



COLLATERAL MANAGEMENT AGREEMENT

Drum Resources Ghana Limited

CASHEW NUTS

CASHEW NUT



Cashew Nut Fruit (Apple)



Roasted Cashew Nuts



Raw Cashew After
Harvest

CASHEW NUT PROCESS

- 1) Raw cashew nuts are delivered by the farmer to the factory/buyer.
- 2) The cashew nuts are then dried for a period of 1 -2 days.
- 3) The cashew nuts are then bagged in hessian (jute) sacks ready to be calibrated.
- 4) After calibration the cashew nuts are roasted to a particular temperature to make the shell brittle. The roasted nuts continue onto the shelling process to separate the cashew kernel from the shell.
- 5) The product is then graded and classified as per the grading system and then vacuum packed as per the specifications of the customers for sustaining the quality / shelf life of the product for further export.

DRUM COMMODITIES RESPONSIBILITIES UNDER CMA

- 1) Monitor the unloading, quantity, quality and storage of product received.
- 2) Report to the Bank and to issue a Warehouse Receipt for the product received.
- 3) Ensure pledge cards are placed on all the Bank's products.
- 5) Ensure Drum seals are in place at the warehouse/storage facility.
- 5) Monitor the finished product at factory for export.
- 6) Complete detailed and daily reporting on all stock figures.

THE PROCESS

The farmer arrives with the cashew nuts



The cashew nuts are sun dried and then bagged into jute sacks



The cashew nuts are stacked neatly into the warehouse to ensure quality control. All stock is recorded and reported to the Bank.



House Number 88 Royal Castle Road
Rakomanta - Accra
www.mondialghana.com

MONDIAL

OCCURRENCE BOOK

DATE	INITIALS	QTY	UNIT	PRICE	TOTAL	EX	MT	REMARKS	INITIALS	DATE
22-08-12	SA	100	MT	1100	1100		40.857	AA7367	---	2007-7-9-2
23-08-12	SA	100	MT	1100	1100		45.430	45772	---	AA7794-2
24-08-12	SA	100	MT	1100	1100		167.280	1671847	---	AA81328-2
25-08-12	SA	100	MT	1100	1100		26.055	26055	---	AA8174-2
26-08-12	SA	100	MT	1100	1100		6.560	7216	---	AA8280-2
27-08-12	SA	100	MT	1100	1100		5.440	5984	---	AA8280-2
28-08-12	SA	100	MT	1100	1100		7.060	7700	---	AA8380-2
29-08-12	SA	100	MT	1100	1100		10.237	112563	---	AA8380-2
30-08-12	SA	100	MT	1100	1100		74.400	81840	---	AA8380-2
31-08-12	SA	100	MT	1100	1100		20.465	205118	---	AA8380-2
01-09-12	SA	100	MT	1100	1100		29.060	31908	---	AA8380-2
02-09-12	SA	100	MT	1100	1100		110.380	121418	---	AA8380-2
03-09-12	SA	100	MT	1100	1100		190.585	210483.5	---	AA8380-2
04-09-12	SA	100	MT	1100	1100		255.878	281465.5	---	AA8380-2

For and on behalf of Drum Resources Ltd
www.drumcommodities.com

Drum staff undertake stock checks.

Reports are made to the Bank.

DRUM

Resources Limited

Presented to:
SITUATION REPORT:
Prepared by:

'Bank'
'day-month-year'
DRUM Resources

Attention: CMT – 'Bank'

Re: Daily Report update:
Please find attached the reports on product movements

At: Location

WAREHOUSE 3 STOCK CHECKLIST

	GRADE	BAGS	KGS	CARD		GRADE	BAGS	KGS	CARD
2A1	peach	08	400	1226	2B1				
2A2	peach	05	250	1235	2B2				
2A3	peach	13	650	1010	2B3				
2A4	peach	26	1300	1010	2B4				
2A5					2B5				
2A6					2B6				
					2B7				
					2B8				
					2B9				
					2B10				
					2B11				

WAREHOUSE 2 STOCK CHECKLIST

	GRADE	BAGS	KGS	CARD		GRADE	BAGS	KGS	CARD
2A1	1899 exp	276	27600	2447	2B1	1899	700	27600	2441
2A2	Arab peach	374	15560	3013	2B2				
2A3	Drupa	194	18260	3041	2B3				
2A4	Arab peach	780	31260	3014	2B4				
2A5					2B5	Arab peach	515	21300	2952
2A6					2B6	Arab exp	116	6672	3088
2A7					2B7				
2A8					2B8	Arab	142	6280	2484
2A9	Arab	377	22295	3030	2B9	Arab peach	402	15561	2938
2A10	Arab peach	383	21747	2443	2B10				
					2B11				
					2B12				

Pledge cards are issued and attached to the stock



Once the Bank has issued a release instruction the cashew nuts can then be calibrated ready for roasting



Once roasted, the cashew nuts are processed through the factory

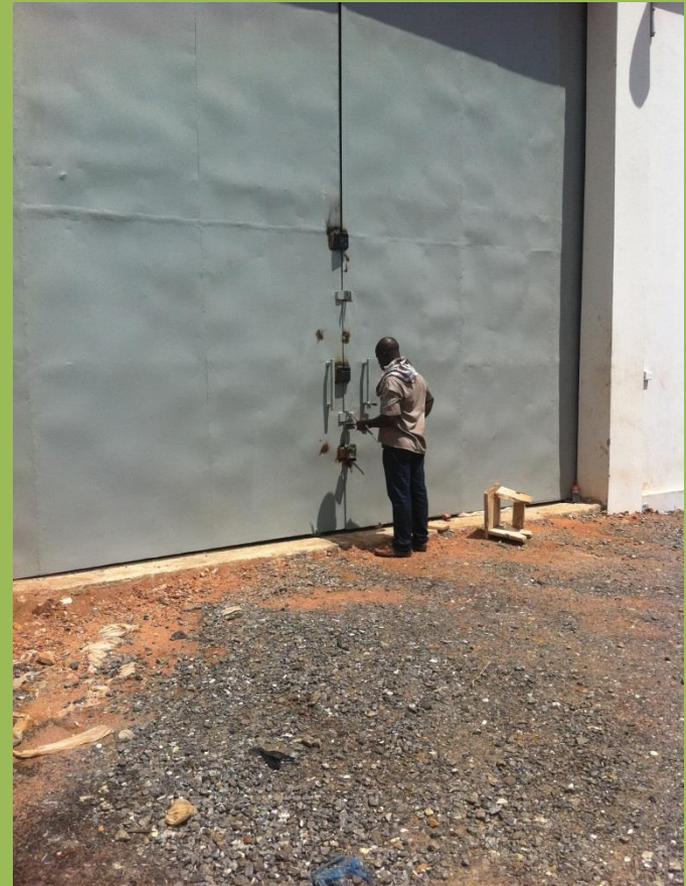


The finished product is then vacuum packed and ready for export. The finished product is monitored by Drum to ensure all goods are accounted for.



The storage of the product is monitored by Drum staff

Warehouse and storage facilities are secured by Drum staff with numerically identifiable seals and padlocks.



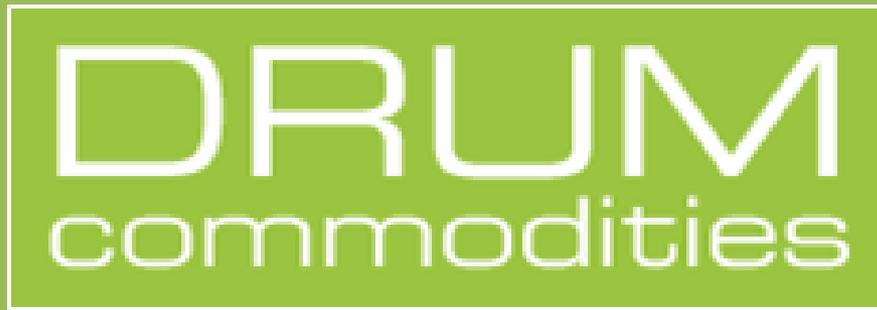
DRUM COMMODITIES RESPONSIBILITIES

- 1) Receive Release Instructions from the Bank.
- 2) To ensure that the amount released does not exceed the amount specified in the Release Instructions.
- 3) Ensure that all information regarding the amount of product released is sent to the Bank.

The recording and reporting that Drum staff undertake include:

- Warehouse receipts
- Tallies
- Stock quantity controls
- Actual stock levels
- Movement records
- Stock records





Drum provides a bespoke service to its customers, providing them a process that is complete, competent and professional, and on the ground where it is needed most.

“Drum Commodities delivers a service, not just a certificate.”

www.drumcommodities.com