

DATED THIS ..... 8<sup>th</sup> ..... DAY OF SEPTEMBER, 2014

## SALE AGREEMENT

Between

**BOMMA INVESTMENT COMPANY LIMITED**

And

**REGIONAL AIR SERVICES LTD**

### PROPERTY

PROPERTY TO BE SOLD: Plot No. "314" LOCATED AT **OLORIEN AREA – NGARAMTONI YA CHINI – ARUSHA DISTRICT** WITHIN **ARUSHA REGION** WHICH COMPRISES **1362M<sup>2</sup>**.

**DRAWN BY:-**

M/s Northern Law Chambers  
Advocates & Legal Consultants  
Plot 5, Block J, Area F,  
Pangani Street,  
P. O. Box 1037  
**Arusha**



E-mail: [jruwajohn@yahoo.com](mailto:jruwajohn@yahoo.com)

## SALE AGREEMENT

THIS AGREEMENT is made on the .....<sup>8<sup>th</sup></sup>..... day of **September, 2014**

**Between**

**BOMMA INVESTMENT COMPANY LIMITED.** A Company registered in the United Republic of Tanzania of P. O. Box 1037 ARUSHA (hereinafter referred to as the "**SELLER**") of the one part;-

**And**

**REGIONAL AIR SERVICES LTD** P. O. Box 14755 Arusha (hereinafter referred to as the "**PURCHASER**") of the other part;-

**WHEREAS** the **SELLER** desires to sell and the **PURCHASER** desire to purchase the **SELLER'S** property on the terms and subject to the conditions hereinafter set forth;

**NOW THEREFORE IN CONSIDERATION** of the premises and the mutual covenants of the parties hereto as set forth hereinafter, it is mutually agreed as follows;-

### **1: DEFINITION AND INTERPRETATION**

1:1 In this Agreement, unless the context otherwise requires;-

**"Agreement"** means this Sale Agreement as originally executed, and all instruments supplemental thereto and any amendments to this Agreement subsequently agreed upon from time to time in writing by the parties.

**"Completion"** means the Completion of all those matters set out in Clause 4:1;

**"Completion Date"** means the date on which Completion occurs;

**"Consideration"** means the sum of the Purchase Price amounting **UNITED STATES DOLLARS FIFTY FOUR THOUSAND FOUR HUNDRED AND EIGHTY (USD 54,480.00=) ONLY.**

**"Encumbrance"** means any encumbrance including without limitation Any claim, debenture, mortgage, pledge, charge, lien, Deposit by way of security, bill of sale, option or right of Pre-emption, beneficial ownership, (including usufruct And similar entitlements) any provisional or executorial attachment and any other interest held by third party.

**"Government"** means the Government of the United Republic of Tanzania.

**"Information"** means all information relating to the Property as hereinabove described, the subject of this Agreement, including without limitation information

**"Party"** relating to the Title over the Property as originally existing; means any one of the signatories to this Agreement;

**"Permits"** means all permits, licences, consents, approvals, certificates, qualifications, registrations or other authorizations, of filings of notification, reports or assessments to be issued to the PURCHASER the transfer of the Property to the PURCHASER.

**"Property"** means Plot No. **"314"** LOCATED AT **OLORIEN AREA – NGARAMTONI YA CHINI – ARUSHA DISTRICT** WITHIN **ARUSHA REGION, MEASURING 1362M<sup>2</sup>** which includes **tarmac road, water point** and **electric cable**. Connected to the said plot. (herein to be referred to as **"the developments"**).

**"Purchase Price"** means **UNITED STATES DOLLARS FIFTY FOUR THOUSAND FOUR HUNDRED AND EIGHTY (USD 54,480.00=) ONLY.**

**"Taxation"** means all forms of taxation, duties, levies, imposts and Social security charges, including, without limitation, Value added tax, capital gains tax and other legal Transaction taxes, (municipal) real estate taxes other Municipal taxes and duties, land rent, environment Taxes and duties and any other type of taxes or duties Payable by the SELLER with any interest, penalties surcharges or fines relating thereto, due payable levied, imposed upon or claimed to be owed by the SELLER.

1:2 References to the singular include, when the context so admits references to the plural and vice versa and references to Clauses, and Schedules are references to the Clauses of this Agreement.

1:3 References to any statutes shall include any statute, by law, regulation or delegated legislation modifying, re-enacting or made pursuant to the same or which is modified, re-enacted or extended by the same or pursuant to which the same is made.

1:4 Words importing the masculine gender shall include the feminine gender And vice – versa.

1:5 The headings as used in this Agreement are for convenience of reference

only and shall not affect the construction of any of the terms and provisions hereof.

1:6 References to any document or agreement include references to such document or agreement as amended, novated, replaced or supplemented from time to time.

1:7 Reference to any person or Party include that person's or Party's successors or permitted assigns.

1:8 If any of the provisions in this Agreement shall for any reason be held to

be invalid, illegal or not enforceable in any respect, such invalidity, illegality or non-enforceability shall not affect any other provision hereof, and the invalid, illegal or unenforceable provision will be deemed never to have been contained herein. In the event of such invalidity, illegality or unenforceability, the Parties shall use their best efforts to achieve the purpose of the relevant provision by amending this Agreement and providing for a new legally valid and enforceable provision.

## **2. SALE OF ASSETS AND PRICE**

- 2.1 Upon and subject to the terms and conditions of this Agreement, the SELLER shall sell, and hand over to the PURCHASER, and PURCHASER shall purchase and acquire from the SELLER for the Consideration, the **Plot No. "314" LOCATED AT OLORIEN AREA - NGARAMTONI YA CHINI - ARUSHA DISTRICT WITHIN ARUSHA REGION, WHICH COMPRISES 1362M<sup>2</sup>** and the developments made therein.

The Purchase Price for the Property stated in Clause 2.1 above shall be **UNITED STATES DOLLARS FIFTY FOUR THOUSAND FOUR HUNDRED AND EIGHTY (USD 54,480.00=) ONLY.**

## **3. TERMS AND CONDITIONS OF PAYMENT OF THE PURCHASE PRICE**

- 3.1 The terms and conditions of payment of the Purchase price shall be as follows:-
- (i) **USD. 27,240.00=** on signing the agreement.
  - (ii) **USD. 27,240.00=** on handling over the title deed.
  - (iii) If the purchaser will fail to pay the purchase price within the agreed period, any amount paid as an installment will not be refunded and the vendor will have the right to re-sale that plot to another person without any notice or court order.

## **4. DELIVERY, GIVING POSSESSION AND TRANSFER OF TITLE**

- 4.1 Upon completion, the SELLER shall deliver to the PURCHASER
- 4.1.1 ALL THE DOCUMENTS OF Title of the Property to the extent available, maps etc.
  - 4.1.2 A duly executed Deed of Transfer and consent from the Commissioner for Land and Development Services as are necessary to complete the transfer of the Property to the PURCHASER.
  - 4.1.3 The Certificate of Title for the Property, free and discharged of all mortgages or other encumbrances if any.
  - 4.1.4 Vacant possession of the Property.
  - 4.1.5 The information and all other records, documents, lists categories, literature and material as are included in, or relate to, the Property.

4.1.6 Upon being given possession of the property, purchaser will have an exclusive title over the property and he will be at liberty if he so wishes to dispose it to private person, corporate body, governmental and non-governmental organizations or any other person of whatever description.

4.1.7 That, there will be no time limit required for the PURCHASER to develop the plot. To be specific, the Purchaser will be at liberty to develop that plot at any time he wishes to do so.

## **5. STATUS OF THE PROPERTY**

5.1 The PURCHASER had prior to the execution of the Sale Agreement, conducted his own due diligence of the Property and search at the Ministry of Lands in respect of the said Property and the Purchase Price agreed upon herein reflects the findings by the PURCHASER of the said due diligence investigation.

## **6. REPRESENTATIONS AND WARRANTIES OF THE SELLER**

6.1 The SELLER represents and warrants to the PURCHASER as of the date of signing of this Agreement that each representation and warranty as it applies to it, is true, accurate, complete and not misleading.

6.2 The SELLER represents and warrants the following to the PURCHASER as of the date of signing of this Agreement;

6.2.1 The SELLER is the legally registered occupant of the piece and parcel of land. Being the Property, and therefore has title to transfer to the PURCHASER.

6.2.2 The execution of this Agreement by the SELLER shall constitute a legal, valid and binding obligation of the SELLER in accordance with its terms.

6.3 The SELLER acknowledges that the PURCHASER is relying upon the representations and warranties given by her under this Clause 6 in entering into this Agreement.

## **7. REPRESENTATIONS AND WARRANTIES OF THE PURCHASER**

7.1 The PURCHASER represent and warrant the following to the SELLER as of the date of signing g of this Agreement;

7.1.1 All actions required to authorize the entering into this Agreement by the PURCHASER and the performance of its obligations hereunder have been duly taken;

7.1.2 The execution of this Agreement or the performance by the PURCHASER of obligations hereunder will not result in any breach of any agreement to which the PURCHASER or of any Court order; and

7.1.3 This Agreement has been duly executed and delivered by the PURCHASER and constitutes a legal, valid and binding obligation of the PURCHASER in accordance with its terms.

7.2 The PURCHASER acknowledges that the SELLER is relying upon the representations and warranties given by the PURCHASER under this Clause 7 in entering into this Agreement.

## **8. SURVIVAL AND BREACH OF REPRESENTATIONS AND WARRANTIES**

8.1 The SELLER shall indemnify the PURCHASER against all actions, claims, demands or losses arising from any misrepresentation, breach of warranty or breach of undertaking by the SELLER under this Agreement provided that, in the case of any action, claim, demand or loss arising from any breach of warranty.

8.1.1 No such claim shall be made unless it exceeds Tanzanian shillings **ONE MILLION (Tshs. 1,000,000/=)**

8.1.2 The aggregate liability of the SELLER in respect of all claims to the PURCHASER is limited to the Purchase Price plus interest thereon at the commercial rate of 24%.

8.2 The PURCHASER shall indemnify the SELLER against all actions, claims demands or losses arising from any misrepresentation by the PURCHASER under this Agreement and that the aggregate liability of the PURCHASER in respect of all claims is limited to the Purchase Price.

8.3 Recovery or indemnification for or by any Party for any misrepresentation or breach of under this Agreement shall be permitted only in respect of claims made prior to the First Anniversary of the date the Agreement is signed. No party shall have any liability whatsoever in respect of any such breach occurring on or following the First Anniversary of the date of this Agreement.

8.4 Each of the obligations, warranties indemnities accepted, given, made, repeated or deemed repeated under this Agreement which have not been fully performed at Completion shall continue in full force and effect notwithstanding completion or any other event or matter whatsoever and shall inure to and be of the benefit of the parties and their respective successors and permitted assigns.

## **9. GOVERNING LAW AND DISPUTE RESOLUTION**

9.1 This Agreement shall be governed by and construed in accordance with the laws of Tanzania.

9.2 Any dispute arising out of or in connection with this Agreement shall be settled amicably by the Parties failing which the aggrieved Party may take, if the claim is within the pecuniary jurisdiction of the High Court, legal action at the Commercial Division of the High Court.

## **10. BREACH OF AGREEMENT**

- 10.1 If any representation or warranty mentioned in these presents is incorrect or should a party be in default in executing or failing to execute any of its obligations hereunder, any other party shall be entitled to notify the defaulting party in writing with appropriate particulars and if such other party cannot be satisfied as to any corrective action taken in respect thereof or if the inaccuracy is not corrected or the obligations executed within seven (7) days from the date of the written notice, such other party shall have the right to exercise any recourse available in law.
- 10.2 In Case of default, all rights and remedies conferred by this Agreement are additional to and without prejudice to any other rights or remedies under the general law, including any right to specific performance, to claim damages or compensation, any right to rescission and any the statutory remedies.

## **11. EXPENSES AND TAXES**

- 11.1 All taxes, duties or fees and all other such payments incidental to the transactions contemplated by this Agreement shall be paid by the SELLER.

## **12. FURTHER ASSURANCES**

The SELLER shall execute such other documents and do such other acts and things as the PURCHASERS may reasonably require in order perfecting the right, title and interest of the PURCHASER in the Property.

## **13. ANNOUNCEMENTS OR COMMUNICATIONS**

No announcement or communication concerning the terms or conditions of this Agreement shall be made or authorized by any of the Parties before the Completion Date without the prior written consent of the other party except to the extent any statement or disclosure may be required by law.

## **14. COMPLETE AGREEMENT AND AMENDMENTS**

This Agreement constitutes the complete agreement between the parties as to the matters herein dealt with and replaces all other agreements in this regard, if any. This Agreement may not be modified or amended except by written document signed by each of the Parties.

## **15. WAIVER OF RIGHTS**

Except as otherwise provided in this Agreement or in the case of an express written waiver, the fact that either party does not exercise all or any party of its rights which are conferred by this Agreement shall not constitute in any event the waiver or abandonment of the rights not exercised.

## **16. SUCCESSORS AND ASSIGNS**

- 16.1 This Agreement shall inure to the benefit of the Parties and their respective successors and permitted assigns.
- 16.2 It is hereby agreed and declared that the PURCHASER is entitled to assign or transfer the rights and/or obligations under this Agreement to any person or their associate company's subject to the several covenants and obligations contained herein and SELLER shall not raise any objections or requisitions in respect thereof.

**17. NOTICES**

- 17.1 All notices, requests, consents, demands waivers or other communications under or in connection with this Agreement shall be in writing in the English language and shall be sent by hand delivery or by prepaid first class registered air mail to the addresses set forth below;
- 17.2 **In the case of the PURCHASER to;**  
**REGIONAL AIR SERVICES LTD**  
**P. O. Box 14755**  
**Arusha.**
- 17.3 The parties may, at any time, by like notice to each other party designate any other addresses and/or telefax number to which notices and other communications should be transmitted.
- 17.4 Any such notices, requests, demands or communications shall be deemed to have been properly given or delivered as aforesaid to the party to which it was addressed only when it has been received by such party, and in the case of registered mail, on the fourteenth (14<sup>th</sup>) business day following posting, and to prove such posting it shall be sufficient to prove that the envelope was properly addressed, stamped and mailed at a post office.

**18. IMPLEMENTATION OF AGREEMENT**

Each of the parties undertake to take all steps necessary for its implementation and to sign or to have signed from time to time all other documents, contracts or writing and to do, or to see that there is done, all that which is considered necessary in order to fulfill the object of this Agreement and in order to give full effect to all of its provisions.

**19. COUNTERPARTS**

This Agreement may be executed in three (3) counterparts each of which when executed and delivered is an original, but all the counterparts together constitute the same instrument.

**IN WITNESS WHEREOF;-** The parties hereto have executed this Agreement on the day and year first hereinabove written.

**SIGNED, SEALED and DELIVERED**  
By **BOMMA INVESTMENT COMPANY LIMITED.**  
in my presence this  
.....8..... day of **September, 2014** }



**WITNESS;**

Name: ONESMO A. MBISE  
Signature: *Onesmo*  
Postal Address: 1037 - Arusha  
Qualification: DIRECTOR

**WITNESS;**

Name; PURWAICHA JOHN KERALA

Signature; [Signature]

Postal Address: 1037 - ARUSHA

Qualification: SECRETARY

**IN MY PRESENCE;**

Name; MILTON EDEN KERETI

Signature; [Signature]

Postal Address: 1037 Arusha

Qualification: ADVOCATE



**SIGNED, SEALED and DELIVERED**  
By **REGIONAL AIR SERVICES LTD.**  
in my presence this  
..... day of **September, 2014**

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**COMMON SEAL**

**WITNESS TO THE PURCHASER;**

Name; .....

Signature; [Signature]

Postal Address: .....

Qualification: .....

**WITNESS TO THE PURCHASER;**

Name; HANZA TIWA PRETU

Signature; [Signature]

Postal Address: 14755, ARS

Qualification: General Manager.

**IN MY PRESENCE;**

Name; FELIX YOBU KINABO

Signature; [Signature]

Postal Address: P.O. Box 825, ARUSHA

Qualification: ADVOCATE

