

Annexure 2

TANZANIA INVESTMENT CENTRE
DAR ES SALAAM

PROGRESS REPORT

1. Planned Activities for the period:
 - The project plans to invest more in the processing of fish maws for export
 - Purchase of containers for drying of fish maws
 - Purchase of fans and heaters for fish maws drying
2. Achievements made on the project implementation todate:

Since its inception the project has managed to rent a place in Buzuruga where the factory is situated and purchase some machines for processing and drying of fish maws
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. LI RHONG HUR(CHINESE) 18,000 shares 2. NI FUWEN(CHINESE) 2,000 shares
2.	Company Communication Information	Email address	Zhenhua2020@yahoo.com
		Mobile Number	0739737888
		Land Line Telephone Number	NIL
		Physical Address (Plot No., Block No, Street, District and Region)	ZHEN HUA COMPANY LTD P.O BOX1623 MWANZA PLOT NO 76, BLOCK K BUZURUGA NYAMAGANA
3.	Contact Person	Name	LIU JINZUO
		Position	OPERATIONS MANAGER
		Communication Details (Email, Mobile and telephone)	Liu2227777@163.com 0739737888
4.	Incorporation	Certificate of Incorporation No.	72045
5.	TIN information	TIN Certificate No.	108-630-027
6.	Project Objective	Project Core Activity	Fish Maws Processing
7.	Capacity	Project Capacity per Year	940,590,250/=
8.	Direct Employment	Foreign-Men	4
		Foreign-Women	0
		Local-Men	6
		Local-Women	75
9.		Estimated Total No.	30

Indirect employment	Type/areas of Indirect Employment	
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4. Project Financial Expenditure todate (USD):

	Foreign (USD)	Local (Tshs)	Total (USD)
Land and Buildings	-	54,000,000/=	23,478
Plant and machinery	-	110,000,000/=	47,826
Vehicles/Aircrafts		24,000,000/=	10,434
Furniture			
Office equipment	-	200,000/=	87
Insurance Cover			
Pre-operational expenses	-	10,000,000/=	4,347
Working sub-total capital			
GRAND TOTAL		198,200,000/=	86,172

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	NIL	-
Local Loans	NIL	-
Foreign Equity	NIL	-
Foreign Loans	35,000	CHINA
Total Investment	35,000	CHINA

6. Problems

The project has been facing some challenges that have affected its implementation. The following are challenges faced by the project:

- Delays is getting NEMC certificate which affects the implementation of the project.
- Shortage of funds to finance the project after the pandemic which affected our sister projects in China.
- Shortage of fish in Lake Victoria in some of the months.
- Price fluctuations of fish and fish by-products increase the cost of production.
- Inadequate judicial system in handling fisheries issues and integrity.
- Transportation challenges for exporting fish maws to China and Europe market.
- Multiple taxes and levies from government institutions
- High rate of royalties to fisheries
- high rate of processing and export licence

Solution:

We have had a number of discussions with the Minister of Fisheries and Permanent Secretary in the Ministry of Transportation with regards to the above mentioned challenges and we hope in the next financial year most of these challenges will be addressed.

With regards to the delays of NEMC certificate which has affected our implementation of the project, we are still communicating with NEMC Mwanza office to fast tract the issuance of environmental certificate for smooth operation of the project.

7. Future Plans

In the near future the project plans to fully implement its project by investing more and increasing the project production capacity to 20 tons per month. Also we are planning to venture into new project of fish farming and production of fingerlings for sell.

8. Recommendations and any other comments: Nil

Name: NI FUWEN

Position: DIRECTOR

Company stamp

