

JAMBO FOOD PRODUCTS LIMITED
PROGRESS REPORT
TANZANIA INVESTMENT CENTRE
DAR ES SALAAM

PROGRESS REPORT

1.0. Project planned activity

Jambo Food Products Company Ltd has outlined several key planned activities for the successful establishment and operation of the ultra-modern milk processing factory in Shinyanga Township. These activities include the setup of physical infrastructure, machinery procurement, transportation systems, and the establishment of operational systems to ensure efficient processing and production. Here are the planned activities based on the information provided:

Project Location and Site Preparation

The project will be developed at the company's compound in Shinyanga Township, strategically located along the Mwanza to Shinyanga road, which connects to Kenya. The site is well-positioned with essential infrastructure such as transport, water supply, effluent disposal, power supply, telecommunication systems, and security already in place. This location is optimal for the establishment of related industries in the future, as there is ample space for further development.

Building and Infrastructure Development:

The construction of factory buildings and related structures, including storage for raw materials and finished products, is planned. While the land acquisition, registration, and factory buildings are already in place, additional construction work will focus on setting up the plant machinery, transportation/distribution systems, and administrative facilities. The estimated cost for fixed infrastructure, machinery, and vehicles is US\$ 435,000.

Procurement of Machinery and Equipment:

The company plans to source modern processing machinery from Scandinavian countries, including Tetra Pak equipment for milk processing. The total cost for machinery and equipment is estimated at US\$ 3,150,000, including mini-laboratory equipment, computers, office equipment, standby power generators, and other necessary tools. This equipment will be crucial for the operation of the factory, with the plant designed to run 16 hours a day after the initial six months of operation.

Motor Vehicles for Milk Collection and Distribution:

Jambo Food Products plans to purchase 60 stainless steel heavy tanker trucks, each costing US\$ 75,000, for the collection of fresh milk from designated collection centers in the Lake Zone regions. The total cost for the trucks will be US\$ 4,500,000. The company will also acquire additional vehicles for the distribution of finished dairy products.

Furniture and Office Equipment:

To facilitate smooth project operations, Jambo Food Products will allocate a budget of US\$ 30,000 for the purchase of office furniture and fittings. This will include items such as tables, chairs, cabinets, safes, telecommunication equipment, firefighting equipment, and air conditioners for administrative and operational purposes.

Computerization and Management Information System (MIS):

The company plans to implement a computerized system for project operations, from identifying raw material needs to delivering final products to consumers. This includes an accounting software package, network facilities, and an efficient MIS to support internal control systems, budget control, marketing, and financial management.

Pre-Operational Expenses:

Pre-operational expenses will cover costs such as company formation, preliminary project studies, business plan preparation, licenses, permits, legal fees, initial recruitment, training expenses, and interest accrued during the project construction period. A budget of US\$ 9,000 will be allocated for these activities to ensure proper preparation and smooth project execution.

Initial Working Capital:

The initial working capital will cover the first three months of raw material imports, particularly for the collection of fresh milk from collection centers. The total raw material cost budget for the first three months is US\$ 2,476,000. Additionally, one month's stock of raw materials and one month's sales volume for debtors will be maintained as part of the company's current assets.

In conclusion, the planned activities outlined by Jambo Food Products Company Ltd focus on establishing a robust infrastructure, procuring high-quality machinery, implementing a computerized operational system, and ensuring the availability of sufficient working capital and resources for smooth factory operations. The company is well-positioned to contribute significantly to Tanzania's dairy industry, improve local milk production, and reduce the country's dependency on imported milk.

2.0. Achievements made on project implementation

- ✓ Mobilize funds for procuring building materials, machines and equipments, - Completed
- ✓ Purchase of furniture, equipment, fittings and administration motor vehicles, fencing of the factory compound and storage yard- Completed
- ✓ Pre-operational expenses by consultancy (Mechanics, Civil and electrical professional services) worth 800,000US\$ - Completed
- ✓ Recruitment of the construction workers including site engineer – Completed, and

- ✓ Over 50,000S\$ has been allocated for mobilization of the project, recruitment of staff and procure machines and equipments,

3.0. 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 100,000,000/= divided into 1,000 ordinary shares of TZS 10,000 each. Salum Khamis Salum (TZ) 800 shares Seleman Khamis Salum (TZ) 200 shares
2.	Company Communication Information	Email address	info@jambogrouptz.net
		Mobile Number	+255 766 444-443
		Land Line Telephone Number	+255 766 444-443
		Physical Address (Plot No., Block No, Street, District and Region)	Jambo Food Products Company Limited; Ibadakuli Industrial area, Plot No. 1907 Block NN, Shinyanga Township, Mwanza – Shinyanga Road, P O Box 71, SHINYANGA. URT
3.	Contact Person	Name	Mr. Khamis Salum
		Position	Director – Tanzania
		Communication Details (Email, Mobile and telephone)	+255 759 444 449 info@jambogrouptz.net
4.	Incorporation	Certificate of Incorporation No.	84560
5.	TIN information	TIN Certificate No.	114-715-875
6.	Project Objective	Project Core Activity	Milk processing plant
7.	Capacity	Project Capacity per Year	37.44million meter cubic
8.	Anticipated Direct Employment	Foreign-Men	2
		Foreign-Women	
		Local-Men	50

		Local-Women	21
9.	Indirect employment	Estimated Total No.	73
		Type/areas of Indirect Employment	Suppliers, security, casual labours

4.0. Project Financial Expenditure to date (USD):

INVESTMENT SUMMARY	
FIXED ASSETS	
LAND ACQUISITION	N/A
TOTAL	-
BUILDINGS AND STRUCTURES	
SERVICE WING (ADMINISTRATION, CHANGING ROOM, MEETING ROOM ETC)	20,000.00
UTILITY ROOM (BOILER, AIR COMPRESSOR, IBT)	100,000.00
COLD ROOM WITH FREEZER COMPARTMENTS	150,000.00
PRODUCTION PACKAGING ROOM	35,000.00
MILK PROCESSING ROOM AND RECEPTION DOCK	30,000.00
LABORATORY	25,000.00
MATERIAL AND EQUIPMENT STORE	15,000.00
TSF POND FOR WASTE MANAGEMENT	60,000.00
TOTAL	435,000.00
MACHINERIES AND EQUIPMENTS	
BOILER, AIR COMPRESSOR, IBT MACHINES	450,000.00
COMPLETE SET OF LAB EQUIPMENTS	60,000.00
MILK PROCESSING MACHINES AND PACKAGING	150,000.00
WATER AND FACILITIES	1,150,000.00
MILK COLLECTION FACILITIES FROM COLLECTION POINT	300,000.00
REFRIGERATION COLLING SYSTEM	200,000.00
PRODUCTION MIXING	60,000.00
PRODUCTION PACKAGING MACHINES	180,000.00
AN EXTENSIVE RANGE OF STAINLESS STEEL MILK COLLECTION ACCESSORIES	450,000.00
12 COLLECTION CENTRES	
WEIGHING SCALES	10,000.00
MILK REVERVOR TANKS 6	90,000.00
OTHER EQUIPMENTS	50,000.00
TOTAL	3,150,000.00
MOTOR VEHICLES	
MILK TRANSPORT TANKERS TRUCKS 60	4,500,000.00
TOTAL	4,500,000.00
OTHER FACILITIES	
FENITURE AND FITTINGS	30,000.00
TOTAL	30,000.00
SUB TOTAL FIXED ASSETS	8,115,000.00
CURRENT ASSET	
PRE OPERATIONAL EXPENSES	9,000.00
INITIAL WORKING CAPITAL	2,476,000.00
SUB TOTAL CURRENT ASSETS	2,485,000.00
TOTAL INVESTMENT	10,600,000.00

7.0.Project Financing

<i>EQUITY</i>	
<i>LOAN (0%)</i>	-
<i>EQUITY (100%)</i>	<i>10,600,000.00</i>
<i>TOTAL EQUITY</i>	<i>10,600,000.00</i>

8.0.Reason for ammednment

Changing the current TIC (2024102247) certificate from **LIVESTOCK** to **MILK PROCESSING PLANT**.