

DMG - LEE SUNG NAM

AXA MOTORS - NATALIA AGAFONENKO

COMPANY HISTORY AXA M

ZHENYA OH

2008 Established a Russian export company specializing in construction formwork and mechanical design (RHEA ENG)

Participated in Russia Rusky project in 2012 (form design)

Established Vietnam corporation in 2015 (plywood distribution and commercial vehicle design-DONGHA&AHA)

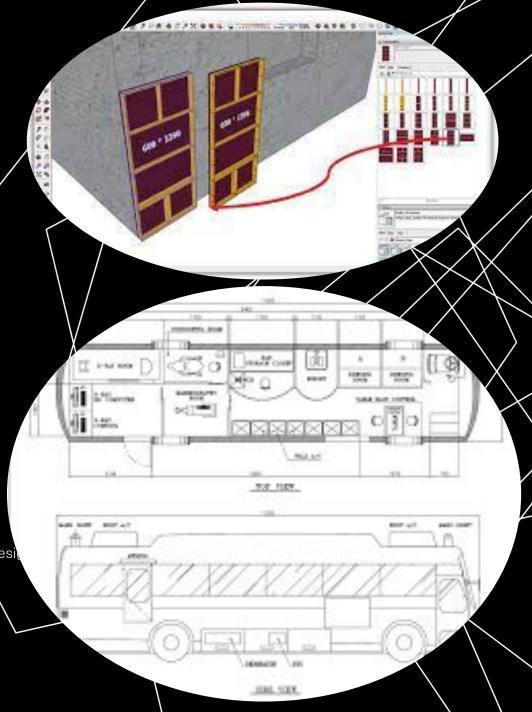
2017 Russian Formwork Factory Establishment Design (HANJU)

2018 Myanmar Bago plywood manufacturing plant operation (PURI TIMBER)

Entered Vladivostok in 2019 (commercial vehicle design and formwork & plywood plant design)

Established a local corporation in Russia in 2020 (design of commercial vehicles and design of formwork & plywood factories)

AXA M (NATALIA AGAFONENKO & ZHENYA OH)



DMG - HISTORY

Sung NAM LEE

January 1991 Established Damok Consulting Company.

March 1994 Company name was changed into Damok Engineering Company.

January 1997 Changed the legal status of the firm and named Damok Engineering Co., Ltd.

January 2006 Start sporting goods production team

June 2010 Establish a factory for sporting goods production

(Sung Nam Factory/MiGuard Company)

Feb 2012 Company name was changed into DM GLOBAL Co., Ltd.

October 2015 Established Damok Company Limited (In Myanmar)

DMG - COMPANY PROFILE

Address Office:

161, Yeogang-ro, Bungnae-myeon, Yeoju-si, Gyeonggi-Do, Korea

Co - operated Company

1) Korea

Chung Buk Industry Co. (Wonju Factory/ workshop)

2) Overseas

King Jui Wen Co., Ltd./We are the sole agent (Plywood Mahinery) In Taiwan.

Chen-E Machinery Co., Ltd /We are the sole agent (Core Builder) In Taiwan.

Weihai Havy Plywood Machinery Manufacturing Co., Ltd. In China.

Fujian Zhangping Chiqin Technology Co., Ltd. (Kiln Dryer Manufacturing) In China.

Jinjiang Shengong Machinery Manufacture Co., Ltd. (Saw Mill Machinery) In China.

Xuzhou Double Rings Machinery Co., Ltd. (Boiler Manufacturing) In China.

Peregrine Co., Ltd. (Sport Equipment/Fibo Brand/OEM) In Pakistan

DMG - BUSINESS FIELD OF COMPANY

A. Engineering & Consulting Business

Project over-all consulting, machineries and facilities engineering, supervision of actual operation, management/consulting on

- Wood base industries (Plywood, Particle Board, MDF)
- Civil and Architectural work for building construction

B. Machinery Manufacturing for

Veneer preparation, Drying, Veneer Repairing, Pressing, Sizing & Sanding (如/M/In Taiwan)

Core Builder, Face/Back Composor (Chen-e/In Taiwan)

Auxiliary Equipment, Utility (Plumbing, Wiring)

MDF, PB & OSB (Xinyang & Sengong/In China)

Saw Mill (China), Pellet (Shandong China)

C. Repair & Renovation

- Repair used machineries for plywood mill.
- Provide efficient, balanced and most economical layout.
- Recommend most suitable machineries among new and used one, different brands over the world.

D. Sporting goods

Produce & sell sporting goods (for special items, import & sell through the local market)

DMG - MAJOR PERFORMANCE RECORD

A) Project base

- 1, PT Rimba Sunkyong (Indonesia 1991)
- -Extention of building and one line of 3'x6' plywood manufacturing machineries.
- 2, Baramas Co.,Ltd (Samling Group/In Malaysia 1990)
- -On behalf of Sunkyong (SK Global) Damok(DM Global) had done overall designed machinery layout of plywood manufacturing line (4 Lines) inclusive site preparation, machinery foundation, utility facilities & supervision of machinery installation.
- 3, Barama Co., Ltd (Guyana South America 1992-1994)
- -On behalf of Sunkyong(SK Global) Damok(DM Global) had done overall control of factory buildings construction inclusive site survey, site preparation, machinery foundation, civil works, architectual works (Steel structure), utility facilities (wiring, plumbing, tank, auxiliary equipment for plywood mill, saw mill, boarding house, head office & etc.
- -Have supplied spare parts, consumables and auxiliary materials what Barama could not get from Guyana area (It continuous up to now)
- 4, Barama Co., Ltd (Guyana South America 1994)
- -Barge construction (Guyana 1994) (Four barges/4,000tons)
- 5, Myanmar Timber Enterprise (Myanmar 2000)
- -Glue plant (Urea/15ton, Phenol/15ton).
- 6, Myanmar Korea Timber Int'l Ltd (Myanmar 2006)
- -Extention one line of 4' x 8' plywood manufacturing machineries (used one machinery/Hyundai plywood in Ulsan)
- 7, Barama Co., Ltd (Guyana South America 2010)
- -Have supplied consruction marterials for extention of building and
- 8, Puri Timber Co., Ltd (Myanmar 2014-2015)
- -Overall designed (Plywood factory and saw mill construction)

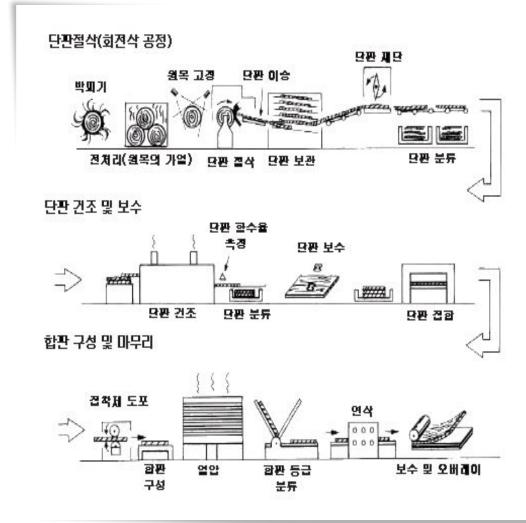
two lines of plywood manufacturing factory.

DMG - MAJOR PERFORMANCE RECORD

- 9, Myat Noe Thu Co., Ltd (Myanmar 2016-2017)
- -Have supplied Cold Press, Glue Spreader, Hot Press (35, 15) Double Sizer, Sander and Guillotine.
- 10, Myanmar Korea Timber Int'l Ltd (Myanmar 2018)
- -Have supplied Knife Grinder (KG-9NCSF) and Z-Box (500 Sets)
- 11, PT. Balikpapan Forest Industries (KORINDO GROUP/Indonesia 2019. Jul)
- -Have supplied Double Sizer with Auto Stacker (KJW Brand)
- 12, PT. Balikpapan Forest Industries (KORINDO GROUP/Indonesia 2019. Jun)
- -Have supplied CNC Auto Clipper & Table Lifter (Hanvy Brand)

B) Repair & Renovation

- 1, Khaspermata Sdn,Bhd (Malaysia 1996) -Renovated Double saw.
- 2, Se poong Co., Ltd (Korea 1996) -Renovated Reeling & unreeling.
- 3, Myanmar Korea Timber Int'l Ltd (Myanmar 1997-1998)
- -Renovated Dryer, Clipper, Core builder, Hot press & others.
- 4, Timberwell Plywood (Malaysia 1998-2000)
- -Renovated Dryer, Rotary lathe, Double saw, Sander & Cyclone system. -Repair Boiler system
- 5, Benua Indah (Pontianak Indonesia 1999–2000) -Have supplied Sander, Hoist, and other machineries.
- 6, PT IKMM (Indonesia 2003) -Renovated Sander, Double saw And Rotary lathe. (Uroko)
- 7, Myanmar Korea Timber Int'l Ltd (Myanmar 2007) -Renovated Core builder (4units)
- 8, Korindo Group (Pankalapun Indonesia 2011) —Have supplied Spindle for Rotary Lathe (Uroko 2011)
- 9, Sunchang Industry (Sun Wood Incheon 2015) -Have supplied Cold Press / 4 units (KJW, Taiwan)
- 10, Puri Timber Co., Ltd. In Myanmar (2015 /Bsy China) -Have supplied Spindless Lathe (5ft Line)
- 11, Myanmar Korea Timber Int'l Ltd (May 2016 / Bsy China) -Have supplied Spindless Lathe & Debarker Line.



DMG - MAJOR PERFORMANCE RECORD

C) Dust Collect System

- 1, Timber well plywood (Malaysia 1999) Have supplied Bag filter system /2 units
- 2, Barama Co., Ltd (Guyana 2001) Renovated Bag filter system
- 3, Myanmar Korea Timber Int'l (Myanmar 2007) Have supplied Bag filter system
- 4, Myat Noe Thu Co., Ltd (Myanmar 2016-2017) Have supplied Dust Collect System.

D) Engineering & Consulting Works

- 1, PT. Taiyoung Engreen (Gunung Mas-Central Kalimantan Indonesia/2018. Dec)
- One line plywood design & consulting.
- 2, PT. Jhonlin Agromandiri (Batulicin-South Kalimantan Indonesia/2019. Apr)
- -Design and consulting of a plant for afforestation plywood plant.
- 3, STX Corporation (Seoul Korea)
- -Current advisory role in the construction of Saw Mill and Pellet Plant in Russia/2019. Jul~2020. Jul)















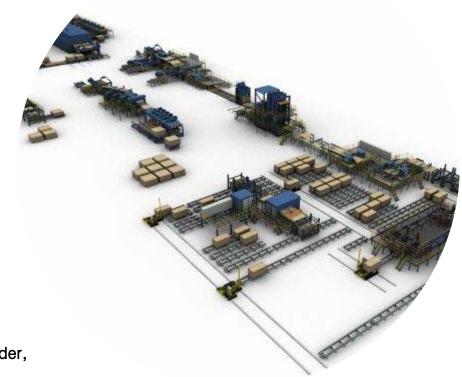




DMG - OTHER ACTIVITIES

- 1. We are supplying spare parts of wood based mill machineries to
 - Myanmar Timber Enterprise (Myanmar)
 - Myanmar Korea Timber Int'l Ltd. (Myanmar)
 - J&J Timber (Myanmar)
 - Barama Co., Ltd. (Guyana, South America)
 - Hlaing Myittar Co., Ltd. (Myanmar)
 - Khaspermata Sdn. Bhd. (Malaysia)
 - Hanmax Veneer Plywood Co., Ltd (Ghana Africa)
 - AK Ghana Wood Co., Ltd. (Ghana Africa)
 - Myat Noe Thu Co., Ltd. (Myanmar)
- 2. We are the sole agent of,
- A) King Jui Wen Co., Ltd.(In Taiwan) for Sander, Hot Press, Cold Press, Knife Grinder,

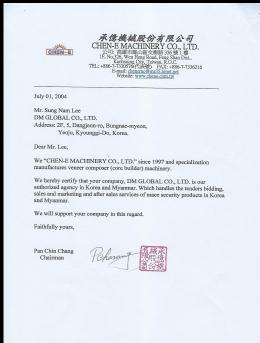
 Dryer Slicer & Other related machineries covering Korea market as well as newly developed market.
- B) Chen-e machinery Co., Ltd.(In Taiwan) for Core builder, Back Composer
 & Other related machineries covering Korea market as well as newly developed market.
- 3. Supply of sporting goods accessories. (Our Brand: KINGSTORM, FIBO) Internet sale: Auction, 11st, G-market Supply goods to martial arts gymnasium across the country: Kick Boxing, Muaythai, Boxing, Etc.



CERTIFICATES

- 1. King Jui Wen Co., Ltd. / Taiwan (Plywood Machinery)
- 2. Chen-E Machinery Co., Ltd. / Taiwan (Core-builder)
- Damok Company Limited (In Myanmar)
 (Supplied Spare Parts for Plywood Machinery)







MAIN TASK

WOOD SUPPLY

The biggest issue for Korean investors which

causes the failures of many similar projects in the past by the lack of mutual

understanding and guaranteed procurement of log from supplying side.

SALES **MARKETING** Worrying about the best sales marketing

It is important to maintain production quality and develop technology

The ban of depletion of cedarwood and Russia's log export is good chance as well

TRANSFER OF **TECHNICAL KNOW-HOW**

Wood products, including plywood

Requires a lot of production know-how and technical experience

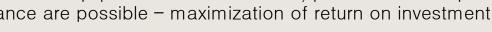
In particular, the technology related to the adhesive is very important

INVESTMENT

A simple machine supplier cannot guarantee the success of a project.

In order to guarantee the production of high-quality products and to induce the preferential investment of importers, the developer must have abundant experience in the same project.

(Customized equipment can be selected, production and quality assurance are possible - maximization of return on investment)





SOLUTION (AXA M)

IMPORTERS PREFER FACILITY INVESTMENT – EXPORTERS SUPPORT AFTER PLANT INSTALLATION

Log supply stability

AXA M - Korea-Russia joint venture can prevent unilateral tyranny of exporters

UZAK - Currently in rental operation for a Chinese plywood manufacturer

KFK – We have a lot of experience in successful partnerships

(Refer to the company profile)

Accurate profit analysis and perfect technology transfer

Construction of DMG with 40 years of global know-how

From DMG to AXA (technology transfer)

- Know-how in all fields such as facility installation, operation, and quality control
- Maximize profits by transferring adhesive manufacturing technology

Secure Investment Attraction

After facility investment and installation by Korean partners

Log supply and operational support from Russian partners

Start the project with the structure

(Equipment investment, installation, operation, sales, marketing-contract guarantee)

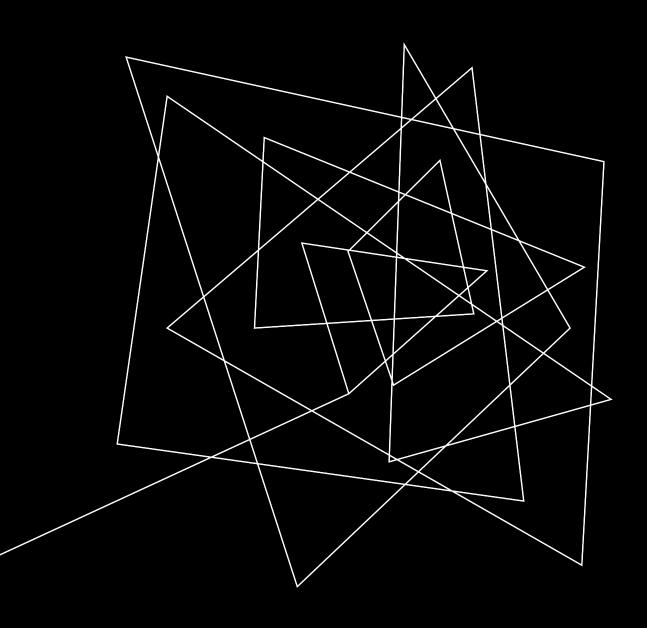
Marketing and Export Assurance

There is no worry about the initial marketing as the facility investment company guarantees the income for the entire product.

DMG – Owns many existing import and distribution companies

AXA - Many existing import and distribution companies

(Using member companies of the Russian Chamber of Commerce and Industry)



PRODUCTION COST AND NET PROFIT ANALYSIS FOR PLYWOOD(BIRCH)

Example of line configuration according to the environment of the

NO.	Division	Plan I	installatio	n site _{n III}	Plan IV	Remarks
	Contents					
1	Plywood Production Capacity	1,250m³/month 50m³/day 4,200pcs/day	1,000m³/month 40m³/day 3,360pcs/day	750m³/month 30m³/day 2,520pcs/day	625m³/month 25m³/day 2,100pcs/day	 Based on 4mmx4'x8' Plywood (Birch) 84pcs/m³ yield: 40%
2	Log Consumption	3,289m³/month	2,632 m³/month	1,974m³/month	1,645m³/month	· Average Dia ø250mm
3	Electric Power Requirement	1,150kw	1,000kw	900kw	800kw	
4	Main Power Requirement	95	95	80	80	
5	Glue Consumption	117,600kgs	94,080kgs	70,560kgs	58,800kgs	
6	Steam Consumption	5 ton/HR	4.5 ton/HR	3.5 ton/HR	3 ton/HR	
7	Water Consumption	15 ton/day	13 ton/day	12 ton/day	10 ton/day	
8	Building Requirement	Use existing one	и	и	и	
9	Civil Works (Foundation Work)				,	
10	Architecture Work (Building) (Partial Renovation)					
11	Estimated Amount Required	U\$ 2,339,100	U\$ 1,682,500	U\$ 1,468,700	U\$ 1,288,400	
12	Expected Profit	U\$ 187,500/month	U\$ 150,000/month	U\$ 112,500/month	U\$ 93,750/month	U\$ 150m³/(U\$ 100~U\$ 200)

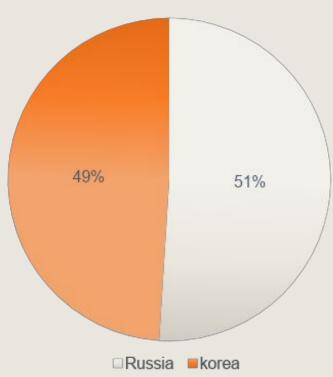
Production cost and

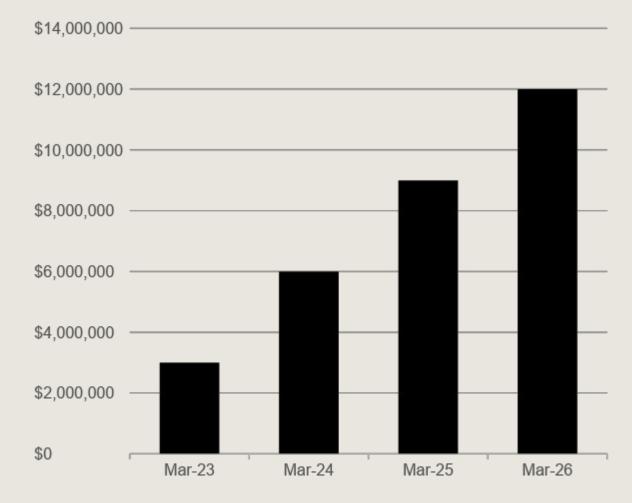
No	Division	profit	Amount	Remarks
1	Log (ø230 Average Dia)	· U\$80/m³ ÷ 0.38 = U\$ 211/m³	211.00	40%(yield)
2	Mixed Resin	· Phenol E1 U\$ 115/m³	115.00	
3	Electricity Charge	· 1,150kwh x 0.56 = 644kw	48.00	
		· 920kwh x 0.075(5.5 RUB)/kw = U\$ 48		
4	Local Labor Costs	• 100 persons x \$600/month = \$60,000 ÷ 1,250m³ = 9.60	48.00	2 shift
5	Consumable Materials	· 10,000/month ÷ 1,250m³ = 8.00	8.00	
6	Repair Cost	· 12,000/month ÷ 1,250m³ = 9.60	9.60	
7	Vehicle & Equipment Maintenance Costs	· 15,000/month ÷ 1,250m³ = 12.00	12.00	
8	Fuel Costs	· 16,000/month ÷ 1,250m³ = 12.80	12.80	
9	Others Maintenance Costs	· 14,000/month ÷ 1,250m³ = 11.20	11.20	
10	Operating Overhead	· 20,000/month ÷ 1,250m³ = 16.00	16.00	
11	Other, Tax, Etc	• 10%	49.16	
	Total Amount	U\$	540.76	
	Estimated Selling Price	U\$	750.00	FOB
	Estimated Profit	U\$	209.24	
FYI	1,250m³/month x U\$ 209.24	= U\$ 261,550/month		

JOINT VENTURE STRUCTURE AND ANNUAL PROFITS (PLYWOOD-1 LINE)

CUMULATIVE PROFIT



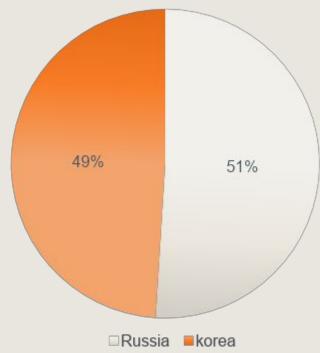


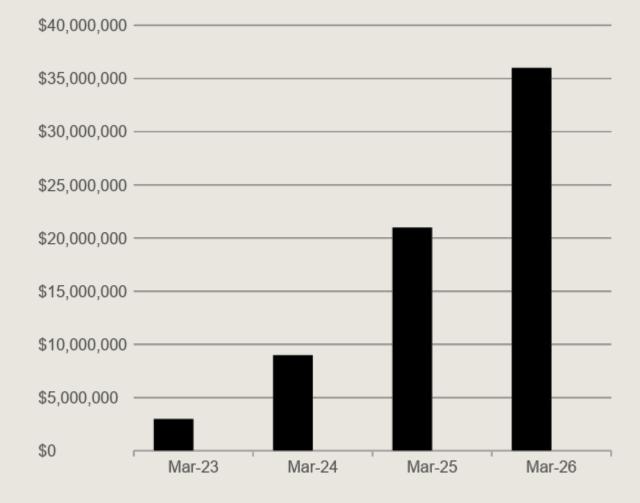


JOINT VENTURE STRUCTURE AND ANNUAL PROFITS (PLYWOOD-1 ADDITIONAL LINE INSTALLED PER YEAR)

CUMULATIVE PROFIT







PLAN I

(1,250m³/month, 50m³/day, 4,200pcs/day) - USD 3,130,600 -

PRELIMINARY PROPOSAL

FOR

PLYWOOD (BIRCH)

SEP, 2021

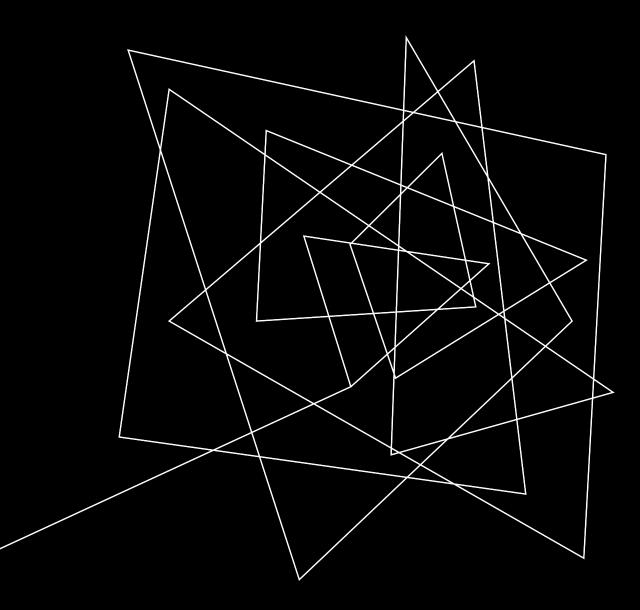
DM GLOBAL CO., LTD



DETAILED ANALYSIS OF THE PLANNED SITE FOR THE PLANT #1

Проект по производс	тву фанеры в Приморье в России - P.M MR.OH										
(Ключевое резюме прос	екта - исполнители)										
1.Предисловие (Корея)											
Фанера - незаменимый про	эм ежуточный материал для всех отраслей промышленности.										
В разгар мировой рецессии импорт фанеры в 2020 году превысил 800 миллиардов вон (Вьетнам, Китай, Индонезия и т. Д).											
Прям ое внутреннее производство в Корее постепенно сокращалось с 2000-х годов - фактически, по состоянию на 2021 год более 90% зависим ости страны от импорта											
Бурный рост деревообрабатывающей промышленности с 1960-х годов.											
С тех пор многие компании приняли участие в зарубежных проектах по освоению лесных ресурсов и преуспели в них, накопив технические и маркетинговые ноу-хау.											
-											
2. Последние отраслевые тенд	<mark>е</mark> нции										
И стощение запасов сырья в	 является серьезным в высококонкурентных странах, обрабаты.	: вающих дерево, таких как Китай, Вьетн	: нам и Индонезия.								
Оружие ресурсов в странах	экспортерах леса (например, запрет России на экспорт необр	аботанной древесины и т. д.)									
Рост ставок фрахта судов из	⊱sa конфликта между США и Китаем (затрудняет перевозку <mark>б</mark> р	евен и инвестирование в удаленные г	; гроизводственные объекты)								
З.Статус производства фанеры	в России										
Заводы по производству фа	внеры на базе Москвы сосредоточены только в Северной Евро	one.									
	дование неизбежны, потому что стандартные размеры фанеры										
	ний для производства базовых азиатских стандартов, а регион		тся невозможными)								
	Россию или произвести размер 1200 практически невозможн		1								
	ю, и все стандарты и обстоятельства разные)	<u></u> T									
(Decremine dimension besition											
Ожилается ито акономине	; жая политика правительства России, будет активно способств∈	Весь привлечению препориятий пере	Вооблабатывающей пломышлен	ности на Востоке России							
	из Сибири-Дальневосточного региона (как минимум в ближа		The state of the s	The state of the s							
Стабильные поставки леса	ив сибири-дыльневосточного регионы (кык минимум в олижы	ншие 20 леги облее)									
4080 (проекта) Текущее состояние подготовки проекта										
чала (исполнитель данного	проекта / некущее состояние подготовки проекта										
Decree of the contract of the contract of	оме беревы - не менее 3000 м3 в месяц.										
	ФК(г. Артём), УЗАК(г. Уссурийск) и др.										
-	да, расположение производства на территории с ж/дорожным		THE PROTORY PROPOSITION AND ADDRESS OF THE PROPOSITION ADDRESS OF THE PROPOSITION AND ADDRESS	COORTINOONIU SOTODOĞ ORG							
1.2	да, растогожение производства на территории с ж. дорожным строительной компании в составе группы российских партнер										
принадлежит тенеральной	строительной компании в составе группы российских партнер	ов - предоставляет полный стектр стр	оительных и ремонтных расст, ч	по предполывет возможі							
		Ļ									
	MG (прилагаемые документы), которая имеет успешный опыт		оектировании и производстве ф Г	анерных заводов за рубе» Г							
Базовый дизайн текущего п	іроекта и другие подготовительные работы выполнены на 90%. ∍	і (прилагаемые документы) Г									
_											
5. Аналив баланса и производс	тенный план										
Нормы производства берез	<u> </u>										
из расчета 1250 кубометро	в в месяц (одна полная линия)										
Фактический прогноз на основе											
4	аппаратное обеспечение	выход	Сто иглость про изводства	Цена продажи							
1 год	1 линия	1000 m3	S 600	1,7							
2-й год	2 линии	2000 m3	S 500	S 1,000							
3-й год	5 линий	5000 m3	S 500	S 900							
Мате риалы для со вместных вст	греч										
	аппаратное обеспечение	выход	Сто иглость про изводства	Цена продажи							
1 год	1 линия	1000 m3	S 600	S 800							
2-й год	2 линии	2000 m3	S 600	S 800							
3-й год	5 линий	5000 m3	S 600	S 800							

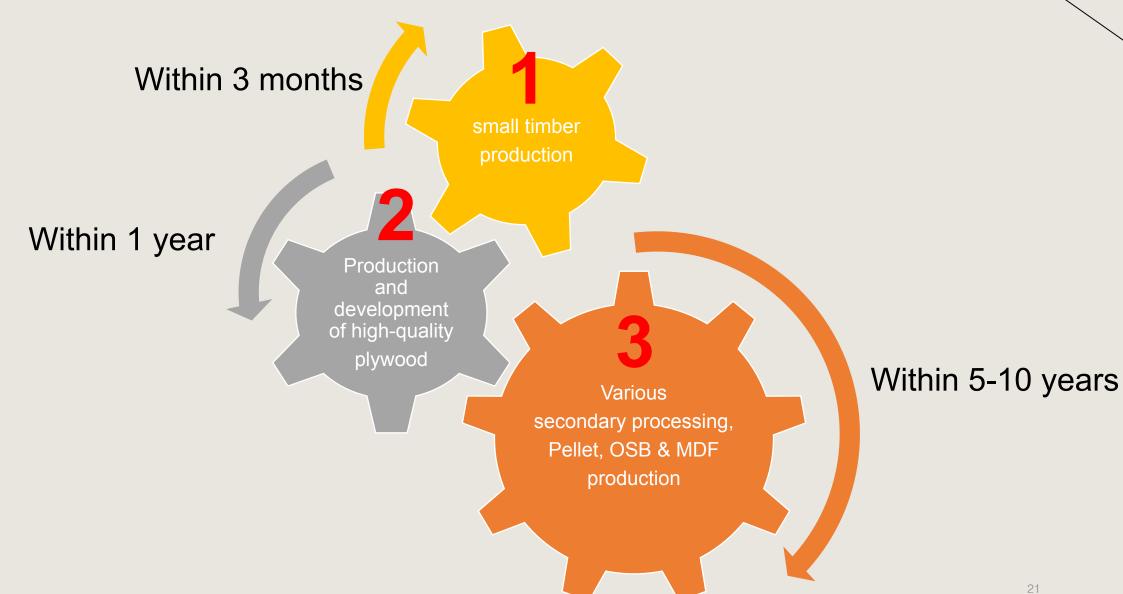


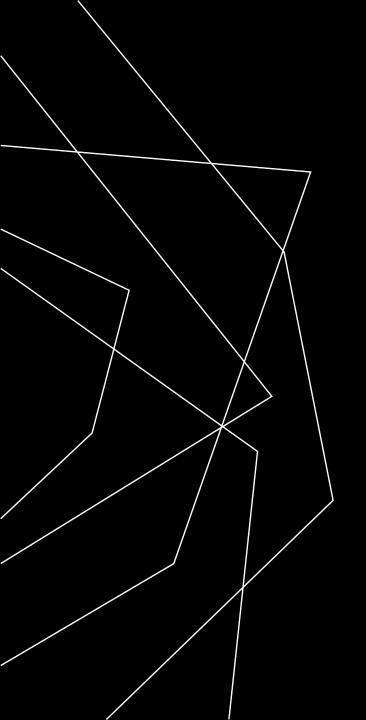


-THIRD-

EXPANSION OF PLYWOOD
PRODUCTION OR ESTABLISHMENT
OF SECONDARY PROCESSING
PLANT BASED ON SUCCESSFUL
EXPERIENCE

THE WHOLE PROJECT PROGRESS





THANK YOU.

NATALIA AGAFONENKO

+7 984 198 46 60

oh@axa-ru.com

