

**TANZANIA INVESTMENT CENTRE
DAR ES SALAAM
PROGRESS REPORT**

(Information required for the project's progress report after every six months)

1. Planned Activities for the period
 - Acquisition of property to facilitate warehousing and logistics operations
 - Expand the investments in other regions in Tanzania
 - Export of tea to other East African Countries

2. Achievements made on the project implementation todate:
(i.e. from the date the project was approved to the date of writing the report)
 - Successfully set up the manufacturing site in Mbezi Beach
 - Employment of more than 300 Tanzanians

3. Describe the status of activities that have already been undertaken e.g. construction of buildings, acquisition of supplies, installation of equipment, etc.
 - Construction of Industrial site in Mbezi Beach
 - Acquisition of warehousing facility at Mapinga Area, Bagamoyo
 - Expansion of logistics from 3 trucks to 15 trucks

4. 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	<p>a. ADAN ABDI MUSA Kenyan, owns 45% of shares.</p> <p>b. MOHAMED HASSAN MAALIM Kenyan, he owns 45% of shares.</p> <p>c. ADAM ARAYS AHMED Canadian, he owns 10% of the shares.</p>
2.	Company Communication Information	Email address Mobile number, Landline, Telephone Number, Physical Address (Plot No Block No.Street, District and Region.	<p>Address:</p> <p>P.O. Box 66601, Mbezi Industrial Area, Plot No. 76601, Kawe Ward, Kinondoni-Dar es Salaam, Tanzania.</p> <p>Email - contact@chaileo.com</p> <p>M: +255 692 108 114</p>

3.	Contact Person	Name Position	AHMED IBRAHIM ADAN Company Secretary
		Communication details (email, Mobile and telephone)	Email-<u>contact@chaileo.com</u> M: +255 692 108 114
4.	Incorporation	Certificate of Incorporation No.	103730
5.	TIN Information	TIN Certificate No.	124-509-041
6.	Project Objective	Project core activity	a. 1079-Manufacture of other food products n.e.c, Main activity b. 0127- Growing of beverages crops, Main activity. c. 4630- Wholesale of food, beverages and tobacco, main activity
7.	Capacity	Project Capacity per year	USD 1 Million
8.	Direct Employment	Foreign -Men	3 Employees
		Foreign- Women	2 Employees
		Local -Men	150 Employees
		Local-Women	70 Employees

9.	Indirect Employment	Estimated Total No.	1500 Employment
		Type/areas of indirect Employment	2500 Employment

5. **Project Financial Expenditure to date (USD)**

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	US\$ 2Million	TZS 700Million	US\$ 2.5 Million
Plant and machinery	US\$ 1.5Million	TZS 1 Billion	US\$ 2 Million
Vehicles/Aircrafts	US\$ 1.5Million	TZS 1.5 Billion	US\$ 2.2 Million
Furniture	US\$ 100 Thousand	TZS 450 Million	US\$ 200 Thousand
Office equipment	US\$ 50 Thousands	TZS 200 Million	US\$ 100 Thousands
Insurance Cover	US\$ 100 Thousands	TZS 100 Million	US\$ 1.5 Thousands
Pre operational expenses			
Working sub-total capital	US\$ 1 Million	TZS 2 Billion	US\$ 2 Million
GRAND TOTAL	US\$ 6,250,000	TZS 5,950,000,000	US\$ 10,500,000

6. 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		Tanzania
Local Loans	1 Billion	Tanzania
Foreign Equity	US\$ 3 Million	Kenya
Foreign Loans		
Total Investment	US\$ 3.5 Million	

7. Problems and Solution

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

- **Electricity interruption**
- **Logistics and access to interior Markets**
- **Expensive loan and high interest rates from Local Banks**

8. Future Plans

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

- **To Continue to invest and expand the operations in other parts of the country. This includes acquisition of properties to facilitate our warehousing as well as logistical operations**

9. Recommendations and any other comments