



No 00216885

THE UNITED REPUBLIC OF TANZANIA

# Certificate of Incentives

(Section 17 of the Tanzania Investment Act, 1997)

THIS CERTIFICATE REPLACES/  
EXTENDS THE PREVIOUS ONE No: 07040-01  
NO. 07040-01 ISSUED ON  
17/1/2008

AMENDMENT ON SECTIONS  
10 & 11 HAVE BEEN  
EFFECTED

*Signature*

*Signature*

This is to certify that

PRECISION AIR SERVICES LTD

of address P.O. BOX 70770

DAR ES SALAAM

has been granted a Certificate of Incentives to invest in a ~~new~~ ~~rehabilitation~~ /expansion  
~~XXXXXX~~ enterprise known as

PRECISION AIR SERVICES LTD

Which is located at DAR ES SALAAM INTERNATIONAL AIRPORT

DAR ES SALAAM

Further particulars required by Section 17 of the Tanzania Investment Act are set out overleaf.

*Signature*

Executive Director

Tanzania Investment Centre  
P.O. Box 938, Dar es Salaam



Dated 25TH JANUARY 2011

This Certificate is issued in accordance with the provisions of Section 17 of the Tanzania Investment Act, 1997 and subject to the conditions prescribed under item 14 and 15 hereafter:—

1. Shareholders
- |                    | Nationality | Shareholding (%) |
|--------------------|-------------|------------------|
| Michael N. Shirima | Tanzanian   | 51               |
| Kenya Airways Ltd  | Kenyan      | 49               |
2. Proposed Activities : **To expand Precision Air services by acquiring new aircrafts**
3. Sector: **Transportation** Subsector **Air Aviation**
4. Investment cost: Foreign **USD 132.6m.** Local **USD 7.4m.** Total **USD 140.0m.**
5. Project Financing: Equity **USD 4.9m.** Loans **USD 135.1m.** Total **USD 140.0m.**
6. Source, terms and conditions of loan.....
7. Assets to be invested:
- | Capital items: | Foreign            | Local            | Total              |
|----------------|--------------------|------------------|--------------------|
|                | <b>USD 132.6m.</b> | <b>USD 7.4m.</b> | <b>USD 140.0m.</b> |
8. Technology Agreement **None**
9. Date of TIC Registration: **5th December 2007**
10. Implementation period **December 2007 - November 2013**
11. Operative date **December 2013**
12. Investment Incentive Grade: As defined in part III Section 19 (1), (2) and Section 20 of the Tanzania Investment Act, 1997
- |                                         |                                                                    |
|-----------------------------------------|--------------------------------------------------------------------|
| (i) Applicable Import Duty              | <b>And VAT as per Customs Tariff Act, 1976 &amp; VAT Act, 1997</b> |
| (ii) Applicable with-holding Tax        | <b>As per Income Tax Act, 2004 (as amended)</b>                    |
| (iii) Eligibility of Capital Allowances | <b>As per Income Tax Act, 2004 (as amended)</b>                    |
13. Protection of Investment, Arbitration and Transfer of Foreign Currency: as defined in part III Section 21, 22 and 23 of the Act.
14. Conditions attached to this Certificate of Incentives
- (i) Date of Commencement of investment has to be notified to the Centre.
  - (ii) Certificate not to be transferred, assigned or amended
  - (iii) Failure to commence implementation within two years invalidates Certificate
  - (iv) Failure to operate investment must be notified to the Centre
  - (v) Changes in shareholding, project activities and level of invested capital must be notified to the centre
15. Additional conditions attached to Certificate **None**

Signed   
Executive Director