

## 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
  - i. To complete transferring processes of acquiring ARM lime factory
  - ii. Commissioning of the second production line
  - iii. To complete construction of power plant

2. Achievements made on the project implementation to date

(i.e. from the date the project was approved to the date of writing the report)

Describe the status of activities that have already been undertaken e.g. construction of buildings, acquisition of supplies, installation of equipment, etc.

From approval day to date Maweni Company Limited has archive the following;

- i. Constructing power plant station by using Coal and biomass technology to produce 15MW for producing electrical power and thereby reduce the energy consumption of the plant.
  - ii. Revamped Mkuranga plant which was abandoned for many years, make necessary rehabilitation and stated production activities.
  - iii. Expanded our business from cement and clinker manufacturing to hiring of trucks and other building materials.
  - iv. Completed construction of the second production line, this will boost Maweni's production capacity.
  - v. Improving the emission controls system in order to bring the plant performance in compliance with laws and regulations.
  - vi. Improving the safety standard of the plants, and adhering with government requirements.
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	Huaxin (Hong Kong) International Holding Limited own 10% of shares  Huaxin Hong Kong (Tanzania) Investment Limited own 90% of the shares
2	Company communication Information	Email address Mobile Number Land Line Telephone Number Physical Address (Plot No. Block No. Street, District and Region)	Emai: hxmaweni@huaxincem.com. Mobile : 0679904435 Address : Plot No. 33 & 34, block C, Kange Industrial Area, Muheza Road, Tanga
3	Contact Person	Name Position Communication details (Email, Mobile and telephone)	Jenipher Patrick Officer 0679904435 jenipherpatrick@huaxincem.com
4	Incorporation	Certificate of Incorporation Number	59140
5	TIN Information	TIN Certificate No.	107-053-670
6	Project Objective	Project Core Activity	Cement and Clinker Plant
7	Capacity	Project capacity per year	Clinker : 2.2 Mtpa Cement : 1.8 Mtpa
8	Direct Employment	Foreign Men Foreign Women Local Men Local Women	Foreign Men:76 Foreign Women:7 Local Men:403 Local Women:41
9	Indirect employment	Type/areas of Indirect employment	Total of 3 <sup>rd</sup> party employees: 250

#### 4. Project Financing Expenditure to-date (USD)

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings		32,363,886.2	
Plant and machinery		234,840,246.2	
Vehicles/Aircrafts		3,959,511.7	
Furniture			
Office equipment		423,729.04	
Insurance Cover			

Pre-operational expenses			
Working sub-total capital			
<b>Grand Total</b>		<b>271,587,373.14</b>	

## 5. Project Financing

Explain how the project is being financed e.g equity, loans, sources of loans, conditions etc. see table below:-

	<b>Amount (USD)</b>	<b>Source Country</b>
Local equity		
Local loans		
Foreign equity	122,800,000	China
Foreign Loans	<b>7.5 million</b>	China
<b>Total Investment</b>		

## 6. Problems and Solutions

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

- i. Electricity problem, Maweni received electricity from TANESCO which is not enough and even cause voltage fluctuation and hinders production activities. The solution is we constructed a power plant which will be commissioned this year.

## 7. Future Plans

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

- i. Start second production line it is planned to produce 2.1 million tons of clinker and 1.9 million tons of cement this year.
- ii. Completion of power plant to resolve electricity problem.
- iii. Commission of lime plant after acquiring it from ARM Tanzania.

## 8. Recommendations and any other comments