

***PROGRESS REPORT FOR NOAH INDUSTRY TANZANIA LIMITED (Previously
Called ZION GLASS TANZANIA LIMITED)***

Introduction and Background

This progress report is related to the project of Noah Industry Tanzania Limited (formerly called ZION GLASS TANZANIA LIMITED) situated at Plot No 2044 Block " E" Kunduchi RTD Area, Kinondoni Municipality Dar es Salaam Tanzania.

The company sometime in March 2017 made an application for the establishment of a project for the manufacture and as well as the sale of building materials particularly glass. As per the company's investment proposal, an amount of USD 1,700,000 was to be invested in the implementation of the said project.

However, due to various delays in the acquisition of the necessary consent for the nature of the factory that the company envisaged to set up, the financiers for the company suspended the financing of the project and the company opted for sourcing local financial facility to add to the already invested USD 350,000 for the project.

The company has however managed to acquire the requisite finance to implement the project as well as the land use for the land has duly been changed and the requisite consents for the land use have also been granted. The company is thus in a position to commence on the implementation of the project since all the key hurdles have been addressed.

During the acquisition of the land and the application for the necessary approvals for the land use change, the company managed to lease a property around Msasani area Dar Es Salaam where it started its glass processing operations in preparation for the shift to the new site aforementioned after the completion of Construction. The construction will soon commence and the company will be in position to implement its project on the acquired land.

Below is a brief on the company's progress Report for the last six months and the planned activities for the coming years.

1. Planned activities for the next period

The company is embarking on an expansion strategy of immediate commencement of the construction on its site.. The aim is to ensure that the company fulfills its goals of providing affordable and quality building materials within the United Republic of Tanzania.

The company will also ensure that in addition to the materials imported from outside Tanzania, it also supports the local manufacturers by purchasing from them materials and selling them at its builder's supermarkets and warehouses across Tanzania.

2. Achievements on the project's implementation to-date:

The company has managed within a period of three years to acquire the land at a cost of USD 350,000. A copy of the Certificate of Title for the land registered in the names of the client is herewith attached.

The company has also managed to have the land use as well as the building permit for the construction procured from the relevant government authorities.

In addition to the foregoing, the company has also managed to lease a temporary site around Msasani area where the operations for the company are being undertaken before moving to the new plot after the construction is complete.

Projects Financing Expenditure to date:

Item	Foreign	Local	Total
Warehouses Rent	USD 100,000		USD 100,000
Materials Stock for all the 3 supermarkets		USD 100,000	USD 100,000
Land Acquisition	USD 350,000		USD 350,000
Furniture		USD 20000	USD 20000

Consultancy Fees		USD 30,000	USD 30,000
Pre-Operational Expenses	USD 50,000		USD 50,000
GRAND TOTAL			USD 650,000

3. Project Financing

The project is being financed mainly by way of shareholders loan and equity.

The company has so far used foreign equity from the shareholders amounting to **USD 650,000.**

4. Proposed establishment of the factory for the manufacture of building materials.

As already highlighted above, the company was incorporated and registered with TIC with a plan of establishing a factory for the manufacture of building materials. This plan despite not having been implemented, the company is still considering the same in the next few months since all the project pitfalls have duly been addressed.

5. Problems and Solutions

The company is currently facing problems with respect to the fluctuation in the dollar rate thus affecting the market price for the materials.

The company is also facing problems from other competitors whose goods are substandard and underpriced.

The company has also embarked on marketing and sales promotions in the various parts of Tanzania in order to improve on the market and increase its sales.

6. Future Plans

The company's future plans are basically in the form of expansion of the investment portfolio to other parts of Tanzania so that the company's products are distributed across the country.

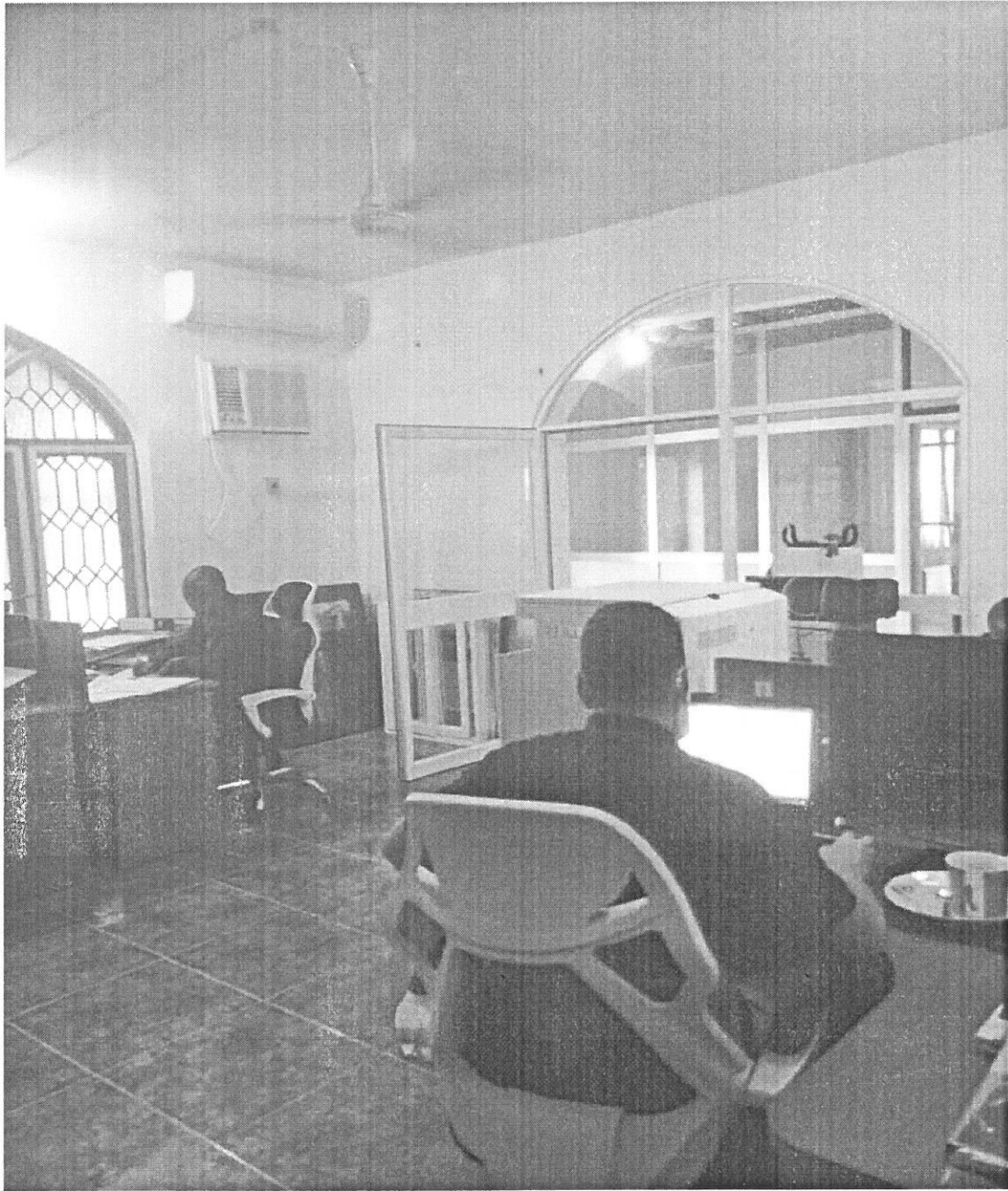
The company also is still in search for the requisite capital and once the same is obtained and ideal land is identified, it will proceed with the establishment of the factory for the manufacture of the building materials in Tanzania.

Sample Pictures of the current activities at the company's factory and a warehouse project in Dar es Salaam.

Msasani Dar es Salaam Warehouse



Msasani Dar es Salaam Offices.



**Plot of Land on Plot No. 2044, Block "E", CT. No. 79444, Kunduchi RTD Area,
Kinondoni Municipality, Dar es Salaam.**

