MUNICIPALITY GRADAČAC BOSNIA AND HERZEGOVINA

GENERAL INFORMATION

44.879015°N 18.425791°E

LOCATION: Gradačac is situated in north-eastern part of Bosnia and Herzegovina. South-eastern Europe, close to EU borders (40 km) Area: 218 km² Population: 41,836

Altitude: 129 m Climate: Moderate continental Average temperature: Summer 20,8°C, winter 1,7 °C Time: CET (GMT + 1)

Currency: BAM Rate (tied to €): 1 € = 1,95583 BAM VAT: 17% Profit tax: 10% Unemployment rate: 50,5%

TRANSPORTATION CONNECTION

Highway: Croatia 43 (Bravaci), 73 km (Slavonski Brod) State roads: M14, M18 International airports: BH: Tuzla 70 km, Sarajevo 172 km. Serbia: Beograd 179 km River port: Brčko 38 km Sea harbour: Hrvatska: Ploče 350 km

CONTACT

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> INDUSTRIAL ZONE GRADAČAC

28 companies are operating in the Industrial zone Gradačac and employing 2.500 employees. The municipality is export orientated:

- 5th biggest municipality by export, in BIH (5,12%) u 2014.
- 2nd biggest municipality by export in Tuzla canton (151,4 million EUR 26,25%).



The Zone is situated in the vicinity of the municipal centre and main road M14.1. Regional road R462 Gradačac-Šamac passess through the Zone and allows fast access of investors to the broader region and European market (30 km to the border with Croatia and EU).

Proximity to the future pan-European corridor 5C (30 km) also enables investors to quickly access the European market.

Total surface of business zone: 101 ha, (42,7 ha for greenfield investments)

Available land in business zone: 33,96 ha

Land ownership: 77% private, 23% municipal and state property

Type of companies in zone by sectors: processing industry (metal, food, textile, wood, plastic), construction, trade services.

Land price: 10,00 €/m²

Available infrastructure: water, sewage with belonging treatment plant electricity suitable for production capacities, internal road infrastructure with dimensions fitting the needs of production plants.

The following 11 companies that are listed here successfully operate in the Industrial zone Gradačac. They employ 2,281 employees. In 2014, they generated a total income of over 126 million EUR, of which exports were over 89 million EUR (58.78% of the exports of the Municipality, 15.43% of the exports of the Canton).

They are distinguished by their high quality products at European and international standards. Their products are mainly exported to the European markets (mainly to Austria, Germany, Switzerland, Italy).

BUSINESS FRIENDLY ENVIRONMENT Registered:

828 legal entities 1,171 craftsmen (2015)

- 5th municipality in BiH by export orientation
- Up to 20 days for issuance of construction permit
- Up to 20 days for issuance of location permit
- Municipality is under process of certification for municipality with Business Friendly Certification (BFC SEE)
- Established Business Council which enables continuous dialogue between representatives of public, private and civil sector.

INCENTIVES FOR INVESTORS

- Local incentives: convenient price of construction land, communal easements
- National incentives: Profit tax 10%, VAT 17% and income tax 10%
- For foreign investors, additional tax(export, production, employment) and customs incentives.

Companies located in business zone:

Company	Activity	Country of investor
Cimos TMD Automobilska industrija d.o.o.	Production of parts and accessories for motor vehicles	Slovenia
Eurotrans – Mlin Nezić d.o.o.	Production of flour	B&H
IMK Kula d.o.o.	Production of clothing	B&H
Mljekara Inmer d.o.o. Gradačac	Processing and production of milk and dairy products	France
Kovgrad d.o.o.	Production of forged parts for rotating systems	B&H
Namještaj d.d.	Production of final solid wood products	B&H
Pullcom BH d.o.o.	Production of profiles from fiberglass	B&H/Italy
Thema d.o.o. Gradačac	Production of footwear	B&H
TMD Dommers Lighting d.o.o.	Production of lighting bodies	Germany
Wagner Automotiv d.o.o.	Production of parts for automotive and other industries	B&H/Switzerland
Zott SEE d.o.o.	Processing and production of milk and dairy products	Germany

Potential investors could also benefit from business cooperation with the existing entrepreneurs in the Municipality of Gradačac. There are already examples of successful business cooperation between the entrepreneurs in the Zone, including foreign and domestic companies.

