



IRON AND STEEL LIMITED

P.O.Box 20427, 33, Mikocheni Industrial Area, DAR ES SALAAM
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TANZANIA INVESTMENT CENTRE
DAR ES SALAAM

PROGRESS REPORT

(Information required for the project's progress report after every six Months or for amendment of Certificate of Incentives)

1. Planned Activities for the period

We have managed to improve in the business and have been able to provide services mainly within Tanzania. We have been able to work within the network in the Country especially in utilizing their infrastructure efficiently. We have remitted to the Government revenue through Corporation Tax, VAT, PAYE, Skill and Development levies.

2. Achievements made on the project implementation to date

'IRON AND STEEL LTD', is among group of Companies in East Africa which in also succeeded in completion of Rougher Mill, with stands, Gear Boxes, Fly Wheel, Rolls, main and Auxiliary Motors, Conveyers and running Spares projects

3. Updated information on the following aspects;

S/No.	Information	Description	Current Project Status
1.	Shareholder's Information	Current Shareholders names, nationality and percentage of ownership	SHIRAZ SHARIF (Tanzanian - No. of Shares - 1) Amin Mohammad Jefferali Ramji Madhani (Tanzanian - No. of Shares - 538,911) Mehboob Jefferali Ramji Madhani (Tanzanian - No. of Shares - 188,489),



			Avelino Foundation - (Swiss - No. of shares - 500,000), Bismark Investors Ltd - (British Vergin Island - No. of Shares - 772,599) Shamir Ramji - (Canadian - No. of Shares - 60,000) Un allotted (shares - 2,940,000)
2.	Company Communication information	Email address Mobile Number Land Line Telephone Number Physical Address (Plot No. Block No. Street, District and Regional	Isltz.dar@gmail.com 0754 685 788 2700361 P.O.Box 20427, 33 I T V Road Mikocheni, D'Salaam, Tanzania
3.	Contact Person	Name Position Communication Details (Email, Mobile and telephone)	SAIJI OONNUKALLIL GANGA DHARAN COMPANY SECRETARY 0784 685 788
4.	Incorporation	Certificate of Incorporation	22272
5.	TIN information	TIN Certificate No.	100-142-643
6.	Project Objective	Project Core Activity	MANUFACTURING & SELLING OF IRON BARS
7.	Capacity	Project Capacity per Year	36,000 TONS
8.	Direct Employment	Foreign - Men Foreign - Women Local - Men Local - Women	13 nil 172 Nil
9.	Indirect Employment	Estimate Total No. Types/Areas of Indirect Employment	1000 Due to Purchase of Local Material, Traders, Construction Sites, Loading and Off Loading and Transport



4. Project Financial Expenditure to date (USD)

	Foreign (USD)	Local (USD)	Total (USD)
Land and building	NA	35,000	35,000
Plant and Machinery	NA	65,000	65,000
Vehicles/Aircraft	NA	-	-
Furniture	NA	-	-
Office Equipment	NA	-	-
Insurance Cover	NA		
Pre-operational expenses	NA	10,000	10,000
Working sub-total capital	NA		
GRAND TOTAL	NA	110,000	110,000

5. Project Financing

The Project is mainly financed by Financing Bank based in Dar es Salaam known as **DIAMOND TRUST BANK (T) LTD.**

Within the Country we are financed by Banks known as **Diamond Trust Bank (T) Ltd** and **security** of which we are required to surrender our Certificate of Title as 'Loan Security' to them.

It is our sincere hope that with much needed assistance which you tirelessly continue to provide to us, we shall reach targets and goals in order to fulfill the aim of our Government's good intention towards Investors' Scheme.

	Amount (USD)	Source Country
Local Equity	493.3M	Tanzania
Local Loans	483.6M	Tanzania
Foreign Equity	0.60M	Canadian
Foreign Loans		
Total Investment	977.5M	



6. Problems and Solutions

Problems

During the initial stage of our Project, our business suffered a lot on implementation.

This is because we had no enough Materials to compete in the industry, as a results there was a declined in realization of Contracts, incoming funds was lowest on records compared to amount spent at that time and therefore business rotation was not favoring our side.

Competition was very high, which caused most of us to temporarily squeeze out of the business and gave way to the Stronger Members within the Industry.

Solutions

- Purchase of more Materials / capital goods to compete with other Manufacturers.
- Training of Senior Staff and the Operation Team at large on how to handle the Materials and hence Products, especially at the time before and after the production process
- Improving Yard Security System and Installation of good Alarm System and CCTV to curtail theft issues.
- Learning from other Manufactures and gain experience to stay comfortably from day to day business challenges

7. Future Plan

The Company near future project will be mainly on new pouring and Molding System to reduce wastage, improve billet quality and size. Civil Works and Others Expenses for the above ground level foundation, Additional sheds, high-pressure water systems, electrical supply/panel and so forth.

8. Recommendation and any other comments

Matrix of Exemption

We have benefit on the following: -

- a) Exemption on the Import duties for the Materials imported from overseas, this is around **Tshs100m/-**.



- b) Cash flow, the deferment of the corporate tax through benefit of the claiming the capital allowance.

Conclusion

The investment which 'IRON AND STEEL LTD' will increase the Government revenue through Corporation Tax, VAT and PAYE levies. It will also give job opportunity to local Tanzanians.

Anticipating for a favorable reply, we remain.

Yours Sincerely
For and on behalf of
IRON AND STEEL LTD

Shamir Ramji
CEO

