



**Dehdasht Industries
Petrochemical Company**



**Iranian Privatization Organization (IPO)
Marketing & SOEs Divesting Office**

Dehdasht Industries Petrochemical Co. (public joint-stock) **(Before the operation)**



Total Value of Divestible Shares (19/87%) - Start Bid: US\$ 15,593,817 **(Exchange Rate:** 29,563 IRR)

Assessment Date: January 2015

Assessment Method: Net Assets Market Value

Transferring Method: Farabourse Iran

Part I: General Information

Parent Company: National Petrochemical Company (NPC)

Shareholders: NPC (19/87%) - Iranian Investment Petrochemical Group (30/7%) - Tose Insurance (9/35%) - Mamasani Petrochemical Co. (7/72%) - Others (32/36%)

Capital: US\$ 26,282,854

Nominal Production: 300,000 Tons

Chief executive officer: Mr. Hamid Tavakoli

Number of Staff in 2015: 14

Establishment Date: January 2010

Number of Staff at the time of operation: 305

Location: Kola Choo region, Dehdasht, Kohgiluyeh & Buyer Ahmad Province.

Central Office: No. 141, Arian Building, South Sardar Jungle St., Yasouj City

Field of Activity: Production of heavy polyethylene

IPO Address: No. 15, Mahestan St., Iran Zamin Ave., Shahrak-e Ghods, Tehran, Iran

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Part II: Financial Information

Main Items of Balance Sheet in US\$

(Exchange Rate: 29,563 IRR)

Title	Details	Book value (September 2014)	Evaluated by Independent Expert (January 2015)
Assets	Long-terms investments	20,586,544	38,121,977
	Prepayment to buy technical knowledge, designing and basic engineering	4,465,041	31,119,981
	Other receivable accounts	33,826	6,359,300
	Assets at the completion (land and land preparation)	1,116,260	5,175,388
	Cash	236,782	236,782
	Other assets	1,332,747	236,782
Total assets		27,771,200	81,250,211
Liabilities	Other accounts payable	2,739,911	2,638,433
	Dividend payable	33,826	33,826
	Employees redemption benefits	33,826	33,826
Total liabilities		2,807,564	2,706,085
Profit (loss) from 22 September 2014 to 20 January 2015		0	(13,530)
Retained earnings(loss)		(1,325,982)	(1,339,512)
Capital		26,282,854	32,777,458
Owner's equity		24,963,637	78,530,596

* The capital of the company at date of establishment was about 13,124,514 US\$ that according to the approval of the extraordinary general assembly dated August 01, 2012, has been increased to 26,282,854 US\$. Then according to the approval of the extraordinary general assembly dated July 17, 2014, it was determined that the capital of the company increases to 32,790,989 US\$ and this capital increase has been provided from current receivable of shareholders & cash paid in.

Main Items of Income Statement in US\$

Title	September 2014	September 2013
Net sales	Before the operation	Before the operation
General & administrative expenses	(63,627)	(67,179)
Operating profit (loss)	(63,627)	(67,179)
Financial expenses	0	(158,881)
Net other non-operating revenues & expenses	40,321	119,710
Net profit (loss)	(23,306)	(106,349)

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Land Information in US\$

Title	Area	Book Value	Evaluated by Independent Expert
Land	102 Hectares	1,116,260	4,667,997
Constructions	--	--	507,391
Total	102 Hectares	1,116,260	5,175,388

Part III: Other Information

Period for carrying out the project: The preliminary estimation period for carrying out the project was 48 months that according to the estimation, the project was supposed to reach to operation at May 05, 2014.

License and main designer: Lyondel Basell Germany Co.

Administrative Expenses: The administrative expenses of Dehdasht Industries Petrochemical Company based on the final estimations, up to the date of operation, include 1,535 Iran billion Riyals (riyal expenses) and 273/8 million Euros (foreign expenses).

Financing: The actions for financing the project include negotiations with Bank Melli of Iran and Bank of Industry and Mine. The negotiated facilities amounts with Bank of Industry and Mine equal to 272 million Euros but final agreement with the mentioned Bank has not been done. The payable facilities by Bank Melli of Iran will be done from credit line of Iran-China and since this credit line has not been agreed by the governments of two countries, the company is faced with many problems on financing for development of the project.

Input: According to forecasting, input needed for project will be supplied from Ethan gas produced from project under construction of Bid Boland2 gas refinery and Ethylene gas produced from Ghachsaran Petrochemical Company. It is to be mentioned that Ghachsaran Petrochemical Company's physical development plan up to September 2014 equals to 31/24% and Bid Boland2 gas refinery's physical development plan up to March 2014 equals to 21/83%.

Project Execution Schedule Table

Title	Estimation		Real Performance	
	US\$	Physical	US\$	Physical
Dehdasht Heavy Polyethylene Project Plan	44,582,755	100%	6,799,039	5/33%

The Reasons for Delaying the Project:

1. Lack of finances, lack of agreement of the governments of two countries of Iran and China about credit line of China.
2. Lack of co-operation of Lyondel Basell Germany Co. in completion of the design of basic studies because of sanctions.
3. Lack of co-operation of internal Banks in allocation of finances and accepting the functionality.

Long-terms Investments in US\$

Name of the Company	Percentage of the Share	Book Value	Market Value
Ghachsaran Petrochemical Co.	19/37%	17,461,015	30,365,660
Boroujen Petrochemical Co.	18/386%	3,111,998	7,729,256
Dehdasht Polymer Co.	98%	3,383	16,913
Investment Prepayment in Polymers	--	10,148	10,148
Total	--	20,586,544	38,121,977