

استثمر في عُمان
Invest OMAN

Cement Polypropylene Bags Plant





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Invest OMAN

WHY OMAN



100% Ownership



Up to 10 Years Investor Residency



30 Years Tax Exemption



4th globally in quality of life index



No minimum capital



Market Access



Long Usufruct agreement



Free Trade Agreements with: USA, Singapore,
South Korea & European Union



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MOODY'S

Ba1

Stable outlook

**STANDARD
& POOR'S**

BB+

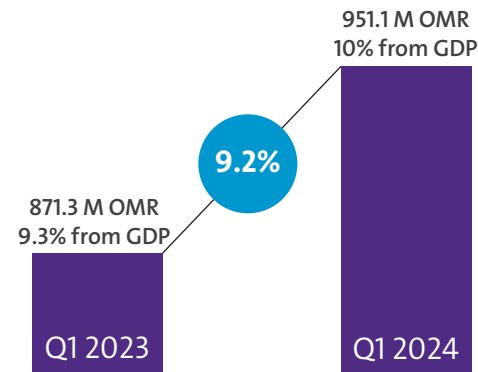
Positive outlook

FitchRatings

BB+

Stable outlook

Sector Overview



*Output of manufacturing industries statistics by (NCSI, June 2024)

Overview of the Cement Bag Market in Oman

The main raw material used for PP Cement bags is Raffia grade Polypropylene granules. Discussions with end-users and industry personnel indicate such PP granules are currently not available in Oman and are being imported. Based on secondary research, there is few manufacturers of Polypropylene Cement bags in Oman.

The key inferences with respect to the sector performance:

- The increase in the level of employment, value of fixed assets and output indicate a high growth in the sector performance.
- The labour efficiency and the capital efficiency have also increased, indicating change in technology improvements in the sector.

Market Attractiveness

Global Market +3.7%

CAGR (2024-2030) in the Cement Bags market

USD 9.9 Billion

The Cement Bags market size value in 2023.
Expected to reach USD 12.7 Billion by the end of 2030.

Governments and players involvement

Active governments:



The Key Market Players:



Overview Opportunity

Description

An opportunity in a new manufacturing facility to manufacture and market Kraft paper bags which are finding increasing applications in the packaging field. It is currently used for packing products like cement, fertilizers, animal feeds, foodstuffs, chemical products etc. The proposed unit shall be manufacturing paper bags predominantly for the cement industry

Rationale

The use of Polypropylene bags for the packaging of Cement and other construction materials are being widely adopted by most countries due to its cost effectiveness and improved barrier properties. However, mainly Paper bags are being used for cement packaging in Oman. This project aims at replacing paper bags with Polypropylene Cement bags in Oman

Types

On the basis of bag type, the polypropylene woven bags and sacks market is segmented into valve bags, gusseted bags, block bottom bags, pinch bottom bags, open mouth bags and others.



Key indicators

Total Investment Value

2,624,000 OMR

IRR

15.6%

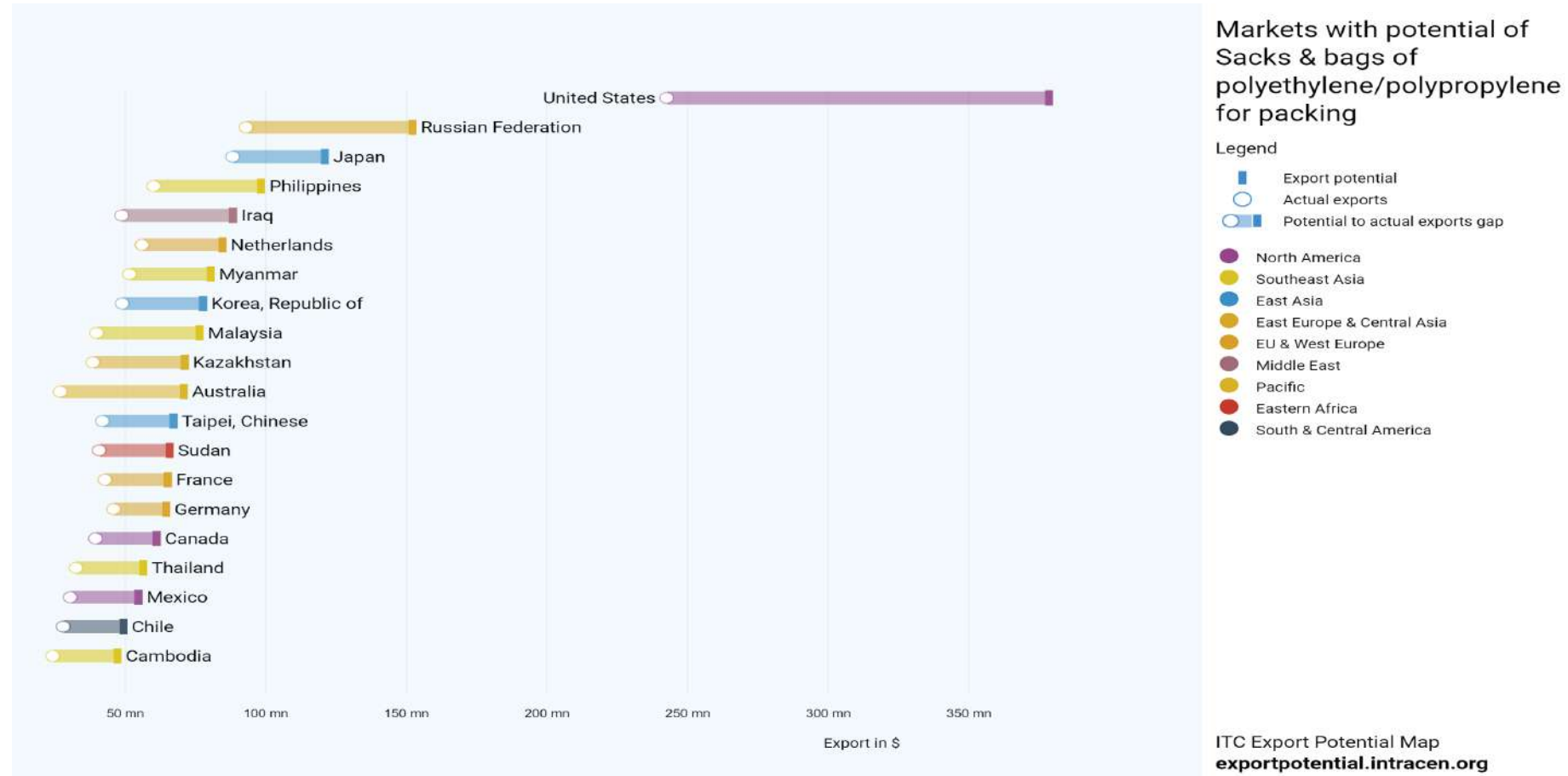
Project Capacity

50 Million bags/Year

Land Availability

10,000 SQM

Demand Analysis



The markets with greatest potential for World's exports of 630533 Sacks & bags of polyethylene/polypropylene for packing are United States, Russian Federation and Japan. United States shows the largest absolute difference between potential and actual exports in value terms, leaving room to realize additional exports worth \$193 mn.

Stakeholder's interaction and incentives

Sultanate of Oman

سلطنة عُمان

وزارة التجارة والصناعة وترويج الاستثمار

Ministry of Commerce, Industry & Investment Promotion

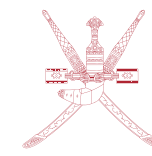


الهيئة العامة للمناطق الاقتصادية الخاصة والمناطق الحرة

Public Authority for Special Economic Zones and Free Zones

Sultanate of Oman

سلطنة عمان



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