

The United Republic of Tanzania MINISTRY OF NATURAL RESOURCES AND TOURISM TANZANIA FOREST SERVICE AGENCY



THE SALE OF STANDING TEAK TREES BY AUCTION AT MUHEZA DISTRICT AND NILO NATURE RESERVE AT KOROGWE DISTRICT, TANGA.

Tanzania Forest Service Agency (TFS) is hereby to call for an auction of selling boundary teak trees with total of 1,600.883 m³ along the forest reserves boundaries at Kwani and Tongwe in Muheza District and forest reserves boundaries at Nilo Nature forest reserve in Korogwe District. Selling will be held through auction with regard to Act. 31(ii) of Forest Regulations of 2004. All teaks will be sold where it is, as it is and the buyer will not claim for any compensation return after the payment.

AUCTION TERMS AND CONDITIONS

- 1. Interested party has to submit copies of registration for sawmill trade of forest products or an agreement between interested part and sawmill dealer/owner, business license for financial year 2020/2021, the Taxpayer Identification Number (TIN) and forest dealer registration certificate of 2020/2021. He/she should show the name of the forest reserve, amount and volume he/she is capable to buy in the auction as it has been shown on table number 1 below.
- 2. An auction will be held openly in the presence of all buyers in **Tanga Forest** office at **Chumbageni-Tanga City** on **Friday 30th April 2021 11:00 a.m** with regard to Forest Act. Chapter 323.
- 3. All planted trees along the boundaries at each forest reserve will be sold separately with distinct price according to their volume. The maximum offer which has been given by the buyer in a sealed letter will not prevent other buyers to offer the maximum offers. The Maximum offer will be considered, where by the winner of the auction will be required to pay as instructed at the act no. 10 below. After 100% transaction an auction winner will sign the deal with TFS to allow him/her to harvest allowed (sold) teak trees.
- 4. Tanzania Forest Services Agency (TFS) is inviting all suitable buyers to send their applications for buying teak trees in an openly auction mart, whereby the buyer may choose teak trees volumes from the forest reserve boundaries as follows; -

Table No. 1 The List of the planted teak trees along the forest reserves boundaries

| | Name of the forest | District | LOT No. | | Reserve price |
|-----|--------------------|----------|------------|-------------|---------------|
| No. | reserve | | | Volume (m³) | |
| 1 | Tongwe | Muheza | 1 | 631.20 | 300,000/= |
| 2 | Kwani | Muheza | II | 602.89 | 350,000/= |
| 3 | Nilo NR | Korogwe | Ш | 366.793 | 400,000/= |
| | Jumla | | | 1,600.883 | |

- 5. Tanzania Forest Service Agency (TFS) will issue the auction winner certificate for the buyer who will win an auction for each teak trees volume which are along the forest reserve boundary as shown in table No.1.
- 6. Successfully buyer will not be allowed to export the logs from the country, except it has been processed in accordance to Tanzania Forest Act and its Regulation of 2004 and government notice No. 69 0f 2006.
- 7. All interested companies/individuals are invited to visit mentioned forest reserve boundaries before the deadline during the working hours from 09:00 am to 03:00 pm except for the weekend and public days. Muheza district forest conservator and Nilo nature reserve conservator/ Assistant will assist them with any required information.
- 8. All buyers should read and understand all instructions of harvesting teak trees planted along the boundaries to avoid destructions of natural vegetations (flora & fauna) during harvesting processes.
- 9. The maximum offer given by the buyer will includes VAT, CESS, TaFF, Forest royalty and planting fees.
- 10. Auction winner will require to pay at least 25% of the whole payment within 3 days after an auction. Deposited amount will not be returned in failure to deposit the remaining 75% within 14 days after an auction. All payment should be done through MNRT Portal after receiving the payment bill. The

- payment bill will be issued by Nilo Nature forest reserve conservator and Muheza district forest conservator.
- 11. The buyer should present pay in slip to Muheza district forest conservator not less than 3 days after the payment.
- 12. Auction winners will sign with TFS and be given teak harvesting certificate within 7 days after paying 100% and will require to remove the products within 1month after given harvesting certificate.
- 13. The successful buyer is obliged to clear fell and remove the volume of trees awarded within two months (sixty days) after payment of the total value.
- 14. Deadline for submission of request is on 30th April, 2021 before 10:00 a.m. Late Submissions will not be honored.
- 15. Remember any buyer who will violet the auction instructions will be held responsible according to the rules and regulation.
- 16. The Advert can also be viewed at our website www.tfs.go.tz and www.mnrt.go.tz

ISSUED BY: ASSISTANT COMISSIONER OF CONSERVATION TANZANIA FOREST SERVICES AGENCY-NORTHERN ZONE P.O.BOX 404 SAME