

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

The company will take over the cropping business units from its sister company Silverlands Tanzania Limited to establish a larger integrated cropping business in Tanzania.

The business will focus on local and export seed production. The company will focus on specific varieties that will yield a positive return for the business.

2. Achievements made on the project implementation to date

The company successfully established an avocado plantation on far.

The company was able to construct 16,000-tonne silos for seed storage.

The company successfully set up a hydro plant for the generation of electricity on a farm.

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	1. Silverlands Luxembourg (T2) Sarl from Nationality: Luxembourg owner of 38,258,310 ordinary shares. 2. Silverstreet Private Equity Strategies Soparfi Sarl from Luxembourg owns 1 ordinary share.
2	Company communication Information	Email address Mobile Number Land Line Telephone Number Physical Address (Plot No. Block No. Street, District and Region	Email address: info@immma.co.tz Telephone: Land Line Telephone: +255 22 2211080 Physical address: IMMMA House, Plot No. 357, House No. 102, United Nations Road, Upanga Street, Dar Es Salaam-Tanzania

3	Contact Person	Name Position Communication details (Email, Mobile and telephone	Albert Bararata Finance Manager albert@silverlands.co.tz +255754859320
4	Incorporation	Certificate of Incorporation Number	36542
5	TIN Information	TIN Certificate No.	125-506-194
6	Project Objective	Project Core Activity	Cropping and Agriculture
7	Capacity	Project capacity per year	US\$7 million per annum
8	Direct Employment	Foreign Men Foreign Women Local Men Local Women	3 0 84 39
9	Indirect employment	Type/areas of Indirect employment	799 (task-based contractors)

4. Project Financing Expenditure to date (USD)

Details USD	TOTAL Cost 31/12/2022
Land	2,683,041
Buildings	3,304,629
HDV Vehicles	1,595,290
MV-Passengers	108,885
Furniture/Equipment	125,120
Plant & Machinery	11,707,417
Other Equipment	56,896
Farm Infrastructure	466,000
Bear Plants - Avocado	1,054,755
Working capital	9,241,601
Total	30,344,634.53

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
Local equity	0	
Local loans	6,007,128.65	Tanzania
Foreign equity	7,476,005.88	Luxembourg
Foreign Loans	16,861,500.00	Luxembourg
Total Investment	30,344,634.53	

6. Problems and Solutions

The company has faced operational issues finding it difficult to determine the optimal commodity mix to grow in sum and winter. Low yields, high input costs, COVID 19 and the impact of the Russia/Ukraine conflict have affected the business. Current solutions are as follows.

- Planting high-value seed crops where prices are contracted in Dollars or Euros
- growing seed beans for export and seed potatoes for local purchase
- establishing a +400ha avocado plantation and export business
- being better at extracting Group synergies, e.g. growing commercial maize for sister company Silverlands Tanzania

7. Future Plans

The cropping division housed within Silverlands Tanzania Limited's sister company will be transferred to Silverlands Ndolela to form a consolidated cropping business.

The company will continue to focus on producing seed maize, potatoes, and avocados in short to medium term. No further expansion of capital expenditure is expected during this period.

8. Recommendations and any other comments

None at present