



Shalkiya Zinc LTD JSC

Object description

Organizational form and start date of operation	Shalkia Zinc LTD Joint Stock Company Project launch: 2014
BIN	010440003931
Legal address / Actual address	32, Mustafa Shokai street, Shalkiya village, Shalkinsky village, Zhanakorgan district, Kyzylorda region
Industry	Metallurgy: zinc, lead
Asset owner/(owners) and their shares	JSC NMC Tau-Ken Samruk (100%)
Activity description	Project for the development of a deposit and construction of a mining and processing plant for the production of lead-zinc concentrate Commissioning is planned for 2025.
Production capacity	Productivity / capacity - 4 million tons of ore per year Output: zinc concentrate – 246 thousand tons/year, lead concentrate – 65 thousand tons/year
Staff number	1500 persons

Object location and the sales market



Potential markets and sales channels:

- A memorandum of understanding has been signed with Trafigura Pte Ltd
- An agreement has been concluded with Kazzinc LLP

Financial indicators

Data on the field reserves

P1 Group	104 254 thousand tons of polymetallic ore:
	• with a content of 1.29% of lead (1 351 thousand tons)
	• with a content of 4.27% of zinc (4 459 thousand tons)
P2 Group	14 580 thousand tons of polymetallic ore:
	• with a content of 1.06% of lead (154.4 thousand tons)
	• with a content of 4.22% of zinc (615.6 thousand tons)

Source: Company data

Key balance sheet indicators (KZT million)

	31.12.2021
Assets	69
Liabilities	9.4
Cash	-
Consolidated debt	9.3

Investment attractiveness and transaction parameters

Status

- A contract has been concluded with a mining contractor and for the engineering of equipment, work is being carried out according to the approved schedule
- Tenders have been announced for the construction of an enrichment plant and a tailings facility at the EBRD site with the CAW start in H2 2022.

Project implementation effect

- Diversification of the economy through the development of enterprises in the manufacturing sector
- Attracting innovative technologies
- Increasing the country's export potential
- Creating a multiplicative effect on the domestic economy
- Creating jobs

Advantages

- Proximity to the source of raw materials: the MPP is located directly at the Shalkiya field, which will significantly reduce transportation costs

The involvement of a strategic partner for the implementation of the project is being considered