

TANZANIA INVESTMENT CENTRE

DAR ES SALAAM

PROGRESS REPORT

In this period, Metro Steel has plans to increase their production capacity by importing a new furnace from India which will lead us an increase of 50% production.

We in recent times have achieved record production and sales and re-establishing local manufacturing of Wire products such as BRC Wire Mesh, Chain-link Fencing, Barbed wires along with a new Galvanization plant.

In order to increase the quality of TBS Standard Iron Bars, Metro Steel have also imported Billets from SouthAfrica which can be used in making BS Standard Iron Bars contributing largely to Infrastructure development of the Country.

S/No.	Information	Current Project Status
1	Shareholder's Information	Rubab Abbas Hirani (Pakistani) , Muhammad Raza Hirani (Pakistani) , Muhammad Hussain Noorani (Kenya) , Ghulam Abbas Hirani (Tanzanian) , Fazal Mahmood Hirani (Pakistani) , Furqan Mahmood Hirani (Pakistani) , Faiza Fatima Lakhani (United States of America)
2	Company communication Information	abbas@metro-tz.com +255 754 291 350 +255 713 433 572 Plot 93, Kipawa Industrial Area, Dar Es Salam
3	Contact Person	Ghulam Abbas Hirani Chairman abbas@metro-tz.com +255 754 291 350
4	Incorporation	38351
5	TIN Information	100-258-145
6	Project Objective	Manufacturing of Iron Bars
7	Capacity	
8	Direct Employment	6 – Foreign Men 0 – Foreign Women 85 – Local Men 5 – Local Women

1. Project Financing Expenditure to date (USD)

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	-	297,128	297,128
Plant and machinery	-	746,058	746,058
Vehicles/Aircrafts	-	34,981	34,981
Furniture	-	3,718	3,718
Office equipment	-	28,000	28,000
Working sub-total capital	-	378,673	378,673
Grand Total		1,488,558	1,488,558

2. Project Financing

Metro Steel is being supported by Habib African Bank which has provided us with an Overdraft limit / Local Loan thru which our expansions in plant are being made possible.

	Amount (USD)
Local equity	519,585
Local loans	968,973
Total Investment	1,488,558

3. Problems and Solutions

The current situation of the country is very promising due to a lot of development projects being done. However, one of the main issue which we at Metro Steel Mills face is the power interruption without notice. This leads us in halt of production and unwanted wastage. During this time of rapid development of the economy, we expect the government to look into this uninformed power interruption so that industries could focus more on the production level and meet the demand of the economy.

Another main problem is the expertise which is not available in the country. Due to that reason, we are calling expertise to work with us from different part of the world specially India and Pakistan nationalities as this is their forte and they are good at it. However, on certain moments their permits are rejected and delayed due to which calling expertise from abroad becomes an issue. The management however is focusing more on training of local staff by the foreign expertise so that dependencies on foreign expats could be reduced and more work could be done by the local employees.

7. Future Plans

Metro Steel Mills have recently re-introduced their Wire Department in which range of products are being manufactured such as Barbed Wire, Galvanized Wire, BRC Wire Mesh and ChainLink Fencing. Barbed Wires were and still are being imported from Kenya but after us entering into the market, the import of barbed wires has reduced and many suppliers/traders have started buying locally from us. We plan to reduce the importation dependencies of building material and increase local purchases contributing positively in the economy.

Additionally, for this purpose of increasing production level, we have plans to expand and grow setting up another plant in the city of Kibaha where our production level will increase by almost double and shall increase our product range even further.