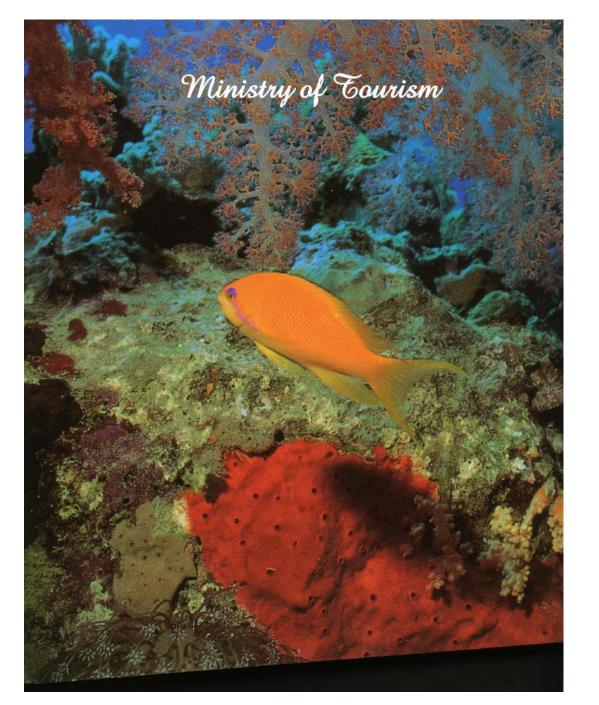
M Ι N Ι S Т R Y



Τ 0 U R Ι S M

Mission

To make Eritrea one of the main tourist destinations in the world

Objectives:

- To use tourism as one of the means to improve the living standards of the Eritrean society,
- To use tourism as an important stimulus to conserve and enhance the natural environment and cultural heritage,
- To provide opportunities for Eritreans to utilize their leisure time productively,
- To use tourism as a vehicle for exposing the potential of Eritrea to international investors.

Tourism Policy Development

- Develop tourism on a sustainable basis "that meet the needs of the present without compromising the ability of future generations to meet their needs";
- Develop tourism in a manner that encourages conservation and enhancement of environment and cultural heritage etc.;
- Develop and maintain good quality level of tourism; and
- Spread the benefits of tourism among all of Eritrean society;

Strategy

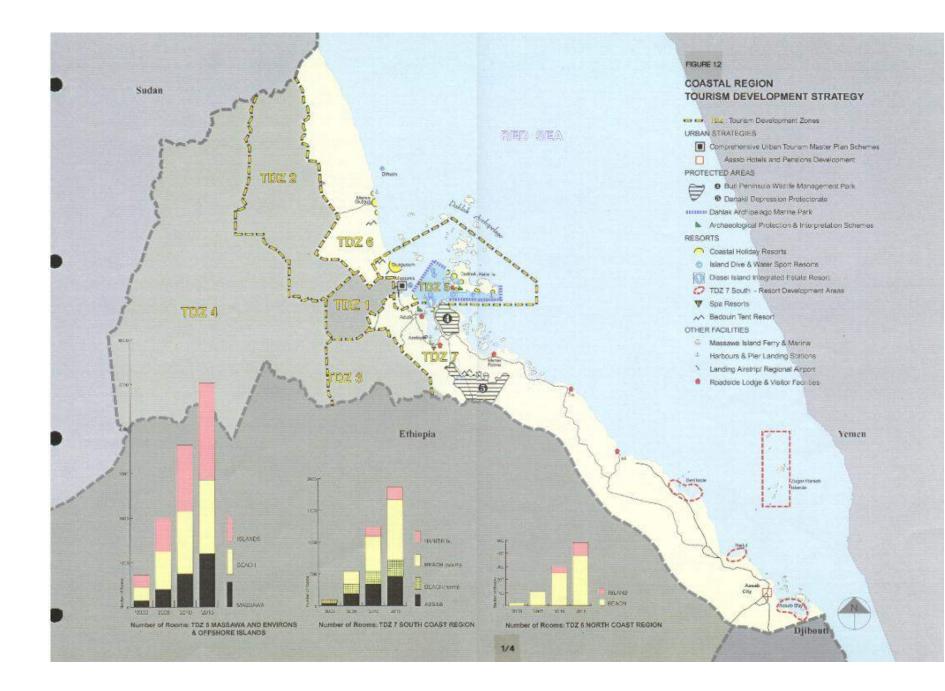
In Eritrea tourism is based on a wide range of attractions and activities; & the major strategic consideration in tourism are:-

- Beach marina resort
- Cultural tourism
- Nature based or Eco-tourism
- Urban and Rural tourism
- Health tourism
- Agro tourism
- Cruise tourism
- Adventure tourism
- Conference and meeting tourism

Scope for Tourism Development

In the task of developing International & domestic tourism on a sustainable basis, Eritrea is at an advantage owning the following assets:-

- Tourism resources related to natural environment,
- Resources related to cultural heritage,
- Relative proximity to major tourist markets,
- Safe environment,
- Stable political situation,
- Basic infrastructure, and
- Existing tourist facilities and service



There are 12 high priority projects and 5 low priority projects identified that will be development within three phases, depending

on their marketability.

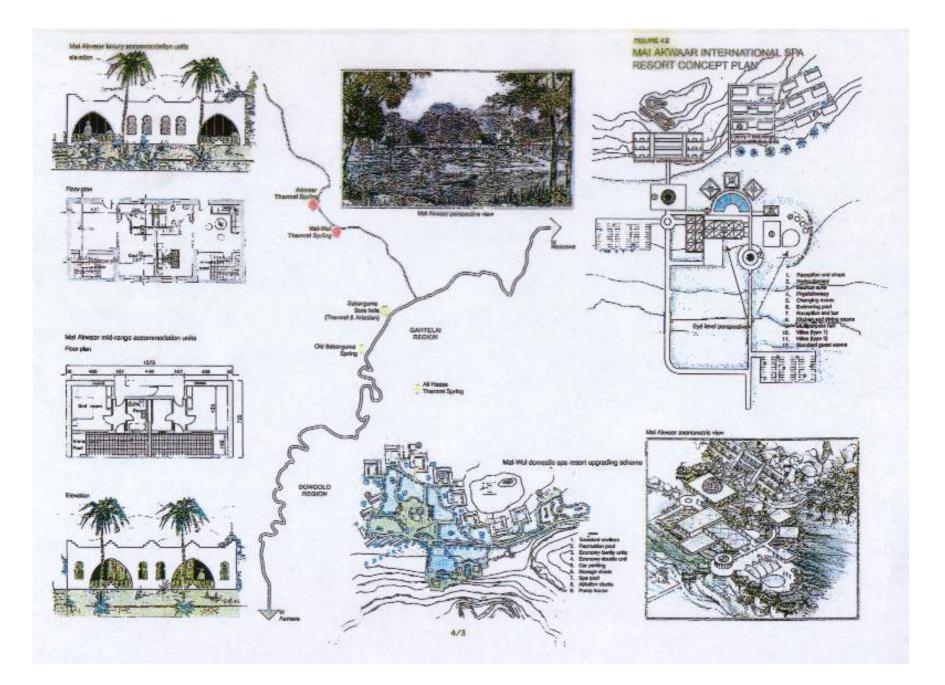
Tentative Timeframe

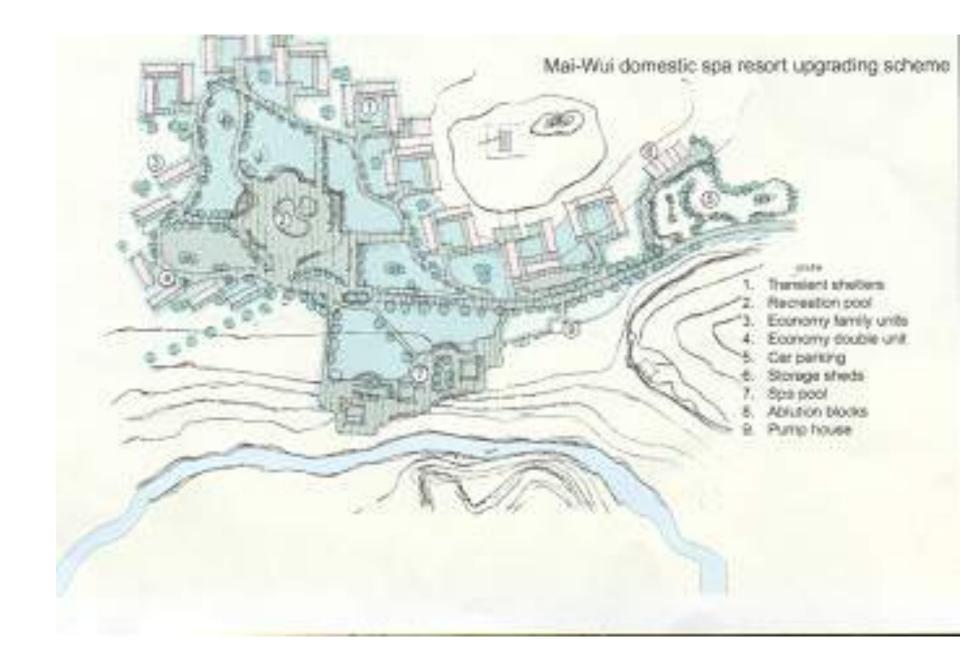
Phase one 2004-2008

Phase two 2009-2013

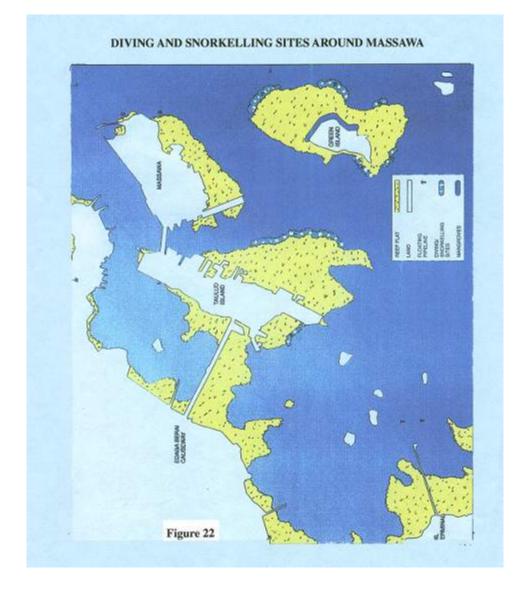
Phase three

2014-2019

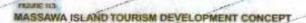












Messawa bistatizat setain con - incremental programme of onesn upgrading, conservation and builting in-cent, and low-macase entimicroment. Onesn tabetity financing inpa promotion of Misseawa Island southern shoreline ancientation and development protect.

Long-term trender of enteting port snew to Shelt Abdet Koder Perkinske and Gherar Bay. Vacaled anse to be Lased for urban organism and public open spece. Northern trutings to entered obtimized symposities fronting existing historic core.

Elevated vehicular bridge releving the current cut-dosec traffic bottleneck of Nesserve based by beautioning the movement gettern twite a 'bog' chould be system. Thereby removing the recessity to back-back through 'tasked talend to gain essent to the new regional strong, relocated port ana, Gurgusum and Asman.

Long-lermine-lase of part berthing frontage for outse of ships and other tourism related see veceste.

Pasitionini impension area enabling papeletion of historic core to be permanently infloated or temporarity re-located to ladiitate the process of conservation through rehabilitation and re-use of the dispiduled historic tuildings in the city core.

Root report and maintenance harbour and related onshore facilities including dentick and cause indets, covered dry boot storage and report yard, refrigorated vehiclousing and storage site.

11/6

Main marke barboar providing protected calm veter recentional weiler sports training and salking lagoon, plus mooning fabilities for reaktoria and non-residents for unro 300 boats analor dirighter.

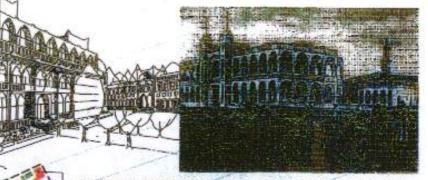
Marka villes and aperiments with private toot montry bottlies. Area to be podesiverised encapt for resident and service vehicle accese. Priority ground level uses along marked forcage and side sizeals for kontent and hater values services.

Pier multi-use retaMshopping anal incorporating saling solicul and water sports dubtouse with disascovers, text, shing rooms, dranging rooms, public solitiles and provision for saling roces and regalities. Plus Measures Naved and Marine Life Measure and Aquantum zeried as often specialistic saling, fibling, silving, charatter, food and beverage commended setMaps.

Offshore Island terry plar (covered) and sales lacilities, custome and harbor master administration.

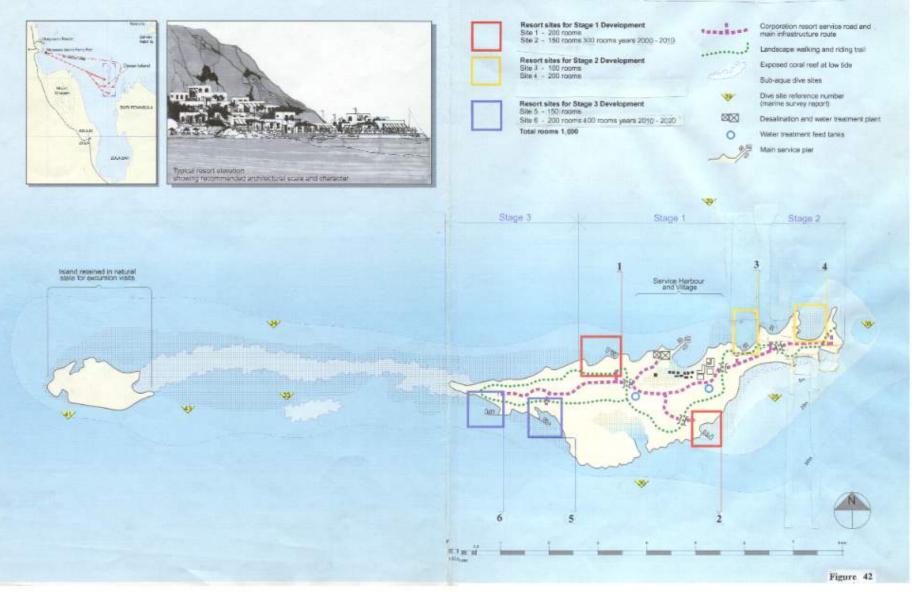
Orehorn Messawa Marina support Bashles: Including converted dry slowage ined, texnologi rampe, dinghy heruthersting and hollor park area, marine service petrol and walas, marina apply stores (onth heruthore and slates first providence), medical centre.

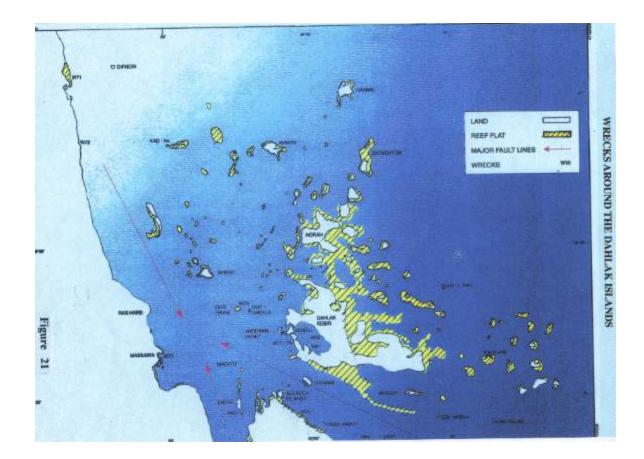
Waterliert presitips touriern and/or private residenital development

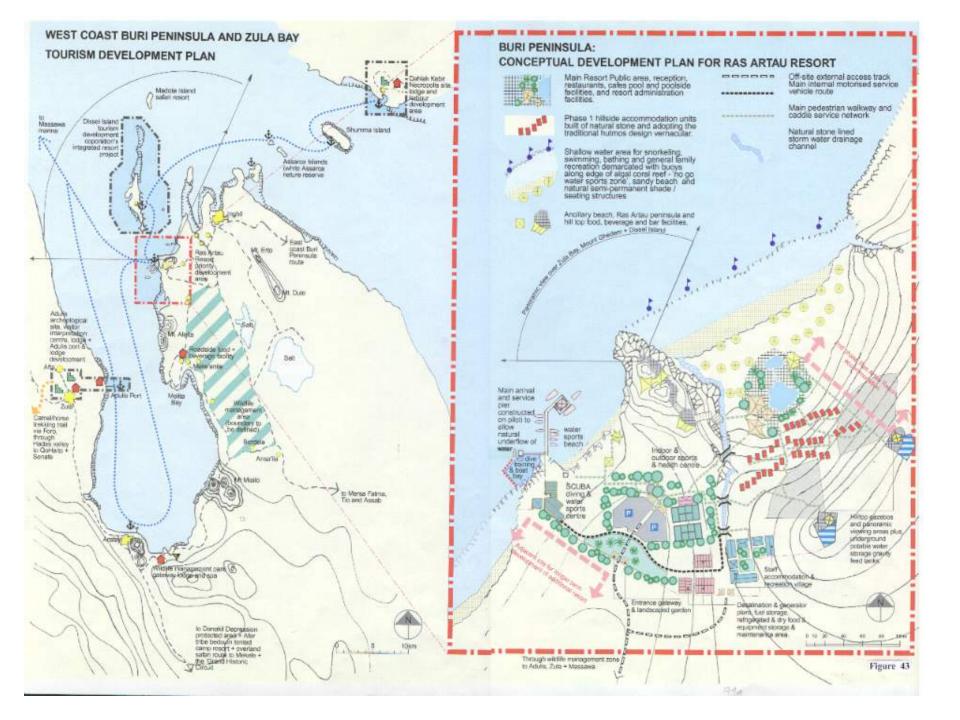


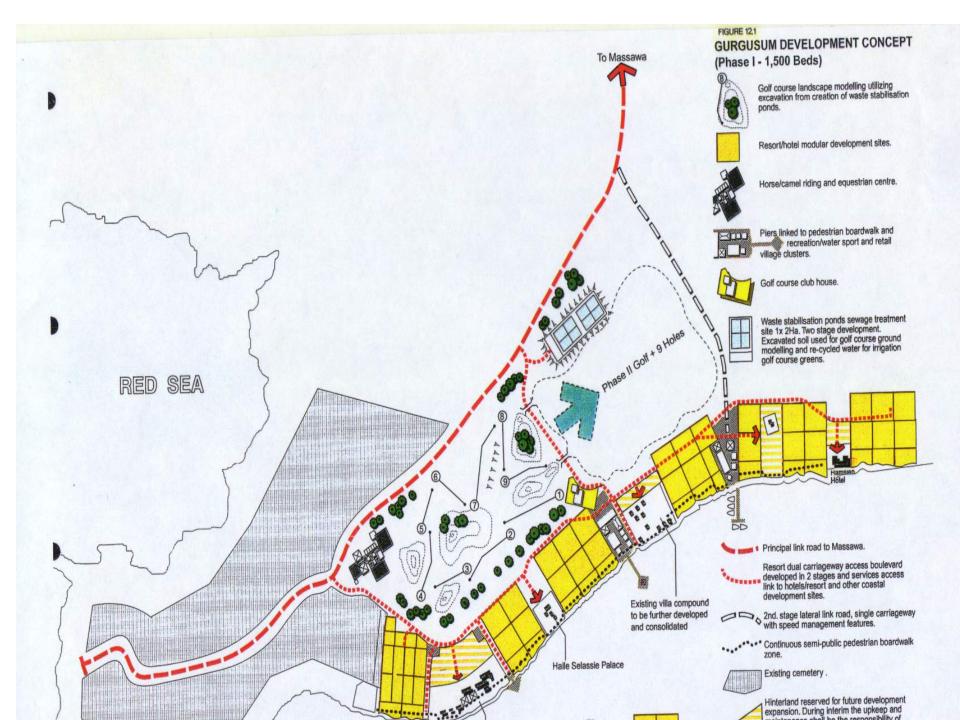
Grand Hotel Project - Rehabilitation and conversion of the extering Benk of Raty building plus and extensions to form colormaded open count complex. Addining retrif pleas and landscoped gardens.

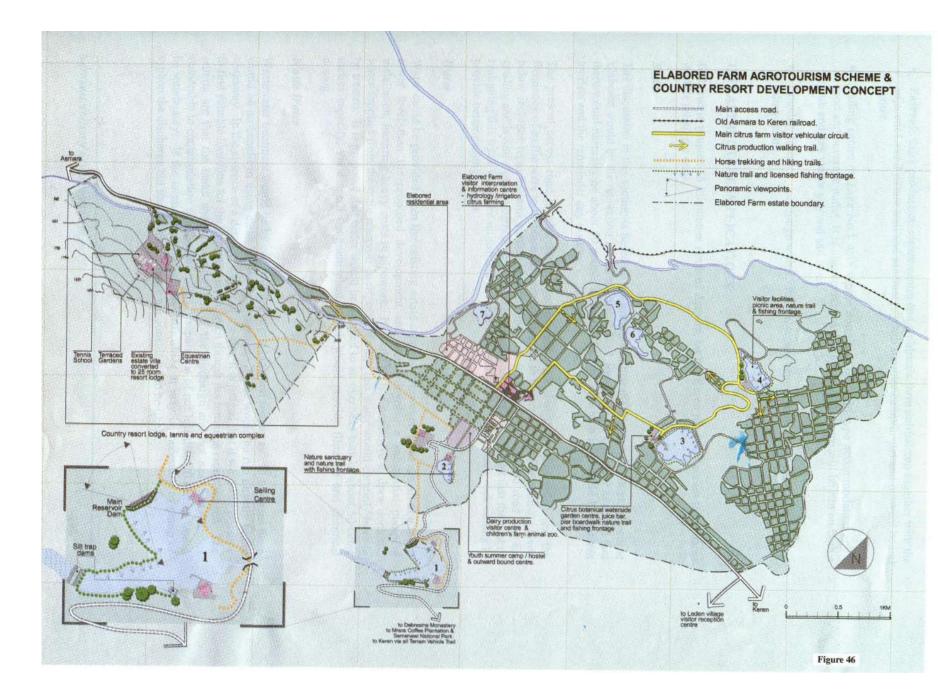
DISSEI TOURISM DEVELOPMENT CONCEPT

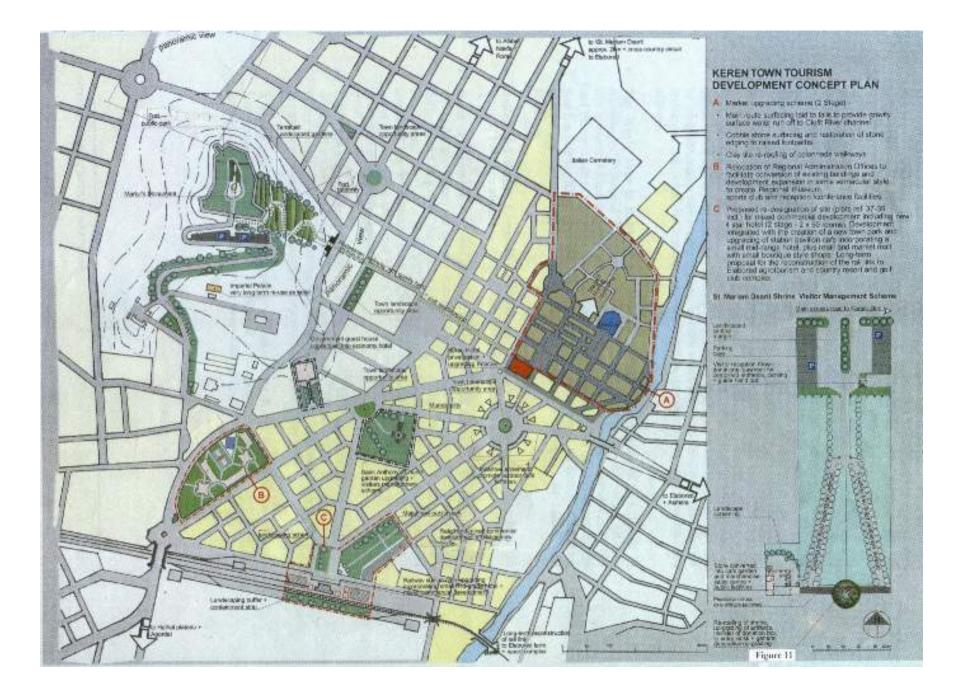


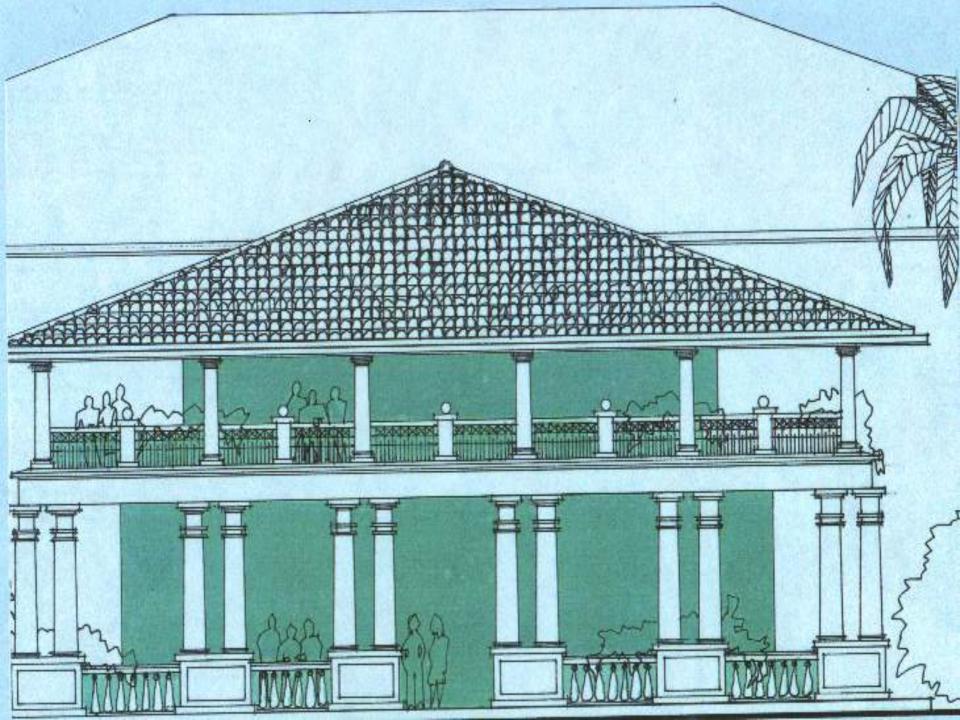


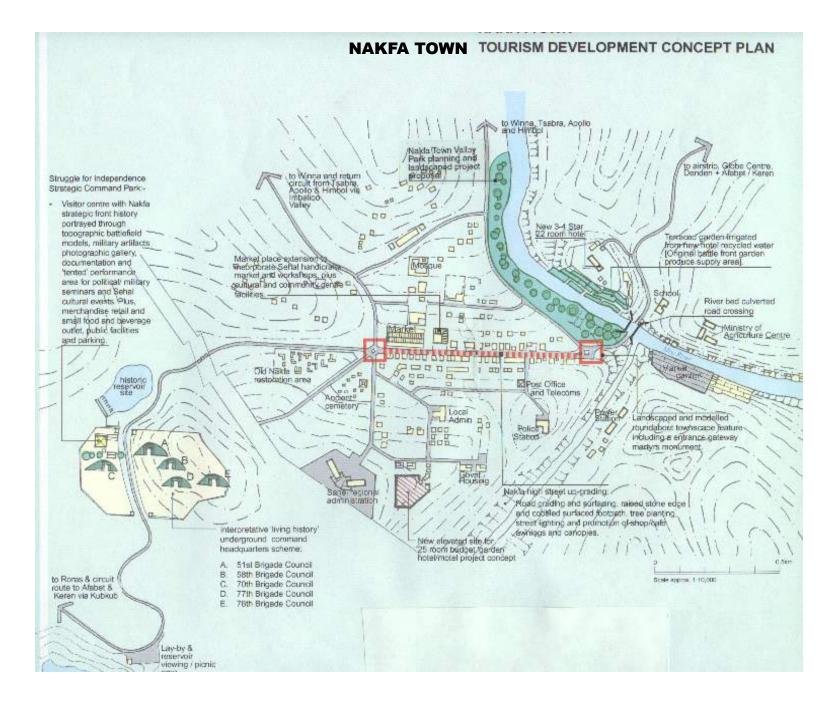


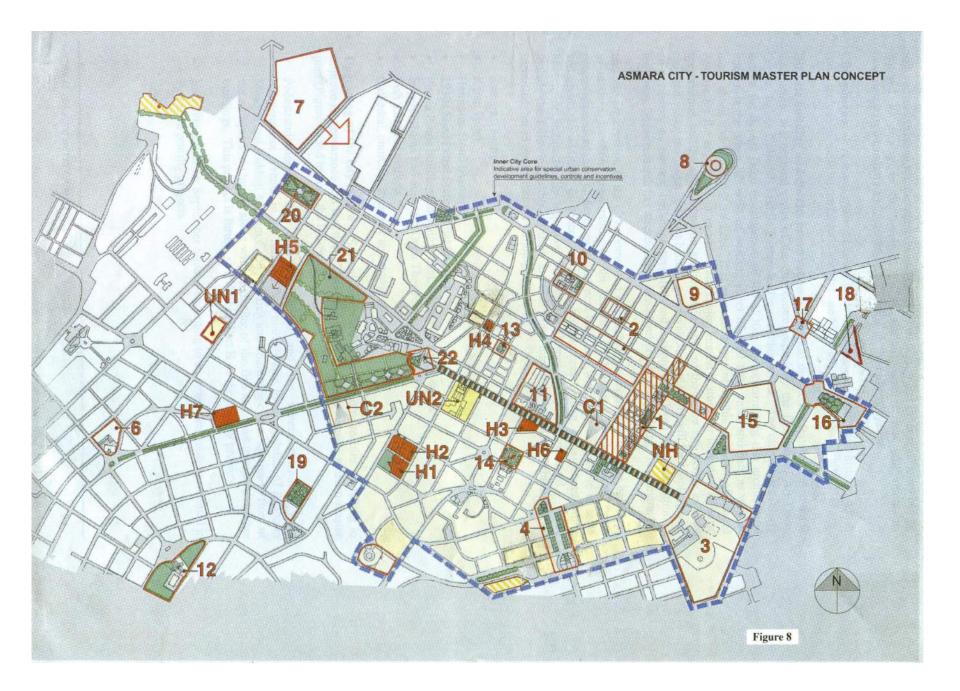


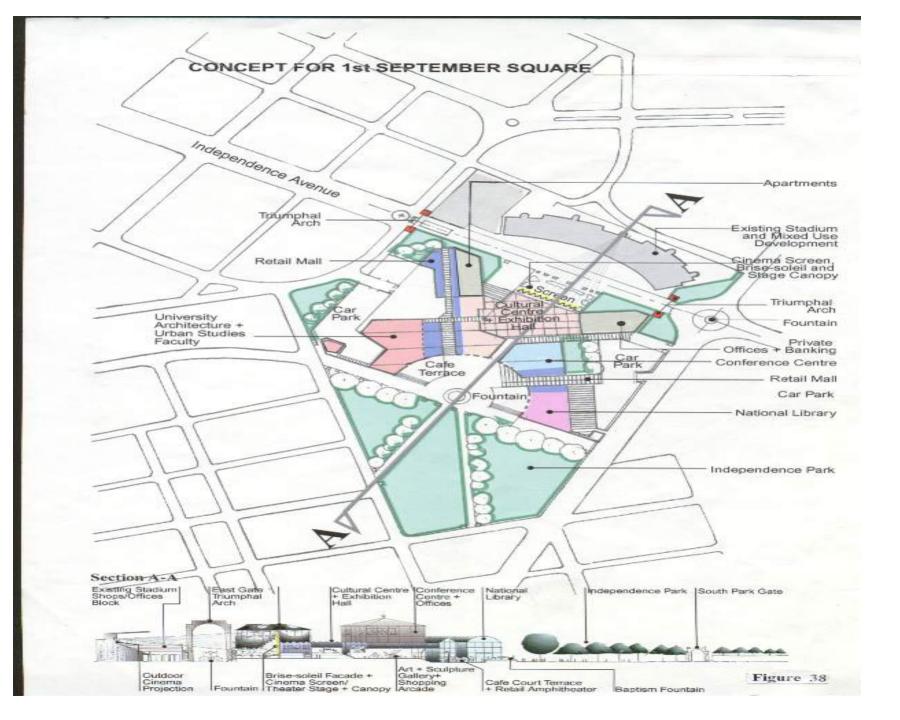


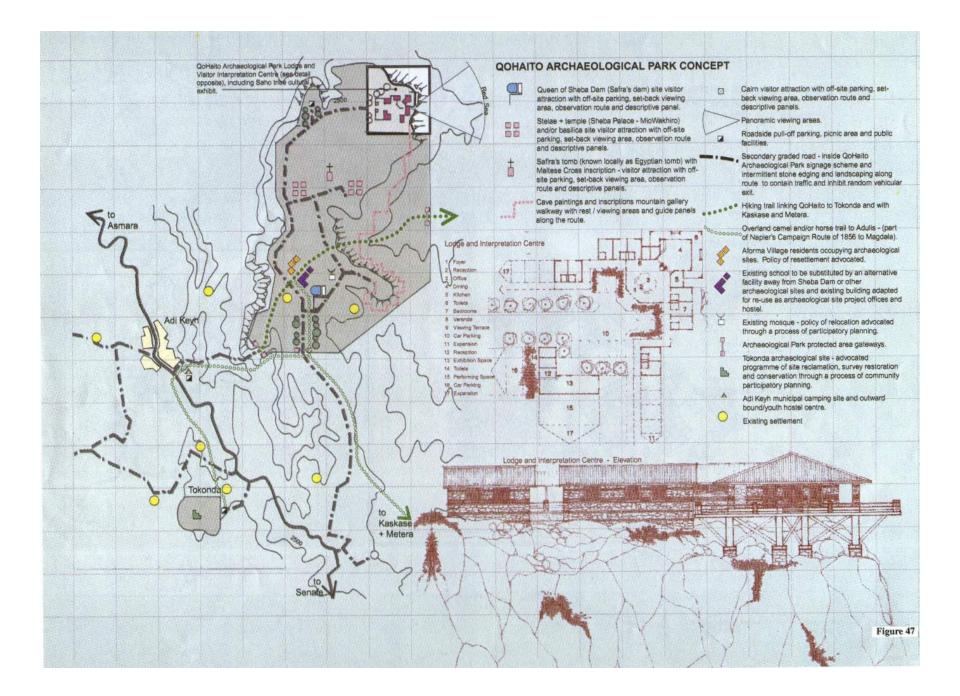






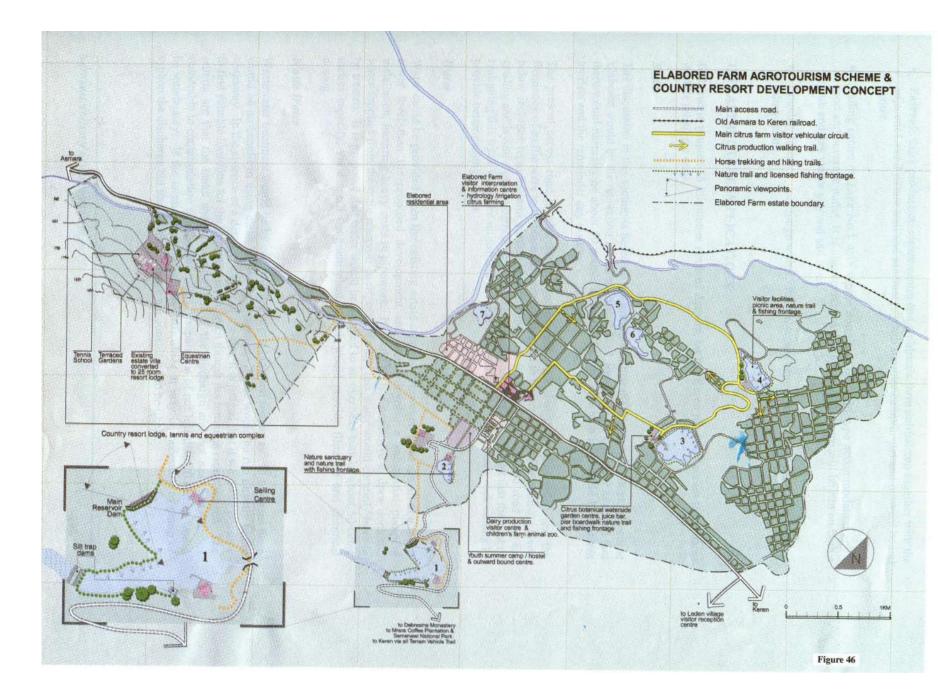


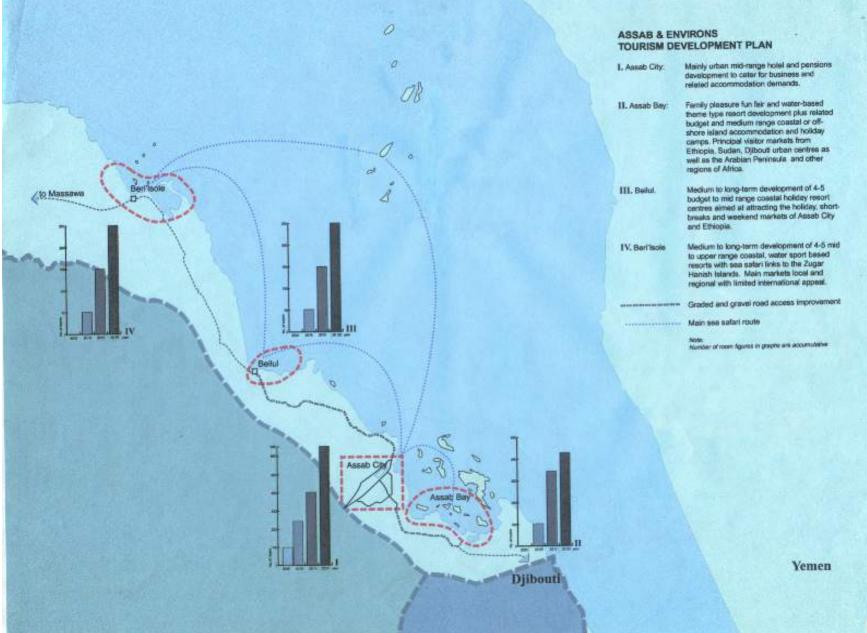












Next Step

• All this projects will require public and private investment fund for their implementation.

Tourist Facilities & Services

• There are 321 hotels with 3917 rooms, and 143 pensions with 1530 rooms, a combined total of 464 establishments and 5447 rooms.

ACCOMMODATION SUPPLY BY REGION (Hotels and pensions combined 2006)

Region	No. of hotels & pensions	%	No. of rooms	%
Anseba	47	10.3	469	8.6
Southern	105	23.0	942	17.3
Southern R/ Sea	15	3.3	245	3.7
Gash Barka	126	27.6	833	15.3
Northern R/ Sea	33	7.2	566	14.9
Central	123	28.5	2190	40.2
TOTAL	464	100.0	5447	100.0

Expected Number of Arrivals by the Year, 2020

• International arrivals=800,000-1,000,000

• Domestic Tourism =1.5 million

LOW PROJECTION FOR 2005-2020

REGION	2005	2010	2015	2020	TOTAL
CENTRAL	200	200	300	300	1,000
ANSEBA	50	50	100	100	300
NORTHERN RED SEA					
Massawa	100	100	150	150	500
• Gurgusum	200	200	200	200	800
• Islands	200	300	300	300	1,100
 Northern area (including spas) Southern area 	50	50	50	50	200
Southern area	50	50	50	50	200
Sub-Total	600	700	750	750	2,800
SOUTHERN R/ SEA • Assab city & Bay resort	50	100	100	150	400
Coastal resorts	50	50	50	50	200
Sub-Total	100	150	150	200	600
SOUTHERN	50	50	50	50	200
GASH BARKA	20	20	30	30	100
GRAND TOTAL	1,020	1,170	1,380	1,430	5,000

ADDITIONAL ACCOMMODATION ROOMS MID-LEVEL PROJECTION FOR 2005-2020

REGION	2005	2010	2015	2020	TOTAL
CENTRAL	200	200	300	400	1,100
ANSEBA	50	50	100	100	300
NORTHERN RED SEA Massawa Gurgusum Islands Northern area (including spas) Southern area 	100 300 300 50 50	150 400 300 50 50	200 400 400 100 100	250 400 500 100 100	700 1,500 1,500 300 300
Sub-Total	800	950	1,200	1,350	4,300
SEA • Assab city & Bay resort • Coastal resorts	50 50	100 50	200 100	200 100	550 300
Sub-Total	100	150	300	300	850
SOUTHERN	50	50	100	100	300
GASH BARKA	20	30	50	50	150
GRAND TOTAL	1,220	1,430	2,050	2,300	7,000

ADDITIONAL ACCOMMODATION ROOMS HIGH PROJECTION FOR 2000 – 2020

Region	2005	2010	2015	2020	total
CENTRAL	200	250	300	350	1,100
ANSEBA	50	150	150	150	500
NORTHERN RED SEA					
Massawa	150	250	300	350	1,050
• Gurgusum	300	400	400	400	1,500
Islands	500	500	500	500	2,000
• Northern area (including spas)	150	150	150	150	600
Southern area	-	100	150	200	450
Sub-Total	1,100	1,400	1,500	1,600	5,600
SOUTHERN RED SEA					
Assab city & Bay resortCoastal resorts	50	250	300	300	900
	-	100	100	100	300
Sub-Total	50	350	400	400	1,200
SOUTHERN	50	100	100	150	400
GASH-BARKA	50	50	50	50	200
GRAND TOTAL	1,500	2,300	2,500	2,700	9,000

Expectation of the MOT

• Tourism Investment

Incentives on investment

Area of investment -	All areas of investment are open to all investors;
Ownership -	100% foreign ownership is permitted in all areas of investment;
Export duty -	No export duties;
Import duty -	2% nominal duty on all capital goods, intermediates, industrial spare parts and raw materials;
Corporate tax -	Corporate tax is 25-35%; 20% on corporate profit retained for reinvestment;
Remittance -	Profit, dividends, fees, royalties, proceeds from sale or transfer of share, salaries of expatriate staff is allowed;
Staff recruitment -	Employment of expatriate is permitted;
Guarantees -	Protection clause; MIGA member state; (Multilateral Investment Guarantee Agency)
Dispute settlement -	ICSID member state.(the Hague Convention for the Pacific Settlement of International Disputes)

Higher Tourism Facilities List of Project Proposals

S/N	Name of Project	Level of facility	No. Rooms	Estimated cost \$ US
1.	Spa Resort Akwaar	High level	50 villas	5-10 millions
2.	Marina + Hotel Massawa	3-4 star	250	16-30
3.	Buri Peninsula Resort	"	100	5-10
4.	Massawa City Conference Center Hotel	4 star	100	20-30
5.	Gurgusum Hotel	5 star	100	15-20
6.	Roof of Africa Golf Sporting club, Hotel Conference Center	5 star	225	42-50
7.	Five Star Hotel Asmara	5 star	100	20-30
8.	Keren	4 star	85-100	10-15

- Project profiles for investment opportunities in tourism sector (English)
- Project Summary

Promotion –

the MOT with the help of our embassies needs to have contact with the international companies specialized in:-

- 1. Wholesale and travel agency operations,
- 2. Professional photographers, video and film producers, and journalists.

3. Hosting visits to Eritrea by writers, photographers, journalists, video and film producers.

4. Contact specialist clubs and associations.

 On behave of MOT to participate at international tourism related conferences, meetings, fairs & exhibitions, (whenever it is not confident to the Ministry).

Tourism Proclamation – 152/2006

is approved and enforced into action after its publication on Gazette of Eritrea Law on 11th January, 2006.

The End Thank you !!!