



To: Commissioner for Customs and Excise duty

FROM: Regional Manager,

DATE: 07 MAY 2020

RE: SITE INSPECTION VISIT REPORT FOR M/S NGS INVESTMENT COMPANY LIMITED WITH TIC CERTIFICATE OF INCENTIVES NO. 026514 OF 27.01.2020

1.0 COMPANY PROFILE

- Name of Taxpayer: NGS Investment Company Limited
P. O. Box 20, Bariadi - Simiyu.
Tax Region: Simiyu

2.0 COMPANY MAIN BUSINESS: -

Extracts from the Taxpayer's Permanent Note folder indicates that the company was registered on 15th February, 2006 as a Private Limited Company and given a certificate of Incorporation number 55601 to conduct the following activities: -

- Manufacturing and processing of Palm oil, Soya Beans and Cotton Seeds.
- To carry on the business of Cotton Spinners.

3.0 NAMES OF COMPANY SHAREHOLDERS

S/No	Name	No of shares
1	Njalu Daudi Silanga	50
2	Sindika Daudi Njalu	15
3	Ikombe Njalu Daudi	10
4	Kushaha Silanga	10
5	Emmanuel Gungu Nsagali	15
	Total No. of shares	100



4.0 FIELD VISIT

On 14th April 2020 we visited the site(Project) which is located at Misunkumilo- Ifukutwa Village in Tanganyika District.

5.0 OFFICERS VISITED THE SITE

- Benny Mashenene (TMO II)
- Agrey Chengula (TMO II)

6.0 PURPOSE OF VISIT

The main purpose of the project was to see the existence of the said or the ongoing proposed project and confirm to whether it conforms with requirements so that the exemption may be granted.

7.0 COMPANY REPRESENTATIVES AT THE SITE.

On arrival we were attended by the following company representative.

- Mathias John - Accountant
- Robert Kinyaka – Site Engineer
- Innocent Saka Godo – Site supervisor

8.0 DOCUMENTS VERIFIED AND OBSERVATION

- The following documents were verified and observed the following: -

- **TIN certificates**
Since the company main head office is in Mahijinda Bariadi the company has registered a branch TIN in Katavi Tax Region-Mpanda.
- **Memorandum and articles of Association (MEMART)**
The company was registered on 15th February, 2006 as a Private Limited Company and given a certificate of Incorporation number 55601 to conduct number of activities including: -Manufacturing and processing of Palm oil.



Soya Beans and Cotton Seeds, Cotton Spinners and doubles, manufacture and deal with blankets etc.

- **Certificate of incorporation**

The certificate reveal that the company was incorporated under the company ordinance cap (Cap.212) and that the company is limited by shares

- **Business plan**

Business Plan for NGS Investment Company Limited

We have gone through the business plan and noted that the company goal and objective is to undertake the following activities at Majahida, Bariadi - Simiyu and Misunkumilo, Tanganyika - Katavi:

- ✓ Establishing facility for processing edible oil and other related products for local and export Market
- ✓ Manage NGS Investment Company Limited by human resources policies which encourage and reward individual and unified efforts and achievement provide training and personal development opportunities and create a working environment in which staff can feel a real sense of job involved.
- ✓ Archive levels of profit sufficient to provide for reinvestment and suitable returns to shareholders and investors.
- ✓ Seek to comply with all statutory registration and other external relevant authorities, define and keep under review company policy, allowing flexibility for local requirements.
- ✓ Adopt best commercial practice and ethical standards in dealing with
- ✓ clientele, suppliers of goods and service and other contacts.



To achieve the above the company plan is to invest \$ **3.6 million** from shareholders' funds and **2.5m** **US\$** local loan. Profits generated from business operations will be re-invested.

INVESTMENT COST PLAN

Land/Building	USD \$	600,000
Plant/Machinery	USD \$	2,300,000
Vehicles	USD \$	1,300,000
Furniture and Fittings	USD \$	450,000
Pre-expenses	USD \$	600,500
Other Expenses	USD \$	350,000
Working Capital	USD \$	499,500
TOTAL CAPITAL	USD \$	6,100,000

- **TIC Certificate of Incentives**

We have reviewed the Certificate of incentives issued by Tanzania Investment Centre on 27th January 2020 and found that the incentive was issued for Project located at Majahida, Bariadi – Simiyu but not for the project located at Ifukutwa village, Misunkumilo Ward, Tanganyika District, in Katavi Region.

9.0 STATUS OF THE PROJECT

The project is at the preliminary stages with two (2) buildings under contraction.

- The 1st building is at foundation stage planned to be used as Go down, for keeping cotton collected from farmers. The 2nd building is also at foundation stage and it is where the processing plant will be installed. Also, the 3rd building will be for keeping bales. We also surveyed the bare land plot planned for a building for keeping and processing cotton seeds. *(Photos taken are attached)*



Also, we were shown the 4th building where the staff house is being built, the house is 4 in 1 where the staff will be living. The house is not yet completed. (*Photos taken are attached*)

10.0 Recommendation;

Based on Business plan together with site visit observations we confirm the existence of the Project at Ifukutwa village, Misunkumilo ward, Tanganyika District in Katavi Region. However, the submitted Certificate of Incentive no 026514 issued by Tanzania Investment Centre (TIC) is for the project located at **Majahida, Bariadi – Simiyu.**

We submit

1. Agrey Chengula -TMO II

08/05/2020

2. Benny Mashenene – TMO II

08/05/2020

Report reviewed by

1. Matilda Kunenge – RM

08/05/2020

Enclosed

- i. Copy of Branch TIN certificate
- ii. Copy of Memorandum and articles of Association (MEMART)
- iii. Copy of Certificate of incorporation
- iv. Copy of Business Plan for NGS Investment Company Limited
- v. Photos (several) taken at the site on the date of visit