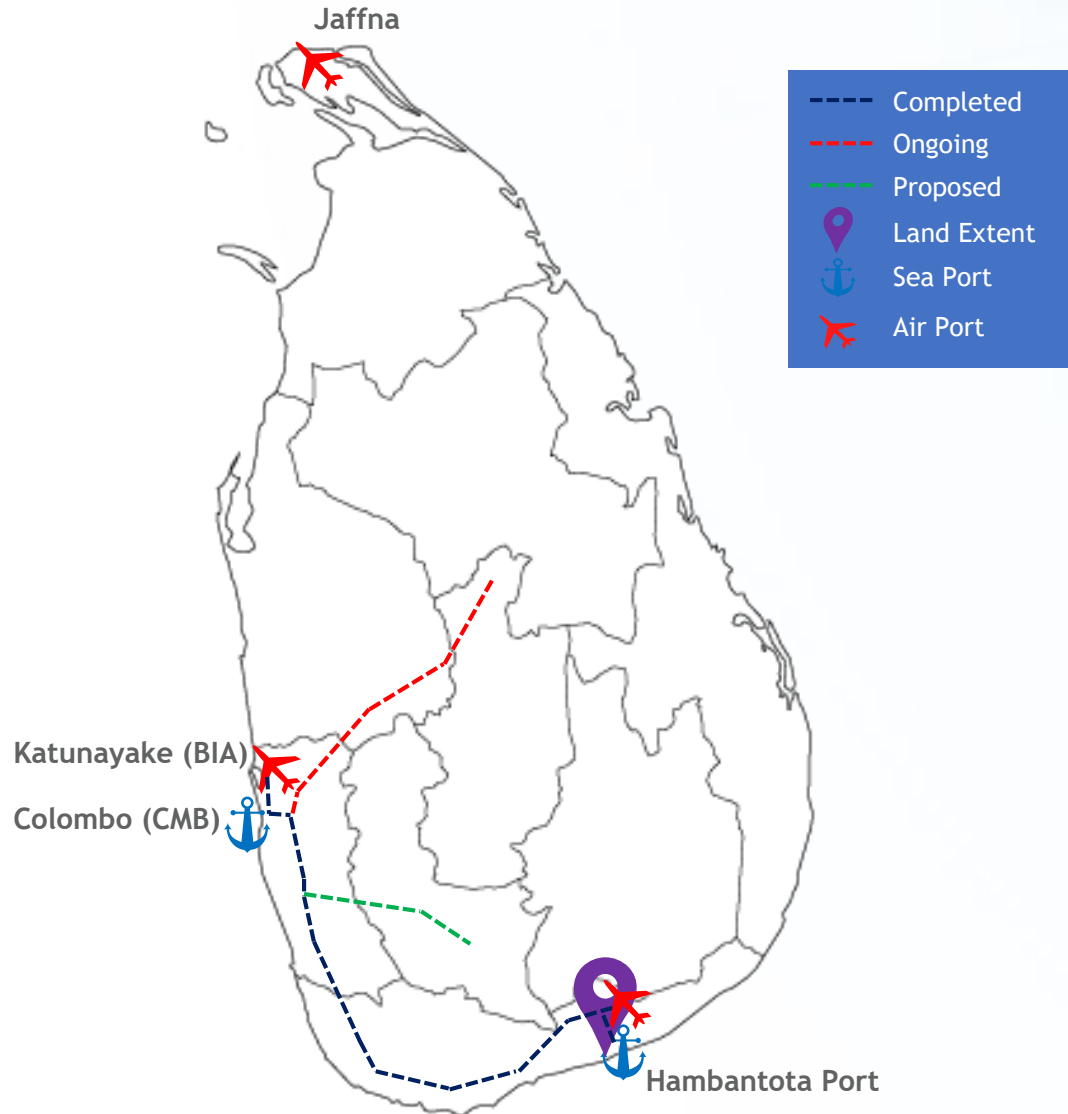
Construction and Infrastructure

- Railway systems (Monorails/LRTs/Sky Trains)
- Port/Airport development

Investment Opportunities



Hambantota Pharmaceutical Zone



Hambantota EPZ



33 Kms to
Hambantota Airport



3.6 Kms to
Hambantota Port

Recommended Activities

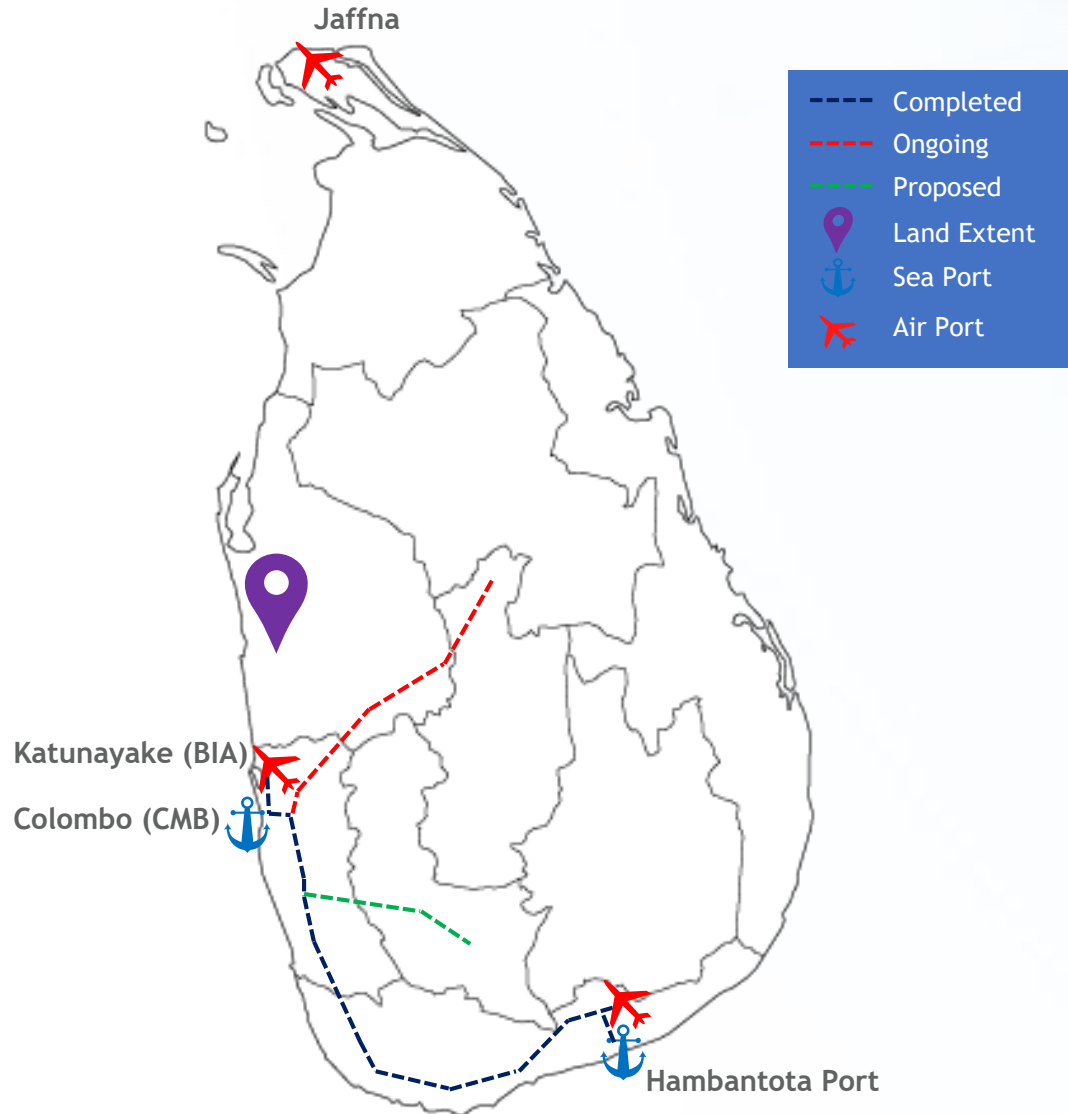
Pharmaceuticals, Medicinal Chemical and Botanical Products Manufacturing Facilities

- Formulation of antibiotics
- Manufacture of antibiotics
- Formulation of Other products (chemical/plant extracts)
- Manufacture of other products (chemical/plant extracts)
- Manufacture of three types of main Radiopharmaceuticals commonly used in cancer treatment(I-131,TC-99,F 18). *To be produced under the guidance of Sri Lanka Atomic Energy Board and Sri Lanka Atomic Energy Authority*
- Manufacture of Cosmetic products
- Manufacture of Ayurvedic drugs
- Manufacture or Assembling of medical devices

Related Ancillary Facilities

R&D facilities, including biotechnology research and production
Laboratory testing facilities

Bingiriya Export Processing Zone



Bingiriya EPZ



55 Kms to
Katunayake Airport

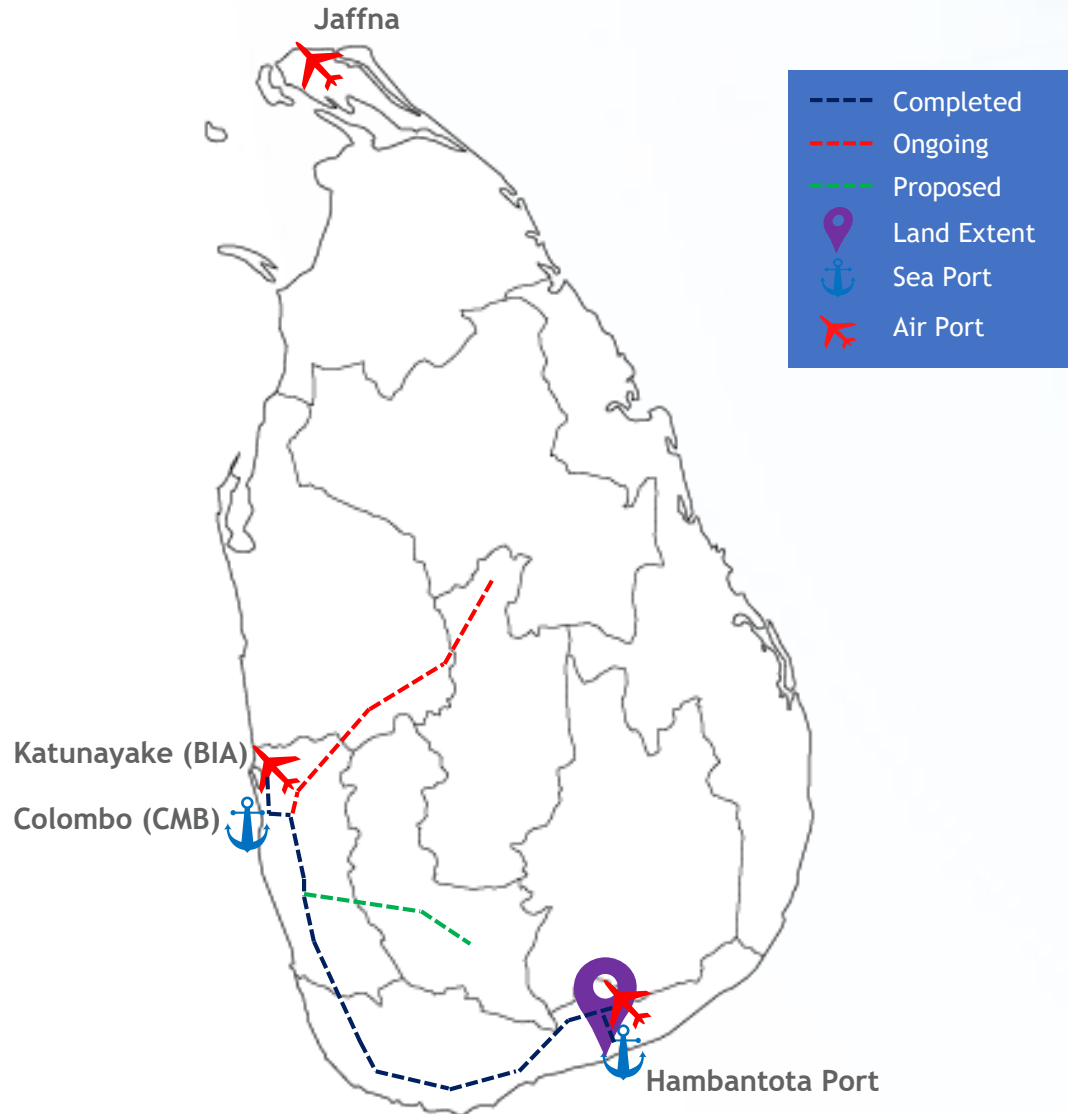


84 Kms to Colombo
Port

Recommended Activities

- **Basic Metal products:** Fabricated metal products, structural metal products, cutlery, hand tools and general hardware
- **Chemical products:** Basic industrial chemicals, manufacture of plastic products, paints and lacquer.
- **Machinery and Equipment:** Office, computing and accounting machinery, communication equipment, electrical appliances and house wares, scientific equipment, rubber gloves and plastic products, electrical industry machinery
- **Transportation:** Motorcycles, bicycles and vehicle assembling, manufacturing motor vehicle parts

Mirijjawila EPZ



Mirijjawila EPZ



31 Kms to
Katunayake Airport

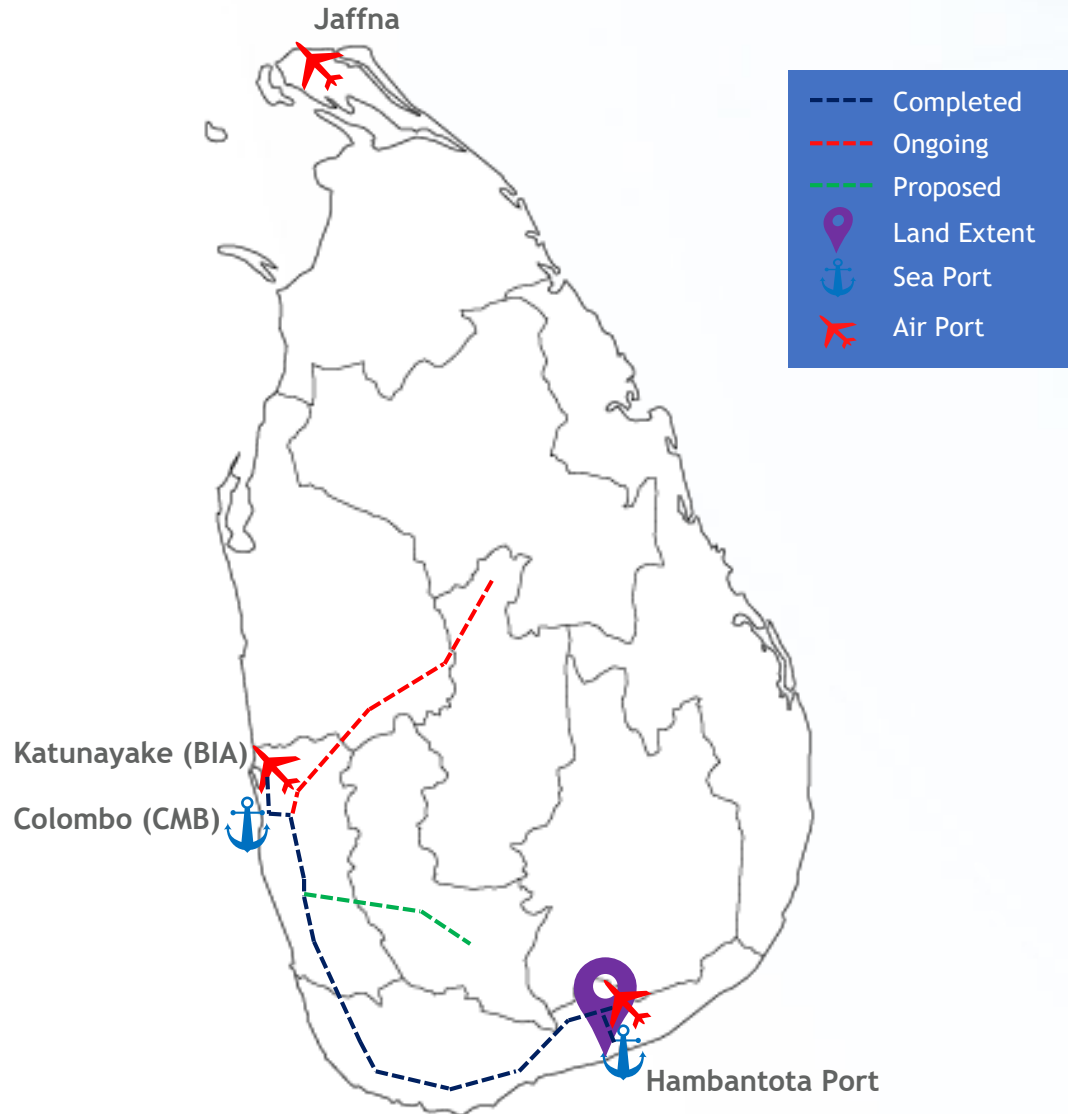


16 Kms to
Hambantota Port

Recommended Activities

- **Food Processing Sector:** Frying, processing and packing fruits, vegetables and other food items, Fish, Crustacean and similar foods, Grain Mills, Manufacture dry bakery products, Manufacture hard boiled sweets
- **Basic Metal products:** Fabricated metal products, structural metal products, cutlery, hand tools and general hardware
- **Chemical products:** Basic industrial chemicals, manufacture of plastic products, perfumes
- **Machinery and Equipment:** Office, computing and accounting machinery, communication equipment, electrical appliances and house wares, scientific equipment, Solar wafers and panels, agricultural machinery and equipment, electrical industry machinery
- **Transportation:** Motorcycles, bicycles and vehicle assembling, manufacturing motor vehicle parts

Proposed Sooriyawewa Township Zone



Sooriyawewa Township Zone



19 Kms to Mattala Airport



38 Kms to Hambantota Port

Recommended Activities

- Information Technology Park
- Light Industrial Area
- Educational Institutions/Universities
- Indoor/Outdoor Stadiums, Multi Sports Complex
- Hotels, Media/Convention Centres
- Residential areas

Tax Incentives



Tax Incentives

Corporate Income Tax (CIT)

- + Standard CIT Rate - 24%
 - + Reduced CIT Rate - 14%
-

Dividend Tax Exemptions

- + A member who is a non-resident person
 - + A Company Engaged in Commercial Hub Activities
-

PAL Exemptions

- + Capital Goods - Investment over US\$ 50 Mn
- + Raw Materials for Export Oriented
- + Pharmaceutical Machinery and Equipment

CESS Exemptions

- + Capital Goods - Investment over US\$ 50 Mn
 - + Raw Materials for Export Oriented
 - + Tourism Projects
 - + Health Protection Equipment
-

Customs Duty & VAT Exemptions

- + Exempted/Deferred for Capital Goods
 - + Exempted/Deferred for Raw Materials
-

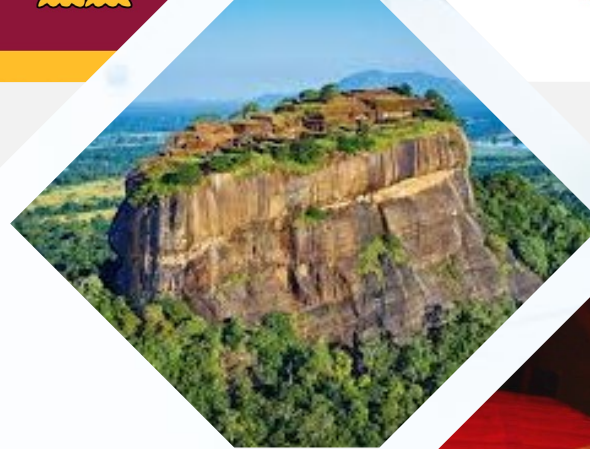
Enhanced Capital Allowance (ECA)

- + Granted for investments over US\$ 3 Mn on depreciable assets permitting to deduct losses for a period of 10 years

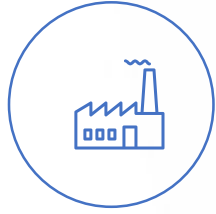
Tax Exemptions for Select Sectors

- + Agro Farming
- + IT and IT Enabled Services
- + Services offered outside Sri Lanka
- + Vocational Education Programs
- + Export of Gold, Gems or Jewelry
- + Laboratory & Standard Certification Services
- + Sale of Recycled Construction Material - 10 years
- + Manufacturing and Supply of Boats/Ships - 7 Years
- + Renewable Energy of 100MW Solar/Wind - 7 Years
- + Construction and Installation Of Communication Towers - 7 Years
- + Bonded & offshore business warehouses

Japanese Footprint



Japanese Footprint in Sri Lanka



85 BOI
Japanese
Companies



US\$
400 Mn
Realized
Investment



7,000+
Direct
Employment
Generated

Key Players

Noritake


COLOMBO DOCKYARD PLC
"...an Odyssey of Excellence"


Lanka
Harness
Lanka Harness Co., (Pvt) Ltd

metatechno
L A N K A

YKK



TOS LANKA



OKAYA



KOHOKU

FDI from Japan



Source: BOI, Sri Lanka

Thank You!

