



GOLDEN TRUST INTERNATIONAL  
Co. LIMITED

# MINUTE SHEET

Dokezo  
No.

1.0

## EXD

The approved project has fulfilled the investment requirements, which are: -

(a) Minimum finance investment threshold has been exceeded, the project expects to invest US\$ 0.9 m.....

(b) Legal entity has been incorporated under certificate

No. 95635 of 12/051.....

Based on the above, the letter of approval is hereby submitted for signature in order for the project to comply with the requirements of Section 17 of Tanzania Investment Act, 1997.

Submitted for signature.

  
N. Senzia  
DIF

19<sup>th</sup> September, 2013



2.0

Ag EXD done by 10/10/2013

In response to the TIC letter of registration dated 13<sup>th</sup> September 2013

the project has submitted the required documents namely: -

(a) Company Board Resolution.

(b) Reference letter/Financing from China Construction Bank

(c) Lease Agreement in evidence of land

With the above submission EXD is requested to sign Certificate of Incentives No. 042528 herein attached.

9/10/2013

  
DIF

**MINUTE SHEET**

Dokezo  
No.

**GOLDEN TRUST INTERNATION COMPANY LIMITED**

*P.o. box 80276 Dar es Salaam*

①

THE EXECUTIVE DIRECTOR,

03<sup>TH</sup> SEPT 2013

TANZANIA INVESTMENT CENTRE

P.O. BOX 938

DAR ES SALAAM

Dear Sir,

**RE: APPLICATION OF TIC CERTIFICATE OF INCENTIVES**

We are submitting our application to be considered for registration of our project in socks and waist belts manufacturing. As required in the application form, the supporting documents for the application are enclosed here with;

1. The memorandum and articles of association
2. Certificate of incorporation/registration
3. Business plan the project
4. Bank reference letter and
5. Evidence of land ownership for the project.



We are looking forward to receiving your favorable consideration and approval.

Your truly

*F. Wang*  
**Hongxian Wang**  
**Managing Director**



**GOLDEN TRUST INTERNATIONAL LIMITED**

*P.o. Box 80276 Dar es Salaam*

**MINUTE OF THE BOARD MEETING HELD ON 15<sup>th</sup> AUGUST, 2013**

**PRESENT**

1. Hongxian Wang
2. Fawang Jiang

**At their extra Ordinary Board Meeting which was held at the Registered Office Premises At Swahili Street Kariakoo, the Board of Directors resolved and agreed as Follows:-**

- That the project be registered with Tanzania investment centre in conformity to Tanzania investment act and policy, so as the project can enjoy tax incentives
- The Company to finance its project from both profits generated from other business but for total completion has to access loan from Commercial Bank IN China

As there was no other Business the Chairman closed the meeting at exactly at 4.00pm.

**BY THE ORDER OF THE BOARD**

**NAME:** FAWANG JIANG .....

**SIGNATURE** 江发望 .....

TANZANIA



## Certificate of Incorporation

Section 15

No 95637

I HEREBY CERTIFY THAT

**GOLDEN TRUST INTERNATIONAL COMPANY LIMITED**

is this day incorporated under the Companies Act, 2002 and that the Company is Limited.

Given under my hand at Dar es salaam

this **5TH** day of **DECEMBER**

**TWO THOUSAND AND TWELVE.**

A handwritten signature in black ink, appearing to be 'H. G.', written over a horizontal line.

Asst. Registrar of Companies

CTIN.: 1495058

ISO 9001:2008 Certified



# TANZANIA REVENUE AUTHORITY

CERTIFICATE OF REGISTRATION

FOR

TAXPAYER IDENTIFICATION NUMBER (TIN)

(ISSUED UNDER SECTION 133 OF THE INCOME TAX ACT NO. 11 OF 2004)

**THIS IS TO CERTIFY THAT**

.....  
GOLDEN TRUST INTERNATIONAL COMPANY LIMITED  
.....

has been registered with the Tanzania Revenue  
Authority and assigned the Taxpayer  
Identification Number

120-689-541  
.....

with effect from ..... 30-04-2013 .....



P. N. Kassera

OFFICIAL SEAL

COMMISSIONER FOR DOMESTIC REVENUE

THE COMPANIES ACT, 2002

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COMPANY LIMITED BY SHARES

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MEMORANDUM  
AND  
ARTICLES OF ASSOCIATION  
OF

**GOLDEN TRUST INTERNATIONAL  
COMPANY LIMITED**



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INCORPORATED THIS..... DAY OF .....2012

HONGXIAN WANG  
(Subscriber)  
P.O. Box 80276  
Dar es Salaam.

TANZANIA  
Stamp Duty Shs. 2500/-  
PAID ON ORIGINAL  
Receipt No. 30177 of 4/12/12  
Stamp Duty Officer

2

THE COMPANIES ACT, 2002  
COMPANY LIMITED BY SHARES  
MEMORANDUM OF ASSOCIATION  
OF

TANZANIA  
Stamp Duty Shs. 2500/- Paid  
Receipt No. 30177 of 4/12/12  
Asst. Registrar of Companies

**GOLDEN TRUST INTERNATIONAL COMPANY LIMITED**

1. The name of the Company is **GOLDEN TRUST INTERNATIONAL COMPANY LIMITED.**
2. The registered office of the Company will be situated in the United Republic of Tanzania.
3. The objects for which the Company is established are: -
  - (i) To carry on the business of designing, manufacturing, importing, exporting, wholesale and retail each and every types of household items, home appliances, including bags, purses, suitcases, shoes, belts, textiles, inner wares, socks, stockings, caps, hats, wardrobe, cabinets, paintings, lightings, drawings, decorations, garment accessories, etc
  - (ii) To carry on the business of textile and textile material designing, manufacturing, importing, exporting, wholesale and retail, including beddings, curtains, cotton cloth material, under wares, jeans, etc.
  - (iii) To deal in and to buy and sell all types of products and goods including sea and farm products, minerals and all types of industrial goods.
  - (iv) To carry on the business of general brokers and commission agents, clearing and agents, land and estate agents, air road and shipping agents, financial agents and or agents of all classes of Insurance.
  - (v) To invest in and float other companies whether as holding corporations or subsidiaries and to act as promoters of all kinds of undertakings whatever their name and description.
  - (vi) To carry on the business of import and export of all types of goods and services and in particular to import and export, industrial goods, agricultural produce, and foodstuffs of all types and description.
  - (vii) To carry out the mining of all kinds of minerals, whether precious or semiprecious, including gemstones and metallic minerals, and to carry out exploration for oil and gases.
  - (viii) To carry on the business of packaging all sorts of goods and commodities and to manufacture buy and sell all types of packages.
  - (ix) To carry out the business of constructing of all types of buildings, roads and bridges.
  - (x) To carry out business of farming of various crops in plantations as well as small farms and gardens.

- (xi) To lend money and/or guarantee the performance of the contracts or obligations of any company, firm or person, and the payment and repayment of the capital and principal or, and dividends, interest or premium on, any stock, shares and security of any company whether having objects similar to those of any company or not, and give all kinds of indemnities and to make and receive subvention payments.
- (xii) To carry out the business of farming and to establish farms for Cattle, Pigs, Goats, and Poultry and to keep all types of animals and birds.
- (xiii) To acquire and take over the whole or any part of a business, which may appear profitable, and to acquire forestry businesses, and to adapt, buy, lease and develop forests.
- (xiv) To carry on the business of saw mills and to prepare timber for the local and other markets and manufacture and deal in all articles made of or principally made of wood.
- (xv) To carry the business of hunting, catching of live birds reptiles animals and insects for local sell and export.
- (xvi) To carry general merchants of all types of goods and description and particular to deal in all building materials including electric, timber paints and general hardware.
- (xvii) To carry on the business of clearing and forwarding agents, customs agents, transporters and chatters of all types of services including traveling agency tour operator.
- (xviii) To enter into any partnership or joint venture arrangement in the nature of a partnership, co-operation or union of interests, with any Company or person engaged or interested in the carrying on or conducting of any business which the Company is authorized to carry on or conduct or from which the Company would or might derive any benefit, whether directly or indirectly, and to finance, subsidize, make donations to, or assist any Company or person as may be deemed expedient, or to amalgamate with any other Company.
- (xix) To do all such other things as are incidental to, or as the Company may deem conducive to the attainment of the foregoing objects or any of them.
- (xx) To sell, lease, grant license or easement and other rights over, or in any other manner to deal with or dispose of the undertaking, property and assets, of the Company or any part thereof for such consideration as the Company may see fit, and in particular for share whether fully or partly paid-up, debentures, debenture stock, securities or obligations, of any other Company whether or not promoted by the Company for the purpose. To distribute any of the Company's property or assets amongst the members in specie.
- (xxi) To issue and deposit any securities which the Company has power to issue by way of mortgage to secure any sum less than the nominal amount of such securities, and also by way of security of the performance of any contracts or obligation of the Company or of its customers or of any other Company or person having dealing with the Company, or in whose business or undertaking the Company is interested.
- (xxii) To procure the registration or incorporation of the Company or its subsidiaries in or under the laws or any country or place outside the United Republic of Tanzania.

- (xxiii) To solicit, raise, borrow, raise and receive money for the purposed of carrying out the objects of the company.
- (xxiv) To bring into the company and into Tanzania foreign investments.
- (xxv) To do any business that is legal and beneficial to the Company.

**AND IT IS HEREBY DECLARED** that the word **COMPANY** in this clause, except where used in reference to this Company shall be deemed to include any partnership or other body of persons, whether domiciled in the United Republic of Tanzania or elsewhere; **AND FURTHER DECLARED** that each of the objects specified in each paragraph and sub-paragraph of this clause shall, except where expressed otherwise in such paragraph, be an independent main object and in no way limited or restricted by reference to or inference from the terms, or any other paragraph, or the name of the Company.

4. The liability of the Members is limited.
5. The Share Capital of the Company is Tanzania Shillings Twenty Million (Tshs. 20,000,000/=) only, divided into 20,000 (Twenty Thousand) ordinary shares each of Tanzania Shillings One Thousand (Tshs1,000/=) only.

**NOW, THEREFORE WE**, the several persons whose names and addresses are hereafter described, are desirous of being formed into a Company in pursuance of this Memorandum of Association and have respectively agreed to take the number of shares in the capital of the Company as set out opposite to our respective names:

NAMES, POSTAL ADDRESS AND DESCRIPTION OF SUBSCRIBER	NUMBER OF SHARES TAKEN BY EACH SUBSCRIBER	SIGNATURE OF EACH SUBSCRIBER
<b>HONGXIAN WANG</b> NO 188, YUNMENG STREET, XIAOGAN CITY, SHANDONG PROVINCE, P. R. CHINA	10,000	王红仙
<b>FAWANG JIANG</b> NO 188, YUNMENG STREET, XIAOGAN CITY, SHANDONG PROVINCE, P. R. CHINA	10,000	江发望

DATED THIS.....1ST .....DAY OF ...DEC..... 2012 DAR ES SALAAM

SIGNED BEFORE ME:

SIGNATURE: .....

NAME: .....

QUALIFICATION: .....

POSTAL ADDRESS: .....



TANZANIA  
Stamp Duty Shs. 2500/-  
PAID ON ORIGINAL  
Receipt No. 30177 of 4/12/12  
Stamp Duty Officer

THE COMPANIES ACT, 2002  
COMPANY LIMITED BY SHARES  
ARTICLES OF ASSOCIATION  
OF

TANZANIA  
Stamp Duty Shs. 2500/- Paid  
Receipt No. 30177 of 4/12/12  
Asst. Registrar of Companies

**GOLDEN TRUST INTERNATIONAL COMPANY LIMITED**

PRELIMINARY

1. In these Articles:

- “The Act” Means the Company’s Act, 2002  
“The SEAL” means the Common Seal of the Company  
“The Secretary” means any person appointed to perform the duties of the Secretary of the Company.  
“The Register” means the Register of the Members of the Company.  
“The Dividend” means the Dividend declared by the Company and includes bonus.

Expression referring to writing shall unless the contrary intention appears, constructed as including references to printing, lithography and other modes of representing or reproducing words in a visible form.

Unless the context otherwise requires, words or expressions contained in these Articles shall bear the same meanings in the Act or any statutory modification thereof in force at the date at which these Articles become binding upon the Company.

2. The Regulations contained in Table ‘A’ of the First Schedule to the Act shall unless otherwise provided herein, apply to the Company.
3. The Company is a **PRIVATE COMPANY** and accordingly:-
- (a) No invitation shall be issued to the public to subscribe for any shares or debentures of the Company.
  - (b) The right to transfer the shares of the Company shall be restricted in the manner hereafter appearing.
  - (c) The number of the Members of the Company (not including persons who are in the employment of the Company and /or persons who, having been formerly in the employment of the Company were while in that employment and have continued after the determination of that employment to be Members of the Company) shall be limited to fifty, provided that, for the purposes of this provisions, where two or more persons hold one or more shares in the Company jointly they shall be treated as a single member.

- (i) The Share Capital of the Company is Tanzania Shillings Twenty Million (Tshs. 20,000,000/=) only, divided into 20,000 (Twenty Thousand) ordinary shares each of Tanzania Shillings One Thousand (Tshs1,000/=) only.
4. The Company may pay to any person a commission consideration of his subscribing or agreeing to subscribe, whether absolutely or conditionally or procuring or agreeing to produce subscriptions, whether absolute or conditionally, for any share in the Company; **PROVIDED THAT** such commission shall not exceed five percent of the price at which such shares are issued, or an amount equivalent to such percentage; and the requirement of Section 44 of the Companies Act shall be observed.

#### LIEN

5. (i) The Company shall have a first and paramount lien on every share for all Monies (whether presently payable or not) called or payable at a fixed time in respect of that share, and the company shall also have a first and paramount lien on all shares standing registered in the name of any person for all monies presently payable by him or his estate to the company; but the Directors may at any time declare any time share to be wholly or in part exempt from the provisions of this Article.
- (ii) The lien hereby conferred shall attach to all shares registered in the name of any person indebted or under liability to the company, whether he be the Sole registered holder or be one of several joint holders.
- (ii) The company's lien, if any, on a share shall extend to all dividends payable thereon.

#### CALLS ON SHARES

6. The Directors may from time to time calls upon the members in respect of any moneys unpaid on their shares provided that no call shall exceed on-forth of the nominal amount of the share, or be payable at less than one month notice from the last call; and each member shall (subject of receiving at least fourteen day's notice specifying the times and place of Account) pay to the company at the time or times and place so specified the amount called on his shares. A call may be revoked or postponed as the Directors may determine.
7. All calls shall be deemed to have been made at the time when the resolution of the Directors authorizing the call was passed, and may be required paid by installments.
8. Joint holders of a share shall be jointly and severally liable to pay all calls in respect thereof.
9. If a sum called in respect of a share is not paid before or on the day appointed for payment thereof, the person from whom the sum is due shall pay interest upon the sum from the day appointed for payment as the Directors may determine, but the Directors, shall be at liberty to waive payment of that interest wholly or in part.
10. Any sum which by the terms of issue of share becomes payable on allotment or at any fixed date, whether on account of the nominal value of the share or by way of premium, shall, for the purpose of those regulations, be deemed to be a call duly made and payable on the date on which by the terms of issue the same becomes payable, and in case of non-payment, all the relevant provisions of these regulations as if such sum had become payable by virtue of a call dully made and notified.

11. The Directors may, if they think fit, receive from any member willing to advance the same, all or any part of the moneys uncalled and unpaid upon any shares held by him and upon all or any of the moneys so advanced may (until the same would, but for advance, become presently payable) pay interest at such rate not exceeding 10 percent per annum (Unless the Company in General Meeting shall otherwise direct) as may be agreed upon between the member paying such sum in advance and the Directors.

### TRANSFER OF SHARES

12. (i) Subject to the provisions hereinafter contained shares in the Company shall be transferable by written instrument in the common form hereunder provided and which shall be signed by both the transferor and the transferee, and the transferor shall be deemed to remain the holder of the share until the name of the transferee is entered in the register of members in respect thereof.
- (ii) Shares shall be transferred in the following form or in any usual or common form which the Directors all approve.
- "I.A.B. of ..... in consideration of the sum of Shs. .... Paid to me by C.E. of ..... (Hereinafter called "the said transferee") DO HEREBY transfer to said transferee the share (or shares) numbered ..... in the undertaking called ..... to hold unto the said transferee, subject to the several conditions on which I hold the same, and I the said transferee, DO HERE BY agree to take the said share (or shares) subject to the conditions aforesaid.

As witness our hand this..... day of..... 2012

### ALTERATION OF CAPITAL

13. The Company from time to time by special resolution increases the share capital by such sum, to be divided into shares of such amount, as the resolution shall prescribe.
14. The new shares shall be subject to the same provisions with reference to the payment of calls, lien, transfer, transmission, and forfeiture and otherwise as the shares in the original share capital.
15. The Company may by ordinary resolution:-
- (a) Consolidate and divide all or any of its share capital into shares of larger amount than its existing shares;
- (b) Sub-divide its existing shares, or any of them into shares of small amount than is fixed by the Memorandum of Association, subject, nevertheless, to the provisions of Section 51 (1) (d) of the Act; Cancel any shares, which, at the date of the passing of the resolution have not been taken or agreed to be taken by any person.
16. The Company may, by special resolution reduce its share capital in any manner and with and subject to, any incident authorized, and consent required, by law.

### GENERAL MEETINGS

17. A General Meeting shall be held once in every calendar year (not being more fifteen months after the holding of the preceding General Meeting) at such time and place as may be determined by the Directors. . in default of a General Meeting so held, a General Meeting may be convened by any one member in the same manner as nearly as possible as which meetings are to be convened by the Directors.
18. All General Meetings other than the Annual General Meeting shall be called Extra Ordinary General Meetings.
19. The Directors may, whenever they deem fit, convene an Extraordinary General Meeting and Extraordinary General Meeting shall also be convened on such requisition, or in default may be convened by such requisitions as provided by Section 114 of the Act.

### NOTICE OF GENERAL MEETINGS

20. Subject to the provisions of Section 117 (2) of the Act relating to special resolutions, twenty-one days notice at the least (exclusive of the day on which the notice is served or deemed to be served, but inclusive of the day for which notice is given) specifying the place, the day and the hour of meeting and, in case of special business, the general nature of that business, shall be given in manner hereinafter mentioned, or in such other manner, if any, as may be prescribed by the Company in General Meeting, to such persons as are under the regulations of the Company, entitled to receive such notice from the Company; but with the consent of all the members entitled to receive notice of some.
21. The accidental omission to give notice of a meeting to or the non-receipt of notice of meeting by any member shall not invalidate the proceedings at any meeting.
22. Subject to the provisions of the Act, a resolution in writing signed by all the members for the time being entitled to receive notice of and to attend and vote at General Meetings shall be as valid and effective as if the same had been passed at a General Meeting of a Company duly convened and held.

### PROCEEDINGS AT GENERAL MEETINGS

23. All business shall be deemed special that is transacted at an Extraordinary Meeting, and all that is transacted at the Annual General Meeting, with the exception of sanctioning a dividend, the consideration of the accounts, balance sheets and the ordinary report of the Directors and Auditors, the election of Directors and other officers in place of those retiring by rotation, and the appointment and fixing of the remuneration of the Auditors.
24. No business shall be transacted at any General Meeting unless a quorum of members is present at the time when the meeting proceeds to business; save as herein otherwise provided, two members present in person or by proxy shall be a quorum.
25. If within half an hour from the time appointed for the meeting a quorum is not present, the meeting, if convened upon the requisition of member, shall be dissolved; in any other case, it shall stand adjourned to the same day in the next week, at the same time and place; and if at the adjourned meeting a quorum is not present within half an hour from the time appointed for the meeting, the meeting shall be dissolved.

26. The Chairman, if any, of the Board of Directors shall preside as Chairman at every General Meeting of the Company.
27. If there is no such Chairman, or if at any meeting he is not present within fifteen minutes after the time appointed for holding the meeting the remaining Directors (or alternate Directors as the case may be) shall choose one of their number to be Chairman of the meeting.
28. The Chairman may, with the consent of any meeting at which a quorum is present (and shall if so directed by the meeting) adjourn the meeting from time to time and from place to place, but no business shall be transacted at any adjourned meeting other than the business unfinished at the meeting from which the adjourned at the meeting from which the adjournment took place. When a meeting is adjourned for ten days or more, notice of the adjourned meeting shall be given as in the case of an original meeting. Save as aforesaid, it shall not be necessary to give any notice of an adjournment or of the business to be transacted at an adjourned meeting.

### **BOARD OF DIRECTORS**

29. (a) Unless and until the Company in General Meeting shall otherwise determine, the number of Directors shall not be less than two.
- (c) The first Directors of the Company shall be:
1. HONGXIAN WANG
  2. FAWANG JIANG
30. (a) The remuneration of Directors shall from time to time be determined by the Company in General Meeting.
- (b) In addition to their usual remuneration, the Directors shall also be paid such travelling, hotel and other expenses incurred in connection with their attendance at meetings of Directors.
31. (a) Each Director may nominate in writing to the Secretary of the Company a person approved by his co-directors to act as Alternate Director in his place during his absence or if he is unable to act as such Director himself.
- (b) On such appointment being made, the Alternate Director shall, except as regards remuneration, be subject to all respects to the terms and conditions existing with reference to the other Directors, and each Alternate Director whilst acting in the place of an absent Director, shall enjoy all the rights of and exercise and discharge all the duties of the Director he represents.

### **BORROWING POWERS**

32. The Directors may exercise all the powers of the Company to borrow, money, and to mortgage or charge its undertaking, property and uncalled capital, or nay part thereof, and to issue debentures, debenture stock and other securities whether outright or as security for any debt, liability or obligation of the Company or of any third part.

### **POWERS AND DUTIES OF DIRECTORS**

33. The business of the Company shall be managed by the Directors, who may pay all expenses incurred in a setting up and registering the Company, and may exercise all such powers of the Company as are not, by the Act, or by these Articles, required to be exercised by the Company in General Meeting, subject, nevertheless, to any regulations of these Articles, to provisions of the Act, and to such regulations, being consistent with the aforesaid regulation or provisions, as may be prescribed by the Company in General Meeting shall invalidate any prior act of the Directors which would have been valid if that regulation had not been made.
34. The Board of Directors may from time to time entrust to and confer upon the Managing Director of Manager all or any of the powers of the Directors (except the power to make calls, forfeit shares or issues debentures) as they may see fit, but the exercise of all powers by the Managing Director or Manager shall be subject to such regulations and restriction as the Directors may from time to time make and impose, and the said powers may at any time be withdrawn, revoked or varied.
35. The Board of Directors shall cause minutes to be made in books provided for the purpose to record:-
- (a) The names of the Directors present at each meeting of the Directors and of any committee of the Director, and every such Director present at any meeting of Directors, and every such Director present at any meeting of Directors or Committee of Directors shall sign against his name in a book to be kept for that purpose.
  - (b) All resolutions and proceeding at all meetings of the Company and of the Directors and of Committees of Director.
  - (c) All appointments of Offices made by the Directors.

#### SECRETARY

36. The Directors shall appoint the Secretary for such terms, at such remuneration and upon such conditions as they may see fit, and they may remove any Secretary so appointed.
37. No person shall be appointed or hold office as a Secretary who is:-
- (a) The sole Director of the Company;
  - (b) A Corporation, the sole Director of which is the sole Director of the Company;
  - or
  - (c) The sole Director of a Corporation that is the sole Director of the Company.
38. A provision of the Act or these regulations requiring or authorizing a thing to be done by or to a Director and the Secretary shall not be satisfied by its being done by or to the same person acting both as Director and as or in place of the Secretary.

#### THE SEAL

39. The Directors shall provide for the safe Custody of the Seal of the Company, and the Seal shall only be used by the authority of the Directors or of a committee of the Directors authorized by the Directors in that behalf, and every instruments to which the Seal shall be affixed shall be signed by a Director and countersigned by the Secretary or a Second Director or by some other person appointed by the Directors for the purpose.

**WINDING-UP**

40. If the Company shall be wound up, the liquidator may, with sanction of an extraordinary resolution of the Company, divide amongst the members in specie or kind the whole or any part of the assets of the Company and may, for such purpose set such value as he may deem fair upon any property to be divided as aforesaid and may determine how much division shall be carried out as between the members or different classes of members. The liquidator may, with the like sanction, vest the whole or any part of such assets in trustees upon such trusts for the benefit of the contributors as the liquidator with the like sanction shall see fit, but so that no member shall be compelled to accept any shares or other securities whereon there is any liability.

**INDEMNITY**

41. Subject to the provisions of the companies act, every director, managing director, agent, auditor, secretary and other officer for the time being of the company shall be indemnified any proceedings, whether criminal, in which judgment is given in his favor or in which he is acquitted.

NAMES, POSTAL ADDRESS AND DESCRIPTION OF SUBSCRIBER	NUMBER OF SHARES TAKEN BY EACH SUBSCRIBER	SIGNATURE OF EACH SUBSCRIBER
<b>HONGXIAN WANG</b> NO 188, YUNMENG STREET, XIAOGAN CITY, SHANDONG PROVINCE, P. R. CHINA	10,000	王红仙
<b>FAWANG JIANG</b> NO 188, YUNMENG STREET, XIAOGAN CITY, SHANDONG PROVINCE, P. R. CHINA	10,000	江发望

DATED THIS.....1ST .....DAY OF ...DEC..... 2012 DAR ES SALAAM

SIGNED BEFORE ME:

SIGNATURE: .....

NAME: .....

QUALIFICATION: .....

POSTAL ADDRESS: .....



17565

TICC/PP.10/042528/3

13<sup>th</sup> September 2013

Managing Director,  
Golden Trust International Co. Ltd.  
P.O. Box 80276,  
**Dar es Salaam.**

**RE: CERTIFICATE OF INCENTIVES FOR MANUFACTURING OF SOCKS AND WAIST BELTS**

We wish to acknowledge receipt of your project proposal to establish and operate a project of manufacturing of socks and waist belts as presented in the TIC P.A. 1 Form No. 11363 and Feasibility Study with a projected investment amounting to USD 0.9m.

We are pleased to inform you that your investment proposal is now officially registered by TIC and therefore the project will be granted a Certificate of Incentives under authority conferred upon TIC under Part III, Section 17 (1-8) of the Tanzania Investment Act, 1997. In order to enable TIC prepare your Certificate of Incentives, You will be required to submit the following:-

- Bank Reference for equity funding or a letter from Bank/Financial Institution that a loan is granted or is under consideration as required by Section 17(3) (f) of Tanzania Investment Act, 1997.
- Certified document showing evidence of Land ownership for the location of the project.

Also be informed that you will have to submit a project implementation Progress Report on the implementation of the project in every six months for centre's information and review. Guidelines for the preparation of the report are contained in annexure attached to this letter. Please do not hesitate to contact the Centre for any clarification if the need arises. Also note that a facilitation fee equivalent to US\$ 1000.00 is payable at the ruling exchange rate prior issuance of the Certificate of Incentives. Please make deposit direct to the bank as per bank details below:

.../2

TICC/PP.10/042528/3

13<sup>th</sup>September 2013

*Tanzania Investment Centre  
Standard Chartered Bank (T) Ltd  
US Dollar A/C 8702006002000  
T.Shs A/C 0102006002000*

We wish you every success in the implementation of the project.

Yours sincerely,  
**Tanzania Investment Centre**



Juliet R. Kairuki  
**EXECUTIVE DIRECTOR**

**Copy to:** Permanent Secretary,  
Ministry of Finance,  
P. O. Box 9111,  
**DAR ES SALAAM**

Permanent Secretary,  
Ministry of Industry, Trade and Marketing,  
P.O. Box 9503,  
**DAR ES SALAAM**

Commissioner General,  
Tanzania Revenue Authority,  
P. O. Box 11491,  
**DAR ES SALAAM**



## TIC Evaluation Report

**Name of the Company**  
**Golden Trust International Co. Ltd.**

Post Box	Kilwa Road, Mkuranga District	COI Number	95637	Contact	Mr. Fawang Jiang
Post Office	80276, Dar Es Salaam	COI Date	12/05/2012	Designation	Director
Region	Coast Region	Application F. No	11363	Phone	0
Country	Tanzania	Status	New	Direct Phone	0
		Sector	Manufacturing	Cell Phone	0715 196 668
		Sub Sector	Waist Belt And Socks Production	Fax	0
		File No	042528	E-Mail Address	0

Project Location		Investment Finance Plan in Millions USD											
Plot/Block	0	<table border="1"> <tr> <th>Foreign Equity</th> <th>Local Equity</th> <th>Foreign Loan</th> <th>Local Loan</th> </tr> <tr> <td>0.9</td> <td>0</td> <td>0</td> <td>0</td> </tr> </table>	Foreign Equity	Local Equity	Foreign Loan	Local Loan	0.9	0	0	0			
Foreign Equity	Local Equity		Foreign Loan	Local Loan									
0.9	0		0	0									
Street	Kilwa Road												
District	Mkuranga												
Region	Coast (Pwani)												

Shareholders Detail			Investment Breakdown (USD Million)	
Name	Nationality	(%)	Land/Building	0.3
Fawang Jiang	Chinese	50	Plant	0.25
Hongxiang Wang	Chinese	50	Vehicles	0.11
			Furniture & Fittings	0.01
			Pre-expenses	0
			Others	0.03
			Working Capital	0.2
			Total	0.9

Employment	40	Evaluated By	wf officer4
Capacity	600 set/hours per hour	Drawn By	wf registry2
Project Turn Over		Project Type	Foreign

**Description**  
 To establish project for manufacturing of socks and waist belts

**Recommendations**  
 Be approved subject to providing evidence as required by section 17 of Tanzania Investment Act, 1997

**Decision**  
*Approved as recommended.*  
*AGED*  
*13/5/2013*

Unclaimed refund beyond three years will be forfeited



4

# TANZANIA INVESTMENT CENTRE

Shaaban Robert Street, P.O. Box 938, Dar Es Salaam, Tel. +255 22 2116328-31, Fax: +255 22 2118253

RECEIPT REC013006

No. 006968

Received from : GOLDEN TRUST INTERNATIONAL CO. LTD

Address P. O. Box 80276 Dar Es Salaam

Received the sum of (In words): ONE THOUSAND AND ZERO CENTS ONLY

Being payment in respect of: CERTIFICATE OF INCENTIVES

Amount: USD 1,000.00

Cash / Cheque No: D/Deposits

Date: 02-Oct-2013



BUisso

Receiving Officer

No.: 330407040773



# 中国建设银行

China Construction Bank

## 个人资信证明书

Certificate of individual Creditworthiness

### 个人存款证明 (时点)

Certificate of Personal Deposit (time Point)

签发日期: 2013 年 9 月 27 日 标识号: 330689294001129  
 Issue Date: Year Month Date Identification Code:

兹证明 江发望 先生/女士 (有效身份证件号码: 42226196606086129)  
 于 2013 年 09 月 27 日 15 时 34 分,

在我行 持有 储蓄存款 余额: 人民币陆佰万玖仟元捌角叁分

This is to certify that as of 2013/09/27/15/34 (Year/Month/Date/Hour/Minute)  
 the amount of Deposits held

by Mr/Mrs. JIANG FA WANG (Valid ID Number: 42226196606086219)

at our bank are as follows:

序号	账号	种类	币种	金额
No.	Account No.	Type	Currency	Amount
1	6227001483936735937	活期	RMB	6,009,000.83

正本: 交申请人  
Original

有权签发人:   
Authorized Signature

银行签章:  
Bank Seal



提示: 阅读本证明书时请同时阅知证明书背面“声明”。  
 Note: Please read this certificate in conjunction with "Statement" on the back of the certificate.

# LEASE AGREEMENT

BETWEEN

TAI MILLING INDUSTRIES LIMITED.....LANDLORD

AND

GOLDEN TRUST INTERNATIONAL COMPANY LIMITED.....TENANT

---

THIS LEASE AGREEMENT is made this 17..... day of JULY..... 2013

BETWEEN

**TAI MILLING INDUSTRIES LIMITED** a limited liability company duly registered under the Companies Act (CAP. 212 R.E. 2002) of Post Office Box Number 4613, Dar es Salaam (hereinafter called "the Landlord"), of the one part,

AND

**GOLDEN TRUST INTERNATIONAL COMPANY LIMITED**, a limited liability company duly registered under the Companies Act (CAP. 212 R.E. 2002), of Sikukuu Street, House No. 51, of Post Office Box Number 15400, Dar es Salaam (hereinafter called "the Tenant"), of the other part.

**WHEREAS:**

The Landlord is the rightful owner of a godown situated at Plot No. 5 A, Vingunguti Industrial Area, in Ilala District, within Dar es Salaam City, (hereinafter to be referred to as "the demised premises").

**AND WHEREAS:**

The Landlord has agreed to lease to the Tenant part of the demised premises, and the Tenant has agreed to take the said demised premises subject to the terms and conditions laid down hereunder.

**NOW THEREFORE THIS AGREEMENT WITNESSETH AS FOLLOWS:-**

1. In consideration of the rent hereby reserved and the covenants hereinafter mentioned, the Landlord hereby demises to the Tenant the demised premises, to hold the same for a period of three years, with effect from 17<sup>th</sup> July, 2013 to 16<sup>th</sup> July, 2016, at a rent of Tanzanian Shillings Ninety Three Million, Six Hundred Thousand only (Tshs 93,600,000/=), the said rent being payable each year in advance, (that is, Tshs 31,200,000/= Tanzania shillings Thirty One Million, Two Hundred thousand only) per year, within the first week of August for the year the term has been hereby created, and the same to be reviewed after the expiry of this lease.
2. The Tenant undertakes to use the above demised premises for business purposes only, and specifically for manufacturing of socks, belts and for storage of products.
3. The Tenant further undertakes to pay for all charges in respect of water bills, electricity garbage disposal, etc in connection with the demised premises, during the entire term of this agreement, whereas the Landlord shall discharge all land rent imposed by the municipal authority.
4. That should the Tenant desire to vacate from the demised premises during the continuance of the lease, the Tenant shall give to the Landlord a three (3) months written notice signifying such intention.
5. That upon expiry of this lease and in the event the parties hereto intend to renew the lease the demised premises for a further term, then both Parties shall mutually agree to extend the lease upon fairly agreed rent payment as shall be negotiated.
6. That the Landlord and or its duly authorized agent shall possess the rights and powers at all reasonable times to enter upon the demised premises to inspect the same and for any other reasonable purpose.

7. That the Tenant shall keep the exterior and interior of the premises in a tenable repair throughout the said lease term.
8. The Tenant shall not without the previous consent in writing of the Landlord, make any alterations or additions to the demised premises.
9. The Tenant shall not to carry on or permit to be carried on any trade or business in the demised premises, except so far as hereinbefore permitted, without the consent in writing of the Landlord or permit nuisance or annoyance or cause any damage to neighboring premises.
10. That all notices, consents or approvals to be given hereunder shall be in writing and shall be sufficiently given to any party if sent by registered post or the recorded delivery service addressed to that party.

**IN WITNESS WHEREOF** the parties hereto have executed these present on the day, in the year and in the manner hereinafter appearing.

**SEALED** with the **COMMON SEAL** of by the said  
**TAI MILLING COMPANY LIMITED**  
 and **DELIVERED** in the presence of us  
 this 08 day of SEPTEMBER 2013

TAI MILLING LTD.  
 COMMON SEAL  
 08 SEP 2013

---

**SEAL**

**SIGNATURE:** Suleiman S. Hamdan  
**NAME:** SULEIMAN S. HAMDAN  
**ADDRESS:** P.O. BOX 4613 D'SALAM  
**QUALIFICATION:** DIRECTOR

SIGNATURE: Said  
 NAME: SAID SALIM  
 ADDRESS: P.O. Box 4613 Asu.  
 QUALIFICATION: DIRECTOR

SEALED with the COMMON SEAL of the said  
 GOLDEN TRUST INTERNATIONAL COMPANY LIMITED  
 and DELIVERED in the presence of us  
 this 08 day of SEPTEMBER, 2013



SIGNATURE: [Signature]  
 NAME: JIANH FA WANG  
 ADDRESS: P.O. Box 11400  
 QUALIFICATION: Director

SIGNATURE: [Signature]  
 NAME: WANG Hong Xian  
 ADDRESS: P.O. Box 11400  
 QUALIFICATION: Director

**DRAWN BY:-**

Law Associates (Advocates)  
 CRDB Building-6<sup>th</sup> Floor  
 Azikiwe Street  
 P. O. Box 11133  
 DAR ES SALAAM



STAMP DUTY  
 312,000/-  
 02206223 09/9/13

S/duty = 312,000/-  
 WH? = 3,120,000/-  
 Total 3,432,000/-  
 09/9/13

I hereby certify that the foregoing is a true and correct copy of the original.  
 AM District Magistrate  
 District Court  
 Date: 2/10/2013



This Certificate is issued in accordance with the provisions of Section 17 of the Tanzania Investment Act, 1997 and subject to the conditions prescribed under item 14 and 15 hereafter:—

1. Shareholders  
**Fawang Jiang** Nationality **Chinese** Shareholding (%) **50**  
.....  
**Hongxiang Wang** **Chinese** **50**  
.....  
.....  
.....
2. Proposed Activities : **To establish project for manufacturing of socks and waist belts**  
.....
3. Sector: **Manufacturing** Subsector **Waist Belt and Socks Production**  
.....
4. Investment cost: Foreign **USD 0.9m.** Local **-** Total **USD 0.9m.**  
.....
5. Project Financing: Equity **USD 0.9m.** Loans **-** Total **USD 0.9m.**  
.....
6. Source, terms and conditions of loan.....  
.....
7. Assets to be invested:  
Capital items: Foreign **USD 0.9m.** Local **-** Total **USD 0.9m.**  
.....  
**None**
8. Technology Agreement .....
9. Date of TIC Registration: **13th September 2013**  
.....
10. Implementation period **September 2013 - August 2016**  
.....
11. Operative date..... **September 2016**  
.....
12. Investment Incentive Grade: As defined in part III Section 19 (1), (2) and Section 20 of the Tanzania Investment Act, 1997  
(i) Applicable Import Duty **And VAT as per Customs tariff act, 1976 & VAT Act, 1997**  
.....  
**As per Income Tax act, 2004 (as amended)**  
(ii) Applicable with-holding Tax .....  
**As per Income Tax act, 2004 (as amended)**  
(iii) Eligibility of Capital Allowances .....  
.....
13. Protection of Investment, Arbitration and Transfer of Foreign Currency: as defined in part III Section 21, 22 and 23 of the Act.
14. Conditions attached to this Certificate of Incentives  
(i) Date of Commencement of investment has to be notified to the Centre.  
(ii) Certificate not to be transferred, assigned or amended  
(iii) Failure to commence implementation within two years invalidates Certificate  
(iv) Failure to operate investment must be notified to the Centre  
(v) Changes in shareholding, project activities and level of invested capital must be notified to the centre
15. Additional conditions attached to Certificate  
**Finished goods are not allowed under this Certificate**  
.....  
.....

Signed .....  
Executive Director

TIC

GOLDEN TRUST INTERNATIONAL CO.LTD

P.O.BOX 80276, DAR- ES-SALAAM-TANZANIA

VINGUNGUTI AREA

Tel +255715196668, +255764440349

(6)

COMMISSIONER OF CUSTOMS & EXCISE

TANZANIA REVENUE AUTHORITY

P.O.BOX 9053,  
DAR ES SALAAM

8<sup>th</sup> November 2013

UFS

EXECUTIVE DIRECTOR  
TANZANIA INVESTMENT CENTRE,  
P.O.BOX 938,  
DAR ES SALAAM



Received on

11/11/2013

M  
TIC

Dear Sir,

**RE: DUTY & VAT EXEMPTION ON CAPITAL/ DEEMED CAPITAL  
GOODS FOR CERTIFICATE OF INCENTIVES NO 042528**

We are TIC approved project with certificate of incentives No **042528** which is valid up to **September 2016.**

The Company has been registered with objectives of establishing a project for manufacturing of socks and waist belt.

Please find attached herewith all list of Capital/Deemed Capital Goods for Duty/VAT exemption approved.

.....  
Signed by: FAWANG JIANG  
DIRECTOR





This Certificate is issued in accordance with the provisions of Section 17 of the Tanzania Investment Act, 1997 and subject to the conditions prescribed under item 14 and 15 hereafter:—

1. Shareholders
- | Shareholders   | Nationality | Shareholding (%) |
|----------------|-------------|------------------|
| Fawang Jiang   | Chinese     | 50               |
| Hongxiang Wang | Chinese     | 50               |
2. Proposed Activities : **To establish project for manufacturing of socks and waist belts**
3. Sector: **Manufacturing** Subsector **Waist Belt and Socks Production**
4. Investment cost: Foreign **USD 0.9m.** Local **-** Total **USD 0.9m.**
5. Project Financing: Equity **USD 0.9m.** Loans **-** Total **USD 0.9m.**
6. Source, terms and conditions of loan.....
7. Assets to be invested:
- | Capital items: | Foreign          | Local    | Total            |
|----------------|------------------|----------|------------------|
|                | <b>USD 0.9m.</b> | <b>-</b> | <b>USD 0.9m.</b> |
8. Technology Agreement ..... **None**
9. Date of TIC Registration: ..... **13th September 2013**
10. Implementation period ..... **September 2013 - August 2016**
11. Operative date..... **September 2016**
12. Investment Incentive Grade: As defined in part III Section 19 (1), (2) and Section 20 of the Tanzania Investment Act, 1997
- (i) Applicable Import Duty **And VAT as per Customs tariff act, 1976 & VAT Act, 1997**
  - (ii) Applicable with-holding Tax **As per Income Tax act, 2004 (as amended)**
  - (iii) Eligibility of Capital Allowances **As per Income Tax act, 2004 (as amended)**
13. Protection of Investment, Arbitration and Transfer of Foreign Currency: as defined in part III Section 21, 22 and 23 of the Act.
14. Conditions attached to this Certificate of Incentives
- (i) Date of Commencement of investment has to be notified to the Centre.
  - (ii) Certificate not to be transferred, assigned or amended
  - (iii) Failure to commence implementation within two years invalidates Certificate
  - (iv) Failure to operate investment must be notified to the Centre
  - (v) Changes in shareholding, project activities and level of invested capital must be notified to the centre
15. Additional conditions attached to Certificate  
**Finished goods are not allowed under this Certificate**

Signed   
Executive Director



# TANZANIA REVENUE AUTHORITY

## CERTIFICATE OF REGISTRATION FOR TAXPAYER IDENTIFICATION NUMBER (TIN)

(ISSUED UNDER SECTION 133 OF THE INCOME TAX ACT NO. 11 OF 2004)

### THIS IS TO CERTIFY THAT

.....  
GOLDEN TRUST INTERNATIONAL COMPANY LIMITED  
.....

has been registered with the Tanzania Revenue  
Authority and assigned the Taxpayer  
Identification Number

.....  
120-689-541  
.....

with effect from ..... 30-04-2013 .....

P. N. Kassera

OFFICIAL SEAL

COMMISSIONER FOR DOMESTIC REVENUE

GOLDEN TRUST INTERNATIONAL CO.LTD  
P.O.BOX 80276, DAR- ES-SALAAM-TANZANIA  
VINGUNGUTI AREA  
Tel +255715196668, +255764440349

**LIST OF ITEMS**

NO	ITEM NAMES	QUANTITY
1	WARPING MACHINE	2 SETS
2	RIBBON LOOM	10 SETS
3	FORK LIFT	2 PCS
4	GENERATOR	2 PCS
5	AIR COMPRESSOR	2 SETS
6	PACKAGE MACHINE	2 SETS
7	WIRE	5000 METER
8	AIR STENCH	20 SETS
9	MONITORING EQUIPMENT	5 SETS
10	LAMP	50 PCS
11	ELECTRIC FAN (INDUSTRIAL)	10 PCS
12	BENCH CLAMP	1 PC
13	GRINDING MACHINE	1 PC
14	LIGHT TRUCK	1 PC

**TICC/PP.10/042528/7**

**14/11/2013**

Commissioner for Customs & Excise,  
Tanzania Revenue Authority,  
P.O. Box 9053,  
**DAR ES SALAAM**

Dear Sir,

**RE: DUTY/ VAT REMISSIONS ON CAPITAL/ DEEMED CAPITAL  
GOODS – CERTIFICATE OF INCENTIVES No: 042528**

**M/S Golden Trust International Co. Limited** is a TIC registered company with certificate of incentives **No. 042528** which is valid up to **August 2016**

The company has been registered with objectives of establishing a project for manufacturing of socks and waist belts.

Attached herewith please find a list of Capital/ Deemed Capital Goods for Duty/ VAT remissions approval.

Yours sincerely

**TANZANIA INVESTMENT CENTRE**

  
N.A. Senzia

**FOR: EXECUTIVE DIRECTOR**

11721  
1169  
9353

~~11369~~  
~~11372~~  
11363



# TANZANIA INVESTMENT CENTRE

## REGISTRATION FORM

FOR

## CERTIFICATE OF INCENTIVES

(Tanzania Investment Act 1997, Section 17 and 18,  
and the Investment Regulations:  
Regulation 42, Government Notice No. 318A of 2002)

Tanzania Investment Centre  
9A & B Shaaban Robert Street  
P. O. Box 938  
**DAR ES SALAAM**  
Tel. 022 2116328  
Fax. 022 2118253  
e-mail: [information@tic.co.tz](mailto:information@tic.co.tz)  
Website: [www.tic.co.tz](http://www.tic.co.tz)

(Please fill the form in duplicate)

UNITED REPUBLIC OF TANZANIA

THE TANZANIA INVESTMENT ACT

(No. 26 of 1997)

APPLICATION FOR REGISTRATION

(Made under Regulation 42)

To: The Executive Director  
Tanzania Investment Centre  
P. O. Box 938  
DAR ES SALAAM  
Tanzania

1. I/We HONGXIAN WANG AND FAWANG JIANG  
(director/directors/agent of GOLDEN TRUST INTERNATIONAL COMPANY LIMITED  
(name of business enterprise) apply for registration of CERTIFICATE OF INCENTIVES  
under Section 17 of the Act and Part IV of the Investment Regulations, 2002.
2. The registered office of the company will be situated at DAR ES SALAAM:  
SIKUKUU ST HSE NO 51

Copies of the following documents are attached to this application:

- (i) The Memorandum and Articles of Association/or partnership agreement
  - (ii) Certificate of Incorporation/Registration
  - (iii) A copy of the Project Profile or Feasibility Study showing the implementation period, programme of implementation and operative date
  - (iv) Evidence of financing and evidence of land ownership for the project
3. The Head Office of the Company will be situated at SIKUKUU STREET HSE NO 51  
KARIAKOO, DAR ES SALAAM.
4. The Principal Officers of the Company are ① HONGXIAN WANG  
② FAWANG JIANG.
5. Auditors of the Company are MATSAB & CO  
NYERERE ROAD, DAR ES SALAAM, P.O. BOX 21987
6. The authorized share capital of the Company is Tshs./US\$ T. SHS TWENTY  
MILLION ONLY.

7. The intended capital investment of the Company in terms of Section 2(2) of the Act is Tshs./US\$ 900,000

8. The month and day of the financial year end is 31st DECEMBER

Note: *failure to provide all the required information will result in the return of the application by the Centre.*

I/We enclose a cheque/cash made payable to the Tanzania Investment Centre for Tshs./US\$

ONE HUNDREAS USD Being the Registration Fees. *In the event this application is unsuccessful we understand that this fee will not be refunded.*

I, HONGXIAN WANG of Post Office Number 80276 DAR ES SALAAM

do solemnly and sincerely declare that I am a director/duly

authorized agent of GOLDEN TRUST INTERNATIONAL COMPANY LIMITED

AND that all the requirements of the Tanzania Investment Act, 1997 in respect of matters precedent to the registration of the business enterprise under the Act and incidental thereto have been complied with, AND I make this solemn declaration conscientiously believing the same to be true.

Declared at Dar es Salaam

The 5th day of SEPTEMBER 2013 } 江发望 Applicant

Before me:

MHE. B. NYAKAFOWA

JAKIMU  
ILALA W' SALAAM

Commissioner for Oaths

BAHAKAMA YAMWANGO  
RIAKOO WITIKYA YATANI

**APPLICATION SUMMARY**

Company Name: GOLDEN TRUST INTERNATIONAL COMPANY LIMITED

Certificate of Incorporation Number: 95637 Status: .....

Certificate of Incorporation Date: 5th DEC 2012 .....

Post Box: 80276 .....

Town: DAR-ES-SALAAM .....

Sector: MANUFACTURING Sub-Sector: WASTE & SOCS PRODUCTION

**Investment Financing Plan in Million US\$/Tshs.**

Foreign Equity	Local Equity	Foreign Loan	Local Loan	TOTAL
<u>900,000</u>	<u>/</u>	<u>380,000</u>		

Project Objectives: TO ESTABLISH SOCS & WASTE BELTS MANUFACTURING PROJECT

Capacity: 600 set/hours

Employment: Foreign: 5 Local: 35 Total: 40

Implementation Period: 5 years

**Project Location**

Site/Plot/Block No.: .....

Street: KILWA ROAD District: MIKURANGA Region: COAST REGION  
 (Attach sketch map showing project location)

Shareholders	Nationality	%
<u>HONGXIANG WANG</u>	<u>CHINESE</u>	<u>50%</u>
<u>FAWANG JIANG</u>	<u>"</u>	<u>50%</u>
.....	.....	.....
.....	.....	.....

**Investment Breakdown US\$/Tshs.M**

Land/Building ..... 300.000  
Plant ..... 250.000  
Vehicles ..... 110.000  
Furniture & Fittings ..... 10.000  
Pre-expenses .....  
Others ..... 30.000  
Working Capital ..... 200.000  
**TOTAL** ..... 900.000

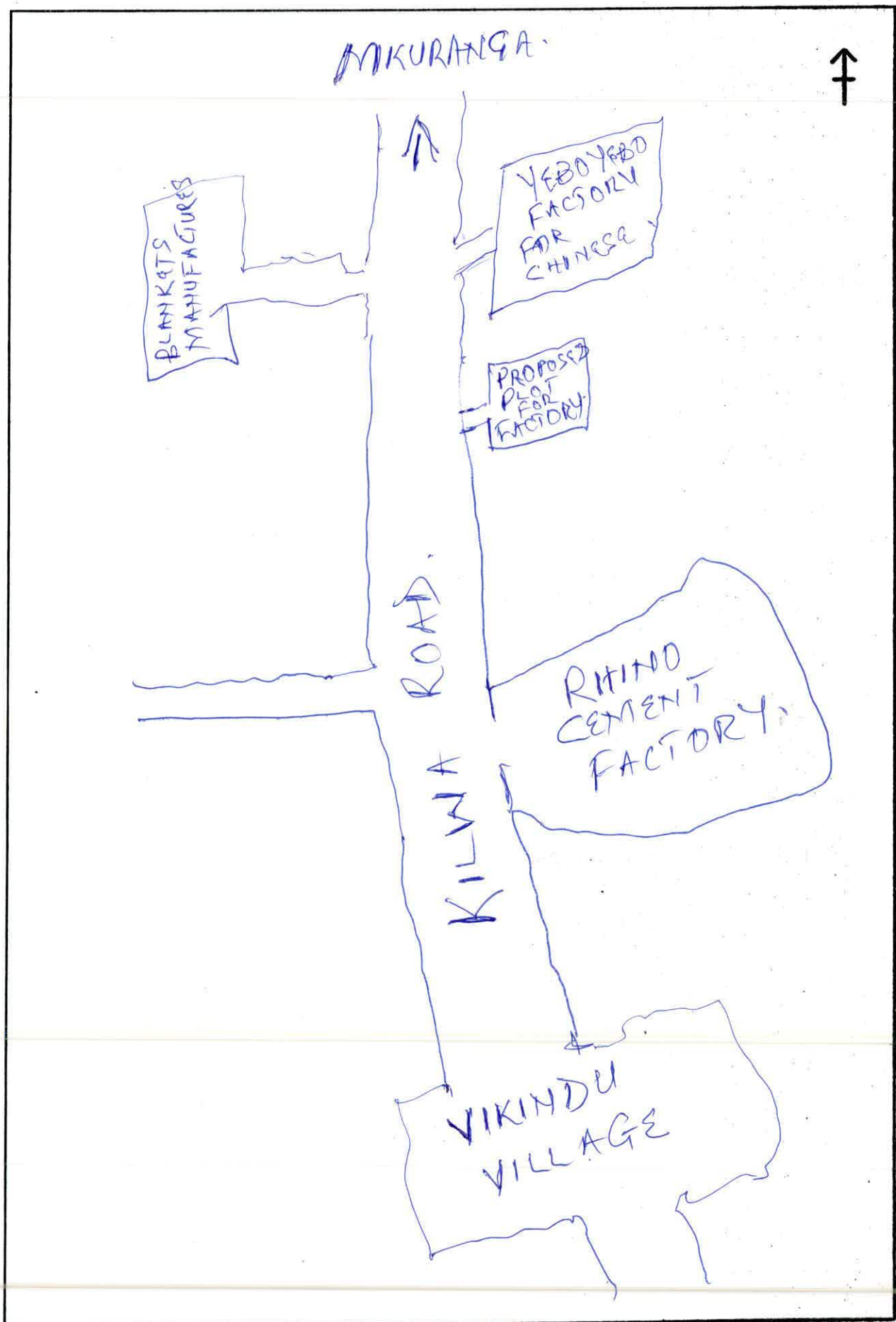
**Contact Details:**

Name: FAWANG JIANG Title: DIRECTOR  
Telephone: 0715 196 668 Fax: .....  
Email: vijana\_tours@yahoo.com

**Payments to be made payable to:**

TANZANIA INVESTMENT CENTRE  
STANDARD CHARTERED BANK TANZANIA LTD.  
SWIFT ADDRESS: SCBLTZTX  
ACCOUNT NO.: 8702006002000

SKETCH MAP SHOWING PROJECT LOCATION





**GOLDEN TRUST INTERNATIONAL COMPANY  
LIMITED**

**FEASIBILITY STUDY REPORT**

---

**INVESTMENT IN THE SOCKS AND WAIST  
BELTS MANUFACTURING PROJECT**

*PRESENTED BY COMPANY'S DIRECTOR  
HONGXIAN WANG  
P.O.BOX 80276  
DAR ES SALAAM*

## **00.INTRODUCTION GOLDEN TRUST CO. LTD**

### 01. Executive Summary

- 1.1. Preamble
- 1.2. Purpose Of The Document

## **2.0. PROJECT PROFILE**

- 2.0.1. Opportunity Rationale
- 2.0.2. Project Brief .
- 2.1. Market Entry Timing
- 2.2. Proposed Business Legal Status
- 2.3. Project Capacity And Rationale
- 2.4. Technical Implementation Of The Project
- 2.5. Project Investment
- 2.6. Proposed Product Mix
- 2.7. Recommended Project Parameters
- 2.8. Proposed Location
- 2.9. Key Success Factors

## **3.0.SECTOR & INDUSTRY ANALYSIS**

- 3.1. Textile Sector
- 3.2. Sector Characteristics – Socks Manufacturing
- 3.3. Leading Exporting Countries Of Cotton Knitted Socks In The World
- 3.4. Target Customers Of Golden Trust International Co. Ltd
- 3.5. Products Of Mixed Offered
- 3.6. Textile Industry In Tanzania

## **4.0. PRODUCTION PROCESS**

- 4.1. Production Process Flow
- 4.2. Raw Material Requirement
- 4.3. Machinery Requirement
- 4.4. Furniture & Fixture
- 4.5. Motor Vehicles
- 4.6. Human Resource Requirement
- 4.7. Land & Building Requirement
- 4.8. Land Requirement
- 4.9. Recommended Mode
- 4.10. Utilities Requirement

## **5.0.FINANCIALPROJECTION/ANALYSIS**

- 5.1 Project Costs
- 5.2 Projected Income Statement

- 5.3 Projected Balance Sheet
- 5.4 Projected Cash Flow Statement
- 5.5 Key Assumptions.

## **DISCLAIMER**

The purpose and scope of this information in this feasibility study reports is to introduce the subject matter and provide a general idea and information on the said area. All the material included in this document is based on data/information gathered from various sources and is based on certain assumptions. Although, due care and diligence has been taken to compile this document, the contained information may vary due to any change in any of the concerned factors, and the actual results may differ substantially from the presented information. A consultant does not assume any liability for any financial or other loss resulting from this Report in consequence of undertaking this activity. The prospective user who is Golden Trust International Company Ltd is encouraged to carry out additional diligence if it is necessary needed and gather any information feels necessary for making an informed decision for executing the planned investment.

# 0.0 INTRODUCTION OF GOLDEN TRUST INTERNATIONAL COMPANY LIMITED

## 1.0. EXECUTIVE SUMMARY

### 1.1. Preamble

M/S Golden Trust International Company Ltd is a newly established company created to carry on the business of manufacturing of both waist belt and socks. The growing utilization of textile socks and waist belts to both women and men led to an increased demand for these products. One of the fastest growing types of socks which is going to be manufactured by M/S Golden Trust International Company Limited is the synthetic fabrics which wick moisture away from foot skin and special fabric combinations and knitted structures to channel moisture out the top of your shoe. The knitted structures are also intended to provide added support, to prevent the sock from sliding around on the foot, a potential source of discomfort and blisters and improve the way the sock conforms to the contours of the foot. M/S Golden Trust International Company Ltd as well will capitalize on manufacturing with Sleek modern metallic leather waist belt with faux turnlock and other design for women and Trakline belt for men which is pulled snug around the waist, the buckle locks firmly at exact waist size - every time when a man put it on. To remove or adjust, the man pull the small tab under the buckle. It's that simple. Not only do Trakline belts fit much better than traditional belts, but they're easier to take on and off and they last longer. Thus M/S Golden Trust International Company Ltd shall have main divisions on the operation of this project: a **Socks Manufacturing Division** and **belt waist manufacturing Division**.

M/S Golden Trust International Company Ltd has well and experienced business project promoters who have been in various businesses for a number of years in China. The promoters are now looking out the new target market in Tanzania to establish this project as they see a lot of potential in the area. They are seeing a very bright future in the business and have decided to invest in this sector of Manufacturing and locating the centre of operations at Mkuranga Coast Region.

## **1.2 PURPOSE OF THE DOCUMENT**

The objective of the feasibility study is primarily to facilitate potential Chinese entrepreneurs investment and provide an overview about textile (socks) and waist belt business. The project feasibility may form the basis of an important investment decision and in order to serve this objective, the document covers various aspects of socks and waist belt manufacturing business concept development, start-up, and production, marketing, finance and business management. The document also provides sectoral information, brief on government policies and international scenario, which have some bearing on the project itself. Thus this particular feasibility study report are of two fold. First is to determine the viability of the proposed project. Second is to facilitate the application for Tanzania Investment Centre (TIC) Certificate of Incentives so as to access exemptions on duties, VAT deferrals and other benefits and protections as statutorily provided for under Tanzania Investment Act (1997) for the Project.

## **2.0 PROJECT PROFILE**

### **2.0.1. Opportunity Rationale**

Knitted socks and waist belt are items of general use. These have a sizeable market at in Tanzania given the fact that most of socks and waist belt are most imported from China and Other Asian Countries, but also knitted socks and belt have an export potential to EAC countries and Central Africa Countries. For the Cotton socks, as compared to nylon socks, are subject to rapid replacements. Further, due to higher rate of urbanization, local demand has also increased Manifolds in recent years, for the case of local are manufactured waist belts for both women and men the finishing are substandard because of the technology used in manufacturing process, so this validates the opportunity to set up a new sock and waist belt manufacturing unit to capture the need of expanding market.

### **2.1 Project Brief**

Socks are broadly classified into two main categories, cotton and nylon or blended socks. Cotton socks are specially preferred by sportsmen, besides their normal use and also have export potential as well. Cotton sports socks are further classified into two types: Pouch socks and reel socks.

The proposed project will be manufacturing 60% pouch socks and 40% reel socks. It will be started with 10 machines. The machines shall deploy 40 worker. All the equipments and machines for the project are new. Second hand machinery can also be used to reduce the cost of project, which is easily available in the market. The project will be started with 60% initial year capacity.

### **2.2 Market Entry Timing**

Various products and services have high dependence on their commercialization timing and delivery to the customers. But the socks and waist belts manufacturing unit can be started at any time during the year.

### **2.3 Proposed Business Legal Status**

The Company is operating within the ambit of the law due the fact that, it has legal documents legitimizing its operation which include, Memorandum and articles of association Business Registration Certificate, Tax Identification Number, Business License and Industrial License.

#### **2.4 Project Location**

The Project shall be located at acquired farm in Mkulanga Pwani Region. The farm has adequate space to accommodate construction of premises which shall accommodate installation of manufacturing facilities. Additionally, the project location has passable road throughout the year, power energy cable is less than one kilometer from the site and is located close to source of water.

#### **2.5. Project Capacity and Rationale**

Selection of project size is really critical. After doing thorough market research, it is decided that the proposed feasibility will be based on 10 machines. As it is assumed that all the production of the unit will be for both local market and for exports, a sizeable production is required. 30 machines production can be exported in one container. Each machine will be having a capacity of manufacturing 60 pair of socks per every hour of production. In totality all 10 machines per hour shall have capacity of producing 600 set of socks. The output of 8 hours a day is assumed to be 4800 million Tanzanian Shillings. This feasibility study is based on 10 machines which is the minimum viable size for a sock manufacturing unit.

#### **2.6. Technical implementation of the project**

Under the implementation program new civil works structures will be constructed and new equipments are envisaged to be acquired in order to establish quality of service. The objective is to create competitive preparedness for increased operations and to enhance the image of the company as a reliable and professional outfit capable of delivering quality service like rest of the best in the industry. The company will need to:

- To accomplish land acquisition procedures at Mkulanga for the purpose of this Investment
- To complete the industry by constructing necessary warehouses structures which shall accommodate machineries Installation and other related facilities
- Obtain series and chains of Socks and waist belts machines and related equipments from China Genuine Supplier, which include labeling and packaging, dying facilities, thermal dryer and boilers, standby power generator etc.
- Procure the following items necessary for a manufacturing industry under competitive environment
  - 3 Light trucks
  - Two pick ups

## 2.7 Project Investment

Total cost of the project is worked out in the table below:

**Table 2.7.1**

<b>Investment</b>	<b>Total</b>	<b>Year 1</b>	<b>Year 2</b>	<b>Year 3</b>	<b>Year 4</b>	<b>Year 5</b>
Land and building	300,000	100,000	100,000	100,000	0	0
Plant & Machinery	250,000	150,000	350,000	50,000	0	0
Motor vehicles	110,000	80,000	30,000	0	0	0
Furniture	10,000	5,000	0	0	0	5,000
Computers	30,000	20,000	0	0	0	10,000
Working Capital	200,000	150,000		0	50,000	0
	<b>900,000</b>	<b>405,000</b>	<b>380,000</b>	<b>50,000</b>	<b>50,000</b>	<b>15,000</b>
<b>Financing plan</b>	<b>Total</b>					
Equity contribution	520,000	405,000	0	50,000	50,000	15,000
Loans at the beginning of the year	380,000	200,000	100,000	80,000	0	0
Repayments at the end of the year	65,291.70	7,464.83	9,862.39	12,214.09	14,519.62	16,778.67
Interest rate		8%	8%	8%	8%	8%
Minimum cash in relation to operating costs		5%	5%	5%	5%	5%

Debt to equity ratio - acceptable by the bank		10.0	10.0	10.0	10.0	10.0
Amount deposited (at the end of the year)		0	0	0	0	0
Interest rate		0%	0%	0%	0%	0%
<b>Depreciation period: linear, in years</b>						
Land and building		50%				
Plant & Machinery		20%				
Motor vehicles		10%				
Furnitures		4%				
Computers		3%				
Working Capital		10%				
<b>NET CASHFLOW</b>						
DCF (30%)		0.3				
<b>NPV AT (30%DCF)</b>						
DCF(15%)		0.15				
<b>NPV AT (15%DCF)</b>						

## 2.8 Key Success Factors/Practical Tips for Success

As of now In Tanzania there are no any other units existing which are indulged in socks and few SMEs indulging in leather waist belt manufacturing but still they are not successful in catering the demand. So there is a potential for new entrepreneurs Gold Trust International Company Limited to enter the market. Key success factors will be:

- Wastage ratio of production should be kept at minimum.
- Advance orders for sale can ensure the success of the business.
- Strong controls on purchase price of raw material
- Quality maintenance will play an important role as it is assumed that 100% Production will be exported.

## **3.0 SECTOR & INDUSTRY ANALYSIS**

### **3.1 Textile Sector**

Between 2000 and 2004, the value of world exports of textile products grew at an average annual rate of 4.4 percent. With exports from emerging economies growing at a slightly higher rate, their share of world exports increased by 1.5 percentage points to 46.7 percent in 2004. Currently, the major players in the global textile market are China, the US, the EU, India, Pakistan, Japan, Republic of Korea and Turkey. Low cotton prices provide cheap inputs to textile operations worldwide. According to the EIU, estimated global consumption of cotton in 2004/05, at 23.4m tons, was slightly higher than expected and represents an increase of almost 10 percent over the last year. Overall, world cotton consumption in 2005/06 was forecast to reach 24.35m tons, an increase of 4 percent.

### **3.2 Sector Characteristics – Socks Manufacturing**

Cotton sports socks manufacturing, which is a comparatively new phenomenon, has started since, last 40–50 years and its consumption has increased rapidly with the passage of time as more and more people became health conscious and adapted athletic life.

The socks production in general has been tradition since inception of Asia, Europe and America. China, the US, the EU, India, Pakistan, Japan, Republic of Korea and Turkey have been leading countries having family trade of socks manufacturing and Marketing within their cities/states. Mostly socks are produced on old double cylinder dress socks machines and supplied to local distributors for local consumption.

Cotton sports socks, which has a very high volume of consumption in the developed countries of Europe, North America, Middle East and Far East including Japan, was unknown to African Countries in Textile Industry couple of years ago. However, during the early 90s investment in Textile was made and encouraged by Tanzania Government to allow private to invest in the existing textiles Industries such as Mwatex, Urafiki

textiles, Mutex and many others, the foci of these industries were production of Vitenge, bed sheets and Kangha for local market, the investors in these industries neither indulged in manufacturing of cotton sports socks nor engaged in production of finished garments. Most of finished garments in form socks, underwear, and shirts are still yet imported from China, Vietnam, Italy, Taiwan, and South Korea.

### **3.3 Leading Exporting Countries of Cotton Knitted Socks in the World**

Between 2003 to 2007 Italy was one of the leading exporter of cotton knitted socks in the world and exports majority of the product to countries like USA, Japan and Germany and was followed by China, Turkey, USA, Korea and France.

### **3.4 Target Customers of Golden Trust International Company Limited**

Due to increase in awareness of importance of adapting athletic life for a better health, the demand for sports and ordinary quality socks have been increasing with every passing year in Africa to the extent that, uses of socks has been emphasized continuously in Primary schools, Secondary schools and to the commoners at large. Thus Golden Trust International Company Ltd shall be targeting Tanzania local market and to the rest of EAC Countries. The company shall design varieties of products to suit various categories of customers.

### **3.5 Product Mix Offered**

The proposed project will manufacture knitted cotton/polyester socks especially to cater to the EAC market. The business will produce high quality socks for men, ladies and children. The proposed project will produce the following types of cotton sports socks Pouch Socks, Reel Socks etc.

### **3.6 Textile Industry in Tanzania**

Since its independence, 1961 Tanzania invested heavily in textile industry so that it could satisfy the demand of the market in terms of clothes and the cotton growing in Tanzania. According to the Ministry of Industry and Trade 2004 report on Status of Textile Industries in Tanzania, 50 textile industries were established by the year 2002

by the government and private companies. However only 23 (46%) of the established industries are operating. The industries are involved in dyeing, spinning, wearing, printing Khanga and Kitenge, bed sheets, garments, knitting, woven blankets and socks.

In the 1960s and 1970s, Tanzania was able to meet the demand of the market in terms of clothes. The industries produce adequate clothes and materials for making clothes. Furthermore the industries were of the major employers and contributor to GDP. It employed about 25% of the working force and contributed 25% of GDP in manufacturing sector (SAILIN LTD (TIB 1996). According to Zuku A (2002), the development of the textile industry was attributed to the demand and deliberate government policies.

Though the textile industries were able to satisfy the market but it could not meet the demand of some types of clothes i.e. suits and suiting materials and other specific dress materials. This was due to the lack of technology of producing them. From 1980, the economy of the country started to decline. This also affected the textile industry. The capacity of the sector to produce adequate with good quality garments decline. At the same time the government continued to restrict the importation of goods including clothes. This limited the availability of the clothes. As a result individuals started to print batik and tie and dye. They were common known in Kiswahili as "MAWINGU" because most of them were on skies colour.

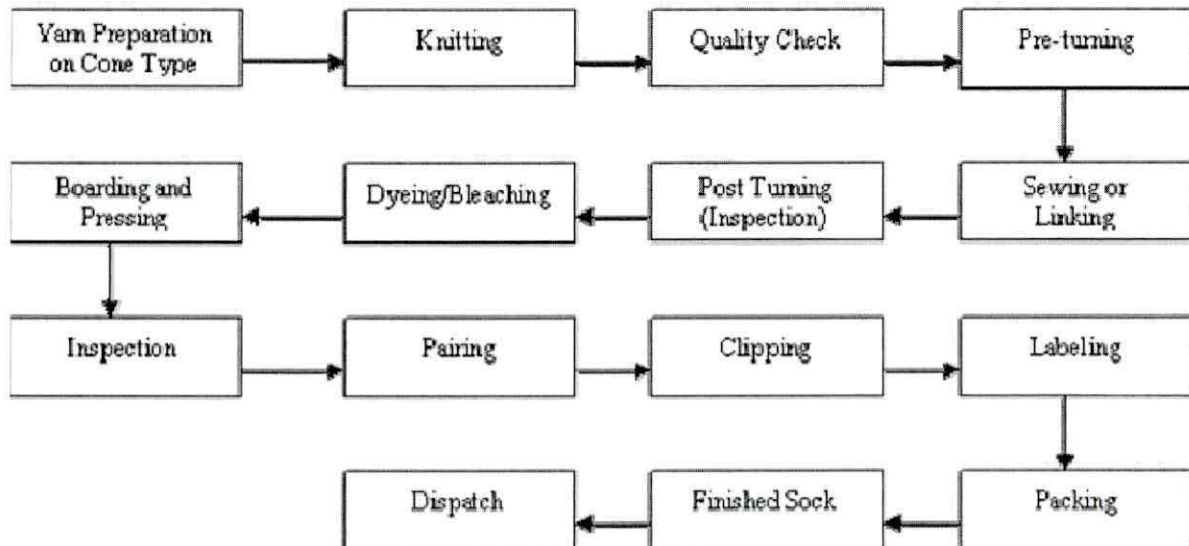
The final nail of the coffin of the textile industry was hammered in 1994/95. The sector collapsed due to poor economy and government policies emanating from the liberalization policy. According to Zuku, A, (2002) the collapse of the textile industry was due to inadequate supply of cotton lint, lack of power/power interruptions, high power tariffs, unfair competition from imports and devaluation of Tanzania shilling hence difficult to buy spare parts for the machines.

From 1980-1985, Tanzanians experienced a shortage of goods including clothes. As it has already been mentioned that local initiatives of producing clothes emerged (batik and tie and dye) but with a poor quality and also expensive to the extent that not everybody could afford. Some people (rural areas e.g. Southern part of Tanzania) decided to wear sacks. The sacks became shirts and skirts or something to wrap-up. In order to fill the gap, some businessmen/women started to smuggle in used clothes. It is at this time, the used clothes became important and its status was raised.

## 4 .0 PRODUCTION PROCESS

### 4.1 Production Process Flow

The following figure shows the production process flow of socks manufacturing unit:



### 4.2 Sock manufacturing stages

Manufacturing of socks start with the manufacturing and preparation of Raw material i.e cotton and synthetic yarn but these can be purchased from and out sources and the with the knitting the socks processing is started then with the series of process given below.

#### 4.2.1 Knitting

Now a days high tech circular knitting machines are used having a series of knitting needles in a cylinder formation. The yarn packages are placed on the creel portion and fed according to the pre-designed program through the fed system of machine (machines have 2-4 fed systems). The vertical rows of stitches are called **Wales**, the rows are called **courses**.

The knitting is the primary step in quality process. Socks are checked at/ from the knitting machine. Before the knitting process is start it is ensured that the raw material selected is of the desire quality and the yarn fed in the creel portion is according to the

pre-define program and pattern of knitting after the few samples prepared the grey socks is inspected to meet the requirement such as size, no of wales & courses heel & foot stretch ribs pattern etc

#### **4.2.2 Seaming**

The second processing stage of socks is the seaming after the knitting the grey (un-seamed) socks are moved in the seaming section where the front portion of socks is seamed according to the requirement. For the seaming the synthetic yarn is used according to the customer requirement.

Today's modern technology saves the time and increase the rate of production now a days the machine available for the seaming are completely modern where the socks are automatically turn inside out and vice versa. Before the seaming the socks is pre-turned so that the seam is properly applied on the socks and the appearance of the seam should me inside the socks. When the seam is applied then for the quality purpose the quality auditor is available to verify the seam quality such as the yarn used for the seam is according to the requirement, the thickness of the seam is also checked for the comfort and the finally the appearance of seam whether it is properly align or not because there is a clip (particular knit area where the seam is applied) and in last the machine again turn inside out of the sock

#### **4.2.3 Wet Finish**

After the seam the sock is now in its actual shape in which it should be, now the seamed socks are ready for the application of the wet-finish and therefore brought in the finishing department. Application of wet-finish based of the many steps, these steps vary according to the material and end of the socks.

Now the socks are washed for removing the knitting oils and the waxes applied during the spinning and knitting stages. Scouring and bleaching is also carried out so that the socks should be properly cleaned and does not cause any shade problem during the dyeing and color matching. There are many other axillaries used such here softeners, and antimicrobial finishes according to the quality and customer requirement. Some

Socks are prepared from the dyed yarns with a particular pattern therefore it is also kept in mind during the processing that the dyes and chemicals used should not fade out the shade of dyed yarns. Temperature is also important factor I this regard.

#### **4.2.4 Board Pairing**

After the application for the finishes the socks are ready to bring in the next section that is Boarding and pairing. Boarding is a process in which socks are put on the hot metal foot frame according to the size and passed through the steam so that the final finished look is given to the socks with not creases on it surface. After the socks boarding the socks are paired and ready for the packing but before the packing a final inspection of the paired socks is carried out so that the proper quality is delivered to the customer.

#### **4.3 Raw Material Requirement**

Tanzania is a cotton growing country and has a major advantage of availability and lower prices. Cotton fiber produced in Tanzanian ginneries are of middle or short staple and of relatively coarse grade. The cotton yarns produced by Tanzanian cotton ginneries especially of counts 8s, 10s and 12s are appropriate and ideal to produce soft socks.

The weight of an average pair of socks will be approximately, 65 grams. Raw material used in socks is about 70% cotton yarn and rest 30% is nylon, polyester, acrylic or lycra etc, which is can be imported.

#### **4.4 Machinery Requirement**

A total number of 10 "Single Cylinder 4 Feed machines" will be installed, out of which 4 machines will be used to manufacture pouch socks and 2 machines will be used for manufacturing reel heel socks. If the new brand machines can be sought by Investor ,the second hand machinery is also readily available in the market and the price is approximately half the price of the new machines. Following table shows the machinery & equipment requirement:

#### **Table 4:4:1 Machinery & Equipment Requirement**

1.	Lonati Single Cylinder 4 Feed (pouch heel)
2.	Lonati Single Cylinder 4 Feed (Reel heel)
3.	Rosso Automatic Linear
4.	Linking Machine
5.	Bleaching machine
6.	Hydro extractor
7.	Dryer
8.	Boarding/Setting Machine
9.	Air Compressor
10.	Diesel Generator
11.	Boiler 3 ton
12.	Transformer
13.	Socks Reversing Machine
14.	Quality Control Machine
15.	Electric wiring, Steam piping
16.	Water Pump including bore

#### 4.5 Furniture & Fixture

Following furniture and fixtures will be required for factory and management offices.

**Table 4.5.1 Details of Furniture and Fixtures**

1.	Computers
2.	Printers
3.	Photocopy Machine
4.	Fax Machine
5.	Telephone Sets
6.	Air Conditioners
7.	Office Furniture

#### 4.6 Motor Vehicles

The proposed project will also be using a Loader truck for transportation purposes. As well as two light trucks and two pick ups

#### 4:7 Human Resource Requirements

Both skilled and unskilled labour will be required for the project. Some direct labor will be working on two shift basis and some will be working on one shift basis. Direct labour for the factory includes following human resources

**Table 4:7-1 Human Resource**

<b>DISCRIPTION</b>	<b>NUMBER OF EMPLOYEES</b>
Knitting Machine Operator	10
Knitting Supervisor	1
Bleaching Helper/ Bleaching Machine	1
Quality/Linking/Pressing/Packing Staff	1
Boiler Assistant	1
Technician	2
Waist belts making Staff/Janitorial Staff	8
<b>Total Direct Labor</b>	<b>24</b>
Production Manager	1
Bleaching Master	1
Boiler Engineer	1
Knitting Master	1
Technical supervisor	1
Quality Incharge	1
<b>Other Direct Labor</b>	<b>7</b>
GM	1

Finance Manager	1
Accountant	1
Purchase Officer	1
Assistant Accountant	1
Store Supervisor	1
Office Boys	1
Security Guard, Gate Keepers	1
<b>Total Indirect Labor 1</b>	<b>9</b>
<b>Total number of Labour</b>	<b>40</b>

## 4.8 Land & Building Requirement

### 4.8.1 Land Requirement

Total land required for the socks knitting unit is approximately 22,449 -Sq. ft  
The breakup of the required area is given below.

**Table 4:8:1: Covered Area Details**

<b>BUILDING &amp; CIVIL WORKS</b>	<b>SPACE REQUIRED IN SQ. FT</b>
Socks Knitting area	1,680
Bleaching & Dying area	1,064
Pressing Area	384
Socks Reversing Area	210
Linking Area	280
Boiler Area	600
Generator Area	600
Air Compressor Room	600
Packing area	1,200
Management Office	1,200
Accessories Store	600

Yarn Store	217
Dyes and Chemical Store	600
Finished Goods Store	334
Toilets	600
Loading, unloading Bay	1,800
Grounds	9,500
Water Tank	500
<b>Total Space Requirements (sq.ft)</b>	<b>22,449</b>

#### **4.8.2 Recommended Mode**

Building for the proposed project in initial stage shall be acquired on rent. Once the land acquisition procedures are completed at Mkulanga the construction of warehouses which will accommodate both units of socks and waist belt manufacturing. The construction cost of land and building is estimated in the **Table 2.7.1**

#### **4.8.3 Utilities Requirement**

Utilities required for a both Waist belt and socks manufacturing units are

- Electricity
- Water
- Telephone

## **5.0 FINANCIAL PROJECTION/ANALYSIS**

**GOLDEN TRUST INTERNATIONA CO. LIMITED**  
**Income statement**

*planning years >>*

	<b>YEAR 1</b>	<b>YEAR 2</b>	<b>YEAR 4</b>	<b>YEAR 5</b>	<b>YEAR 6</b>
	USD	USD	USD	USD	USD
<b>Total net sales</b>	<b>988,000</b>	<b>1,818,700</b>	<b>1,961,400</b>	<b>2,132,600</b>	<b>2,288,800</b>
Knitted Socks	0	1,072,500	1,197,000	1,350,000	1,488,000
Waist belts	988,000	746,200	764,400	782,600	800,800
<b>Cost of goods sold COGS</b>	<b>420,448</b>	<b>461,025</b>	<b>486,533</b>	<b>522,856</b>	<b>554,517</b>
Raw material	49,400	90,935	98,070	106,630	114,440
Energy	19,760	36,374	39,228	42,652	45,776
Utilities	9,880	18,187	19,614	21,326	22,888
Production salaries	336,408	310,529	324,621	347,248	366,413
Other costs	5,000	5,000	5,000	5,000	5,000
<b>Gross profit</b>	<b>567,552</b>	<b>1,357,675</b>	<b>1,474,867</b>	<b>1,609,744</b>	<b>1,734,283</b>
<b>General and administrative expenses</b>	<b>199,360</b>	<b>247,458</b>	<b>294,020</b>	<b>305,669</b>	<b>317,559</b>
Salaries	66,528	98,138	137,798	141,932	146,190
Workspace	0	0	0	0	0
Marketing & sales expenses	19,760	22,000	22,000	22,000	22,000
Insurance	638	669	669	703	738
Professional Fees	14,820	15,561	16,339	17,156	18,014
Printing & Stationery, Telephone	296	311	327	343	360
Motor Vehicle Running Expenses	44,460	46,683	49,017	51,468	54,041
Marketing & Advertising	19,760	20,748	21,785	22,875	24,018
General office and utilities expenses	22,230	23,342	24,509	25,734	27,021
Other	10,868	20,006	21,575	23,459	25,177
<b>Operating profit / EBITDA</b>	<b>368,192</b>	<b>1,110,217</b>	<b>1,180,847</b>	<b>1,304,075</b>	<b>1,416,724</b>
<b>Depreciation</b>	<b>38,417</b>	<b>58,917</b>	<b>61,417</b>	<b>59,750</b>	<b>71,000</b>
<b>Interest expenses (loan from bank)</b>	<b>32,400</b>	<b>62,800</b>	<b>58,800</b>	<b>58,800</b>	<b>58,800</b>
<b>Extraordinary charges (or incomes)</b>	<b>28,500</b>	<b>32,500</b>	<b>35,500</b>	<b>38,500</b>	<b>41,500</b>

Currency exchange adjustments					
Fees and provisions	22,500	25,000	26,500	28,000	29,500
Other	6,000	7,500	9,000	10,500	12,000
<b>Income tax</b>	80,663	286,800	307,539	344,108	373,627
<b>Net profit</b>	<b>188,213</b>	<b>669,200</b>	<b>717,591</b>	<b>802,918</b>	<b>871,796</b>

**GOLDEN TRUST INTERNATIONAL CO.LIMITED**  
**Balance sheet**

<i>planning years &gt;&gt;</i>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
	USD	USD	USD	USD	USD
<b><i>Long-term assets</i></b>					
Fixed assets: property, plant and equipment	366,583	687,667	676,250	666,500	610,500
Long-term financial investments	0	0	0	0	0
Goodwill	0	0	0	0	0
<b>Total long-term assets</b>	<b>366,583</b>	<b>687,667</b>	<b>676,250</b>	<b>666,500</b>	<b>610,500</b>
<b><i>Current assets</i></b>					
Cash & cash equivalents (current account)	147,532	725,024	1,407,123	2,166,568	3,038,804
Deposit account	0	0	0	0	0
Accounts receivable	81,205	149,482	161,211	175,282	188,121
Inventories	23,038	25,262	26,659	28,650	30,384
<b>Total current assets</b>	<b>251,776</b>	<b>899,768</b>	<b>1,594,993</b>	<b>2,370,500</b>	<b>3,257,309</b>
<b>Total assets</b>	<b>618,360</b>	<b>1,587,435</b>	<b>2,271,243</b>	<b>3,037,000</b>	<b>3,867,809</b>
<b><i>Long-term liabilities</i></b>					
Long-term loans	405,000	735,000	735,000	735,000	735,000
<b>Total long-term liabilities</b>	<b>405,000</b>	<b>735,000</b>	<b>735,000</b>	<b>735,000</b>	<b>735,000</b>
<b><i>Current liabilities</i></b>					
Accounts payable	34,557	37,892	39,989	42,974	45,577
Other provisions	0	0	0	0	0
<b>Total current liabilities</b>	<b>34,557</b>	<b>37,892</b>	<b>39,989</b>	<b>42,974</b>	<b>45,577</b>
<b><i>Shareholders equity</i></b>					
Share capital	0	0	0	0	0
Reserves	0	0	0	0	0
Retained earnings	178,802	814,542	1,496,254	2,259,026	3,087,232
<b>Total shareholders' equity</b>	<b>178,802</b>	<b>814,542</b>	<b>1,496,254</b>	<b>2,259,026</b>	<b>3,087,232</b>
<b>Total liabilities &amp; equity</b>	<b>618,360</b>	<b>1,587,435</b>	<b>2,271,243</b>	<b>3,037,000</b>	<b>3,867,809</b>

**GOLDEN TRUST INTERNATIONAL CO. LIMITED**  
**Cash flow statement**

*planning years >>*

	YEAR 1 USD	YEAR 2 USD	YEAR 3 USD	YEAR 4 USD	YEAR 5 USD
<b><i>Cash flow from operating activities</i></b>					
Operating profit (EBITDA)	368,192	1,110,217	1,180,847	1,304,075	1,416,724
Interest expenses	-32,400	-62,800	-58,800	-58,800	-58,800
Investment Interest income (bank deposit)	0	0	0	0	0
Extraordinary charges (or incomes)	-28,500	-32,500	-35,500	-38,500	-41,500
Income tax	-80,663	-286,800	-307,539	-344,108	-373,627
<b><i>Movements in working capital</i></b>					
Decrease (or - increase) in accounts receivable	-81,205	-68,277	-11,729	-14,071	-12,838
Decrease (or - increase) in inventories	-23,038	-2,223	-1,398	-1,990	-1,735
Increase (or - decrease) in accounts payable	34,557	3,335	2,097	2,985	2,602
Increase (or - decrease) in other provisions	0	0	0	0	0
<b>Total cash flow from operating activities</b>	<b>156,943</b>	<b>660,952</b>	<b>767,978</b>	<b>849,591</b>	<b>930,826</b>
<b><i>Cash flow from investing activities</i></b>					
Sale (or - purchase) of fixed assets	-405,000	-380,000	-50,000	-50,000	-15,000
Sale (- purchase) of long-term financial investments	0	0	0	0	0
Decrease (or - increase) of goodwill	0	0	0	0	0
cash placed in the deposit account	0	0	0	0	0
<b>Total cash flow from investing activities:</b>	<b>-405,000</b>	<b>-380,000</b>	<b>-50,000</b>	<b>-50,000</b>	<b>-15,000</b>
<b>Free cash flow</b>	<b>-248,057</b>	<b>280,952</b>	<b>717,978</b>	<b>799,591</b>	<b>915,826</b>
<b><i>Cash flow from financing activities</i></b>					

Long term loans drawn	405,000	380,000	0	0	0
Repayments of loans made	0	-50,000	0	0	0
Equity contribution (or - withdrawal)	0	0	0	0	0
Dividend paid	-9,411	-33,460	-35,880	-40,146	-43,590
<b>Total cash flow from financing activities</b>	<b>395,589</b>	<b>296,540</b>	<b>-35,880</b>	<b>-40,146</b>	<b>-43,590</b>
<b>Total net increase (- decrease) in cash</b>	<b>147,532</b>	<b>577,492</b>	<b>682,099</b>	<b>759,446</b>	<b>872,236</b>
<b>Cash at the beginning of the year</b>	<b>0</b>	<b>147,532</b>	<b>725,024</b>	<b>1,407,123</b>	<b>2,166,568</b>
<b>Cash at th end of the year</b>	<b>147,532</b>	<b>725,024</b>	<b>1,407,123</b>	<b>2,166,568</b>	<b>3,038,804</b>

**GOLDEN TRUST INTERNATIONAL LIMITED**  
**Investment and depreciation plan**

*planning years >>*

	YEAR 1 USD	YEAR 2 USD	YEAR 3 USD	YEAR 4 USD	YEAR 6 USD
<b>Investment</b>					
Land and building	0	0	0	0	0
Plant & Machinery	150,000	350,000	50,000	0	0
Motor vehicles	80,000	30,000	0	0	0
Furniture	5,000	0	0	0	5,000
Computers	20,000	0	0	0	10,000
Working Capital	150,000	0	0	50,000	0
<b>Total investment</b>	<b>405,000</b>	<b>380,000</b>	<b>50,000</b>	<b>50,000</b>	<b>15,000</b>
<b>Fixed assets accumulated: at cost</b>	<b>405,000</b>	<b>785,000</b>	<b>835,000</b>	<b>885,000</b>	<b>900,000</b>
<b>Depreciation</b>					
1-Depreciation for Land and building	0	0	0	0	0
2-Depreciation for Plant & Machinery	7,500	25,000	27,500	27,500	27,500
3-Depreciation for Motor vehicles	8,000	11,000	11,000	11,000	11,000
4-Depreciation for Furnitures	1,250	1,250	1,250	1,250	2,500
5-Depreciation for Computers	6,667	6,667	6,667	0	10,000
6-Depreciation for Working Capital	15,000	15,000	15,000	20,000	20,000
<b>Total depreciation</b>	<b>38,417</b>	<b>58,917</b>	<b>61,417</b>	<b>59,750</b>	<b>71,000</b>
<b>Total depreciation accumulated</b>	<b>38,417</b>	<b>97,333</b>	<b>158,750</b>	<b>218,500</b>	<b>289,500</b>
<b>Net asset book value</b>	<b>366,583</b>	<b>687,667</b>	<b>676,250</b>	<b>666,500</b>	<b>610,500</b>

**GOLDEN TRUST INTERNATIONAL CO.LIMITED**  
**Reconciliation of shareholders equity**

<i>planning years &gt;&gt;</i>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
	USD	USD	USD	USD	USD
Beginning shareholders equity	0	197,623	900,284	1,581,995	2,344,767
+ Net profit (or - loss)	188,213	669,200	717,591	802,918	871,796
+ Equity contribution (or - withdrawal)	0	0	0	0	0
- Dividends paid	-9,411	-33,460	-35,880	-40,146	-43,590
<b>Ending shareholders equity</b>	<b>197,623</b>	<b>900,284</b>	<b>1,581,995</b>	<b>2,344,767</b>	<b>3,172,974</b>
Additional reserves	0	0	0	0	0
Dividends paid	9,411	33,460	35,880	40,146	43,590
Retained earnings (or accumulated losses)	178,802	635,740	681,712	762,772	828,207

**Calculation of income tax**

<i>planning years &gt;&gt;</i>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
	USD	USD	USD	USD	USD
Net profit after extraordinary items	268,875	956,000	1,025,131	1,147,025	1,245,424
Income tax rate	30%	30%	30%	30%	30%
Net loss carried forward	0	0	0	0	0
Taxable income	268,875	956,000	1,025,131	1,147,025	1,245,424
Income tax	80,663	286,800	307,539	344,108	373,627

**GOLDEN TRUST INTERNATIONAL CO. LIMITED**  
**Financing plan**

<i>planning years &gt;&gt;</i>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
	USD	USD	USD	USD	USD
<b><i>Share holders equity</i></b>					
Equity contribution (or withdrawal)	0	0	0	0	0
Share capital	0	0	0	0	0
<b><i>Long-term loans from bank</i></b>					
Loans drawn at the beginning of the year	405,000	380,000	0	0	0
Repayments made at the end of the year	0	50,000	0	0	0
Basis for interest calculation - end of year	405,000	785,000	735,000	735,000	735,000
Interest rate	8%	8%	8%	8%	8%
Interest expenses	32,400	62,800	58,800	58,800	58,800
Loan balance: year end (goes to balance sheet)	405,000	735,000	735,000	735,000	735,000
<b><i>Liquidity control</i></b>					
Operating costs	619,808	708,483	780,553	828,525	872,076
Minimum cash in relation to operating costs	5%	5%	5%	5%	5%
Minimum cash balance required (to be available at the end of the year)	30,990	35,424	39,028	41,426	43,604
Actual cash balance at the end of the year	147,532	725,024	1,407,123	2,166,568	3,038,804
<b><i>Dept to equity relation control</i></b>					
Dept to equity ratio - planned	2.5	0.9	0.5	0.3	0.3
Dept to equity ratio - acceptable by the bank	10.0	10.0	10.0	10.0	10.0
<b><i>Deposit of excess liquidity to a bank account</i></b>					
Amount deposited (at the end	0	0	0	0	0

of the year)

Total amount deposited (per end of year) - basis for the interest calculation

0 0 0 0 0

Total amount deposited (per end of year) - basis for the balance sheet

0 0 0 0 0

Interest rate

0% 0% 0% 0% 0%

### GOLDEN TRUST INTERNATIONAL COMPANY LIMITED INTERNAL RATE OF RETURN

*planning years >>*

	YEAR 1	YEAR 2	YEAR 3	YEAR 4
	USD	USD	USD	USD
NET CASHFLOW	147,532	577,492	682,099	759,446
DCF (30%)	0.3	0.769	0.592	0.350
<b>NPV AT (30%DCF)</b>	<b>113,487</b>	<b>341,711</b>	<b>238,822</b>	<b>93,100</b>
<b>Total NPV</b>	<b>96,755</b>			
DCF(15%)	0.15	0.870	0.756	0.572
<b>NPV AT (15%DCF)</b>	<b>-32,138</b>	<b>-222,814</b>	<b>-55,192</b>	<b>103,963</b>
<b>Total NPV</b>	<b>45,808</b>			
<b>IRR=</b>	<b>22.1</b>			

## GOLDEN TRUST INTERNATIONAL CO.LIMITED

### PAY BACK PERIOD

<i>planning years &gt;&gt;</i>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
	USD	USD	USD	USD	USD
Profit After Tax	188,213	669,200	717,591	802,918	871,796
Depreciation	38,417	58,917	61,417	59,750	71,000
Total	226,629	728,117	779,008	862,668	942,796
Discounted Cashflow	197,069	550,561	445,400	282,008	0
Capital Cost	380,000	50,000	50,000	15,000	0
Remaining amount	-587,931	-87,370	308,030	575,038	575,038
<b>Pay Back Period</b>			<b>3</b>		

## GOLDEN TRUST INTERNATIONAL CO.LIMITED

### BREAK EVEN ANALYSIS

<i>planning years &gt;&gt;</i>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
	USD	USD	USD	USD	USD
Sales Revenue	988,000	1,818,700	1,961,400	2,132,600	2,288,800
Variable Costs	619,808	708,483	780,553	828,525	872,076
Contribution Margin	368,192	1,110,217	1,180,847	1,304,075	1,416,724
Fixed Costs	405,000	785,000	835,000	885,000	900,000
Contribution Margin Ratio %	2.68	38.89	38.89	39.25	45.42
Beak even Sales	150,929	20,183	21,473	22,546	19,816
Break even Point (%)	0.07	0.90	0.91	0.95	1.16

**GOLDEN TRUST INTERNATIONAL CO. LIMITED**  
**Ratio summary sheet**

<i>planning years &gt;&gt;</i>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
	USD	USD	USD	USD	USD
<b>Liquidity ratios</b>					
Current ratio	7.3	23.7	39.9	55.2	71.5
Quick test ratio	6.6	23.1	39.2	54.5	70.8
<b>Efficiency ratios</b>					
Inventory turnover -days	20	20	20	20	20
Accounts receivable turnover -days	30	30	30	30	30
Accounts payable turnover - days	30	30	30	30	30
Fixed asset turnover	2.7	2.6	2.9	3.2	3.7
Total asset turnover	1.6	1.1	0.9	0.7	0.6
<b>Profitability ratios</b>					
Gross profit margin	57%	75%	75%	75%	76%
Net profit margin	19%	37%	37%	38%	38%
Operating profit margin	37%	61%	60%	61%	62%
Return on assets	30%	42%	32%	26%	23%

## GOLDEN TRUST INTERNATIONAL CO. LIMITED

### PROJECTED SALES

<i>planning years &gt;&gt;</i>	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
<b>KINTTED SOCKS PRODUCTS</b>					
Price per ton	0	5.5	5.7	6	6.2
Tonnes in kg	0	650	700	750	800
Days	0	300	300	300	300
SUB TOTAL AMOUNT	<b>0</b>	<b>1,072,500</b>	<b>1,197,000</b>	<b>1,350,000</b>	<b>1,488,000</b>
<b>WAIST BELTS</b>					
belts	20	20.5	21	21.5	22
Tonnes in kg	950	700	700	700	700
Weeks	52	52	52	52	52
SUB TOTAL AMOUNT	<b>988,000</b>	<b>746,200</b>	<b>764,400</b>	<b>782,600</b>	<b>800,800</b>
<b>GRAND TOTAL</b>	<b>988,000</b>	<b>1,818,700</b>	<b>1,961,400</b>	<b>2,132,600</b>	<b>2,288,800</b>

# GOLDEN TRUST INTERNATIONAL LIMITED

## Employees salaries

No.	Personnel Function / category	Number of employees in the year					salary increase	Insurance	Training	Fringe benefits
		YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5				
1	Managing Director	1	1	1	1	1	3%	20%	5%	2%
2	Directors	4	1	1	1	1	3%	20%	2%	2%
3	Line Managers	4	4	4	4	4	3%	20%	5%	2%
4	Officers	5	5	5	5	5	3%	20%	1%	1%
5	Supervisors	6	6	6	7	7	0%	0%	0%	0%
6	Operation Staff	20	23	25	27	30	0%	0%	0%	0%
7										
	<b>Subtotal</b>	40	40	42	45	48				

No.	Personnel Funtion / category	Total cost / category				USD
		YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
1	Managing Director	24,384	25,116	25,869	26,645	27,444
2	Directors	59,520	15,326	15,786	16,260	16,748
3	Line Managers	54,864	56,510	58,205	59,951	61,750
4	Officers	51,240	52,777	54,361	55,991	57,671
5	Supervisors	50,400	50,400	50,400	58,800	58,800
6	Operation Staff	96,000	110,400	120,000	129,600	144,000
<b>Total</b>		336,408	310,529	324,621	347,248	366,413

## GOLDEN TRUST INTERNATIONAL LIMITED

### Assumptions

<i>Planning years &gt;&gt;</i>			YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
Currency			USD	USD	USD	USD	USD
Income tax rate			30%	30%	30%	30%	30%
Average number of days for payment of receivables			30	30	30	30	30
Average number of days of inventory stock			20	20	20	20	20
Average number of days for payment of payables			30	30	30	30	30
Dividends in relation to net profit			5%	5%	5%	5%	5%
Percentage of profit to be allocated to the reserves			0%	0%	0%	0%	0%
<b>Investment</b>	<b>Total</b>						
Land and building	300,000		100,000	100,000	100,000	0	
Plant & Machinery	250,000		150,000	350,000	50,000	0	
Motor vehicles	110,000		80,000	30,000	0	0	
Furniture	10,000		5,000	0	0	0	5,000
Computers	30,000		20,000	0	0	0	10,000
Working Capital	200,000		150,000		0	50,000	
	<b>900,000</b>		<b>405,000</b>	<b>380,000</b>	<b>50,000</b>	<b>50,000</b>	<b>15,000</b>
<b>Financing plan</b>	<b>Total</b>						
Equity contribution	520,000	405,000	0	50,000	50,000	15,000	520,000
Loans at the beginning of the year	380,000	200,000	100,000	80,000	0	0	380,000
Repayments at the end of the year	65,291.70	7,464.83	9,862.39	12,214.09	14,519.62	16,778.67	65,291.70
Interest rate			8%	8%	8%	8%	8%
Minimum cash in relation to operating costs			5%	5%	5%	5%	5%
Debt to equity ratio - acceptable by the bank			10.0	10.0	10.0	10.0	10.0
Amount deposited (at the end of the year)			0	0	0	0	
Interest rate			0%	0%	0%	0%	0%
<b>Depreciation period: linear, in years</b>							
Land and building			50				
Plant & Machinery			20				
Motor vehicles			10				
Furnitures			4				
Computers			3				

Working Capital 10

**NET CASHFLOW**  
DCF (30%) 0.3

**NPV AT (30%DCF)**  
DCF(15%) 0.15

**NPV AT (15%DCF)**

**MACHINERY PHOTOS AND THEIR DETAILS**



Main Feature And Function :

1. Drumless fully computerized control system. The main server is brushless servo motor.
2. Equipped the UPS to support continuous knitting function. During power off, the machine can memorize the knitting program and action, and the knitting

can be continued after restoring the power. Thus minimize certain loss.

3. Equipped with an internal USB Disk drive for easy information reading and storage.

4. No lift pick, no depressor, no high level stitches, makes the production capability and function better than the traditional single or dual tucking stitches. And no dirty socks from the production with the advantage of adapting low level stitches for the sock top.

5. It has capability of weaving 1 main color and 5 secondary colors for each line. Each of the socks can be weaved 9 main colors, 2 secondary colors, 12 pattern colors.

6. Elastic feeding controlled by stepping motor, can satisfy the need of various welt size.

7. Automatic lubrication by adopting micro-computerized oil feeder.

8. LCD allows the operator to reset required data for different designs, including knitting speed, length, size, production quantity, graphics and steps.

9. 32 digits high efficiency CPU color LCD, large scale EMS memory. Allows the machine to keep hundreds of patterns, movement documents, flexible resetting of the valve working location.

10. Auto - testing, error sensors and self - protective.

11. Can be weaved plain, rib, mesh, tuck, elastic jacquard, arcturus heel,

anti-socks head, heel change the yarn, multi-level rib top, foot reinforcement, around patterned socks.

The Newly Added Functions Of This New Series Are As Following:

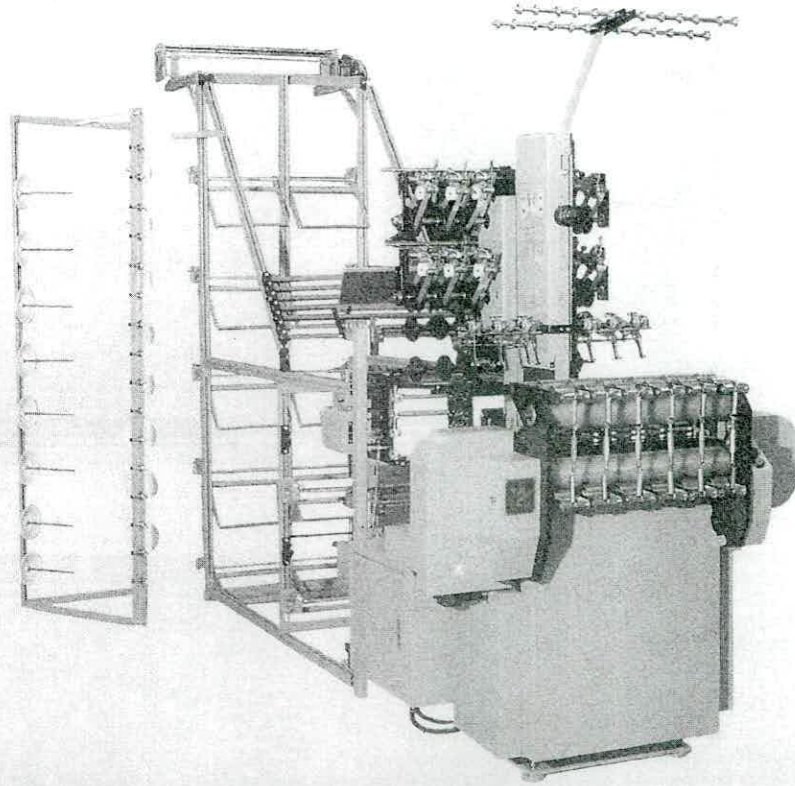
- 1.No lift picker, no depressor, this increases the moving speed and decrease the chance of needle breakage.
- 2.Knitting three-dimensional patterns with 4 cross feeds provided at any location, three-dimensional model can be designed by drawing in the knitting pattern software.
- 3.One-time finish the knitting of five fingers sock and dual fingers sock independently .
- 4.Able to use 3 feed patterns while knitting sculptured flower and bulging shape flower.

**Specifications:**

Cylinder Diameter	3.75 寸
Needle Number	72N-220N
Maximum Speed	330
Driving Control	Sever Motor
Voltage	220V/380V
Main Motor	1.1KW
Fan	≥1.1KW(Selection)
Control Box	0.8KW
Site Area	150'120'240cm
Net Weight	300KG
Gross Weight	350KG
Package Size	111'77'176cm

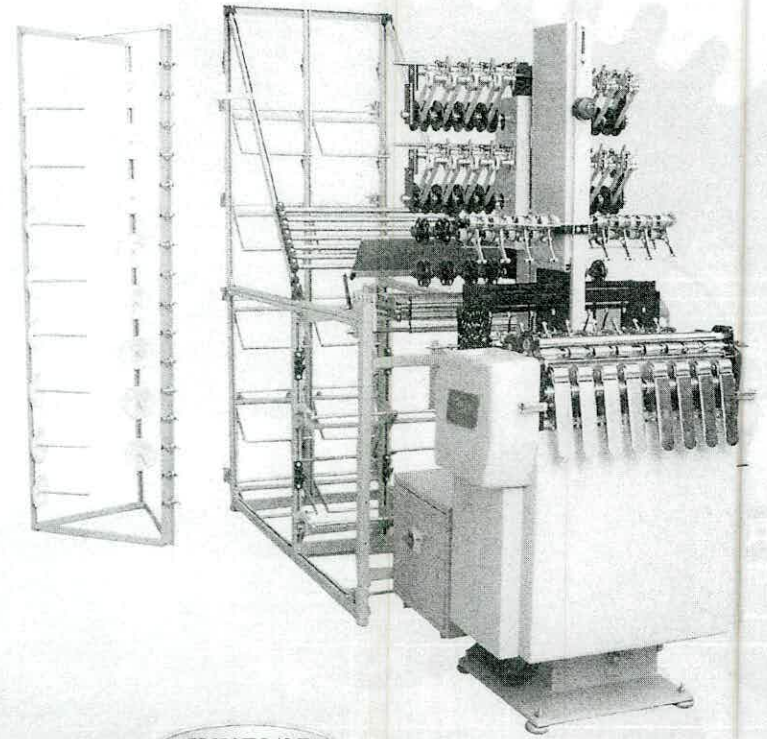
# 高速绒带机

HIGH-SPEED VELVET RIBBON LOOM



# 高速平头织带机系列

HIGH-SPEED FLAT HEAD RIBBON LOOM



JYNF8/27

主要技术参数: MAIN TECHNICAL PARAMETERS

型号 (model)	6/27	6/45	8/27
出带条数: production lines	12	12	16
出带宽度: reed width	20mm	35mm	20mm
综框数: heald frame	16		
纬密: pick density	2.9~40		
转速: speed rpm	800~1200		

主要技术参数: MAIN TECHNICAL PARAMETERS

型式 model	织带条数 no. of space	钢扣宽度 max. reed width mm	综框片数 heald frame	花板循环 repeat	马力 motor power	机台转速 max. speed R.P.M.	纬密 pick density pick/cm
2/135	2	135	16	48	2H.P.	600-800	3.5-36.7
2/165	2	165	16	48	2H.P.	600-800	3.5-36.7
4/65	4	65	16	48	2H.P.	1200-1400	3.5-36.7
6/45	6	45	20	48	2H.P.	1200-1400	3.5-36.7
8/27	8	27	20	48	2H.P.	1200-1500	3.5-36.7

