Tobacco processing

Project name	Organization of tobacco processing
Project summary	Expansion of tobacco processing using the capabilities of the existing tobacco processing plant in the territory of Gubadli district.
Demand for raw materials	Local raw stock. ~6.7 tons of wet tobacco yields 1 ton of dried tobacco.
Infrastructure	Production of 1 ton of dried tobacco requires the following: Electrical power: 135 kW/h Natural gas: 125 m³
Logistics	The distance from Gubadli to Baku is 375 km, to Ganja - 319 km, and the Logistics Center - 31 km.
Project advantages	 Existing tobacco drying enterprises; Suitable climatic and geographical conditions; Ample export opportunities; The region's traditional area.
Project value	~ 1 mln. AZN
Proposed project location	Gubadli district
Market	There are more than 10 cigarette and fermented tobacco companies across the country. Import 2020 - Cigarettes: 25.7 mln. USD - Raw tobacco: 6.4 mln. USD Export 2020 - Cigarettes: 2.6 mln. USD - Raw tobacco: 11.9 mln. USD

State support	 Creating opportunities to privatize an existing processing plant; Preferential loan; Investment promotion certificate.
Note	Currently, there is a processing plant with an area of 1192 m² in the Gubadli district.





