

Mkwawa Leaf Tobacco Limited

		Actuals	Year 0	Year 1	Year 2	Year 3
		Current Line	Year 0	Year 1	Year 2	Year 3
Additional Internal Income - Contribution to margin from New Line			Installation Zero Income			
Green Yield		42,262,224 62%				
Green New Line Yield	Kgs			47,300,000 62%	60,200,000 62%	60,200,000 62%
Dry	Kgs	26,148,620		29,326,000	37,324,000	37,324,000
Factory Costs		\$12,541,201				
	US\$/Kg	\$0.48				
Variable		\$7,634,364				
	US\$/Kg	\$0.29		\$0.29	\$0.29	\$0.29
Fixed		\$4,906,837				
	US\$/Kg	\$0.19				
Additional Fixed New Depreciation				\$0.10 \$0.10	\$0.10 \$0.07	\$0.10 \$0.07
Internal processing Charge		\$0.60		\$0.60	\$0.60	\$0.60
Less Variable Costs	US\$/Kg	\$0.29		\$0.29	\$0.29	\$0.29
Less Fixed Costs	US\$/Kg	<u>\$0.19</u>		<u>\$0.20</u>	<u>\$0.17</u>	<u>\$0.17</u>
Internal Income	US\$/Kg	<u>\$0.12</u>		<u>\$0.11</u>	<u>\$0.13</u>	<u>\$0.13</u>
Internal Income	US\$	<u>\$3,147,971</u>		<u>\$3,314,097</u>	<u>\$4,977,997</u>	<u>\$4,977,997</u>
Capital Expenditure	US\$ Imported			\$10,556,188	\$10,556,188	\$10,556,188
	Tsh Local Rate 2,500			\$17,312,505	\$17,312,505	\$17,312,505
				<u>\$27,868,693</u>	<u>\$27,868,693</u>	<u>\$27,868,693</u>
10% Depreciation	US\$			2,786,869	2,786,869	2,786,869
	US\$/Kg			\$0.10	\$0.07	\$0.07