

TANZANIA INVESTMENT CENTRE

DAR ES SALAAM

PROGRESS REPORT

(Information required for the project's progress report after every six months or for amendment of Certificate of Incentives)

1. Planned activities for the period – The main activities which is going on currently is Processing Plant Expansion
2. Achievements made on the project implementation to date – **We have installed a well-established Gravity Gold Ore Processing Plant as tabulated below**

The following equipment were acquired as per TIC “list of equipment to be acquire” and have contributed to the success of the project implementation;

S/No.	Equipment Description (Item)	Unit	Quantity
1	Electric Compressor		1
2	Diesel Compressor		1
3	Hand Held Drill Machines		4
4	Drill Rig		1
5	Tipper Truck		2
6	Four Wheel Drive Station Wagon		1
7	Four Wheel Drive pick-up Double Cabin		3
8	Four Wheel Drive pick-up		0
9	Three-wheel motor bike with trailer (Gutta)		4
10	Motor Bike		4
11	Personal Protective Equipment (PPE) (Boots, Overall, Had Hats, Cap lamps, gloves, welding shields, etc.)		1000>
12	Rescue equipment (Gas tasters, Oxygen Cylinder)		30>
13	Portable firefighting equipment (Fire extinguishers, Hoses etc.)		25>
14	Gold Processing Plant (Complete with all accessories)		1
15	Laboratories for grade control – (Complete with all accessories)		In progress
16	Office equipment – Computer, Printer and all accessories		20>
17	Computer Software		1
18	Communication equipment – Radio call hand set, satellite internet equipment, satellite phone etc.		One infrastructure with 20> equipment
19	Security equipment – CCTV Cameras, Guns, Pistols etc.		50>
20	Fencing materials, concertina wires, electric fencing materials		In process
21	Pre-fabricated Houses		Two 20 feet containers

			houses
22	Submersible water pumps		40
23	Workshop equipment and tools		10
24	Pipes and Piping materials for compressed air and water reticulation		100>
25	Building materials		Various

S/No.	Activities	Costs Drivers	Comments
1	Acquisitions of Various fuel supplies such as Diesels, Petrol, and lubricants	Vehicles machines and Generators	The area were the Processing Plant is located does not have Electricity
2	Acquisitions of Spares and maintenance accessories and tools	Vehicles machines and Generators	For regular maintenance and major break down
3	Construction of buildings	Preparation and analysis laboratories	Maximizing of gold output by working on required parameters
4	Construction of buildings	Staff building,	Ensuring Safety and comfortability of staff
5	Installation of equipment	CCTV Cameras, satellite phones and their infrastructure	Ensure Security and easier communication

3. Provide updated information on the following aspects:

S/No.	Information	Description	Current Project Status
1	Shareholder's Information	Current Shareholders names, nationality and percentage of ownership	<ol style="list-style-type: none"> Apex Minerals and Resources Limited Investment Advisory Group Limited
2	Company communication Information	Email address Mobile Number Land Line Telephone Number Physical Address (Plot No. Block No. Street, District and Region)	info@apexresourcesltd.com +255754276606 NA Itumbi-Matundasi Makongorosi-Chunya Mbeya
3	Contact Person	Name Position Communication details (Email, Mobile and telephone)	Shigongo Joseph Kimogele General Manager skimogele@apexresourcesltd.com +255 784 276 606
4	Incorporation	Certificate of Incorporation Number	114652

5	TIN Information	TIN Certificate No.	126223706
6	Project Objective	Project Core Activity	Gold Ore Processing Plant Expansion
7	Capacity	Project capacity per year	36,000/= Gold Ore Processing
8	Direct Employment	Foreign Men Foreign Women Local Men Local Women	1 foreigner NIL 226 13
9	Indirect employment	Type/areas of Indirect employment	Consultancy

4. Project Financing Expenditure to date (USD)

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings		7,100/=	7,100/=
Plant and machinery – Crushing Milling and CIL Circuits	1,100,000/=	NIL	1,100,000/=
Vehicles/Aircrafts	80,000/=	NIL	80,000/=
?Inline Leaching Reactor& Electro wining cell (Including spares and commissioning)	379,699/=	NIL	379,699/=
Knelson concentrator (Including spare parts)	103,404/=	NIL	103,404/=
Laboratory equipment	97,692/=	NIL	97,692/=
Chain link Fence	81,944/=	NIL	81,944/=
Gold room and Safe	35,342/=	NIL	35,342/=
Prefabricated Accommodations	74,576/=	NIL	74,576/=
Overhead crane	39,000/=	NIL	39,000/=
Furniture	10,000/=	NIL	10,000/=
Office equipment	15,000/=	NIL	15,000/=
Insurance Cover	30,000/=	NIL	30,000/=
Pre-operational expenses	NIL	NIL	NIL
Working sub-total capital	150,000/=	NIL	150,000/=
Grand Total	2,196,657/=	7,100/=	2,203,757/=

5. Project Financing

Explain how the project is being financed e.g equity, loans, sources of loans, conditions etc. see table below:-

	Amount (USD)	Source Country
Local equity	1,096,657/=	Tanzania
Local loans	1,300,000/=	Tanzania
Foreign equity	NIL	NIL
Foreign Loans	NIL	NIL
Total Investment	2,396,657/=	Tanzania

6. Problems and Solutions

Explain problems, which the management is encountering in executing the project and the steps being taken to solve them

- 1. Problem 1- Unavailability of electricity supply by TANESCO to run the Processing Plant and the machinery therein thus causing the company to incur high operation costs in running the machinery with generators.**

Step being taken: **TANESCO has built the power infrastructure and the power installation work is still on going.**

- 2. Problem 2-Unavailability of quality and reliable mining spares, consumables processing plant inputs due to inadequacy of agents who supply these inputs and spares at very high prices.**

Step being taken: We have been using the current existing suppliers, in most critical situation, we have been sourcing from overseas.

7. Future Plans

Explain future plans for the next coming six months and planned financial commitments

- 1. To expand more on production given the gold ore potential at Chunya mining area. To increase the corporate social responsibility at mining area, Chunya district and Mbeya region at large.**
- 2. To pay more taxes as our production increases**

7. Recommendations and any other comments

We recommend harmonization of levies, fees, licenses and taxes in the mining ministry.