

KAD INDUSTRIES LIMITED

PROJECT PROGRESS REPORT

FOR

THE PERIOD OF APRIL 2019 -MARCH 2022

1.0 Introduction

KAD INDUSTRIES LIMITED registered in Tanzania under with Certificate of Incorporation. No. 136926454 dated 26th June 2018

The current shareholders of the company is listed below:

Name of subscriber	% of shares	Nationality
Deodatus R. Katabaro	8	Tanzania
Alistides R. Katabaro	2	Tanzania
Un allotted shares	90	

1.1 Project Location

1.1.1 The project is located at Plot No. 1,2,3 Block E, Usagara.
Msungwi , Mwanza, Tanzania

2.0 Project and company Provide information

3.	Contact	Name	Deodatus Rwehumbiza Katabaro
	Person	Position	Director
		Communication	Tel.+255783570021

		Details (Email, Mobile and telephone)	Email. drkgeneralmerchantsltd@yahoo.com
4.	Incorporation	Certificate of Incorporation No.	No. 136926454
5.	TIN information	TIN Certificate No.	No. 136 926 454
6.	Project Objective	Project Core Activity	Manufacture of beverages and packaging bottles
7.	Capacity	Project Capacity per Year	<ul style="list-style-type: none"> • Juice 10,800,000pcs per year • Water 18,000,000 pcs per year • Energy 18,000, pcs per year
8.	Direct Employment	Foreign-Men	0
		Foreign-Women	0
		Local-Men	25
		Local-Women	0

9.	Indirect employment	Estimated Total No.	50
		Type/areas of Indirect Employment	food suppliers, drivers, venders etc

5.0 Project Implementation

Project implementation period April 2018 -March 2023

6.0 Planned Project Investment Cost

The project investment cost was estimated to be US\$ 500,000 as following:

COST STRUCTURE US\$

Land and Buildings	1,500,000.00
Machinery & Equipment	1,100,000.00
Motor Vehicles	700,000.00
Furniture & Fixtures	60,000.00
Pre exp	100,000.00
Others	60,000.00
Working Capital	480,000.00
TOTAL	4,000,000.00

7.0 Project Financing Plan

The project on completion is planned to be financed as below:

	Amount (USD)	Source Country
Local Equity	2,200,000	Tanzania
Local Loans	1,800,000	Tanzania
Foreign Equity	NIL	NA
Foreign Loans	NIL	NA
Total Investment	4,000,000	

7.1 Project Financial Expenditure to Date (USD):

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	NIL	800,000	800,000
Plant and machinery	NIL	NIL	
Vehicles/Aircrafts	NIL	NIL	

Furniture	NIL	NIL	
Office equipment	NIL	NIL	
Insurance Cover	NIL	NIL	
Pre-operational expenses	NIL	20,000	20,000
Working sub-total capital	NIL	NIL	NIL
GRAND TOTAL	NIL	820,000	820,000

8.0 Planned Employment Creation

The company planned to create employment to 375 Tanzanians and 25 foreigners; the details is summarized below:

Employees Distribution Summary

Employment	Foreign Skilled	Local Skilled	Local Unskilled	Total
Women	5	15	100	120
Men	20	70	190	280
TOTAL	25	85	90	400

8.1 Actual Employment created to date

The company has employed 30 Tanzanians who are engaged in construction stage

9.0 Challenges

- I. Delays in mobilizing shareholders equity for project investment**
- II. Delaying in loan mobilization**
- III. Unpredicted COVID 19 which has caused uncertainty globally**
- IV. Delaying of obtaining tax exemption especially vehicles which is needed in distribution of products to wholesalers**
- V. Delaying of machines suppliers to deliver and install machines**
- VI. Delays of construction**

8.0 The wayward

The board of directors have confidence with the Tanzania business environment and expecting to obtain expansion of TIC Certificate for another three years to complete the

project and obtain exemption of lights trucks exemption, so that not to affect the project and the project will be implemented as it was planned