



ELECTRICITY & DEHYDRATED FOOD PRODUCTION, SERBIA

Summary: development of a biomass power plant with a plant for dehydration of fruits and vegetables and an oyster mushroom production plant.

Investment: 28.565.614 EUR

Location: Pozega & Backa Palanka, Serbia

Term: 10 years

Interest rate: 5%

Grace period: 2 years

INVESTMENT

The subject matter of the biomass project consisting of two separate, but still highly interconnected green field investment:

1. Installation of 2 plants in Bačka Palanka, Autonomous Province of Vojvodina, Northern-West Serbia: the HCM-biomass-power plant for production of electricity; and plant for dehydration of fruits and vegetables.
2. Installation of the oyster-mushroom production plant in Požega, Central-West Serbia.

SALES AND REVENUES

The company will sell electricity, dehydrated fruits, dehydrated vegetables, active carbon, demineralized aromatic water and dehydrated oyster mushrooms.

Market sales have been prepared; Company has obtained offers and letters of interest from customers.

The simultaneous sale of all final products is planned at the same time: electricity, dehydrated fruits and vegetables, activated carbon, demineralized aromatic water and dehydrated oyster-mushrooms; since they mostly come from production processes that are closely related.

INVESTMENT HIGHLIGHTS

According to results of the financial analysis of the planned investment project it can be concluded that the investment project is highly profitable and acceptable from both Project Owner's and Investor's standpoints.

- ▶ Projected yearly sales revenues at full capacity is Eur 13,3 million;
- ▶ Expected total pre-tax profit in years of full capacity 1,6 - 2,9 million;
- ▶ Positive Net Present Value (Eur 10,3 million);
- ▶ Net cash flow is sufficient for loan repayment (both principal and interest).