

## **PROGRESS REPORT FOR PUGU NAIL WIRE LIMITED**

PUGU NAIL WIRE LIMITED is the company properly incorporated under the laws of the United Republic of Tanzania. Being the company connected for the purposes of investment, it was issued with the certificate of incentives No. 043167 by the Tanzania Investment Centre under the Tanzania Investment Act, 1997 after being registered on 9<sup>th</sup> day of November, 2016.

### **1. PLANNED ACTIVITIES FOR THE PERIOD**

The company has various activities to implement for the period of six months from January, 2021 to June, 2021 pursuant to the certificate of incentives issued. The following are the planned activities for the planned for the aforementioned period.

- (i) Add new machinery for production of more metal products i.e nails, wire, wire fence, wire marsh
- (ii) Construct own factory premises
- (iii) Employ more staffs.

### **2. ACHIEVEMENTS MADE ON THE PROJECT IMPLEMENTATION TODATE**

From the planned activities of the company, there can be spotted various achievements from the date the project was approved by the Tanzania Investment Centre. The following are the project achievements;

- (i) Imported new machinery required for production.
- (ii) Employed new staffs.

### **3. UPDATED INFORMATION ON THE FOLLOWING ASPECTS;**

<b>S/No.</b>	<b>INFORMATION</b>	<b>DESCRIPTION</b>	<b>CURRENT PROJECT STATUS</b>
<b>1.</b>	<b>Shareholder's information</b>	<b>1. KAMAKA IT SOLUTION LIMITED</b> Class of Share: <b>Ordinary</b> Nationality: <b>Tanzania</b> Ownership Percentage: <b>49.80%</b> <b>2. LIU SHUCHEN</b> Class of Share: <b>Ordinary</b> Nationality: <b>Chinese</b> Ownership Percentage: <b>49.50%</b> <b>3. SIARHEI SALEI</b> Class of Share: <b>Ordinary</b> Nationality: <b>Chinese</b> Ownership Percentage: <b>0.10%</b> <b>4.ALEH BELANOUSKI</b> Class of Shares: <b>Ordinary</b> Nationality: <b>Belarusian</b> Ownership Percentage: <b>0.10%</b> <b>5.XING CHENGLIN</b> Class of Shares: <b>Ordinary</b> Nationality: <b>Chinese</b> Ownership Percentage: <b>0.50%</b>	

		<b>6.VLADIMIR KULEVICH</b> Class of Shares: <b>Ordinary</b> Nationality: <b>Belarusian</b> Ownership Percentage: <b>0.10%</b>	
2.	Company Communication Information	Email address: <b>pejoly2002@yahoo.com</b>  Mobile number: <b>:0713862514</b>  Land Line Telephone Number:  Physical Address: <b>Plot No. 1216, Block number 1317, House Number 1318, Ward Pugu, Postal Code 12112, Street Pugu, Road Mwakanga, Ilala District, Dar es Salaam Region.</b>	
3.	Contact Person	Name: <b>Peter Joseph Lyimo</b>  Position: <b>Head of Legal Department</b>  Communication Details Email: <b>pejoly2002@yahoo.com</b> Mobile: <b>0713862514</b> Telephone: -	Completed
4.	Incorporation	Certificate of Incorporation: <b>131021</b>	Completed
5.	TIN Information	TIN certificate No: <b>132-269-386</b>	Completed
6.	Project objective	<b>Manufacturing of Metal and Metal Products</b>	Completed
7.	Capacity	<b>Nails and Wire Mesh:</b>  <b>Production is in the capacity of 9200 Tons per year.</b>	Completed
8.	Direct Employment	<b>FOREIGN</b>  Men: <b>5</b> Women: <b>1</b>  <b>LOCAL</b>  Men: <b>72</b> Women: <b>18</b>	Completed
9.	Indirect Employment	Estimated Total No. <b>20</b>  Types/ Areas of Indirect Employment: <b>-Delivery Trucks Hire</b> <b>-Factory Casual</b>	

#### 4. PROJECT FINANCIAL EXPENDITURE TODATE (USD)

	FOREIGN (USD)	LOCAL (USD)	TOTAL (USD)
Land and Buildings	-	-	-
Plant and Machinery	-	238,760.88	238,760.88
Vehicles/Aircraft	-	10,180.50	10,180.50
Furniture	-	-	-
Office Equipment	-	-	-
Insurance Cover	-	-	-
Pre-operational expenses	-	-	-
Working sub-total capital	-	279,154.79	279,154.79
<b>GRAND TOTAL</b>	-	<b>528,096.17</b>	<b>528,096.17</b>

#### 5. PROJECT FINANCING

	AMOUNT (USD)	SOURCE COUNTRY
Local Equity	\$939,454	Tanzania
Local Loans	\$616,185	Tanzania
Foreign Equity	Nil	N/A
Foreign Loans	Nil	N/A
<b>Total Investment</b>	<b>\$1,555,639</b>	

#### 6. PROBLEM AND SOLUTIONS

(Explain problems, which the management is encountering in executing the project and the steps being taken to solve them)

- **PROBLEMS**

The following are the problems we encountered in executing the project

- Poor raw materials in the local market compared to the machines used.
- Delays in approvals of vat deferment for imported machinery
- Theft by conmen

- **SOLUTIONS**

- Improve logistics efficiency
- Improve Internal Control

#### 7. FUTURE PLANS

(Explain the Future Plans for the next coming Six Months and Planned Financial Commitments)

For the next coming six months as the company we are determined to achieve the following;

- Continue with construction of new factory
- Increase manufacturing production
- Invest in own fleet of delivery trucks

#### 8. RECOMMENDATIONS AND OTHER COMMENTS