

**Investment project**  
**“Natural Drinking Silver Water of the Russkaya Bay, Kamchatka”**

<b>Information about the company (organization) initiating the project</b>	
<b>Name of the company</b>	“Russkaya Voda”
<b>Legal status</b>	Company of limited liability
<b>Address</b>	Office 214, 38 Leninskaya street, Petropavlovsk - Kamchatskiy, Kamchatskiy krai, Russia, 683000
<b>Telephone</b>	+7 (4152) 42-35-91
<b>Fax</b>	+7 (4152) 42-35-91
<b>E-mail</b>	russkaya_voda@mail.kamchatka.ru
<b>Unified Classifier of RF</b>	74.20.2
<b>Major shareholders</b>	Physical persons
<b>Head</b>	Aleksandr Gorbunov
<b>Major types of products</b>	Drinking water
<b>Major consumers</b>	Countries of South-East Asia
<b>Description of the project</b>	
<b>Business idea (objective of the project)</b>	Production and sales of pure drinking water on underground fresh waters of the Russkaya Bay deposit in volume of 3 mln. tn per year: The project has two stages: the 1st stage - additional prospecting of the deposit; equipment, installing and connecting of wellheads and construction of pipeline; construction of pier, realization of water by water carrying vessels(displacement 100 thousand tons). The 2nd stage – Construction of a water bottling factory in the Russkaya Bay, in the port Sovetskaya Gavan and creating of joint venture for bottling water in Korea, Japan, China(capacity from 0,3 litre to 20 tons).
<b>Type of economic activity according to the Unified classifier of RF</b>	geological survey with following water production
<b>Brief description of the region where the project is to be realized</b>	The deposit is located in the Russkaya Bay at the eastern coastline of Kamchatka peninsula, 100 kilometers south of Petropavlovsk-Kamchatsky port. Water intake is located at the territory of South-Kamchatka nature park, far from settlements and industrial objects. This unique deposit has very high quality characteristics of underground fresh drinking waters, large capacity. Water carrying vessels of large displacement can be loaded directly from the deposit. Depths of the Russkaya Bay (up to 26 m in fairway) allow to load water carriers with displacement of up to 100 thousand tons.
<b>Availability of raw materials</b>	Total reserve of underground fresh waters in the Russkaya Bay deposit is estimated as 100 thousand cubic meters per day.
<b>Product to be manufactured (production capacity)</b>	Production and realization of pure drinking water of underground fresh waters of the Russkaya Bay deposit in volume of 3 mln. tn per year: -by water carrying vessels with displacement of up to 100 thousand tons; -by bottling at the bottling factory with production capacity of over 35 million bottles per year.
<b>Readiness of the project, expertise</b>	OOO “Kamchatagropromproekt” in 2004 prepared estimates for water intake and water pipeline with capacity of 10 000 cubic meters per day. The license has been obtained for 25 years for geological research and taping of water. The draft has been worked out for geological research of the deposit. Five wells have been drilled. The design for construction of pier is being currently developed. The report on the results of water analyses has been received, showing that the water fully complies with standards SanPin 2.1.4.1074-01 "Drinking Water" and with world standards. The deposit passed the defense in the State Committee of Defense of

	Deposits with the RF Ministry of Natural Resources. Tract lease arrangement on construction of water pipeline with the water inlet and loading terminal was executed for 49 years.
<b>Financial evaluation of the project</b>	
<b>Total cost of the project (million rubles): including:</b>	1 414.065
<b>- own investments</b>	
<b>- required investments</b>	476.526 - construction of water pipeline in the Russkaya Bay, including purchase of the machinery; 763.459 - design and construction of pier; 24.080 - purchase of service equipment; 150.0 - incidental expenses.
<b>Major indicators of project efficiency</b>	
<b>Period of construction (implementation) of the project</b>	3 years
<b>Recoupment period</b>	2.9 years
<b>Forms of recovery of investments</b>	In accordance with investment agreement
<b>Additional information</b>	<a href="http://www.aquarus.ru/">http://www.aquarus.ru/</a> The enterprise is ready to sell shares to the investor