



THE SALE OF STANDING TEAK TREES BY AUCTION AT MTIBWA AND LONGUZA FOREST PLANTATIONS

- 1. Tanzania Forest Services Agency (TFS) intends to sale standing teak trees with a total volume of 10,127.174 m³ grown at Mtibwa in Turiani, Morogoro Region and Longuza Forest Plantations Muheza, Tanga Region. A total volume of 4,677.637 m³ and 5,449.537 m³ will be sold from Mtibwa and Longuza forest plantations respectively. The standing teak trees which are grouped into felling couples will be sold through auction in accordance with the auctions procedures as stated under regulation 31(ii) of the Forest Regulations, 2004. The standing teak trees are be sold as on "as is where is" basis and the selling entity shall have no further liability after the sales.
- 2. Interested firm or an individual person shall submit own wishes and other information in a closed envelope (refer item 15) indicating forest plantation name, compartment name, plot number and volume per plot as shown in tables 1&2 below. Also, interested part has to submit registration for sawmill for processing forest produce or a contract with a sawmill owner (2020/2021), Tax Identification Number (TIN) and pay-in slip of a wish to participate in the auction (refer item 13).
- Auction will be held publically and in the presence of all buyers at the plantation Manager's office on Wednesday 2nd SEPTEMBER, 2020 at 10.30 am at Mtibwa Forest Plantation and on Friday 4th September, 2020 at 10.30 am at Longuza Forest Plantation and shall be conducted in accordance with the Forest Act Cap. 323.
- 4. Each felling Plot will be auctioned separately basing on the price per cubic meter. The highest price offered by a buyer during envelope opening shall be the floor price per cubic meter and will not hinder other buyers to offer their highest price over that offered previously at the opening envelope.
- 5. Tanzania Forest Services (TFS) Agency invites interested buyers of teak trees to submit the needful documents to make them eligible for the Auction. Selections of plots to harvest should be based on the tables 1 and 2 as follows:

TABLE 1:	PLOTS	FOR	SALE	WITH	THEIR	VOLMES	AND	FLOOR	PRICE	AT
MTIBWA FOREST PLANTATION										

S/N.	PLOT NAME	VOLUME PER PLOT (m3)	FLOOR PRICE PER VOLUME (Tshs/m3)
1.	LR13 - M	116.956	500,000/=
2.	LR13 - N	120.721	480,000/=
3.	LR13 - O	169.837	550,000/=
4.	LR13 - P	134.316	530,000/=
5.	LR13 - Q	132.270	470,000/=
6.	LR13 - R	380.729	410,000/=
7.	LR13 - S	138.767	410,000/=
8.	LR13 - T	251.707	480,000/=
9.	LR13 - U	304.522	600,000/=
10.	LR13 - V	243.985	480,000/=
11.	LR13 - W	265.208	500,000/=
12.	LR13 - X	181.256	500,000/=
13.	LR13 - Y	416.233	520,000/=
14.	LR13 - Z	464.751	580,000/=
15.	LR13 - A1	197.299	500,000/=
16.	LR 16B - 20	400.310	370,000/=
17.	LR 16B - 23	342.440	310,000/=
18.	LR 16B - 24	129.100	330,000/=
19.	LR16B - 25	147.030	300,000/=
20.	LR16B - 32	140.200	280,000/=
	Grand Total	4,677.637	

TABLE 2: PLOTS FOR SALE WITH THEIR VOLMES AND FLOOR PRICE AT
LONGUZA FOREST PLANTATION

S/N.	PLOT NAME	VOLUME PER PLOT (m ³)	FLOOR PRICE PER VOLUME (Tshs/m ³)
1.	LG9-A1	174.799	650,000/=
2.	LG9-A2	284.787	650,000/=
3.	LG9-A3	192.063	650,000/=
4.	LG9-A4	249.133	650,000/=

S/N.	PLOT NAME	VOLUME PER PLOT (m ³)	FLOOR PRICE PER VOLUME (Tshs/m ³)
5.	LG9-A5	262.583	650,000/=
6.	LG9-A6	315.544	650,000/=
7.	LG9-A7	261.459	650,000/=
8.	LG9-A8	278.035	650,000/=
9.	LG9-A9	277.390	650,000/=
10.	LG9-A10	105.289	650,000/=
11.	LG9-A11	90.477	650,000/=
12.	LG9-A12	306.966	650,000/=
13.	LG9-A13	211.624	650,000/=
14.	LG9-A14	219.420	650,000/=
15.	LG9-A15	189.896	650,000/=
16.	LG9-A16	286.103	650,000/=
17.	LG9-A17	152.939	650,000/=
18.	LG8-22	261.850	630,000/=
19.	KH10-10	515.370	720,000/=
20.	KS12- A12	343.090	720,000/=
21.	KS12- A15	299.230	720,000/=
22.	KS12- A24	171.490	720,000/=
	Grand Total	5,449.537	

- 6. Tanzania Forest Services (TFS) Agency will award a winning letter to the highest bidder in each plot.
- 7. All successful buyers should note that it is prohibited to export the logs as per regulation 50 (1) of the Forest Regulations of 2004.
- Interested buyers may visit the sites (plots to be harvested) at Mtibwa and Longuza Forest Plantations from 09:00 AM to 03:00 PM - Monday to Friday except on public holidays. The Plantation Manager will provide additional information on plots including harvesting conditions.
- 9. Interested buyers are supposed to read and understand clearly the harvesting guidelines provided in each plantation.
- 10. Floor (Minimum base) price per cubic meter shown in Table 1 & 2 above includes VAT, CESS and LMDA.
- 11. The successful buyer shall pay twenty five percent (25 %) of the total value, which is non-refundable within three (3) working days and the remaining seventy five percent (75 %) shall be paid within fourteen (14) days from the day of auctioning. All payments should be made through Banks or network providers after receiving a bill obtained from the Government Electronic Payment Gateway (GePG) by respective Forest Plantation Manager.

- 12. The buyer shall submit evidence of the deposited amount not later than three days after payment.
- 13. Any person or company which previous won the auction and failed to comply with the rules and procedures include payment is here by disqualified to participate this auction.
- 14. 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.
- 15. Deadline for submission of closed envelope with potential buyers' wishes is before 10:00 AM on the auctioning date in both forest plantations. Late submissions will not be honoured.
- 16. The Advert is also found in our website <u>www.tfs.go.tz</u> and <u>www.mnrt.go.tz</u>

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