

INVEST IN SRI LANKA

PHARMACEUTICAL SECTOR

Strategic + Affordable + Innovative



BOARD OF INVESTMENT OF SRI LANKA

www.investsrilanka.com

PHARMACEUTICAL ZONE

Arabokka - Hambanthota
(Southern Province)



Land Extent

Total - 100 Ac

Lease Period

30 Years

Scale : 1 : 6000

— — — ZONE BOUNDARY

Proposed Lease Premium

US\$ 20,000/Acre (One time payment)

Proposed Ground Rent

US\$ 4,660/Acre/Annum

ZONE FACILITIES

-  All environmental clearances
-  Fast tracked NMRA approvals
-  Wastewater treatment
-  Sea outfall
-  Proximity to both the Hambantota port and Mattala airport
-  Dedicated facilities at airport to facilitate sea-air logistics





APPROVED ACTIVITIES



Pharmaceuticals, Medicinal Chemical and Botanical Products Manufacturing Facilities

- Formulation of antibiotics
- Manufacture of antibiotics
- Formulation of Other products (chemical/plant extracts)
- Manufacture of other products (chemical/plant extracts)
- Manufacture of three types of main Radiopharmaceuticals (commonly used in cancer treatment: I-131, TC-99, F-18). To be produced under the guidance of the Sri Lanka Atomic Energy Board and Sri Lanka Atomic Energy Authority)
- Manufacture of Cosmetic products
- Manufacture of Ayurvedic drugs
- Manufacture or assembly of medical devices



Related Ancillary Facilities

- R&D facilities, including biotechnology research and production
- Laboratory testing facilities



INVESTOR BENEFITS

Market Access under FTAs

0% duty on 50+ Pharma and Medical devices

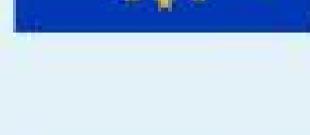


Accines, Penicillin, antibiotics, insulin, medical dressings, wadding, gauze, dental cements, dental fillings, and various gel preparation, annulas, cardiac catheters, ENT precision tools, laparoscopes, syringes, X-ray tubes, and X-ray generatorss etc.

0% duty + Gradually eliminating duties to reach 0% within 5-9 years.

Penicillin, antibiotics, insulin, Herbal medicaments, medical dressings, wadding, gauze surgical instruments, dental cements, dental fillings, and various gel preparatios,contact lenses, spectacle frames, disposable syringers,Catheters etc.

0% duty for identified Medical devices



Thermometers, medical face masks, walking sticks, Surgical gloves, Spectacles, etc

Investment Incentives

Capital goods, and Construction materials

- CID/VAT Exempted life time for Export oriented market and during the project implementation period for local Market
- PAL / CESS / SSCL Exempted during the project implementation period for Investment > US\$ 50 Mn

Raw materials, and packaging

- CID/VAT / PAL / CESS / SSCL Exempted for life time for Export and Local markets

Enhanced Capital Allowance (ECA)

- Applicable to new projects and expansions by existing BOI projects

Total Investment Made (US\$ Mn)	Enhanced Capital Allowance		Period for Deducting Unrelieved Losses (Years)
	Northern Province	Other than Northern Province	
> 3 and ≤ 100	200%	100%	10
> 100 and ≤ 1000	200%	150%	10
> 1,000	200%	150%	25

“ WHY PHARMA ”

01

\$600 Mn domestic market with 11% CAGR

02

Projected 1 Bn Market Growth by 2029

03

85% of pharma needs are imported and Local production - 15%

04

4,000+ science graduates annually

05

Cost-Effective Skilled Workforce with the lowest labor cost in the region

06

Highly versatile workforce for R&D, precision and complex manufacturing processes

07

Opportunity for R&D, Active Pharmaceutical Ingredients & Formulation

08

Robust Regulatory & IP Framework Compliant with WTO TRIPS, PCT, Berne & Paris Conventions

GLOBAL PRESECEENCE IN SRI LANKA



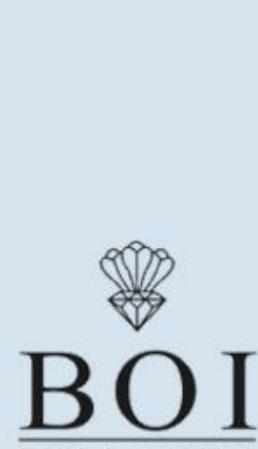
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