

PROGRESS REPORT FOR M/S S.H AFRIQ TANZANIA LIMITED P.O. BOX 76438, DAR ES SALAAM PROGRESS REPORT UP TO JULY 2020

07th JULY 2020

1. INTRODUCTION

M/S S.H AFRIQ TANZANIA LIMITED is a foreign registered company offering a project for manufacturing of Artificial Human Hair in Tanzania. The company was issued with Certificate of incentives No. 042070 with implementation period of July 2011 to July 2020. M/S S.H AFRIQ TANZANIA LIMITED project is located at Plot No. 1010, Buguruni Industrial Area, Dar es salaam Region, the company whole owned by Foreigners.

2. PROPOSED INVESTMENT STRUCTURE

The estimated investment cost is US \$ 1.185m.

3. PROPOSED PROJECT FINANCING

The shareholders of this company will finance the project using owners' equity of US \$ 1.185m.

SOURCE/Type of financing	US \$
Equity	1.185m
Loan	NIL

4. PLANNED ACTIVITIES

- To renovation of parking yard and offices
- To purchase renovation materials and other equipment for the project
- To purchase trucks for distribution of our product and other project equipment for marketing sales.
- To recruits and train local staffs for the new technology and other on job trainings.
- Production of high quality human hair, which is relevant to African, culture especially EAC and SADC market.

5. ARCHIEVEMENT MADE ON THE PROJECT IMPLEMENTATION TO DATE:

- Renovation of parking yard and offices is completed
- Employment of 30 people
- Purchasing of various number of trucks for distribution and other project equipment's
- Recruitments of employees.
- The Tax exempted items during the period of implementation of the projects.

6. PROJECT FINANCING EXPENDITURE TO DATE

- For all period, the company has managed to spend US\$ 1.165m. using owners' equity and cash generated from other mother companies/business/
- The project has managed to employ more than 800 Tanzanians.

7. PROBLEM AND SOLUTION

- Unnecessary bureaucracy during application for loan as we are foreigners/business and other approvals.
- Tsh. Currency instability
- Inflation
- Limited availability of investment loan
- High tax rate

8. FUTURE PLAN

- To penetrate into land locked countries market such as Malawi, Zambia, and other SADC countries blocks and COMESA countries blocks and America etc
- Importing more trucks and project equipment's.

9. RECOMMENDATIONS

I recommend TIC and TRA to speed up the approval of additional list once needs arises so that to complete the project as it was planned.

TIC should advise the Government to strengthen Tanzania investment Bank so that Investor can get long-term loan

TICTIC should advise TRA to speed up the process of getting approved list and clearing procedure at the port there should be special incentives for local investors.

Attachments;

- I. **Project photos.**