

Financial Support for Strengthening Competitiveness

General info

Economy name

Bosnia and Herzegovina

ID

B26

Incentive name

Financial Support for Strengthening Competitiveness

Brief description

Different forms of support are reserved for agricultural producers and farmers regarding their purchase of products, equipment or made investments according to the Program for Rural Development 2024.

Legal reference

Legal reference name

Law on agriculture (2007); Law on Financial Support in Agriculture and Rural Development ("Official Gazette of the Federation of Bosnia and Herzegovina", no. 42/10 and 99/19)

Legal reference (Law section / article)

Article 20 (1) The basic amount of financial support is the product of the amount of eligible investment costs and the percentage of financial support from paragraph (2) of this article. The amount of eligible costs for each individual investment project is determined based on invoices and proof of payment.

(2) The percentage of financial support for the measures from Article 15, paragraph (1) of this Support Program is:

- a) for projects from points a), b), c), d), e), and f) - up to 50% of the eligible investment costs,
- b) for projects from point g) - up to 35% of the eligible investment costs provided that the value of domestic raw materials in production is at least 33%, and in the case of milk processing, at least 66% (these percentage restrictions do not apply to the milling and baking industry, the beer industry, and processing capacities for which there is not a sufficient quantity of domestic raw materials),
- c) for projects from point h) - up to 75% of the eligible investment costs.

(3) The basic amount of financial support for the measure from Article 16 of this Support Program is up to 100% of the eligible investment costs.

(4) The basic amount of financial support for the measures from Article 17 of this Support Program is 40% of the eligible investment costs in plant production, livestock, and fisheries, or 35% of the eligible investments in the food industry until the maximum amount of financial support from Article 22, paragraph (1) and paragraph (2) point a) of this Program is achieved.

(5) The basic amount of financial support for the measure from Article 18 of this Support Program is up to 75% of the eligible costs of obtaining certificates for organic production.

Incentive design

Incentive group

Financial

Incentive category

Subsidy

Economy-wide/Sector-specific

Sector-specific

Sector (Simplified)

Agriculture

Sector (NACE)

A AGRICULTURE, FORESTRY AND FISHING

Size of firm that can use incentive

All sizes of firms

Level at which incentive is available

Economy-wide

Ownership of firm that can use incentive

Any

Incentive location

Specific region

Main objective of the incentive

Agricultural advancement

In case of grant, share of grant in investment (in %)**Access to information**

Contact Info

Street "Hamdije Čemerlića" br. 2, 71000 Sarajevo

Weblink to Incentive information in English**Weblink to Incentive information in local language**

[https://fmpvs.gov.ba/wp-content/uploads/2024/04/Program novcanih podrski za 2024 - Sluzbene novine FBiH 25-24.pdf](https://fmpvs.gov.ba/wp-content/uploads/2024/04/Program_novcanih_podrski_za_2024_-_Sluzbene_novine_FBiH_25-24.pdf)

Eligibility criteria

Eligibility criteria (description)

Support for agricultural machinery and equipment investments is available for farms purchasing necessary machinery, while investment support in crop, livestock, or fishing equipment is offered to agricultural holdings making relevant purchases. Co-financing for breeding stock acquisition is provided to holdings purchasing cattle either domestically or through imports. Additionally, support is extended to holdings

investing in construction or expansion for agricultural facilities, including legalization efforts and meeting environmental standards, as well as investments in perennial plantations and food industry construction or expansion. Finally, support is allocated to agricultural holdings in underdeveloped areas for machinery, breeding stock, and perennial plantation investments.

Eligibility criteria (weblink)

[https://fmpvs.gov.ba/wp-content/uploads/2024/04/Program novcanih podrski za 2024 - Sluzbene novine FBiH 25-24.pdf](https://fmpvs.gov.ba/wp-content/uploads/2024/04/Program_novcanih_podrski_za_2024_-_Sluzbene_novine_FBiH_25-24.pdf)

Incentive administration

Awarding Authority (Name)

The Ministry of Agriculture

Application procedure + Weblink (where available)

The procedure is prescribed in accordance with the Rulebook on conditions and methods realization of financial support according to the model of other types support, which is brought by the federal minister of agriculture, water management and forestry

Implementing Authority (Name)

The Ministry of Agriculture