



**THE UNITED REPUBLIC OF TANZANIA
MINISTRY OF MINERALS**



TENDER No. BAFEX RL/01/2024

RE: TENDER NOTICE FOR DEVELOPMENT OF AREAS UNDER RETENTION LICENSES (RL 0010/2014, RL 0011/2014, AND RL 0012/2014) PREVIOUSLY OWNED BY BAFEX TANZANIA LIMITED

1. According to the requirements of the Mining Act, Cap. 123 under section 15(1) and section 71, the Minister for Minerals has decided to designate the areas described as per geographical coordinates attached hereto as **Appendix A** as areas for which he invites applications by tender for Mining Licences.
2. The Ministry is seeking a strategic investor with the financial and technical capability to promote the expeditious and beneficial development of the mineral resources in the prescribed areas. The previous owner of the defunct retention licences shall not be eligible to tender.
3. Therefore, the Ministry invites bids from eligible applicants for the development of gold mining projects on RL 0010/2014, RL 0011/2014, and RL 0012/2014 areas which are now under government ownership by operation of law.
4. In addition to the foregoing conditions, all bids shall adhere to Qualification Criteria as per **Appendix B**.
5. All tender applications shall be referred to the Mining Commission for assessment and advice to the Minister and the Minister shall consider the competing bids and select a successful bidder.
6. All tender applications, one original, and two copies of the tender documents with certified supporting documents must be submitted to the Mining Commission not later than 23rd April, 2024 before 1530hours to:

The Executive Secretary,
The Mining Commission,
P.O Box 2292,
DODOMA.

**Anthony P. Mavunde (MP)
MINISTER FOR MINERALS**

27th March, 2024

Appendix A: Description of the Area

No.	Area Code	Type of Mineral	Area	Location	Proposed Licence Type	
1.	RL 0010/2014	Gold	12.59 km ²	Chunya, Mbeya	Mining Licence	
Corner	Latitude Degrees	Latitude Minutes	Latitude Seconds	Longitude Degrees	Longitude Minutes	Longitude Seconds
1.	8	20	20	33	5	0
2.	8	20	20	33	6	10
3.	8	20	40	33	6	10
4.	8	20	40	33	7	40
5.	8	20	20	33	7	40
6.	8	20	20	33	8	40
7.	8	19	40	33	8	40
8.	8	19	40	33	10	0
9.	8	21	0	33	10	0
10.	8	21	0	33	5	0
2.	RL 0011/2014	Gold	11.83 km ²	Chunya, Mbeya	Mining Licence	
Corner	Latitude Degrees	Latitude Minutes	Latitude Seconds	Longitude Degrees	Longitude Minutes	Longitude Seconds
1.	8	19	30	33	10	0
2.	8	19	30	33	12	20
3.	8	21	0	33	12	20
4.	8	21	0	33	10	0
3.	RL 0012/2014	Gold	11.27 km ²	Chunya, Mbeya	Mining Licence	
Corner	Latitude Degrees	Latitude Minutes	Latitude Seconds	Longitude Degrees	Longitude Minutes	Longitude Seconds
1.	8	20	20	33	0	0
2.	8	20	20	33	5	0
3.	8	21	0	33	5	0
4.	8	21	0	33	0	0

**Appendix B
QUALIFICATION CRITERIA**

Key components	Requirement
Applicant Information	The applicant has to submit certified copies of the following:
	❖ Proof of Company incorporation in Tanzania, Memorandum, and Article of Association.
	❖ Current Company's Directors and Shareholders and proof of their Nationalities.
	❖ Company Profile and Physical Address in Tanzania.
	❖ Tax Clearance Certificate from Tanzania Revenue Authority.
	❖ Capital structure (debt/equity ratio) of the bidding company.
	❖ Duly executed Integrity Pledge form.
Financial Capability	❖ The company or its Directors should not have defaulted on any Mineral Rights in Tanzania.
	❖ Tender documents are strictly non-transferable to a third party other than tendering entities.
	❖ Applicants will pay a non-refundable application fee of TZS 50 million.
	❖ Proof of capital investment of not less than USD 25 million.
	❖ Submission of audited financial statements of the recent three consecutive years under IFRS compliance.
	❖ Proof of source of funds (Owner's, Equity, or Loan), Debt, and Balance sheet to enable the company to invest and develop the project to production.
Technical Capability	❖ The Company with Owner's assets or Equity Fund will be given priority.
	❖ Tentative Preliminary project costs
	❖ Any other financial information to support the tender application.
	❖ Experience in operating similar projects in the Exploration and Mining of gold.
	❖ Submit a feasibility study of the area within 6 months.
Legal Capacity	❖ Submit an Environmental Impact Assessment Report and Certificate of the area within 6 months.
	❖ Proposed Work Plan.
	❖ Applicants should commit to starting Production in less than 18 months, failure of which shall result in licence cancellation.
	❖ Commitment to comply with relevant Tanzania Legislation related to the mining industry.
Environmental Management	❖ Agree to have a joint venture company with the government where the Government will acquire the statutory 16% Non-Dilutable Free Carried Interest shares.
	❖ Any other relevant information in support of the proposal.
	❖ Tenderers should commit to protecting and managing the environment up to mine closure.
Local Content	❖ Successive Bidder will be required to prepare a mine closure plan and post a rehabilitation bond in accordance with the Mining Act Cap. 123.
	❖ Succession Plan of experienced professionals (Mining, resource Geology, Engineering, Economy, Safety, and Environment), Technology Transfer for the same.
	❖ Procurement of goods and services in Tanzania as per the Mining (Local Content) Regulations, 2018.
Investor – Government Economic Benefits Sharing Principle	❖ Any other information relevant to support the proposal.
	❖ Apart from the statutory taxes, fees, levies, royalties, and dividends, the investor shall pay to the Government of the United Republic three <i>per centum</i> of the gross value of minerals produced under his licence throughout the life of the mine as indicated in the definitive feasibility study.

SQ020499