

**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 **edible oil extraction and transportation** plant with transportation business 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 **60,000,000 US\$**

S/N	ITEMS	US\$
1.	Land, building, Machinery & equipment	41,057,265
2.	Motor vehicle (30 trucks-horses & trailers)	2,400,000
4.	Operational expenses initial working capital	5,573,175
5.	Initial working capital	10,969,560
	<b>GRAND TOTAL</b>	<b>60,000,000</b>

#### 4. Project Financing

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

The total initial investment of **60,000,000 US\$** shall be financed as followed;

<b>SOURCE</b>	<b>US\$</b>
<b>FIXED ASSETS</b>	
Equity (40%)	17,382,906
Long term loan (60%)	26,074,359
<b>Sub total</b>	<b>43,457,265</b>
<b>Working capital</b>	
Bank overdraft (75%)	12,407,051
Equity (25%)	4,135,684
<b>Sub total</b>	<b>16,542,735</b>
<b>GRAND TOTAL</b>	<b>60,000,000</b>

#### 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 processor; 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;**

