

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.

- Start construction of 1st station in Q1 2023 and start selling gas by end of Q4 2023-
Airport Land
- Start construction of the 2nd station in Q3 and start selling gas by Q1 2024- Sam Nujoma
Land
- Securing 3rd land by Q4 2023

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.

- Securing Airport and Sam Nujoma lands for the stations
- All Equipment for both stations have been imported and stored in Dar
- Obtained Construction approval from EWURA for both stations.
- Signed Gas sales Agreement with Pan Africa Energy
- Concluding Gas sales Agreement with Tanzania Petroleum Development Corporation
(TPDC)
- Started Construction at Airport Station (20% Progress)
- In progress of getting Building Permit from Ubungu Municipality for Sam Nujoma Station

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 | <p>1. TAQA Arabia International for Energy and Utilities Holding Limited (51%)</p> <p>2. JCG Oil & Gas Limited (49%)</p> |
| 2 | Company communication Information | <p>Email address</p> <p>Mobile Number</p> <p>Land Line Telephone Number</p> <p>Physical Address (Plot No. Block No. Street, District and Region)</p> | <p>a.aboushady@taqa.com.eg</p> <p>+255 768 828 934</p> <p>+2550222600095/+2550222600094</p> <p>Plot 274, Block A, Masani Peninsula, Haile Selassie, Kinondoni, Dar es salaam</p> |
| 3 | Contact Person | <p>Name</p> <p>Position</p> <p>Communication details (Email, Mobile and telephone)</p> | <p>Amr Ismail Aboshady</p> <p>Country Manager</p> <p>a.aboushady@taqa.com.eg</p> <p>+255 768 828 934</p> |
| 4 | Incorporation | Certificate of Incorporation Number | 154026525 |
| 5 | TIN Information | TIN Certificate No. | 154026525 |
| 6 | Project Objective | Project Core Activity | |
| 7 | Capacity | Project capacity per year | Compressed Natural Gas Stations |
| 8 | Direct Employment | <p>Foreign Men</p> <p>Foreign Women</p> <p>Local Men</p> <p>Local Women</p> | <p>1</p> <p>0</p> <p>3</p> <p>1</p> |
| 9 | Indirect employment | Type/areas of Indirect employment | |

4. Project Financing Expenditure to date (USD)

| | Foreign (USD) | Local (USD) | Total (USD) |
|---------------------------|----------------|---|------------------|
| Land and Buildings | 0 | 62,784- Office lease 88,013- 1 st Station | 150,797 |
| Plant and machinery | 579,659 | 172,177 | 751,836 |
| Vehicles/Aircrafts | 0 | 0 | 0 |
| Furniture | 0 | 12,923 | 12,923 |
| Office equipment | 0 | 6,001 | 6,001 |
| Insurance Cover | 0 | 879 | 879 |
| Pre-operational expenses | 0 | 279,288 | 279,288 |
| Working sub-total capital | 0 | 0 | 0 |
| Grand Total | 579,659 | 622,155 | 1,201,724 |

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 | 0 | |
| Local loans | 0 | |
| Foreign equity | \$1,848,194 | \$942,579 from Egypt (TAQA) & \$905,615 from Republic of Mauritius (JCG) |
| Foreign Loans | 0 | |
| Total Investment | 1,848,194 | |

6. Problems and Solutions

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

- Gas pricing from EWURA- discussions with stakeholders and prompt actions and feedbacks
- Finalizing Building Permit from Ubungo Municipality

7. Future

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

- Same as point No 1, Financial commitment of approximately USD 0.85mill in the next 6 months.

8. Recommendations and any other comments

- Special Incentives scheme such as Premiums (cost recovery scheme) to promote the industry.