



## TANZANIA REVENUE AUTHORITY

### **ACKNOWLEDGEMENT RECEIPT**

**Taxpayer Name:** MAXI PRO COMPANY LIMITED  
**Taxpayer TIN:** 136-030-418  
**Filed by:** FRANK ELIA MAPUNDA  
**Declarant TIN:** 101-831-698  
**Return Type:** Return of Income for Entity - All Businesses except Insurance, Banking, Mining or Petroleum  
**Period :** 2022  
**Submitted on:** 28 July 2023 05:48:41 PM

#### **ACKNOWLEDGEMENT OF RECEIPT**

Thank you for using e-filing services.

Tanzania Revenue Authority (TRA) hereby acknowledge that on 28 July 2023 05:48:41 PM received your document and assigned an e-document number 20221360304180282455136 as per Regulation 72 of the Tax Administration (General) Regulations, 2016. Please quote this number in communication regarding this particular document.

***"Together We Build Our Nation"***

Masau C. Malima  
**Regional Manager**  
**Ilala Tax Region**

P.O.BOX-25216, Dar es Salaam, Tanzania ,  
Tel:022-2863190,022-2861552,  
Email :rm\_ilala@tra.go.tz Website:www.tra.go.tz



## DOMESTIC REVENUE DEPARTMENT

### Notice of Self Assessment for Corporate Tax

TIN: 136-030-418 Year of Income: 2022  
TAXPAYER NAME: MAXI PRO COMPANY LIMITED Tax Type: Corporate Tax  
BLOCK NO : B3 Assessment No. F424237569  
P.O.BOX : 1187 Date of Issue: 28 July 2023  
POSTAL TOWN : DAR ES SALAAM

#### RE: RETURN OF INCOME FOR THE YEAR OF INCOME 2022

With reference to the provision of Section 91 of the Income Tax Act, Cap. 332 and Section 46 of the Tax Administration Act, 2015, your submitted return of income with reference number 20221360304180282455136 has been assessed with a principal tax liability of TZS. 0 and penalty of TZS. 225,000.00 and Interest of TZS. as depicted in the table below;

**You are required to effect payment on or before respective due dates as indicated below:**

| Tax Debit Number | GFS Codes | Amount     | Due date for payment | Case Type |
|------------------|-----------|------------|----------------------|-----------|
| 660232211        | 11610136  | 225,000.00 | 27 August 2023       | PENALTY   |
| 660232210        | 11121101  | 0.00       | 30 June 2023         | PRINCIPAL |

**Please quote the above Tax Debit Number when registering payments using Tax Bank or SWIFT/TISS.**

In case you are aggrieved with this assessment you may object by filing notice of Objection to the Commissioner General within 30 days from the date of service of the assessment in accordance with the provisions of section 51 of the Tax Administration Act, Cap. 438 read together with its Regulations.

**"Together We Build Our Nation"**

Masau C. Malima  
Regional Manager  
Ilala Tax Region

P.O.BOX-25216, DAR ES SALAAM,  
Tel:022-2863190,022-2861552,  
Email :rm\_ilala@tra.go.tz Website:www.tra.go.tz

| Source of income  | Description  | Amount in Tzs        |
|---|--|----------------------|
| <b>Total Income</b>   | Income from Business or Investment                         | -232,548,220.13      |
|   | <b>Deduct:</b>   |                      |
|   | Unrelieved Losses from prior years                         | 586,351,228.00       |
|   | Taxable Income/(Loss)                                      | -818,899,448.13      |
|   | Tax rate   | 0.3                  |
|   | <b>Tax Liability</b>                                       | 0.00                 |
| <b>If the entity is liable to Alternative Minimum Tax</b>                     | Current Year's Turnover                                    | 0.00                 |
|   | Tax rate   | 0.005                |
|   | <b>Tax Liability</b>                                       | 0.00                 |
| <b>Income from a Repatriated income of a Domestic Permanent Establishment</b> | Repatriated income of a Domestic PE                        | 0.00                 |
|   | Tax rate   | 0.1                  |
|   | <b>Tax Liability</b>                                       | 0.00                 |
| <b>Income from Final Withholding Payments</b>                                 | Final Withholding Payments                                 | 0.00                 |
|   | Tax on final withholding payments                          | 0.00                 |
|   | <b>Tax Liability</b>                                       | 0.00                 |
| <b>Grand Tax Liability</b>  | <b>Grand Tax liability</b>                                 | 0.00                 |
| <b>Deduct: Taxes already Assessed</b>   | Tax on Non-final withholding payments                      | 0.00                 |
|   | Tax on Final withholding payments                          | 0.00                 |
|   | Provisional Installments payments                          | 3,000,000.00         |
|   | <b>Total Taxes already Assessed</b>                        | <b>3,000,000.00</b>  |
| <b>Additional tax Assessed (Discharged)</b>                                   |  | <b>-3,000,000.00</b> |
| <b>Penalties and Interest</b>   | Interest for under estimation - Section 75 of TAA, 2015    | 0.00                 |
|   | Penalty for late filing - Section 78 of TAA, 2015          | 225,000.00           |
|   | Penalty for non submission of SETPI Section 78 of TAA 2015 | 0.00                 |
|   | <b>Total Penalty and Interest</b>                          | 225,000.00           |
| <b>Total Additional Tax Assessed</b>  |  | <b>225,000.00</b>    |



**ALMAT & ASSOCIATES**  
*Certified Public Accountants*

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MAXI PRO COMPANY LIMITED  
P.O.BOX 1187  
DAR ES SALAAM  
TANZANIA  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2022

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**ALMAT & ASSOCIATES**  
*Certified Public Accountants*

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022

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**M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022**

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**COMPANY INFORMATION**

**BOARD OF DIRECTORS** : Ahmad Ghaddar  
: Ali Sarhim  
: Chadi Khalife  
: Frank Elia Mapunda  
: Ahmad Atallah

**BUSINESS OFFICE** : P.O Box 1187  
: Dar es salaam-Ilala  
: Tanzania

**INDEPENDENT AUDITORS** : ALMAT & ASSOCCIATES  
: Certified Public Accountant  
: P. O. Box 11374  
: Dar es Salaam

**PRINCIPAL BANKER** : EXIM (T) Bank Ltd

**M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022**

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**DIRECTORS REPORT**

**Audited Accounts**

The directors submit their report and the audited financial statements for the year ended ,31st December 2022 which disclose the state of affairs of the business.

**Incorporation**

The company is incorporated in the United Republic of Tanzania under the Companies Act,2002 as a private company limited by guarantee and not having share capital.

**Nature of Business and Principal Activities**

The principal activity of the company have been stipulated in Manufacturing of Soap and Detergents.

The operating results and state of affairs of the company are fully set out in the attached financial statements and do not in our opinion require any further comment.

**Employee Welfare**

**Organisation and Employee's Relationship**

A healthy relationship continues to exist between the business owner and the employees. There were no unresolved complaints received by the directors from employees during the year.

**Corporate Governance**

The Board of Directors take overall responsibility for the Company, including responsibility for identifying key risk areas, considering and monitoring investment decisions, considering significant financial matters, and reviewing the performance of chamber business plans and budgets. The Board is also responsible for ensuring that a comprehensive system of internal control policies and procedures is operative, and for compliance with sound corporate governance principles.

The Board is required to meet at least four times a year. The company is committed to the principles of effective corporate governance. The directors also recognize the importance of integrity, transparency and accountability.

**Risk Management and Internal Control**

The Board accepts final responsibility for the risk management and internal control systems of the Company. It is the task of management to ensure that adequate internal financial and operational control systems are developed and maintained on an on-going basis in order to provide reasonable assurance regarding:

- i) The effectiveness and efficiency of operations;
- ii) The safeguarding of the Company's assets;
- iii) Compliance with applicable laws and regulations;
- iv) Business sustainability under normal as well as adverse conditions; and
- v) Responsible behaviours towards all stakeholders.

The efficiency of any internal control system is dependent on the strict observance of prescribed measures. There is always a risk of non-compliance of such measures by staff. Whilst no system, of internal control can provide absolute assurance against misstatement or losses, the Company's system is designed to provide the Board with reasonable assurance that the procedures in place are operating effectively.

The Board assessed the internal control systems throughout the year ended 31st December 2022 and is of the opinion that they met accepted criteria.

**M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022**

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**DIRECTORS REPORT (Continued)**

**Directors**

The directors of the company during the year under review to the date of this report are as follows:

| <b>Name</b>        | <b>Position</b> | <b>Citizenship</b> |
|--------------------|-----------------|--------------------|
| AHMAD GHADDAR      | Director        | Tanzanian          |
| ALI SARHIM         | Director        | Lebanese           |
| CHADI KHALIFE      | Director        | Lebanese           |
| FRANK ELIA MAPUNDA | Director        | Tanzanian          |
| AHMAD ATALLAH      | Director        | Lebanese           |

**Results of the year**

The Net Loss incurred during the year and treatment thereof is as set out on page 5

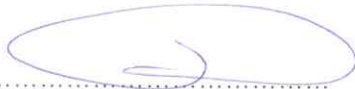
**Independent Auditors**

Almat & Associates were appointed as the auditors of the company's financial statements for the year ended 31st December 2022. They have expressed their willingness to continue in office and are eligible for re-appointment.

**Acknowledgement**

The Board of Directors wish to place on records, their sincere thanks and appreciation for co-operation and assistance received from Government of Tanzania, Various Authorities, Bankers, Various Suppliers who participated in one way or another, Employee and Auditors. The management looks forward for the continued from all for the coming future.

**By Order of the Board**



.....  
Director

**PRACTITIONER'S COMPILATION REPORT  
FOR THE YEAR ENDED 31st DECEMBER 2022  
TO THE DIRECTORS OF M/S MAXI PRO COMPANY LIMITED**

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We have compiled the accompanying financial statements of **M/S MAXI PRO COMPANY LIMITED** based on the information you have provided. These financial statements comprise the statement of financial position as at 31st December 2022, the statement of profit or loss, statement of cash flows and statement of change in equity for the year then ended, and a summary of significant accounting policies and notes to financial statements.

We have performed this compilation engagement in accordance with the International Standard on Related Services (ISRS) 4410 (Revised), Compilation Engagements.

The management is responsible for maintaining the books of accounts that give a true and fair view in accordance with the International Financial Reporting Standards and the requirements of the Tanzania Companies Act 2002.

These financial statements and the accuracy, authenticity and completeness of information used to compile them are Director's responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided to us to compile these financial statements. Accordingly we do not express an audit opinion or a review conclusion on whether these financial statements have been accurately prepared in accordance with IFRS for SMEs.

We have obtained information and explanation which were necessary for the purpose of our compilation. However where adequate third party documentation were not available, and where accuracy, authenticity and completeness of the accounting records were not obtainable, we have accepted assurance from the directors that the transactions have been reflected correctly in the records provided to us.

ALMAT & Associates

Certified Public Accountants

  
.....  
Frank G. Moshi

Partner

Date: .....

Place: Dar es salaam



M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022

STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 31st DECEMBER 2022

| Particulars                          | Notes | 2022<br><u>TZS</u>   | 2021<br><u>TZS</u>   |
|--------------------------------------|-------|----------------------|----------------------|
| Revenue                              | 10    | 828,800,089          | 427,607,313          |
| Cost of Sales                        | 11    | 391,281,980          | 204,594,969          |
| Gross Profit                         |       | <u>437,518,109</u>   | <u>223,012,344</u>   |
| <b>Less: Administrative Expenses</b> |       |                      |                      |
| Operating Expenses                   | 12    | 651,107,307          | 462,908,842          |
| Finance Charges                      | 13    | 6,759,781            | 20,577,582           |
| <b>Net Profit/Loss before tax</b>    |       | <u>(220,348,979)</u> | <u>(260,474,079)</u> |
| Less: Income tax                     |       | -                    | -                    |
| Profit after tax                     |       | <u>(220,348,979)</u> | <u>(260,474,079)</u> |

The Accounting policies on pages 9 to 10 and notes on pages 11 to 13 form an integral part of these financial statements

Independent Auditors' report on pages 4

The financial statements on page 5 to 8 were approved and signed by:-



Director

Date:

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2022

| Particulars                         | Notes | 2022<br><u>TZS</u>          | 2021<br><u>TZS</u>          |
|-------------------------------------|-------|-----------------------------|-----------------------------|
| <b>Fixed Assets</b>                 |       |                             |                             |
| Property, Plant and Equipment       | 3     | 1,882,421,916               | 294,281,944                 |
| <b>Current Assets</b>               |       |                             |                             |
| Inventories                         | 4     | 1,284,541,152               | 296,349,000                 |
| Taxation Account                    | 9     | 11,250,000                  | 8,250,000                   |
| Trade & Other Receivables           | 6     | 955,763,656                 | 1,373,788,921               |
| Cash and Bank balances              | 5     | 409,701,296                 | 541,359,536                 |
|                                     |       | <u>2,661,256,103</u>        | <u>2,219,747,457</u>        |
| <b>Total Assets</b>                 |       | <b><u>4,543,678,019</u></b> | <b><u>2,514,029,401</u></b> |
| <b>Equity and Liabilities</b>       |       |                             |                             |
| Capital                             |       |                             |                             |
| Shares Capital                      |       | 3,000,000,000               | 550,000,000                 |
| Retained Earnings                   |       | (811,882,704)               | (591,533,725)               |
|                                     |       | <u>2,188,117,296</u>        | <u>(41,533,725)</u>         |
| <b>Long term Liabilities</b>        |       |                             |                             |
| Unsecured Loans                     | 7     | 2,283,722,714               | 2,528,350,882               |
|                                     |       | <u>2,283,722,714</u>        | <u>2,528,350,882</u>        |
| <b>Current Liabilities</b>          |       |                             |                             |
| Trade and Other Payables            | 8     | 71,838,009                  | 27,212,244                  |
| <b>Total Equity and Liabilities</b> |       | <b><u>4,543,678,019</u></b> | <b><u>2,514,029,401</u></b> |

The Accounting policies on pages 9 to 10 and notes on pages 11 to 13 form an intergral part of these financial statements

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Director

Date:

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022

STATEMENT OF CHANGES IN EQUITY

| PARTICULARS                     | Share Capital<br>TZS | Retained<br>Earnings TZS | TOTAL<br>TZS         |
|---------------------------------|----------------------|--------------------------|----------------------|
| Balance as at 01.01.2022        | 550,000,000          | (591,533,725)            | (41,533,725)         |
| Additional:                     | 2,450,000,000        |                          | 2,450,000,000        |
| Profit/(Loss) for the year      |                      | (220,348,979)            | (220,348,979)        |
| <b>Balance as at 31.12.2022</b> | <b>3,000,000,000</b> | <b>(811,882,704)</b>     | <b>2,188,117,296</b> |

The Accounting policies on pages 9 to 10 and notes on pages 11 to 13 form an intergral part of these financial statements

Independent Auditors' report on pages 4

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Director

Date:

**M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022**

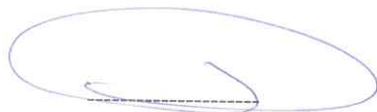
**CASH FLOW STATEMENT**

|  | <b>2022</b>                | <b>2021</b>            |
|--|----------------------------|------------------------|
|  | <b>TZS</b>                 | <b>TZS</b>             |
| <b>Cash Flow From Operating Activities</b>               |                            |                        |
| Profit or Loss for the year                              | (220,348,979)              | (260,474,079)          |
| Add: Adjustment for Depreciation                         | 230,466,516                | 88,098,467             |
|  | <b>10,117,537</b>          | <b>(172,375,612)</b>   |
| (Increase)/Decrease in Inventories                       | (988,192,152)              | 34,385,331             |
| (Increase)/Decrease in Debtors & Other Receivables       | 418,025,265                | (1,218,653,017)        |
| Increase/(Decrease) in Trade Payables                    | 44,625,765                 | 9,821,729              |
|  | (525,541,122)              | (1,174,445,967)        |
| <b>Cash generated from operations</b>                    |                            |                        |
| Tax paid   | (3,000,000)                | (3,000,000)            |
| Net cash flows generated from working capital changes    | <b>A (518,423,584)</b>     | <b>(1,349,821,569)</b> |
| <b>Cash flow from Investing Activities</b>               |                            |                        |
| Acquisition of Property, Plant & Equipment               | (1,818,606,488)            | (53,033,455)           |
| <b>Net Cash Used in Investing Activities</b>             | <b>B (1,818,606,488)</b>   | <b>(53,033,455)</b>    |
| <b>Cash flow from Financing Activities</b>               |                            |                        |
| Increase/(Decrease) in Share Capital                     | 2,450,000,000              | -                      |
| Unsecured Loan   | (244,628,168)              | 1,916,231,677          |
| <b>Net Cash Generated by Financing Activities</b>        | <b>C 2,205,371,832</b>     | <b>1,916,231,677</b>   |
| Net Increase/Decrease in Cash & Cash equivalent          | <b>A+B+C (131,658,241)</b> | 513,376,653            |
| Cash & Cash Equivalent at the Beginning of the Year      | 541,359,536                | 27,982,883             |
| <b>Cash &amp; Cash Equivalent at the end of the Year</b> | <b>409,701,296</b>         | <b>541,359,536</b>     |

The Accounting policies on pages 9 to 10 and notes on pages 11 to 13 form an integral part of these financial statements

Independent Auditors' report on pages 4

The financial statements on page 5 to 8 were approved and signed by:-



Director

Date:

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENT  
FOR THE YEAR ENDED 31ST DECEMBER 2022

**ACCOUNTING POLICIES**

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**1 Accounting policies**

The principal accounting policies adopted in the preparation of these financial statements are set out below.

**1.1 Basis of preparation**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and the requirements of the Tanzanian Companies Act of 2002. The measurement basis applied is the historical cost basis unless otherwise stated.

**1.2 Property, plant and equipment**

These are stated at historical cost less depreciation. Historical cost includes expenses that is directly attributable to the acquisition of the items.

Depreciation on asstes is calculated using the reducing balance method at the following rates:

|                               | <b>Percentage</b> |
|-------------------------------|-------------------|
| Motor Vehicle                 | 37.50%            |
| Plant, Machinery & Equipments | 25.00%            |
| Furnitures and Fittings       | 12.50%            |
| Computers & Accessories       | 37.50%            |

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

**1.3 Revenue recognition**

Revenue comprise the fair value of the consideration received or receivable. The company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when the specific criteria have been met of the company's activities. The company bases its estimates on results, taking into consideration the types of the customers, type of transaction and specifics of each arrangement. The amount of revenue is not considered to be reliably measured until all contingencies relating to the sale have been resolved.

**1.4 Trade and other receivables**

Trade receivables are measured at initial recognition at fair value and are subsequently measured at amortised cost using the effective interest rate method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence that the asset is impaired.

**1.5 Trade and other payables**

Trade and other payables are obligation to pay for goods and services that have been acquired in the ordinary course of business from supplies. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Trade and other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

**1.6 Cash and cash equivalents**

Cash and cash equivalents comprise cash in hand and bank balances. These are initially and subsequently recorded at fair value.

**1.7 Tax expenses**

The Company provides for income tax and treated in the statement of profit or loss.

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENT  
FOR THE YEAR ENDED 31ST DECEMBER 2022

**ACCOUNTING POLICIES (Continued)**

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**1.8 Translation of foreign currencies**

**(i) Functional and presentation currency**

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates. The financial statements are presented in Tanzania Shilling (TZS) which is the Company's functional and presentation currency.

**(ii) Transactions and balances**

Foreign currency transactions are translated into the functional currency of the respective entity using the Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in income and expenditures within 'finance income or cost'.

**2.0 Going Concern**

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. The basis presumes that funds will be available to finance future operations.

**2.1 Events after the reporting period**

Board of directors are not aware of any events since the date of the end of the reporting period not otherwise dealt with in these financial statements.

**2.2 Comparative figures**

Where necessary, comparative figures have been adjusted to conform with changes in presentation of the current year.

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

3 Property, Plant & Equipment

| Particulars                     | Motor Vehicle     |                   | Furniture & Fittings |                   | Plant, Machinery & Equipments |                      | Computer & Accessories |     | Land |     | Total |     |
|---------------------------------|-------------------|-------------------|----------------------|-------------------|-------------------------------|----------------------|------------------------|-----|------|-----|-------|-----|
|                                 | Tzs               | Tzs               | Tzs                  | Tzs               | Tzs                           | Tzs                  | Tzs                    | Tzs | Tzs  | Tzs | Tzs   | Tzs |
| <b>Cost</b>                     |                   |                   |                      |                   |                               |                      |                        |     |      |     |       |     |
| Balances at 1st January 2022    | 46,206,067        | 20,278,076        | 506,155,576          | 4,901,000         | -                             | 577,540,719          |                        |     |      |     |       |     |
| Additions                       | 52,305,400        | 6,299,237         | 666,788,555          | 8,295,438         | 1,084,917,859                 | 1,818,606,488        |                        |     |      |     |       |     |
|                                 | <b>98,511,467</b> | <b>26,577,313</b> | <b>1,172,944,131</b> | <b>13,196,438</b> | <b>1,084,917,859</b>          | <b>2,396,147,207</b> |                        |     |      |     |       |     |
| <b>Accumulated depreciation</b> |                   |                   |                      |                   |                               |                      |                        |     |      |     |       |     |
| Balances at 1st January 2022    | 24,813,505        | 7,462,880         | 247,757,848          | 3,224,542         | -                             | 283,258,775          |                        |     |      |     |       |     |
| Depreciation for the year       | 11,553,780        | 2,313,800         | 213,811,738          | 2,787,199         | -                             | 230,466,516          |                        |     |      |     |       |     |
|                                 | <b>36,367,285</b> | <b>9,776,680</b>  | <b>461,569,586</b>   | <b>6,011,741</b>  | <b>-</b>                      | <b>513,725,291</b>   |                        |     |      |     |       |     |
| <b>Carrying value</b>           |                   |                   |                      |                   |                               |                      |                        |     |      |     |       |     |
| Balances at 31st December 2022  | <b>62,144,182</b> | <b>16,800,634</b> | <b>711,374,544</b>   | <b>7,184,697</b>  | <b>1,084,917,859</b>          | <b>1,882,421,916</b> |                        |     |      |     |       |     |
| Balances at 31st December 2021  | <b>21,392,562</b> | <b>12,815,196</b> | <b>258,397,728</b>   | <b>1,676,458</b>  | <b>-</b>                      | <b>294,281,944</b>   |                        |     |      |     |       |     |

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

|  | 2022                 | 2021                 |
|--|----------------------|----------------------|
|  | <u>TZS</u>           | <u>TZS</u>           |
| <b>4 Inventories</b>                     |                      |                      |
| Finished Goods                           | 242,332,461          | 61,642,437           |
| Packing Materials                        | 240,156,523          | 112,856,858          |
| Raw Materials                            | 802,052,168          | 121,849,706          |
|  | <u>1,284,541,152</u> | <u>296,349,000</u>   |
| <b>5 Cash and Cash Equivalents</b>       |                      |                      |
| Cash in hand                             | 8,368,583            | 5,484,287            |
| Cash at Bank                             | 401,332,713          | 535,875,249          |
|  | <u>409,701,296</u>   | <u>541,359,536</u>   |
| <b>6 Trade and Other Receivable</b>      |                      |                      |
| VAT Receivables                          | 298,762,615          | 157,234,575          |
| Advance to Suppliers                     | 64,944,281           | 1,042,297,655        |
| Loans & Advances                         | 13,312,688           | 83,885,693           |
| Sundry Debtors                           | 558,503,047          | 90,370,997           |
| Advance Duties                           | 20,241,025           | -                    |
|  | <u>955,763,656</u>   | <u>1,373,788,921</u> |
| <b>7 Unsecured Loan</b>                  |                      |                      |
| Advance From Shareholders                | 2,283,722,714        | 2,528,350,882        |
|  | <u>2,283,722,714</u> | <u>2,528,350,882</u> |
| <b>8 Trade and Other Payables</b>        |                      |                      |
| Sundry Creditors                         | 68,766,856           | 19,070,851           |
| Outstanding and Accruals                 | 3,071,153            | 8,141,393            |
|  | <u>71,838,009</u>    | <u>27,212,244</u>    |
| <b>9 Taxation Account</b>                |                      |                      |
| Balance b/d                              | (8,250,000)          | (5,250,000)          |
| Less: Provision for the year             | -                    | -                    |
|  | <u>(8,250,000)</u>   | <u>(5,250,000)</u>   |
| <b>Less Tax Paid</b>                     |                      |                      |
| Advance tax paid                         | 3,000,000            | 3,000,000            |
| <b>Current Tax payable/ (Refundable)</b> | <u>(11,250,000)</u>  | <u>(8,250,000)</u>   |
| <b>10 Revenues</b>                       |                      |                      |
| Sales from Business Activities           | 828,800,089          | 427,607,313          |
|  | <u>828,800,089</u>   | <u>427,607,313</u>   |

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

|   | 2022                      | 2021                      |
|---|---------------------------|---------------------------|
|   | <u>TZS</u>                | <u>TZS</u>                |
| <b>11 Cost of sale</b>                      |                           |                           |
| Opening stock                               | 296,349,001               | 330,734,337               |
| Add; Purchases & other direct related costs | 1,379,474,131             | 170,209,633               |
|   | <u>1,675,823,132</u>      | <u>500,943,969</u>        |
| Less; Closing Stock                         | 1,284,541,152             | 296,349,000               |
|   | <u><b>391,281,980</b></u> | <u><b>204,594,969</b></u> |
| <b>12 Operating Expenses</b>                |                           |                           |
| Salary and Wages                            | 72,717,084                | 63,502,000                |
| NSSF Contribution                           | 7,271,708                 | 6,350,200                 |
| Skills & Development Levy                   | 2,908,683                 | 2,540,080                 |
| WCF   | 398,651                   | 502,040                   |
| Insurance Premium                           | 21,141,288                | 10,097,882                |
| Rent Expenses                               | 132,420,000               | 81,756,000                |
| Advertising and Marketing Expenses          | 66,671,270                | 92,358,613                |
| Audit fee                                   | 1,000,000                 | 1,000,000                 |
| City Service Levy                           | 2,481,001                 | 603,500                   |
| Cleaning Expenses                           | -                         | 375,800                   |
| Depreciation                                | 230,466,516               | 88,098,467                |
| Electricity Expenses                        | 23,892,570                | 11,107,361                |
| Medical Expenses                            | -                         | 888,900                   |
| Office Expenses                             | 4,356,005                 | 589,963                   |
| Printing & Stationaries                     | 1,293,271                 | 483,407                   |
| Stamp Duty                                  | 1,303,932                 | 556,800                   |
| Security Charges                            | 10,091,808                | 6,000,000                 |
| Telephone & Internet Charges                | 3,850,169                 | 2,959,237                 |
| Travelling and Accommodation Expenses       | 8,134,275                 | 4,715,100                 |
| Factory Expenses                            | 1,908,458                 | 980,833                   |
| Motor Vehicle Running Expenses              | 20,630,246                | 14,189,612                |
| Repair and Maintances                       | 10,345,742                | 48,755,361                |
| Trade Licences and Other Fees               | 22,802,000                | 18,370,407                |
| Fire & Rescue Charges                       | 500,000                   | 200,000                   |
| Loading/Offloading Expenses                 | 360,500                   | 525,000                   |
| Consultancy Charges                         | -                         | 2,457,000                 |
| Fine / Penalties                            | 675,581                   | 278,199                   |
| Postage & Courier Charges                   | 231,751                   | 566,280                   |
| Transport Charges                           | 1,425,800                 | 2,100,800                 |
| EFD Machine                                 | 585,000                   | -                         |
| OSHA  | 1,244,000                 | -                         |
|   | <u><b>651,107,307</b></u> | <u><b>462,908,842</b></u> |
| <b>13 Finance Charges</b>                   |                           |                           |
| Bank Charges                                | 3,645,899                 | 2,202,693                 |
| Exchange Loss                               | 2,521,681                 | 8,861,481                 |
| Unrealised Exchange Loss                    | 592,200                   | 9,513,408                 |
|   | <u><b>6,759,781</b></u>   | <u><b>20,577,582</b></u>  |

M/S MAXI PRO COMPANY LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2022

**TAX COMPUTATION**

| Particulars                                 | Amount                      | Amount                      |
|---|-----------------------------|-----------------------------|
|   | Tzs                         | Tzs                         |
|   | 2022                        | 2021                        |
| Profit/(loss) as per financial statement    | (220,348,979)               | (260,474,079)               |
| Add Back:                                   |                             |                             |
| Depreciation                                | 230,466,516                 | 88,098,467                  |
| Travelling and Accommodation                | 813,428                     | 471,510                     |
| Fine / Penalties                            | 675,581                     | 278,199                     |
| Unrealised Exchange Loss                    | 592,200                     | 9,513,408                   |
|   | <u>12,198,746</u>           | <u>(162,112,495)</u>        |
| Less:                                       |                             |                             |
| Wear and Tear allowance                     | 254,260,374                 | 85,436,117                  |
| Unrealised Exchange Loss from previous year | 9,513,408                   | -                           |
| Adjusted Taxable Income/ (Loss)             | <u>(232,548,220)</u>        | <u>(247,548,612)</u>        |
| Adjusted Taxable Loss brought forward       | <u>(586,351,228)</u>        | <u>(338,802,616)</u>        |
| Adjusted Taxable Loss carried forward       | <u><b>(818,899,448)</b></u> | <u><b>(586,351,228)</b></u> |
| Balance b/d                                 | (8,250,000)                 | (5,250,000)                 |
| Tax theorem 30%                             | -                           | -                           |
| <b>Less Tax Paid;</b>                       |                             |                             |
| Provisional Tax Paid During the Year        | 3,000,000                   | 3,000,000                   |
| <b>Tax Payable (Refundable)</b>             | <u><b>(11,250,000)</b></u>  | <u><b>(8,250,000)</b></u>   |

**WEAR & TEAR SCHEDULE**

| Particulars            | CLASS I                  | CLASS II                  | CLASS III                | TOTAL                     |
|------------------------|--------------------------|---------------------------|--------------------------|---------------------------|
| Balance b/d            | 14,747,783               | 203,855,284               | 60,450,218               | 279,053,285               |
| Add: Additional Assets | 60,600,837               | 666,788,555               | 6,299,237                | 733,688,629               |
|                        | <u>75,348,620</u>        | <u>870,643,839</u>        | <u>66,749,455</u>        | <u>1,012,741,914</u>      |
| Less: Wear & Tear      |                          |                           |                          |                           |
| Charge for the year    | 28,255,733               | 217,660,960               | 8,343,682                | 254,260,374               |
| <b>TOTAL</b>           | <u><b>47,092,888</b></u> | <u><b>652,982,879</b></u> | <u><b>58,405,773</b></u> | <u><b>758,481,540</b></u> |