



Orbis Logistics
DELIVERING EXCELLENCE

BUSINESS PLAN

2024 - 2026

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TABLE OF CONTENT

1.0 EXECUTIVE SUMMARY	1
1.1 Our Vision.....	2
1.2 Our Mission	2
1.3 Our Values	2
1.4 Our Objectives	2
1.5 Keys to Success	3
1.6 Business Summary	3
1.7 Business Ownership	3
1.8 Start-up Summary	3
1.9 Locations and Facilities	4
2.0 PRODUCT AND SERVICES	5
2.1 Sourcing and Fulfilment	5
2.2 Technology	6
2.3 Future Products and Services	6
2.4 Benefits of our products and services	6
3.0 INDUSTRY ANALYSIS	7
3.1 Global Logistics Industry Overview	7
3.2 Growth Drivers	7
3.3 Global Logistics Market Trends	7
3.4 Tanzania Logistics Industry Overview	8
3.5 Significance of Logistics Industry	9
3.6 Market Needs	10
3.7 Tanzania Market Trends	10
3.8 Market Accessibility by Road	11
3.9 Future Prospects	13
3.10 Key Players	13
4.0 MARKET ANALYSIS	14
4.1 Market Analysis Summary	14
4.2 Key Customers	14
4.3 Customer Focus	14
4.4 Market Segmentation	14

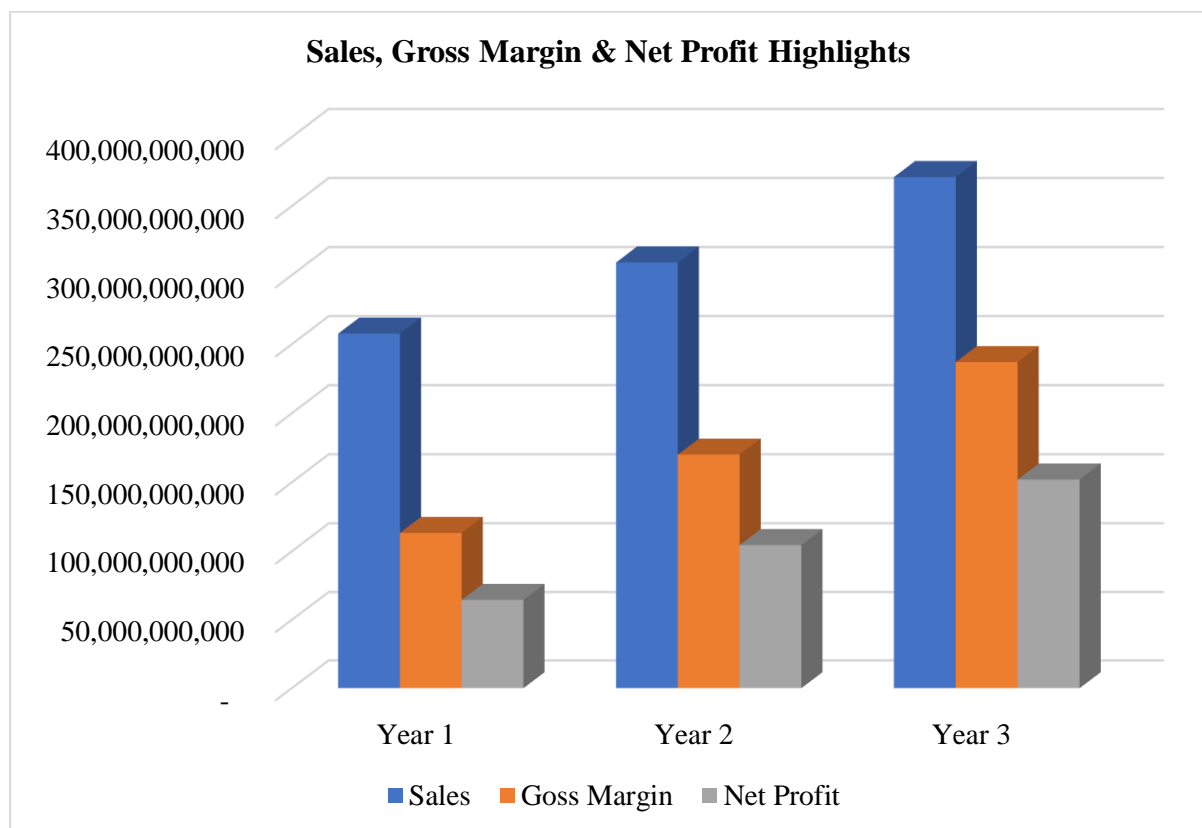
4.5 Target Market	16
4.6 Target Market Segment Strategy	17
4.7 Competition and Buying Patterns	17
4.8 Web Plan Summary	17
4.9 Website Marketing Strategy	18
4.10 Competitive Edge	19
4.11 SWOT Analysis	19
5.0 MARKETING STRATEGY AND IMPLEMENTATION	21
5.1 Overview	21
5.2 Marketing Strategy	21
5.3 Brand & Value Proposition	22
5.4 Promotion Strategy	22
5.5 Positioning	23
5.6 Pricing	23
5.7 Place/Distribution	24
5.8 Strategic Alliances	24
5.9 Sales Strategy	24
5.10 Milestones & Metrics	26
6.0 MANAGEMENT SUMMARY	27
6.1 Management Team	27
6.2 Recruitment	27
6.3 Training	28
6.4 Promotion	28
6.5 Personnel Plan	29
6.6 Incentives	29
7.0 FINANCIAL PLAN	30
7.1 Start-up Funding	30
7.2 Important Assumptions	31
7.3 Projected Profit and Loss	31
7.4 Projected Cash Flow	34
7.5 Projected Balance Sheet	36

1.0 EXECUTIVE SUMMARY

Orbis Logistics Limited is a logistics company based on Dar es Salaam and founded by Vikram Goenka and Legacy Venturs Holding FC-LLC. It is a limited liability company registered by Business Registration and Licensing Agency (BRELA) under the Companies Act No. 12 of 2002 (CAP. 212) with incorporation number 164179583 in 10th day of March 2023. Orbis Logistics Limited will serve businesses in the East and Central Africa region (which include countries such as; Tanzania, Kenya, Uganda, Rwanda, Burundi, Zambia and Democratic Republic of Congo) with freight hauling and logistics management services. The business will develop a reputation for its on-time and accurate service as well as sophisticated Web and software functionality, allowing clients to align their business with Orbis Logistics Limited's services and scheduling automatically. The business will be managed by Vikram Goenka, CEO, and other hired staffs.

Orbis Logistics Limited can be launched for about TZS 116,872,295,468 largely with investment by investing partners, investment of shareholders, and with loan where possible. The business will be launched with one hundred and fifty 18-wheeler trucks using auto loans to finance this expansion. Gross margins will be around 44%, allowing for significant profit by the end of the year as the business scales up.

Beyond three years, Orbis Logistics Limited will seek to expand to additional bases of operation and to add trucks with refrigerated and temperature-controlled trailers.



1.1 Our Vision

Orbis Logistics Limited vision is to become the largest and most reliable high-quality logistics services provider in the logistics industry in Tanzania and other East and Central African countries.

1.2 Our Mission

Orbis Logistics Limited's mission is to provide high quality, convenient and comprehensive transportation and logistics services operations at the lowest cost and exceptional customer care services in a loving and caring way with strong emphasis on on-time delivery and sound condition of freight upon delivery.

Orbis Logistics Limited will use management of logistics, on time, accurate deliveries from destination to destination and partnership with distribution centres and warehousing businesses to achieve its goals.

Orbis Logistics Limited will simplify freight transport for local businesses and other East and Central Africa businesses, becoming their partner in operating efficiently and reliably.

1.3 Our Values

Diversity and Respect is our life blood and govern the way we do business and make our company stronger. Our diverse workforce mirrors different cultures and viewpoints to create a work environment for our people to express their thoughts and ideas. We treat each other with dignity and respect all individuals and their contribution to the team.

Customer Focus where we value our customers as the fundamental reason for us to be in business. We act on our customers' terms by offering quality products and solutions, with the best customer service possible. We look for every opportunity where we can exceed our customers' expectations.

Commitment to Quality and Efficiency, where we built on our business to deliver this promise at all time by providing value in all that we do.

Growth, where we continuous strive to improve our people and services. This is to ensure our people are always knowledgeable, helpful, and highly qualified to provide courteous, prompt, and dependable service.

Responsibility and Result Orientation characterised by our people taking ownership being accountable for what needs to be done and getting the job done despite obstacles and difficulties.

1.4 Our Objectives

Orbis Logistics Limited intends to serve businesses in the East and Central Africa region (which include countries such as Tanzania, Kenya, Uganda, Rwanda, Burundi, Zambia and Democratic Republic of Congo) with truck-based transit services.

Over the first three years of operations, Orbis Logistics Limited will seek to meet the following objectives:

- Establish bases in Dar es Salaam, Tanzania

- Purchase two hundred and twenty 18-wheeler trucks with dry van trailers and other equipment necessary for logistics business
- Hire 423 full-time employees including truck drivers and equipment operators
- Achieve strong annual revenue based on many miles of freight transportation in the third year

1.5 Keys to Success

The keys to success in the Orbis Logistics Limited logistics business are:

1. Robust communication systems between drivers, bases, and clients
2. Setting delivery schedules that can be met
3. Hiring and retaining reliable, safe drivers as well as in-house mechanics to handle maintenance and repairs
4. Understanding what clients are trying to achieve, and helping them find the right distribution solution to create long-term relationships
5. Having systematic maintenance routines
6. Charging competitive rates to our customers with regard to national authorities' standards

1.6 Business Summary

Orbis Logistics Limited, a transportation and logistics business headquartered in Dar es Salaam, Tanzania will provide freight transport by road solutions and services for business clients in the East and Central Africa countries. Beginning with operations in Tanzania, Orbis Logistics Limited will haul freight from suppliers to manufacturers to distributors and retailers, operating in partnership with oil suppliers, distribution centers, warehouses, and wholesalers.

1.7 Business Ownership

Orbis Logistics Limited is a limited liability company registered by Business Registration and Licensing Agency (BRELA) under the Companies Act No. 12 of 2002 (CAP. 212) with incorporation number 164179583 in 10th day of March 2023.

Orbis Logistics Limited was founded and is owned by two shareholders namely; Vikram Goenka and Legacy Ventures Holding FC-LLC, previous owners of a different businesses. Directors share ownership at the ration of Vikram Goenka 1 Ordinary Shares and Legacy Ventures Holding FC-LLC 99 Ordinary Shares.

Being owned by shareholders with vast experience in business the company enjoys the services of capable, experienced and dynamic management.

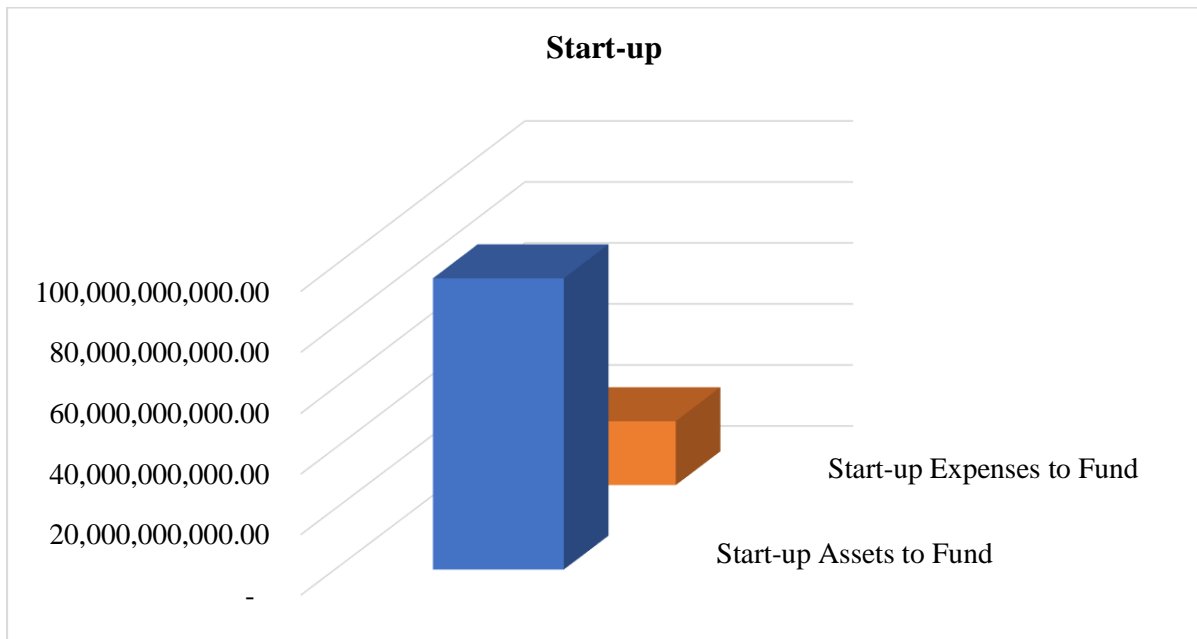
1.8 Start-up Summary

Orbis Logistics Limited needs TZS 116,872,295,468 to start its operations of which TZS 21,054,516,268 will be for financing start-up expenses respectively. The start-up expenses include some of the basic set-up costs for the Orbis Logistics Limited office – stationery (business cards and letterhead), rent for the office and a large adjacent parking lot for one year's rent and security, and computer equipment. Marketing expenses include brochures and website development (see website plan for more details). Other expenses include legal consultation fees

to ensure that all precautions are taken to limit the risk of the business and to establish templates for client and partner agreements, insurance premiums for the first year of operation to cover liability associated with the service, the office, and the trucks, and licenses and permits for the business.

The other TZS 95,817,779,200 will be for purchasing Long-term assets including; 320 Tractor trucks, 50 Tipping trailers, 250 Flatbed trailers, 125 Dangers, 20 Tanker trailers, 50 Dump trucks, 10 excavators, 10 Patrol vans, 5 Directors cars, 6 Forklifts, 3 Richstakers and 8 Bobcat, Generator KVA320, Repair equipment and tools, Truck trucking devices, Truck batteries, Truck spare parts, Truck tyres and Office furniture will all be made in cash. The business will purchase new in order to better ensure that deliveries are made on time and that the usual risks of aging equipment are avoided. Orbis Logistics Limited will also have a budget for other long term assets including repair equipment and tools which will be enough to own in-house, satellite-tracking equipment for each truck, and office furniture and other current assets including; office supplies, software for accounting, scheduling, and resource management and light equipment.

The cash required will also be used to fund the months of operation before cash flow break-even is achieved and to allow for adequate cash reserves to reduce the risk of running low on cash if targets are not met. While some trucking businesses hire owner-operators of trucks, Orbis Logistics Limited will maintain greater control over the service it offers by owning the trucks and equipment, ensuring that it always lives up to its name.



1.9 Locations and Facilities

Initially, Orbis Logistics Limited will maintain a leased office and will house the tractors and trailers at the leased yard as well. This is not uncommon for start-up logistics companies. As it grows, Orbis Logistics Limited will obtain our own space that provides a traditional office for employees to comfortably work as well as space to house and park its trucks. Orbis Logistics Limited management expects that this space will be needed within the next three years.

2.0 PRODUCT AND SERVICES

Orbis Logistics Limited will provide transit services to countries in the East and Central Africa countries. The following are the services that Orbis Logistics Limited will provide to its customers:

- Logistics services
- Dedicated transit services
- Flatbed hauling services of goods and materials from and to locations in its geographic range by tippers and 18-wheeler trucks hauling dry van trailers
- Both “less than a truck load” and “truck load” services
- Online tracking information detailing the location of all GPS-tagged trucks and the status of deliveries, including expected arrival times for pick-up or delivery
- Phone support for all customer questions, delivery changes, and scheduling
- Preferred client services including online accounts, regular schedules of shipping, or linking of client order information directly to Orbis Logistics Limited’s scheduling software to allow for seamless logistics

To maintain its competitiveness in its core services, Orbis Logistics Limited will NOT offer:

- Storage or warehousing of goods awaiting delivery (goods can remain in storage in trucks for short periods, but at relatively high cost to customers)
- Packaging and crating

A few keys of Orbis Logistics Limited to maintaining a successful freight transportation operation are to:

- Find a niche and dominate it
- Have an inbound load for every outbound load
- Ensure that customers can easily and quickly place orders for shipping merchandise short or long distances throughout the local and regional area

At Orbis Logistics Limited trucks will be operated by qualified and well-trained drivers with spotless records. Drivers will be safety trained and re-tested for knowledge of laws as they change. A dedicated suite of software and communication systems will allow for the logistical management mentioned above.

2.1 Sourcing and Fulfilment

As previously noted, Orbis Logistics Limited will initially fill orders as an independent contractor for other trucking companies. The only thing required on the part of the Company to fulfil these initial orders will be a freight truck and drivers.

Orbis Logistics Limited will make sure that each transportation order is handled in a safe and professional manner. Important to maintaining and developing successful business operations is the ability to consistently deliver high quality freight at reasonable prices. With the fluctuating and oftentimes increasing price of diesel fuels, it is especially important that Orbis

Logistics Limited develop and implement strategies to minimize the possibility of mistakes in fulfilling orders.

2.2 Technology

Orbis Logistics Limited will use the internet, email and telephone communication to disseminate information, take orders and plan deliveries.

In the future, Orbis Logistics Limited will make improvements such as utilizing top-of-the-line trucking software that tracks information detailing the location of all GPS-tagged trucks and the status of deliveries, including expected arrival times for pick-up or delivery.

2.3 Future Products and Services

After the first 2 years in business, Orbis Logistics Limited plans to expand its services by entering into contracts directly with vendor as opposed to only serving as an independent contractor for other trucking companies. This will allow Orbis Logistics Limited to increase revenue while having more freedom in job selection.

In the future, Orbis Logistics Limited will add the following services:

- Temperature-controlled shipping to expand the range of customers Orbis Logistics can appeal to.

2.4 Benefits of our products and services

The benefits of our products and services are:

- Accurate and on-time distribution of goods throughout the federation and beyond.
- Effective monitoring of freight throughout the period of transit online.
- Sound and quality management of freight during transportation to ensure optimum delivery condition, etc.
- We provide excellent customer care services all times.
- All our services are offered at the lowest possible price.

3.0 INDUSTRY ANALYSIS

3.1 Global Logistics Industry Overview

The global freight and logistics market is forecast to grow to \$18.69 billion by 2026 at a compound annual growth rate (CAGR) of 4.4%. Looking solely at logistics, the global logistics market is expected to reach \$6.55 trillion by 2027, growing at a CAGR of 4.7%. The freight and logistics market includes the sale of services by companies that transport goods and commodities via rail, air, roads, and water, using large vessels in the process of planning and executing the efficient transportation and storage of goods from point A to point B to meet consumer needs in a timely and cost-effective manner.

It includes warehousing, management, transportation, delivery, consultation, packaging, and legal services. It is most commonly employed in sectors such as manufacturing and automotive, oil and gas, mining, agriculture, fishing, forestry, construction, distributive trade, and other end users. The most common types of logistics models are first-party logistics (1PL), second-party logistics (2PL), and third-party logistics (3PL).

Logistics has become an integral and growing part of the global economy as its worldwide applications enable businesses to mark their presence in the international market. The sector allows companies to store and transport resources such as equipment, inventory, food, and materials to the desired destination. It helps organizations create added value, save money, deliver a better customer experience, and improve brand standards. Currently, many companies around the world are looking to strategic logistics management to lower their transport expenses.

3.2 Growth Drivers

Supply-side and demand-side trends broadly impact the global logistics market. One of the significant market demand drivers is the rapid proliferation of trade agreements among various nations. Also, initiatives to increase international trade activities have expanded the demand for logistics to keep up with the needs of importers and exporters.

The logistics sector has also benefited from recent technological advancements, globalization, integration, new legislation, and alliances. Technological advancements include automated material handling equipment, biometrics, robotics, and GPS. They enable businesses to work more efficiently, driving worldwide market growth. The continuing surge in e-commerce and online shopping also supports the market's growth. The pharmaceutical and food & beverage industries also drive the market as they experience continued growth.

3.3 Global Logistics Market Trends

Several factors are driving the logistics market on a global scale. One of the most significant factors is the popularity of e-commerce, which continues to grow as the availability of high-speed network connectivity grows. More and more consumers want to shop online, and more home delivery options are available daily. This increases the demand for efficient logistics services.

Companies now offer logistics monitoring systems integrated with advanced tech, such as blockchain, augmented reality, artificial intelligence, and the Internet of Things. These systems enable them to monitor real-time information and offer predictive warehouse management, transportation, and delivery alerts. For example, by using artificial intelligence, shipped goods

can be tracked to their exact location, a technology that helps to reduce transit time by nearly 50% compared to the traditional trucking industry.

Also, cargo-monitoring technologies include GPS trackers, RFID sensors, and Bluetooth. Such tracking technologies allow the owners and receivers of products to track their packages in real-time using smartphone apps. These advancements, along with the development of self-service kiosks at warehouses to reduce manual paperwork and promote electronic data interchange technology, will continue to shape the market in the future.

E-commerce significantly impacts the logistics industry, as the pandemic made online shopping the norm. Global e-commerce sales are on pace to reach \$6.3 trillion in 2024. Such a surge in online shopping has led to an increase in the overall volume of shipments, pressuring logistics companies to deliver faster and more efficiently. E-commerce growth also presents challenges such as managing returns, offering same-day delivery, and handling a more extensive variety of products.

Logistics operations also benefit from the rise of "last mile" gig economy delivery. When a product leaves a warehouse, it is loaded onto whatever series of vehicles is needed and delivered to a customer's door. The "last mile" delivery is the final step of the process. Last-mile delivery is the most expensive and time-consuming part of shipping. This is because the final leg of delivery usually involves multiple stops and low drop sizes, a problem that is further exacerbated in rural areas where homes are farther apart and equally problematic in crowded cities where traffic slows the process.

Last-mile delivery costs comprise 53% of the total cost of shipping. So, as the gig economy grows, retailers and logistics partners are using crowdsourcing technologies to connect directly with local, non-professional couriers who use their transportation to make deliveries. This allows companies to get their e-commerce orders to customers faster and with lower logistics costs. And, with all the technology and integration with automation across sectors, we will soon start seeing more robots, drones, and self-driving vehicles making deliveries.

Another market trend is that manufacturers are focusing on adopting green logistic solutions and ESG policies to reduce environmental impacts and improve their "green" reputations. Sustainability appeals to eco-conscious consumers and benefits shippers through lower fuel costs. Sustainable logistics lead to better decision-making and opportunities for optimization in procurement, route planning, and reverse logistics.

3.4 Tanzania Logistics Industry Overview

Logistics refers to the process of storing and transporting resources, such as equipment, inventory, food, liquids, and materials, from one location to the desired destination. It includes the management of the flow of goods from production to the point of consumption to meeting the requirement of customers. It helps enterprises create additional value, save costs, deliver a better customer experience, and improve brand reputation. At present, various organizations around the world are focusing on strategic logistics management to reduce their transport expenses.

As of 2020, transportation and material moving accounted for 7.1% of all Tanzania jobs employing one of the largest workforces in the country, surpassed only by food service, sales related occupations, and administrative careers. This number is expected to growing.

The Tanzania economy is predicted to continue the pattern of growth we've seen in the past few years, with an increasing gross domestic product (GDP), as well as unemployment and inflation rates rising slower than country target estimates. This trend will result in job growth, particularly in industries like construction, which is a key indicator of freight demand.

3.5 Significance of Logistics Industry

Logistics involves the process of planning, implementing, and controlling the flow of raw materials and finished goods, and it is there from the point of origin to the end of consumption of any product. It plays a vital role in the economic growth of any country.

The logistics industry contributes to the economy by creating work opportunities, helping industries do business efficiently, and offering support to most manufacturing industries.

Tanzania is a country in East Africa with the 12th largest economy in Africa and the 2nd largest in the East African region. As per a report based on the recent data from the World Bank, the contribution of Logistics to Tanzania's GDP during the last decade is very significant.

This country relies mainly on the agricultural processing and mining industries. Agriculture contributes approximately 24.5% of the country's GDP and almost 85% of all countries' exports. In this scenario, the logistics' role becomes more relevant because export is entirely dependent on the logistics sector.

The logistics industry in Tanzania plays an essential role in growing and improving the other industries as well. So here we are going to talk about the significance of logistics in Tanzania and the world.

Logistics helps in cost reduction and thus maximizes the profit. This becomes possible due to improved material handling, safe and speedy transportation, convenient location of warehouses, etc.

Logistics mainly helps in the efficient flow of manufacturing operations. It makes on-time delivery of raw materials possible and results in the proper utilization of these materials and then finished goods.

Logistics provides a competitive edge to the industry by increasing sales by providing better customer service, which is only possible due to logistics. It helps to arrange for a reliable delivery without errors in order processing of any product.

Moreover, logistics help in developing an effective communication system for any enterprise as well. Because of the continuous interaction with suppliers and delivery, companies can improve customer service.

It also helps in inventory management, which is a significant part of production management. How to ensure an adequate inventory can be answered by logistic management. Today, all types of industries in the world are dependent on the logistics sector. So it is the essential requirement of any enterprise which has a supply chain.

3.6 Market Needs

According to the Ministry of Transportation, at least 66% of all shipments are delivered by track. This means that all goods transported in Tanzania are primarily transported and delivered by road through trucks leaving an overwhelming need for drivers and companies to deliver said goods. According to our research demand is driven by consumer spending and manufacturing output. The profitability of individual companies depends on efficient operations. Large companies have advantages in account relationships, bulk fuel purchasing, fleet size, and access to drivers. Small operations can compete effectively by providing quick turnaround, serving a local market, or transporting unusually sized goods.

Large established companies tend to have their own truck fleets, but many smaller companies outsource the freight transportation function. The latter vary in the scale of their operations, but have a steady demand for reliable transportation solutions. Orbis Logistics Company will actively solicit such customers to meet this need.

Market research shows that customers in the trucking industry are price sensitive, and they value on-time deliveries, special handling capabilities, and less-than-truckload orders. Customer referrals also strongly influence the buying decisions of these customers. Orbis Logistics Company has taken this into consideration as it prepares its marketing plan.

3.7 Tanzania Market Trends

Any economy's ability to perform economically depends on logistics and warehousing. According to our feasibility study the market is anticipated to benefit from the expansion of infrastructure and construction industries. In addition, it will grow from increased industrial activity, e-commerce, and an influx of foreign businesses into the East and Central Africa region during the project period.

The rise of the freight forwarding market in the region was significantly influenced by the food and beverages, construction and industrial sectors. Due to improvements in the road infrastructure, it was found that road freight was the most desired mode of transportation, followed by air and sea freight. There are several challenging terrains in the region that are inaccessible by any other form of transportation. The Tanzania freight forwarding market's top revenue source was Asia.

The Tanzania warehousing business had expanded slowly due to the severe shortage of high-quality, contemporary warehouses. One of the major areas of logistics that calls for increased funding and technological innovation is warehousing. It is anticipated that the development of automation technology and more sophisticated inventory management systems would aid in the expansion of the warehouse sector.

Compared to the US and China, the African Continent's E-Commerce market grew relatively late and only accounts for 0.6 percent of total transactions in 2020. As the industry expands, so do the market's logistical requirements, particularly in the express delivery sector.

Other factors contributing to the growth are:

- Large percentage of Tanzania's overall exports is towards its neighbouring countries.
- The retail business in Tanzania is thriving making it a lucrative country for international retailers and wholesalers.

Corridor Length (rounded): 2,080km

2. Central Corridor

Dar es Salaam – Morogoro – Dodoma – Singida – Nzega – Tinde – Isaka - Lusahunga to:

- (i) Gisenyi via Rusumo and Kigali
- (ii) Bujumbura via Nyakasanza, Kobero and Gitega
- (iii) Masaka via Bukoba and Mutukula

Corridor Length (rounded): 2,170km

3. Dar es Salaam (TAZARA) Corridor

Morogoro – Iringa – Mbeya -Tunduma

Corridor Length (rounded): 1,100km

4. Namanga Corridor

Iringa – Dodoma - Babati – Arusha – Namanga – Nairobi – Thika -Murang’a – Embu – Nyeri – Nanyuki – Isiolo – Marsabit - Moyale

Corridor Length (rounded): 1,800km

5. Sumbawanga Corridor

Tunduma – Sumbawanga –Mpanda – Uvinza – Kasulu – Manyovu/Mugina – Makamba - Nyanza Lac – Rumonge -Bujumbura

Corridor Length (rounded): 1,260km

6. Sirari Corridor

Biharamulo – Mwanza – Musoma - Sirari/Isebania – Kisii - Kisumu – Kakamega – Webuye - Kitale - Lodwar Lokichokio

Corridor Length (rounded): 1,500km

7. Coastal Corridor

Mingoyo - Dar es Salaam - Bagamoyo – Tanga – Horohoro/Lunga lunga – Kwale – Mombasa – Kilifi – Malindi - Lamu

Corridor Length (rounded): 1,500km

8. Mtwara Corridor

Mtwara – Mingoyo – Masasi –Tunduru – Songea - Mbamba Bay

Corridor Length (rounded): 800km

9. Tanga Corridor

Tanga – Arusha – Musoma – Lake Victoria - Kampala

Corridor Length (rounded): 1,650km

10. Gulu Corridor

Nimule – Bibia – Gulu – Lira – Soroti – Mbale - Tororo

Corridor Length (rounded): 600km

3.9 Future Prospects

In the forthcoming years, Tanzania’s market growth is anticipated to be attributed to the warehousing segment's higher growth rate than the dominant freight forwarding segment. In order to offer better customer service, logistics companies are anticipated to invest in cutting-edge technological solutions including autonomous logistics, real-time tracking, and automation. Incorporating cutting-edge technology-based solutions can aid logistics service providers in efficiently delivering goods in light of the expanding global trade. Additionally, construction industries will be the main factor for the growth, which has sparked a wave of construction projects in the nation, increasing trade and storage activities

3.10 Key Players

Some major key player companies in Tanzania’s Logistics Industry are Bravo Logistics, Ostrich Transport & Logistic Company Ltd, Arusha Freight & Transport Agency, Wenson Logistics Co. Ltd, DTS Logistics Company Limited, KRB Freight Co. Ltd, SAS Logistics Ltd, Astraline Logistics, LGT Logistics Tz, Malawi Cargo Centres Ltd, Sino Logistics Co Ltd and some others.

4.0 MARKET ANALYSIS

4.1 Market Analysis Summary

The Tanzania commercial trucking industry serves as a key link between raw material suppliers, manufacturers, wholesalers, distributors, and retailers in most industries. The industry includes dry van, flatbed, refrigerated and bulk/tank trucking over short-haul (up to 100 miles), medium-haul (100 to 250 miles), and long-haul (250 miles and up).

Orbis Logistics Limited will compete in the market for medium and long haul freight transit in the East and Central Africa. This market serves businesses ranging from the oil, packaged goods/grocery industry to the clothing industry to high-tech equipment, as well as commercial relocations.

4.2 Key Customers

Orbis Logistics Limited intends to operate as a general carrier of merchandise for companies and individuals, especially in Tanzania and other East and Central Africa countries. As such, it is difficult to determine the average customer of the Company as Orbis Logistics Limited will have the licensure and the ability to effectively move almost any type of merchandise.

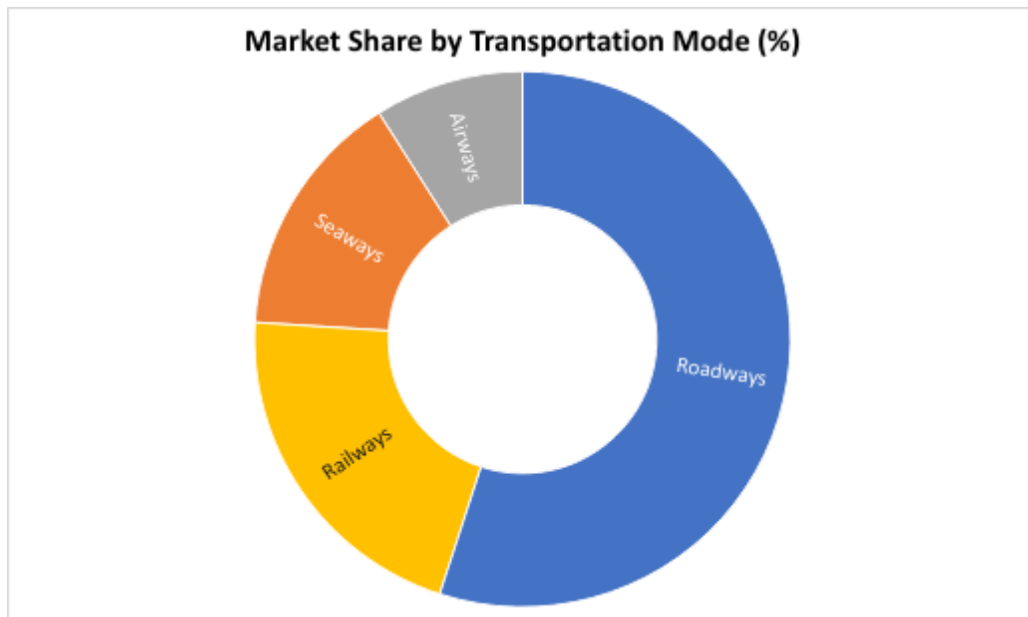
Orbis Logistics Limited will initially focus specifically on being an independent contractor to transportation companies in Tanzania and other East and Central Africa countries. By serving as an independent contractor, Orbis Logistics Limited will provide a more affordable freight transport solution for new and growing companies than purchasing their own trucks. Orbis Logistics Limited will also serve larger trucking companies who simply don't have enough drivers for delivery but at the same time, is not interested in hiring additional full time employees.

4.3 Customer Focus

Orbis Logistics Limited will target all businesses and individuals in need of freight services. Orbis Logistics Limited will begin by targeting local and foreign business owners both companies and individuals in need of transit services. No matter the client, Orbis Logistics Limited will deliver a customer-centric experience where they will customize each shipment to match the customer's specific requirements.

4.4 Market Segmentation

Orbis Logistics Limited provides an analysis of the key market in each sub-segment of the logistics market, along with forecasts at the global, regional, and country level from 2024-2028. Our company has categorized the market based on the transportation mode, end-use and region.



On the basis of transportation mode, the industry is segmented into:

- Roadways
- Seaways
- Railways
- Airways

Currently, roadways represent the leading segment in the market.

On the basis of end-use, the industry is divided into:

- Manufacturing
- Consumer Goods and Retail
- Food and Beverages
- IT Hardware and Telecom
- Healthcare
- Chemicals
- Construction
- Automotive
- Oil and Gas
- Others

Amongst these, consumer goods and retail accounts for the largest share in the total market.

On the basis of the region

By region Orbis Logistics Limited segments the market as follows:

- East Africa
 - Tanzania
 - Kenya

- Uganda
- Rwanda
- Burundi
- Central Africa
 - Democratic Republic of Congo
 - Zambia
 - Africa

4.5 Target Market

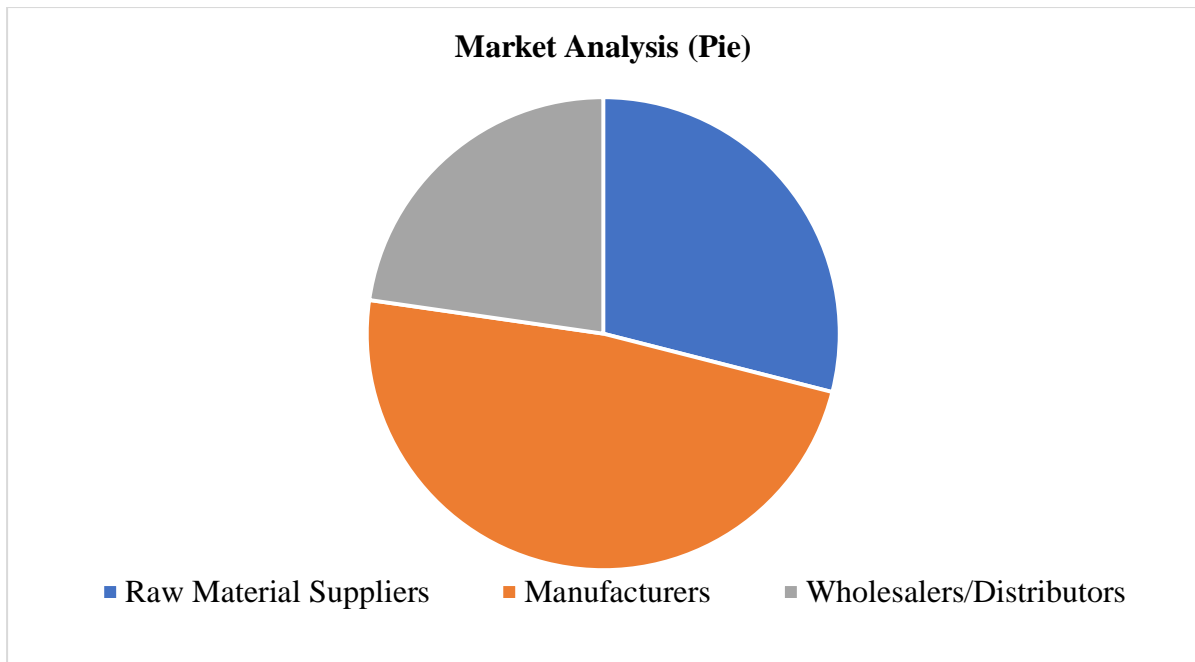
Orbis Logistics Limited target market include the following:

Raw Material Suppliers: These transport large quantities of materials to large manufacturers in the East and Central African countries. These materials generally do not require refrigeration or temperature control. Manufacturers maintain some on-site storage for these supplies and generally have some leeway as to when deliveries can be received, except when projections are mistaken and supplies drop low. Packaging supplies also must be transported to manufacturers and are included in this group.

Manufacturers: These often outsource the distribution of their goods to businesses that specialize in serving one the type of retailer or business. Their packaged goods are often transported to only one wholesaler/distributor, creating a regular business in transporting between the two locations.

Wholesalers/Distributors that serve large retailers assemble truckloads of goods from the many manufacturers they serve. While they often have their own trucks or distribution means, some of these firms do not either because they are smaller or because they attempt to limit their investment in assets. Others may require additional transportation support when they are operating at capacity but not prepared to expand their transportation capacity.

The market analysis chart covers likely market segments within the seven countries which Orbis Logistics Limited will serve.



4.6 Target Market Segment Strategy

Orbis Logistics Limited will begin by focusing specifically on the segment of manufacturers in Tanzania, expanding after the first year to the entire intended East and Central Africa region. By serving manufacturers, Orbis Logistics Limited can provide an affordable shipping solution for new and growing manufacturers over purchasing their own trucks.

Raw material suppliers sometimes require flatbed or bulk/tank transit which will also be offered by Orbis Logistics Limited and wholesalers often have their own trucks. These segments are expected to yield some customers, but by focusing first on the middle of the supply chain with manufacturers, Orbis Logistics Limited will be introduced to suppliers and distributors who may require their services without having to engage in full marketing campaigns to these segments.

4.7 Competition and Buying Patterns

In addition to competing with other freight transport companies, Orbis Logistics Limited will compete with rail and air cargo transportation. However, for the distances it intends to transport, and due to the few rail lines over the countries and regions, freight transportation is at an advantage.

Clients choose between transit companies based on:

- Their track record of on-time and accurate deliveries
- Their price
- Their ability to partner with the shipper to offer logistics expertise and added services.

4.8 Web Plan Summary

The Orbis Logistics Limited website will serve as a source of basic information for those who find it via Internet searches, as well as a sophisticated account management portal for clients. For potential clients, the website will serve as a deeper explanation of the services and

background of the company than a brochure or advertisement can provide. Specific calls to action on the website will ask users to call to speak to a salesperson or to fill in a form with their basic information and a good time to speak with them, so that a salesperson can contact them. Even one-time clients will be able to access up-to-date information about Orbis Logistics Limited services and current location of their deliveries. Clients who subscribe to preferred services will have access to more advanced information and functions.

4.9 Website Marketing Strategy

Orbis Logistics Limited will utilize the following means to promote its website as a marketing tool:

- Initial and ongoing search engine optimization by the Web developer and then by an SEO firm
- Google AdWords campaign which can be reduced or defunded if organic search rankings are high enough
- Profiles and listings on ten business and trucking company online databases
- Mention of the website URL in all brochures and advertisements

Development Requirements

The website's components will have the following requirements:

Front End

- Homepage – Mirroring a basic brochure about Orbis Logistics Limited
- About Us – Background on the partners, mission, and basics of the business
- Contact – Form to submit information and phone number to reach a salesperson during business hours
- Services – Deeper description of the service options along with images of the trucks and a map of the area served

Delivery Tracking

- Form – To enter delivery code which was designated for the delivery
- Map – Shows current location of the delivery on a map
- Statistics – Gives ETA, minutes late or ahead of schedule, status of pick-up or drop-off, other notes about the order

Account Management

- Login – Login form for client username and password
- Account Profile – Basic client information, settings related to interface between client systems and Orbis Logistics Limited if direct links have been established
- Scheduling – Calendar on which pickups and deliveries can be scheduled and rescheduled
- Alerts – Settings for email or text alerts about deliveries which can be sent to client

Back End

- Database Entry – Ability to search within and make changes and edits to the client and scheduling information in the database
- Billing Interface – Website sends billing information for completed jobs directly to accounting software for bill creation

The website will be developed over a three-month period and for three years it will require TZS 48,477,000. Many elements can be adapted from off-the-shelf or open source software, but others must be developed from scratch to interface between client software and the Orbis Logistics Limited database.

4.10 Competitive Edge

Orbis Logistics Limited will establish a competitive edge through its dogged focus on on-time deliveries for its specific target market. Software systems, communication systems, operational choices and marketing materials will all be oriented around this goal. By making customers more assured of on-time delivery with Orbis Logistics Limited than with competitors, they will be more likely to use the business overall, as they can never be sure when a few hours can make an incredible difference to their potential revenues or expenses.

Orbis Logistics Limited will be able to achieve success by offering the following competitive advantages over their competition:

- **Experience.** A major competitive advantage for the Company is the vast industry experience and solid reputation of its owners.
- **Qualified and knowledgeable staff:** Proactive, Friendly, knowledgeable, helpful, and highly qualified team of trucking and logistics experts, sales representatives and dispatchers with extensive experience in the field that are able to effectively navigate the journey of both customers and drivers.
- **Customized services:** Customized service that allows for a small business or an individual to have their requirements accommodated. Orbis Logistics Limited takes care of everything from truck inspections and maintenance to scheduling drivers, loading/unloading, and short-and-long range distribution.
- **Technology:** Use of the latest trucking and logistics technology to ensure each haul is handled with the best of care and delivered efficiently.
- **Quality Service:** Customers will be provided with courteous, prompt, and dependable service. Orbis Logistics Limited will develop a reputation for timely deliveries and intends to build upon that.
- **Competitive rates:** Orbis Logistics Limited will be able to offer the best and competitive pricing for customized and small shipments compared to the competition.
- **Package handling.** By maintaining dependable and safe equipment, Orbis Logistics Limited will ensure that there is no damage to customer's cargo.

4.11 SWOT Analysis

Orbis Logistics Limited has been established with a valuable inventory of strengths that shall contribute to the success of the company. These strengths include experienced, knowledgeable

staff with a clear vision of the freight transportation industry, market needs and, excellent client services.

<p>Strengths</p> <p>-----</p> <ul style="list-style-type: none"> • The staff at Orbis Logistics Limited is experienced and knowledgeable in the logistics of the trucking industry, they are courteous and provide excellent services to all of Orbis Logistics Limited clients. • Strong relationships with clients, offering flexible arrangements for rush deliveries • Competitive prices provide repeat and referral business. • Premium quality service and on-time delivery 	<p>Weaknesses</p> <p>-----</p> <ul style="list-style-type: none"> • Start-up funding needed • The business has been unpredictable during the uncertainty of economic conditions. • Orbis Logistics Limited needs new trucks. New trucks will provide better fuel efficiency; better emissions control and lower our cost of overhead to maintain. These new trucks will allow us to expand our services, creating more revenue to pay our debts. • Initially limited to independent contracting with larger transport companies
<p>Opportunities</p> <p>-----</p> <ul style="list-style-type: none"> • Increase sales opportunities beyond other transportation companies • Current clients with manufacturing plants in other regions. • Strategic alliances offering resources for referrals and marketing to extend Orbis Logistics Limited reach to potential new clients. • Ability to grow quickly because of increases in market demand • Take advantage of the fact that many trucking companies do not like to offer services in DR Congo, Rwanda and Burundi 	<p>Threats</p> <p>-----</p> <ul style="list-style-type: none"> • The rising cost of fuel, maintenance, and repairs. • Likely entry of potential new competitors • Possible new regulations • Possible winters with weather that makes driving a truck difficult/impossible

5.0 MARKETING STRATEGY AND IMPLEMENTATION

5.1 Overview

Orbis Logistics Limited will attempt to rapidly achieve awareness in Dar es Salaam and other Tanzania's regions about its business in the first year, followed with awareness in East and Central Africa countries in future years.

Orbis Logistics Limited intends to maintain a marketing campaign that will ensure maximum visibility for the business in its targeted market. Below is an overview of the marketing strategies and objectives of Orbis Logistics Limited:

- Establishing a strong software/Web component to its business to drive adoption of its preferred client services
- Building and maintaining its on-time reputation to command revenue per mile slightly over the industry average
- Targeting manufacturers in Dar es Salaam and other Tanzania regions in the first wave of marketing as the segment most in need of Orbis Logistics Limited's services
- Establish relationships with freight brokerages and transportation companies in need of freight delivery services within the targeted market.
- Develop an online presence by developing a website and placing the Orbis Logistics Limited's name and contact information with online directories.

5.2 Marketing Strategy

Orbis Logistics Limited intends to use a multitude of marketing strategies to promote and expand its freight trucking business. Orbis Logistics Limited will maintain a listing in the Yellow Pages, create marketing campaigns within local newspapers, and promote the business through word of mouth advertising.

Orbis Logistics Limited also intends to maintain a website that allows customers to contact them directly over email for more information regarding freight trucking services and pricing quotes. As Orbis Logistics Limited expands, the website will be upgraded to include higher levels of functionality and support.

As an extra incentive for customers and potential customers to remember the name, Orbis Logistics Limited plans to distribute coffee mugs, T-shirts, pens, and other advertising specialties with the Orbis Logistics Limited's name.

Orbis Logistics Limited will develop two compelling brochures: one to promote sales to other trucking companies and later, one that promotes the Company's direct services.

Overall, Orbis Logistics Limited will also rely heavily on word of mouth/ referrals from satisfied customers to maintain steady contract work.

5.3 Brand & Value Proposition

Orbis Logistics Limited will offer the following unique value propositions to its clientele:

- Highly-qualified team of skilled employees that is able to provide a comprehensive set of trucking services (shipping, receiving, monitoring, short-distance, small hauls).
- Customized approach to freight distribution, leveraging technology and flexibility to provide the highest quality of service to its customers.

5.4 Promotion Strategy

Orbis Logistics Limited will focus its promoting strategy on the following areas:

- **Word of Mouth/Referrals:** Orbis Logistics Limited owners and staffs have built up an extensive list of contacts over the year by providing exceptional service and expertise to clients who are committed to help spread the word of Orbis Logistics Limited.
- **Professional Associations and Networking:** Orbis Logistics Limited will become a member of Tanzania Truck Owners Association (TATO), and Transporters Association of Tanzania (TAT). We will focus our networking efforts on expanding their client network.
- **Print Advertising:** Orbis Logistics Limited will invest in professionally designed print ads to include in industry publications.
- **Website/SEO Marketing:** Orbis Logistics Limited will utilize our in-house marketing director that designed our print ads to also design our website with visibility on search engines and in databases of freight transportation companies. The website will be well organized, informative, and list all of our services. The website will also list our contact information and provide information for people looking to become drivers. The marketing director will also manage the company's website presence with SEO marketing tactics so that anytime someone types in the Google or Bing search engine "Tanzania Transit Company" or "Transit Company near me", Orbis Logistics Limited will be listed at the top of the search results.
- **On-Time Reputation:** Building and maintaining an on-time reputation that commands revenue per mile slightly over the industry average
- **Target Market:** Targeting other transportation companies in need of assistance with freight delivery
- **Emphasis on service:** Orbis Logistics Limited will differentiate itself by providing premium services to its customers. It will establish new business by offering competitive prices and flexibility for our clients' needs.
- **Build a relationship-oriented business:** Building long-term relationships with customers will be a strong attribute of Orbis Logistics Limited. Customers can trust that they will be provided the delivery services they require.
- **Brochure:** Creating a compelling brochure of Orbis Logistics Limited services which will be distributed through direct mail, and kept in stock for networking events
- **Exhibition:** Exhibiting at Tanzania business service conferences, especially for sectors of the manufacturing industry
- **Advertisements in trade publications**

- **Public Relation:** Public relations efforts including press releases related to the business launch and its unique preferred client account management package

5.5 Positioning

The strategy of Orbis Logistics Limited is to consolidate excellent customer service with timely deliveries and a competitive pricing structure. Orbis Logistics Limited's goal in the next 2 years is to enter into direct contracts with manufacturers and other business entities in need of freight delivery services without having to serve as an independent contractor for other trucking companies.

Orbis Logistics Limited will therefore seek to position itself not necessarily as the most inexpensive carrier, but as a carrier with the best service and on-time record coupled with advanced systems to help clients manage their logistics better.

5.6 Pricing

Since the company is still new, many are expecting our services to be much better than our competitors. Due to this, the Orbis Logistics Limited management team will consider some factors in the pricing of the services offered so as to fulfil both the company's objectives and the clients' expectations that is the company will ensure that all entities involved end up in a win-win situation. The factors that Orbis Logistics Limited intend to consider include:

- The cost involved in offering services
- Our competitors' price
- The company's pricing objectives
- The level of demand in the logistics market
- The urgency of need for our services
- The government policies
- The level of income of our target market

Orbis Logistics Limited will have independent contractor arrangements with various companies that deliver freight. Considering this, pricing will also depend upon the company being serviced.

The Company will be able to charge competitive rates, as it has minimal overhead compared to its competition. Pricing of our service must remain initially competitive with our rivals. This is typical within the industry and can create higher margins. The pricing of Orbis Logistics Limited will be moderate and on par with competitors so customers feel they receive value when purchasing their services. The average truck rate is TZS 292,032 to 328,536 per ton for all loaded miles. Orbis Logistics Limited will start out charging TZS 292,032 per ton per trip during the first year of operation and change it later.

The pricing strategy used by Orbis Logistics Limited will mostly be;

- Demand oriented pricing strategy
- Cost pricing strategy

- Competitive pricing strategy

5.7 Place/Distribution

Orbis Logistics Limited's deliveries will feature:

- Low Distribution Costs
- Fast Delivery
- Optimal Payload Utilization
- Quick Turnaround Times
- Proper Route Planning and Analysis
- Fuel Efficiency

5.8 Strategic Alliances

Orbis Logistics Limited will form strategic alliances with other trucking companies in need of transit services. Orbis Logistics Limited will serve as an independent contractor for these companies and hopes to call on them as the Company starts to take on its own direct customers.

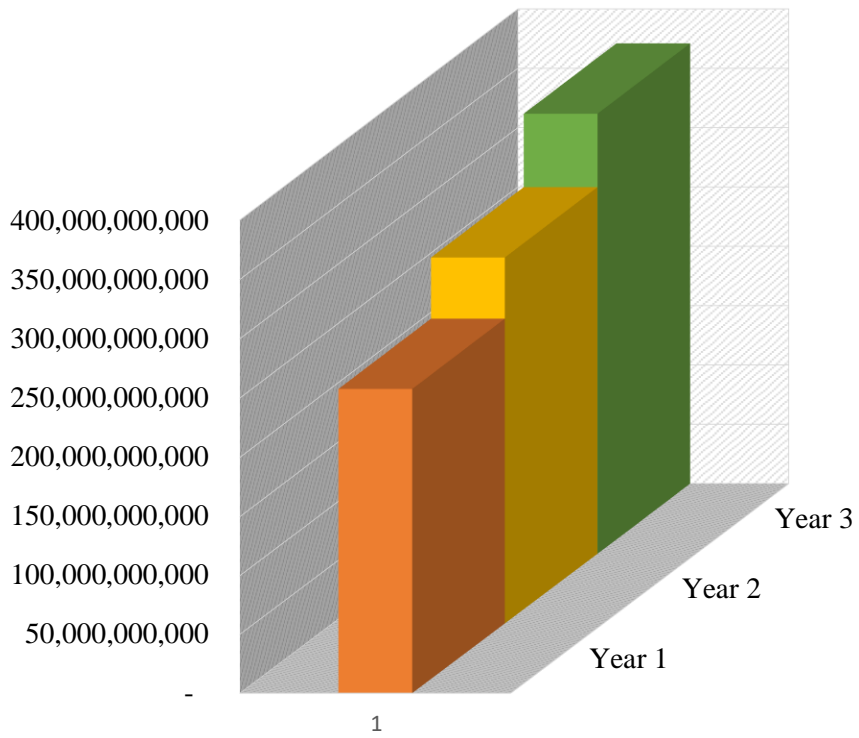
Additionally, Orbis Logistics Limited intends to continually develop a number of referral and contractual relationships with retailers, distribution companies, and freight brokers. Since these businesses are regularly seeking transit services, the owners see a significant opportunity to partner with these firms.

5.9 Sales Strategy

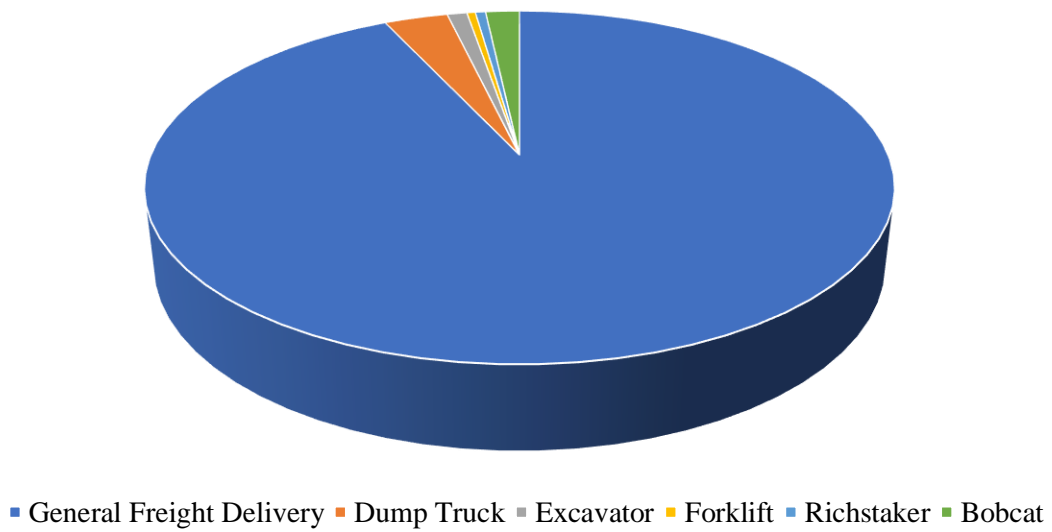
Vikram Goenka will manage sales for the business, making appointments with and traveling to client businesses in the region when necessary to establish relationships based on an understanding of the client's needs for freight transportation. Vikram Goenka will prospect from a list of manufacturer businesses in the targeted area, starting with small and new businesses which may not have established a long-term relationship with a carrier yet.

The cost of sales listed by Orbis Logistics Limited for per-mile transportation is approximately 25% for fuel based on the estimated 10 mpg for loaded trucks, and another 25% for truck driver labour hours that can be assigned to the jobs based on agreed hour rate. Cost of sales for preferred accounts is much smaller as it consists only of set-up and maintenance labour for hourly operators.

Sales By Years



Sales Per Asset



5.10 Milestones & Metrics

Key Metrics

- Freight cost per unit shipped
- Outbound freight costs
- Inbound freight costs as percentage of purchases
- Transit time
- Claims as % of freight costs
- Sales
- Loads
- Maintenance
- Driver commissions
- Leads
- Closes
- Clients
- Repeat clients

The milestones table covers the early marketing activities described in the marketing strategy summary. The first two milestones (website and brochure) are budgeted under start-up expenses and the remainder are budgeted under the first year marketing budget for operations.

Milestone	Start Date	End Date
Find funding to Start Orbis Logistics Limited	01/01/2023	31/12/2024
Purchase Trucks and trailers	01/07/2024	30/08/2024
Insurance and permits	01/07/2024	30/08/2024
Hire drivers	01/08/2024	31/10/2024
Pick up first loads	01/09/2024	30/09/2024
Create Brochure	01/10/2024	31/12/2024
Create Website	01/10/2024	31/12/2024
Generate Mailing List	01/10/2024	31/12/2024
Direct Mail Distribution	01/10/2024	31/12/2024
Run First Advertisements	01/11/2024	31/12/2024
Launch Press Release	01/01/2025	31/01/2025
First Trade Show (Pre and Run)	01/07/2025	07/07/2025

6.0 MANAGEMENT SUMMARY

6.1 Management Team

At start Orbis Logistics Limited management team will comprise of the following:

Chief Executive Officer (CEO)

Vikram Goenka, CEO, will manage the strategic direction, sales and marketing of Orbis Logistics Limited. He developed experience in all of these areas through work in his previous business.

Chief Operating Officer (COO)

Orbis Logistics Limited will recruit the Chief Operating Officer. The Chief Operating Officer will manage operations, finances, human resources, and procurement.

Sales and Marketing Associate

Once Orbis Logistics Limited acquires new trucks, a sales manager will be hired to solicit new business. This will also allow Vikram Goenka to dedicate more time into company management.

Administrator

Orbis Logistics Limited plans to hire an accountant to handle company administration and financial report, all clients accounting, and ensure company compliance with tax regulation across the country.

Safety Manager

At Orbis Logistics Limited the Safety Manager will provide oversight on all maintenance and safety inspections of the vehicles and drivers.

The business will require additional personnel including an administrator/dispatch center operator and a sales/marketing support associates. These individuals will be managed by the COO and the CEO, respectively.

6.2 Recruitment

At start CEO will be recruiting but later when Orbis Logistics Limited hire the Human Resource Manager, he or she will be responsible for recruiting new employees of the company. The process of job analysis will be crucial when coming up with the job description and specifications which will be specific to the job. Incentives and attractive job salaries will be attached to the job description and descriptions. In order to ensure that the business recruits the best employees the following procedures will be used during the recruitment process:

- Analysis of the vacancy
- Identification of the possible source for the possible candidates
- Conducting of extensive advertising for the job description and requirements
- Internal promotion or transfer from branches will be considered

The selection process will be as follows:

- Receiving the application from the applicants
- Assessment of the applications and shortlisting
- Conducting interviews of the shortlisted applicants
- Selecting the best candidates for the jobs
- Conducting orientation of the candidates chosen for the jobs

6.3 Training

Training in Orbis Logistics Limited will involve:

- The newly employed employees will undergo mandatory orientation to learn more about Orbis Logistics Limited. This will help them understanding of how the daily operations of the company are done. The other older employees will help them in their duties for the first two weeks and then they will have a one week evaluation of their performance. During the orientation they will also be introduced to other employees, the company in general, learn on the organizational structure and the services as well as the objectives and goals of the company.
- The employees will also be trained after every year or any time in case there is need to do so while still working so as to ensure they are up to date with the changes in the logistics industry.
- When there occurs transfer of an employee, he or she will undergo through orientation and introduction of the new branch that they on to.
- When employees has been promoted, they will also be trained of their new duties and responsibilities.
- Orbis Logistics Limited will also conduct benchmarking activities where employees can visit other bigger companies so that they can learn more and improve on their performance.
- Orbis Logistics Limited will also offer short courses like leadership skills, risk management and stress management for free to the employees to help them level up their skills and performance.

6.4 Promotion

Orbis Logistics Limited will promote its personnel with criteria based on the level of education, self-development, best performance of work, contribution on achieving company's objectives and the years of service to the company. The methods of promotion will include:

- A rise in salary
- A new personal office
- Allowances
- Gifts for having a good performance appraisal

6.5 Personnel Plan

Truck driver salary listed here covers only salary. This includes training, repair work, returns from deliveries, and other required driving with empty trucks. It is expected that this will be less than 20% of driver wages. Employees will be 423 full-time by the end of year 1. There will be enough full-time truck drivers as the business will attempt to utilize the capacity of the trucks and limit overtime of drivers.

The sales/marketing associate will be hired in the fourth month after the CEO has directly executed all sales and marketing operations for the first three months.

Personnel Plan

Position	Monthly	Year 1	Year 2	Year 3
CEO	2,600,000	31,200,000	31,200,000	31,200,000
COO	2,600,000	31,200,000	31,200,000	31,200,000
Accountant	2,080,000	24,960,000	24,960,000	24,960,000
Sales & Marketing	2,080,000	24,960,000	24,960,000	24,960,000
Administrator	1,300,000	15,600,000	15,600,000	15,600,000
Technicians	7,800,000	93,600,000	93,600,000	93,600,000
Safety Manager	1,300,000	15,600,000	15,600,000	15,600,000
Truck Drivers	197,600,000	2,371,200,000	2,371,200,000	2,371,200,000
Operators	42,120,000	505,440,000	505,440,000	505,440,000
Total	259,480,000	3,113,760,000	3,113,760,000	3,113,760,000
Total People	423	423	423	423

6.6 Incentives

Orbis Logistic Limited intends to be giving its employees additional benefits as a form of motivation. The incentives will be financial or non-financial. The financial are sponsored trip to the place of their choice, bonuses, premium pays, commissions and a plan where employees also enjoys that the company has made. The non-financial are staff career path, conducive working environment, social events, annual leaves and free meals.

7.0 FINANCIAL PLAN

Orbis Logistics Limited will establish its business with 320 Tractor trucks, 50 Tipping trailers, 250 Flatbed trailers, 125 Dangles, 20 Tanker trailers, 50 Dump trucks, 10 excavators, 10 Patrol vans, 5 Directors cars, 6 Forklifts, 3 Richstakers and 8 Bobcat financed by the owners' and investor's or partner's equity. Profits will swing positive from the first year of operation.

After the starting, the business can sustain growth of at least twenty additional trucks per year, and begin to add additional bases of operation so that truck drivers who do not live in the Dar es Salaam area can be hired and trucks do not have to return to this base after all jobs.

Dividends will not be paid out, as per agreement between shareholders, investors and partners, as cash will be used in the business to prepare for expansion to additional offices and purchase equipment on better terms going forward. After five years of operation, Orbis Logistics Limited will seek a strategic sale to a national freight trucking operator for which company's geographic and technological focus will be a good match.

7.1 Start-up Funding

Shareholders will provide the majority of start-up funding out of savings from their previous businesses and personal finance. Additional investment will be from investing partners.

Start-up Funding

Start-up Expenses to Fund	21,054,516,268
Start-up Assets to Fund	95,817,779,200
Total Funding Required	116,872,295,468

Assets

Non-cash Assets from Start-up	95,817,779,200
Cash Requirements from Start-up	
Additional Cash Raised	
Cash Balance on Starting Date	
Total Assets	95,817,779,200

Liabilities and Capital

Liabilities

Current Borrowing	
Long-term Liabilities	
Accounts Payable (Outstanding Bills)	
Other Current Liabilities (interest-free)	
Total Liabilities	

Capital

Planned Investment

Shareholders	132,600,000
Investors	
Additional Investment Requirement	116,739,695,468

Total Planned Investment	116,872,295,468
Loss at Start-up (Start-up Expenses)	(21,054,516,268)
Total Capital	95,817,779,200
Total Capital and Liabilities	95,817,779,200

7.2 Important Assumptions

The business assumes the cost of fuel at an average of the past two years, slightly higher than today's fuel prices. This is considered a conservative estimate as it is possible that fuel will stay below this number during at least part of the start-up phase. However, if fuel becomes significantly more expensive, the gross margins of the business will drop.

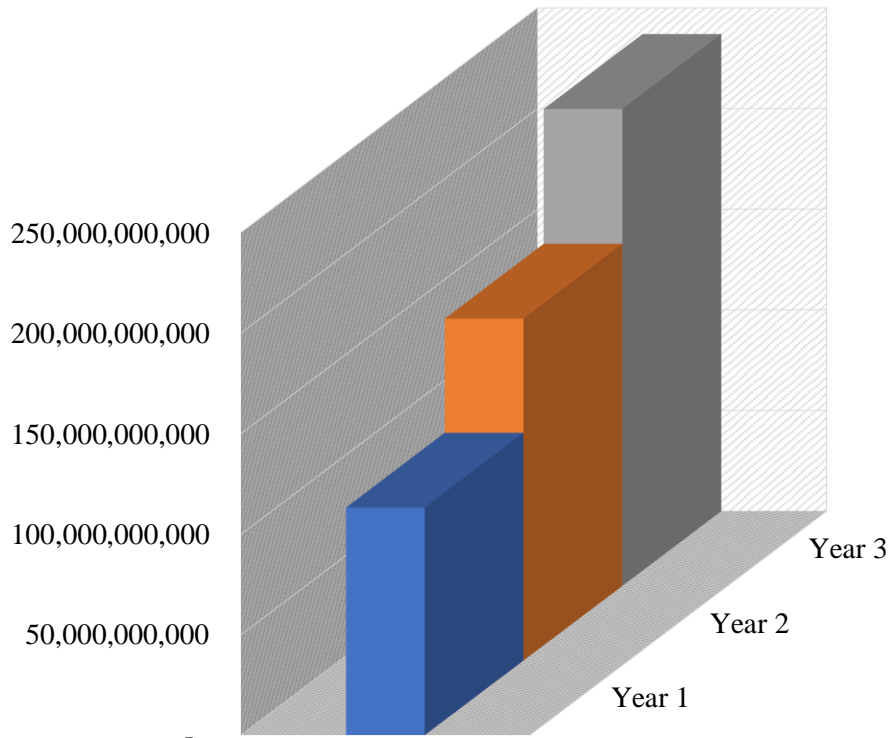
7.3 Projected Profit and Loss

Major expenses include:

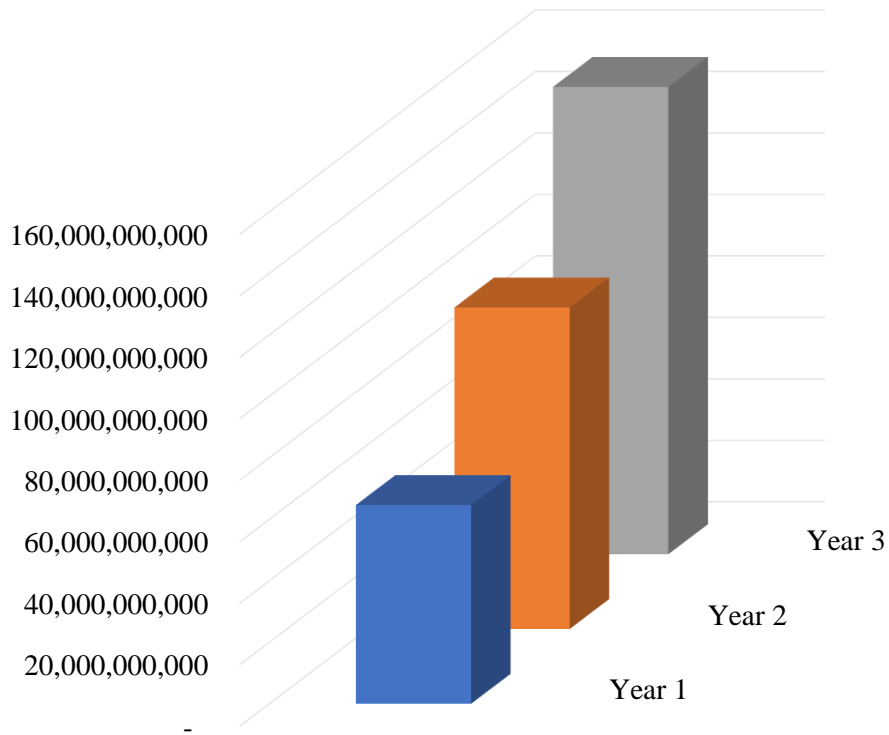
- **Payroll:** Covers the management, staff, and truck driver wages.
- **Marketing/Promotion:** Projected higher in the first year and then dropping due to extra marketing devoted to the launch and the weaning off of search engine marketing over time
- **Depreciation:** Reflects the growing investment in trucks and equipment over the years. Trucks are depreciated on a 10-years straight-line schedule.
- **Truck Maintenance/Repair:** Estimated at 2% per month per truck to will rise to 4 in year 4 due to aging of the trucks purchased.
- **Rent & Utilities:** Projected to rise slightly due to inflationary increases
- **Insurance:** Will grow with the number of trucks and size of operations
- **Payroll Taxes:** Applied to payroll as listed and half of the direct cost of sales
- **Licensing and Permitting:** Include ongoing renewals of licenses and additional licenses for new trucks as they are purchased

The business expects a net loss in the first year as operations and sales scale up appropriately. Net profits will begin in the second year.

Gross Margin Yearly



Profit Yearly

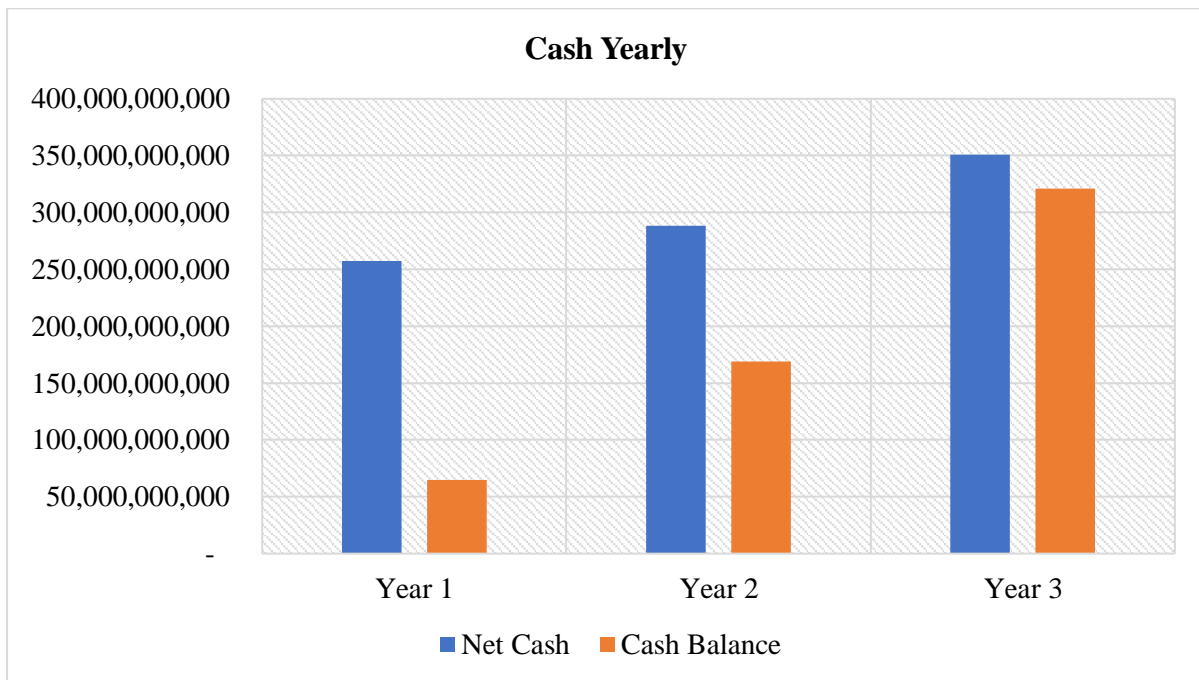


Profit and Loss Statement

	Year 1	Year 2	Year 3
Revenue			
General Freight Delivery	239,616,000,000	287,539,200,000	345,047,040,000
Dump Truck	8,424,000,000	10,108,800,000	12,130,560,000
Excavator	2,620,800,000	3,144,960,000	3,773,952,000
Forklift	1,123,200,000	1,347,840,000	1,617,408,000
Richstaker	1,347,840,000	1,617,408,000	1,940,889,600
Bobcat	4,492,800,000	5,391,360,000	6,469,632,000
Total Revenue	257,624,640,000	309,149,568,000	370,979,481,600
Direct Cost			
General Direct Costs	144,269,798,400	139,117,305,600	133,964,812,800
Total Direct Cost	144,269,798,400	139,117,305,600	133,964,812,800
Gross Margin	113,354,841,600	170,032,262,400	237,014,668,800
Gross Margin %	44	55	64
Operating Expenses			
Payroll	3,113,760,000	3,113,760,000	3,113,760,000
Marketing & Promotion	37,440,000	24,960,000	15,600,000
Depreciation & Amortization	9,581,777,920	9,581,777,920	9,581,777,920
Truck Maintenance & Repair	1,812,552,990	1,812,552,990	1,429,281,873
Insurance	3,806,361,279	3,403,926,606	3,001,491,933
Payroll Taxes	328,330,080	328,330,080	328,330,080
Licenses and Permitting	2,196,480,000	2,196,480,000	2,196,480,000
Rent	31,200,000	31,200,000	31,200,000
Security	15,600,000	18,720,000	21,840,000
Utilities	10,920,000	12,480,000	15,600,000
Web Hosting and Development	10,894,000	17,875,000	19,708,000
Miscellaneous	109,200,000	124,800,000	156,000,000
Total Operating Expenses	21,054,516,268	20,666,862,596	19,911,069,806
Profit Before Interest and Taxes	92,300,325,332	149,365,399,804	217,103,598,994
Income Taxes	27,690,097,600	44,809,619,941	65,131,079,698
Net Profit	64,610,227,732	104,555,779,864	151,972,519,296
Net Profit/Sales %	25%	34%	41%

7.4 Projected Cash Flow

Purchases of new long-term assets which comprise of 320 Tractor trucks, 50 Tipping trailers, 250 Flatbed trailers, 125 Dangers, 20 Tanker trailers, 50 Dump trucks, 10 excavators, 10 Patrol vans, 5 Directors cars, 6 Forklifts, 3 Richstakers and 8 Bobcat, Generator KVA320, Repair equipment and tools, Truck trucking devices, Truck batteries, Truck spare parts, Truck tyres and Office furniture will all be made in cash. This cash will be secured from owners' and investors or partners contribution.



Projected Cash Flow

Cash Received

Cash from Operations

Cash Sales	257,624,640,000	309,149,568,000	370,979,481,600
Cash from Receivables			
Subtotal Cash from Operations	257,624,640,000	309,149,568,000	370,979,481,600

Additional Cash Received

Sales Tax, Income Tax, VAT Paid Out	27,690,097,600	44,809,619,941	65,131,079,698
New Current Borrowing			
New Other Liabilities (interest-free)			
New Long-term Liabilities			
Sales of Other Current Assets			

Sales of Long-term Assets			
New Investment Received	116,872,295,468		
Subtotal Cash Received	402,187,033,068	353,959,187,941	436,110,561,298
Expenditures			
Expenditures from Operations			
Cash Spending	21,054,516,268	20,666,862,596	19,911,069,806
Bill Payments			
Subtotal Spent on Operations	21,054,516,268	20,666,862,596	19,911,069,806
Additional Cash Spent			
Sales Tax, Income Tax, VAT Paid Out	27,690,097,600	44,809,619,941	65,131,079,698
Other Liabilities Principal Repayment			
Long-term Liabilities Principal Repayment			
Purchase Other Current Assets			
Purchase Long-term Assets	95,817,779,200		
Dividends			
Subtotal Cash Spent	144,562,393,068	65,476,482,536	85,042,149,504
Net Cash Flow	257,624,640,000	288,482,705,404	351,068,411,794
Cash at Beginning of Period		64,610,227,732	169,166,007,596
Net Change in Cash	64,610,227,732	104,555,779,864	151,972,519,296
Cash at End of Period	64,610,227,732	169,166,007,596	321,138,526,892

7.5 Projected Balance Sheet

The balance sheet illustrates the launch of the business on equity financing and augmented by safe debt over its first three years of operation to purchase new trucks. This will allow cash and assets, as well as net worth, to continue to grow.

Retained earnings will be set positive in the third year after two profitable years of operation.

Projected Balance Sheet

	Year 1	Year 2	Year 2
Cash	64,610,227,732	169,166,007,594	321,138,526,890
Account Receivable	64,774,096,400	45,675,591,000	550,529,200
Inventory			
Other Current Assets			
Total Current Assets	129,384,324,132	214,841,598,594	321,689,056,090
Long-term Assets	95,817,779,200	93,938,999,206	93,938,999,206
Accumulated Depreciation	9,393,899,921	18,787,799,843	37,575,599,687
Total-Long Term Assets	86,423,879,279	75,151,199,363	56,363,399,519
Total Assets	215,808,203,411	289,992,797,957	378,052,455,610
Accounts Payable			
Sales / Income Taxes Payable	27,690,097,600	44,809,619,941	65,131,079,698
Short-Term Debt			
Prepaid Revenue			
Total Current Liabilities	27,690,097,600	44,809,619,941	65,131,079,698
Long-Term Debt			
Total Liabilities	27,690,097,600	44,809,619,941	65,131,079,698
Paid-in Capital	95,817,779,200	95,817,779,200	95,817,779,200
Retained Earnings			
Earning	92,300,325,332	149,365,399,804	217,103,598,994
Total Owner's Equity	188,118,104,532	245,183,179,004	312,921,378,194
Total Liabilities & Equity	215,808,202,131	289,992,798,945	378,052,457,892
Net Worth	188,118,104,532	245,183,179,004	312,921,378,194