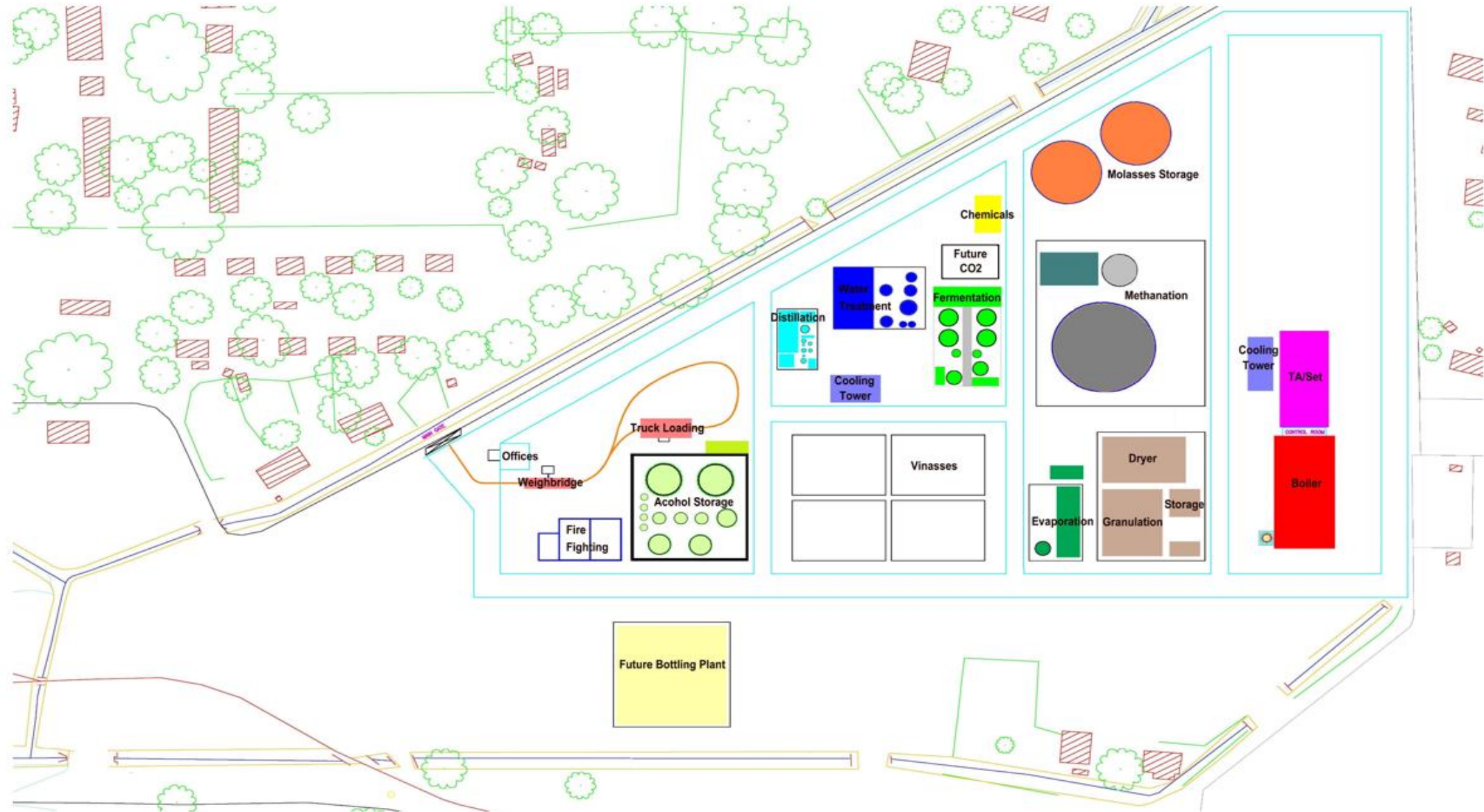


# TPC Limited

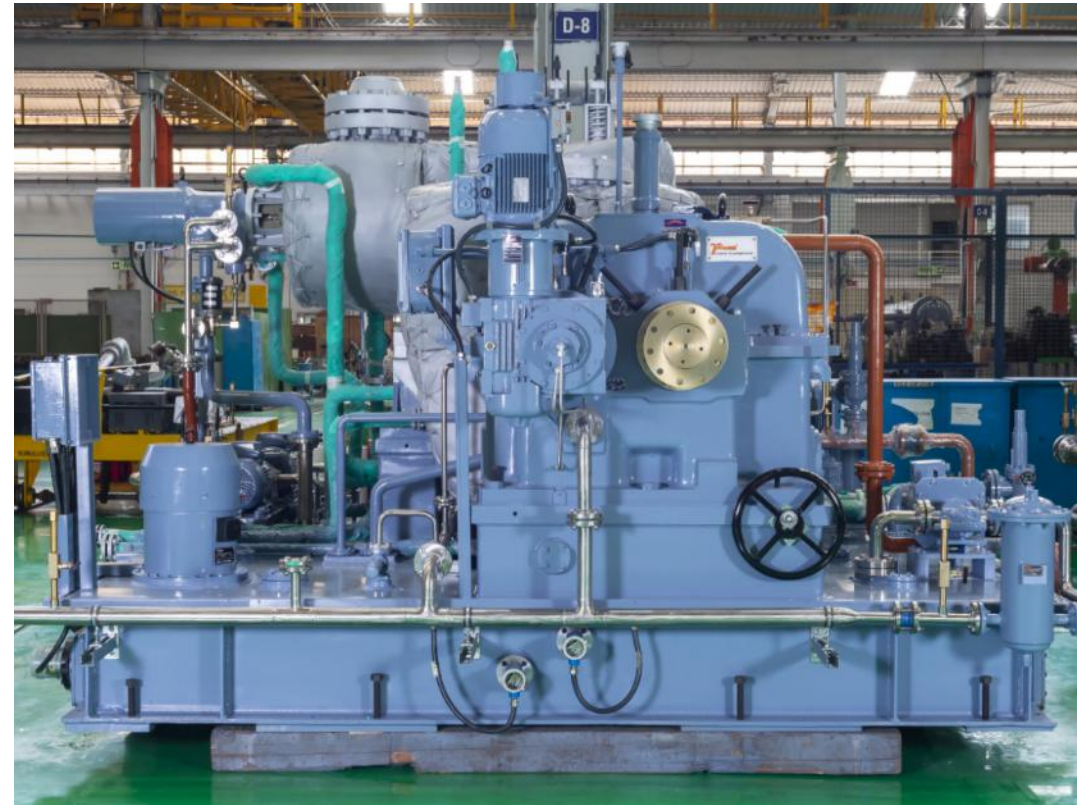
*TPC expansion Project Business Plan + Power plant*

# TPC Distillery Lay-Out



# TPC Distillery Update

- **Power Solution for Project and SPPA**
  - After repeated engagements, Tanesco finally agreed to renew TPC's SPPA for 20-year term. Renewal process commences December 2023
    - Addition of new SPPA for TPC Distillery is highly unlikely given Tanesco power expansion projects underway
  - Therefore, power generation of the project to be housed within TPC
    - This will also greatly simplify the valuation of bagasse/steam and biogas flows between the entities as there will be a simple market related charge for power consumption by the Distillery
  - Overall project therefore split into two entities
    - Distillery in new Subsidiary and
    - Powerplant in TPC.



*Extraction Condensing TA Set from Triveni*

# Project Financial Projections - with Cogen (Power)

TPC Ltd											
Business Plan 2025-34	3	4	5	6	7	8	9	10	11		
	<u>BP</u>	<u>BP</u>	<u>BP</u>	<u>BP</u>	<u>BP</u>	<u>BP</u>	<u>BP</u>	<u>BP</u>	<u>BP</u>		
<u>CATEGORY</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>	<u>2030</u>	<u>2031</u>	<u>2032</u>	<u>2033</u>	<u>2034</u>		
BUILDINGS & INFRASTRUCTURES	110,000	0	80,000	0	200,000	200,000	200,000	200,000	200,000	1,190,000	I
RESIDENTIAL STAFF	338,320	488,890	180,000	0	0	0	0	0	0	1,007,210	I
RESIDENTIAL NON STAFF	0	0	236,400	0	0	0	0	0	0	236,400	I
AIR CONDITIONERS	0	20,000	0	0	20,000	0	0	20,000	0	60,000	I
RAIL INFRASTRUCTURE	237,500	226,500	159,590	109,250	0	12,000	12,000	0	0	756,840	O
ROADS AND BRIDGES	348,200	394,800	306,000	306,000	45,000	0	0	0	0	1,400,000	O
PLANT AND MACHINERY	1,906,500	1,174,500	3,172,500	1,342,500	1,477,500	1,437,500	1,437,500	1,455,000	1,437,500	14,841,000	P
IRRIGATION INFRASTRUCTURE AND EQUIPMENT	1,734,165	1,736,700	1,192,140	2,041,300	2,412,300	0	114,000	96,000	0	9,326,605	P
TOOLS AND EQUIPMENT	359,000	921,000	512,000	1,205,000	1,077,000	958,000	940,000	961,000	992,000	7,925,000	P
COMPUTERS	612,200	375,200	383,800	252,900	229,000	229,000	260,000	255,000	230,000	2,827,100	P
TRAILERS AND WAGONS	328,000	376,400	785,220	994,481	1,004,205	214,415	225,136	236,393	0	4,164,250	P
<b>COGEN PROJECT</b>	<b>17,000,000</b>									<b>17,000,000</b>	<b>P</b>
LIGHT VEHICLES	567,000	709,500	531,000	673,500	437,000	527,000	622,000	397,000	562,000	5,026,000	V
MOTORCYCLES	42,500	25,000	45,000	25,000	25,000	25,000	25,000	25,000	25,000	262,500	V
CRAWLERS, GRADERS & COMPACTORS	0	0	0	0	130,000	300,000	0	0	0	430,000	V
EXCAVATORS	230,000	254,000	0	170,000	200,000	0	240,000	0	0	1,094,000	V
LOADERS	450,000	460,000	620,000	0	230,000	68,000	400,000	0	200,000	2,428,000	V
CRANES	0	0	0	0	0	0	0	0	0	0	V
IMPLEMENTS	397,000	432,000	217,000	122,000	42,000	12,000	12,000	252,000	97,000	1,583,000	V
TRACTORS	674,500	930,053	630,033	1,089,449	684,823	600,571	935,826	462,993	462,993	6,471,241	V
LORRIES	235,000	620,000	415,000	350,000	220,000	150,000	130,000	0	140,000	2,260,000	V
LOCOMOTIVES	0	310,000	270,000	0	0	0	320,000	0	0	900,000	V
MECHANICAL HARVESTER	500,000	0	1,089,000	550,000	0	550,000	1,100,000	550,000	0	4,339,000	V
<b>TOTAL</b>	<b>26,069,885</b>	<b>9,454,543</b>	<b>10,824,683</b>	<b>9,231,380</b>	<b>8,433,828</b>	<b>5,283,487</b>	<b>6,973,462</b>	<b>4,910,386</b>	<b>4,346,493</b>	<b>85,528,146</b>	

# Project Financial Projections - Distillery + Cogen (Power)

USD' million	Year 1&2	Year 3	Year 10	Total 10 Years
Turnover	0.0	22.6	25.6	191.3
Direct Employment Cost	0.0	(1.1)	(0.9)	(7.8)
Running Costs	0.0	(7.1)	(8.2)	(61.0)
Maintenance Costs	0.0	(0.5)	(0.6)	(4.3)
Depreciation	0.0	(2.0)	(2.0)	(15.9)
Total Expenses	0.0	(10.7)	(11.7)	(89.1)
Net Finance Costs	0.0	(4.2)	0.0	(15.0)
Profit Before Tax	0.0	7.8	14.0	87.2
Total Tax Charge	0.0	(2.3)	(4.2)	(26.2)
Profit After Tax	0.0	5.4	9.8	60.9
EBITDA	0.0	13.9	16.0	118.1
Capex Outflows	(52.4)	0.0	0.0	(52.4)

# Conclusion and Way Forward

- Board approval sought for management to be able to :
  - Execute registration of both project with TIC for certificate of Incentives
  - Execute, incl sign-off, on supply agreements with Ulka / Interis
  - Execute, incl sign-off, on loan and security agreements with selected institutions
    - At similar or improved terms than Absa/Exim
  - Complete shareholders agreement with Group Isautier and obtain shareholder sign off
  - Complete necessary documentation / processes for the creation of new legal entity
  - Put in place, empower and manage project team, with necessary financial controls and oversight, for execution of project