

## **Annexure 2**

### **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
  - Construction of RAMP for Primary crusher
  - Installation of equipment for the Chemical Laboratory
  - Construction of a Tailing Storage Facility
  - Construction and installation of Weigh Bridge
  - Plant Commissioning
  
2. Achievements made on the project implementation to date
  - The company successfully by constructing and installing of primary crusher
  - The company successfully by constructing and installing of secondary crusher
  - The company successfully by constructing and installing of a ball mill
  - The company successfully by constructing and installing of 140m<sup>3</sup> silo for the storage of material
  - The company successfully by Installation of vibrating screen, conveyor system, and feeders
  - The company successfully by constructing and installing of Power Generator and reticulation system
  - The company successfully by constructing and lining VAT-leaching ponds
  - The company successfully by constructing the CIC system
  - The company successfully by constructing and installing of Carbon stripping and elution plant
  - The company successfully by constructing of Chemical Laboratory
  - The company successfully by purchasing Scania Dump Truck
  - The company successfully acquired OSHA and GCLA certificates
  
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	<ul style="list-style-type: none"> <li>• Mohamed Yousif Suliman Bagoush Class Ordinary, shares taken.</li> <li>• Husam Eldin Yousif Suliman Bagosh Class Ordinary, shares taken.</li> <li>• Modathir Ridha Mohammed Ahmed Class Ordinary, shares taken</li> <li>• Musab Abdalaziz Elnaim Mohamed Class Ordinary shares taken</li> </ul>
2	Company communication Information	Email address Mobile Number Land Line Telephone Number Physical Address (Plot No. Block No. Street, District and Region)	<a href="mailto:info@sutapro.com">info@sutapro.com</a> +255763300500  Amani Place 4 <sup>th</sup> Floor Plot No. Block 11, Garden Street/Ohio, Ilala, Dar es Salaam
3	Contact Person	Name Position Communication details (Email, Mobile and telephone)	Musab Abdalaziz Elnaim Mohamed Director +25576300500/ +255689179757
4	Incorporation	Certificate of Incorporation Number	142809419
5	TIN Information	TIN Certificate No.	142 – 809 - 419
6	Project Objective	Project Core Activity	<ul style="list-style-type: none"> <li>• Processing of Gold</li> </ul>
7	Capacity	Project capacity per year	Processing 108,000 tonnes per year
8	Direct Employment	Foreign Men Foreign Women Local Men Local Women	<ul style="list-style-type: none"> <li>• 4</li> <li>• 0</li> <li>• 11</li> <li>• 4</li> </ul>
9	Indirect employment	Type/areas of Indirect employment	<ul style="list-style-type: none"> <li>• Dyanabo Fabian security Company – security Service's</li> <li>• Suma JKT Security Company - Security Services</li> <li>• Sayi Sesagi Makoye Filling station - Fuel Supply</li> <li>• Mashallah Contactors - Construction Services</li> <li>• Kabalezi Enterprise -Cleaning services</li> <li>• Maisha Computers – Computer and accessories Supply</li> <li>• Bammers Enterprises - Limited</li> <li>• Edge consultancy - Admin Consultancy</li> <li>• Imma Advocates – Legal Professional Services</li> <li>• Lexmicus Attorneys - Legal Service's</li> <li>• Safety Security – Safety Items Supply</li> <li>• Sparr Drilling Company LTD -Drilling Holes</li> <li>• Nyota Tanzania – Clearing &amp; Forwarding Services</li> </ul>

			<ul style="list-style-type: none"> <li>• SGS Mineral Services – Laboratory Services</li> <li>• RAHA Hotel – Accommodation Services</li> <li>• ST. Angelus Security - Security Services</li> <li>• Pamoja Mining – Mining Royalty</li> <li>• Kilimanjaro Cable T Limited - Supply of Electrical Material</li> <li>• Photon Construction LTD - Construction Plate Crusher</li> </ul>
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#### 4. Project Financing Expenditure to date (USD)

	Assest Name	Quantity	Purchase Value \$	Other Related Cost \$	Total Assets Cost USD
<b>Machines</b>	Power Generators	4	25,391.49	25,512.52	50,904.01
	Land	2	20,000.00	3,500.00	23,500.00
	CIC Plant	1	360,239.78	55,359.25	415,599.03
	Crusher Line	1	469,408.00	87,348.58	556,756.58
	Electric Transformer	1	12,925.53	21,313.02	34,238.55
	Small Geberator	1	2,642.55		2,642.55
	Compressor	1	7,659.57		7,659.57
	Winsh	2	19,091.49		19,091.49
	Digger	2	1,676.60		1,676.60
<b>Total</b>					<b>1,112,068.37</b>
<b>Motor Vehicles</b>	Scania Dump Truck	1	33,771.41	17,691.15	51,462.55
<b>Total</b>					<b>51,462.55</b>
<b>Computers</b>	Full Set Cumputers	6	1,489.36		1,489.36
	Laptobs	3	709.96		709.96
<b>Total</b>					<b>2,199.32</b>
<b>Office Furnuture</b>	Chairs	15	4,255.32		4,255.32
	Office Tables	5	1,725.53		1,725.53
	Work Station Table	1	872.34		872.34
<b>Total</b>					<b>6,853.19</b>
<b>Printing Machines</b>	Canon Printer	1	212.77		212.77
	HP printer	3	382.98		382.98
	Scanner	1	106.38		106.38
<b>Total</b>					<b>702.13</b>
<b>Total Assets Cost USD</b>					<b>1,173,285.56</b>

#### 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
Foreign equity	1,333,285.56	<ul style="list-style-type: none"> <li>• Sudan</li> </ul>
<b>Total Investment</b>	<b>1,333,285.56</b>	<ul style="list-style-type: none"> <li>• Sudan</li> </ul>

## **6. Problems and Solutions**

The company has faced the following operational issues

- Availability of raw material – currently the company is facing a challenge of obtaining 300 tonnes of ore per day to feed the crusher. The short term solution for this is to buy ore rocks from small scale miners around Kahama region. In a long range the company is seeking to enter into a technical support contract with a PMLs owners
- High costs of transportation – the current model of consolidation of rocks from small scale miners in different areas around Kahama district results into high cost of transportation and therefore production. In the future when we establish the contract will reduce this costs
- Double taxation in transportation of rocks to the plant – this happens when we financially and technically support the small scale miners. The company pays the royalties in the mining sites that will also be paid in the end product. Wherever possible the government need to look at the way to avoid this double taxation provided that

## **7. Future Plans**

- Construction of Tailing Storage Facility – the company is about to start the TSF construction procedures
- Construction of CIL tanks – in order to increase capacity and recovery of gold from solution the company has a future plans to install CIL tanks
- Owning a PL for conducting a detailed geological exploration
- Acquire a Mining License – the current source of ore rocks will not be sufficient and economy to run the plant in its full capacity. The company will be seeking an opportunity to acquire a mining license to operate an open pit or underground mining. This will provide a stable supply of raw material to the plant

## **8. Recommendations and any other comments**

Sutapro Company Ltd is owning a plant for processing gold material and so the company is expecting to have a good relationship with the government and community to support its operation. One of the key issue is to source the stable supply of rocks from all around the area. In this period the company need support from the government and its institutions, community to help achieve its objectives.