



PRESIDENT'S OFFICE - INVESTMENT

INVESTMENT WEBINAR PRESENTATION

**IN FOCUS: INITIATIVE UNDERTAKEN BY THE GOVERNMENT
TO ATTRACT FOREIGN DIRECT INVESTMENT**

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INTRODUCTION

- ❖ In July 2021, the Government unveiled the Third National Development Plan (FYDP III 2021/2022 – 2025/2026), with the theme ‘**realising competitiveness and industrialization for human development**’ that aims to increase efficiency and productivity in manufacturing using the available resources within the country.
- ❖ This indicates the Government commitment in building a conducive business environment to enhance its investment potentials to promote sustainable economic growth and create employment.

INITIATIVE UNDERTAKEN BY THE GOVERNMENT TO ATTRACT FOREIGN DIRECT INVESTMENT

❖ POLICY, INSTITUTIONAL AND REGULATORY REFORMS

The Tanzania Government, under Her Excellency Dr. Samia Suluhu Hassan has introduced a number of institutional and regulatory reforms focusing in building a conducive business environment to promote consistency and predictability of policies, laws and regulations aimed at creating transparency, address red tape and other related bottlenecks to trade and investment.

❑ INSTITUTIONAL REFORMS

- In February, 2023, Her Excellency Dr. Samia Suluhu Hassan, the President of the United Republic of Tanzania moved the investment portfolio to the President Office. This is a strategic move to enhance efficiency and to ensure all the unnecessary bureaucracy that discourages investors are addressed.
- In addition, steps have been taken to strengthen and modernize the Tanzania Investment Centre (TIC) to be able to serve effectively as One Stop Centre for investment promotion and facilitation including ensuring a fully operationalization of the Tanzania Electronic Investment Window(TeIW) by early June, 2023. TeIW is an integrated system connecting several government institutions mandated to issue various permits, licenses and registrations. This will reduce investment cost and avoid unnecessary bureaucracy.

POLICY , INSTITUTIONAL AND REGULATORY REFORMS

□ POLICY REFORMS

- The implementation of the BLUEPRINT aiming at improving the business environment to ensure that the Private Sector as an engine of economic inclusive growth operates in a friendly and competitive environment. This has resulted to the scrapping of over 232 nuisance taxes and levies that were thwarting growth of business, and the amendment of 40 laws and regulations.
- The Government is in the process of finalizing its new National Investment Development Policy, and its implementation strategy. The Policy intend to address the current challenges and enabling Tanzania to attract higher investment and exploit its full potential, and become a regional trade and investment hub.

POLICY, INSTITUTIONAL AND REGULATORY REFORMS

❖ REGULATORY REFORMS

□ In December 2022, the United Republic of Tanzania enacted a new Tanzania Investment Act, 2022 that provides changes from the repealed Act of 1997. Consequently, this has aided the following:-

- Shortening the time for obtaining an investment licenses from 14 to 7 working days.
- Granted access to international arbitration laws or the International Centre for the Settlement of Investment Disputes (ICSID); or within the framework of any bilateral and multilateral agreement on investment protection agreed to by the Government of Tanzania and the Government of the country which the investor originates.

POLICY, INSTITUTIONAL AND REGULATORY REFORMS

❖ REGULATORY REFORMS

- The amendment of the Finance Act, 2022 to provide power for the Minister responsible for finance to exempt tax, and income accruing from special strategic investment projects approved by the National Investment Steering Committee under the Tanzania Investment Act, 2022.
- Further, to provide fiscal incentives to special strategic investors approved by the National Investment Steering Committee to be issued under the respective tax laws.

IMPLEMENTATION OF FLAGSHIP PROJECTS AS A CATALYST TO INVESTMENT FACILITATION IN TANZANIA

- ❖ The construction of the Multinational Standard Gauge Railways (SGR) of close to 2000 Kilometers from Dar es Salam to Kigoma region, which will extend to Burundi, Rwanda, Democratic Republic of Congo (DRC) and link up Tanzania with Uganda through Lake Victoria. This will open up the Musongati and Gitenga mines (lithium and nickel), as well as facilitate transport of cargo to and from the Port of Dar es Salaam.

THE STANDARD GAUGE RAILWAYS PROJECT (SGR)



STANDARD GAUGE RAILWAYS PROJECT (SGR)



IMPLEMENTATION OF FLAGSHIP PROJECTS AS A CATALYST TO INVESTMENT FACILITATION IN TANZANIA

- The construction of Julius Nyerere Hydroelectric – Power Project which is expected to generate 2,115 MW, will raise our generation capacity to 5,000 MW for domestic use, including country wide rural electrification, this is in – line with increasing power demand due to increasing investment trend in manufacturing and agro-processing. Additionally, JNHPP will contribute to decrease in electricity tariff for investment projects and hence stimulate growth in manufacturing sector.

ON 22ND DECEMBER, 2022 THE TANZANIA'S PRESIDENT HON. DR. SAMIA SULUHU HASSAN GRACED THE WATER FILLING OF THE NEW JULIUS NYERERE HYDROPOWER DAM (JNHPP)



THE JULIUS NYERERE HYDRO POWER PROJECT (JNHPP)



THE JULIUS NYERERE HYDRO POWER PROJECT (JNHPP)



IMPLEMENTATION OF FLAGSHIP PROJECTS AS A CATALYST TO INVESTMENT FACILITATION IN TANZANIA

- ❖ The National ICT Broadband Backbone with 8,310 Km Fiber Optic Cable network, making Tanzania a Regional ICT Hub. The cable connects all major Tanzania towns (a catalyst for telecom revolution) and terminates at borders of all neighbouring countries being Mozambique, Malawi, Zambia, DR Congo, Burundi, Rwanda, Uganda and Kenya. Currently, the Government is negotiating with the DR Congo.

ON 24TH APRIL, 2023 TANZANIA TELECOMMUNICATIONS COMPANY (TTCL) SIGNED AN AGREEMENT WITH HUAWEI TO EXTEND THE NATIONAL ICT BROADBAND TO 23 DISTRICTS IN TANZANIA



TTCL SIGNS AGREEMENT WITH HUAWEI FOR ICT BROADBAND BACKBONE EXTENSION

IMPLEMENTATION OF FLAGSHIP PROJECTS AS A CATALYST TO INVESTMENT FACILITATION IN TANZANIA

The construction of the East Africa Crude Oil (EACOP) from Hoima, Uganda to Tanga, Tanzania. The constructed pipeline will cover about 1,443 km and planned to supply up to 216 thousand barrels of crude oil a day from Uganda to Tanzania, it will be the first of its kind pipeline in East Africa.



IMPLEMENTATION OF FLAGSHIP PROJECTS AS A CATALYST TO INVESTMENT FACILITATION IN TANZANIA

- ❖ The construction of the Msalato International Airport in Dodoma. The new Airport aimed at enhancing Dodoma transport connectivity , with an expected annual capacity of approximately 50,000 aircraft and 1mil passengers. The target is to increase the business competition with other countries in the East Africa Region, and the Southern Africa Development Community (SADC).
- ❖ Further, the Government is improving other Regions Airports to stimulate investment in those areas, create jobs, and boost trade with neighbouring countries.

H.E DR. SAMIA SULUHU HASSAN, THE PRESIDENT OF THE UNITED REPUBLIC OF TANZANIA LAID THE FOUNDATION FOR THE CONSTRUCTION OF MSALATO INTERNATIONAL AIRPORTS ON 30TH OCTOBER, 2022



MSALATO AIRPORT PROJECT



IMPLEMENTATION OF FLAGSHIP PROJECTS AS A CATALYST TO INVESTMENT FACILITATION IN TANZANIA

- ❖ Processing of Liquefied Natural Gas (LNG) in Lindi Tanzania. The set up of the plant is expected to start in 2025, and the production and exports of natural gas to the global market will start by 2030. Apart from the LNG plant there will also be an Industrial Park and Special Economic Zones (SEZ) at the site of the project which will be constructed at Liking'o and Mto Mkavu villages in Lindi, Tanzania

LIQUEFIED NATURAL GAS PLANT



KEY AREAS FOR INVESTMENT

- ❖ The following are key selected investment of priorities that the Government seeks to unlock in order to accelerate economic growth and create employment:-
 - ***Agriculture*** to support the agenda 10/30 that seeks to promote agribusiness “Kilimo Biashara” by undertaking large –scale commercial farming of crops such as sugar cane, wheat, sunflower, grapes, maize as well as deep sea fishing.
 - ***Value addition industries*** in the area of edible oil, textile, livestock and leather industries.

KEY AREAS FOR INVESTMENT

- ***Logistics:*** Tanzania is a gateway and transit corridor for goods to and from the landlocked countries in Eastern and Southern African. This makes logistics among the attractive investment opportunities from construction of toll roads, and storage facilities.
- ***Energy :*** Investment in renewable energy and other forms of clean energy utilizing solar, wind mills and solid wastes. The country solar radiation levels range between 1.8 MWh and 2.2MWh per square meter, while high wind power potential covers 10%
- ***ICT and digital transformation:*** By building digital technology institutes to enhance skills.

CONCLUDING REMARKS

- ❖ The Government of the United Republic of Tanzania welcomes the Japanese Business Community to invest in Tanzania in key priorities areas of investment. In the current economic climate, the Government sees foreign investment as a means to create additional jobs and stimulate economic growth.

THANK YOU FOR YOUR ATTENTION

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