

21st JUNE 2022

TO

THE EXECUTIVE DIRECTOR,
TANZANIA INVESTOR CENTRE,
P.O. BOX 938,
DAR-ES-SALAAM,
TANZANIA.

CERTIFICATE NO: 20208128

COMPANY NAME: SIMBA PIPE INDUSTRIES LTD

PROJECT STATEMENT: TO UPGRADE / ENHANCE THE HDPE uPVC PIPE PRODUCTION FACILITY SITUATED
IN CHANG'OMBE INDUSTRIAL AREA

SUBJECT : ADDENDUM 2

Dear Sir,

In reference to the above mentioned subject and project specifics. We write this letter to you to take into consideration the addendum into previously submitted project plan and investment breakdown.

Kindly take note we wish to add a few items to the previously mentioned ANNEXURE 01- Estimate cost of equipment REV 1 which was the first addendum to our initial submission in 2020.

With this letter please find attached the revised ANNEXURE 01 REV 2 with inclusion of the additional equipment and a detailed breakdown of investments as decided by SPIL management.

The total investment now would be increased from USD 2,407,815/- to USD 3,176,403/-

With the addition of additional machinery the financing structure of the investment will now be as follows:

- 23.6% Local Loan (USD 750,550.00)
- 76.4% Local Equity (USD 2,425,853.00)

Kindly acknowledge receipt of this letter and revert with any necessary additional actions to be taken from our side.



With warm regards

On Behalf of Simba Pipe Industries Ltd

Jitin P Singh

General Manager

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jitin@simbapipe.co.tz



ESTIMATED COST OF EQUIPMENT REQUIRED TO UPGRADE / ENHANCE THE PRODUCTION FACILITY:					
Sno	Item Description	Qty	Approx Cost -USD		
			FOB	Freight	Total CFR
1	HDPE Production Line 25mm to 110mm	1 SET	280,000	5,500	285,500
2	HDPE Line Production 110mm to 400mm	1 SET	555,000	6,500	561,500
3	Chiller 499KW	1 SET	45,650	4,350	50,000
4	LF Printer for Product Printing	4 Pcs	24,800	3,100	27,900
5	Automatic Coiler Big	2 Set	120,000	7,000	127,000
6	Automatic Coiler Small	2 Set	163,200	5,000	168,200
7	PE Grinder	1 SET	114,000	3,500	117,500
8	Air Compressor	1 SET	20,000	2,500	22,500
9	UPS 600 KVA	1 SET	135,000	6,000	141,000
					1,501,100
	Financed by:				
	Local Bank Loan	50%	USD		750,550
	Local Equity	50%	USD		750,550

DATED: 11/10/2021

ADDITIONAL EQUIPMENT TO ANNEX 01 - Addendum 1					
Sno	Item Description	Qty	Approx Cost -USD		
			FOB	Freight	Total CFR
1	UPVC PRODUCTION LINE 110MM TO 450MM	1 SET	752,450	17,400	769,850
2	UPVC PULVARIZER	1 SET	131,765	5,100	136,865
					906,715
	Financed by:				
	Local Equity	100%	USD		906,715

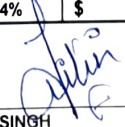
Total Planned Investment (as of october 2021)				\$ 2,407,815.00
Total Financing Breakdown				
Local Bank Loan			31.2%	\$ 750,550.00
Local Equity			68.8%	\$ 1,657,265.00

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ADDITIONAL INVESTMENTS PLANNED(Addendum 2) (in addition to initial investment and addendum 1) - 21st JUNE 2022						
Sno	Item Description	Qty	Approx Cost -USD			REMARKS
			FOB	Freight	Total CFR	
1	Butt Fusion Welding Machine	2 Set	18000	2790	20790	
2	SHG630 Workshop Fitting Machine & SHG630 Y Clamps for making Y Fittings	1 Set	175300	5900	181200	
3	Crane Mounted Truck 10 Ton	1 Unit	60000	15000	75000	
4	Double Cabin Pickup	1 Unit	30000	-	30000	This is will also mostly be a local supplier , the amount is vat exclusive
5	5 Ton Fork Lift	1 Unit	45000	3500	48500	
6	5 Ton Truck Box Body	1 Unit	25000	4500	29500	
8	Generator Small upto 30 KVA	1 Unit	13500	0	13500	This is from a local supplier and amount is vat exclusive , but ex works dsm facility
9	Generator Big 1000 to 1500 KVA	1 Unit	358723	0	358723	This is from a local supplier and amount is vat exclusive , but ex works dsm facility
10	Water Cooled Chiller and ancillaries	1 Unit	10500	875	11375	
				100% Local Equity	\$ 768,588.00	B

Total Planned Investment (as of june 2022)				\$ 3,176,403.00
Total Financing Breakdown				
Local Bank Loan			23.6%	\$ 750,550.00
Local Equity			76.4%	\$ 2,425,853.00

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SIGNATURE: 
NAME: JITIN P SINGH
DESIGNATION: GENERAL MANAGER
ENTITY: SIMBA PIPE INDUSTRIES LTD

