

TANZANIA INVESTMENT CENTRE

PROJECT PROGRESSIVE REPORT

FOR

BEIJING NEW BUILDING MATERIALS (TANZANIA)
COMPANY LIMITED

CERTIFICATE OF INCENTIVE NO: 061547

PROJECT PROGRESS REPORT FOR THE IMPLEMENTATION
IN CONFORMITY WITH THE TERMS OF THE REGISTRATION
AND THE REQUEST TO RECTIFY THE CERTIFICATE OF
INCENTIVE, LEASEHOLD AGREEMENT, AND CERTIFICATES
OF OCCUPANCY

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INTRODUCTION

BEIJING NEW BUILDING MATERIALS (TANZANIA) COMPANY LIMITED was registered through BRELA under the Companies Act of Tanzania issued with Certificate of Incorporation No. 68094. This is the Chinese state owned Company.

The Company was registered through TANZANIA INVESTMENT CENTRE and issued with Certificate of Incentive No: 061547 under which the Company has been implemented in conformity of its registration.

The Company has managed to acquire the Leasehold agreement with TIC and Certificates of Occupancy No. 1010/3/1, 1010/3/2 and 1010/3/3 from the Centre.

Through this report the BEIJING NEW BUILDING MATERIALS (TANZANIA) COMPANY LIMITED is requesting the TANZANIA INVESTMENT CENTRE through letter reference number BNBMTL1611202106 to change, amend, or rectify the Certificate of Incentive, Leasehold Agreement, and Certificate of Occupancy from BEIJING NEW BUILDING MATERIALS (T) LIMITED to BEIJING NEW BUILDING MATERIALS (TANZANIA) COMPANY LIMITED as registered through BRELA.

COMPANY INFORMATION

Company information obtained at site in tabular format below;

Table 1- Company information

S/No.		Information	Current Project Status
1	Shareholder's Information	Shareholders names, nationality and percentage of Ownership	. BNBM GROUP INTERNATIONAL CO LTD – 9989 . BNBM GROUP FOREST PRODUCTS CO. LTD – 11 . SINOMA INTERNATIONAL ENGINEERING CO. LTD - 3552
2	Company Communication Information	Email address	xiaoyuenan@bnbmg.com.cn bnbmt_wangsp@bnbmg.com.cn
		Mobile Number	0753338628, 0767022018
		Physical Address (Plot No. Block No. Street, District and Region)	Plot No. 1010/3/1, Plot No. 1010/3/2 and 1010/3/3 Sukita Street, Ilala District es Salaam
3	Contact Person	Name	Wang Shupeng
		Position	General Manager
		Communication details (Email and Mobile)	Bnbmt_wangsp@bnbmg.com.cn 0753338628
4	Incorporation	Certificate of Incorporation No.	68094
5	TIN information	TIN Certificate No.	107325700
6	Project Objective	Project Core Activity	Import and Export of Building Materials Construction Machinery and Industrial raw materials

Description of actual project performance and issues observed (findings) in tabular format below;

Table 2- Project Actual Performance

S/No	Information	Description	Current Status	
1	Investment Financing Amounts in USD	Financing Type	Amount (USD)	Source Country
		Local Equity		
		Local Loans	i. 5,500,000 ii. 4,300,000 iii. 2,500,000 (PROPOSED LOAN)	TANZANIA – i.BANK OF AFRICA ii.STANBIC BANK iii.NMB BANK
		Foreign Equity		
		Foreign Loans		
		Total Investment	USD 12,300,000	
2	Capacity	Project Capacity Per Year	Not concerned	
3	Direct Employment	Foreign –Men	7	
		Foreign- Women	4	
		Local- Men	133	
		Local-Female	58	
4	Indirect employment	Estimated Total no	300	
		Type/areas of Indirect Employment	. TRANSPORTERS . FOOD SELLERS . SMALL ENTERPRENUERS	

Planned Activities for the Period from 2017-2021

That on 4th April 2017 Board of Director during its regular meeting it was resolved that the company purchase a landed properties situated at plot 1010/3/1,1010/3/2 and 1010/3/3 all situated at Buguruni area Ilala municipal Dar es salaam at amount of **United State Dollars Four Million Four Hundred Twelve Thousand (4,412,000) Only.**

BNBMT has developed portion of the land situated in the Buguruni Area for total amount of **United States Dollars Ten Million Five Hundred Thousand Three Two Hundred Eleven(10,503,211) Only**, containing approximately 26,000 square meters, the development includes three story office building, fivestories residential house, warehouse and parking lot.

Project Financing Expenditure

Item	Sub Item		Amounts fj.V(USD)	Rates(USD/ m2)	Remarks
Project Land Value	Market Value of the Land	A	4,412,000	181.41	Plot size
Project Construction Cost	Original contract sum	B	10,503,211.4 5	712.57	VAT inclusive
	Contingencies	C			
Project Fees & Overheads	Consultancy fees	D	83,600		
	Legal fees	E	237,127.39		
	Financial fees	F			Loan
	Overheads	G			
	Sales & Marketing costs	H			
	Total fees	I=C+D+E		320,727.39	

		+ F+G+H			
	Total Investment Cost	J=A+B+I	15,235,938.8		VAT inclusive
			4		

Project Financing

The project has been financed by both loan and equity. For the purchase of land the equity of **United State Dollars Four Million Four Hundred Twelve Thousand (4,412,000)** only has been used.

For the construction of building loan from Beijing New Building Materials International amounted to **United States Dollars Ten Million Five Hundred Thousand Three Two Hundred Eleven (10,503,211) Only.**

Problem and Solution

Beijing New Building Materials (Tanzania) Company Limited is Chinese States owned company and it has employed 191 Tanzania local staffs and intend to employ 11 Foreigners. The Problem that is facing the Company is through her Certificate of Incentive No. 061547, leasehold agreement, and Certificate of Occupancy for Plot No. 1010/3/1, 1010/3/2 and 1010/3/3 the Company name has been registered as BEIJING NEW BUILDING MATERIALS (T) LIMITED. While in the certificate of incorporation through Brela the Company name was registered as BEIJING NEW BUILDING MATERIALS (TANZANIA) COMPANY LIMITED.

The difference between the two is that the name registered through TIC and on Certificates of Occupancy the word "Tanzania" was registered as "T" and the Word "Company" was not included hence the Company faced some difficulties in running some of activities.

The Solution from the difference is that we recommend and request the TANZANIA INVESTMENT CENTRE to rectify the Certificate of Incentive, leasehold agreement and Certificates of Occupancy named above in the name of BEIJING NEW BUILDING MATERIALS (TANZANIA) COMPANY LIMITED as registered through BRELA.

Future Plans

Beijing New Building Materials Tanzania Limited has established office in Dar es Salaam and Dodoma. Within One year the BNBMT have plan to open offices in Mwanza, Arusha, Mbeya, Tanga and Mtwara which will help to create more job opportunity for local employees.

PROJECT PHOTOS

OFFICE BUILDING



WAREHOUSE AND RESIDENTIAL

