

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. Panned activities for the period

ATN ENERGY COMPANY LIMITED Tanzania Limited imports, distributes, and markets premium-quality petroleum products across East and Central Africa. ATN ENERGY COMPANY LIMITED was incorporated on the 08th February, 2006 with certificate No. 55466, as a company limited by shares under the Companies Ordinance. In the past years. The company is also registered under the certificate of incentive No.. 202431755 for the **purpose of installation of bulk storage facilities at Vjibweni industrial area, Kigamboni district in Dar es salaam.**

2. Achievements made on the project implementation to date

Bulk storage facilities and Fuel storage terminal on plot no. 30, vijibweni kigamboni – dar es salaam. Tanzania has been installed. Purchase 3folk lift with a capacity 3.5MT, 100 LPG with a capacity 32MTand petroleum has purchase. Total investment cost of 51,193,418.03USD has imposed. Structure for Pump house structure, LPG cylinder storage, Steel rebars & concrete civil works, Bulk LPG Import, LPG Maintenance, Cylinder filling shed and fitting equipment's, Mounded bullets structure has been constructed. Currently the company aimed to invest 374Milion USD for the expansion of two projects in Dar es salaam and Tanga region for the production of Petroleum and LPG.

The company will purchase the following set complete set of steel structure and plates for tank shell, roof and bottom as construction materials (moulded bullet structure) with a capacity of 100Milion for petroleum and 200,000MT for LPG per sing entry, Machinery and equipment for both petroleum and LPG, 200 heavy petroleum trucks with a capacity 32-50MT, 200 Heavy trucks for LPG capacity 32-50MT, 50 Light trucks tanker, 20Managerial vehicles, 10 heavy Folk lift and other facilities..

(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.

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	The initial Authorized Share Capital of the company is TZS 30,000,000/= divided into 300 ordinary shares of TZS 100,000/= each. Shareholders are ABDULATIF TAALIB MOHAMED (TANZANIAN) with 250 Shares; ABLA OMARY AWADH (TANZANIAN) 50 shares
2	Company communication Information	Email address Mobile Number Land Line Telephone Number Physical Address (Plot No. Block No. Street, District and Region	Company email: info@atnpetroleum.co.tz , Mobile No. 0787313603 Cmpany is located to plot 20, block C, Iringa road, Morogoro municipality, Morogoro Rregion
3	Contact Person	Name Position Communication details (Email, Mobile and telephone	Mr. ABDULATIF TAALIB MOHAMED Director, Mobile No. 0787313603 Email: md@atnpetroleum.co.tz
4	Incorporation	Certificate of Incorporation Number	55466,
5	TIN Information	TIN Certificate No.	105-097-727
6	Project Objective	Project Core Activity	Production Of Petroleum And Liqified Petroleum Gas
7	Capacity	Project capacity per year	1.200Milion MT per single entry and 40MilionMT of LPG.
8	Direct Employment	Foreign Men Foreign Women Local Men Local Women	Total employment Local 435, Men 400 Women 35

9	Indirect employment	Type/areas of Indirect employment	Direct employment
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4. Project Financing Expenditure todate (USD)

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	0	86,349,656.97	86,349,656.97
Plant and machinery	0	22,944,494.40	22,944,494.40
Vehicles/Aircrafts	0	41,944,444.44	41,944,444.44
Furniture	0	345,087.00	345,087.00
Office equipment	0	259,259.26	259,259.26
Insurance Cover	0	117,000.00	117,000.00
Pre-operational expenses	0	444,444.44	444,444.44
Working sub-total capital	0	222,222,222.22	222,222,222.22
Grand Total	0	374,626,608.74	374,626,608.74

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 (Tanzania)
Local equity	149,850,643.50	149,850,643.50
Local loans	224,775,965.24	224,775,965.24
Foreign equity		
Foreign Loans		
Total Investment	374,626,608.74	374,626,608.74

6. Problems and Solutions

- Delay of imported machineries, Moto vehicle and related facilities for the implementation of the projects
- During the project implementation, the company failed to fully implement the project for the period provided due to lack of sufficient fund, which resulted in the postponement of several activities planned to be executed and therefore failed to complete the project as planned.
- .The Company also suffered the competition due to cancellation of many projects that are key for the sustainability of logistics and transportation sector.

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

7. Future Plans

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

- To purchase the following set complete set of steel structure and plates for tank shell, roof and bottom as construction materials (moulded bullet structure) with a capacity of 100Millions for petroleum and 200,000MT for LPG per sing entry, Machinery and equipment for both petroleum and LPG, 200 heavy petroleum trucks with a capacity 32-50MT, 200 Heavy trucks for LPG capacity 32-50MT, 50 Light trucks tanker, 20Managerial vehicles, 10 heavy Folk lift and other facilities..
- To invest more in the training and capacity building to Tanzanian drivers to carry out cross boarder assignment.
- To invest more on facilities for the LPG production and petroleum for transportation finished products to meet the ever growing of LPG and petroleum due to the nature of our country as a logistics hub to many SADC and EAC countries.

8. Recommendations and any other comments

I recommend the regulatory authorities on simplification on the issuance of more incentives to the LPG and petroleum sector.