

PROGRESS REPORT

TIC CERTIFICATE NO. 041432-01 DATED 22/12/2011

PANAFRICA ENTERPRISES LIMITED

P.O. BOX 21207, PLOT NO. 181/B/1, SAZA ROAD, OPP. KIOO LTD.

CHANG'OMBE, DAR ES SALAAM, TANZANIA.

(I) Planned Activities for the period:

Expansion project of Foam mattresses and allied products manufacturing machinery at Plot No. 181/B/1, Saza Road, Chang'ombe Industrial area in Dar es Salaam.

Period covered: January 2012 to August 2024.

(II) Achievements made todate:

- (1) Mattress Tape machines installed and started manufacturing of Mattress tape which was imported earlier.
- (2) Spring Mattress manufacturing started.
- (3) Increased/Installed further Production capacity of 5000metric ton per annum with installing new advance imported machineries.
- (4) Constructed three storey building to cater expansion of the manufacturing capacity.
- (5) 100 New employments created.
- (6) Turnover increased from Tsh 31,752Mil. in 2011 and to Tzs.71,135Mil. in 2023 with corresponding increase as listed below in contribution like Paye, Skills Development Levy, City Service levy, VAT and Corporate Tax.

<u>Particular</u>	<u>2011 (Tsh)</u>	<u>2023 (Tsh)</u>
PAYE	115,220,476	950,842,272
Skills Development Levy	47,360,641	185,838,440
City Service Levy	96,846,544	214,362,112
VAT	5,634,457,052	9,593,768,901
Corporate Tax	425,546,138	2,934,713,697
Total	6,319,430,851	13,879,525,422

(III) Project Financial Expenditure todate: (In US\$)

<u>Particular</u>	<u>Foreign</u>	<u>Local</u>	<u>Total</u>
Land and Buildings	-	964,832	964,832
Plant and machinery	1,296,543	-	1,296,543
Vehicles/Aircrafts	270,426	12,338	282,764
Furniture/Office Equipment	-	18,000	18,000
Insurance Cover	-	22,140	22,140
Preoperational Expense	10,000	5,000	15,000
Working Total Capital		100,000	100,000
Total	1,576,969	1,122,310	2,699,279

(IV) Project Financing:

Sr.	Finance by	Amount (US\$)
1	Equity/Retained Earning	2,699,279
2	Exim Bank	0
	Total	2,699,279

(V) Problems and Solution:

This Project is located in Chang'ombe Industrial Area Dar es Salaam, however Road Infrastructure at Saza Road and Mwakalinga Road are in a pathetic condition, at stage where movement of vehicles at times become impossible (Particularly in rainy season).

Restoration of Roads for easy passage of vehicles is the need of hour for smooth running of business.

(VI) Future Plans :

Expansion of Mattress Manufacturing with premier products.

(VII) Projected Financial Expenditure : (In US\$)

<u>Particular</u>	Amount (US\$)
Plant and machinery – Mattress Tape	200,000
Vehicles/ Furniture/Office Equipment	50,000
Preoperational Expense	50,000
Working Total Capital	200,000
Total	500,000

(VIII) Projected Financing:

Sr.	Finance by	Amount (US\$)
1	Equity/Retained Earning	400,000
2	Bank Loan	100,000
	Total	500,000