



ANNOUNCEMENT: - ESTABLISHING A BANK FOR MANAGING THE ABANDONMENT RESERVE FUND FOR THE MNAZI BAY GAS PRODUCTION ASSETS

In order to discharge its obligations for site clean-up and abandonment of all assets and facilities, M&P (and Partners), the GoT and TPDC are required to establish an abandonment cost reserve fund. TPDC and M&P have estimated the costs for site clean-up and abandonment of the Mnazi Bay Gas Production Assets. The requirement is for the funds to be deposited into a US Dollar long term, interest bearing account, in a first-class bank located within Tanzania.

The Abandonment Reserve Fund will be paid to the nominated bank by the Operator M&P and the whole process will be managed by M&P as a contact entity. M&P will periodically deposit the funds into the nominated account in determined instalments. The said abandonment cost fund will be maintained in the account for a period of not less than thirteen (13) years, after which such funds, plus all accrued interest, shall be withdrawn from the bank to meet the obligation for the Mnazi Bay site clean-up and abandonment.

It is against this background that we are seeking for the Custodian Bank to hold and manage the Mnazibay Gas Field Abandonment Fund. Interested Banks that qualify the above requirement are hereby called to submit their proposals for managing the fund. The following are the Terms of References (TORs):

1. The proposed bank should be a bank which is registered in Tanzania.
2. Provide details of whether the bank in question is a branch, subsidiary or parent company in the country?

3. In case of a branch or a Subsidiary company, give details of the mother company and the ownership structure.
4. The proposal submitted for managing the Abandonment Fund (AF) should be in conformity with statutory regulations governing the banking industry in Tanzania.
5. The bank should provide the details of Senior Official(s) to serve for the purpose of a contact person(s) in matters relating to the management of the fund.
6. Provide details on how well established the Bank is in the country in terms of branches, staff, CSR reports, political affiliations and any other
7. Provide details of similar experience in managing such special funds, projects and other funds held for similar purposes.
8. Provide a simulated model on the management of the Fund including interest rate to be offered by the Bank.
9. In the event of unforeseen catastrophes (e.g. closure, receivership, acts of God, Group decisions to pull out of the country) the bank should provide a guarantee that our money will be fully recovered from the bank.
10. In managing the Abandonment Fund, the bank will not impose any un-statutory charges arising from the transactions made from or to the Fund.
11. The fund should be accessible on line via a bank-online system and/or other electronic channels
12. The bank should provide dedicated customer care personnel (preferably personalized) to meet corporate client requirement
13. Provide details on flexibility of the terms of the proposals. Are there any potential liabilities/risks that are not fully disclosed in case of breach of contract (e.g. Potential Merger or acquisitions, amalgamations)
14. Please submit your proposals within two weeks from the first date of this announcement to the Managing Director; M&P Exploration Production (T) Ltd., Plot No. 1338/9 Hse No. 9, Mwaya Street, Msasani Peninsula, PO Box 80460, Dar Es Salaam. Email: cmaitre@tanzaniamp.com; ekilembe@tanzaniamp.com