



No 00212788

THE UNITED REPUBLIC OF TANZANIA

# Certificate of Incentives

(Section 17 of the Tanzania Investment Act, 1997)

THIS CERTIFICATE REPLACES/  
EXTENDS THE PREVIOUS ONE  
NO. 040724 ISSUED ON  
11/09/2003

AMENDMENT ON SECTIONS  
10 & 11 HAVE BEEN EFFECTED

No: 040724

*[Signature]*

*[Signature]*

**This is to certify that**

KARAM ENGINEERING WORKS LTD

of address P.O. BOX 2323

ARUSHA

has been granted a Certificate of Incentives to invest in a new, rehabilitation /expansion or equity of the enterprise known as

KARAM ENGINEERING WORKS LTD

Which is located at PLOT NO. 2 BLOCK 23 KALOLENI, ARUSHA

MUNICIPALITY

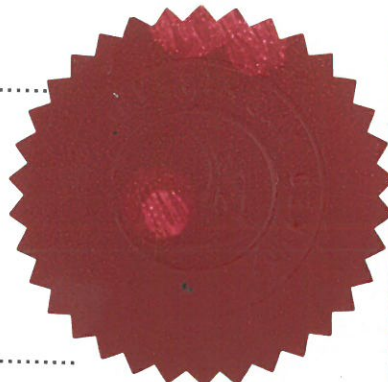
Further particulars required by Section 17 of the Tanzania Investment Act are set out overleaf.

*[Signature]*

Executive Director

Tanzania Investment Centre  
P.O. Box 938, Dar es Salaam

Dated 19TH SEPTEMBER 2006



This Certificate is issued in accordance with the provisions of Section 17 of the Tanzania Investment Act, 1997 and subject to the conditions prescribed under item 14 and 15 hereafter:—

1. Shareholders
 

	Nationality	Shareholding (%)
Ram Singh Panesar	Tanzanian	45
Aloys Kahinga	Tanzanian	45
Varinder S. Panesar	Indian	10
2. Proposed Activities: To construct and set up engine re-building facility.
3. Sector: Manufacturing Subsector Engine Building facility
4. Investment cost: Foreign TShs. 279m. Local - Total TShs. 279m.
5. Project Financing: Equity TShs. 239m. Loans TShs. 40m.- Total Tshs. 279m.
6. Source, terms and conditions of loan: NIL
7. Assets to be invested:
 

	Foreign	Local	Total
Capital items:	<u>Tshs. 279m.</u>	<u>-</u>	<u>Tshs. 279m.</u>
8. Technology Agreement: None
9. Date of TIC Registration: 21st August 2003
10. Implementation period: August 2003 - 21st August 2007
11. Operative date: 22nd August 2007
12. Investment Incentive Grade: As defined in part III Section 19 (1), (2) and Section 20 of the Tanzania Investment Act, 1997
  - (i) Applicable Import Duty And VAT as per Customs Tariff Act, 1976 and VAT Act, 1997
  - (ii) Applicable with-holding Tax As per Income Tax Act, 1973 (as amended)
  - (iii) Eligibility of Capital Allowances As per Income Tax Act, 1973 (as amended)
13. Protection of Investment, Arbitration and Transfer of Foreign Currency: as defined in part III Section 21, 22 and 23 of the Act.
14. Conditions attached to this Certificate of Incentives
  - (i) Date of Commencement of investment has to be notified to the Centre.
  - (ii) Certificate not to be transferred, assigned or amended
  - (iii) Failure to commence implementation within two years invalidates Certificate
  - (iv) Failure to operate investment must be notified to the Centre
  - (v) Changes in shareholding, project activities and level of invested capital must be notified to the centre
15. Additional conditions attached to Certificate: None.

Signed

  
Executive Director