

**TANZANIA INVESTMENT CENTRE
DAR ES SALAAM**

PROGRESS REPORT

1. Planned Activities for the period

1.1 Project Name: Construction of New Document Control Room

Client: Geita Gold Mine Limited

Contract Price: TZS. 574,121,913.92

Start Date: October 20, 2020

Completion Date: January 20, 2021

Project Status: Not Yet Started

1.2 Project Name: Construction of CAF Retaining Walls at 852 NYK
Block 4 Project

Client: Geita Gold Mine Limited

Contract Price: TZS. 31,587,968.00

Start Date: September 25, 2020

Completion Date: October 10, 2020

Project Status: On progress (65%)

1.3 Project Name: Construction of SGA Parade Facility

Client: Geita Gold Mine Limited

Contract Price: TZS. 146,891,028.40

Start Date: November 25, 2020

Completion Date: November 10, 2021

Project Status: On Progress (80%)

1.4 Project Name: Construction of HME Perimeter Clear VU Fence

Client: Geita Gold Mine Limited

Contract Price: TZS. 83,581,038.00

Start Date: November 25, 2020

Completion Date: February 25, 2021

Project Status: Not Yet Started

1.5 Project Name: Construction of Star & Comet Bridge

Client: Geita Gold Mine Limited

Contract Price: TZS. 120,604,289.36

Start Date: July 5, 2020

Completion Date: October 20, 2020

Project Status: On Progress (75%)

2. Achievements made on the project implementation to date:

- a. Creation of employment to Tanzanians
- b. Purchase of vehicles for use into our operations
- c. Purchase of equipment for use into our operations
- d. Expansion of our offices and workshops.

Status of activities that have already been undertaken

2.1 Project Name: Shotcrete Plant Container Fabrication and other additional works

Client: Geita Gold Mine Limited
Contract Price: TZS. 23,001,853.47
Start Date: Feb 10, 2020
Completion Date: Mar 18, 2020
Project Status: Completed (100%)

2.2 Project Name: Oil Drum Shed at Aggreko

Contract Price: TZS. 9,219,535.92
Start Date: Feb 18, 2020
Completion Date: Mar 24, 2020
Project Status: Completed (100%)

2.3 Project Name: Construction of Compressor House – Nyankanga Upper Portal

Contract Price: TZS. 47,271,553.88
Start Date: February 28, 2020
Completion Date: April 14, 2020
Project Status: Completed (100%)

2.4 Project Name: Construction of Water Tank Slab at Geita Hill Compressor House

Contract Price: TZS. 47,271,553.88
Start Date: January 16, 2020
Completion Date: March 17, 2020
Project Status: Completed (100%)

2.5 Project Name: 1170 Container Structure – Nyankanga

Contract Price: TZS. 40,964,242.40
Start Date: January 6, 2020
Completion Date: April 19, 2020
Project Status: Completed (100%)

2.6 Project Name: Construction of Cemented Aggregate Fill System
Surface Borehole Hopper

Contract Price: TZS. 58,021,611.03
Start Date: January 30, 2020
Completion Date: Feb 28, 2020
Project Status: Completed (100%)

2.7 Project Name: GGM Geology Container Fabrication

Contract Price: TZS. 14,429,367.40
Start Date: April 01, 2020
Completion Date: May 25, 2020
Project Status: Completed (100%)

2.8 Project Name: Clear Vu Fence around Offices and Workshop at CAF
Plant

Contract Price: TZS. 19,806,197.00
Start Date: Feb 18, 2020
Completion Date: Mar 13, 2020
Project Status: Completed (100%)

2.9 Project Name: Clear Vu Fence around Retaining Wall

Client: Geita Gold Mine Limited
Contract Price: TZS. 10,454,380.72
Start Date: Feb 18, 2020
Completion Date: March 17, 2020
Project Status: Completed

2.10 Project Name: Service and maintenance of plant, machinery and
equipment on a daily basis.

Client: Geita Gold Mine Limited
Project Status: Continuous

2.11 Project Name: Relocation of 600 HDPE pipe to 6m wall lift

Client: Geita Gold Mine Limited
Contract price: TZS 550,117,500.00
Project Status: Completed (80%)

2.12 Project Name: Construction of concrete wall for laydown yard

Client: African Underground Services (T) Ltd
Contract Price: TZS 114,261,267.71
Project Status: Completed (100%)

2.13 Project Name: Modification of steps and platforms at CAF Plant

Client: Geita Gold Mine Limited

Contract price: TZS 60,377,687.20
Project Status: Completed (100%)

2.14 Project Name: Fabrication and installation of CAF Plant aggregate bin liners

Client: Geita Gold Mine Limited
Contract price: TZS 53,124,484.20
Project Status: Completed (100%)

2.15 Project Name: Fabrication of PSA and installation of compressed air pipeline

Client: Geita Gold Mine Limited
Contract price: TZS 53,217,437.40
Project Status: Completed (100%)

2.16 Project Name: Fabrication and installation of 1095 drive set at Nyankanga Block 5

Client: Geita Gold Mine Limited
Contract price: TZS 68,685,839.98
Project Status: Completed (100%)

2.17 Project Name: Water treatment shed at Dabenco pump station

Client: Geita Gold Mine Limited
Contract price: TZS 87,330,060.62
Project Status: Completed (100%)

2.18 Project Name: Construction of ashing plant/Incinerator at Process Plant

Client: Geita Gold Mine Limited
Contract price: TZS 154,878,737.00
Project Status: Completed (100%)

3. Provide 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	1. Jozua Caleb Coetsee (South African) – 32% 2. Hendrik Nicolaas Coetsee (South African) – 32% 3. Andre Thomas (South African) – 0.2% 4. Cornelis Johannes Lamprecht (South African) – 0.2% 5. David Ndosi (Tanzanian) – 0.1% 6. David Urioh (Tanzanian) – 20.1%
2.	Company Communication Information	Email address	promining@prominingservices.com
		Mobile Number	0784504073/0784397056
		Land Line Telephone Number	NIL
		Physical Address (Plot No., Block No, Street, District and Region)	Plot No: 52, Block G, Mtakuja Street, Geita District, Geita Region
3.	Contact Person	Name	Jozua Caleb Coetsee
		Position	Director
		Communication Details (Email, Mobile and telephone)	promining@prominingservices.com 0784504073
4.	Incorporation	Certificate of Incorporation No.	43239
5.	TIN information	TIN Certificate No.	101-658-171
6.	Project Objective	Project Core Activity	Building & Mechanical engineering
7.	Capacity	Project Capacity per Year	USD 2,850,000.00
8.	Direct Employment	Foreign-Men	04
		Foreign-Women	NIL
		Local-Men	140
		Local-Women	01
9.	Indirect employment	Estimated Total No.	20
		Type/areas of Indirect Employment	Local suppliers

4. Project Financial Expenditure to date (USD):

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings		148,000.00	148,000.00
Plant and machinery		340,503.00	340,503.00
Vehicles/Aircrafts		528,906.66	528,906.66
Furniture		7,145.31	7,145.31
Office equipment		40,109.00	40,109.00
Insurance Cover		2,700.00	2,700.00
Pre-operational expenses		938,387.03	938,387.03
Working sub-total capital		343,000.00	343,000.00

GRAND TOTAL		2,348,751.00	2,348,751.00
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5. Project Financing

Explain how the project is being financed e.g. equity, loans, sources of loans, conditions, etc. See table below.

	Amount (USD)	Source Country
Local Equity	343,000.00	Tanzania
Local Loans	NIL	Tanzania
Foreign Equity		
Foreign Loans		
Total Investment	343,000.00	

6. Problems and Solution

- a. Scope creep - We encounter gaps or shortcomings in the scope of work when project managers allow the project team to continually take on new requirements without change orders, project timelines and budgets inevitably suffer.
- b. Inadequate Communication - Communication is an important tool in any profession, but it's especially important when work is delegated amongst various parties. Without clear and effective communicating, important tasks can slip through the cracks and the team can remain unaware of an issue until it's too late to rectify. Therefore, we do try to enact clear guidelines.
- c. The Project doesn't start on Time due to unforeseen events which leads to the disruption of the project schedule.
- d. Delayed cash flow - Our construction business relies on invoicing. If payments fall behind, it could negatively impact a company's cash flow. This can in turn dry up some funds for other projects and cause delays.
- e. Unrealistic deadlines – There are delays in achieving different milestones in a project; however, we try to prevent the project from going off track by monitoring the project from the very beginning. We also keep the clients in sync in case sudden client requests for changes are posing threats to the timely completion of a project.
- f. Risk Mismanagement - risk management is one of the most common challenges we face in our operations i.e. strategic risks, operational risks and financial risks. At any level, we need to be on a constant lookout for potential risks and plan to avoid or mitigate the impact of these risks, altogether. This can be controlled by having an effective risk management program in place.

- g. Misestimating expenses – sometimes we fail to estimate expenses correctly due to changes on the scope of some projects.
- h. Lack of Resources - Given the long timelines involved in projects, we often face challenges in predicting who will be available to work on project tasks months or years in advance. The challenge becomes even greater when team members are expected to split their time between multiple simultaneous projects.
- i. Availability of building materials like cement and heavy steel

7. **Future Plans**

7.1 To do all projects safely and according to the client expectations to be assured of future projects from the clients.

7.2 We strive to be the number one contractor on Geita Gold Mine for the services we provide.

7.3 To extend our services beyond our normal reach i.e. upcountry, nearby countries.

8. **Recommendations and any other comments**