

BUSSINESS PLAN

FOR

MINING PROJECT

EXECUTIVE SUMMARY

HUA KUN MINING COMPANY LIMITED is a private company limited by shares, duly incorporated and registered in the United Republic of Tanzania under the Business Registrations and Licensing Agency (BRELA). The company operates in full compliance with Tanzanian laws and regulations governing mining, environmental protection, taxation, labor, and corporate governance. The registered office of the company is located in Dodoma Region, a strategic administrative hub for mining regulation and coordination in Tanzania.

The core business of HUA KUN MINING COMPANY LIMITED is **gold exploration, mining, processing, and trading**. The company focuses on the development of non-ferrous metal resources, with **gold as its primary mineral commodity**. In addition to its core mining operations, the company is registered to provide mining support services, supply mining machinery and equipment, and engage in related activities that enhance operational efficiency and value addition within the mining value chain.

The company was established in response to the growing domestic and international demand for gold, driven by industrial applications, investment demand, and global commodity markets. Tanzania's strong geological potential for gold, supportive government policies, and stable regulatory framework provide a favorable environment for sustainable investment in the mining sector.

HUA KUN MINING COMPANY LIMITED is committed to adopting modern mining technologies, strong corporate governance, and environmentally responsible practices to ensure safe, efficient, and profitable operations. The company aims to build long-term relationships with gold buyers, suppliers, financial institutions, and government authorities. Through disciplined financial management, operational excellence, and ethical business conduct, the company seeks to achieve sustainable growth while contributing positively to the national economy and local communities.

MISSION STATEMENT

The mission of HUA KUN MINING COMPANY LIMITED is to responsibly explore, extract, process, and supply **gold resources** in a manner that ensures operational efficiency, environmental protection, and social responsibility. The company is committed to full compliance with all applicable mining, environmental, tax, and labor laws while upholding the highest standards of safety, integrity, and professionalism.

The company aims to create sustainable value for shareholders through prudent investment decisions, cost-effective operations, and strategic market positioning. At the same time, it seeks to support national development by creating employment opportunities, promoting skills transfer, engaging local suppliers, and maintaining constructive relationships with host communities.

VISION STATEMENT

The vision of HUA KUN MINING COMPANY LIMITED is to become a **leading and reputable gold mining company** in Tanzania and the wider East African region, recognized for operational excellence, technological innovation, and responsible resource management.

The company aspires to build a sustainable gold mining enterprise that balances profitability with environmental stewardship and social development. Through continuous improvement, expansion of its gold asset base, and strong international partnerships, the company aims to position itself as a reliable supplier of high-quality gold to both local and global markets.

PROJECT BACKGROUND

Tanzania is internationally recognized as one of Africa's most mineral-rich countries, with significant deposits of gold, copper, coal, iron ore, gemstones, and industrial minerals. **Gold is the most commercially significant mineral in Tanzania**, contributing substantially to export earnings, government revenue, and employment.

Despite the country's vast gold potential, many deposits remain underexplored or underdeveloped due to limited access to capital, inadequate technology, and insufficient technical expertise. These gaps create strong opportunities for well-capitalized, professionally managed, and legally compliant companies to invest and unlock value in the sector.

HUA KUN MINING COMPANY LIMITED was established to address these challenges by introducing efficient gold mining practices, modern equipment, and strong management systems. The company's objectives align with the Government of Tanzania's strategy to promote responsible mining, increase local value addition, and enhance transparency and accountability within the mining industry.

The project will involve the acquisition of legally recognized gold mining rights, geological exploration and evaluation, development of mining infrastructure, and commencement of commercial gold production. Environmental management, occupational health and safety, and community engagement will be integrated at every stage of the project lifecycle.

PURRPOSE OF BUSSINESS PLAN

The purpose of this business plan is to provide a comprehensive, structured, and professional framework for the establishment, operation, and sustainable growth of **HUA KUN MINING COMPANY LIMITED** in the gold mining sector of the United Republic of Tanzania. The plan clearly defines the company's strategic direction, operational model, regulatory compliance obligations, and financial management approach for gold exploration, mining, processing, and trading activities.

This business plan is designed to assess and demonstrate the technical, operational, financial, and commercial viability of the project within the context of Tanzania's favorable geological endowment, stable regulatory environment, and increasing global demand for gold. It serves as a strategic management tool to guide decision-making, resource allocation, risk management, and performance monitoring throughout the project lifecycle.

Furthermore, the business plan is prepared to support engagement with financial institutions, investors, strategic partners, and government authorities by presenting a transparent and credible basis for investment, financing, licensing, and regulatory approvals. By emphasizing strong corporate governance, environmental stewardship, ethical business practices, and value addition, the business plan aims to ensure long-term profitability, sustainability, and positive contributions to the national economy and local communities.

PROJECT GOALS AND OBJECTIVES

Project Goals

The primary goal of HUA KUN MINING COMPANY LIMITED is to establish a sustainable and profitable gold mining operation in Tanzania that contributes significantly to national economic growth, generates employment, promotes technological advancement, and supports local community development. The project seeks to maximize the value of Tanzania's gold resources through efficient exploration, mining, processing, and trading while ensuring compliance with all national regulations governing mining, environmental protection, labor, and corporate governance.

The project also aims to strengthen the company's position as a responsible and reputable player in the Tanzanian mining sector by adopting modern mining technologies, ethical business practices, and environmentally sustainable methods. Long-term growth and value addition through beneficiation and formalized trading channels are key goals of the project.

Project Objectives

Resource Exploration and Development

Conduct systematic geological surveys, exploration drilling, and feasibility studies to identify and develop economically viable gold deposits while optimizing resource utilization.

Establishment of Mining Operations

Set up licensed and well-planned mining operations, including extraction, processing, and beneficiation facilities, using modern technology to ensure efficiency, safety, and environmental compliance.

Financial Sustainability and Profitability

Achieve long-term financial sustainability by implementing disciplined financial management, cost control, and revenue generation strategies, ensuring competitive returns on investment.

Regulatory Compliance and Governance

Ensure full compliance with Tanzanian mining laws, environmental regulations, tax obligations, occupational health and safety standards, and corporate governance best practices.

Community Development and Social Responsibility

Promote socio-economic development in mining host communities through employment creation, local supplier engagement, skills development, infrastructure support, and social investment programs.

Environmental Stewardship

Implement responsible mining practices, minimize negative environmental impacts, rehabilitate mined areas, and adopt measures to protect biodiversity and water resources.

Market Development and Value Addition

Develop strong trading relationships with authorized buyers, invest in value addition through beneficiation, and explore local and international market opportunities to maximize the economic benefit of gold production.

Long-Term Strategic Growth

Expand mining operations and diversify mineral exploration activities over time to strengthen the company's market position and contribute sustainably to Tanzania's mining sector.

CORE ACTIVITIES OF THE COMPANY

The core activities of HUA KUN MINING COMPANY LIMITED are centered on the exploration, development, mining, processing, and commercialization of gold resources within the United Republic of Tanzania. The company operates in strict compliance with all applicable mining, environmental, labor, safety, and taxation laws and regulations.

The company undertakes gold exploration activities which include geological mapping, prospecting, sampling, drilling, and evaluation studies aimed at identifying and confirming economically viable gold deposits. These activities are conducted using qualified professionals and modern exploration techniques to ensure accurate resource estimation and responsible land use.

Mining operations involve the extraction of gold-bearing ore through licensed open-pit and or underground mining methods in accordance with approved mining plans. The company applies industry best practices in drilling, blasting, excavation, hauling, and stockpiling to ensure operational efficiency, worker safety, and cost control.

Gold processing and beneficiation activities are carried out to recover gold from extracted ore using appropriate processing technologies. These activities focus on improving recovery rates, enhancing mineral value, and producing gold that meets required quality and purity standards while minimizing environmental impact.

Gold trading and marketing activities involve the sale and distribution of gold to authorized local and international buyers in compliance with Tanzanian mining laws export requirements and anti money laundering regulations. The company maintains transparent sales documentation and traceability systems to support regulatory reporting and financial accountability.

In addition to core mining operations the company provides mining support and ancillary services including the supply of mining machinery equipment spare parts and technical support services. These services are designed to improve operational efficiency reduce downtime and support value addition within the mining value chain.

The company is also committed to environmental management occupational health and safety and community engagement. This includes implementation of environmental management plans rehabilitation of disturbed areas waste management health and safety programs and corporate social responsibility initiatives aimed at promoting sustainable development and positive relationships with surrounding communities.

MINING INDUSTRY

The mining industry is a fundamental sector of the economy that involves the systematic exploration development extraction processing and commercialization of mineral resources from the earth. It provides essential raw materials that support industrial production infrastructure development energy generation manufacturing agriculture and technological advancement. Mining transforms natural geological resources into economic assets that can be utilized for national development and wealth creation.

The industry operates through a comprehensive value chain that begins with geological exploration and resource evaluation followed by mine planning construction extraction processing transportation and final marketing of mineral products. Each stage requires significant capital investment technical expertise advanced equipment and strict compliance with safety environmental and legal standards. Modern mining emphasizes efficiency innovation and sustainability to ensure long term resource utilization.

Mining activities are governed by national and international regulatory frameworks that ensure responsible resource management protection of the environment occupational health and safety and fair distribution of benefits between investors governments and local communities. Through effective regulation the mining industry balances economic growth with environmental protection and social responsibility.

IMPORTANCE OF THE MINING INDUSTRY

The mining industry is a major driver of economic growth and national development. It contributes substantial revenue to governments through royalties corporate taxes permit fees and export earnings which support public services infrastructure development and social programs. In many developing economies mining is one of the largest sources of foreign exchange and plays a critical role in strengthening balance of payments and macroeconomic stability.

Mining stimulates employment creation by providing direct jobs in exploration mining processing and administration as well as indirect employment in transport logistics engineering maintenance catering finance and other support services. The industry promotes skills development technology transfer and capacity building by introducing advanced mining techniques and professional training programs.

The mining industry also accelerates regional and rural development by attracting investment in roads power water supply housing health facilities and communication infrastructure. These investments often benefit surrounding communities and contribute to broader economic inclusion. Through local content policies and community development programs mining supports small businesses local suppliers and social development initiatives.

GOLD INDUSTRY

The gold industry is a critical segment of the mining sector dedicated to the exploration extraction processing refining and commercialization of gold. Gold is a globally recognized precious metal valued for its scarcity durability liquidity and wide range of applications. It is used extensively as a store of value investment asset medium of exchange jewelry component and industrial material particularly in electronics medical technology and precision equipment.

Gold production requires advanced technical expertise capital intensive infrastructure and strict regulatory compliance due to the high value of the mineral and its sensitivity to environmental social and financial risks. The gold industry operates

within controlled supply chains to ensure traceability transparency ethical sourcing and compliance with anti money laundering and international trade standards.

The industry is highly influenced by global economic conditions commodity prices investor sentiment and monetary policies which makes strategic planning risk management and financial discipline essential for sustainable operations.

IMPORTANCE OF THE GOLD INDUSTRY

The gold industry is strategically important to national economies due to its ability to generate significant foreign exchange earnings and government revenue. Gold exports contribute strongly to national income support currency stability and strengthen economic resilience particularly during periods of global economic uncertainty.

Gold plays a unique role as a safe haven asset and hedge against inflation currency depreciation and financial market volatility. As a result gold mining supports both economic security and investor confidence at national and international levels.

The gold industry contributes to employment creation skills transfer and local economic development especially in mining regions. It supports community development through infrastructure projects education health services and social investment programs. When managed responsibly the gold industry promotes sustainable development environmental protection and inclusive economic growth while ensuring long term value creation for the nation investors and local communities.

MINING AND GOLD INDUSTRY IN TANZANIA

The mining industry is one of the most important and strategic sectors of the economy of the United Republic of Tanzania. Tanzania is endowed with a wide range of mineral resources including gold diamonds gemstones coal iron ore nickel uranium copper and industrial minerals. The sector plays a critical role in supporting national economic growth industrial development employment creation and foreign exchange generation.

Mining activities in Tanzania are regulated under a strong legal and institutional framework led by the Ministry of Minerals and supported by agencies such as the Mining Commission NEMC BRELA and TRA. The government has implemented reforms aimed at promoting transparency local participation value addition and sustainable exploitation of mineral resources. These reforms have strengthened investor confidence while ensuring that mining contributes meaningfully to national development and community welfare.

The mining industry in Tanzania operates across large scale medium scale and small scale mining segments. It supports infrastructure development particularly in remote areas through the construction of roads power supply water systems and social facilities. The sector also promotes local content development by encouraging the use of local suppliers service providers and workforce.

Gold is the most significant mineral commodity in Tanzania and accounts for the largest share of mineral exports and mining sector revenues. Tanzania is among the leading gold producers in Africa due to its rich geological formations particularly within the Lake Victoria Goldfields and other mineralized zones across the country. Gold mining activities are carried out by both large scale international companies and local small and medium scale miners.

The gold industry in Tanzania involves exploration mining processing refining and trading of gold under regulated and traceable supply chains. Gold production is closely monitored to ensure compliance with export controls royalty payments tax obligations and anti money laundering requirements. The government promotes value

addition within the country through gold beneficiation refining and formalized trading systems.

The importance of the gold industry to Tanzania's economy is substantial. Gold exports contribute significantly to foreign exchange earnings strengthen the balance of payments and support national currency stability. Government revenues from gold mining through royalties corporate taxes service levies and fees finance public services infrastructure development and social programs.

The gold industry also plays a key role in employment creation skills development and technology transfer. It provides direct and indirect employment opportunities across mining operations logistics equipment supply financial services and community based enterprises. In mining regions the gold industry supports socio economic development through corporate social responsibility initiatives including education health services water projects and community infrastructure.

The Tanzanian gold industry is strategically positioned for sustainable growth due to favorable geology supportive government policies and increasing global demand for gold as an investment asset and industrial input. With responsible mining practices environmental management strong governance and local community engagement the gold industry continues to contribute to long term economic development national prosperity and social wellbeing.

MARKET ANALYSIS

The gold mining industry in Tanzania is one of the largest and fastest-growing sectors of the economy. Tanzania is among the leading gold producers in Africa, with production concentrated in the Lake Victoria Goldfields, Geita, Bulyanhulu, and other mineralized zones across the country. The sector contributes significantly to national revenue through royalties, taxes, and export earnings and attracts both local and international investors.

The global demand for gold remains strong due to its dual role as an investment asset and industrial commodity. Gold is widely used in jewelry, electronics, medical technology, and as a hedge against currency fluctuations and inflation. International gold prices are influenced by global economic conditions, investor sentiment, and supply-demand dynamics. Tanzania's regulatory framework, geological potential, and government policies supporting responsible mining create a favorable environment for sustainable investment in the gold sector.

Domestic gold consumption in Tanzania is also increasing, driven by industrial needs and formalization of gold trading. The government has introduced policies to encourage local beneficiation, formal gold trading platforms, and compliance with export regulations, creating opportunities for licensed companies to expand operations responsibly.

Competition exists from both large-scale international mining companies and local small-scale miners. However, there is ample opportunity for companies that focus on modern mining techniques, operational efficiency, quality control, ethical sourcing, and strong corporate governance. By adhering to international standards and regulatory compliance, HUA KUN MINING COMPANY LIMITED can gain a competitive advantage in both local and international markets.

TARGET MARKET

HUA KUN MINING COMPANY LIMITED operates within a clearly defined gold market that includes both domestic and international buyers who require a reliable, legally compliant, and traceable supply of gold. The company's primary target market consists of licensed local gold dealers, mineral trading centers established by the Government of Tanzania, gold refineries, and international gold traders and exporters. These buyers demand consistent gold purity, accurate documentation, and adherence to regulatory and ethical sourcing standards. By focusing on formal markets, the company reduces exposure to pricing risks, legal challenges, and market access limitations. The company's operational and production planning is structured to meet varying buyer requirements in terms of volume, quality, delivery schedules, and compliance, thereby positioning the company as a dependable participant in the gold supply chain.

The target market for HUA KUN MINING COMPANY LIMITED includes:

1. International Buyers and Refineries

The company will target reputable international gold buyers and refineries that require high-quality, certified, and ethically sourced gold. These include bullion traders, investment banks, and international commodity markets.

2. Local Authorized Buyers and Refineries

The company will engage with Tanzanian registered and licensed gold buyers and refineries to ensure compliance with domestic regulations, facilitate traceable gold sales, and promote value addition within the country.

3. Investors and Strategic Partners

By demonstrating strong operational performance, compliance, and market credibility, the company aims to attract strategic investors, joint ventures, and financial partners to support expansion, technology adoption, and market penetration.

4. Industrial and Commercial Users

Industrial users requiring gold for electronics, medical devices, and jewelry manufacturing within Tanzania and East Africa are a potential secondary market, particularly for value-added refined products.

Market Strategy for Target Audience

HUA KUN MINING COMPANY LIMITED will focus on consistent product quality, timely delivery, transparent pricing, and adherence to legal and ethical standards. The company will establish long-term partnerships with buyers, maintain traceable supply chains, and explore opportunities for beneficiation and formalized trading to capture additional revenue streams and reduce dependency on raw exports.

MARKET NEEDS

The Tanzanian gold industry is driven by both domestic and international demand for high-quality, traceable, and ethically sourced gold. There is a consistent need for companies that can supply reliable gold products for investment purposes, jewelry manufacturing, and industrial applications such as electronics and medical devices.

Local and international buyers increasingly demand compliance with regulatory standards, transparency in transactions, and adherence to responsible mining practices. Additionally, Tanzania's government is promoting value addition and beneficiation, creating a need for mining companies that can supply not only raw gold but also processed and refined products.

There is also a growing demand for sustainable and environmentally responsible mining practices, as investors and stakeholders are increasingly focused on corporate social responsibility and community development outcomes. HUA KUN MINING COMPANY LIMITED is positioned to meet these needs through disciplined operations, modern technology, and ethical mining practices.

Several trends are shaping the Tanzanian and global gold markets:

Rising Global Gold Prices

Gold continues to be a safe-haven asset for investors, especially during times of economic uncertainty, inflation, or currency volatility. This trend supports long-term investment in gold production and sales.

Formalization of the Mining Sector

The Tanzanian government has been implementing policies to formalize small-scale mining and enhance compliance with licensing, taxation, and environmental regulations. This creates opportunities for licensed and compliant companies to capture market share.

Increased Focus on Value Addition

There is a growing emphasis on beneficiation and refining within Tanzania, reducing reliance on raw exports and enabling mining companies to earn higher margins from processed gold.

Technological Advancements

Adoption of modern mining equipment, processing technologies, and data-driven resource management is increasing efficiency and productivity in gold mining operations. Companies that invest in these technologies gain competitive advantages.

Sustainability and ESG Compliance

Environmental, Social, and Governance (ESG) considerations are becoming central to investment and operational decisions. Mining companies are expected to implement environmentally responsible practices and contribute positively to local communities.

MARKET SIZE

Tanzania is among the leading gold producers in Africa, with gold accounting for over 90% of the country's mineral exports. Annual production exceeds **50 metric tons**, generating several billion US dollars in export revenue. The domestic market for gold, including licensed local buyers and refineries, is expanding as the government promotes formalized trade and local value addition.

International demand for Tanzanian gold is driven by investors, jewelers, and industrial users, making the total accessible market both significant and sustainable. The combination of strong global demand and Tanzania's geological potential ensures a large market for high-quality, compliant gold.

GROWTH POTENTIAL

The Tanzanian gold sector offers strong growth potential due to:

Rising Global Gold Demand: Increasing use of gold as a safe-haven investment and industrial metal supports stable prices and long-term revenue potential.

Government Support: Favorable mining policies, licensing frameworks, and support for local beneficiation enhance business sustainability.

Expansion Opportunities: Untapped and underexplored gold deposits provide room for expansion of mining operations, increasing production capacity and market share.

Value Addition and Refining: Investments in processing and refining can significantly increase profitability and market reach.

Formalized Trading Channels: Growing domestic and international networks for certified gold create reliable distribution channels and long-term partnerships.

With disciplined operations, strategic market engagement, and adoption of modern technologies, HUA KUN MINING COMPANY LIMITED is well-positioned to capitalize on these trends and expand its market presence while ensuring sustainable growth and profitability.

COMPETITION

Competition within the gold mining sector arises from both formal licensed operators and informal miners operating in similar regions. Formal operators compete on the basis of cost efficiency gold quality compliance market access and reliability of supply. Informal operators are limited by legal restrictions lack of access to formal markets and higher operational risks. HUA KUN MINING COMPANY LIMITED maintains a competitive advantage through strict legal compliance efficient operational planning controlled production costs and access to formal trading and export channels. This approach enhances credibility with buyers and financial institutions while ensuring long term operational sustainability.

The gold mining industry in Tanzania is highly diversified, consisting of artisanal miners, small scale operations, medium scale companies, and large multinational mining firms. Competition varies depending on scale of operation, access to capital, technical expertise, and compliance with regulatory requirements. Artisanal and small scale miners often face challenges such as low recovery rates limited access to financing weak safety standards and restricted market access. Large scale miners focus on major deposits and require substantial capital investment. Medium scale operators like HUA KUN MINING COMPANY LIMITED occupy a strategic position by combining operational flexibility with improved efficiency and regulatory compliance. This allows the company to operate profitably in areas that are not fully developed by large companies while maintaining higher standards than small scale operator

DIRECT COMPETITORS

The company's direct competitors include licensed small and medium scale gold mining companies operating in similar geological formations and selling gold through the same local trading centers or export channels. These competitors vary in technical capability financial capacity and management efficiency. Some operate with outdated equipment and limited environmental controls which affects productivity and compliance. HUA KUN MINING COMPANY LIMITED differentiates itself through professional management structured operations adoption of modern mining and processing technologies and a strong commitment to environmental protection and occupational health and safety. These factors enhance productivity reduce operational risk and strengthen the company's market position.

SOCIAL AND ECONOMIC IMPACT OF THE PROJECT

The project will generate significant positive social and economic impacts at local regional and national levels. Direct employment opportunities will be created in mining processing administration security and support services while indirect employment will arise through demand for local suppliers transport services and contractors. The project will contribute to skills development and technology transfer through training of local employees and engagement of technical professionals. Government revenue will increase through payment of royalties taxes fees and levies. The company will also support community development initiatives in education health water supply and local infrastructure. Environmental management programs will be implemented to minimize negative impacts and promote sustainable resource use ensuring long term benefits for host communities.

The implementation of the gold mining project by HUA KUN MINING COMPANY LIMITED is expected to generate significant positive social and economic impacts at local regional and national levels. Economically the project will contribute to national income through payment of royalties corporate taxes service levies license fees and other statutory obligations in accordance with Tanzanian laws. These revenues will

support government financing for public services infrastructure development and social programs.

The project will create direct employment opportunities for skilled and unskilled workers in areas such as exploration mining processing administration security and logistics. In addition indirect employment will be generated through demand for transport services equipment suppliers catering accommodation fuel providers and other support services. This will enhance household incomes and stimulate local economic activity particularly in mining host communities.

The project will promote local content development by prioritizing the use of local suppliers contractors and service providers where feasible. Skills development and technology transfer will be achieved through training programs on modern mining practices occupational health and safety environmental management and equipment operation. This will strengthen human capital and improve long term employability of the local workforce.

Socially the project will contribute to community development through corporate social responsibility initiatives including support for education health services water supply infrastructure and community facilities. The company is committed to maintaining strong relationships with local communities traditional leaders and government authorities through continuous engagement transparency and grievance management mechanisms. Environmentally responsible mining practices and land rehabilitation programs will minimize negative impacts and promote sustainable coexistence between mining activities and surrounding communities.

MARKETING STRATEGY

The marketing strategy of HUA KUN MINING COMPANY LIMITED is designed to ensure efficient commercialization of gold products while complying with all legal regulatory and ethical requirements governing mineral trading in Tanzania. The company will focus on selling gold to authorized local buyers licensed refineries and approved international markets in accordance with mining export regulations and anti money laundering standards.

The company will adopt a market driven pricing strategy based on prevailing international gold prices while ensuring cost efficiency and competitive margins. Strong relationships will be established with reputable gold buyers financial institutions and trading partners to secure reliable demand and timely payments. Transparent documentation traceability systems and accurate production records will be maintained to support credibility and regulatory compliance.

Marketing efforts will emphasize product quality consistency reliability of supply and compliance with ethical sourcing standards. The company will also explore opportunities for value addition through beneficiation refining and formal trading platforms to enhance revenues and reduce dependency on raw mineral exports. Risk management strategies including price monitoring hedging options and diversified buyer networks will be applied to mitigate market volatility.

PROJECT PLANNING

The project planning approach for HUA KUN MINING COMPANY LIMITED follows a structured and phased implementation model to ensure efficient execution risk management and optimal resource utilization. The initial phase involves securing all necessary licenses permits and approvals conducting geological surveys and feasibility studies acquiring land and mobilizing capital resources.

The development phase includes mine design construction of mining and processing facilities procurement of machinery and equipment recruitment and training of personnel and establishment of operational systems. Emphasis is placed on safety environmental management and compliance with approved mining and environmental plans.

The operational phase focuses on continuous mining processing quality control sales and financial management. Performance monitoring systems will be implemented to track production costs revenues safety indicators environmental compliance and community engagement outcomes. Regular reviews and audits will support continuous improvement and operational excellence.

Throughout the project lifecycle risk identification and mitigation measures will be applied to address operational financial environmental and market risks. The company's management structure governance systems and reporting mechanisms are designed to ensure accountability transparency and sustainable performance.

CONCLUSION

The gold mining project undertaken by HUA KUN MINING COMPANY LIMITED represents a viable strategic investment aligned with Tanzania's mineral development objectives and economic growth agenda. The project is supported by favorable geological potential strong regulatory frameworks and growing domestic and international demand for gold.

Through responsible mining practices disciplined financial management environmental stewardship and strong community engagement the project is expected to generate sustainable economic returns while delivering meaningful social benefits. The business plan provides a clear roadmap for implementation risk management and long term growth.

Overall the project is positioned to contribute positively to national revenue generation employment creation local economic development and sustainable utilization of mineral resources while upholding the highest standards of corporate governance ethics and environmental responsibility.

INVESTEMENT COST

PARTICULAR	US\$
Land and Buildings	500,000.00
Machinery & Equipment	700,000.00
Motor Vehicles	300,000.00
Furniture & Fixtures	250,000.00
Pre exp	300,000.00
Others	200,000.00
Working Capital	750,000.00
TOTAL	3,000,000.00

FINANCIAL PROJECTION SUMMARY FROM 2026 TO 2030
PROJECTED STATEMENT OF FINANCIAL POSITION FOR
5 YEARS FROM 2026-2030

DETAILS	2024	2025	2026	2027	2028
ASSETS	USD	USD	USD	USD	USD
Non-Current Assets					
Property, Plant & Equipment (PPE)	2,000,000	2,020,000	2,040,000	2,060,000	2,080,000
Total Non-Current Assets	2,000,000	2,020,000	2,040,000	2,060,000	2,080,000
Current Assets					
Inventory	500,000	520,000	540,000	560,000	580,000
Trade Receivables	100,000	110,000	120,000	130,000	140,000
Working Capital	750,000	750,000	750,000	750,000	750,000
Cash and Cash Equivalent	150,000	160,000	170,000	180,000	200,000
Total Current Assets	1,500,000	1,540,000	1,580,000	1,620,000	1,670,000
Total Assets	3,000,000	3,060,000	3,120,000	3,180,000	3,250,000

FINANCIAL PROJECTION SUMMARY FROM 2026 TO 2030
PROJECTED STATEMENT OF PROFIT/(LOSS) AND OTHER
COMPREHENSIVE INCOME FOR 5 YEARS

DETAILS	2024	2025	2026	2027	2028
Sales / Revenue	2,500,000	2,750,000	3,000,000	3,250,000	3,500,000
Total Inflow	2,500,000	2,750,000	3,000,000	3,250,000	3,500,000
Cost of Sales					
Opening Inventory	500,000	520,000	540,000	560,000	580,000
Production Cost	1,500,000	1,550,000	1,600,000	1,650,000	1,700,000
Less: Closing Inventory	-520,000	-540,000	-560,000	-580,000	-600,000
Total Cost of Sales	1,480,000	1,530,000	1,580,000	1,630,000	1,680,000
Gross Profit	1,020,000	1,220,000	1,420,000	1,620,000	1,820,000
Operating Expenses					
Administration Expenses	300,000	320,000	340,000	360,000	380,000
Sales & Distribution Expenses	200,000	220,000	240,000	260,000	280,000
Finance Cost	150,000	160,000	170,000	180,000	190,000
Depreciation Expense	100,000	100,000	100,000	100,000	100,000
Total Operating Expenses	750,000	800,000	850,000	900,000	950,000
Profit Before Tax	270,000	420,000	570,000	720,000	870,000
Tax Expense (assume 30%)	81,000	126,000	171,000	216,000	261,000
Net Profit / Loss	189,000	294,000	399,000	504,000	609,000