

KOM FOOD PRODUCTS COMPANY LIMITED

PROJECT PROGRESS REPORT

FOR

THE PERIOD OF SEPTEMBER 12TH NOVEMBER 2018 -MAY 2024

1.0 Introduction

KOM FOOD PRODUCTS COMPANY LIMITED is a company registered in Tanzania under with Certificate of Incorporation. No. 137146dated 15th August 2017

The current shareholders of the company are listed below:

Name of subscriber	% of shares	Nationality
Mhoja N. Kabalo	19	Tanzania
Joyce N. Nkwabi	10	Tanzania
Jesca M.Nkwabi	10	Tanzania
Jenifer M. Nkwabi	10	Tanzania
KOM GROUP OF COMPANIES	51	Tanzania

1.1 Project Location

1.1.1 The project is located at Plot No.9, Block A, Shunu, Kahama, Shinyanga

2.0 Project and company Provide information

3.	Contact Person	Name	Mhoja Kabalo
		Position	Director
		Communication Details (Email, Mobile and telephone)	Email: mhojankwabikabalo@gmail.com, kahamaoilmilltd@yahoo.com/ kahamaoilmilltd@iwayafrica.com Tel: +255767780777/0754780777
4.	Incorporation	Certificate of Incorporation No.	No. 137146
5.	TIN information	TIN Certificate No.	No. 135-270-709
6.	Project Objective	Project Core Activity	production of Beverages and packaging materials (Bottles)
7.	Capacity	Project Capacity per Year	6m of pp buckets, 500,000 HDPE jerry cans, 12m cartons of beverages per year

8.	Direct Employment	Foreign-Men	0
		Foreign-Women	0
		Local-Men	10 (construction stage)
		Local-Women	5
9.	Indirect employment	Estimated Total No.	70
		Type/areas of Indirect Employment	food suppliers, drivers, vendors, security guards, etc.

5.0 Project Implementation

Project implementation period November 2018 –May 2024

6.0 Planned Project Investment Cost

The project investment cost was estimated to be as follows:

Land and Buildings	2,000,000.00
Machinery & Equipment	8,675,000.00
Motor Vehicles	6,300,000.00
Furniture & Fixtures	10,000.00
Pre exp	15,000.00
Others	1,000,000.00
Working Capital	2,000,000.00
TOTAL	20,000,000.00

7.0 Project Financing Plan

On completion, the project is planned to be financed as below:

	Amount (USD)	Source Country
Local Equity	NIL	NA
Local Loans	NIL	NA
Foreign Equity	NIL	NIL
Foreign Loans	20,000,000	France
Total Investment	20,000,000	France

7.1 Project Financial Expenditure to Date (USD):

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	2,000,000	NIL	2,000,000
Plant and machinery	8,675,000	NIL	8,675,000
Vehicles/Aircrafts	NIL	NIL	
Furniture	NIL	NIL	
Office equipment	NIL	NIL	
Insurance Cover	NIL	NIL	
Pre-operational expenses	1,000,000	NIL	1,000,000
Working sub-total capital	NIL	NIL	NIL
GRAND TOTAL	11.675,000		11,675,000

NOTE. Currently, technicians are installing production machines

7.2 Project financing to date

Explanation of how the project is being financed to date

	Amount (USD)	Source of Country
Local Equity	NIL	
Local Loan	NIL	
Foreign Equity	NIL	
Foreign Loan	11,675,000	France

8.0 Planned Employment Creation

On completion, the company planned to create employment has summarized below:

Employees Distribution Summary

Employment	Foreign Skilled	Local Skilled	Local Unskilled	Total
Women	5	10	50	65
Men	20	40	75	135
TOTAL	25	50	125	200

8.1 Actual Employment Created to Date

The company has employed 15 Tanzanians and; the details is summarized below:

Employees Distribution Summary

Employment	Foreign Skilled	Local Skilled	Local Unskilled	Total
Women	0	3	2	5
Men	0	8	2	10
TOTAL	0	11	4	15

Note: the project is in the construction stage and almost completed by 85%

9.0 Challenges

- I. Delays in mobilizing foreign loans due to sophisticated procedures taking into account that the amount of loan requested is big
- II. COVID-19 disturbed the project implementation since the orders of machines were delayed almost 2 years
- III. Delays of technicians coming to the country to install machines
- IV. Delays of machines customs clearing at the port which resulted in big demurrage charges, thanks for TIC assisted the company in obtaining a discount otherwise the project could have been affected badly

10.0 Proposed solutions

- i. The domestic loan should be made available with a low interest rate
- ii. TIC and other Government institutions should consider how to help and facilitate local investors who were badly affected by COVID-19

11.0 The wayward

The board of directors has confidence in the Tanzania business environment and neighboring countries, soon the project will be implemented as it was planned





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