



FURNITURE PRODUCTION, INTERIOR DESIGN AND EQUIPMENT GALA GROUP MOSTAR

Project title	Expansion of existing production capacity and construction of a new facility in Mostar City
Sector	Wood sector, Custom furniture production
Location	Mostar City
Location description	Bisce polje – industrial and business zone
Company description	Gala Group is a family company with headquarters in Mostar, at the location of Bisce Polje, and with the showroom GALA HOME and a facility for the production of cosmetics under the brand name NATURAL COSMETICS GLORIA at the location of Ortijes, Mostar. With its range of products and services, the company Gala Home has won its place on the market of services intended for the manufacture of furniture and furnishing the home. Today, the company employs 58 employees, some of them in the production of Gloria natural cosmetics and the rest in the production of custom-made furniture, all according to the customer's requirements.
Project status	In progress
Project description	The project proposes the expansion of the existing production capacities and the construction of a new facility next to the existing one on the purchased land at the Bisce Polje (Sipad) location in Mostar. The company has production development plans, as well as existing and potential contracts for the export of furniture and cosmetics - its own brand and production in its own facilities. All this is the reason why the company is expanding its production capacity.

	New land was purchased. On this land, the construction of a new facility is planned, which will be a new administrative building, and the current facility (administration and production) will be adapted to the needs of expanded production capacities. With the implementation of new machines manufactured by IMA SCHELLING GERMANY, there is a complete change in the production process, greater efficiency is achieved as well as production automation. The existing service will be faster, better and more accessible to new customers. The new optimizer, which will be used to optimize materials, will increase utilization and thus reduce the waste that is currently generated during production on existing machines.	
Estimated total investment cost	App. 2 600 000 EUR	
Inputs provided by local partner	**Value**	**Description.**
	2 180 000 EUR (invested so far)	Own funds and funds secured by loans from domestic banks for the purchase of land, new buildings (expansion of production capacity) and the construction of a new warehouse.
Inputs required from foreign partner	**Value**	**Description**
	420 000 EUR	The construction of a new administrative building and a new warehouse on the purchased land.
Form of cooperation with foreign partner	**Financial**	**Technical**
Supporting information available	For additional information about this project, please contact FIPA either by e-mail: fipa@fipa.gov.ba or phone number: +387 33 278 080	