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The Tanzania Investment Centre
Certificate of Incentives

(Section 17 of the Tanzania Investment Act, 1997)

No: 040050

This is to certify that

TANZANIA CIGARETTE COMPANY LIMITED

of address P. O. BOX 40114

DAR ES SALAAM

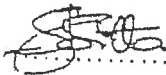
has been granted a Certificate of Incentives to invest in a ~~new~~ rehabilitation / expansion ~~of~~ ~~the~~ enterprise known as

TANZANIA CIGARETTE COMPANY LIMITED

which is located at PLOT NO: 20 ALONG NYERERE ROAD

DAR ES SALAAM

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



Executive Director

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

Dated 5TH NOVEMBER 19 97

This Certificate is issued to the applicant named below in accordance with the provisions of the National Investment (Promotion & Protection) Act, No. 10 of 1990 and is subject to the conditions hereafter prescribed.

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1. Shareholders

	Nationality	Shareholding (%)
R.J. Reynolds Tobacco Company	U.S.A.	45
Credit Suisse London Nominess Ltd.	British	6
Government of Tanzania	Tanzanian	49
 2. Description of Enterprise: To rehabilitate and expand production and infrastructural facilities of TCC.
 3. Type of Enterprise: Manufacturers of Cigarettes
 4. Investment cost: Foreign US\$ 22.3 m. Local US\$ 4.2 m.
Total (Foreign) US\$ 22.3 m. Total (Local) US\$ 4.2 m.
 5. Project Financing:

Equity	Loans	Total
US\$ 11.5 m.	US\$ 15 m.	US\$ 26.5 m.
 6. Source, terms and conditions of loan Standard Chartered Bank - London (US\$10m.); Payback period 5 years; Interest rate 8%; Standard Chartered (T) Ltd. (US\$1.5m.); NBC (US\$2.0m.); Citi Bank (US\$1.5m.); Interest rate 20 - 25%.
 7. Approved Capacity:
 8. Form of Assets to be invested:

	Foreign	Local	Total
Capital equipment	US\$ 22.3 m.	US\$ 4.2 m.	US\$ 26.5 m.
Initial raw material	-	-	-
 9. Technology Agreement M/S. RJR Tobacco International will provide Management and Technology.
 10. Date of Approval by I.P.C. 8th March, 1996
 11. Implementation period March 1996 - July 1998
 12. Operative date August 1998
 13. Investment Incentives Granted: As defined in Part IV of the Act

Period of Duty and Sales tax exemption	As per Finance Act No. 11 of 1995
Period of Tax holiday	August 1998 - 10th September, 2002.
 14. Protection of Investment, Arbitration and Transfer of Foreign Currency: As defined in Part V of the Act.
 15. Conditions attached to this Certificate of Approval
Remission of Tax on profits or gains shall be subject to the new investment being equal to or more than 90% of the existing enterprises assets as appraised

Note: This Certificate of Approval shall not be transferred without the approval of the Centre.

