

EAST AFRICAN CORRIDOR LIMITED

PROJECT PROGRESS REPORT

FOR

THE PERIOD OF DECEMBER 2024 -AUGUST 2025

1.0 Introduction

EAST AFRICAN CORRIDOR LIMITED is a company incorporated in Tanzania with Certificate of Incentive No. 2024122382 dated 2nd December 2024.

The current shareholders of the company is listed below:

Name of subscriber	% of shares	Nationality
Blue Nexus Limited	0.01	Tanzania
Terra Nova Company Limited	99.99	UAE

1.1 Project Location

The project is located at Plot No. 24A,24B and 27 B, Bandari Road, Kurasini ,Temke , Dar es Salaam, Tanzania

2.0 Project and company Provide information

3.	Contact Person	Name	Mohammed Zulfiqar Zaky
		Position	Director
		Communication Details (Email, Mobile and telephone)	Tel.+255784309666 Email.contact@eacl.co.tz

4.	Incorporation	Certificate of Incorporation No.	No. 174249504
5.	TIN information	TIN Certificate No.	No. 174249504
6.	Project Objective	Project Core Activity	Cargo transportation by Road
7.	Capacity	Project Capacity per Year	100000tons per year
8.	Direct Employment	Foreign-Men	6
		Foreign-Women	1
		Local-Men	70
		Local-Women	10
9.	Indirect employment	Estimated Total No.	200
		Type/areas of Indirect Employment	food suppliers, drivers, vendors etc

5.0 Project Implementation

Project implementation period December 2024-March 2023

6.0 Planned Project Investment Cost

The project investment cost was estimated to be US\$ 500,000 as following:

COST STRUCTURE US\$

Land and Buildings	500,000
Machinery & Equipment	1,000,000
Motor Vehicles	24,000,000
Furniture & Fixtures	5,000
Pre exp	10,000
Others	5,000
Working Capital	1,000,000
TOTAL	26,520,000

7.0 Project Financing Plan

The project on completion is planned to be financed as below:

	Amount (USD)	Source Country
Local Equity	1,591,200	Tanzania
Local Loans	18,564,000	Tanzania
Foreign Equity	6,364,800	UAE

Foreign Loans	NIL	NA
Total Investment	26,520,00	

7.1 Project Financial Expenditure to Date (USD):

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings	NIL	80,000	80,000
Plant and machinery	200,000	NIL	200,000
Vehicles/Aircrafts	2,000,000	NIL	2,000,000
Furniture	NIL	5,000	5,000
Office equipment	NIL	5,000	5,000
Insurance Cover	NIL	NIL	
Pre-operational expenses	NIL	20,000	20,000
Working sub-total capital	NIL	300,000	300,000
GRAND TOTAL	2,200,000	410,000	2,610,000

8.0 Planned Employment Creation

The company planned to create employment to 375 Tanzanians and 25 foreigners; the details is summarized below:

Employees Distribution Summary

Employment	Foreign Skilled	Local Skilled	Local Unskilled	Total
Women	5	20	75	100
Men	10	100	110	220
TOTAL	15	120	185	230

8.1 Actual Employment created to date

The company has employed 80 Tanzanians and 7 foreigners who are engaged direct with project operation

9.0 Challenges

- I. Delays in mobilizing shareholders equity for project investment
- II. Delaying in loan mobilization
- III. Fluctuation of exchange currency
- IV. Delaying of obtaining tax exemption especially vehicles which is needed for project implementation

- V. Un predictable of Tanzania investment environment such recent requirement of obtaining Certificate of incentives for foreigner such as local content which is not stipulated in TISEZA Act.

8.0 The wayward

The board of directors have confidence with the Tanzania business environment and expecting to obtain exemption of lights trucks exemption, so that not to affect the project and the project will be implemented as it was planned