

PROGRESS REPORT FOR FLYING CARGO TRANSPORT COMPANY LIMITED

1. PLANNED ACTIVITIES FOR THE PERIOD

Flying Cargo Transport Company Limited is a limited company with its headquarters in Arusha and a branch in Dar es Salam.

The company deals with the transportation of dry cargo all over East and Central Africa and currently has a total fleet of 80 of trucks and trailers.

The company began as a partnership between Mr. Parbat Ghela Sisodiya and Devshi H.Saudas (both of British citizenship) in 1987 but was formally incorporated in the year 2006.

Cuirrent shareholders are as follows:

Mr.Parbat Ghela Sisodiya (British)

Mr. Ram Parbat Sisodiya(British)

Ms. Arti Parbat Sisodiya (British)

The company received two investment certificates, the initial one and the second one for expansion on 2nd, November 2011 which expired in September 2014

Global COVID 19 pandemic drastically affected all of our operations and plans for the year 2020-2022.

We expect to import some more new trucks and carry out the expansion of our head office.

All our investment money came locally mostly from owner's equity and local bank financing.

4. PROBLEMS AND SOLUTIONS

1.Global COVID 19 pandemic affected business during the years 2020-2022.

2.High cost of fuel prices, spares and tires as well as local and international taxes and levies especially at the borders. have been challenges we had to contend with over all these years in our business.

3. Diesel theft and pilferage by dishonest drivers is a perennial problem which has no solution up to now. However, the installation of tracking system has somehow alleviated the problem.

4. Market share competition is very strong all over East and Central Africa whereby single truck owners are giving customers very low prices so as to get contracts and since there are many established large fleet operators market share is a major point of contention.

5. Since most of our business is transit, payment delays from customers is another reason why we operate in stress for it takes more than a month to have our payments effected and by that time there is a backlog of costs to offset.

We believe long term solutions to these problems include lobbying for the government to intervene on our behalf, hiring trustworthy drivers, installing modern surveillance tracking equipment and looking for longer credit facilities with our creditors especially in fuel and tires.

5. FUTURE PLANS

- During the period we envisage the purchase of 20 new trucks and trailers to beef up our fleet as well as procure new and modern tools and equipment for our business.

- Renovation expansion of our offices are part of our future plans.

- Exploring further markets South, especially South Africa is in the pipeline.

6: RECOMMENDATIONS/COMMENTS

We earnestly recommend that the government reevaluate local levies/taxes on the transporter for they are so many and have become a burden to the investor.

Prepared on 04th, September 2025