

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. Panned activities for the period
2. Achievements made on the project implementation to date
(i.e. from the date the project was approved to the date of writing the report)

Describe the status of activities that have already been undertaken e.g. construction of buildings, acquisition of supplies, installation of equipment, etc.

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	Murtaza Gullamhussein Somji - Tanzanian-33.3% Mohamed Gulamhussein Somji - Tanzanian -33.3% Mohsin Gulamhussein Somji- Tanzanian -33.3%
2	Company communication Information	Email address Mobile Number Land Line Telephone Number Physical Address (Plot No. Block No. Street, District and Region)	management@fivestartz.com +255769225522 Plot No 3, block No 20, Nyerere Road, Dar Es Salaam.
3	Contact Person	Name Position Communication details (Email, Mobile and telephone)	Akil M Somji Director Akil@fivestartz.com +255787279297
4	Incorporation	Certificate of Incorporation Number	61655
5	TIN Information	TIN Certificate No.	105-962-266
6	Project Objective	Project Core Activity	To establish warehouses and showrooms
	Capacity	Project capacity per year	
8	Direct Employment	Foreign Men Foreign Women	N/A

		Local Men Local Women	N/A
9	Indirect employment	Type/areas of Indirect employment	Security Guards – 10 Cleaning Company – 5 Maintenance Company: a) Building Repairs & Maintenance – 7 b) Water & Sewerage – 5 c) Electricity - 3

4. Project Financing Expenditure todate (USD)

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	-	\$ 212,107	\$ 212,107
Plant and machinery	-	-	-
Vehicles/Aircrafts	-	-	-
Furniture	-	-	-
Office equipment	-	-	-
Insurance Cover	-	\$ 21,693	\$ 21,693
Pre-operational expenses	-	-	-
Working sub-total capital	-	-	-
Grand Total	-	\$ 233,800	\$ 233,800

5. Project Financing

Explain how the project is being financed e.g equity, loans, sources of loans, conditions etc. see table below:-

	Amount (USD)	Source Country
Local equity	USD 1,500,000	Shareholders Funds
Local loans	USD 430,486.31	Azania Bank
Foreign equity		
Foreign Loans		
Total Investment		

6. Problems and Solutions

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

1. Rain Water: There used to be flooding whenever heavy rainfall was experienced, this was due to inadequate water drainage channel connecting from all the neighbouring properties to the mains.

Solution: We are dealing with our own rain water and not channeling to outside/main road.

With the new expansion, we are intending to also construct rain water storage/dam underground to recycle/re use the same for gardening purposes.

2. Tanesco:

We were unable to be connected to the main tanesco line from the road. We were told that Tanesco do not have transformers and other items.

Solution: We bought Tanelec transformer (made in TZ) and other equipments required, which then allowed tanesco to connect us to the mains.

3. Power Fluctuations and Cuts:

We experience power cuts on a regular basis and power voltage is also a serious concern to the effect that some equipments have been getting spoilt.

Solution: Power cuts – installed generator set.

Solution to Power Fluctuations: At the expansion stage we are planning to procure power stabilizer.

7. Future Plans

Explain future plans for the next coming six months and planned financial commitments

Construct state of the art Liquid Medical items manufacturing hthat are typically sold over the counter at 65 Mbande, Chamazi.

The factory will be having capacity of producing 30,000 bottles/jars of a day.

Over the counter medical items such as Methylated Spirit, Klentol (Dettol), Povidone Iodine, Mouth Wash, etc items.

8. Recommendations and any other comments

Medical items imported do not carry import duty. We see Tanzania is flooded with simple medical products from China and India.

In order for us to be able to compete, it is of paramount importance our capital investments are low since raw materials like plastics, glass, etc are subject to import duty.