



SECTOR  
FORESTY AND  
FLORICULTURE



SECTOR

FORESTRY AND FLORICULTURE



## FORESTRY AND FLORICULTURE SECTOR

The supply of forest products from Paraguay has been characterized by the supply of high-value timber species from native forests.

The current stage is one of transition in the use of raw materials, with a tendency to process wood logs from fast-growing plantations, with 60% of processing of wood logs from plantations and 40% from native species (National Forestry Institute-INFONA).

For the development of forestry plantations, Paraguay has a large area of land suitable for

the development of high-productivity forestry plantations. Some studies indicate that 45% of the territory has potential for forestry production.

The country has developed a relatively small forestry industry, with an installed capacity of about 865,000 m<sup>3</sup>/year, and actually 53% of this capacity is currently being used. These industries mainly produce sawn wood, veneer, plywood, flooring, and furniture for the local market, which is growing, and for export. (INFONA)



### SECTOR POTENTIAL

The sector has growth potential throughout the production chain, based on the favorable conditions of the natural resource base for production, economic stability, and the constant growth in the global trade of forest products for pulp or cellulose, timber, and wood energy, with a projected global market of US\$ 998.5 billion (2022), suggesting an encouraging future for the sector.

Among the factors encouraging the increase are: population growth and average world income, which generates greater demand for products; climate change; a wide growth gap due to the increase in raw materials due to the development of plantations and access to forest plantation products at competitive prices; specific development policies for the sector; and demographic bonus.





SECTOR

# FORESTRY AND FLORICULTURE



## INVESTMENT INCENTIVE SCHEMES

- **Law 4890/2013** - Law regarding the real property rights of Forested Areas
- **Law 6616/2020** - Allowing the Export of Logs from Exotic Species.
- **All current investment incentive regimes apply** ([See Country Profile](#))



## MAIN SECTOR INDICATORS

### Number of Companies (INFONA)



● **261**  
Sawmills

● **61**  
Grinders  
(Chippers)

● **17**  
Sheeters

● **4**  
Slicing Machine  
Plants

● **5**  
Packaging  
Machine Plants

● **1**  
Multi Laminating  
Machine Plant

### Installed Industrial Capacity (INFONA)

**865.392 m3**  
of wood logs/ year

### Number of employees (INFONA)



**4,085**

Women  
**5.5%**

Men  
**94.5%**

Distribution by gender  
(INFONA)

### Foreign Direct Investment (2021 - Central Bank)



**USD 12**  
Millions



SECTOR

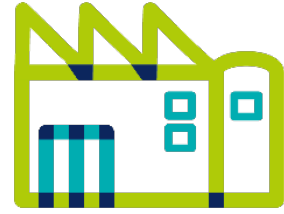
FORESTRY AND FLORICULTURE

### Geographical Location of the Companies



- Concepción
- San Pedro
- Central
- Caaguazú
- Caazapá,
- Alto Parana

### Economic Value



**USD 264.2**  
Millions  
**Gross Value of Primary  
Production**  
(2019 - Central Bank)

**574.1**  
Millions  
**Gross Value of Industrial  
Production**  
(2019 - Central Bank)

**USD 83.8**  
Millions  
**Export**  
(2021 - REDIEX)



### Main Export Items (2021 - REDIEX)

**USD 47.7**  
Millions  
**Coal and Firewood**

**USD 17.3**  
Millions  
**Wood, Plywood**

**USD 7.8**  
Millions  
**Sawn Timber**

**USD 6.4**  
Millions  
**Parquets**

**USD 3.7**  
Millions  
**Other forest products**

### EXPORT DESTINATION

(2021 - Rediex)



United States  
**20.4%**



United Kingdom  
**11.7%**



Chile  
**8.7%**



Saudi Arabia  
**4.4%**



Germany  
**4%**



Uruguay  
**3.8%**



Israel  
**3.8%**



Argentina  
**2.6%**



Spain  
**2.6%**



Continental China  
**2.4%**



## LIST OF MAIN COMPANIES

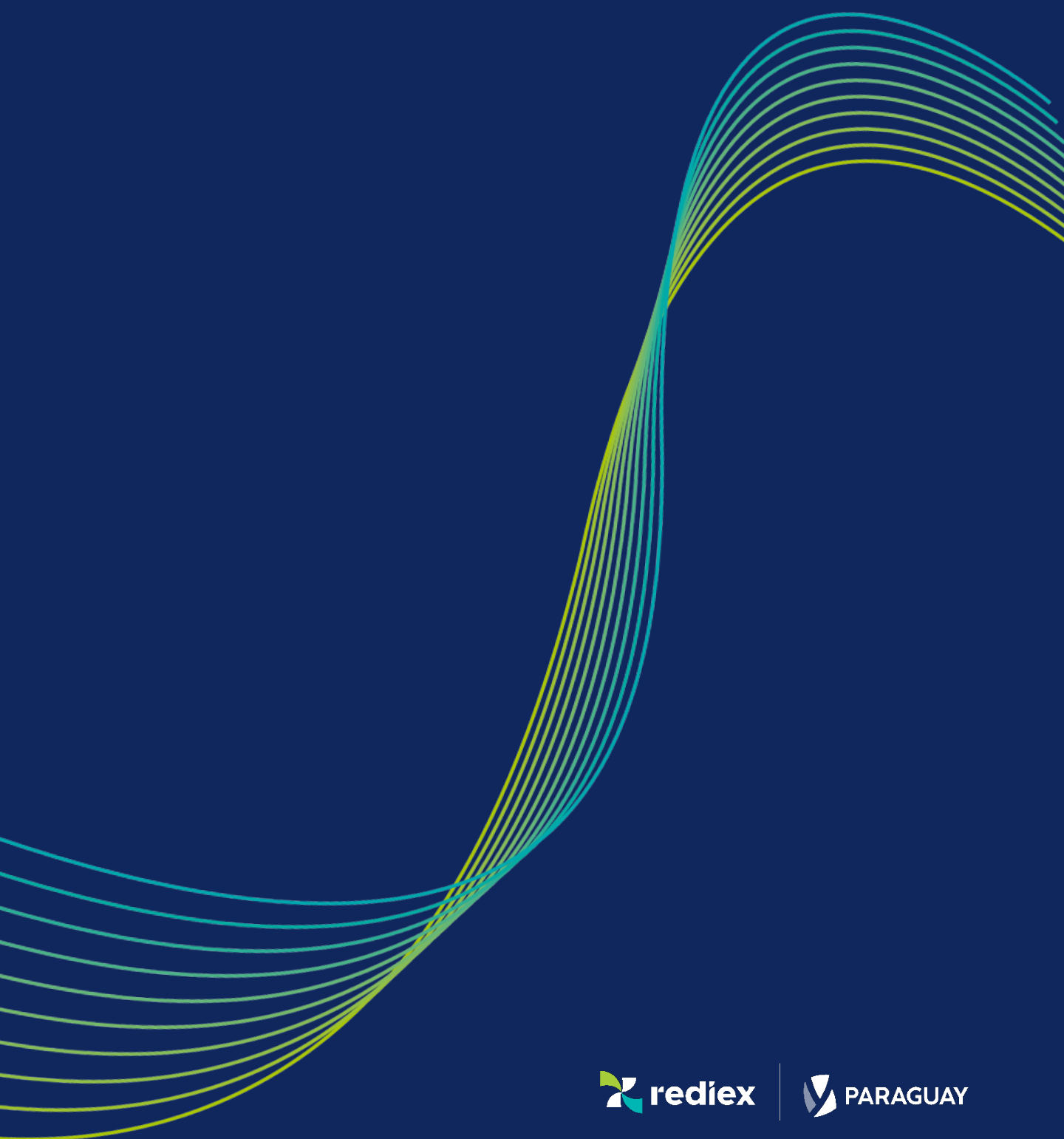
COMPANIES
• Desarrollos Madereros S.A.
• Forestal Felber S.A.
• Unique Wood S.A.
• Madexport S.A.
• Chaco Forest S.A.
• Inpa Parquet S.A.
• La Industrial Maderil Altieri.



## CONTACT

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