

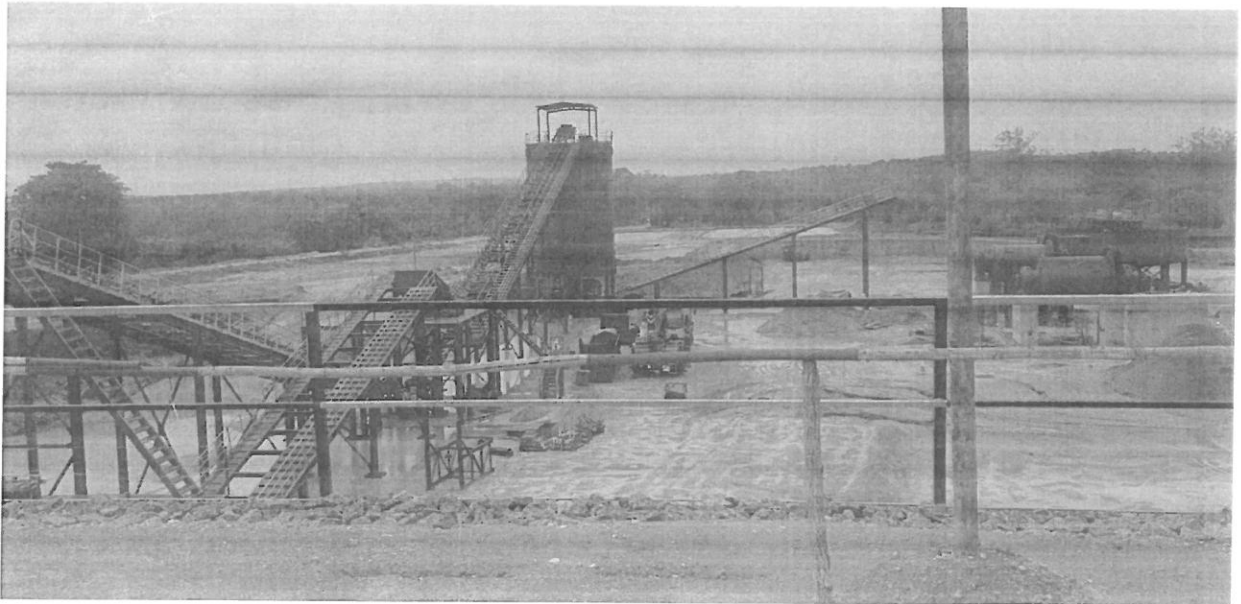
TANZANIA INVESTMENT CENTRE

DIRECTORATE OF INVESTMENT FACILITATION



EASTERN ZONE

**REPORT ON PROJECT VERIFICATION VISIT TO LINDI JUMBO LIMITED
CONDUCTED ON 24TH JANUARY, 2023**



January, 2023

1.0 PROJECT PROFILE

Company Information				
S/N	Item	Description		
1.	Company Name	Lindi Jumbo Limited		
2.	Project Location	Matambarale Village, Ruangwa District, Lindi		
3.	Projects' Core Activities	To establish and operate graphite processing plant		
4.	Address & Mobile Number	P.O.Box 7495, Dar es salaam Phone No. +255 746 828546 E: mail: info@lj.co.tz		
5.	Contact Person (s)	Name: Rachel Songo Position: Director Phone No: +255 784 777665		
	Shareholders	Name	Nationality	% Shares
		Walkabout Australia Pty Ltd	Australia	95%
		Reveal Pty Ltd	Australia	5%

- | | |
|---------------------|-------------------|
| 1. Fidelis Obanga | TIC (Team Leader) |
| 2. Abdul Songoro | TIC/BRELA |
| 3. Navone P. Kisaka | TIC /NEMC |

The team was accompanied by Mr. Paul Mashauri (Government Liason and Community Manager) representing Lindi Jumbo Limited.

3.1 Objective of the visit

The main objective of the project verification visit (PVV) was to verify the project development status which would justify the reasons for Col extension application.

3.2 Specific Objectives

The followings were specific objectives for the visit;

- i. To oversee the progress of the project.
- ii. To interview and gather information from the applicant regarding the Col extension application.
- iii. To take copies of relevant document /photos as evidence for Col extension application.
- iv. To conduct a visit in the site to verify progress of construction activities

Findings of the team will facilitate the management to make decision whether the Company qualifies for extension of Col or not.

4.0 FINDINGS AND/OR OBSERVATIONS

Through discussion with representatives of the investor and physical observation during PVV, the team found the following: -

- i. The graphite processing plant is established within the Mining License (ML) No.579/2018 covering an area of 6.8km²;
- ii. Main objective being to process graphite from graphite ore which is mined within the ML area;
- iii. The processing plant is under installation and contains three units namely crushing, water and drying, classification and packaging units. Crushing

1. Financial constrains since after investing USD 19m, the company expected to acquire loan from CRDB bank who already entered into an agreement with the company for the loan. The company ready deposited USD 12 Million to the CRDB bank, however when time for loan was due, the bank came out with guarantor condition which could not be met thus failure to acquire the loan.
2. This was a setback to timely project accomplishment however, company shareholders started to seek for foreign equity to expedite project implementation. Currently the funds have been raised and project implementation is underway.

4.2 Future Plan of the Lindi Jumbo Ltd

The investor plans to request for extension of the mining area to have more reserve of graphite ore for processing. So far, the Northern part (out of the existing ML) has shown potentials for the reserve thus the plan is to request for exploration towards Northern side from ML area.

5.0 RECOMMENDATIONS

In view of the findings observed during the project visit, the team recommends TIC management to grant one-year extension due the following reasons: -

- i. This is the first extension the investor is applying after being granted Col with three (3) years implementation period that ends March 2022;
- ii. Project development is underway where the project has been developed to about 60%;
- iii. Consultation with TRA desk has revealed that, according to the nature of the project and the existing legislations, the investor cannot enjoy fiscal incentives on importation of neither capital good nor deemed capital goods under TIC registration. However, extension of the certificate will allow the investor to keep enjoying non fiscal incentives and perhaps along investment journey amendments of the legislations can be done which will favour the investor to enjoy fiscal incentives;

PHOTOS OF THE SITE



Pic 1. Crusher plant under construction



Pic 2. Processing machines waiting for assembly