

To: Ag. DIF


From: ZM (C)

Date: 23rd March 2021

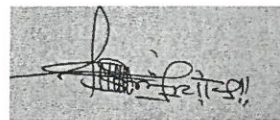
Re: PROJECT VERIFICATION VISIT (PVV) REPORT FOR PURANDARE INDUSTRIES (T) LIMITED-CHAMWINO,
DODOMA TANZANIA CONDUCTED ON 19TH MARCH, 2021

		STATUS	CHALLENGES
1.	Project Name	Purandare Industries (T) Limited	
	Project Location	Plot No 1 Block A Dabalo-Chamwino District, Dodoma Region	
2.	Contact persons	Mr. Satish Purandare Tel +919422069393	
3.	Project Registration date	January, 2017 valid to December, 2019	
4.	Project Implementation Period	January, 2017-December, 2019, extended for one year to February 2021.	
5.	Sector	Agriculture and Agro-processing	
6.	Sub Sector	Sugar Processing Facility-Obtaining raw materials i.e. sugar cane from small scale farmers in Dabalo-Chamwino using out grower system.	
7.	Objective of the Visit	To ascertain status of the project implementation subject to the Agreed plan of Action established after the last visit with the Dodoma Regional Commissioner.	
8.	Planned Activities/Investment	Physical visit on sight. Mr. Satish Purandare could not attend the visit due to the fact that he was on safari to Dar es salaam. As a matter of fact, there has been many promises to start the project but the pace is too slow. There are no any machines imported from India or anywhere in the world.	
10.	Current Status and Findings	Investor has obtained approvals including a MoU with Chamwino District Council, Derivative Right, NEMC Certificate handed over by the then Minister of State at the Vice President's Office Hon. Hassan Zungu, TBS and TRA capital/deemed capital goods list. However the project infrastructure construction such as buildings and installation of plant and machinery has not	

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		<p>started therefore at present only a wire fence has been completed. During the visit, investor Mr Satish was not on site and he wanted us go at the site to see the fence and some blocks being made for construction of the factory base and some residential houses.</p> <p>He was asked on telephone to confirm whether he had paid for machines in India. He informed the Zone that, they will pay when the financial year begins in India by April.</p> <p>The situation on the ground is not healthy and there is little chance for the factory to produce sugar by December 2021 as per the reviewed plan attached. Furthermore, there were no blocks made for the factory, everything was on sale by the block makers. No one piece belonged to the investor.</p>	
		So far no any local employment has been created direct or indirect by the project.	
		Estimated Revenue Contribution-No direct tax Revenue collected except for the land fees paid to the Ministry of Lands (Tsh 8,378,915) during processing of the Derivative Right.	
		Foreign Immigrant quota-No any foreign employee to the project	
		Total Tax Exemption-TIC and TRA tax exemption approval on the project comprehensive item list has been granted but investor has not utilized exemption due to failure to begin project construction.	
11.	Zonal Manager Recommendations	<p>Based on the situation on the ground the following is recommended:</p> <ul style="list-style-type: none"> • Communicate with the Tanzania embassy in India for the Due Diligence process as a matter of urgency; • Begin the process to revoke DR and find investors to produce sugar on the same terms as before. The MoU had created reasonable expectations to out-growers on belief that they will improve their lives, but nothing has happened to date. 	

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12.	Project Photos		

I submit



Abubakar Ndawata

Zonal Manager Central Zone