

Date: June 9th 2023

Annexure 2

**TANZANIA INVESTMENT CENTRE
DAR ES SALAAM**

PROGRESS REPORT

COMPANY NAME: AFRICHINA CONSOLIDATED INDUSTRIES LIMITED

PROJECT: AFRICHINA CONCRETE POLE FACTORY, KIKOMBO, DODOMA

1. Planned Activities for the period
Production of 1,117 pieces of 13 Metre concrete poles and 10 pieces of 15 Metre concrete poles as per our first supply contract to State Grid Electrical & Technical Works LTD.

Source for working capital funding for such inquiries with limited years of experiences as new entrants in the market.
2. Achievements made on the project implementation to date:
 - Factory construction and buildings on site have been done to an operational stage
 - Factory already operating at a 50% capacity
 - 80% of machinery required as per our project plan, including a crusher, are already at factory site.
 - First order secured for 1,127 concrete poles
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. Mega Movers Limited, Tanzanian – 51% 2. Yao Di, Chinese – 40% 3. Zhihao Zheng, Chinese – 4.5% 4. Zhiqing Yan, Chinese – 4.5%
2.	Company Communication Information	Email address	info@megamoversltd.com mwmarealle@gmail.com
		Mobile Number	+255 782 756 843 +255 784 787 072

		Land Line Telephone Number	+255 766 779 205
		Physical Address (Plot No., Block No, Street, District and Region)	First Floor, Millenium Towers 2. DSM And; Kikombo, Dodoma.
3.	Contact Person	Name	Mary William Marealle
		Position	
		Communication Details (Email, Mobile and telephone)	+255782756843 +255713236535 mwmarealle@gmail.com info@megamoversltd.com
4.	Incorporation	Certificate of Incorporation No.	142194686
5.	TIN information	TIN Certificate No.	142-194-686
6.	Project Objective	Project Core Activity	Manufacturing of Concrete electricity poles and aggregates
7.	Capacity	Project Capacity per Year	36,000 poles, 720,000 Cubic Meters
8.	Direct Employment	Foreign-Men	8
		Foreign-Women	0
		Local-Men	120
		Local-Women	13
9.	Indirect employment	Estimated Total No.	200
		Type/areas of Indirect Employment	Suppliers/Marketing/DayWorkers

4. **Project Financial Expenditure todate (USD):**

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	-	211,000	211,000
Plant and machinery	850,000	121,000	971,000
Vehicles/Aircrafts	260,000	0	260,000
Furniture	-	13,000	13,000
Office equipment	-	20,000	20,000
Insurance Cover	-	0	0
Pre-operational expenses	-	180,000	180,000
Working sub-total capital	-	600000	600,000
GRAND TOTAL	1,110,000	1,145,000	2,255,000

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	Tanzania
Local Loans	0	Tanzania
Foreign Equity		
Foreign Loans		
Total Investment		

6. Problems and Solution

Explain problems, which the management is encountering in executing the project and the steps being taken to solve them.

Problem	Steps Taken
1. Securing Land Title	Request TIC and the likes guarantee for such so as to fast track working capital overdraft facilitation by bank
2. Customs estimates unpredictability	Request Duty Remissions for some unique materials like carbon wires only found in China
3. Reliable water supply	Continued exploration on the area
4. Security: Project site has been robbed twice	Already hired armed security and Expected reinforcement of Factory site fence
5. Working capital	Applied for bank facility however dragging due to lack of land title which is processing is overdue

7. Future Plans

Explain future plans for the next coming six months and planned financial Commitments

The next six months are dedicated to;

1. Increasing 13 Meter pole production and delivery for already existing order
2. Securing working capital bank facility for increased production capacity
3. Source for equity partners and/or funding to improve our logistical operations – supply at least 25 trucks
4. Marketing and Branding

8. Recommendations and any other comments

- Despite the inevitable bureaucracies of compliances, it was of great importance to have all bodies responsible through the project implementation process in line with goals of TIC so as to easy investors navigation towards the same. More bodies suggested here could include Land/Title issuing authorities, NEMC, OSHA, Fire and the likes.