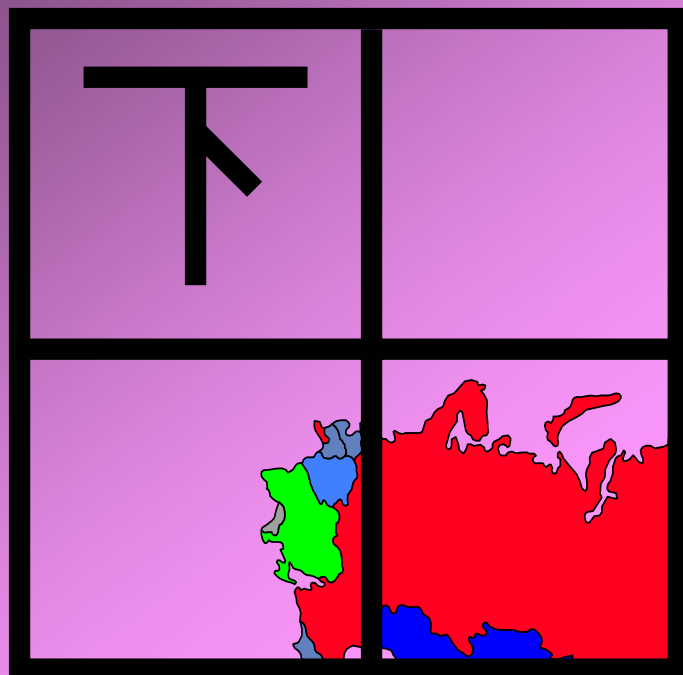
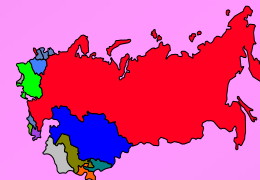




CONFIDENTIAL



PROJECT FINANCING
IN RUSSIA

PANEL DISCUSSION

Metal Bulletin's
Russian Steel
Summit
In

Association with
Eurasian Metals

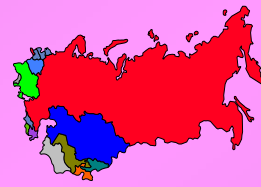
presented by

SHIMODA RESOURCES HOLDINGS, INC.

USA Phone (1-203) 563-9430 Fax (1-203) 563-9832

UK Phone (44-20) 7583-7427 UK Fax (44-7092) 161-505

E-Mail shimres@shimoda-ltd.com

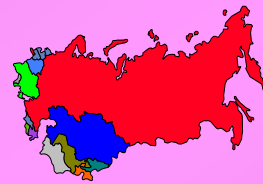


The Company...

- Resources-focussed corporation targeting “Emerging European” resource sector businesses
- Listed on OTC Bulletin Board in the United States, Ticker Symbol “SHRH”
- Focus on Russia & the Caucasus Region, but diversifying into other NIS and Eastern Europe countries as projects arise
- Experienced team with vast steel experience (BHP Steel, Satramet) – pre-1991
- Financing projects since 1993 in the region



Megatrends...



A prosperous long-term outlook....

The global market for natural resources producers is more favourable than it has ever been since the booming 1970's due to :

- commodities recovering off all-time lows (in real terms) in 1993
- world in a long-term phase of economic recovery and growth aided by pent-up demand from regional recessions
- technical advances and much improved management techniques have lowered the cost of production
- increased demand for natural resources is building due to the widening industrialisation and infra-structural development of emerging economies.

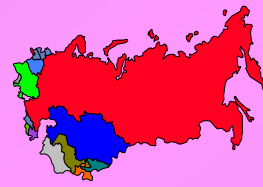
Megatrends

- The global population will rise by one billion people in the next 10 years.
- The non-OECD represents 83% of the world population but consumes 48% of the world's natural resources
- The emerging economies spend only 1/6 on natural resources per capita compared to the OECD
- Intensity of use of natural resources in emerging economies is vastly higher - China uses 10x as much steel or gold per unit of GNP than the USA or Japan and 5x as much energy.
- Building of necessary infrastructure is raw materials intensive, as are consumer durable goods much in demand as purchasing power rises in the expanding middle-classes of the emerging economies.
- The California energy debacle has spotlighted government needs to acquire and develop energy sources – oil, gas and coal-fired, nuclear (uranium) and fuel-cell (platinum) sources.

Russia - the newest, most potentially lucrative emerging region of the world..



What do Project Financiers look for?



Project Financiers primarily focus on 3 issues :

1). Whether their investment is secure

- the embarrassment of explaining to their Board of Directors
- the embarrassment of qualified accounts
- any doubts? – easier to do nothing than invest!!!

2). Whether they can make money from their investment

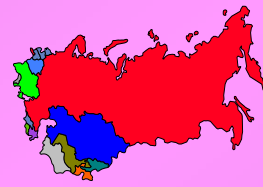
- payback period, IRR on financing, collateral offered (onshore/offshore)
- short-term outlook : often microeconomic, i.e. company driven
- long-term outlook : often macroeconomic, i.e. steel prices
- system shocks : oil crises, steel supply problems, world shortages

3). Whether they can recover their financing facility

- loan bullet repayment secured
- re-negotiation and on what terms
- steel sales as collateral



Shimoda Resources Holdings, Inc.



US OFFICE

Suite 230, 15 River Road, Wilton, CT 06897
Phone 1-203-563-9430 Fax 1-203-563-9832

UK OFFICE

459a Fulham Road,
London W1V 9FN
Phone 44 (0)20-7583-7427 Fax 44 (0)7092-161-505

JAPAN OFFICE

Shiroyama JT Trust Tower, 16/f,
4-3-1 Toranomom, Minato-ku,
Tokyo 105, Japan
Tel. 813-5403-4887 Fax 813-5733-5766

E-Mail shimres@shimoda-ltd.com

WEB-SITE <http://www.shimodaresources.com>