

**TANZANIA INVESTMENT CENTRE**

**DIRECTORATE OF INVESTMENT FACILITATION**



**EASTERN ZONE**

**REPORT ON PROJECT VERIFICATION VISIT TO M/S CJ SC LOGISTICS (T)  
LIMITED CONDUCTED ON 21<sup>ST</sup> MARCH 2022.**

**APRIL 2022**

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## 1. INTRODUCTION

### 1.1 Brief history of the Company

M/S CJ SC LOGISTICS (T) LIMITED is a registered Company under the Company Act, 2002 of the United Republic of Tanzania where it was granted Certificate of Incorporation Number 109107 on 17<sup>th</sup> June 2014 by the Business Registration and Licensing Agency (BRELA). The company has a project for cargo transportation; this project is registered by the Tanzania Investment Center (TIC) with Certificate of Incentives Number 022252 issued on 14<sup>th</sup> February 2019.

### 1.2 Project Geographical Location

The company project is located at MNF Square Plot No. 2217/1/168 Block A Sokoine Drive and Mainfiled Ilala.

## 2. COMPANY PROFILE

### 2.1 Company Particular Information

S/No.	Information	Description	Current Project Status		
			Name	Nationality	Percentage
1.	Shareholder's Information	Current Shareholders names, nationality and percentage of ownership	Qingdao CJ Smart Cargo International Services LTD	Dutch	90.1%

			Tianbao International Building	Tanzanian	9.5%
			Haier Road Qingdao	Tanzania	0.49%
			Qingdao Smart Cargo Bonded Logistics Co. Ltd		
			Qingdao Bonded zone		
			<b>Total</b>		100%
2.	Company Communication Information	Email address	Salum.malimba@cjsmartcargo.com		
		Mobile Number	0757207633		
		Land Line Telephone Number	+255 0657025128		
		Physical Address (Plot No., Block No, Street, District and Region)	MNF Square Plot No. 2217/1/168 Block A Sokoine Drive and Mainfiled Ilala.		
3.	Contact Person	Name	Salum Malimba		
		Position	Business Development Manager		
		Communication Details (Email,	<a href="mailto:Salum.malimba@cjsmartcargo.com">Salum.malimba@cjsmartcargo.com</a> , 0757207633		

		Mobile and telephone)	
4.	Incorporation	Certificate of Incorporation No.	109107
5.	TIN information	TIN Certificate No.	124-276-799
6.	Project Objective	Project Core Activity	To construct and operate cargo transportation project
7.	Project Capacity	Project Capacity per Year	200,000 Tons
8.	Direct Employment	Foreign-Men	1
		Foreign-Women	1
		Local-Men	1
		Local-Women	1
9.	Indirect employment	Estimated Total No.	40
		Type/areas of Indirect Employment	Type: Foreign and local Areas: Logistics such as port handling, monitoring and control

## 2.2 Actual Project Performances

S/No.	Information	Description	Current Status	
1.	Investment financing amount	Financing type	Amount (USD)	Source Country
		Local Equity	NA	Tanzania

S/No.	Information	Description	Current Status	
		Local Loans	NA	Tanzania
		Foreign Equity	410,000	The Netherlands
		Foreign Loans	170,000	The Netherlands
		Total Investment	580,000	
2.	Capacity	Project capacity per year	200,000 Tons	
3.	Direct Employment	Foreign Men	1	
		Foreign Women	1	
		Local Men	1	
		Local Women	1	
4.	Indirect Employment	Estimated Total No.	40	
		Type/areas of Indirect Employment	Type: Foreign and local Areas: Logistics such as port handling, monitoring and control	

### 3. PROJECT VERIFICATION VISIT (PVV)

#### 3.1 PVV initiation

According to the granted COI, the company aimed to establish a project for cargo transportation with a project implementation plan starting from February 2019 to January 2022 however, the company submitted to TIC a letter notifying the

center that the company wishes to extend the implementation period because they did not enjoy exemption in previous three years due to COVID 19.

### **3.2 PVV Conduction**

On 21<sup>st</sup> March 2022 team of three officers from TIC was appointed to conduct PVV at CJ SC LOGISTICS (T) LIMITED located at MNF Square Plot No. 2217/1/168 Block A Sokoine Drive and Mainfiled Ilala. The team comprised the followings officers:

- (i) Privata Simon
- (ii) Steven Mkama
- (iii) Navone Kisaka

The company was represented by Mr. Salum Malimba, Business Development Manager.

#### **3.2.1 Project Visit Objective**

The main purpose of the PVV was to establish grounds which could enable TIC management to make informed decision whether the company qualifies for 1 year's extension of COI's implementation period or not.

#### **3.2.2 Project Visit Specific Objectives**

Specifically, the PVV visit aimed to:-

- i. Interview and gather information from the applicant regarding the COI extension application
- ii. Take copies of relevant document /photos as evidence for the application
- iii. Physically visit the project site and verify its status of completion

### 3.3 Findings

The team managed to visit the mentioned location of the project as scheduled and established the following facts:-

1. The office has signs for a different company which they claimed to be their sister company
2. They don't have a car yard, they claim that they normally rent space at Mbagala in case they need to park their cars

### 3.4 Challenges

They faced the following challenges during their project implementation.

1. **COVID-19 Pandemic:** Travel restrictions and lockdowns imposed globally caused price fluctuation which resulted in significant adverse impacts on the business cycles. E.g. The price of shipping containers from China rose 3-folds and some industries stopped production of relevant raw materials and machinery for the project, especially in Tanga.

### 3.5 Future Plans

It was established that, they have the following plans;

- i. To acquire space for office and car parking
- ii. To import more cars for cargo transportation

## 4. RECOMMENDATIONS

Because of the findings observed during the project visit, the team recommends that the Investor should finalize acquisition of new project premises with all trucks in place and thereafter, second verification visit should be organised for observation of trucks, employees, and offices to mention few.

We submit,

.....  
**Ms. Privata Chiwindo**  
**TIC**

.....  
**Mr. Steven Mkama**  
**TIC-TBS**

.....  
**Ms. Navone Kisaka**  
**TIC-NEMC**

**Date** \_\_\_\_\_