

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:

Installing, commissioning and operating a 500 000 USD investment of a biochar kiln on Mafia Island which will produce heat for the processing of coconut related products and will result in the enrichment of the soils on Mafia Island.

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.

TanESCO have not honored the Power Production agreement and have not paid for a single kWh of electricity produced from the first gasifier unit installed under our PPA. This has been a commercial failure and we are going ahead with other developments which include the installation of twin revolving kilns for the production of biochar to be used in the enrichment of soils on the island which will increase agricultural output as well as heat for the processing of agricultural products.

2. Provide updated information on the following aspects:

S/No.	Information	Description	Current Project Status
1	Shareholder's Information	<p>Previous Shareholders names, nationality and percentage of ownership</p> <p>Andrew James Alistair Stanley Tanzanian 33.33 % John Mark Stanley Tanzanian 33.33 % Richard Donald Stanley Tanzanian 33.33 %</p> <p>Current Shareholders names, nationality and percentage of ownership</p>	<p>Installation of first gasifier unit was completed and unit is operational. TanESCO not honoring PPA</p>

		<p>Andrew James Alistair Stanley Tanzanian 10 %</p> <p>John Mark Stanley (Tanzanian) 10 %</p> <p>Richard Donald Stanley (Tanzanian) 10 %</p> <p>Alan Frank Sutton (South Africa) 10 %</p> <p>Terra Sanus Limited (British Virgin Isles 50%</p> <p>Energidrop (Pty) Ltd (South African) 10%</p>	<p>Second project for rotary kilns to produce biochar the kilns are manufactured and shipped to Tanzania presently being discharged from vessel . Construction work on foundations is ongoing. We expect to commission in February 2026</p>
2	Company communication Information	<p>Email address</p> <p>Mobile Number</p> <p>Land Line Telephone Number</p> <p>Physical Address (Plot No. Block No. Street, District and Region</p>	<p>Samwel@kisiwa.co.tz</p> <p>+255714275393</p> <p>10 Chato Street, 264 Regent Estate, Mikocheni. Dar Es Salaam</p>
3	Contact Person	<p>Name</p> <p>Position</p> <p>Communication details (Email, Mobile and telephone</p>	<p>Darius Boshoff</p> <p>Managing Director</p> <p>darius@kisiwa.co.tz</p> <p>+27829681130</p>
4	Incorporation	Certificate of Incorporation Number	138920879
5	TIN Information	TIN Certificate No.	138-920-879
6	Project Objective	Project Core Activity	Coconut farming and processing into valuable

			products and green energy
7	Capacity	Project capacity per year once all projects are fully commissioned	Turnover 1 000 000 USD
8	Direct Employment At Present	Foreign Men Foreign Women Local Men Local Women	1 10 10
9	Indirect employment	Type/areas of Indirect employment	20

3. Project Financing Expenditure to date (USD)

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings		50000	50000
Plant and machinery	700000	200000	900000
Vehicles/Aircrafts		50000	50000
Furniture		5000	5000
Office equipment		10000	10000
Insurance Cover		10000	10000
Pre-operational expenses			
Working sub-total capital	150000	50000	200000
Grand Total	850000	375 000	1 225 000

4. 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
Local equity	25 000	Tanzania
Local loans	350 000	Tanzania
Foreign equity	50 000	South Africa
Foreign Loans	800 000	South Africa, Germany, BVI
Total Investment	1 225 000	

5. Problems and Solutions

Power outages are frequent. We have put in our own backup diesel gensets and two sets of UPS systems. Internet connectivity is bad and we have put in a 5G link.

Theft of trees and wood from the farms is a massive problem and the Police are assisting us with this but the problem continues.

7. Future Plans

Kisiwa Farming will invest further in coconut husk processing for coir and peat production as well as nectar production for an international beverage company. A new furniture factory is also to be installed.

6. Recommendations and any other comments

A development committee has been set up to develop Mafia Island and we have not been consulted on this point. We feel we could contribute to this committee.