

The capital investments which would be needed for the construction of board mills utilising waste paper and having a capacity of 50 thousand tonnes of board and 55 million square metres of boxes are estimated at 60 to 62 million roubles; for the construction of a combine with a capacity of 100 thousand tonnes and a mill for production of chemo-thermomechanical pulp - at about 100 million roubles; and for the construction of a pulp and paper combine with an annual capacity of 120 thousand tonnes of paper and partial reprocessing into manufactured articles - at 150 to 170 million roubles.

Such a volume of capital investments, and accordingly of construction and assembly work, could be assimilated in the course of two years. The indices of effectiveness of the capital investments for all of the models are within the normative range for the sector, and for a number of models they are even significantly better. The time frame for recovery of the capital investments is from 6.4 to 7 years for the board mills and from 6 to 8.6 years for the pulp and paper combines.

A vital question of course, concerns sources of financing. In the absence of governmental appropriations it would be expedient to obtain credit financing. In all of the documents it is emphasised that for small enterprises, especially during the construction period and the initial period of operations, preferential terms of credit and taxation should be arranged.

Calculations show that in all of the models examined the derived profit, after allowing for mandatory payments into the budget and deductions for the economic incentive funds, will make it possible to repay the loans within a period of up to 10 years.

Also possible is the variant of enlisting funds from the organizations interested in receiving the finished product.