

Government of Nepal

INVESTMENT BOARD

APPLICATION FOR APPROVAL FOR FOREIGN INVESTMENT

Notes for your guidance: -

1. This application shall be used for approval for foreign investment exceeding 10 billion Nepali Rupees.
2. This application should be completed with relevant information.
3. Application fee should be submitted with the application. Please contact us for bank information.
4. Should you require assistance filling up the form, please contact: 977-1- 4200269 or email:
info@investmentboard.gov.np
5. Once you have completed the application form, it may be submitted with appropriate fee to the Office of the Investment Board, Singha Darbar, Kathmandu, Nepal. We request you to kindly provide both soft and hard copies of the documents requested in this application. Soft copy can be submitted to
info@investmentboard.gov.np
6. The Office of the Investment Board reserves rights to withdraw its approval at any time if it finds any misrepresentation of facts stated in the application.

SECTION A

Contact Information

1	Company Representative in Nepal	
2	Name & Designation	
3	Address	
4	Telephone Number	
5	Email Address	
6	Facsimile Number	

** Please provide a copy of the minute of investing Company's BOD, granting power of attorney to the representative of the company to act on its behalf

SECTION B

Company Profile of the Applicant

7	Name of the Organization	
8	Country of Incorporation	
9	Main Line of Business (Information should be provided for all members of the consortium)	
10	Name of the Promoters of the Holding Company	
11	Full address of corporate headquarters and branch office in Nepal or elsewhere if any	

12	<p>Is the entity/member barred by government or any entity controlled by it from participating in any government sponsored project? If Yes, please explain. Use a separate sheet, if necessary.</p> <p style="text-align: center;"> <input type="checkbox"/> YES <input type="checkbox"/> <input type="checkbox"/> NO <input type="checkbox"/> </p>
13	<p>Are any contractual dispute and litigation/ arbitration ongoing or concluded in recent past? Please provide net amount under litigation if any.</p> <p style="text-align: center;"> <input type="checkbox"/> YES <input type="checkbox"/> <input type="checkbox"/> NO <input type="checkbox"/> </p>
14	<p>What is the support sought from the Government of Nepal? If any.</p>

SECTION C

Information on the Proposed Project	
15	Project Name
16	Proposed Project Location
17	Proposed Legal Status <input type="checkbox"/> Public Ltd. <input type="checkbox"/> Privated Ltd.
18	Is this a PPP Project? <input type="checkbox"/> Yes <input type="checkbox"/> No
19	Is this a Joint Venture Agreement? <input type="checkbox"/> Yes <input type="checkbox"/> No
20	Does this project have export orientation? <input type="checkbox"/> Yes <input type="checkbox"/> No

SECTION D

<u>Financial Information of the Proposed Project</u>			
21	Total Project Cost		
22	Source of Finance by Domestic or Foreign	Domestic <input type="text"/> %	Foreign <input type="text"/> %
23	Expected Annual Revenues		
24	Expected Price of the Commodity/Services		
25	Expected Royalty to be paid to the Government		
26	Fixed Assets		
27	Working Capital		
28	Operating Cost & Expenses		
29	Computation of IRR; Break- Even Point		

SECTION E

<u>Preliminary Assessment Details</u>									
30	Brief description of environmental issue that might come up in the project.								
31	Has any preliminary feasibility study (Environmental/Technical/Financial) been conducted? Use additional sheet, if necessary. <table border="0" style="width: 100%; text-align: center;"><tr><td><input type="checkbox"/></td><td><input type="checkbox"/></td><td><input type="checkbox"/></td><td><input type="checkbox"/></td></tr><tr><td>YES</td><td></td><td>NO</td><td></td></tr></table>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	YES		NO	
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>						
YES		NO							

**** I/We understand that as per the Environmental Protection Act 2053 and Environmental Protection Regulation 2054, the necessary environmental procedures will be complied with prior to the registration of this industry.**

Signature of the applicant

SECTION F

Project Report

Please provide a project report including the suggested content.

Content for the Project Report

- A. Executive Summary of the Project
- B. Project Background
 - 1. Project name
 - 2. Product/ Service description
 - 3. Proposed project location (Zone, District, Municipality/VDC)
 - 4. If it is a Joint-Venture, please provide explanation of the type
 - 5. Computation of benefits; economic and otherwise to Nepal
- C. Market Aspect
 - 1. Target Market
 - 2. Current Market Status
 - 3. Demand Analysis
- D. Technical Aspect
 - 1. Does this project have export orientation? If yes, please discuss the proposed export market
 - 2. Direct/Indirect employment potential (Skilled/ Unskilled)
 - 3. Project Inputs: Annual Raw Materials Requirement (at 100% capacity utilization) with source.
[Local : _____ , Imported : _____]
 - 4. Utilities Requirement: Electricity, fuel (Diesel, LDO, Furnace oil, Coal, Rice husk etc.), Water, Others
 - 5. Indicative Land Requirement (In hectares)
 - 6. Technical experience in executing similar project/ sector (Yes/NO). If yes, please provide the following information.
 - a) Name of the project
 - b) Project Location, District, Municipality/ VDC, Ward No.
 - c) Description of similar projects abroad
 - d) Project cost of each project
 - 7. Summary of Technical Design
- E. Financial Aspect
 - 1. Total Project Cost
 - 2. Source of Finance by Domestic and/ or Foreign
 - 3. Expected Annual Revenues (Identify Sources)
 - 4. Expected price of the commodity/service to consumers

5. Expected Royalty to be paid to the government
6. Fixed Assets
7. Working Capital
8. Operating cost & expenses
9. Computation of IRR; break- even point

F. Project Implementation Schedule

1. Indicative timeline for Initiation/ Operation/ Completion
2. Brief Summary of Project Implementation Business Plan

** Please add any additional information as necessary.

Required Documents

1. Joint Venture Agreement in case of more than one investor
2. Citizenship certificate of the local party or Certificate of Incorporation including Memorandum of Association and Articles of Association, if local party is a company
3. Copy of passport of foreign party
4. Copy of the minute of Investing Company's BOD, granting power of attorney to the representative of the company to act on its behalf
5. Copy of representative's passport or citizenship certificate
6. Bio-data/ Company profile of the foreign party
7. Financial Credibility Certificate (FCC) of the foreign investor provided by a home country bank or domiciled country bank
8. Copy of the Minutes of the Investing Company's BOD's decision to Invest in Nepal
9. Copy of MOA and AOA of the Investing Company
10. Copy of the Investing Company's Tax Clearance certificate

** Copies of all documents will have to be notarized.