

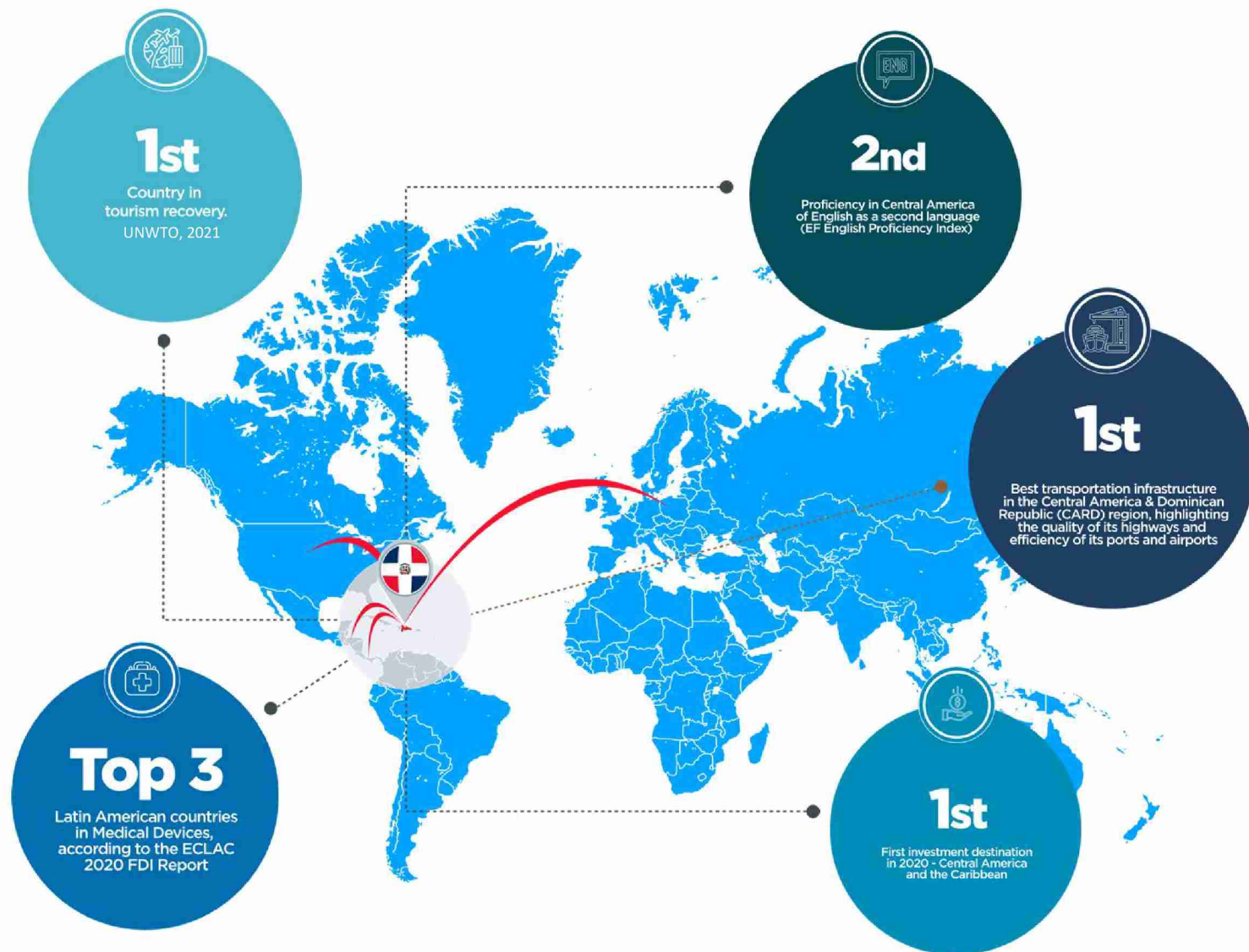
Dominican Republic

A land full of opportunities





DOMINICAN REPUBLIC





Economic stability in the Dominican Republic will further favor FDI



Fitch
Ratings

... says that the improvement is the product of the debt reduction, the robust growth of the economy that is estimated to be over 11% and external liquidity.



BANK OF AMERICA

"The macroeconomic path of the Dominican Republic is the most promising in Latin America for the next few years" and it is estimated to be the second country with the highest economic growth in the region, with 11.5% by 2021.

S&P Global
Ratings

... kept the Dominican Republic's rating at BB and changed its outlook from negative to stable.

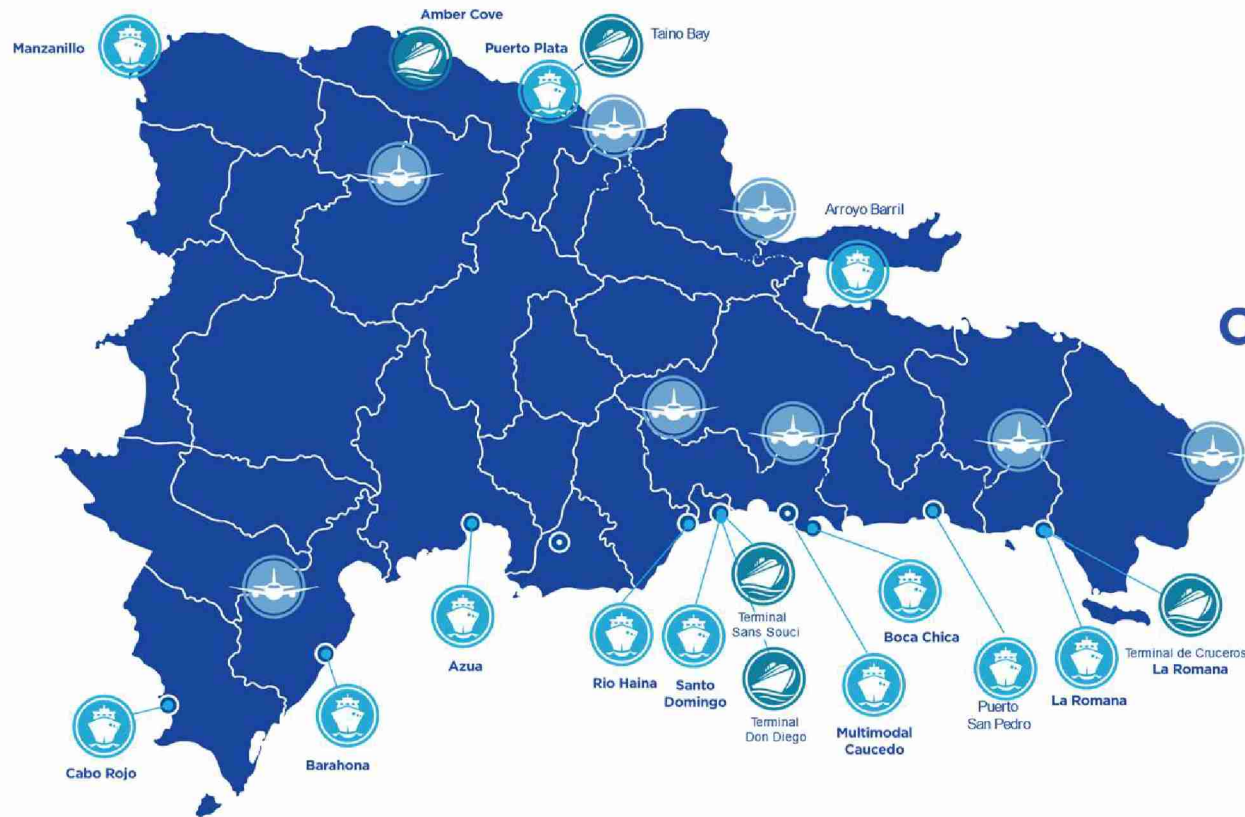


DR would be one of the first countries in Latin American to return to its activity levels pre-pandemic.

DOMINICAN REPUBLIC

Unique and Strategic Location





CONNECTIVITY

8 INTERNATIONAL AIRPORTS

12 CARGO PORTS

5 CRUISE TERMINALS

The best option for **Logistics Distribution Centers** in the Caribbean region

(Decree 262-15)

Special Regulatory Framework
for Logistic Distribution Centers



Opportunity to reduce the costs
of your international logistics chain

Caribbean HUB

- Direct connection to 28 of 33 islands;

Panamax Capacity

- Ports in Caucedo and Manzanillo more than 17 meters deep;

Primary Zones

- That allows storage for up to one year without paying tariffs nor taxes;

Merchandise processing in the Port

- Labeling procedure, repackaging and minor transformations allowed, for national consumption and exportable purposes.



The Dominican
Republic exports
through more than
4,340
Tariff lines

Exports to more than
150
Markets

DR has more than
4,397
companies exporting
to different countries

Open economy with
more than
US\$30,000
Million
in Exports and
Imports



Fuentes: DGA, 2020



DOMINICAN EXPORT GOODS IN THE GLOBAL RANKING



**1st Cigar
exporter
Worldwide**



**1st Rum
exporter
to Spain**



**1st Pineapple
exporter
to Israel**



**3rd Banana
exporter
to the UK**



**2nd Furfural
exporter
Worldwide**



**1st Circuit
breakers
exporter
to USA**



**5th T-shirts
exporter
to Nicaragua**



**3rd Avocado
exporter
to the USA**



**2nd Ostomy
Instruments
exporter
to China**



**5th Cocoa
exporter
to the USA**

Foreign Direct Investment

General benefits for promotion and protection



Dominican Republic

LAND FULL OF OPPORTUNITIES

Law No. 16-95 on Foreign Investment and Investment Promotion and Protection Agreements (IPPAs)



- National treatment in favor of the Foreign Investor, guaranteeing them the same legal protection that is granted to national investors
- Liberalization of dividends and repatriation of capital
- Residence for investment for the benefit of the investor, shareholders, management personnel and specialized technicians
- Higher level of protection through Investment Promotion and Protection Agreements (IPPAs) and the investment chapters of the trade agreements signed by the Dominican Republic:

Application of the principles "national treatment", "most favored nation treatment", "minimum level of treatment", as well as provisions on expropriation and dispute settlement mechanisms.

Under the DR-CAFTA trade agreement foreign investments are protected by the principles of national treatment and most favored nation, granting a high level of certainty and legal stability for US FDI companies that invest in our country.



FIRST FDI DESTINATION IN CENTRAL AMERICA AND THE CARIBBEAN

Foreign Direct Investment in the Dominican Republic



**FDI
recipient from more
than 55 countries**

FDI FLOW STOCK last 10 years
US\$26,741.7 MILLION

FDI 2021
US\$3,102.1 MILLION

Source: Central Bank of the Dominican Republic, preliminary figure



Tourism

Incentives and key data





**THE WORLD ORGANIZATION OF TOURISM (UNWTO)
RECOGNIZED DOMINICAN REPUBLIC AS THE
NUMBER ONE COUNTRY IN THE WORLD IN
RECOVERY OF TOURISM AFTER THE PANDEMIC.**

Tourism sector in Dominican Republic

Key facts

Total FDI flows to Tourism 2011 – 2021 : US \$ 5,680.6 million



Incentives

100% tax exemption on:

- Income tax
- Building permits
- Purchase of land
- Equipment, materials and furniture necessary for the first installations and the start of operations

Ley N ° 158-01 para la Promoción del Desarrollo Turístico

Occupied rooms over total rooms in operation
Source: Central Bank of the Dominican Republic, MITUR

Real Estate Tourism

Villas, apartments, and condos are common in tourist areas. Most of the group rental programs used have a return on investment of 7% and 11%, and some go as high as 13%, depending on occupancy rates.



Sports Marinas Tourism

The Dominican Republic has one of the longest coasts in the Caribbean and is currently capable of docking vessels up to 250 feet (76.2 meters) in length and mega yachts up to 500 feet (152.4 meters) long.



Cruise Tourism

The Dominican Republic is strategically located on several cruise routes. Average daily passenger spending at ports of call is \$ 98.10.



Golf Tourism

Golf attracts tourists that spend approximately four times more a day than the average tourist.

Praised course designers such as Pete and PB Dye, Jack Nicklaus, Nick Price, and Robert Trent Senior, Tom Fazio, are noted for their course design.



Fishing Tourism

The Dominican Republic is home to several international fishing tournaments each year. Many world records have been set in the waters surrounding the country.



Medical Tourism

Advanced and developed infrastructure regarding equipment, installations, hotels, roads, ports and airports.

Highly qualified health professionals and health centers with the latest technology.





Renewable Energy

Incentives and key data



Parque Eólico Los Cocos

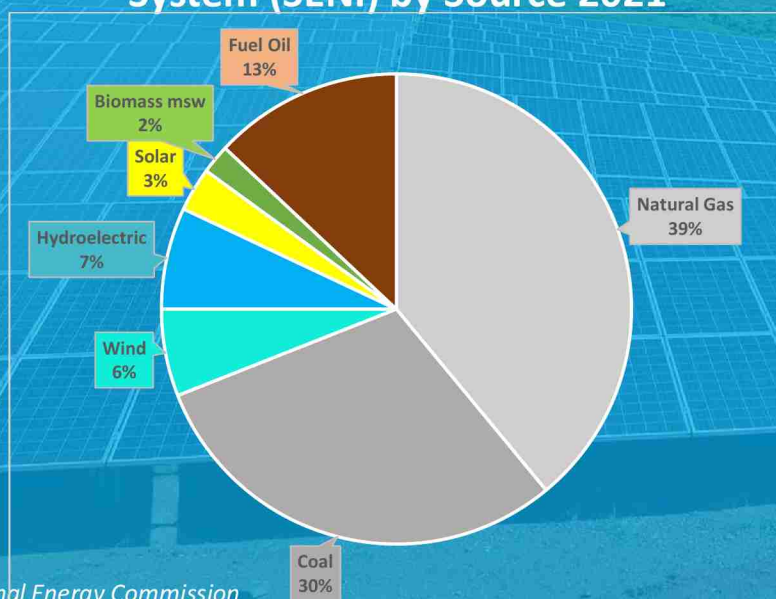


RENEWABLE ENERGY

Incentives y Key Data

- Installed Capacity: 5,004 MW (2021).
- Total Firm Power Injected : 2,728.47 (2021).
- Maximum Demand 2,757.31 MW (2021).

Generation of the National Power Electrical System (SENI) by Source 2021



Fuente: National Energy Commission

- FDI Stock in Energy Sector 2010 –2021:
- US\$2.621.6 million

Law No. 57-07 of Development Incentives of Renewable Energy Sources

☐ Incentive for the Development of Renewable Energy Sources



- Tax exemptions for the import and final sale of equipment and machinery.
- Tax reduction for payment of interest on external financing.
- Unique tax credits for automobile producers (up to 40% of the investment). Incentives for the financing of community projects (up to 75%) up to 500 kW.

Slide 18

CP0

[@Heidi Ojeda] poner en ingles

Carolina Perez, 2022-05-27T20:37:14.468



Renewable Energy Target



PARIS2015
ON CLIMATE CHANGE CONFERENCE
COP21-CMP11

Reduce by 2030 the Emission Intensity by 9%
Objective 2030: Reduction of Emissions 5.5 Mt CO₂e

Hydro:



1,100 MW

Wind:



850 MW

Biomass



200 MW

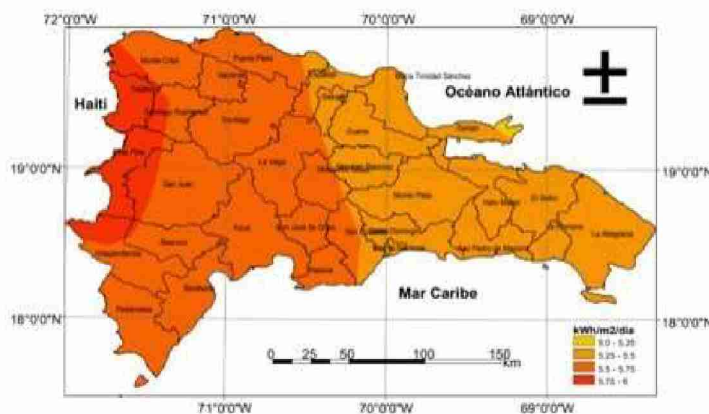
Photovoltaic:



**1% of the
maximum demand**

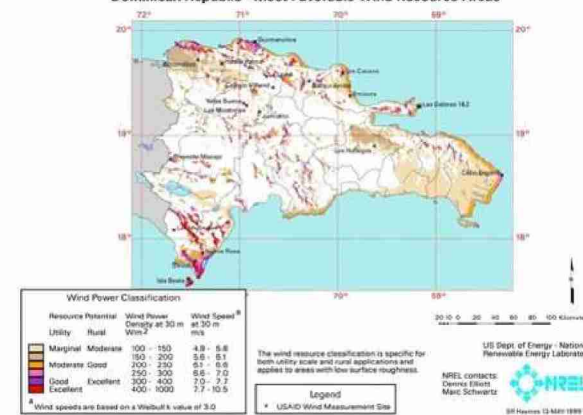
Dominican Republic:
Global Solar Radiation

**República Dominicana
Radiación Solar Global - Promedio Anual**



Dominican Republic:
Most Favorable Wind Resource Areas

Dominican Republic - Most Favorable Wind Resource Areas

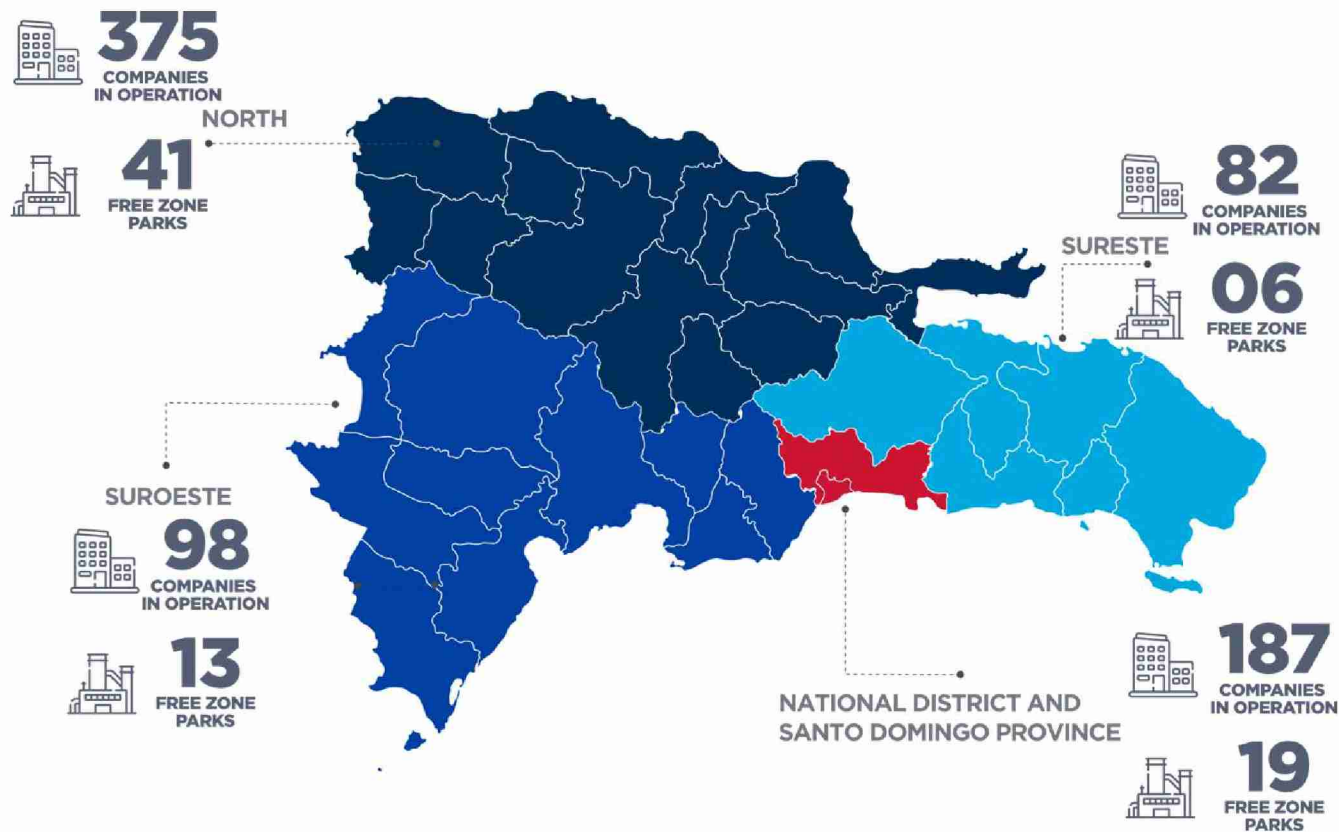




Free Trade Zones in the Dominican Republic

Incentives and key data

COMPANIES AND PARKS



Source: Free Trade Zone Council, January 2022





Special Zone for Integral Border Development

Incentives and Key Data



Special Border Development Zones



7
Provinces



81
Companies



US\$796.4 in
export
(2012-2021)

Special Border Development Zones



Incentives



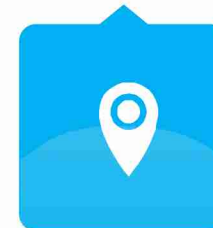
100% tariffs and VAT on machinery and equipment imported acquired in the local market, required for installation and commissioning in company operation.

100% of the payment of tariffs and VAT for the acquisition and importation of inputs and raw materials used in the production of goods exempt from VAT in accordance with tax legislation.



50% of VAT or the acquisition and import of supplies and raw materials used in the production of goods not exempt from VAT in accordance with tax legislation

100% tariffs for the import of inputs and raw materials used to produce goods, only when they are not produced in the country.



Integral Border Development Law 12-21

Special Border Development Zones



Incentives



100% of the Selective Consumption Tax, telecommunications services and insurance of the facilities.

100% of transfer taxes and real estate operations.



100% of the withholding obligation for payments abroad for technological innovation services, exclusively during construction and commissioning.

100% of the taxes, fees and registration rights related to the capital increase and transfer of social shares of commercial companies.



Integral Border Development Law 12-21

Investment Project Portfolio

48 Projects



48
Projects



Mining
1 projects



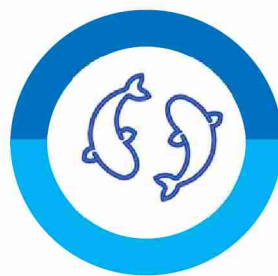
**Different Property
Vocations**
14 projects



**Projects
Public-Private
Partnership**
6 projects



**Industrial
Park**
6 projects



Aquaculture
1 project



**Real Estate
Tourism**
10 projects



**Potential
Investment Projects &
Initiatives**
7 projects



Health
1 project

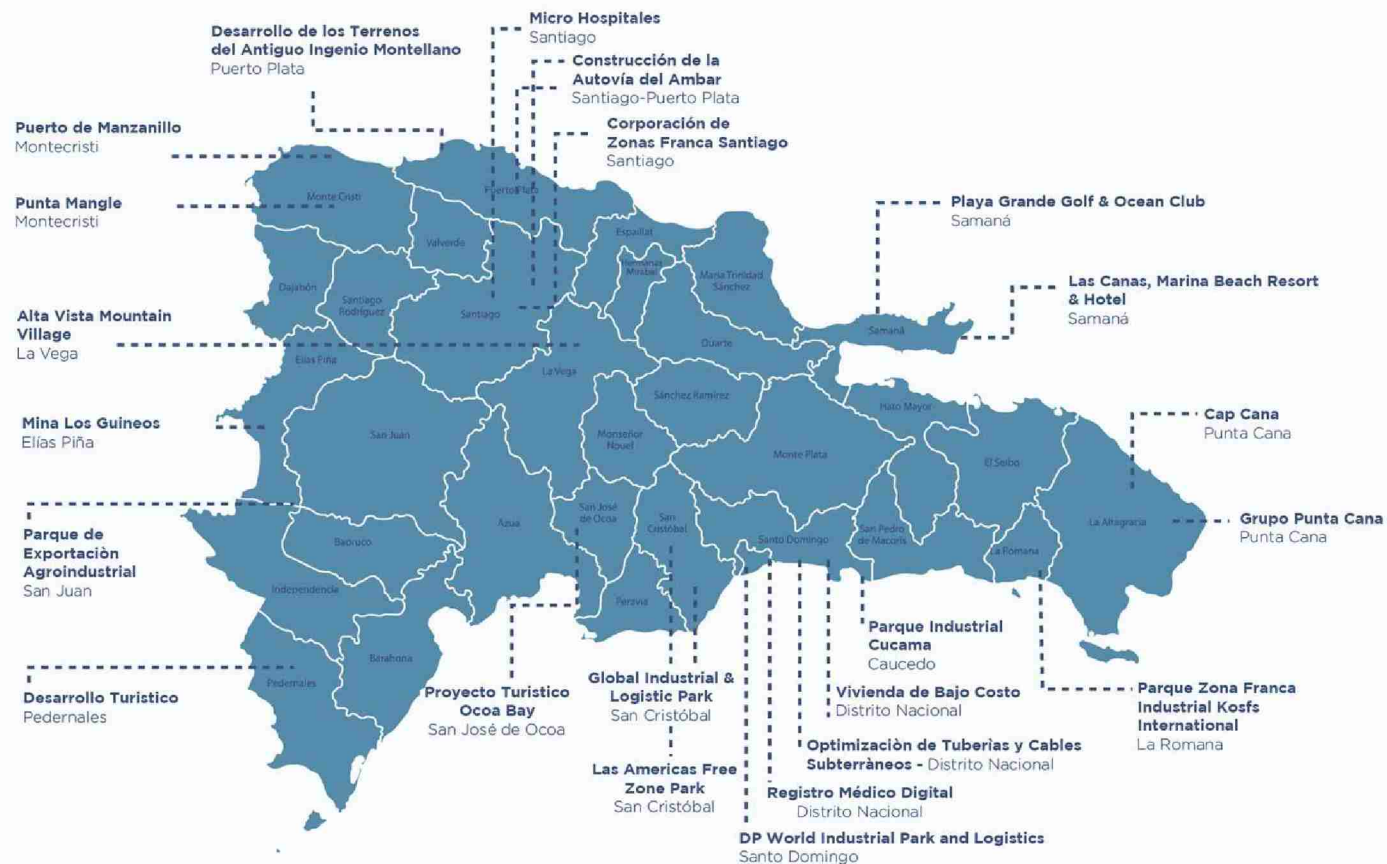


INVESTMENT PROJECTS



República Dominicana

A LAND FULL OF OPPORTUNITIES



PROJECT

ÁMBAR HIGHWAY CONSTRUCTION

Modality: Public Initiative

Description: The amber Highway project proposes the construction of a highway between the province of Santiago and the province of Puerto Plata, which will significantly transform the quality of ground transportation between these provinces, generating a reduction in travel time, a reduction in road accidents, improvement of the capacity of traffic and load volumes, and improvement in resilience to weather events.

The main objective of the Project is to develop a 33km road connection with an approximate travel time of about 25 minutes between the Santiago Bypass and the Troncal Highway No. 5.

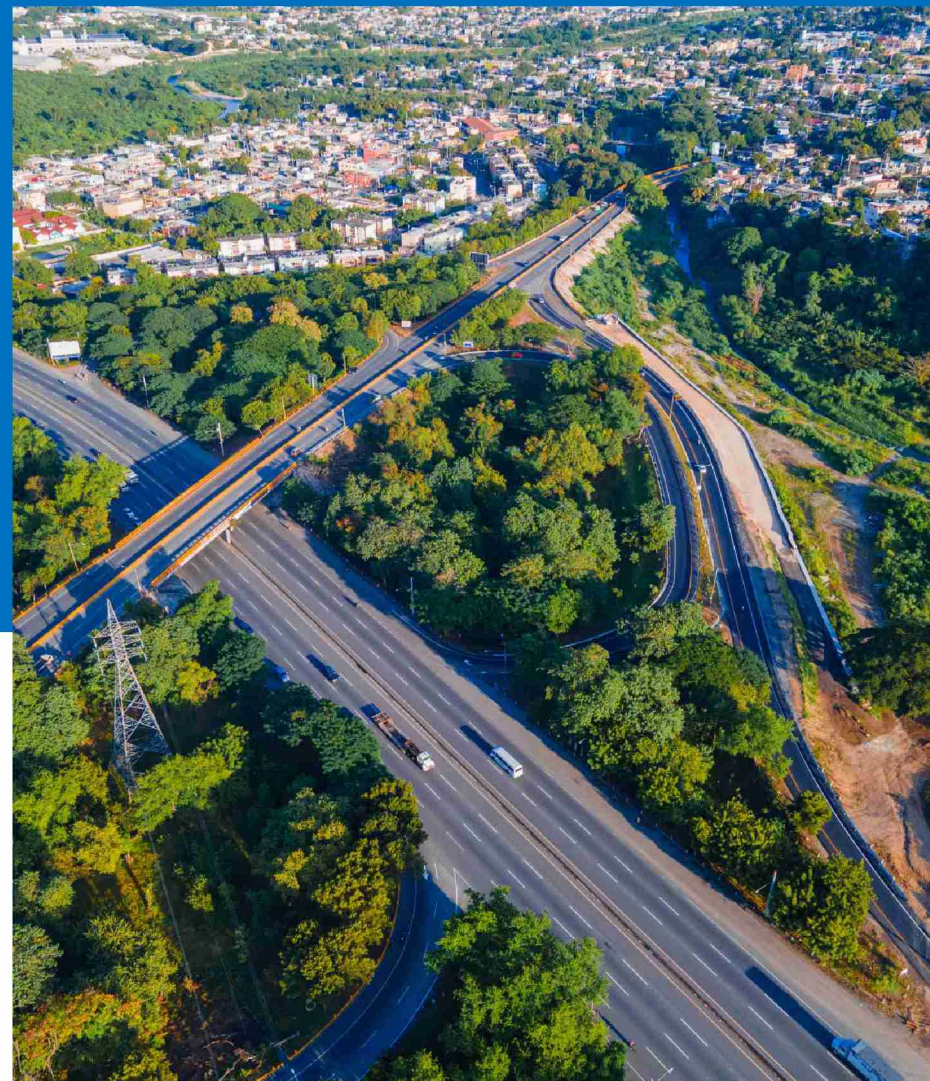
Approximate investment amount: US\$400 million

Project term: 40 years

Influence zone: North Zone of the Dominican Republic (Cibao)

Current status: Declared of public interest and conducting feasibility studies required to validate the environmental, technical, legal, economic and financial viability of the initiative.

Estimated date of tender award process: December 2022



PROJECT

PUERTO ARROYO BARRIL

INFRASTRUCTURE

Modality: Private Initiative

Description: The objective of this Project is the construction, exploitation, use and operation of Puerto Duarte, a recreational tourist complex and cruise port, which is divided into two main areas: maritime constructions and land constructions, being the first actions related to the adaptation of the existing port and second actions related to a theme park.

In Arroyo Barril it is intended to carry out routine maintenance, adaptation and expansion of the existing pier for the development of a cruise ship terminal, which allows the effective use of existing infrastructure with the necessary improvements to achieve the arrival of Oasis-type ships, largest vessels in the cruise industry (8,500 passengers) and reception of tourists from around the world

Type of Project: Infrastructure

Approximate investment amount: US\$60 million

Project term: 30-40 years

Zone: Northwest area of the Dominican Republic, province of Samaná.

Estimated date of tender award process: December 2022



PROJECT

CABO ROJO-PEDERNALES

TOURISM DEVELOPMENT

Modality: Public initiative

Description: This Project aims to achieve sustainable tourism development in the province of Pedernales and mobilize resources to face the country's main investment challenges.

The Project will consist of an approximate total area of 44,000,000m2 which includes the development of a hotel area, the construction of an airport and the development of the necessary service infrastructures for the proper functioning of the project (roads, sanitary infrastructure, electrical system, etc.)

Approximate investment amount: US\$2,245 million

Project term: 40 years

Zone: Southwest region of the Dominican Republic, Pedernales province.

Estimated date of tender award process: December 2022



PROJECT

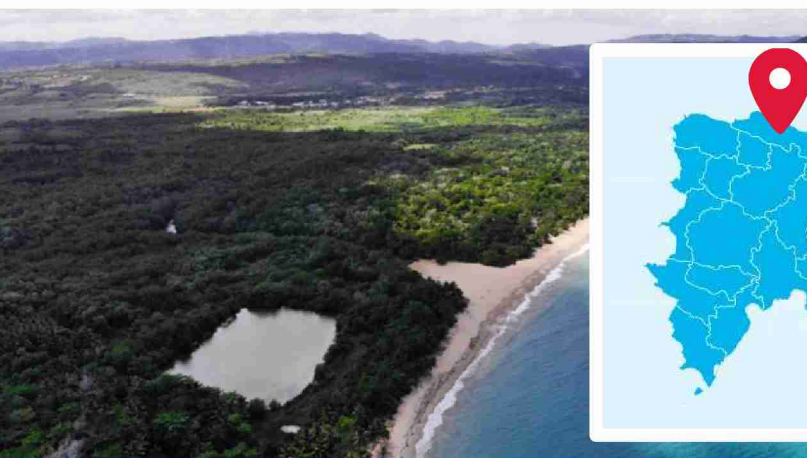
BERGATÍN POINT

STRATEGIC PLAN FOR TOURISM DEVELOPMENT

Modality: Public Initiative

Description : It is a new tourist and urban development in the destination of Puerto Plata of approximately 8,610,067.5 m². Allowing the economic and social consolidation and the diversification of its tourist offer in the territory, through the integration of different components as axes of economic and productive action. It is a project that will generate public-private alliances.

1. Emphasis on planning and design projects with touristic interest.
2. Consolidation of Punta Brigantine's tourist vocation.
3. Regulation of accommodation establishments and tourist services.
4. Priority to the conservation of the protected natural environment, framed in the defined tourism model.



PROJECT

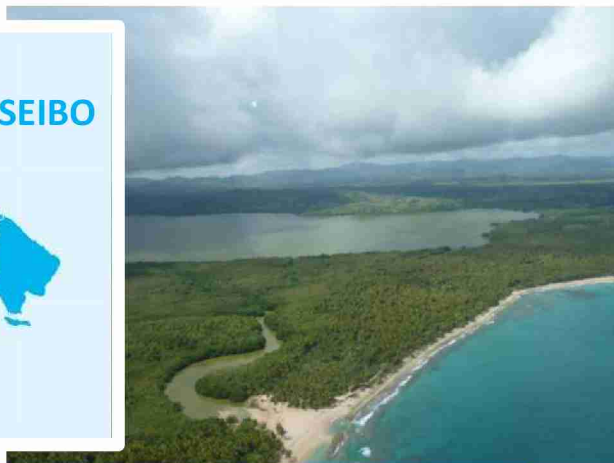
MICHES

COMPREHENSIVE TOURISM DEVELOPMENT PLAN

Modality: Public Initiative

Description: This plan will achieve the economic and social consolidation of Miches and the diversification of the tourist offer of the province of El Seibo through the integration of the different enclaves of the region to the different lines of economic and productive action proposed in it.

This area has about 68.15 kilometers of coastline. There are several proposals for tourism projects in the emerald coast, one of which is already operating as the first hotel, Club Med. Similarly, the set of interventions generate an economic impact of about 1,053,000,000 pesos. In addition, it is made up of a series of public interventions for drinking water, road system, access and beach facilities, to consolidate private investment in the area.





República Dominicana

A LAND FULL OF OPPORTUNITIES



Our Services

We promote the Dominican Republic in international markets to attract foreign direct investment (FDI) and offer investors a step-by-step accompaniment through the investment process and throughout their lifetime, as well as offer exporters the proper guidance in order to place their products in international markets and identify international buyers.

Thank you for your time



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Dominicana
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