



BOARD OF INVESTMENT OF SRI LANKA

APPLICATION FOR APPROVAL OF AN INVESTMENT

UNDER SEC. 16 OF THE BOI LAW

NOTES FOR YOUR GUIDANCE

- (i) The application shall be used
- (a) Either for the purpose of setting up a new company with foreign shareholding up to 100% which is not eligible to be operated under Sec. 17 of the BOI Law
 - or
 - (b) For the purpose of transferring or issuance of new shares in an existing non-BOI company to foreign investors only.
- (ii) This application should be completed with relevant information and submitted as indicated in (vi) below.
- (iii) Provide documentary evidence relating to business background e.g. Company Profile, Current Annual Report, Bank Credentials and a Project Report if available.
- (iv) Application Processing fee:
Please pay in cash or credit cards and bank draft in favour of the “Board of Investment of Sri Lanka”
- (a) Overseas - Bank draft or credit card for US \$ 400 + (2.5% SSCL) + VAT (18%)
 - (b) In Sri Lanka - Bank draft , credit card or cash equivalent of US \$ 400 + (2.5% SSCL) + VAT in SL Rupees
- (The above processing fee is applicable only for this project application and it is non-refundable and non-transferable under any circumstances.)
- (v) If you require any assistance in filling up the application form, please contact Director (Investment Appraisal) and his staff on Tel: +94 11 2346339, +94 11 2427077, +94 11 2434342, +94 11 2427094, +94 11 2434403-5, +94 11 2346131-3 (24th Floor).
- (vi) The completed application may be submitted with the appropriate fee to the Director (Investment) / Senior Deputy Director (Investment), Investment Department, Board of Investment of Sri Lanka, 24th Floor ,West Tower, World Trade Centre, Echelon Square, Colombo 01.
- (vii) (a) Applicants of this application shall be either a shareholder in case of a new company.
- or
- (b) A shareholder’s representative who is in possession of a letter of authority to act on his/her behalf.
- (viii) The Board reserves rights to withdraw its approval at any time if it finds any misrepresentation of facts stated in the application.

Board of Investment of Sri Lanka

Application for Investment Approval

For office use only

UNDER SEC.16 OF THE BOI LAW

1. Investor profile

Particulars of Investor 1	Particulars of Investor 2
Name:	Name:
Address:	Address:
No/street:..... City.....	No/street City
State/District :..... Country	State/District :..... Country
Postal Code	Postal Code
Tel.....Fax.....E-Mail.....	Tel.....Fax.....E-Mail.....

(when the number of Investors are more than two, please attach a separate sheet)

2. Project Profile

2.1 form of Venture
New Company Issuance/Transferring of shares of an existing company

2.2 project Activity/ Brief Description:

.....

2.3 Identify the activity as per the "Areas of Investment " as shown overleaf

Part 3

Part 4

2.4 Proposed Investment (USD)

Fixed Capital :..... Working Capital :..... Total :.....

2.5 Proposed Financing (USD)

Share Capital

Loan Capital

Foreign :.....

Foreign :.....

Local :.....

Local :.....

Total :

Total

2.6 Project Location Address :.....

Land Ownership: Private

State

If state, Agency

2.7 Employment (Number) : Foreign:..... Local: Total:

3. Remittable Liabilities (Rs.Mn.)

Royalty

Technical Services fee

3.1 Basis of computation

.....

3.2 Period of payment

.....

3. Project Implementation programme (Number of month after obtaining Approval)

3.1 Commence construction or initiating to finance the project (as application) :(months)

3.2 Commence Commercial Operation :(months)

4. Contact Person in Sri Lanka (if any)

Name:

Address:

Tel Fax: Email.....

5. Declaration

I declare that information furnished above in the application, attachments and otherwise represented are true and correct in all respect and undertake to inform the BOI immediately if any change in the information given above.

Name :..... Designation :.....

Signature.

Tel :.....Fax:..... Email :.....

Date:.....

NOTES :

APPLICATION SHOULD BE SUPPORTES BY :

1. Provide details of marketing, investment & source of finance as per annex – II.
2. Draft Articles of Association of the company.
3. Statement of names of the proposed shareholders and the number of shares held by each of them signed by the Applicant.
4. Statement of the names and addresses of the proposed Directors signed by the Applicant, and
5. Proof of inward remittance along with Bank Credentials of the proposed investors.
6. In the event, the application is forwarded by a representative of the proposed new shareholders, he or she should submit a copy of a letter of authority to act on their behalf which shall also indicate of individual, foreign equity contribution of each foreign collaborator.

1) Marketing Programme for One Year

(US \$ Mn.)

PRODUCTS/SERVICES	UNIT OF MEASURE	EXPORTS			LOCAL SALES			TOTAL	
		QT	VL	%	QT	VL	%	QT	VL
a).									
b).									
c).									
d).									
e).									
f).									

2). Investment Programme

(US \$ Mn.)

	YEAR 1				YEAR 2				Total	
	1 ST HALF		2 ND HALF		1 ST HALF		2 ND HALF			
	Foreign	Local	Foreign	Local	Foreign	Local	Foreign	Local	Foreign	Local
A. Fixed Capital										
Land										
Buildings										
Plant & Equipment										
Other										
TOTAL (A)										
B. Working Capital										
Stocks										
Cash in Hand										
Other										
TOTAL (B)										
TOTAL (A & B)										

3). Proposed Financing

(US \$ Mn.)

Type of Financing	YEAR 1				YEAR 2			
	1 ST HALF		2 ND HALF		1 ST HALF		2 ND HALF	
	Foreign	Local	Foreign	Local	Foreign	Local	Foreign	Local
Share Capital								
Loan Capital								
Others (Specify)								
TOTAL								

4). Manpower Requirements

Category	Managerial staff	Technical & Supervisory staff	Clerical and other workers	Skilled workers	Un-skilled workers	Total
a). Local						
b). Foreign						
Total						

Authorizes Signature.....

Date:

AREAS OF INVESTMENT

Part 1

The following activities are reserved for citizens of Sri Lanka

- (i) Pawn brokering
- (ii) Coastal fishing
- (iii) Retail trade a capital of less than US Dollars five million

Part 2

The following activities, while not necessarily to foreign investment are regulated by specific laws or organizations, and hence are subject to approval by other statutory agencies BOI will, however, direct potential foreign investors to the appropriate State agency.

- (i) Air transportation
- (ii) Coastal Shipping
- (iii) Industrial Undertaking in the Second Schedule of the Industrial Promotion Act No.46 of 1990
Namely:-

Any industry manufacturing arms and ammunition, explosives, military vehicles and equipment, aircraft and any other military hardware.

Any industry manufacturing poisons, narcotics, alcohols, dangerous drugs and toxic, Hazardous or carcinogenic materials Any industry producing currency, coins or security documents

- (iv) Large-scale mechanized mining of gems
- (v) Lotteries

Part 3

Foreign investment up to 100% of the capital of any enterprise which is already carrying on or proposing to carry on a business activity other than those listed in parts 1,2 and 4 as indicated in this page will be approved by the BOI.

Part 4

- (A) Foreign investment up to 40% of equity in a company proposing to carry on a business activity listed below other than those listed in parts 1 and 2 will be approved by BOI.
- (B) Foreign investment in excess of 40% (and up to 100 %) in a company proposing to carry on a business activity listed below, other than those listed in parts 1 and 2 will be approved by BOI on a case by case basis in consultation with the relevant Authorities. This situation will be reviewed every two years with the aim of further simplification.
 - (i) Production of goods where Sri Lanka's exports are subject to internationally determined quota restrictions.
 - (ii) Growing and primary processing of tea, rubber, coconut, cocoa, rice, sugar and spices.
 - (iii) Mining and primary processing of non – renewable natural resources.
 - (iv) Timber- based industries using local timber.
 - (v) Fishing (deep sea fishing)
 - (vi) Mass Communications.
 - (vii) Education.
 - (viii) Freight Forwarding.
 - (ix) Travel Agencies.
 - (x) Shipping Agencies.