

**MINISTRY OF INVESTMENT, INDUSTRY AND  
TRADE**

**TANZANIA INVESTMENT CENTRE**



**LAKE ZONE**

**CHEMI CHEMI YA MAJI PVV REPORT**

**10<sup>TH</sup> SEPTEMBER, 2022**

**PVV CONDUCTED BY  
LINDA M. LOOMU  
IPFO - LAKE**

## 1. INTRODUCTION

Chemi Chemi ya Maji Company Limited is a TIC registered project with certificate of incentives No 022273 registered with TIC in 2019. The company was registered with BRELA with certificate of incorporation No. 94063 for establishing and operating a Forestry project. The project is located at Plot No.403, 416 & 419 Block A, Mwasongwe Area, & Plot No 314,942,943 and 944, Mwanza, Tanzania. Chemi Chemi ya Maji Company Limited submitted an application to TIC requesting the extension of their certificate of incentive which expired in March, 2022.

TIC Lake zone office was instructed by the head office in August 2022 to undertake the Project Verification Visit to Chemi Chemi ya Maji Company Limited project implementation site in order to determine the project implementation status and to verify the investment with reference to capital/deemed capital expenditure for purposes of justification of the project Extension.

## 2. COMPANY INFORMATION

**Table 1- Chemi Chemi ya Maji Company Limited Company information**

S/No.	Information	Description	Current Project Status
1.	Shareholder's Information	Current Shareholders names, nationality and percentage of ownership	1.S.F.Stephen ,31.4% <b>Nationality</b> Tanzanian 2.Ferri Alessandro - 11.42% <b>Nationality-</b> Italian 3.Stellin Emanuela – 11.42% <b>Nationality –</b> Italian 4.Ferri Claudio – 11.42% <b>Nationality-</b> Italian 5.Ferri Giuditta – 11.42% <b>Nationality-</b> Italian 6.Ferri Ernesto – 11.42% <b>Nationality-</b> Italian 7.Ferri Giuseppe – 11.42% <b>Nationality-</b> Italian

2.	Company	Email address	giudyferri@gmail.com
	Communication Information	Mobile Number	+39 328 264074
		Land Line Telephone Number	nil
		Physical Address (Plot No., Block No, Street, District and Region	Busongo Ward, Postal code 33503, Street Nyang'homango Street, Misungwi, Plot number 164, Block number 164, House number 164
3.	Contact Person	Name	SIMBA FLORA STEPHEN
		Position	Director
		Communication Details (Email, Mobile and telephone)	+39 328 264074
			giudyferri@gmail.com
4.	Incorporation	Certificate of Incorporation No.	94063
5.	TIN Information	TIN Certificate No.	138813266
6.	Project Objective	Project Core Activity	To establish and operate a forestry project

#### 4. PROJECT PERFORMANCE

Description of actual project performance and issues observed (findings) in tabular format below;

**Table 2- Project Actual Performance**

S/N	Information	Description	Current Status	
			Amount (USD)	Source Country
1.	Investment Financing amounts in USD	Financing Type		
		Local Equity	280,000	Tanzania
		Local Loans	nil	nil
		Foreign Equity	1,040,000	Italy
		Foreign Loans	nil	nil
		<b>Total Investment</b>	1,320,000/= USD	
2.	Capacity	Project Capacity per Year	NIL	
3.	Direct Employment	Foreign-Men	0	
		Foreign-Women	0	
		Local-Men	06	
		Local-Women	0	
4.	Indirect employment	Estimated Total No.	60	
		Type/areas of Indirect Employment	Farm cleaning	

## **5. OBSERVATION AND FINDINGS OF THE PROJECT IMPLEMENTATION**

The project is located Plot No.403, 416 & 419 Block A, Mwasongwe Area, & Plot No 314,942,943 and 944 Misungwi, Mwanza. The project was registered with TIC in March, 2019 with the aim of establishing and operating a forestry project in Mwanza. Project promoters have managed to implement their project by cultivating trees in a 150 acres surveyed farm with a total of 760,000 trees; this does not include the part of the farm which is not surveyed. The project has employed a total of 6 permanent employees in the farm and 60 casual laborers who work on the farm during cleaning seasons.

Trees planted in the farm are between 4-11 years old currently and the harvesting of the trees starts at the age of 15 years. Up on maturity the project promoters are planning to start processing these trees for various uses. Project promoters are planning on the importation of machineries and equipment's for setting up a processing area.

## **6. PROJECT IMPLEMENTATION STATUS**

TIC Lake Zone Office confirms through the project promoters that implementation of the project was almost 90% complete. The project promoters have managed to implement their project by establishing two husbandry plots in Nyashishi presently grown with mature and immature wood lots. The farm consist of pine species which includes Eucalyptus, Casuarina pine, Sidereal ,Carribean pine, Gravellier robusta, Mizambia,Cedrela Odorata, Coconut, Mitiki and Mijohoro ranging between the age of 4 – 11 years for commercial purposes. The wood lot plantations are at maturity stage for harvest with in the period of about 15 years.

Challenges in mobilizing finance for the project are one of the main reasons that affected the project implementation. Also project promoters faced some challenges in obtaining title deed in the 150 acres plant husbandry plots in Mwasonge and Nyangomango areas and still there is a part of their plot which is unsurveyed up to date which has affected the implementation of the project on that side.

The project promoters are now planning to start importation of the machineries for the processing and treatment of wood harvested from the farm.

So far we have observed the company has implemented the following in the project site;

- ✓ Acquiring 150 acres of farm and processing title deed
- ✓ Planting of 7 species of trees in the farm which makes a total of 760,000 trees
- ✓ Ground water exploration and drilling of wells
- ✓ Construction of residential houses
- ✓ Establishment of trees nursery
- ✓ Importation of agriculture equipment's, personal protection equipment's for workers, bee keeping equipment's and some of the building materials

## **7. ISSUES OF CONCERN AND PVV FINDINGS ON THE REQUEST**

The project promoters demonstrated delays in mobilizing funds and delays in getting title deed for the unsurvey area has affected the implementation of the following activities at the project implementation site.

The delay has affected the project in the following ways:

- ✓ The project failed to import some of the projects machineries as how it was planned
- ✓ The project promoters failed to continue with trees plantation on the side of the farm which is unsurvey which has affected the implementation of the project.

## **8. FUTURE PLANS**

Upon TIC approval the project is expected to execute and implement the above targeted activities within a span of one (1) year expected completion of the above activities

would be September 2023 depending on the approval and the project is expected to surpass the proposed project value:

- ✓ Construction of the processing area and storage
- ✓ Importation of the machineries for the processing of timber and production of poles for electrical distribution.
- ✓ Processing of the title deed for unsurvey area to start planting trees

Once the extension is done the project will be able to import some equipment's and machineries for the project and start production immediately. The project will produce poles for electricity distribution, furniture, and pallets for transportation of goods, bio-fuel pallets for local consumption and export and production of charcoal from wood waste.

## 9. RECOMMENDATIONS

Through an observation from the project site and based on the project verification visit done at Plot No.403, 416 & 419 Block A, Mwasongwe Area, & Plot No 314,942,943 and 944 Misungwi, Mwanza, I would like to recommend **one year extension** of this project. We believe the extension would enable project promoters implement their project as planned and stimulate further development.

## 10. CONCLUSION

In view of the above findings, and with regard to the objectives of the visit, the PVV Team concludes subject to the conditions aforementioned under recommendation that:

- i. The company's on-going activities are in line with the investors' Certificate of Incentives No. 022273 issued in 2019
- ii. Chemi Chemi ya Maji Limited has demonstrated serious undertaking of the project of which if given extension of one year may reach their targets.



APPENDICES

PROJECT PHOTOS





