

Incentive package for projects in the Jordan Valley and the Named Areas (C)

Incentive package contracts are one of the competitive advantages of the Palestinian Law on Investment Promotion on the regional level. These contracts provide a level of flexibility in issuing facilitating policies/decisions that serve certain sectors, geographical location, or strategic projects. Thus, encourage the targeted leads to better their performance, increase their productivity and exports, create more employment opportunities, transfer knowledge, and apply international-standards to preserve the environment or create alternative energy.

Contract Justifications

- To comply with the National Policy Agenda 2017-2022.
- To provide a legal framework and an investment environment that supports the projects within the specified areas.
- To correspond to the needs and demands of both local and foreign investors, in terms of investing in the specified areas.
- To encourage movement to the specified areas.
- To generate local and foreign investment opportunities.
- To create direct employment opportunities.

Key Performance Indicators

- Benefiting up to 200 investment projects from the incentives contracts.
- Creating up to 1,400 direct employment opportunities.

Targets: Investment projects that meet the required conditions and licenses duly that are established, will be established, develop, or moving to the specified areas in the Jordan Valley and the so-called area (C).

Incentives Conditions

- New projects or developing existing projects that moves its activities to the targeted specified areas benefit from tax reduction for extra five years (that is in addition to the initial 5 years tax reduction period stated in the Palestinian Law on Investment Promotion).
- The contract also applies on projects that hire or create further employment opportunities during the period of benefiting from the contract.