

# BACKGROUND

• Republic of India and Islamic Republic of Iran share very close relationship not only in political and cultural fields but also in the maritime sector.



# India Ports Global

- India Ports Global was formed by the Government of India in January 2015 to undertake port projects overseas.
- India Ports Global is promoted by two major ports of India under Ministry of Shipping:
  - **JNPT**, the biggest Container Port of India (ranked 32<sup>nd</sup> in the top global container ports) holds 60% equity
  - Kandla Port, the overall biggest major port of India specializing in handling bulk cargo, holds 40%
- Shahid Behesti Chabahar Port Project has been entrusted to India Ports Global by Government of India

# Contract

• After several rounds of discussions, the historic agreement was inked on 23<sup>rd</sup> May 2016, in presence of Hon. Prime Minister of India and HE President of Islamic Republic of Iran.



# .....Contract

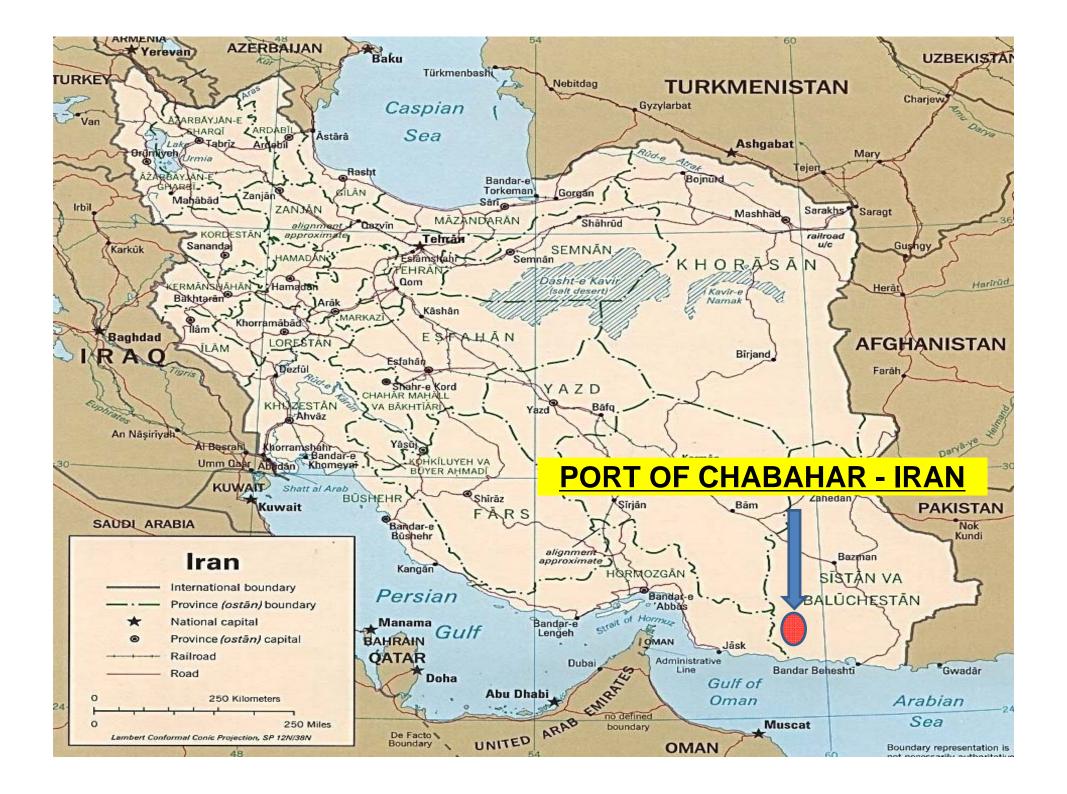
- India to invest about USD 85 million for purchase of Equipment
- Contract provides for MTG and revenue sharing mechanism

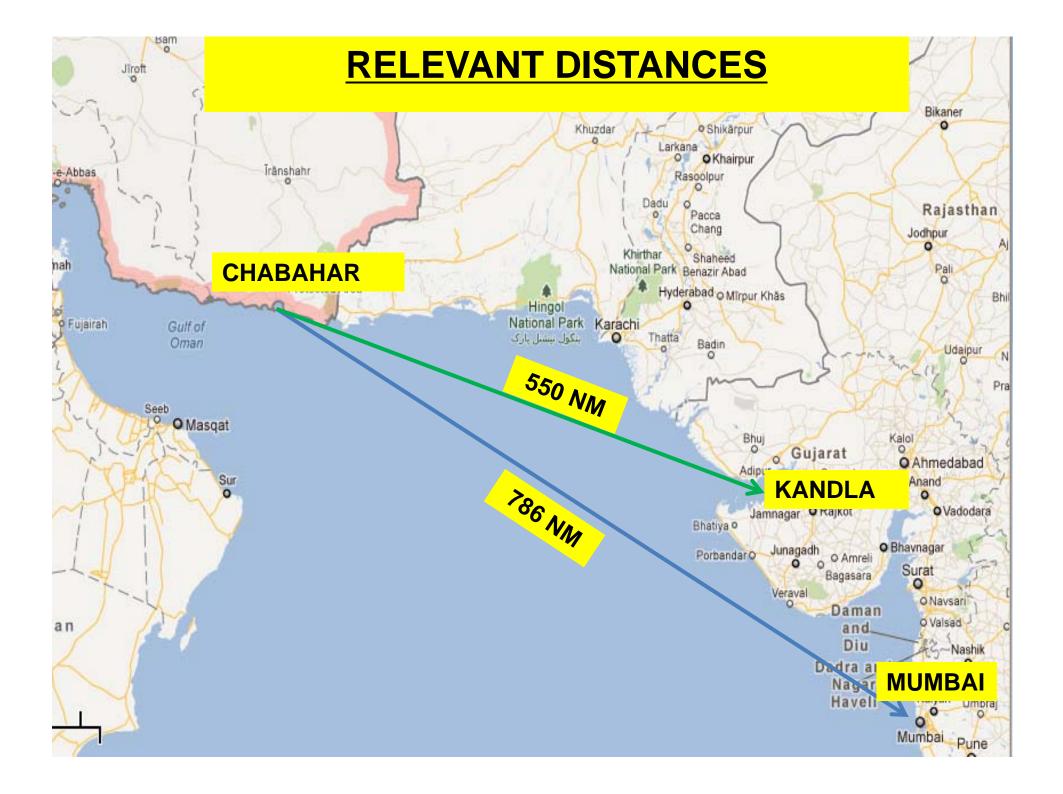


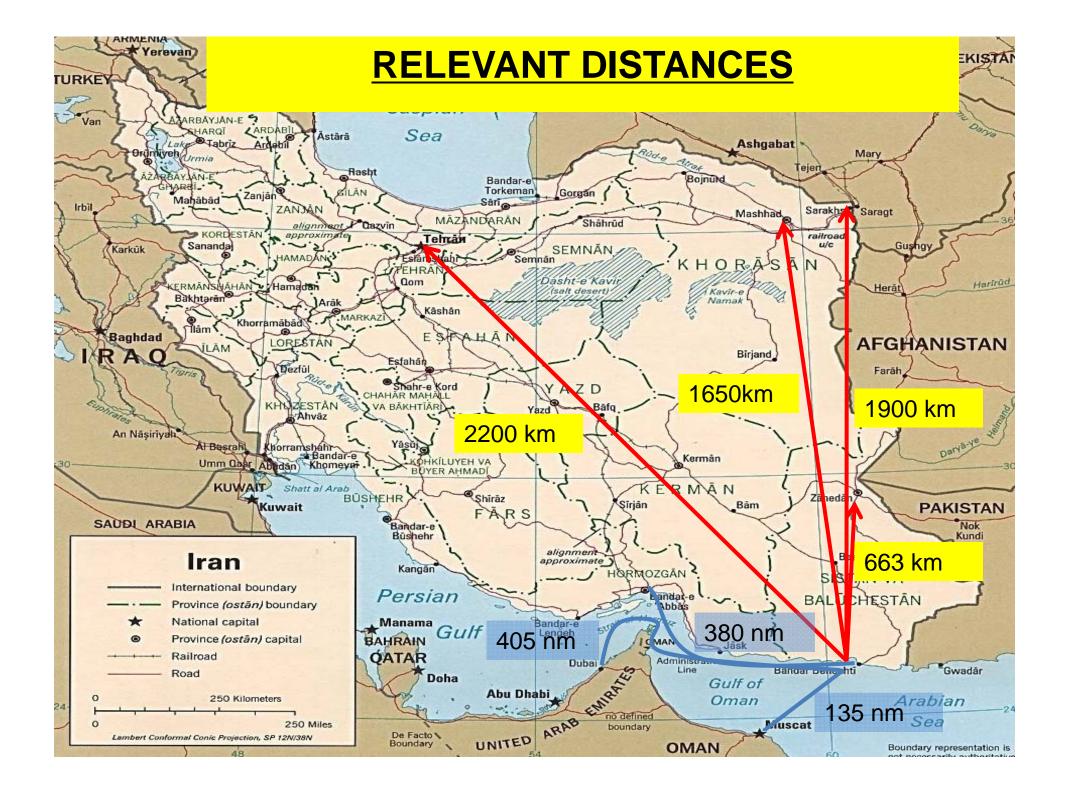
- India Ports Global will form an SPV (Special Purpose Vehicle) in Iran to operate the port
- LOOKING FOR SPV **PARTNERS**.....

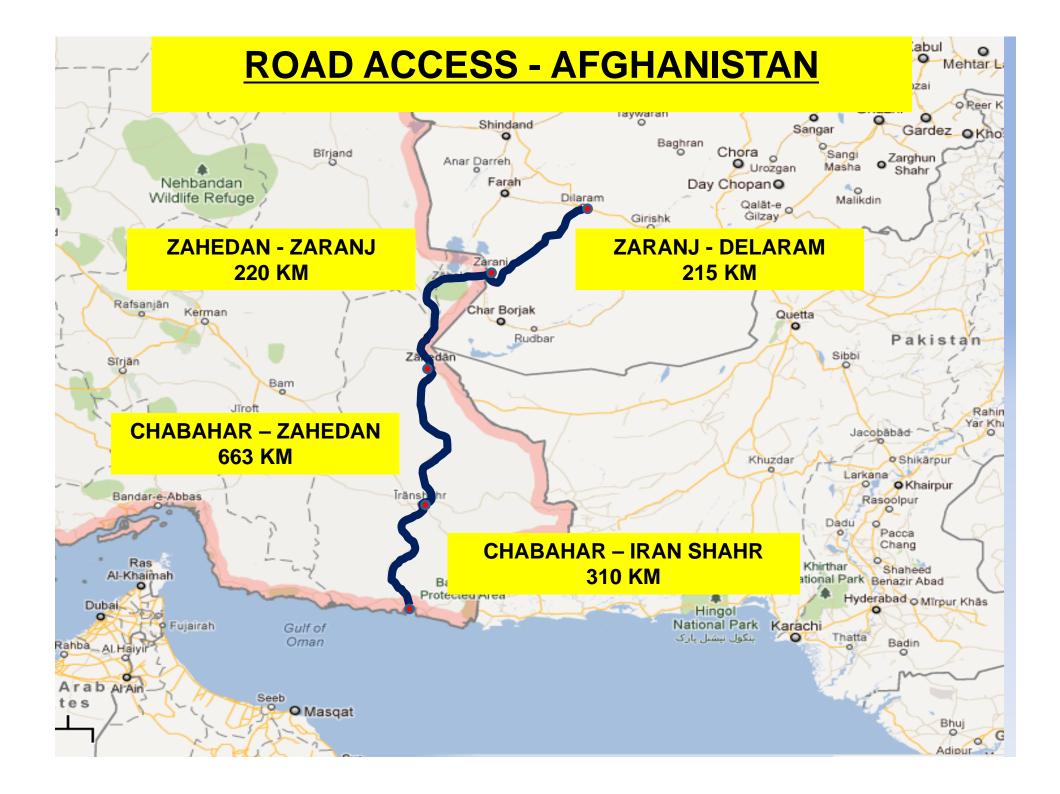
# Chabahar – a game changer

- Port backed by Free Trade Zone (e.g Mundra Port in India)
- Port itself expected to have all advantages of FTZ
- Geographical location outside Hormuz Strait
- Proximity to west coast of India
- Deep draft
- Can not only serve landlocked Afghanistan but also CIS countries through Turkmenistan
- Iran India Afghanistan trilateral transit agreement
- Alternative EU route Eastern North-South Corridor
- Immense potential for **transit** cargo



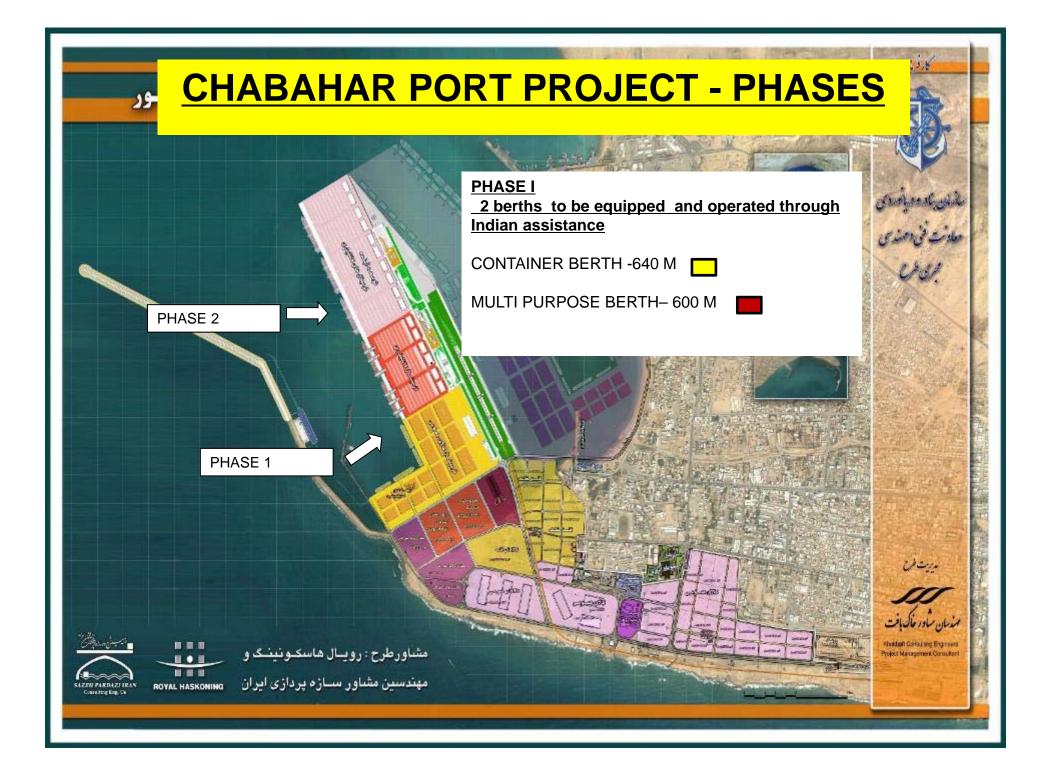






# Present status & Future plans

- Presently there are 5 berths at Shahid Behesti Port with a capacity of 2.5 million tons per year.
- One of these berths can accommodate vessels of 80,000 dwt drawing a draft of 14 mts. Containers and bulk cargo can be handled using 2 nos T Mobile Harbour Cranes
- Remaining 4 berths have a draft of about 9-10 mts with adequate cargo handling equipment
- On completion of Phase I the capacity will increase to 8 MTPA
- On completion of all 5 phases, port capacity will 82 million tons per year with 32 jetties: 16 multipurpose, 10 containers, 3 each oil and dry bulk.



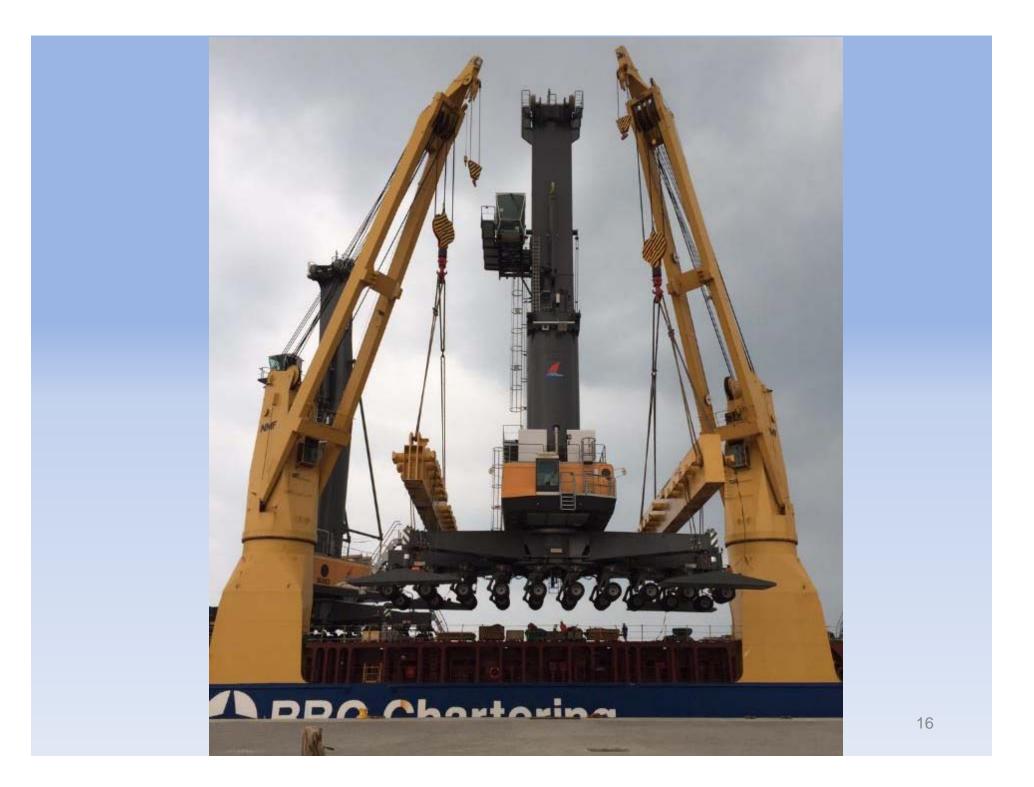


Master Plan of Chabahar Port



#### **Container Berth**





## Chabahar Free Trade Zone

- **Total area** 14,000 hectares:
  - Industries 10, 000 hectares
    - i.e. Light Industries 3, 000 hectares
      - Heavy Industry 7,000 hectares (Zone 7 & 8)

#### • Benefits:

- 1. 100% capital and profit repatriation
- 2. Income and Corporate tax exemption for 20 years
- 3. Duty exemption on import of raw material and machinery

## .....CFZ

Following in pipe line:

- Petro Chemical Complex 1200 hectares
- Refinery (1+2) nos
- Steel Mills for processing mineral ore 3nos
- Car Manufacturing hub 400 hectares

# Welcome to Port of four seasons!

# Thank You