



INVEST IN EGYPT

HOW TO ESTABLISH A COMPANY IN EGYPT

INTRODUCTION

We want to be a point of reference for all companies wishing to carry out commercial activities in Italy or Egypt.

Our primary function is to expand different types of collaborations (economic, cultural, industrial etc..) between companies in both countries through a series of services and consultancy dedicated to companies.

We carry out a constant action of strategic direction for the activities carried out in support of companies' internationalisation and the promotion of Made in Italy, through specific assistance, both on the organisational and project sides.

Our representation and institutional lobbying function are supported by the continuous search for collaborations with public and private entities and an intense communication activity with Italian stakeholders (media, institutions and companies).

We assist Italian companies in Egypt (extra-legal assistance in the event of difficult situations or disputes with Egyptian companies or public bodies; service in participating in tenders; help in identifying reliable law firms in the event of legal disputes).

We provides legal assistance to Italian companies in Egypt in the event of difficult situations or disputes with Egyptian companies or public bodies; service for participation in tenders.



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INTRODUCTION

The Companies Law allows non-Egyptian companies to open their branches in Egypt in order to perform works of contractual nature. However, the said branch must be registered with the competent Commercial Registration Office, which registration usually takes up to three (3) working days.

In order for a foreign company to open a branch in Egypt, such foreign company must be awarded a contract, such as a construction contract, for carry out specific scope of work in Egypt.

The foreign company must also appoint a manager of any nationality thereof to represent the said foreign company in Egypt.



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COMPANY FORMATION IN EGYPT

- **FOREIGN BRANCH**

A foreign company may register a branch office in Egypt if the company has a contract with an Egyptian private or public sector party to perform work in Egypt.

- **L.L.C**

This type of company is usually formed for small projects that do not require major financing such as companies involved in internal trade and services activities.

- **JOINT STOCK COMPANY**

Joint stock companies are among the most commonly used legal vehicles in Egypt and are usually used in those cases where there is a manufacturing project to be established in Egypt that requires major investments.



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FOREIGN BRANCH

- **FORMATION:** No requirements.
- **MANAGEMENT:** The branch office may be managed by a branch manager(s) who does not need to be an Egyptian national(s).
- **CAPITAL:** There are no capital requirements but a deposit of 5000 EGP or its equivalent of the foreign currency shall be made to the branch bank account in Egypt.



FOREIGN BRANCH



- **REQUIRED DOCUMENTS:**

1. Power of Attorney issued from the legal representative of the mother company.
2. The original of the AOA of the mother company or an original copy of the commercial register of the mother company.
3. A resolution issued by the mother company abroad to open a branch in Egypt.
4. A resolution issued by the mother company abroad to appoint a Branch Manager in Egypt.
5. A Resolution issued by the mother company abroad that no other branch has previously been opened in Egypt.
6. A bank certificate proving the transfer of what is equivalent to L.E5000 (five thousand Egyptian pounds) in free currency at the official rate under the name of the branch.
7. The lease contract or the title deed of the premises.
8. The original copy of the construction contract or agreement concluded for the execution of any operation in Egypt. The contract should state a set objective, duration and value. In addition to the commercial register of the Egyptian company.
- 9- Completing the security check forms for the foreign mother company and the branch manager in Egypt.

L.L.C

- **FORMATION:** A limited liability requires a minimum of two (2) partners and a maximum number of fifty (50) partners. There are no restrictions as to the nationality of the partners.
- **MANAGEMENT:** A limited liability company may have any number of managers who do not need to be an Egyptian national(s).
- **CAPITAL:** There are no restrictions as to the Company's capital which should be paid in full upon application for incorporation.



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L.L.C

L.L.C.

- **REQUIRED DOCUMENTS:**

1. Power of attorney from each partner.
2. Copy of the ID of each partner/ shareholder.
3. If any of the partners is a legal entity, then copy of the articles of incorporation or the commercial register of the said entity will be required.
4. Certificate from an Egyptian authorized Bank that the capital of the Company has been deposited in full.
5. The lease contract or the title deed of the premises.



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L.L.C

JOINT STOCK COMPANY

- **FORMATION:** The establishment of a joint stock company requires a minimum of three (3) shareholders. There are no restrictions regarding the nationality of the shareholders.
- **MANAGEMENT:** A joint stock company is managed by a board of directors. The board of directors of a joint stock company must be composed of at least three (3) directors of any Nationality.
- **CAPITAL:** The minimum capital requirement is EGP 250,000 Note: Subscribers are obliged to subscribe to 10% of the issued capital during the formation of the Company and such subscription should reach 25% during the three (3) months after formation thereof. The remainder of the capital should be subscribed to within a period of five (5) years.



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JOINT STOCK COMPANY

JOINT STOCK COMPANY

- **REQUIRED DOCUMENTS:**

1. Power of attorney from each shareholder.
2. Copy of the ID of each partner/ shareholder.
3. If any of the shareholders is a legal entity, then copy of the articles of incorporation or the commercial register of the said entity will be required.
4. Certificate from an Egyptian authorized Bank that the capital of the Company has been deposited at least 10% of the issued capital.
5. The lease contract or the title deed of the premises.



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JOINT STOCK COMPANY



Time Frame

LLC formation takes approx. 15/20 working days to be established.

FEES

LLC FORMATION: To be agreed.

Please note the following:

- Fees exclude 10% VAT.
- Fees exclude governmental fees and transportation outside Cairo governorate.



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