

***PROGRESS REPORT FOR CHINA RAILWAY MAJOR BRIDGE ENGINEERING
GROUP CO., LIMITED***

Introduction and Background

This progress report is related to the project of CHINA RAILWAY MAJOR BRIDGE ENGINEERING GROUP CO., LIMITED situated at Kinondoni Municipality within Dar es Salaam -Tanzania.

The company in April 2022 made an application for certificate of incentives for the project of Construction and Engineering. As per the company's investment proposal at the time, an amount of **(USD 6,000,000)** was to be invested in the establishment of the said project.

The company as highlighted above has already invested the project amount of (USD 6,000,000) with respect to the construction and engineering services.

In addition to the foregoing, the company has also embarked on an expansion plan by increase more vehicles and machines for construction and engineering services.

The company has further plan for the construction and engineering services projects as well as to acquire a parcel of land for the expansion of the company's business by adding more vehicles and machines for construction and engineering services to the place of yard and warehouse in which can be easily managed and get suitable services.

Below is a brief on the company's projects progress for the last six months and the planned activities for the coming years.

1. Planned activities for the next period

As already highlighted, the company has in process for construction service to modernize and expansion of Lake Victoria Ports Lot 1 for Bukoba Port. As well as intent to acquire pieces of land within Tanzania especially Dar es Salaam, Mwanza, Mtwara and Tanga for yard and warehouse reserve of the trucks for

the constructions and it will embark on the acquisition of all the necessary compliance to acquire the said land.

The company plans in the next 6 to 24 months to import more vehicles and machines for the construction and engineering services to modernize and expansion of Lake Victoria Ports Lot 1 for Bukoba Port and other projects in which will enable to hire more local employees to the company for the operation of the business.

The company is embarking on an expansion strategy to acquire pieces of land for establishing warehouse area in the various regions of Tanzania mainly Dodoma, Arusha, Mwanza, Tanga, Mtwara and Dar es Salaam. The aim is to ensure that the company fulfills its goals of providing affordable and quality services for construction and engineering within the United Republic of Tanzania.

2. Achievements on the project implementation to-date:

The company has managed within a period of Ten Years, to finish some of the project like building of Tanzania Nyerere Bridge at Kigamboni, construction of additional Birth at Mtwara Port, and Tanzanite Bridge Project in Tanzania.

Projects Financing Expenditure to- date:

Item	Foreign	Local	Total
Land and building	USD 5,000	NIL	USD 5,000
Office equipment	USD 30,000	NIL	USD 30,000
Vehicles and Furniture	USD 3,000,000	NIL	USD 4,000,000
Pre-operational expenses	USD 100,000	NIL	USD 100,000
Insurance Cover	USD 400,000	NIL	USD 400,000
Others	USD 350,000	NIL	USD 350,000
Working sub-total capital	USD 100,000	NIL	USD 100,000
GRAND TOTAL			USD 5,515,000

3. Project Financing

The project is being financed mainly by way of shareholder's equity.

The company has so far used foreign equity from the shareholders amounting to **USD 5,515,000**

4. Proposed for more construction and engineering services and acquiring of land for the establishment of warehouse and Yard for construction equipment.

As already highlighted above, the company was incorporated and registered in Tanzania with among several objectives being the setup of an establishing its own warehouse and yards. As part of the company's long-term plan, the company is currently in the process of building Bukoba Port by modernize and expansion of Lake Victoria

5. Problems and Solutions

The company is currently facing problems with respect to the fluctuation in the dollar rate thus affecting the market price for the machines which used by the project.

The company is also facing problems from other competitors whose service are substandard and underpriced.

The company is also faced with delays in the acquisition of the compliance certificates like work and residence permits for its staff.

Solutions

The company has started closely following up on the government authority to ensure that all necessary permits and documents are duly granted.

The company has also embarked on service promotions in the various parts of Tanzania in order to improve and increase its construction and engineering services.

6. Future Plans

The company's future plans are basically in the form of expansion of the investment portfolio to other parts of Tanzania so that the company's business is all over across the country.

Sample Pictures of the current activities at the company's site for the construction and engineering services project

These pictures are for Tanzanite Bridge and Tanzania Nyerere Bridge



