

Annexure 2

MWANZA HUDUMA COMPANY LIMITED

PROJECT PROGRESS REPORT 2019 TO 2022

SUBMITTED TO TANZANIA INVESTMENT CENTRE

MAY 2022

- **Introduction**

Mwanza Huduma Company is a transport and logistic company registered in Tanzania as per companies Act of 2002 with registration number **56669**. As part of expansion plans, the company planned to increase its fleet of trucks to better serve clients. In 2019 the company decided to register the project with TIC to enjoy incentives including tax exemptions. Mwanza Huduma Company Limited registered the project in June 2019 and was awarded exemption approval in October the same year. Due to the emergency of CoVID 19 and delays in loan approvals, the company could not buy truck from abroad and therefore did not use the exemption list.

- **Planned Activities for the period**

- To register a project with TIC and acquire approval for tax exemption for the trucks that were supposed to be imported
- To import 150 trucks and increase fleet of company business

- **Achievements made on the project implementation to-date**

- Although we did not import trucks, we were able to buy few trucks locally
- Loan application was approved

- **Corporate information**

S/No.	Information	Description	Current Project Status
1.	Shareholder's Information	a. ZULFIKAR E. NANJI b. ROSEMIN Z. ESMAIL	VALID VALID
2.	Company Communication Information	+255784970971	
		mzahuduma@gmail.com	
		P.O.BOX 459	
3.	Contact Person	AMIT DILIP KARELIA	
4.	Incorporation	56669	
5.	TIN information	109-930-709	
6.	Project Objective	Wholesale of construction materials, hardware, plumbing and heating equipment and supplies	
7.	Capacity	1000 tones per year	
8.	Direct Employment	30	

9.	Indirect employment	5	

• **Project Financial Expenditure to date (USD):**

	Description	Local (USD)	Total (USD)
Land and Buildings	We got free land from Twiga Cement but we built wall and the floor plus small office buildings	300,000	300,000
Plant and machinery			
Vehicles/Aircrafts	<ul style="list-style-type: none"> • Faw & shacmans 48units • Bulk cement traitors 32 units • Tipper traikors 5units • Side tippee20 units 	2090000	2090000
Furniture			
Office equipment	Excavator, roller	110,000	110,000
Insurance Cover	Trucks, bulk trailers and tipper trailers	106877.2	106877.2
Pre-operational expenses		2000000	1000000
Working sub-total capital		2000000	2000000
GRAND TOTAL			5606877.2

• **Project Financing**

	Amount (USD)	
Local Equity	6.9 millions	
Local Loans	-	
Foreign Equity	-	
Foreign Loans	-	
Total Investment	6.9 millions	

- **Problems and Solution**
 - Because of CoVID 19 we could not import the planned vehicles. We decided to buy few trucks locally to help us keep moving
 - There was a delay in bank loan approval but after long follow-up it was approved and now we are ready to import

- **Future Plans**
 - To buy about 150 trucks from abroad and enjoy incentives/tax exemption on the same

- **Recommendations and any other comments**
 - We are looking forward to getting our project certificate of incentives extended and enjoy exemption from TIC/TRA so that we can contribute more to the development of the transportation sector