



BUSINESS PLAN

(TRANSPORTATION)

Tanzania Transport



86,472km Road Network



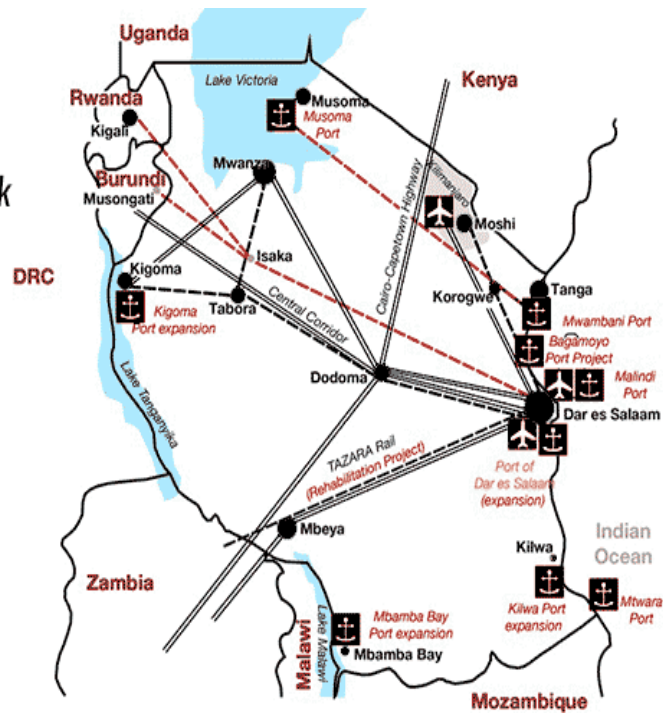
3,676km Railway Lines



58 Airports



3 Ocean Ports



PREPARED FOR
TRAVEL PARTNER LIMITED.
Dar es Salaam

1.0. **Executive Summary**

TRAVEL PERTNER LIMITED is a privately owned total energy solutions provider incorporated in Tanzania with certificate of incorporation No. 60812 dated 18th June 2007. The Company engages in cargo transport within Tanzania and neighboring regions.

The project promoters are well established Tanzanians investors working in tourism industry for more than 15 years. Having been in the business for over 15 years the directors are now well prepared for establishment and operating large cargo transportation and logistics business in Tanzania as they see a very bright future in the oil transportation industry.

This document has been prepared to serve as a business plan for guidance for **TRAVEL PERTNER LIMITED** for the oil transportation and logistics business. The implementation of this project will comprise of the following activities: -

- The purchase of 50 trucks and trailers within 5 years to be implemented in 5 phases from 2020- 2025
- The purchase 2 pickup for road patrol
- The purchase of 1 staff bus
- The purchase of communication sets radio
- The purchase of 2 folk lift
- Purchase of 2 cranes
- Equipping the company with relevant facilities

The proposed project on completion is estimated to cost about US\$ **5.906.000**. US\$**1,906,000** of these investment owners' equity and cash

generated from business while the rest of **US\$4,000,000** will be sought from local financial institutions.

TRAVEL PARTNER LIMITED COST STRUCTURE

Land and Building	50,000
Plant and Machinery	150,000
Motor vehicles	5,000,000
Furniture and Fittings	1,000
Others	5,000
Working capital	700,000
Total	5,906,000

1.1 THE PROJECT PROMOTERS

The share capital of the company is Tsh50, 000,000 divided into 1000 shares of 50,000 each.

The shareholders of this project are all entrepreneurs with a diverse professional and business backgrounds. The company is owned by 2 shareholders, namely: -

Name	Shares %	Nationality	Date of Birth
Erick Mashauri (Holding the shares on behalf the Trust for the minors) P. O. Box 24449 Dar es Salaam Tel: +255 717 555 777 Email: ericmasha@travelpartner.co.tz	50	Tanzania	26 th Jan 1972
Happiness Erick Mashauri P. O. Box 24449 Dar es Salaam	20	Tanzania	8 th Dec 1976

Tel:+255 767 888 375 Email:happymasha9@gmail.com			
Green Erick Mashauri (Minor) P. O. Box 24449 Dar es Salaam	10	Tanzania	20 th Dec 2005
Kelvin Erick Mashauri (Minor) P. O. Box 24449 Dar es Salaam Tel:+255 744 303 607 Email: 999@gmail.com	10	Tanzania	23 rd Dec 1999
Evance Erick Mashauri (Minor) P. O. Box 24449 Dar es Salaam	10	Tanzania	1 st Jan 2003

1.2 Location.

The project head office will be located at Plot No. 38 – Chole Road, Near Thai Village, Masaki, Kinondoni, Dar es Salaam, Tanzania .

1.3 Transport Sector Overview

Tanzania Transport The Tanzanian transport sector comprises surface transport (including roads, railways), inland waterways (lakes and rivers), air transport, and sea transport. Tanzania’s transport sector contributed 8.1% to the country’s real GDP in 2018 with USD 3.8 billion, compared to USD 2.8 billion in 2014, representing an increase of 33%. Main growth drivers include the increase in the number of passengers carried and freight handled through road transport. According to Tanzania’s 2025 Development Vision, investments in infrastructure, particularly in the development of the road network, are the Government’s top priority. The World Bank (WB) and the African Development Bank (AfDB) support

Tanzania in achieving its infrastructure development goals by providing grants and credits for projects.

1.3.1 **Road transport**

Road transport is the most widely used form of transport in Tanzania, carrying over 90% of the passengers and 75% of the freight traffic in the country. The road network in Tanzania currently comprises 86,472 kilometers of roads, of which 12,786 kilometers are trunk roads, 21,105 kilometers are regional roads and the remaining 52,581 kilometers are district, urban and feeder roads. Tanzania's Ministry of Works, Transport, and Communication through the Tanzania National Roads Agency (TANROADS) is managing the national road network of about 33,891 kilometers, comprising 12,786 kilometers of trunk and 21,105 kilometers of regional roads. The remaining network of about 53,460 kilometers of urban, district and feeder roads is under the responsibility of the Prime Minister's Office Regional Administration and Local Government (PMO-RALG).

1.3.2 **Railway transport**

Railway transport is the second most important mode of transport after road and critical for long distance freight along the main transport corridors in Tanzania. Tanzania has a total of 3,676 kilometers of railway lines operated by two railway systems, Tanzania Railways Corporation (TRC) and Tanzania – Zambia Railways (TAZARA). The mainline of TRC comprises the central corridor between the port of Dar es Salaam in the east, linking central and western areas of the country and terminating at

Kigoma on Lake Tanganyika in the west. The TAZARA line is 1,860 kilometers in length, of which 975 kilometers is in Tanzania and 885 kilometers in Zambia.

1.3.3 **Tanzania Air Transport**

The total number of air passengers in Tanzania reached 6.2 million in 2019, compared to 5.2 million in 2015, representing an increase of 18%. Currently (2020), there are 19 airline operators in Tanzania, including some of the leading international air carriers such as British Airways, KLM, Qatar Airways, and SWISS. There are 58 airports in Tanzania and more than 300 private airstrips owned by mining companies and tour operators. The Julius Nyerere International Airport (JNIA), located in Dar es Salaam, is the largest and busiest airport in Tanzania, accounting for over 70% of Tanzania's air passengers. In August 2019, Tanzanian President John Magufuli inaugurated Terminal 3 of the JNIA. The new terminal, which cost USD 314 million set the airport capacity at 8 million passengers annually. In 2019, the AfDB approved a USD 272.12 million loan to Tanzania for the construction of a new international airport in the capital Dodoma. The new airport will be built in the district of Msalato, 12 kilometers from the capital Dodoma. The new facility is expected to handle at least 50,000 aircrafts and one million passengers per year.

1.3.4 **Tanzania Water Transport**

Tanzania has a coastline of about 720 kilometers on the Indian Ocean, and also borders Lake Victoria, Lake Nyasa, and Lake Tanganyika. Both sea and inland waterways ports in Tanzania are managed and operated by the Tanzania Ports Authority (TPA). The TPA's main Indian Ocean ports are Dar

es Salaam, Mtwara, and Tanga. Minor seaports serving coastal traffic include Lindi, Kilwa Masoko, Mafia Island, Bagamoyo, Pangani, and Kwale. Dar es Salaam is Tanzania's principal port with intrinsic capacity of 10.1 tonnes per year. The port handles over 92% of the total maritime ports' throughput. The port serves land-linked countries of Malawi, Zambia, Democratic Republic of Congo, Rwanda, Burundi, and Uganda. These countries are connected to the port through two railway systems (TRL-1.0 metre gauge and TAZARA-1.067 cape gauge), road network, as well as the TAZAMA oil pipeline to Zambia. TPA also operates Tanzania's lake ports, maintaining around 20 ports on Lake Victoria. Some major ports include Bukoba, Kemono Bay, Musoma, and Nansio. Principal lake ports on Tanganyika include Kigoma and Kasanga. Additionally, there are 15 smaller ports along the lake. These ports provide trade connections between Burundi, Eastern Democratic Republic of the Congo, and Zambia. Lake Nyasa has 4 important ports, at Itungi, Mbamba Bay, Liuli, and Manda. There are up to 10 other smaller TPA ports on the lake that facilitate passenger movement along the lake and between the countries of Malawi, Mozambique, and Tanzania.

2.0 Project Details

Tanzania is the largest country in East Africa that is geographically strategically located in relation to her neighbors. Because of the above-mentioned factor, the country's transportation system is also used to serve landlocked neighbors, i.e. countries of Uganda, Rwanda, Burundi, Eastern D. R. of Congo, Northern parts of Zambia, Malawi and some northern parts of Mozambique.

The transport sector plays a critical role in the social and economic development of a country. Transport provides links between centers of production and those of consumption, markets, in the economic sectors such as agriculture, industry mining and tourism. It facilitates the flow of goods and people along the import/export corridors that link the coastal ports and landlocked countries. Transport equally provides access to employment, health, education, recreation and other services. Therefore, one is rightly justified to conclude that "without a good transportation system the development of a country is impossible. What roads and railways are to a country's development is like what the blood system is to the human body'

It is quite gratifying to note that the Government of Tanzania realizes the role of the transport sector for its economic and social development, and as a result has developed a Transport Sector Programme which will be very instrumental in improving the business and investment environment in the transport sector.

It is alleged that poor transport and communication infrastructure are the major causes of low levels of intraregional trade in Eastern Africa. It is in view of this that, despite this poor infrastructure, **TRAVEL PERTNER LIMITED** has resolved to assist to provide a solution to stimulate the said intraregional trade and domestic market in particular.

In summary, we can say that **TRAVEL PERTNER LIMITED** has a major objective the following: -

- To promote trade between Tanzania and her neighbors

- To procure foreign currency for the country in the course of its business transactions.
- To provide extra employment to more people in the sector.

3.0 Targeted Markets.

The targeted markets of the project are land locked neighboring countries such as DRC, Rwanda, Burundi, Uganda, Malawi, Zambia etc. the directors already negotiated contracts with various companies in the mentioned countries.

The mentioned countries depends on Tanzania port for handling fuel which is transported by road to respective countries, in order to link these countries that TRAVEL PARTNER LIMITED has resolved to invest in the fuel transport industry so as to provide a solution that would lead to stimulating the said intraregional trade. The project is expected to offer a challenge to the business community to enhance intraregional trade between Tanzania and these countries.

Why land locked countries prefer to use Dar es Salaam Port

Strategic location

Dar es Salaam port is the most preferable seaport due to its strategic positioning; it is more convenient, secure, quick and easy to be used by neighboring countries

Easy connection world wide

Dar es Salaam Port is gateway to the world, the port have capacity and ability to transport any cargo

Productivity

Now it is renowned for its security, efficient and reliability using most modern technology.

4.0 **The Project**

The project's objective is to purchase a total of 50 trucks and trailers within 5 years to be implemented in 5 phases from 2020- 2025.

This study is based on the 50 trucks and trailers.

Some of selected item's cost highlighted below -

- One trucks and trailers truck to cos US\$ 150,000
- Pick Up US\$ 70,000
- Staff bus US\$ 70,000
- Communication sets radio US\$ 30,000
- Folk lift US\$ 15,000
- Crane US\$ 30,000 etc.
- Expected revenue for each trip US\$ 6,500
- Operating 80% of revenue
- 50 drivers and 15 others
- Each vehicle to carry 2 trips per month

4.1 **Project Capacity**

- **TRAVEL PERTNER LIMITED** is planning to have 50 truck carrying capacity of 30tons
- One truck to operate 2 trips per month
- 1100trips to be conducted per year
- 33,000 tons to be transported per year

5.0 **Investment and Financing**

For the project to be a reality a total investment amounting to US\$ 5,906,000 is needed to finance the project.

The project will be financed partially by shareholders equity amounting to US\$ 1,906,000 and loan US\$ 4,000,000

TRAVEL PARTNER LIMITED COST STRUCTURE

Land and Building	50,000
Plant and Machinery	150,000
Motor vehicles	5,000,000
Furniture and Fittings	1,000
Others	5,000
Working capital	700,000
Total	5,906,000

5.1 Financing Pattern

The financing pattern being considered is that involving the purchase of 50 trucks. The project will be financed both by equity and loan. Loan contribution will constitute US\$4,000,000 while remaining amount will be in the form of equity and cash generated from business equivalent to US\$1,906,000.

The loan will be negotiated and acquired from financial institutions. The project sponsors expect to procure this loan on the following terms and conditions: -

Loan Amount : US\$ 4,000,000
Interest Rate : 6 % annually
Repayment period : Six years

6.0 Implementation

Project implementation is expected to be relatively very short once TIC approval is received. Currently, the supplier of the trucks has already been identified and supply is awaiting word from the project promoters.

It is expected that the Project will be take 15 months to implement as shown below:-

	ACTIVITY	PERIOD
1.	Processing TIC Certificate of Incentive	November 2020
2.	Funds Mobilization	Octo – Jan 2021
3.	Ordering of Vehicles	Feb 2021 – May 2024
5.	Arrival of Vehicles	March 2021– June 2024
6.	Trial Operations	March 2021
7.	Commercial Operations	May 2021

7.0 Manpower and Organization Structure

The project will be managed by a Board of Directors of **TRAVEL PARTNER LIMITED**. The Board, like all other boards is responsible for the formulation and supervision of company policies and guidelines. The project's day to day operations will be under the supervision of Managing Director

The project's employee requirement is estimated to be 87 people in number, as shown below: -

Employees Distribution Summary

Employment	Foreign Skilled	Local Skilled	Local Unskilled	Total
Women	1	5	5	11
Men	1	65	10	76
TOTAL	2	70	15	87

To ensure timely delivery of consignments, provision of goods service to customers, Management will provide on the job training in the field of motor vehicle maintenance and will provide bonus and other incentives as a means of instilling and boosting employee work morale.

8.0 SWOT Analysis

Strengths

- The zeal, strong commitment, passion of the young directors and vast experience in same field.
- Highly educated with entrepreneurial & leadership skills.
- The required knowledge in harvesting the new areas and expanding the customer base
- Willingness to serve the fellow businessmen across the Africa for affordable prices
- Interested to increase the employment opportunities.

Weaknesses

- Lack of Capital investment for this huge project
- High-rate of interest on bank loans
- Labour Turnover
- High cost of vehicles maintenance charges
- Long queues / delays at the borders in the name of documentation.

Opportunities

- Increasing the demand for fuel road Transportation

- Increasing the importation & mining works which need movement of cargo preferably by road.
- Recent market surveys reveal the fact of the need for more trucks

Threats

- The usage of other means of transportation such as rail
- Cut throat competition among transporters
- Threat of possible high inflation rates
- Unpredictable increase in fuel rates & other operational costs for spares & tyres

Roles and Responsibilities of Top and Key Level management

Managing Director & Director

The Managing Directors, being the shareholders of the TRAVEL PARTNER LIMITED, will be responsible for the implementation of the business plan and managing other functions in general.

Project Manager

- Responsible for important functions like planning, executing, leading, organizing and controlling the fleet in optimum level
- Increase the customer base and liaising for memorandum of understanding with major customers.
- Co-ordinate with other functional heads to remove the bottle-necks.
- Periodical meetings directors to reviews the policies
- Update the information on local Government's laid down policies & taxes.

Operational Manager

- Execute the management's policies
- Control the fleet through GPRS

- Arrange the fleet as per the requirement of the customers
- Liaison with Workshop & Finance managers for smooth movement of trucks and timely funds management.

Finance Manager

- Ensure recording of all transactions and submit timely MIS
- Plan for periodical meetings for presenting the MIS for optimum information
- Presenting the Financials in a best possible way with best combinations such as route-wise & customer-wise.

Admin & Personnel Manager

- Employ the right candidate for right position
- Keep the employment cost under control while keeping the staff in good humour.
- Periodical medical check-up for all drivers including eye-test
- Rotate the drivers and prepare the duty roaster in such a way drivers get enough rest while on duty.
- Liaison with Finance Manager for timely salaries & other benefits.
- Introduce the incentive system to encourage the staff for better performance.
- Review the Salary structure to match with inflation rate.

9.0 Project Operating Costs

The company has estimated operating cost to be 65% of total revenue.

10.0 market and Marketing

The project's earmarked clientele is in the land locked neighboring countries of Malawi, Zambia, Democratic Republic of Congo, Burundi, Rwanda and even Uganda. Management has already explored these markets and is confident it can conduct profitable business.

The project management plans for all vehicles several trips per month. The number of trips and the cost of trip are determined by both the trip's destination and nature of road involved. All in all, a total of **one truck will conduct 2 trips** per month.

The routes are priced according to distance and the status of the road in question. It has however been conservatively assumed that all foreign destinations will have a flat rate charge of **US\$ 6500 for trip**.

The number of trips assumed here, is just a conservative estimate. With the expected improvement of the roads and in general operations coupled with the driver's gaining experience in long distance travels, the number of trips per truck will be raised. This will have a tremendous impact on the Company's expenditure and earnings.

11.0 Financial Aspects

(i) Projected Profit and Loss Statement

The attached Appendix I shows the projected income for the 11years period. The position depicted is that the project earns profit throughout its life. Accumulated after tax profits grow from **US\$ 670,478** in the 1st year to **US\$ 12,627,634** in the 8th year,

(ii) **Projected Cash Flows**

The project's cash flows are shown in Appendix II. They depict a good liquid position right from the first year. Cash accumulation builds up from **US\$ 1,142,652** in the first year to **US\$ 10,466,719** at the end of 8th years,

(iii) **Projected Balance Sheet**

The project's assets cash flows are shown in Appendix III. Owners' equity grow from **US\$ 1,906,000** in the first year to **US\$ 3,819,303** at the end of 8th years of the project's operations,

(iv) **Payback Period**

Total investment is **US\$ 5,906,000** cash accumulation in 6th year **US\$ 7,190,243** which is more than the initial investment by **US\$ 1,284,243** the project payback Period is exactly 8 years.

12.0 Economic Aspects

Besides the financial/monetary returns to the owners, there are other benefits to be derived for the whole country viz.

(i) **Employment Opportunities**

Employment and poverty reduction are among the major concern of the Central and the Local Government authorities. It is gratifying to note that **TRAVEL PARTNER LIMITED** is going to provide additional employment to **87** people all of whom will be nationals. This is a significant contribution coming from foreign investors.

(ii) Revenue to the Government

The Project is expected to pay a substantial annual amount in the form of corporation tax and other taxes

(iii) Foreign Exchange Earning

Since the project's clientele is mostly towards neighboring countries the project will thus earn foreign currency for the United Republic of Tanzania. Out of all project expected cargo overhauling transactions will be settled in foreign currencies. In this study we have assumed that the project will be paid in foreign currency

13.0 Conclusion

- (v) The project is profitable and contributes to government revenue by way of taxes.
- (vi) The project provides employment to 87 people all of whom are national Tanzanians.
- (vii) The project is an encouraging sign to prove that we have local investors who have confidence in their country. Tanzania so much so that they are ready to invest such large sums of investment

14.0 Recommendation

After the foregoing economic and financial evaluation of the project, we strongly recommend that this project be implement and be given all the support required by all the concerned Government Ministries and Agencies, including the Tanzania Revenue Authority, TRA and the Tanzania Investment Centre – (TIC). The project deserves this support because of its viability, since it is technically feasible, economically viable and socially acceptable.

APPENDIX I

TRAVEL PARTNER LIMITED PROJECTED PROFIT AND LOSS STATEMENT US\$

	1	2	3	4	5	6	7	8
Revenue	7,150,000	7,865,000	8,651,500	9,516,650	10,468,315	11,515,147	12,666,661	13,933,327
Operating cost	5,720,000	6,292,000	6,921,200	7,613,320	8,374,652	9,212,117	10,133,329	11,146,662
Profit before Depreciation & Interest	1,430,000	1,573,000	1,730,300	1,903,330	2,093,663	2,303,029	2,533,332	2,786,665
Interest	418,800	180,000	140,000	100,000	60,000	0	0	0
Depreciation	53,375	53,375	53,375	53,375	53,375	53375	53375	53375
Net Profit before Tax	957,825	1,339,625	1,536,925	1,749,955	1,980,288	2,249,654	2,479,957	2,733,290
Tax (30%)	287,348	401,888	461,078	524,987	594,086	674,896	743,987	819,987
Profit After Tax	670,478	937,738	1,075,848	1,224,969	1,386,202	1,574,758	1,735,970	1,913,303
Accumulated Profit	670,478	1,608,216	2,684,063	3,909,032	5,295,233	6,869,991	8,605,961	10,519,264

APPENDIX II

TRAVEL PARTNER LIMITED PROJECTED CASH FLOWS US\$

	-	1	2	3	4	5	6	7	8
SOURCES:									
Profit before interest and depreciation	-	1,430,000	1,573,000	1,730,300	1,903,330	2,093,663	2,303,029	2,533,332	2,786,665
Equity	1,906,000								
Loan	4,000,000	-	-	-	-	-			
Total Sources	5,906,000	1,430,000	1,573,000	1,730,300	1,903,330	2,093,663	2,303,029	2,533,332	2,786,665
Applications:									
Capital expenditure	5,205,000	-	-	-	-	-			
working Capital &Others	701,000	-	-	-	-	-			
Cash	-	1,142,652	1,171,112	-	1,269,222	1,499,577	1,628,133	1,789,345	1,966,678
Tax	-	287,348	401,888	461,078	524,987	594,086	674,896	743,987	819,987
Sub total	5,906,000	1,430,000	1,573,000	461,078	1,794,209	2,093,663	2,303,029	2,533,332	2,786,665
Total applications	5,906,000	1,430,000	1,573,000	461,078	1,794,209	2,093,663	2,303,029	2,533,332	2,786,665
Accumulated cash		1,142,652	2,313,764	2,313,764	3,582,986	5,082,563	6,710,696	8,500,041	10,466,719

APPENDIX III

TRAVEL PARTNER LIMITED PROJECTED BALANCE SHEET US\$

		1	2	3	4	5	6	7	8
Fixed Assets	-								
Opening balance	-	5,205,000	5,151,625	5,098,250	5,044,875	4,991,500	4,938,125	4,884,750	4,831,375
Total Long-term Assets	-	5,205,000	5,151,625	5,098,250	5,044,875	4,991,500	4,938,125	4,884,750	4,831,375
Less depreciation	-	53,375	53,375	53,375	53,375	53,375	53,375	53,375	53,375
Closing balance	-	5,151,625	5,098,250	5,044,875	4,991,500	4,938,125	4,884,750	4,831,375	4,778,000
Working capital	700,000	700,000	700,000	700,000	700,000	700,000	700,000	700,000	700,000
Accumulated cash	-	1,142,652	2,313,764	2,313,764	3,582,986	5,082,563	6,710,696	8,500,041	10,466,719
Total assets	700,000	6,994,277	8,112,014	8,058,639	9,274,486	10,720,688	12,295,446	14,031,416	15,944,719
Financed by									
Equity	1,906,000	1,906,000	1,906,000	1,906,000	1,906,000	1,906,000	1,906,000	1,906,000	1,906,000
Net profit	-	670,478	937,738	1,075,848	1,224,969	1,386,202	1,574,758	1,735,970	1,913,303
Total equity	1,906,000	2,576,478	2,843,738	2,981,848	3,130,969	3,292,202	3,480,758	3,641,970	3,819,303
Long term loan	4,000,000	-	-	-	-	-			
Total debts	4,000,000	-	-	-	-	-			
Total equity and debts	5,906,000	2,576,478	2,843,738	2,981,848	3,130,969	3,292,202	3,480,758	3,641,970	3,819,303

TRAVEL PARTNER LIMITED PAYBACK PERIOD TRAVEL PARTNER LIMITED

Year	Profit After Tax	Depreciation	Total Cash Flow	Accumulated Cash Flow
1	670,478	53,375.00	723,853.00	723,853.00
2	937,738	53,375.00	991,113.00	1,714,966.00
3	1,075,848	53,375.00	1,129,223.00	2,844,189.00
4	1,224,969	53,375.00	1,278,344.00	4,122,533.00
5	1,386,202	53,375.00	1,439,577.00	5,562,110.00
6	1,574,758	53,375.00	1,628,133.00	7,190,243.00
7	1,735,970	53,375.00	1,789,345.00	8,979,588.00
8	1,913,303	53,375.00	1,966,678.00	10,946,266.00

TRAVEL PARTNER LIMITED PROJECTED LONG TERM LOAN REPAYMENT

Year	principle	Loan Interest (6%)	Total Amount Paid	Loan Balance
0				6,980,000
1	666,667	418,800	1,085,467	3,000,000
2	666,667	180,000	846,667	2,333,333
3	666,667	140,000	806,667	1,666,666
4	666,667	100,000	766,667	999,999
5	666,667	60,000	726,667	333,332
6	666,667	20,000	686,667	-333,335
TOTAL	4,000,002	918,800	4,918,802	

TRAVEL PARTNER LIMITED PROPOSED FINANCING PATTERN

US\$

LOCAL LOAN	LOCAL EQUITY
4,000,000	1,906,000

TRAVEL PARTNER LIMITED PROJECTED DEPRECIATION SCHEDULE

US

NAME OF ASSETS	1	2	3	4	5	6	7	8
Land And Buildings	50,000	49,000	48,000	47,000	46,000	45,000	44,000	43,000
Machinery, Tools & Equipment	150,000	148,125	146,250	144,375	142,500	140,625	138,750	136,875
Motor Vehicles	5,000,000	4,950,000	4,900,000	4,850,000	4,800,000	4,750,000	4,700,000	4,650,000
Furniture & Fixtures	5,000	4,500	4,000	3,500	3,000	2,500	2,000	1,500
Total	5,205,000	5,151,625	5,098,250	5,044,875	4,991,500	4,938,125	4,884,750	4,831,375
DEPRECIATION	1	2	3	4	5	6	7	8
Land and buildings	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Machinery tools & Equipment	1,875	1,875	1,875	1,875	1,875	1,875	1,875	1,875
Motor Vehicles	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Furniture & Fixtures	500	500	500	500	500	500	500	500
ANNUAL DEPRECIATION	53,375	53,375	53,375	53,375	53,375	53,375	53,375	53,375