

**TANZANIA INVESTMENT CENTRE
DAR ES SALAAM**

PROGRESS REPORT

(Information required for the project's progress report after every six months or for amendment of Certificate of Incentives)

1. Planned Activities for the period

- i) To Increase the Production based on Quantity & Economies of scale
- ii) Train workers to handle of machinery and technology
- iii) To purchase fuel efficient boiler, distillation kettles,workshop equipment's, commercial vehicle.

2. Achievements made on the project implementation to date:

The project is 100% Export Manufacturing Plant, Office, warehouse, Vehicles, Staff Quarters.







3. Provide updated information on the following aspects;

S/No.	Information	Description	Current Project Status
1.	Shareholder's Information	Current Shareholders names, nationality and percentage of ownership	(1)Mr. ASHOK KUMAR, Indian: 700Shares (2)Mrs VIDYAVATHI ASHOK SHETTY, India : 300 Shares (3)Mr DEEPAK LAXMAN VELUNDE, Indian : 50 Shares
2.	Company Communication Information	Email address	sierralimited2004@gmail.com
		Mobile Number	0744438373
		Land Line Telephone Number	

		Physical Address (Plot No., Block No, Street, District and Region)	P. O. Box 330,Plot No. 240,Block 'P' Babati, Manyara
3.	Contact Person	Name	ASHISH UPADHYAY
		Position	GENERAL MANAGER
		Communication Details (Email, Mobile and telephone)	sierralimited2004@gmail.com Mobile: 0744438373
4.	Incorporation	Certificate of Incorporation No.	50032
5.	TIN information	TIN Certificate No.	102-993-055
6.	Project Objective	Project Core Activity	Extraction of Oil from Sandalwood
7.	Capacity	Project Capacity per Year	3,000 KG
8.	Direct Employment	Foreign employee -Men	02
		Local Permanent employee	9
9.	Indirect employment	Local labour-Women	50
		Local casual labour-Men	30
		Estimated Total No.	100
		Type/areas of Indirect Employment	Production

4. Project Financial Expenditure to date (USD):

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	520,000.00	80,000.00	600,000.00
Plant and machinery	100,000.00	70,000.00	170,000.00
Vehicles/Aircrafts	34,131.00	26,738.00	60,869.00
Furniture	3,000.00		3,000.00
Office equipment	3,397.00		3,397.00
Insurance Cover			
Pre-operational expenses			
Working sub-total capital	56,070.00		56,070.00
GRAND TOTAL	716,598.00	176,738.00.00	893,336.00

5. Project Financing

	Amount (USD)	Source Country
Local Equity	176,738.00	Tanzania
Local Loans		
Foreign Equity	716,598.00	India
Foreign Loans		
Total Investment	893,336.00	

6. Challenges and Solution

The company has been able to make substantial development of the planned activity mentioned in Section 3.0, however distillation machinery has to be upgrade because of the following challenges;

1. the distillation machinery is old so the output has reduced.
2. Export market has become more competitive, so need to improve the oil quality by upgrading the machinery.
3. Increase in the manufacturing cost due to import of Raw Materials.

In order to address the above, we propose that the government look into addressing challenges of doing business in Tanzania such as centralizing matters of compliance under one umbrella of the Government so as to make it easy for businesses to comply. Also, tax disputes should be resolved within reasonable time to enable businesses to continue with operations without tying funds in tax disputes.

5. Future Plans

The company intends to upgrade the facilities and have a better-quality 100% export products. Shareholders are also planning to inject more capital for the upgradation.

6. Recommendations and any other comments

In view of the preceding analysis we request TIC to amend the Certificate of Incentives and include Mr DEEPAK LAXMAN VELUNDE as a shareholder of the Company. The Company reiterates its commitment to increase the exports.