



Dutch Good Growth Fund

Part of DGGF

Investment insurance of a transaction from a Dutch investor.

Title

DGGF20170508 Pine nut factory in Afghanistan

Investor

AgriFood Trade B.V., Overberg

Country of investment

Afghanistan

Sector

Food processing industry

Contract amount

Maximum indemnification: EUR 5.285.030

Period

Investment period: 15 years

Parties involved

Target company: Joint-venture AgriFood Trade Bozurg Afghan, Kabul / Afghanistan

Impact on development

Job creation

The transaction will result in the direct creation of 30 jobs (10 for male employees, 20 for female employees). Indirect employment is also expected to increase by 1000 jobs of which 400 for male and 600 for female employees. This concerns mainly the pickers during the harvest season.

Increasing the strenght of production

Due to the investment the turnover of the joint-venture partner is expected to increase by 25%. Sharing of knowledge, skills and techniques. Due to the new factory which produces according to European standards for food security, the pine nuts can be exported to new export markets in Europe.

Transfer of knowledge

Thanks to the presence of a modern food-processing factory, Afghan workers will acquire knowhow.

Other positive effects

The production of the pine nuts is focussed on exports. This transaction will therefore contribute (to a limited extend) to the wideing of Afghanistan's export base.



Rijksoverheid

Risk category

The transaction is qualified as a category C-project. The transaction is acceptable.

Description

The construction of a factory for the processing of pine nuts.