Industry Sector Investment Incentives

Certain investment activities in the industry sector are entitled to all general and additional guarantees and incentives stipulated in Investment Law No. 72 of 2017, in addition to the special incentives provided for under the same law.

• Special Incentives

Pursuant to Investment Law No. 72 of 2017, certain activities in the industry sector are eligible for the special investment incentives provided therein. These incentives take the form of a deduction from net taxable profits equivalent to 50% of the investment costs for Sector A or 30% for Sector B, depending on the geographical location of the investment. In accordance with Decree No. 104 of 2022, the activities eligible for these incentives under Sectors A and B are as follows:

➢ Activities Eligible for Special Incentives within Sector (A):

- **Automotive Industry and Its Supporting Industries:**
  - Electric and natural gas-powered passenger cars and buses
  - Vehicles electric engines
  - Gas cylinders
  - Electric vehicle charging station projects
- **Wood, Furniture, Printing, Packaging, and Chemical Industries:**
  - Multi-purpose furniture
  - Glass tableware (Pyrex)
  - Sodium carbonate (soda ash)
- **Antibiotic, Oncology Drugs, and Cosmetic Industries:**
  - Active pharmaceutical ingredients (APis)
  - Vaccines
  - Cosmetic products
- **Food Industries and Agricultural Products:**
  - Dried vegetables and fruits
  - Medicinal plants Oils and pastes
  - Agricultural waste recycling

- Food preparations
- Dates

- **Engineering, Metal, and Mining Industries:**
  - Wastewater and industrial water treatment plants, and desalination plants using environmentally friendly technologies and all types of modern technology.
  - Electronic and electrical devices
  - Machinery, equipment, and production lines (e.g., CNC lathes for metals and wood)
  - Confectionery production
  - Blank PCB Boards
  - Water desalination supplies
  - Liquid pumps
  - Agricultural tractors (towing tractors)
  - Mobile phones
  - Medical metal furniture
  - Molds (metal/plastic)
  - Boilers and their components
  - Derivatives from the separation of black sand residues (granite, ilmenite, monazite)

➢ Activities Eligible for Special Incentives Sector (B):

- **Automotive Industry and Its Supporting Industries:**
  - Electric and natural gas-powered passenger cars and buses
  - Vehicles electric engines
  - Gas cylinders
  - Electric vehicle charging station projects
- **Wood, Furniture, Printing, Packaging, and Chemical Industries:**
  - Plywood
  - Manufactured wood
  - Writing and printing paper made from paper pulp
  - Pulp and high-density fiberboard (HDF) manufactured from agricultural waste
  - Plastic-coated paperboard (e.g., Tetra Pak)
  - Printing plates
  - Printing and photocopying inks
  - Glass tableware (Pyrex)
  - Sodium carbonate (soda ash)
  - Rubber automotive spare parts
  - Vehicle tires
  - Rubber conveyor/transmission belts

  - Organic colorants
  - Specialized lubricant additives
  - Acrylic plastic
  - Epoxy
  - Amino resins
  - Plastic resins
  - Poly (urethane carbonate ether)
  - Plastics
- **Antibiotic, Oncology Drugs, and Cosmetic Industries:**
  - Active pharmaceutical ingredients (APis)
  - Vaccines
  - Cosmetic products
- **Food Industries and Agricultural Products:**
  - Dried vegetables and fruits
  - Medicinal plants Oils and pastes
  - Agricultural waste recycling
  - Dates
- **Engineering, Metal, Textile, and Leather industries**
  - Water desalination equipment and supplies
  - Electric engines
  - Refrigeration compressors
  - Chillers for central air conditioning
  - Fluid and gas valves (industrial valves)
  - Fluid and air filters
  - Agricultural tractors (towing tractors)
  - Mobile phones
  - Medical metal furniture
  - Locks and accessories for furniture, ready-made garments, leather goods, or electrical distribution boards
  - Cutting tools, drill bits, inserts, and hand tools
  - Molds (metal/plastic)
  - Bearings (all types)
  - Boilers and boiler accessories
  - Sheet metal for the home appliance industry
  - Stainless steel sheets and pipes
  - Welding rods
  - Pipes and tubes (including seamless pipes)
  - Pipe and tube fittings
  - Bolts, nuts, and washers
  - Structural angles and profiles
  - LED components for light bulbs
  - Thermostats

  - Computer equipment
  - Ready-made garments
  - Industrial yarns
  - Knitted or crocheted fabrics
  - Cotton denim
  - Woven fabrics
  - Leather products (including leather apparel)
  - Footwear, bags, and similar items
- **Industries related ICT** (Pursuant to Article 10 of the Executive Regulations of the Investment Law**)**