

**TANZANIA INVESTMENT CENTRE
DAR ES SALAAM
Mainland Group Argo Process Tanzania Company Limited.
PROGRESS REPORT**

1. Planned Activities for the period

Mainland group ago process Tanzania company limited is proposed a project of **sunflower oil extraction** plant in central Tanzania. The project office will be located in the Dodoma City at **Veyula - New City in Block No. AH, Plot No. 1 in Dodoma city.**

2. Achievements made on the project implementation to date:

The activities that have been undertaken from the project is that the company buy a land for building of the factory at veyula, new city, Dodoma and now the company follow other process for tittle deed and building permit of the project.

3. **Project Financial Expenditure to date:**

the project will be financed by shareholders contribution and loan in as shown below

The total investment cost is **10,795,199 US\$**

S/N	ITEMS	US\$
1.	Land and building	951,594
2.	Machinery & equipment	4,500,000
3.	Motor vehicle	599,025
4.	Furniture & fixtures	244,500
5.	Operational expenses initial working capital	3,000,000
6.	Initial working capital	1,500,000
	GRAND TOTAL	10,795,119

4. Project Financing

The project will be financed by shareholders contribution, equity and loan in as shown below

The total initial investment of **10,795,119 US\$** shall be financed as followed;

SOURCE	US\$
FIXED ASSETS	
Equity (40%)	1,918,047
Long term loan (60%)	4,377,069
Sub total	6,295,116
Working capital	
Bank overdraft (75%)	1,875,000
Equity (25%)	2,265,000
Sub total	4,500,000
GRAND TOTAL	10,795,119

5. Problems and Solution

The problem that we management encountering in executing the project it's the delay of documentation from the government as for now and we are working with the government office to speed up the process for the project to start.

6. Future Plans

The future plan of the company is to make a plant of sunflower oil extraction and our sunflower oil will be light to taste and is therefore prepared for cooking in many regions throughout the world. The sunflower seed goes through five steps of refinery to get free cholesterol, the increasing demand for the local sunflower processer; it will have the best quality due to the good refined processes

- a) Yes, there is secured market due to the demand of the customers that they need cooking oil that has a free cholesterol for their good health and it's refined into good process.
- b) The characteristics of the main customers (types of buyer) are;
 - i) **Wholesales**
 - ii) **Supermarkets**
 - iii) **Distributors**
- c) The other potential market are the **supermarkets**
- d) The marketing instruments that we intended to exploit are;
- local agents and the direct approach

7. Recommendations and any other comments

- The investor recommend that government and investor should join forces to improve/speed up for investor to get all the necessary document so that they can proceed with the implementation of the project.
- To increase the visibility between government and investors for any of the support options to strengthen this coordination.
- Communication and training campaigns that allow Tanzania investment Centre to have realistic approach to the investors.

8. Labour;

