

INVESTMENTS IN MANUFACTURE



Invest in
El Salvador



GOBIERNO DE
EL SALVADOR

El Salvador has established itself as an attractive destination for manufacturing investment, offering a range of significant advantages and opportunities for potential investors. With a strategic location in the heart of Central America, preferential access to key markets through free trade agreements, and a highly skilled workforce, the country provides a favorable environment for establishing successful operations in the industry.

INVESTMENT OPPORTUNITIES IN THE FOLLOWING SECTORS:

- Auto parts: car harnesses, vehicle seats, car safety systems (airbags, seat belts) and car sensors.
- Electronic components: tantalum and ceramic capacitors, transistors, resistors, etc.
- Manufacturing, assembly and reconditioning.
- Plastics: packaging and consumer goods.
- Metalworking: industrial machinery, tools, parts or pieces of machinery.
- Medical devices: orthopedic products, medical and hospital supplies, contract manufacturing, medical device contractors.

TAX INCENTIVES:

Under the Law of Industrial and Commercial Free Zones, companies in the industrial sector that decide to locate in El Salvador can enjoy benefits such as:

Exemption from customs duties and other taxes on machinery, equipment, raw materials, lubricants and fuels.

Full exemption from taxes on real estate transfers.

- Under the Law for the Promotion of Innovation and the Manufacturing of Technologies, those activities that develop technologies will enjoy benefits such as exemption from: Income tax, municipal taxes on declared net assets, payment of capital gains and payment of import duties and taxes on goods necessary for the activity.

COMPETITIVE ADVANTAGES:

- Reciprocal trade agreement with the United States, which eliminates 10% tariffs on the country.
- Free trade agreements with the main markets in the region.
- Installed capacity associated with the maquiladoras and auxiliary industries developed (textiles and apparel, plastics, metalworking with the capacity to handle subcontracts or make co-investments).
- Low operating costs.
- Highly productive and qualified human capital.
- Successful export platform with geographical proximity and high productivity

SKILLED LABOR

Diligence, efficiency, and ethics are highlighted.

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Trade agreements that provide access to 42 countries (including the U.S.)

MOST EFFECTIVE COUNTRY

at competitive costs in Central America

DOLLARIZATION

It facilitates exchanges and eliminates devaluation risks.

+60,000

Jobs created

+3.4%

Growth of the Industrial Production Index

EXPORT DESTINATIONS



CENTRAL AMERICA: 46.5%

UNITED STATES: 40.2%

REST OF THE WORLD: 13.3%

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