

SUNNY ADVENTURE SAFARIS LIMITED

FINANCIAL STATEMENTS & REPORTS

31ST DECEMBER 2021

MWEMA & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS IN PUBLIC PRACTICE

TAX CONSULTANTS

P.O. BOX 891

ARUSHA

SUNNY ADVENTURE SAFARIS LIMITED

REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

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SUNNY ADVENTURE SAFARIS LIMITED
ARUSHA

Financial Statements for the year ended 31st December, 2021

CORPORATE INFORMATION :

BOARD OF DIRECTORS :

MRS.SHAIROZ AYUB A.H.SULEMAN
MR.AYUB A. H. SULEMAN.

REGISTERED OFFICE :

P.O.Box. 972,
ARUSHA,
TANZANIA.

ACCOUNTANTS & AUDITORS :

Mwema & Company
Certified Public Accountants In Public Practice.
P.O.Box 891
ARUSHA
TANZANIA.

BANKERS :

African Banking Corporation Tanzania Limited.
Exim Bank T. Limited.
NMB Bank
KCB Bank

SUNNY ADVENTURE SAFARIS LIMITED
ARUSHA.

Financial Statements for the year ended 31st December, 2021

REPORT OF THE DIRECTORS

The Directors have pleasure in presenting their report together with the audited Financial Statements for the year ended 31st December, 2021 which disclose the state of affairs of the Company.

PRINCIPLE ACTIVITIES:

The Principle activities of the Company remain that of Tour Operators.
The company remained dormant due to the **COVID-19 Pandemic**

RESULTS:

The results for the year ended 31st December, 2021 and the appropriation thereof are set out on page 4.

DIVIDEND:

The Directors do not propose the declaration of dividends for the year.

DIRECTORATE:

The present membership of the Board is set out on page 1. In accordance with the Articles of Association, no directors are due for retirement by rotation.

AUDITORS:

The Auditors, Mwema & Company, will continue in office for the subsequent year.

ADMINISTRATIVE EFFICIENCY

- (a) Payment of all statutory dues such as Value Added Tax, Pay As You Earn, NSSF and Skills Development Levy were made on time
- (b) All assets of the company are fully insured against normal business risks.
- (c) There have been no court cases against the company or the management during the year.

BY ORDER OF THE BOARD.



DIRECTOR

SUNNY ADVENTURE SAFARIS LIMITEDDIRECTORS RESPONSIBILITIES

The Companies Act requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the operating results of the Company for that year. It also requires the Directors to ensure that Company keeps proper accounting records which disclose the reasonable accuracy at any time the financial position of the Company. They are also responsible for safeguarding the assets of the Company.

The Directors accept the responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards and in the manner required by the Companies Act. The Directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Company and of its operating results. The Directors further accept responsibility for the maintenance of the accounting records which may be relied in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the Directors to indicate that the Company will not remain a going concern for at least the next twelve months from the date of this statement.



.....
DIRECTOR



.....
DIRECTOR

REPORT OF THE AUDITORS**TO THE MEMBERS OF****SUNNY ADVENTURE SAFARIS LIMITED**

We have audited the financial statements on pages 5 to 13 which have been prepared under the historical cost convention and accounting policies set out on page 8.

OPINION

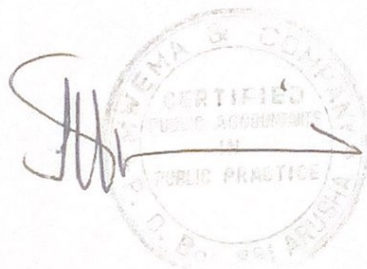
Subject to the foregoing, in our opinion the financial statements present a true and fair view of the state of the Company's affairs as at the 31st December, 2021 and of its results and Cash Flows for the year then ended and comply with International Financial Reporting Standards and the Companies Act.

BASIS OF OPINION

We conducted our audit in accordance with International Standards on Auditing. We planned and performed our audit so as to obtain reasonable assurance that the financial statements are free from material misstatement. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Company's Directors are responsible for the preparation of financial statements which give a true and fair view of the Company's state of affairs and its operating results. Our responsibility is to express an independent opinion on the financial statements based on our audit and to report our opinion to you.



JOHN P.MAJO (FCPA 104)
MWEMA & COMPANY (PF 037)
Certified Public Accountants in Public Practice

ARUSHA: 22 MAR 2022

SUNNY ADVENTURE SAFARIS LIMITEDSTATEMENTS OF CHANGES IN SHAREHOLDERS EQUITY AT 31ST DECEMBER, 2021.

	Share Capital <u>T.SHS.</u>	Retained Earnings <u>T.SHS.</u>	Shareholders Fund <u>T.SHS.</u>	TOTAL <u>T.SHS.</u>
<u>Year Ended 31st December 2020.</u>				
At beginning of the year	500,000,000	1,410,012,226	428,054,835	2,338,067,061
Profit/(Loss) for the year	-	(393,611,987)	-	(393,611,987)
At the end of the year	<u>500,000,000</u>	<u>1,016,400,239</u>	<u>428,054,835</u>	<u>1,944,455,074</u>
<u>Year Ended 31st December 2021.</u>				
At beginning of the year	500,000,000	1,016,400,239	428,054,835	1,944,455,074
Profit/(Loss) for the year	-	(266,398,015)	-	(266,398,015)
At the end of the year	<u>500,000,000</u>	<u>750,002,224</u>	<u>428,054,835</u>	<u>1,678,057,059</u>

SUNNY ADVENTURE SAFARIS LIMITED
ARUSHA.

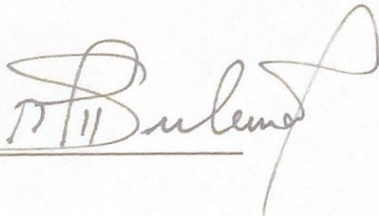
Financial Statements for the Year ended 31st DECEMBER 2021

STATEMENT OF FINANCIAL POSITION
BALANCE SHEET AS AT 31st DECEMBER 2021

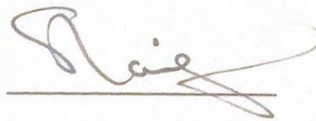
<u>ASSETS :</u>	NOTES	2021 <u>TZS</u>	2020 <u>TZS</u>
Non - Current Assets.			
Properties, Plant & Equipments: Fixed Assets	4	1,923,773,198	2,067,183,146
		<u>1,923,773,198</u>	<u>2,067,183,146</u>
Current Assets			
Accounts Receivables	6	1,438,380,741	1,366,856,326
Directors Current A/cs		138,376,905	174,376,905
Cash and Cash Equivalents		70,065,231	248,990,066
		<u>1,646,822,876</u>	<u>1,790,223,296</u>
Total Assets		<u><u>3,570,596,074</u></u>	<u><u>3,857,406,442</u></u>
Equity attributable to equity holders			
Share Capital		500,000,000	500,000,000
Retained Earnings	5	750,002,224	1,016,400,239
Shareholders Advances Towards Share Capital		428,054,834	428,054,834
Total Equity.		<u>1,678,057,058</u>	<u>1,944,455,073</u>
LONG TERM LOAN		<u>1,793,431,275</u>	<u>1,588,026,957</u>
CURRENT LIABILITIES:			
Accounts Payable	7	96,120,869	318,637,540
Current Tax Payable	3	2,986,872	6,286,872
Total Current Liabilities		<u>99,107,741</u>	<u>324,924,412</u>
Total Liabilities		<u>99,107,741</u>	<u>324,924,412</u>
Total Equity and Liabilities		<u><u>3,570,596,074</u></u>	<u><u>3,857,406,442</u></u>

These financial statements were approved by the Board of Directors on _____ and were signed on its behalf by:

Director: _____



Director: _____



SUNNY ADVENTURE SAFARIS LIMITED
ARUSHA .

Financial Statements for the year ended 31st December, 2021

<u>CASH FLOW :</u>	2021	2020
	<u>TZS</u>	<u>TZS</u>
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/(Loss) before Taxation	(266,398,015)	(393,611,987)
Adjustment for Depreciation	144,570,651	162,756,208
Operating Profit before working capital change	(121,827,364)	(230,855,779)
(INCREASE) / DECREASE IN:		
Accounts Receivable	(35,524,415)	(188,838,458)
INCREASE / (DECREASE) IN:		
Accounts Payable	(222,516,671)	153,129,217
NET CASH FLOW FROM OPERATING ACTIVITIES	(379,868,450)	(266,565,020)
TAX PAID	(3,300,000)	(65,692,500)
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchases of Fixed Assets.	(1,160,703)	(179,239,822)
Long Term Loan	205,404,318	677,226,957
NET CASH INFLOW / (OUTFLOW)	<u>(178,924,835)</u>	<u>165,729,615</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	248,990,066	83,260,451
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	70,065,231	248,990,066
NET CASH INFLOW / (OUTFLOW)	<u>(178,924,835)</u>	<u>165,729,615</u>

SUNNY ADVENTURE SAFARIS LIMITED
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Financial Statements for the year ended 31st December, 2021

NOTES

1. PRINCIPLE ACCOUNTING POLICIES:

(a) Accounting Convention:

The Financial Statements are prepared under the historical cost convention.

(b) Income Recognition:

Income comprises of the invoiced value during the year net off trade discounts and allowances.

(c) Fixed Assets and Depreciation:

Fixed Assets are stated at cost less accumulated depreciation.

Depreciation is calculated on a reducing balance basis, at annual rates estimated to write off the Cost or valuation over estimated useful lives of the assets concerned.

The Rate used are:	Rate % Annum
- Motor Vehicles	25%
- Furniture and Fittings	12.50%
- Office Equipments	12.50%
- Generator	12.50%
- Computers & Equipments	37.50%

(d) Taxation:

Taxation is provided on the basis of the results for the year as shown in the Financial Statements. Taxation is based on the adjusted income at the corporation Tax rate of 30%.

SUNNY ADVENTURE SAFARIS LIMITED
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Financial Statements for the Year ended 31st DECEMBER 2021

NOTES (Continued)

	<u>TZS</u>
2 PROFIT/(LOSS) BEFORE TAXATION FOR THE YEAR:	(266,398,015)
This is arrived at after charging:	
Depreciation	144,570,651
Directors Fees	36,000,000
	(266,398,015)

3. TAXATION:

Taxation is based on the adjusted profits for the Year at the Corporation Tax rate of 30%.
There is no provision for corporation Tax due to Losses incurred.

	<u>TZS</u>
Balance B/F.	6,286,872
Taxation -Provision for the Year.	-
	6,286,872
Less: Amount Paid.	3,300,000
	2,986,872

4. PROPERTIES, PLANT & EQUIPMENTS- FIXED ASSETS:

	<u>WORKSHOP MACH. & EQUIP</u>	<u>MOTOR VEHICLES</u>	<u>FURNITURE & FITTINGS</u>	<u>RADIO CALL & CAMP. EQUIP.</u>	<u>COMPUTERS & EQUIPMENTS</u>	<u>BUILDING</u>	<u>TOTAL</u>
At Cost	47,816,444	4,311,945,673	77,865,658	43,066,971	34,624,462	1,365,635,562	5,880,954,770
Additions	932,203	-	78,500	-	150,000	-	1,160,703
Deletions	-	-	-	-	-	-	-
	48,748,647	4,311,945,673	77,944,158	43,066,971	34,774,462	1,365,635,562	5,882,115,473
Depreciation:							
Accumulated Depreciation as at 1.1.2021	29,131,929	3,463,540,644	53,209,283	30,809,895	28,029,648	209,050,225	3,813,771,624
Charge for the Year	2,452,090	106,050,629	3,091,859	1,532,135	2,529,305	28,914,633	144,570,651
	31,584,019	3,569,591,273	56,301,142	32,342,030	30,558,953	237,964,858	3,958,342,275
N.B.V. at 31.12.2021	17,164,629	742,354,400	21,643,016	10,724,942	4,215,509	1,127,670,704	1,923,773,198

SUNNY ADVENTURE SAFARIS LIMITED
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Financial Statements for the Year ended 31st DECEMBER 2021

NOTES (Continued)	2021 <u>TZS</u>	2020 <u>TZS</u>
5. RESERVES REVENUE:		
At 1st January 2021	1,016,400,239	1,410,012,226
Profit/(Loss) Retained for the Year	(266,398,015)	(393,611,987)
At 31st DECEMBER 2021	<u>750,002,224</u>	<u>1,016,400,239</u>
 6. ACCOUNTS RECEIVABLE:		
Prepayments & Deposits	9,102,379	21,700,032
Trade Debtors	<u>1,429,278,361</u>	<u>1,345,156,294</u>
	<u>1,438,380,741</u>	<u>1,366,856,326</u>
 7. ACCOUNTS PAYABLE:		
Trade Creditors	63,970,869	318,637,540
Prepayments from Clients	32,150,000	-
	<u>96,120,869</u>	<u>318,637,540</u>
 8. INCORPORATION:		
The company is incorporated in Tanzania under the Companies Ordinance Cap. 212.		
 SHARE CAPITAL		
50,000 Ordinary Shares of shs 10,000/ = each fully paid	<u>500,000,000</u>	<u>500,000,000</u>
 9. CURRENCY:		
The Financial Statements are presented in Tanzania Shillings.		
 10. ACCOUNTING Year:		
The Financial Statements are for a twelve months from January 2021 to December 2021.		

SUNNY ADVENTURE SAFARIS LIMITED
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STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31st DECEMBER 2021

INCOME	<u>SCHEDULE</u>	2021 <u>TZS</u>	2020 <u>TZS</u>
SALES (Tourism Income)		1,022,201,383	763,112,253
Other Income -Exchange Gain/ (Loss)		<u>(243,932)</u>	<u>1,772,142</u>
		<u>1,021,957,451</u>	<u>764,884,395</u>
COST OF PACKAGE TOURS- SALES	5	<u>819,499,045</u>	<u>698,641,862</u>
GROSS PROFIT		<u>202,458,407</u>	<u>66,242,533</u>
LESS: OPERATING EXPENDITURE:			
Employment	1	94,449,710	95,230,487
Establishment	2	54,114,007	63,234,030
Administration	3	56,232,595	90,704,306
Financial	4	119,489,458	47,929,489
Depreciation	6	144,570,651	162,756,208
TOTAL OPERATING EXPENDITURE		<u>468,856,422</u>	<u>459,854,520</u>
PROFIT/(LOSS) BEFORE TAXATION		<u>(266,398,015)</u>	<u>(393,611,987)</u>
PROVISION FOR TAXATION		-	-
NET PROFIT/(LOSS) AFTER TAX		<u>(266,398,015)</u>	<u>(393,611,987)</u>

NB:

The company remained partly dormant due to the COVID-19 Pandemic

SUNNY ADVENTURE SAFARIS LIMITED
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SCHEDULES OF OPERATING EXPENDITURE:

	2021	2020
	<u>TZS</u>	<u>TZS</u>
1. EMPLOYMENT:		
Salaries and Wages.	73,195,000	80,408,000
Skills Development Levy	2,927,800	3,312,375
N.S.S.F - Employer's Contribution	50,000	7,427,500
Staff Welfare Expenses	860,227	530,460
Staff Medical	16,241,869	2,189,402
WCF	1,149,390	742,750
Staff Uniforms	25,424	620,000
	<u>94,449,710</u>	<u>95,230,487</u>
2. ESTABLISHMENT:		
Rent & Rates	33,503,936	31,447,584
Electricity & Water	10,720,832	11,795,463
Workshop Repairs and Maintenance	6,669,039	1,275,551
Licenses & Insurances- TALA,TLB,M/V Licenses,etc	3,220,200	18,695,432
Stamp Duty	-	20,000
	<u>54,114,007</u>	<u>63,234,030</u>
3. ADMINISTRATION:		
Postages, Telephones and Fax	1,000,589	1,514,484
E-mail & Internet Expenses	3,139,000	5,179,050
Advertisements & Marketing Promotions	1,709,000	9,160,000
Travelling and Transport	5,597,836	10,525,310
Donations	120,000	275,000
Printing and Stationery	868,941	1,978,153
Maintenance of Furnitures & Office Equipments	-	12,018,964
Office Expenses & Maintenance	1,376,229	6,983,842
SDL on Directors fees	1,440,000	-
Security Charges	156,000	8,470,052
Clearing & Forwarding Expenses	-	556,231
Directors Fees	36,000,000	-
Professional Consultancy fees	3,925,000	30,856,600
Valuation Fees	600,000	2,500,000
Legal Fees	300,000	686,620
	<u>56,232,595</u>	<u>90,704,306</u>

SUNNY ADVENTURE SAFARIS LIMITED
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SCHEDULE OF OPERATING EXPENDITURE (Continued)

	2021	2020
	<u>TZS</u>	<u>TZS</u>
4. FINANCIAL COSTS:		
Bank Charges & Commissions.	6,661,348	15,704,661
Bank Interest on Loan	112,828,110	32,224,828
	<u>119,489,458</u>	<u>47,929,489</u>
5. COST OF PACKAGE TOURS:(DIRECT COSTS)		
Hotels, Lodges ,Meals & Accomodation	365,223,394	176,282,543
Park Entrance Fees-Clients, Vehicles, Drivers. etc.	256,738,011	351,105,276
Drivers' Safari Expenses	44,356,850	31,724,000
Clients' Direct Safari Expenses	33,836,100	3,804,400
Vehicle Hire Charges	18,856,720	12,334,659
Air Tickets & Baloon Safaris .	20,670,824	14,922,785
Shuttle Tickets	-	320,000
Mountain Climbing Expenes	-	1,518,474
Motor Vehicle Running Expenses-Fuel & Lubricants	46,472,427	73,406,556
Motor Vehicle Running Expenses-Maintenance	33,344,719	33,223,171
	<u>819,499,045</u>	<u>698,641,862</u>
6. DEPRECIATION :		
Charge for the Year on Motor Vehicles,Equipments & Furnitures,Office Equipments etc.	<u>144,570,651</u>	<u>162,756,208</u>