

8

**TANZANIA INVESTMENT CENTRE
DIRECTORATE OF INVESTMENT FACILITATION**



EASTERN ZONE

**REPORT ON A PROJECT VISIT TO VITA FOAM (T) LTD CONDUCTED ON 23RD
DECEMBER, 2020**

DECEMBER 2020

1.0 Introduction

VITA FOAM (T) LTD of P. O. Box 5686 Dar es Salaam was issued with a Certificate of Incorporation No. 33591 of March 5th, 1998. The project has a TIC Certificate of Incentives No. 004061 issued on January 26th, 2018 and it is operating on Plots Number 26 & 28 Kibaha Industrial Area, Kibaha District – Pwani Region. The project's business is to establish a plant for manufacturing mattresses and allied bedding products.

The project was expected to start production by December 31st 2020 but it could not and as such it has asked for an extension of their certificate of incentives to 31st December 2021 so that it can carry on with the construction activities. Their application is filed with the Centre (folio 7).

2.0 Company Information Obtained at Site

S/No.	Information	Description	Current project status		
			Names	Nationality	% of Shares
1.	Shareholder's Information	Current Shareholders names, nationality and percentage of ownership	Suraj Mal Chandaliya	Tanzanian	64.81%
			Prateek Chandalia	Indian	31.67%
			Alka Suraj Chandalia	Tanzanian	3.49%
			Nikita Chandaliya	Indian	0.03%
			TOTALS		100%
2.	Company Communication Information	Email address	info@vitafoamtz.com		
		Mobile Number	+255 784 800 605		
		Land Line Telephone Number	+255 22 286 5955		
		Physical Address (Plot No., Block No., Street, District)	Project Site: Plot No. 26& 28 Kibaha Industrial Area, near Picha ya Ndege, Kibaha – Pwani. Office: 111B Mwakalinga Road, Chang'ombe,		

		and Region)	Temeke – Dar es Salaam
3.	Contact Person	Name	Mr. Suraj Chandaliya
		Position	Chief Executive Officer
		Communication Details (Email, Mobile and Telephone)	Email: prateek@vitafoamtz.com Mobile: +255 784 800 605 Telephone: +255 22 286 5957
4.	Incorporation	Certificate of Incorporation	No. 33591
5.	TIN Information	TIN Certificate No. 1507539 of April 27 th , 2018	TIN: 100-240-785
6.	Project Objective		Construction of a mattresses and related bedding products manufacturing plant.

Description of Actual Project Performance and Issues Observed

S/No.	Information	Description	Current Status		
			Amount (million USD)	Source Country	
1.	Investment financing in USD	Financing type			
		Local Equity	Equity Financing	1.0	Tanzania
		Local Loans	Loan Financing	2.0	Tanzania
		Foreign Equity		0.0	
		Foreign Loans		0.0	
		Total Investment		3.0	Tanzania
2.	Capacity	Project Capacity per year	225,000 mattresses		
3.	Direct Employment	Foreign – Men		7	
		Foreign – Women		0	
		Local – Men		123	
		Local - Women		20	
4.	Indirect Employment	Estimated Total No.		200	
		Type/ areas of Indirect Employment			

Shareholders

Suraj Mal Chandaliya	64.81%
Prateek Chandalia	31.67%
Alka Suraj Chandalia	3.49%
Nikita Chandaliya	0.03%

Present**TIC Officials**

- i. Mr. Leonard Mapunda TIC (TRA)
- ii. Mr. Nestory Kissima TIC (IFO)

Project Officials

- i. Mr. Suraj Chandaliya CEO

3.0 Aspects Taken into Account

During the visit the following aspects were taken into consideration:

- i) Reasons for their request for extension
- ii) Project progress

4.0 Field Findings

Through site visit and the enquiries that ensued the following information was gathered in relation to the above aspects:-

- i. **On the reason for extension:**

By the time of the visit no production had commenced as the factory building was not yet completed. The delayed completion has been attributed to:-

- a) Delayed leveling of the land due to much unexpected rains in the months of September, October and November.
- b) The outbreak of COVID-19 which caused delays in securing reliable supplies of pre-fabricated structures. Upon visiting the site we found some steel construction materials on the site and the CEO confirmed that construction will be completed by, and production will commence in March 2021.

- ii. **On Project Progress:**

Through the visit we witnessed the completion of the levelling of the site, and the ongoing construction of the foundation for the premises.

Upon viewing the List of Approved Items for Exemption, the team has established that the list was approved on November 17th 2020 and that the investor has not exhausted the list.

5.0 Conclusion & Recommendation

Considering the reasons for the delayed completion of the premises into which the production plant will be installed, and the fact that the approved list of items is not yet exhausted we recommend that **M/S VITA FOAM (T) LTD** be granted the requested extension of their Certificate of Incentives.

We submit for your further guidance



.....
Mr. Nestory Kissima



.....
Mr. Leonard Mapunda

DATE: 31-December-2020

