

HANGZHOU AGROCHEMICAL(T) LIMITED

P. O. Box 15937, Arusha

Plot No.9 Themu industrial Area, Block No.779 Engorora Road,Hose

No. 6 , Arusha

PROJECT PROGRESS REPORT

FOR

THE PERIOD OF JULY 2009 -MAY 2021

HANGZHOU AGROCHEMICAL(T) LIMITED

1.0 Introduction

HANGZHOU AGROCHEMICAL(T) LIMITED is a locally registered company with a Certificate of Incorporation No. 60645 dated 6th January 2007.

Through the years of research and innovation, the company shareholders have obviously created an advantage in the market network, product, technology and cost and established a unique enterprise culture.

HANGZHOU AGROCHEMICAL(T) LIMITED is a company which has invested in agrochemical production.

2.0 Company Ownership

HANGZHOU AGROCHEMICAL(T) LIMITED is jointly owned by four shareholders who agreed to come together to share vast experiences in managing the project for the mutual benefits of the parties:

Name of Shareholders	% of Ownership	Nationality
Eueliang Ge	45.45	Chinese
Yaqun Liu	36.36	Chinese
Kai Chen	9.095	Chinese
Yanjun Yin	9.095	Chinese

3.0 Location

The project is located at Plot No.9 Themi industrial Area & Plot No.776 Engorora Village, Arusha, Plot No. 436 Block AA Market Area, Mtwara Mkindani Municipality, Plot No. 140/1 Block D, Temeke, Dar es Salaam

HANGZHOU AGROCHEMICAL(T) LIMITED

4.0 Project and company Provide information

1.	Company Communication Information	Email	hangzhouagro@yahoo.com
		P. O Box	15937 Arusha
		Mobile	+255784230246
		Physical Location(Registered Office)	CBD, Ward Ngarenero,Masjid Quba Road, Makao Mapya, Plot No. 22, Block X, House No 13
2.	Contact Person	Name	Pascal A. Temba
		Position	Company Secretary
		Communication Details (Email, Mobile and telephone)	Mob: +255784230246 Email: hangzhouagro@yahoo.com
3.	Incorporation	Certificate of Incorporation No.	No. 60645
5.	TIN information	TIN Certificate No.	No. 105 761 120
6.	Project Objective	Project Core Activity	Manufacturing of agrochemicals
7.	Capacity	Project Capacity per Year	1,600,000 litres per year
8.	Direct Employment	Foreign-Men	3
		Foreign-Women	1
		Local-Men	38
		Local-Women	0
9.	Indirect employment	Estimated Total No.	50
		Type/areas of Indirect	House keepers, cleaners, gardeners'

HANGZHOU AGROCHEMICAL(T) LIMITED

	Employment	casual labourers, food suppliers, agrochemical suppliers.drivers etc
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5.0 Project Implementation

Project implementation period JULY 2009 -JUNE 2012

6.0 Planned Project Investment Cost

The project investment cost was estimated to be US\$15,000,000 as following:

HANGZHOU AGROCHEMICAL(T) LIMITED COST STRUCTURE

PARTICULAR	US\$
Land and Buildings	NA
Vehicles	0.105
Plant and Machinery	0.93
Furniture & Fittings	0.125
Pre exp	0.02
Working Capital	0.075
TOTAL	1.255

7.0 Project Financing Plan

The project on completion was planned to be financed as below:

	Amount (USD)	Source Country
Local Equity	0.555	Tanzania
Local Loans	NIL	NA
Foreign Equity	NIL	NA

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Foreign Loans	0.7	China
Total Investment	1.255	

7.1 Actual Project Financing

The project actual expenditure has been financed as below:

	Amount (USD)	Source Country
Local Equity	NIL	NA
Local Loans	NIL	NA
Foreign Equity	1	China
Foreign Loans	2.1	China
Total Investment	3.1	

7.2 Project Financial Expenditure to Date (USD):

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	NIL	NIL	NIL
Plant and machinery	0.1	NIL	0.1
Vehicles/Aircrafts	0.105	NIL	0.105
Furniture	0.1	NIL	0.1
Office equipment	0.05	NIL	0.05
Insurance Cover	NIL	NIL	NIL
Pre-operational expenses	0.05	NIL	0.05
Working sub-total capital	2.695	NIL	2.695

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GRAND TOTAL	3.1		3.1
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8.0 Planned Employment Creation

The company planned to create employment to 41 Tanzanians and 6 foreigners; the details is summarized below:

Employees Distribution Summary

Employment	Foreign Skilled	Local Skilled	Local Unskilled	Total
Women	2	2	4	8
Men	4	10	25	39
TOTAL	6	12	29	47

8.1 Actual Employment created to date

The company has employed 38 Tanzanians and 4 foreigners; the details is summarized below:

Employees Distribution Summary

Employment	Foreign Skilled	Local Skilled	Local Unskilled	Total
Women	1	0	0	1
Men	3	10	28	41
TOTAL	4	10	28	42

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9.1 Planned annual production capacity

The company planned to produce 1,200,000 liters of agrochemicals per year

9.2 Actual production capacity to date

The company annual production capacity is 1.300,000 liters per year

10.0 Challenges

- I. Delays in mobilizing shareholders equity and loan for project investment
- II. Complicated procedures for registering agrochemicals
- III. Illegal importation of agrochemicals
- IV. Low purchasing powers

11.0 The wayward

The board of directors have confidence with the Tanzania economy in particular the heavy investment being done by the Government in road construction, ports improvement, airport construction, SGR Construction, Nyerere hydro power construction, mining extraction and political stability etc. the future is very bright

12.0 Future Plan

The board of directors is planning to diversify by investing in other profitable ventures in near future