

Annexure 2
**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 for cargo transportation for the projects

- a. To procure motor vehicles for transportation business
- b. To apply for exemption for the vehicles
- c. To conduct transportation business

2. Achievements made on the project implementation to date:

The achievement made but not as we expected because most of our plans were derailed by the covid 19 pandemic. We could not import trucks instead we decided to only lease different machineries and trucks for few tenders. Some of our achievements include supporting some of the big projects in Tanzania for the Government and Private sectors such as

- (i) Dangote Diesel Generator set Project, 20,000CBM
- (ii) Mtwara cement plant 100,000CBM
- (iii) Xian Electricity -Kunduchi project Tanesco 200 tons transformer with accessories
- (iv) CCECC Dar es salaam Projects 6000CBM
- (V) SGR Isaka project by CCeCC continue

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.QINGDAO CJ SMART CARGO INTERNATIONAL SERVICES LTD 1807,TIANBAO INTERNATIONAL BUILDING 2,61 HAIER ROAD.QINGDAO,CHINA OWNERSHIP:99% SHARES 2.QINGDAO SMART CARGO BONDED LOGISTICS CO,LTD 19-3.D ZONE LAYER 5 SECTION 5,NO 34 SHANGHAI ROAD, QINGDAO BONDED ZONE,CHINA OWNERSHIP:1%SHARES	They are still the same shareholders

2.	Company Communication Information	Email address:salum.malimba@cjsmartcargo.com	
		Mobile Number:0757207633	
		Land Line Telephone Number: NIL	
		Physical Address:MNF SQUIRE Plot No.2217/1/168 Block: A Street, SOKOINE DRIVE&MAINSFILED District:ILALA Region: DAR ES SALAAM	The same
3.	Contact Person	Name: SALUM MALIMBA	
		Position: BUSINESS DEVELOPMENT MANAGER	
		Communication Details: Salum.malimba@cjsmartcargo.com Mobile:+255757207633 Tel:+2550657025128	
4.	Incorporation	Certificate of Incorporation No.109107	
5.	TIN information	TIN Certificate No.124-276-799	
6.	Project Objective	Project Core Activity: LOGISTICS&PROJECT CARGO TRANSPORTATION.	
7.	Capacity	Project Capacity per Year:200,000TONS PLUS	
8.	Direct Employment	Foreign-01	
		Foreign-01	
		Local-01	
		Local-01	
9.	Indirect employment	Estimated Total No.40	
		Type:FOREIGN&LOCAL Areas: LOGISTICS such as port handling, monitoring and control	

4. Project Financial Expenditure to date (USD):

	Foreign (USD)	Local (TZS)	Total (USD)
Land and Buildings		0.00	0.00
Plant and machinery		0.00	0.00
Vehicles/Aircrafts		123,679,050.00	
Furniture		4,929,600.00	
Office equipment		12,480,873.00	
Insurance Cover		1,626,000.00	
Pre-operational expenses		116,613,300.00	

Working sub-total capital		259,328,823.00	
GRAND TOTAL		259,328,823.00	

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	N/A	Tanzania
Local Loans	N/A	Tanzania
Foreign Equity	410,000	CHINA
Foreign Loans	170,000	CHINA
Total Investment	580,000	

6. Problems and Solution

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

The first problem is that after emergency of Covid 19 many of our activities slowed down because even our Directors could not travel to Tanzania. Also we could not import trucks from China.

Overall problems are at the clearing sections sometimes we come across with the port and TRA issues such as high penalties due to the technical issues or Customers delays. But sometimes we applied waiver and we get on time. But this we solved by advising the customer to pay on time.

7. Future Plans

In coming six months we are planning for acquisition of the brand new items as follows:

- (i) 50 trucks and trailers
- (ii) One (1) Pick up Double Cabin for the road survey and operations
- (Iii) 1 Land cruiser for the office administrations
- (iv) A land for the yard and Administration blocks.

With importation of these items, we are expecting to apply for exemption from your good office.

8. Recommendations and any other comments

Generally we have been receiving good cooperation from TIC. We are looking forward to applying for extension of our certificate and tax exemption for the importation of the above goods.