

**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

The construction of the factory, installation of machinery, and recruitment of both local staff and expatriates are set to enable the manufacture of Sodium Silicate Glass in both lumps and liquid forms.

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.

Executive Summary: *The project has been registered with TIC, and the land for factory construction has been acquired, along with obtaining the certificate of occupancy and necessary licenses. The plant and machinery have been purchased and are currently stored at our yard in Kenya. Vendor and supplier agreements have been finalized and sourcing of raw materials and manpower is underway. The construction of the project is currently in progress.*

Land: *Acquired a total area of 145,555m², with landscaping completed over the factory construction area. An approach road (15m x 600m) and a culvert have been constructed.*

Fencing: *Chain link fencing has been installed around the entire 37-acre area.*

Electricity: *Electricity has been extended from the main road to the factory, covering distance of 1.6 km. A 200 KVA transformer and panel board have been installed.*

Water Supply: *A 6½' bore well has been installed.*

TPDC: *The gas supply agreement has been finalized with TPDC.*

Machinery & Equipment: *All machinery and equipment have been imported and are currently stored at our yard in Kenya, ready for transport and installation.*

Civil Works: *The contract agreement for the complete civil works to build the factory has been finalized, and construction of phase-1 is currently underway. The boundary wall, security guard room, and overhead water tank have been completed. The stores, canteen, maintenance room, and weighbridge are 85% complete, while the furnace, dissolving shed, and toilets are over 50% constructed. All works are proceeding simultaneously as planned.*

3. Provide updated information on the following aspects.

S/N	Information	Description	Current Project Status
1	Shareholder's information	Current Shareholder's names, nationality and percentage of ownership	Delta International FZE – Kenyans - 75% Umang Haresh Vrajlal Soni – Kenyans - 25%
2	Company communication information	Email Address Mobile Number Landline Telephone No Physical Address: Plot No. & Block No Street, District and Region	sheikhschambers@gmail.com 0713323564 0222138269 (Previously St. Georges club building) 2349/40 & 2349/40 Pamba Road, Ilala Dar Es Salaam
3	Contact Person	Name Position Communication details: Email Mobile Number Telephone Number	Mrs. Hamida Hassani Sheikh Company Secretary sheikhschambers@gmail.com 0713323564 0222138269
4	Incorporation	Certificate of Incorporation Number	No: 136559621
5	TIN Information	TIN Certificate Number	136 559 621
6	Project Objective	Project Core Activity	Manufacturing and Trading of Sodium Silicate Glass (Lumps & Liquid)
7	Capacity	Project Capacity Per Year	Sodium Silicate Lumps: 28,800 MT Sodium Silicate Liquids: 108,000 MT
8	Direct Employment	Foreign Men Foreign women Local Men Local women	4 1 40 10
9	Indirect Employment	Type/Area of Indirect Employment	Transporters, Canteens, Mechanical/Automobile garages, Part time/ Casual labor contractors, ATM's, Wakala etc. in the areas of Food, Trading, Automobile, Banking, Financial and Packaging sectors.

4. Project Financing and Expenditure to date (USD)

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	3,500,000	-	3,500,000
Plant, machinery & equipment	6,000,000	-	6,000,000
Vehicles/ Aircrafts	5,000,000	-	4,900,000
Furniture	200,000	-	200,000
Office equipment	100,000	-	100,000
Insurance cover	25,000	-	25,000
Pre-operational expense	275,000	-	275,000
Working sub-total capital	500,000	-	500,000
Grand Total	15,500,000	-	15,500,000

Note: All figures are projected which may change with passage of time and evolving requirements of the project and market.

5. Project Financing

	Amount (USD)	Source Country
Local equity	-	-
Local loans	-	-
Foreign equity	7,750,000	U.A.E. & Kenya
Foreign loans	7,750,000	U.A.E. & Kenya
Total Investment	15,500,000	

6. Problems and Solutions

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

One of the major challenges is access road, from main road to site about 1½ km narrow and muddy road causing difficult to pass and getting stuck especially during rains. Frequent Interrupted power supply affecting the production of raw materials and fetching water from borehole for construction needs. Furthermore Security concerns including burglaries have been an issue.

We have constructed temporary road and conducting frequent repairs. We have Requested TARURA and Mkuranga district council to construct permanent road. We are seeking assistance from TANESCO regarding power supply issues. Hired professional security company, as well as local security personnel.

7. Future plans

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

The project will be implemented in three phases, gradually progressing based on market conditions and product demand. We are nearing the completion of phase-1.

8. Recommendation and any other commitments

We respectfully request the government to support local manufacturers by imposing import duties on inexpensive sodium silicate imported from non-EAC countries. This measure would help sustain local industries and strengthen the country's economy and employment.