

PROGRESS REPORT TO THE TANZANIA INVESTMENTSPECIAL ECONOMIC ZONE AUTHORITY (TISEZA)

1.0.COMPANY OVERVIEW

LONG FORTUNE (PVT) LIMITED is a private limited company incorporated in Tanzania on 14th June 2022 under Certificate No. 1556483222, and legally registered with BRELA. Headquartered in Dar es Salaam with operations based in Mburu Village, Kahama District (Shinyanga Region), the company is focused on the sustainable development of mineral resources, particularly in the exploration, extraction, processing, and value addition of gold and other noble metals.

The company operates under Primary Mining License (PML) No. 20000031991 and is developing a modern mineral processing plant designed to serve both its own mining operations and licensed small-scale miners (ASM) in the region. It is privately owned by a mix of Tanzanian and international investors with expertise in mining and project finance.

To date, the company has invested approximately USD 40 million in infrastructure, equipment, exploration, training, and community development. Key achievements include land acquisition, civil works, partial equipment installation, and workforce recruitment. LONG FORTUNE (PVT) LIMITED is committed to supporting Tanzania's industrial growth through job creation, technology transfer, and responsible mining practices.

2.0. PROJECT TITLE AND SCOPE:

Development of Mining Processing Plant at Mburu Village, Kahama District, Shinyanga Region

2.1. Primary Mining License (PML) Number: 20000031991

The core project involves the establishment of a state-of-the-art mineral processing plant at Mburu Village, located in Kahama District, within the Shinyanga Region of Tanzania. The project operates under the authority of Primary Mining License (PML) No. 20000031991, which was granted in accordance with the Mining Act, Cap 123 [R.E. 2019] of Tanzania.

The facility is being developed to handle mineral ore processing, testing, and refining activities, with a focus on noble metals such as gold. The plant is designed to serve both the company's mining sites and provide processing support services to licensed small-scale miners (ASM) within the region, thus integrating the project into the local value chain.

3.0.PLANNED ACTIVITIES FOR THE REPORTING PERIOD

During the reporting period, LONG FORTUNE (PVT) LIMITED planned to implement the following key activities to advance the development of its mining processing project in Mburu Village, Kahama District:

- i. **Acquisition of Additional Mining Plots:** To secure a consistent supply of ore, the company aimed to identify and acquire additional Primary Mining Licenses (PMLs) within the region.
- ii. **Commencement of Civil Works:** Begin large-scale construction activities for the main processing plant infrastructure, including foundations, structural works, and essential site layout.
- iii. **Construction of Support Facilities:** Build laboratory buildings, storage warehouses, administrative offices, workshops, and worker accommodation to support operations.
- iv. **Procurement and Installation of Processing Equipment:** Purchase and begin installing core mineral processing machinery such as crushers, ball mills, leaching tanks, and material handling systems.
- v. **Importation of Specialized Equipment:** Import mining and testing equipment, including tools for noble metal analysis and precision mineral testing.
- vi. **Procurement of Environmental Protection Systems:** Acquire dust control, wastewater treatment, and other environmental compliance systems to ensure responsible operations.
- vii. **Mobilization of Mining and Transport Fleet:** Purchase and deploy heavy-duty trucks, pickups, excavators, and armored vehicles for ore transport, personnel safety, and logistics.
- viii. **Construction of Security Infrastructure:** Erect perimeter fencing and install surveillance and monitoring systems to secure the site and valuable assets.:
- ix. **Recruitment and Training of Personnel:** Hire skilled and semi-skilled staff and implement job-specific training and safety programs in preparation for operational readiness.

4.0. ACHIEVEMENTS TO DATE

LONG FORTUNE (PVT) LIMITED has made significant progress in the development of its mineral processing project at Mburu Village, Kahama District. The key achievements to include the following:

4.1. Project Establishment and Regulatory Compliance

- Successfully acquired **Primary Mining License (PML) No. 20000031991** in compliance with the Mining Act of Tanzania
- Completed **Environmental and Social Impact Assessment (ESIA)** in collaboration with the **National Environment Management Council (NEMC)** and received full approval
- Secured **land title** and completed **boundary demarcation** for 45 acres at the project site in Mburu Village

4.2. Site Preparation and Civil Works

- Completed **clearing and grading** of the 45-acre project site
- Achieved **85% completion** of foundations for the **processing plant buildings, laboratories, and administrative blocks**
- Constructed a **2.5-kilometer access road** connecting the site to the main highway

4.3. Equipment and Infrastructure Development

- **Imported 40%** of key mineral processing equipment, including **crushers, ball mills, and leaching tanks**
- **Laboratory equipment** for noble metals analysis has been **procured and is in transit**
- Delivered **two heavy-duty trucks** and **two pickups** for initial site operations
- Installed **50% of site perimeter fencing** with **surveillance systems** currently being procured

4.4. Financial Mobilization

LONG FORTUNE (PVT) LIMITED has successfully mobilized a total of **USD 40 million** to support the development of its mineral processing project in Mburu Village, Kahama District. The

funding has been strategically sourced and allocated to critical project areas to ensure steady progress toward operational readiness.

4.4.1. Funding Sources

Source	Amount (USD)	Status
Equity Contributions	25,400,000	Fully received and deployed
Loan Facility (8%)	14,600,000 (approx.)	Approved, first tranche disbursed
Total Mobilized	40,000,000	Actively in use for project execution

4.4.2. Fund Allocation Breakdown

Category	Estimated Allocation (USD)	Purpose
Construction & Infrastructure	~12,000,000	Site development, roads, plant buildings, camp, storage, utilities
Machinery & Equipment	~15,000,000	Crushers, leaching tanks, ball mills, generators, mining fleet
Manpower & Training	~5,000,000	Staff salaries, recruitment, safety training, compliance programs
Exploration & Geological Works	~3,000,000	Drilling, sampling, resource evaluation, geological surveys, lab analysis
Environmental & Community	~2,000,000	ESIA implementation, mitigation, CSR, water and health initiatives
Administrative & Operational	~3,000,000	Licensing, permits, logistics, insurance, office operations

5. HUMAN RESOURCE DEVELOPMENT

LONG FORTUNE (PVT) LIMITED has prioritized strategic human resource development as a core pillar of its project execution and long-term sustainability. The company is committed to building a skilled, safety-conscious, and locally inclusive workforce to support both construction and operational phases of the mining processing plant.

5.1.. Workforce Recruitment

- **35 technical and administrative staff** have been employed to date

- **90% of current staff** are Tanzanian nationals, reflecting the company's commitment to local employment
- Recruitment efforts target both skilled and semi-skilled personnel across engineering, operations, logistics, administration, and security

5.2. Training and Capacity Building

- Implemented **on-the-job training programs** for site technicians, operators, and support staff
- Partnered with local institutions such as **VETA (Vocational Education and Training Authority)** to align training curricula with mining sector needs
- Safety training modules include **occupational health, hazard management, emergency response, and equipment handling protocols**

5.3. Future Workforce Plans

- Over the next 6–12 months, the company plans to **expand its workforce to over 200 personnel** in preparation for pilot production
- Planned roles include plant operators, lab technicians, environmental officers, maintenance crews, and shift supervisors
- A structured **skills development and certification pathway** will be introduced to enhance technical proficiency and career growth

4. Compliance and Labor Standards

- All employment practices adhere to Tanzanian labor laws and **international labor standards**
- Employees are enrolled in statutory benefits, including **NSSF, workers' compensation, and occupational health coverage**
- A **Human Resource Management System (HRMS)** has been set up to track employee performance, training, and compliance records

6.0. CHALLENGES AND SOLUTIONS

Challenge	Proposed / Implemented Solution
Delays in equipment shipment due to global logistics disruptions	Diversified suppliers, utilized air freight for critical components
Difficulty acquiring additional mining sites	Engaged with local communities and village councils to facilitate negotiations
Skilled labor shortages in remote Kahama area	Partnered with VETA and local institutions for on-the-job training
Security concerns for movement of valuable minerals	Procured armored vehicles and deployed trained security personnel
Cash flow delays due to phased equity disbursement	Negotiated early disbursement of loan tranches to cover working capital gaps

7.0. FUTURE PLANS (NEXT 6–12 MONTHS)

LONG FORTUNE (PVT) LIMITED has outlined a focused implementation roadmap for the next 6 to 12 months to ensure timely progress toward full operational readiness of the mineral processing facility at Mburu Village. The planned activities include:

7.1. Complete Plant Installation and Commissioning

Finalize the installation of all key processing plant components, including crushers, ball mills, leaching tanks, and support systems, followed by testing and commissioning.

7.2. Operationalize Mineral Testing Laboratory

Install and activate the noble metals analysis laboratory to support in-house quality control and offer services to artisanal and small-scale miners (ASM) in the region.

7.3. Expand Resource Base through PML Acquisition

Acquire additional Primary Mining Licenses (PMLs) to increase ore throughput and ensure continuous supply of raw material to the processing plant.

7.4. Full Mobilization of Transportation and Utility Fleet

Deploy the full mining and logistics fleet, including excavators, loaders, heavy-duty trucks, pickups, and utility vehicles to support site operations and material movement.

7.5. Begin Pilot Production

Commence pilot production operations by **Q2 2026**, with an initial target of operating at **40% processing capacity** to test systems and workflows.

7.6. Scale Up Recruitment and Training

Expand the workforce by hiring over **200 additional personnel**, including operators, technicians, and support staff, while continuing on-the-job training programs in partnership with local institutions.

7.7. Launch CSR and Community Development Initiatives

Implement a structured Corporate Social Responsibility (CSR) program focused on **healthcare, education, and clean water** projects for surrounding communities.

8.0 RECOMMENDATIONS

- **TISEZA and Government Support:** Continued facilitation from TIC on:
 - Expedited work permits for few expatriate engineers.
 - Facilitation of duty exemptions for remaining imported equipment.
 - Support with land acquisition processes in collaboration with local authorities.
- **Capacity Building:** Encourage national technical institutions to align training programs with industrial needs, especially for mining and metallurgy.
- **Stakeholder Engagement:** Establish structured forums for engagement with local government and community leaders to ensure sustainability and avoid conflicts.

9.0. OTHER COMMENTS

LONG FORTUNE (PVT) LIMITED remains committed to contributing to Tanzania's industrialization drive through sustainable mineral value addition. The project will generate employment, boost regional economic development, increase government revenue, and transfer advanced technology and skills to Tanzanians.

We thank the Tanzania Investment Centre for its continued support and facilitation and look forward to a successful long-term partnership.

Prepared by:

Project Management Office

LONG FORTUNE (PVT) LIMITED

Date: 29th September 2025

STATUS OF THE PROJECT IN PICTORIAL VIEW.



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