

The project for the buyout of 100% of the share of the authorized capital
«Balkhashbalyk» LLP
and the expansion of production

Almaty, 2021

general information about BALKHASHBALKYK

- Currently, it is the largest player in the fishing industry in the Karaganda region of Kazakhstan
- The company has 14 fishing areas, which make up 25% of the entire water area of Lake Balkhash
- The company has no tax debts and no credit liabilities
- 100% of the company's capital belongs to an individual who is also a director

ASSETS OF BALKHASHBALKYK

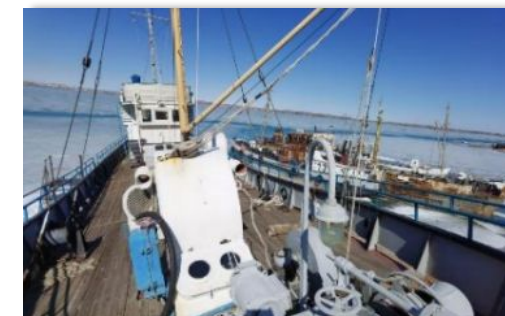
The company owns buildings and structures located at two industrial sites

- production buildings are located on **site No. 1** (14.5 hectares)



- on **site No. 2** (2.5 hectares) there are water vehicles and a repair base

Name	Area, sq.m.
Freezing shop	3 200
Fillet shop	300
Smoke shop	1 000
Fish flour shop	1 000
Energy shop	1 600
Administrative buildings	2 000



DIRECTIONS OF INVESTMENT

Investor



Initiator of the project – «Teploinvest» LLP

1 250 000 EUR



«Balkhashbalyk» LLP

redemption of 100% of capital

Directions	EUR	Implementation period
replenishment of working capital	350 000	2021
Renovation and modernization of an administrative building	200 000	
Construction and equipment of a cannery	180 000	
Construction and equipment of a smoked-drying shop	150 000	
Repair of 10 ships with refrigerators	120 000	
Repair of 26 boats	115 000	
Repair and modernization of refrigerators	100 000	
Construction of a net knitting shop	80 000	
Pier repair	20 000	2022
purchase of additional ships (second stage)	290 000	
Construction of a shipyard (second stage)	2 500 000	2022-2023
Total	4 105 000	

Total investment
5 355 000 EUR

KEY PROJECT INDICATORS – FIRST STAGE

Directions	EUR
redemption of 100% of capital	1 250 000
investment	965 000
working capital	350 000
Total	2 565 000

P&L REPORT, EUR

№	Наименование	Project implementation period, year					Total
		1 year	2 year	3 year	4 year	5 year	
1	Gross proceeds	2 335	3 164	3 195	2 689	2 716	14 099
	- VAT (0%)	0	0	0	0	0	0
2	Net proceeds	2 335	3 164	3 195	2 689	2 716	14 099
	Other supply	0	0	0	0	0	0
3	Total receipts	2 335	3 164	3 195	2 689	2 716	14 099
4	Variable costs	817	967	998	941	972	4 694
5	Gross profit	1 519	2 197	2 197	1 748	1 744	9 405
6	Fixed costs	188	194	200	206	213	1 001
7	Income before payment interest on a loan	1 331	2 003	1 997	1 541	1 531	8 404
8	Payment of interest on a loan	108	82	59	36	13	298
9	Income before tax	1 223	1 921	1 938	1 505	1 518	8 106
10	Income tax	245	384	388	301	304	1 621
11	Net profit	979	1 537	1 551	1 204	1 215	6 485
12	Return on sales, %	42%	49%	49%	45%	45%	46%

KEY PROJECT INDICATORS – FIRST STAGE

CASH FLOW REPORT, EUR

№	Name	Project implementation period, year					Total
		1 year	2 year	3 year	4 year	5 year	
1	Initial cash	0,00	708,48	2 427,48	3 687,76	4 534,68	0,00
2	Cash inflow from transactions	2 335,26	3 163,56	3 195,20	2 689,29	2 716,19	14 099,50
2.1	Sales	2 335,26	3 163,56	3 195,20	2 689,29	2 716,19	14 099,50
2.2	VAT on sales (from turnover)	0,00	0,00	0,00	0,00	0,00	0,00
2.3	Rev. debit. arrears						0,00
3	Cash outflow from operations	1 184,05	1 362,19	1 322,06	1 252,77	1 272,98	6 394,04
3.1.	Raw materials and supplies	422,44	426,67	430,94	435,25	439,60	2 154,89
3.2.	Services	158,64	160,22	161,82	163,44	165,08	809,20
3.3.	Salary	251,23	256,26	261,38	266,61	271,94	1 307,44
3.4.	Other costs	5,90	6,01	6,13	6,26	6,38	30,69
3.5.	Income tax	244,65	384,19	387,51	301,09	303,69	1 621,14
3.6.	VAT on purchases (offset)	-21,57	0,00	-60,87	-61,62	-62,39	-206,45
4	Net cash from operations	1 151,21	1 801,37	1 873,14	1 436,53	1 443,21	7 705,46
5	Investments	2 550,00	0,00	0,00	0,00	0,00	2 550,00
5.1	Fixed asset investments (VAT incl.)	2 464,00	0,00	0,00	0,00	0,00	2 464,00
5.2	Investment in current assets (inventory incl.VAT)	392,00					392,00
5.3	VAT paid on investments (offset)	-306,00					-306,00
6	Balance from non-fin. operations	-1 398,79	1 801,37	1 873,14	1 436,53	1 443,21	5 155,46
7	Interest payable	107,73	82,37	59,11	35,86	12,60	297,67
9	Loans to maturity	350,00	0,00	553,75	553,75	553,75	2 011,25
10	Excess / shortage of funds	-1 856,52	2 427,48	3 687,76	4 534,68	5 411,54	2 846,54
11	Financing	2 565,00	0,00	0,00	0,00	0,00	2 565,00
10.1	Loans	2 565,00					
10.2		0,00					
11	Final cash balance	708,48	2 427,48	3 687,76	4 534,68	5 411,54	5 411,54

KEY PROJECT INDICATORS – FIRST STAGE

Name	Project implementation period, year					
	0 period	1	2	3	4	5
Cash flow	-2 565,00	1 043,99	1 602,13	1 615,44	1 269,76	1 280,16
Discount rate	1	0,8696	0,7561	0,6575	0,5718	0,4972
PV	-2 565,00	907,82	1 211,44	1 062,18	725,99	636,46
IRR	43,43%					

Calculation of indicators	
Interest rate	0,15
	Сымма
Credit	-2 565,00
1 year	1 043,99
2 year	1 602,13
3 year	1 615,44
4 year	1 269,76
5 year	1 280,16
NPV (EUR)	1 978,89
PI	1,77

Indicators	Value
Loan payback period, years	1,98
Return on sales%	45,99%
PI - Profitability index	1,77
NPV - EUR	1 978,89
IRR - Internal rate of return %	43,43%