



TOGETHER
for a sustainable future

OCCASION

This publication has been made available to the public on the occasion of the 50th anniversary of the United Nations Industrial Development Organisation.



TOGETHER
for a sustainable future

DISCLAIMER

This document has been produced without formal United Nations editing. The designations employed and the presentation of the material in this document do not imply the expression of any opinion whatsoever on the part of the Secretariat of the United Nations Industrial Development Organization (UNIDO) concerning the legal status of any country, territory, city or area or of its authorities, or concerning the delimitation of its frontiers or boundaries, or its economic system or degree of development. Designations such as “developed”, “industrialized” and “developing” are intended for statistical convenience and do not necessarily express a judgment about the stage reached by a particular country or area in the development process. Mention of firm names or commercial products does not constitute an endorsement by UNIDO.

FAIR USE POLICY

Any part of this publication may be quoted and referenced for educational and research purposes without additional permission from UNIDO. However, those who make use of quoting and referencing this publication are requested to follow the Fair Use Policy of giving due credit to UNIDO.

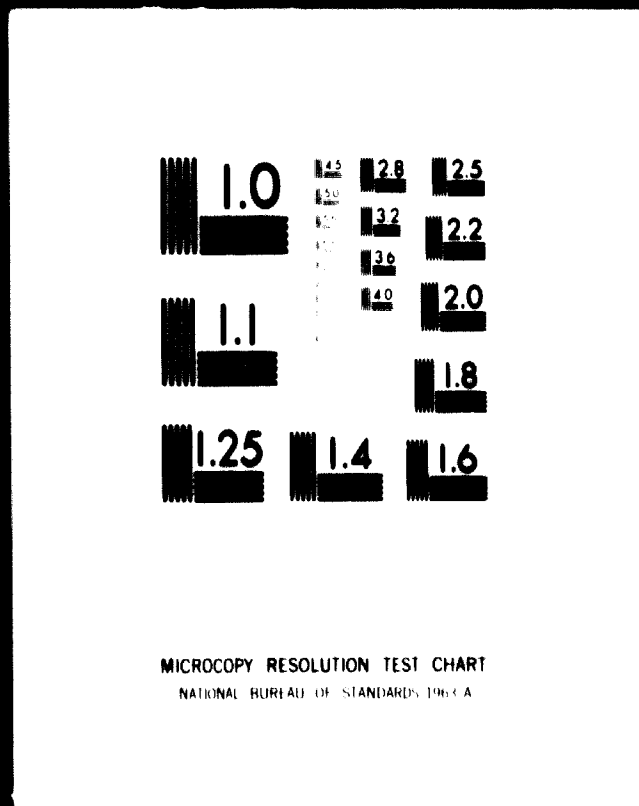
CONTACT

Please contact publications@unido.org for further information concerning UNIDO publications.

For more information about UNIDO, please visit us at www.unido.org

1 OF 1

02043



24 x
C



02043



United Nations Industrial Development Organization

Distr.
LIMITED

IPPD/BGD/11
28 August 1973

ORIGINAL: ENGLISH

Third Asian Meeting to Promote
Industrial Projects

Kuala Lumpur, Malaysia, 14-21 November 1973

Project Information Sheet

PIPE FITTINGS AND CAST STEEL PRODUCTS

COUNTRY

Bangladesh

PROJECT

New Plant for Pipe Fittings and
Cast Steel Parts

Annual Capacity: Production value:
US \$400,000

Total Investment: US \$1,551,000

FOREIGN CONTRIBUTION REQUIRED

Equity

Loan

Supplier's Credit

Know-how

Marketing

Sponsored by: The Economic Commission for Asia and the Far East (ECAFE) and
the United Nations Industrial Development Organisation (UNIDO).

14.73-6026

IMPORTANT NOTICE

The basic purpose of this meeting is to provide an Exchange or Market Place for the initiation of contacts on specific industrial projects between their proponents from the Asian countries and potential suppliers of capital, finance, equipment or know-how, as the case may be, from the industrialized countries.

This Project Information Sheet has been prepared as a basis for such contacts. Its purpose is not to present detailed information about the project but to provide the recipient with an outline sufficient to determine tentative interest in principle. Any further available information on the project will be furnished on request to interested parties at the Meeting.

Experience has shown that industrialists frequently prefer to carry out their own further investigations in detail into projects in which they are interested, but assistance from UNIDO in these matters can be rendered to the Asian country concerned on request.

This Information Sheet contains only the information supplied to UNIDO by the proponent of the Project. UNIDO can therefore take no responsibility for its accuracy.

PIPE FITTINGS AND CAST STEEL PRODUCTS

I. THE PROJECT

It is proposed to establish a new plant to produce pipe fittings and cast steel parts such as tees, sockets, etc. The products will comply with international standards. The total installed capacity planned for the products amounts to US \$400,000 per annum (ex-factory). 20% thereof to be produced during the first year of operation; 80% in the second year and 100% during the third operational year.

II. ECONOMIC ASPECTS

The project's production will substitute imports. It has the full support of the Government and will benefit from incentives as provided under the existing rules and regulations.

III. COMMERCIAL ASPECTS

Details of unit costs of production and sales prices will be the subject of studies to be conducted. The factory's entire output will be sold on the domestic market. Exports are not envisaged at present.

IV. PHYSICAL ASPECTS

The plant site has not yet been selected. It is expected to be located in one of the industrial areas of Dacca, where all infrastructural facilities are available.

All other questions such as staffing, supply and cost of raw materials, estimated operating costs and profits as well as profitability should be the subject of a feasibility study to be prepared in agreement between the project sponsor and the interested foreign partner.

V. FINANCIAL ASPECTS

| (a) <u>Estimated Total Investment</u> | <u>Local</u> | <u>Foreign</u> | <u>Total</u> |
|---|---------------------------|-------------------------|---------------------------|
| <u>Fixed Assets:</u> | <u>Currency</u> | <u>Currency</u> | <u>Currency</u> |
| | <u>US \$</u> | <u>US \$</u> | <u>US \$</u> |
| Land, site development | 68,000 | - | 68,000 |
| Buildings and ancillaries | 176,000 | - | 176,000 |
| Machinery/equipment, (including delivery and erection) | 264,000 | 264,000 | 724,000 |
| <u>Other Investments:</u> | | | |
| Pre-investment costs and start-up expenses (engineering, training, interest during construction, etc.) | 190,000 | 81,000 | 271,000 |
| Contingencies | 41,000 | - | 41,000 |
| Working capital | <u>271,000</u> | <u>-</u> | <u>271,000</u> |
| Total | <u>1,010,000</u> ***** | <u>541,000</u> ***** | <u>1,551,000</u> ***** |

The detailed financing plan is negotiable.

VI. OTHER RELEVANT INFORMATION

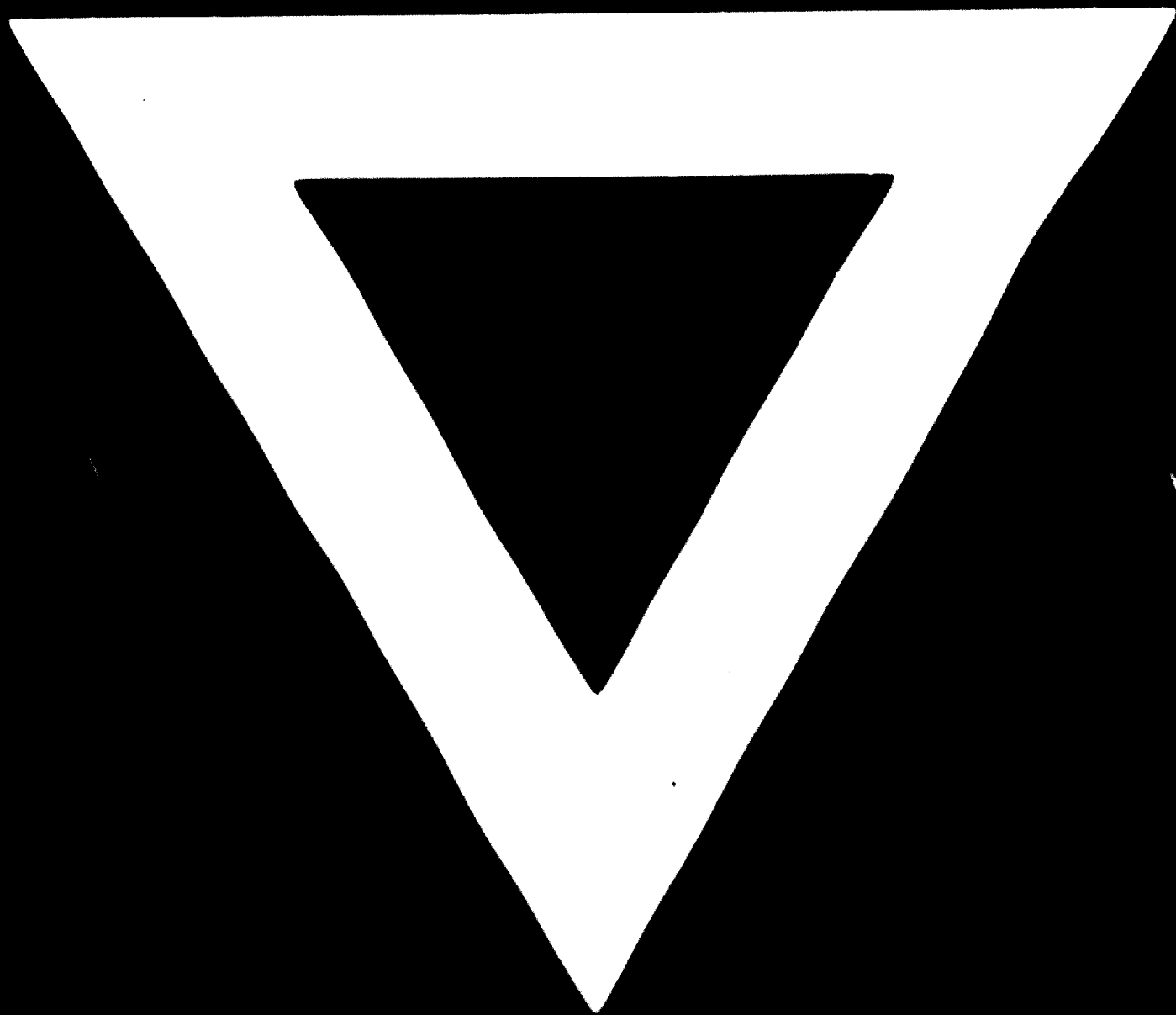
Project Proponent

Bangladesh Engineering and Shipbuilding Corporation, Shilpa
Bhaban (4th Floor), Motijheel Commercial Area, Dacca-2. Telephone:
252921/272 or 251249. Cable: BESCORP, DACCA.

This is a Sector Corporation, set up by a Presidential Order
No. 27 of 1972 known as Bangladesh Industrial Enterprise.



I - 344



80.11.20