

TANZANIA INVESTMENT CENTRE
INVESTOR PROGRESS REPORT-Section 26 (d) of Tanzania
Investment Act, 2022

(Information required for the project’s progress report after every 12 months or for amendment of Certificate of Incentives)

1. Planned Activities for the period:

Financial Close April 2025

- Continuing construction with construction to be completed by end December 2025
- Commercial Operations April 2026

2. Achievements made on the project implementation to date:

Building preparation for power station

- Groundwork studies have been completed. Such as geomechanics, pile testing, hydro meteorological survey and soil thermal resistance testing.
- Acquisitions of supplies have been identified and equipment orders have been placed by our Engineering Procurement and Construction Contractor (EPC), SINOHYDRO CORPORATION (POWER CHINA).

3. Provide updated information on the following aspects:

S/No.	Information	Description	Current Project Status
	SSI ENERGY TANZANIA LIMITED (SSI)	Solar Securities is a specialist developer of solar electric generators, developing proprietary, client projects and over 15 years in the solar PV industry as a developer, owner, EPC and O&M provider. Currently active in United Kingdom, Netherlands and the United Republic of Tanzania, where we trade as SSI Energy Tanzania Limited (“SSI”). SSI ENERGY TANZANIA LTD is developing solar power stations under the EWURA Small Power Projects Rules and agreed a 10MVA Standardized Power Purchase	Active

		Agreement (“SPPA”) with TANESCO for a Solar Power Station at Kahama. SSI ENERGY TANZANIA LTD is a TIC approved project with certificate of Incentives No 20223725 which is valid until 28 March 2025.	
1.	Shareholder’s Information	Current Shareholders names, nationality and percentage of ownership	<p>DIRECTORS:</p> <ol style="list-style-type: none"> NICHOLAS ANTHONY RICHARDSON of P.O. Box 33133 born in the United Kingdom whose residential address is Czech Republic, Prague, Pod Zvonarkou 10, 12000. Mr Richardson is British citizen. ALASDAIR WILLIAM LORN MACDOUGALL of P.O. Box 33133 born in the United Kingdom whose residential address is 43 Wilton Crescent, London, SW19, UK. Mr Macdougall is a British Citizen; STEPHEN JULIUS MASELE of P.O. Box 33133 born in Shinyanga, Tanzania whose residential address is Mwai Kibaki Road, Rungwe street, Plot number 592, Block number J, House number 5. Mr Masele is a citizen of the Republic of Tanzania. <p>SHAREHOLDERS OF THE COMPANY:</p> <ol style="list-style-type: none"> NICHOLAS ANTHONY RICHARDSON Number of Shares: 1 (One) SOLAR SECURITIES TANZANIA UK LIMITED, 6 Hatfield Close, West By fleet, United Kingdom KT 146PG Number of Share: 999 (Nine hundred and ninety nine)

2.	Company Communicati on Information	Email address	info@ssienergy.co.tz
		Mobile Number	+255 789 843712
		Land Line Telephone Number	
		Physical Address (Plot No., Block No, Street, District and Region)	Office 22, Slipway Yacht Club Road Msasani Peninsula Dar es Salaam
3.	Contact Person	Name	Nancy Shedrack
		Position	Country Manager
		Communication Details (Email, Mobile and telephone)	+255 789 843 712 nancy@solarsecurities.com
4.	Incorporation	Certificate of Incorporation No.	132412
5.	TIN information	TIN Certificate No.	132-853-665
6.	Project Objective	Project Core Activity	Developer-Solar Power Projects
7.	Capacity	Project Capacity per Year	
8.	Direct Employment	Foreign-Men	2
		Foreign-Women	0
		Local-Men	2
		Local-Women	2
			Currently, construction is underway. The company is working with contracted professionals for services
9.	Indirect employment	Estimated Total No.	Over 400 contract basis
		Type/areas of Indirect Employment	Consultant, skilled and unskilled workers

4. Project Financial Expenditure to date (USD):

	Foreign (USD)	Local (USD)	Total (USD)
Land and Buildings		402,200	402,200
Plant and machinery	750,000		750,000
Vehicles/Aircrafts			0
Furniture		5,000	5,000
Office equipment		10,000	10,000
Insurance Cover			0
Pre-operational expenses		1,050,265	1050,265
Working sub-total capital			7,782,535
GRAND TOTAL			10,000,000

5. Project Financing

Explain how the project is being financed e.g. equity, loans, sources of loans, conditions, etc. See table below.

The project is being financed by:

- A loan provided by the Tanzanian Investment Bank (TIB) using World Bank TREP funds. USD 7,000,000
- SSI Energy Tanzania Limited equity of which;
 - USD 2,600,000 provided by SSI's UK based shareholders
 - USD 250,000 PPSF granted provided by REA (using World Bank funds)
 - USD 150,000 grant toward the grid interconnection costs provided by REA

	Amount (USD)	Source Country
Local Equity	USD 400,000	Tanzania
Local Loans	USD 7,000,000	Tanzania
Foreign Equity	USD 2,600,000	United Kingdom
Foreign Loans	N/A	
Total Investment	USD 10,000,000	

6. Problems and Solution

Explain problems, which the management is encountering in executing the project and the steps being taken to solve them.

- As a result of delays in the loan approval process, the previous expectation of completion by December 2024 was further delayed. However, the issues related to the technicalities and policies of 'project finance' lending and these have now been resolved and the required debt funding has been approved by TIB's investment and management committee and by a technical sub-committee of TIB's Board of Directors. The final approval by TIB's Board is expected in the first week of March 2025. SSI is then seeking to actively engage with TIB to enable a swift disbursement of funds.

7. Future Plans

Explain future plans for the next coming six months and planned financial Commitments

- The plan for the next 6 months is to progress the build of the Kahama Phase I 10MW solar photovoltaic power to completion
- This will take the total expenditure on the project from USD 3 million to above USD 10 million.
- SSI has recently compensated additional land at Kahama committing a further USD 250,000. It is the intention to use this additional land, together with residual land from the first project, to build a further Solar PV generator of up to 100 MW.
- SSI is also reengaged with Kahama Municipal Council and other relevant official bodies to lease land at the Buzwagi Special Economic Zone in Kahama (SEZ) for a further 100MW project to further benefit users such as the TEMBO Nickel refinery and demand from business and the expanding population in the surrounding area (electricity would be exported the grid for TANESCO to sell on at a profit to consumers).
- SSI continues to review other opportunities to service new demand, including from the Perseus Mining gold mine at Nyanzaga, and the TEMBO Nickel mine at Kabanga.

8. Recommendations and any other comments

- It would be extremely helpful for TIC and the ministry of Investment, Vice President's Office etc to support the Power Purchase Agreement (PPA) process with TANESCO, to accelerate this.
- It would be extremely helpful if TIC Certificate of Incentive registration could be extended to cover other projects within Special Purpose Vehicle (SPV) companies to reflect global project finance norms, rather than each project having a SPV having to apply individually for registration. In other words, we suggest a Holding Company should be able to apply for registration for Certificate of Incentives which would apply to each separate project held in SPV where the Holding Company maintains a shareholding, for example via a process of notification. This is to avoid the time consuming and very expensive process of registration for multiple similar projects.