

KILIMANJARO MOUNTAIN RESORT LIMITED

**MANAGEMENT ACCOUNTS
FOR THE PERIOD FROM
1ST JANUARY, 2022 TO 30TH JUNE, 2022**

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors
P.O BOX 1119
MOSHI
TANZANIA

KILIMANJARO MOUNTAIN RESORT LIMITED

**MANAGEMENT ACCOUNTS
FOR THE PERIOD FROM
1ST JANUARY, 2022 TO 30TH JUNE, 2022**

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors
P.O BOX 1119
MOSHI
TANZANIA

KILIMANJARO MOUNTAIN RESORT LIMITED
BALANCE SHEET AS AT 30TH JUNE 2022

<u>ASSETS</u>	NOTE	2022 Tshs.
<u>NON CURRENT ASSETS</u>		
Fixed Assets	2	<u>1,376,178,971</u>
<u>CURRENT ASSETS</u>		
Bank Balance		1,405,202
Cash in Hand		<u>7,402,472</u>
Total Current Assets		<u>8,807,674</u>
TOTAL ASSETS		<u>1,384,986,645</u>
<u>EQUITY AND LIABILITIES</u>		
<u>CAPITAL AND RESERVES</u>		
Share Capital	3	2,500,000
Directors Current Accounts		2,808,925,001
Capital Reserves	4	710,189,991
Accumulated Losses	5	<u>(2,064,528,897)</u>
TOTAL EQUITY		<u>1,457,086,095</u>
<u>CURRENT LIABILITIES</u>		
Trade Creditors	6	77,979
Accruals and Provisions	7	2,056,000
Taxation	8	<u>(74,233,429)</u>
TOTAL LIABILITIES		<u>(72,099,450)</u>
TOTAL EQUITY AND LIABILITIES		<u>1,384,986,645</u>

DIRECTOR

DATE

15 August 2022

DIRECTOR

DATE

15 August 2022

The Auditors report appears on page 3
Notes 1 to 17 form part of these Accounts

**KILIMANJARO MOUNTAIN RESORT LIMITED
 PROFIT AND LOSS ACCOUNT FOR THE PERIOD
 30TH JUNE, 2022**


	2022 Tshs.
TURNOVER	-
LOSS BEFORE TAXATION	(41,654,617)
After Charging:-	
Depreciation	38,669,409
Auditors remuneration	<u>500,000</u>
TAXATION	-
PROFIT AFTER TAXATION	<u>-</u>

STATEMENT OF ACCUMULATION LOSSES

Loss for the year	(41,654,617)
Accumulated Losses at the beginning of the period	<u>(2,022,874,280)</u>
Accumulated Losses at 31st June, 2022	<u>(2,064,528,897)</u>

DIRECTOR 

DATE 15/8/2022

DIRECTOR 

DATE 15 August 2022

The Auditors Report Appears on page 3
 Notes 1 to 17 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
INCOME STATEMENT FOR THE PERIOD
30TH JUNE, 2022

<u>INCOME</u>	NOTE	2022 Tshs.
SALES		-
Less:		
COST OF SALES		-
" - Accomodation		-
" - Restaurant		-
" - Bar		-
TOTAL		-
GROSS PROFIT		-
Less: Gain - Foreign Exchange		-
TOTAL		0
 Less:		
<u>EXPENDITURE</u>		
Operating expenses	9	275,000
Labour costs	10	1,620,000
Administration expenses	11	800,000
Financial expenses	12	290,208
Depreciation	13	38,669,409
TOTAL		<u>41,654,617</u>
LOSS FOR THE YEAR		<u>(41,654,617)</u>

DIRECTOR 

DATE 15/8/2022

DIRECTOR 

DATE 15 August 2022

The Auditors Report Appears on page 3
 Notes 1 to 17 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30TH JUNE,2022

1.. PRINCIPAL ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements are prepared under the historical cost convention.

(b) Depreciation

The fixed assets are depreciated on the reducing balance basis so as to write off the costs over their useful lives at the following rates.

<u>Assets</u>	<u>Annual Rates</u>
Land and Buildings	5%
Motor Vehicles	25%
Electrical Installations	12 ¹ / ₂ %
Furniture and Fittings	12 ¹ / ₂ %
Machinery and Equipment	12 ¹ / ₂ %
Computers	37 ¹ / ₂ %
Crockery and Bedlinen	12 ¹ / ₂ %
Pool Table	12 ¹ / ₂ %
Printer	12 ¹ / ₂ %

(c) Stocks

Stocks are valued at the lower of cost or net reliable value.

2.. FIXED ASSETS

<u>Assets</u>	N.B.V at 1.1.2022 Tshs.	Depreciation Tshs.	N.B.V at 30.06.2022 Tshs.
Land and Buildings	1,330,766,830	33,269,171	1,297,497,659
Motor Vehicles	990,588	185,735	804,853
Electrical Installations	2,149,228	134,327	2,014,901
Furniture and Fittings	34,927,213	2,182,951	32,744,262
Machinery and Equipment	17,637,872	1,102,367	16,535,505
Computers	82,356	15,442	66,914
Pool Table	480,211	30,013	450,198
Printer	88,188	16,535	71,653
Water Heater	144,486	9,030	135,456
Crockery and Bedlinen	<u>27,581,407</u>	<u>1,723,838</u>	<u>25,857,569</u>
TOTAL	<u>1,414,848,380</u>	<u>38,669,409</u>	<u>1,376,178,971</u>

3.. SHARE CAPITAL

Authorised:

2000 ordinary shares of Tshs. 2500/= each

5,000,000

Issued and fully paid:

1000 shares of Tshs. 2500/= each

2,500,000

KILIMANJARO MOUNTAIN RESORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
30TH JUNE,2022

		2022
4..	<u>CAPITAL RESERVE</u> Realised after valuation of Fixed Assets in 2003	Tshs. <u>710,189,991</u>
5..	<u>ACCUMULATED LOSS</u> Balance B/f Net (loss)/profit for the period TOTAL	 (2,022,874,280) <u>(41,654,617)</u> <u>(2,064,528,897)</u>
6..	<u>TRADE CREDITORS</u> TRA - VAT	 <u>77,979</u>
7..	<u>ACCRUALS AND PROVISIONS</u> Land Rent & Property Tax Electricity charges Postage, Telephone, E-mail and Fax Water charges Audit and Accountancy fees TOTAL	 45,000 240,000 36,000 35,000 <u>1,700,000</u> <u>2,056,000</u>

KILIMANJARO MOUNTAIN RESORT LIMITED
OPERATING EXPENSES FOR THE PERIOD
30TH JUNE, 2022

	2022
8.. <u>TAXATION</u>	Tshs.
Balance b/f	(74,233,429)
Withholding tax	0
Paid during the year	<u>(0)</u>
TOTAL	<u>(74,233,429)</u>
9.. <u>OPERATING EXPENSES</u>	
Generator running expenses	0
Electricity and water charges	275,000
Gas and heating	
TOTAL	<u>275,000</u>
10.. <u>LABOUR COSTS</u>	
Salaries and wages	1,620,000
TOTAL	<u>1,620,000</u>
11.. <u>ADMINISTRATION EXPENSES</u>	
Audit fees	500,000
Accountance fees	<u>300,000</u>
TOTAL	<u>800,000</u>
12.. <u>FINANCIAL EXPENSES</u>	
Bank charges	<u>290,208</u>
13.. <u>DEPRECIATION</u>	
Charge for the year	<u>38,669,409</u>

KILIMANJARO MOUNTAIN RESORT LIMITED

FINANCIAL STATEMENTS
31ST DECEMBER, 2021

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors
P.O BOX 1119
MOSHI
TANZANIA

KILIMANJARO MOUNTAIN RESORT LIMITED

FINANCIAL STATEMENTS
31ST DECEMBER, 2021

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors

P.O BOX 1119

MOSHI

TANZANIA

KILIMANJARO MOUNTAIN RESORT LIMITED
FINANCIAL STATEMENTS
31ST DECEMBER, 2021

KILIMANJARO MOUNTAIN RESORT LIMITED

DIRECTORS REPORT

The Directors present herewith their report and the audited financial statements for the year ended 31st December, 2021.

1. PRINCIPAL ACTIVITY

The principal activity of the company is Hotel.

2. ACCUMULATED LOSSES

The Directors propose to carry forward the balance of Accumulated Losses amounting to **Tshs. 2,022,874,280/=**.

3. DIVIDENDS

The Directors do not recommend the payment of a dividend.

4. DIRECTORS

Directors who served during the year were: -

<u>NAMES</u>	<u>DESIGNATION</u>	<u>NATIONALITY</u>
Mr. Mark William Njiu	Director	Tanzanian
Mrs. Elizabeth Mark Njiu	Director	Tanzanian

5. AUDITORS

The Auditors, M/s EM Financial Consultancy have indicated willingness to continue in office and do so under the terms of Sec. 132 (1) of the Companies Ordinance.

BY ORDER OF THE BOARD



.....
DIRECTOR

KILIMANJARO MOUNTAIN RESORT LIMITED

DIRECTORS' 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 the company keeps proper accounting records which disclose with 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 on, 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



DATE:15/06/2022.....

DIRECTOR



DATE:15/06/2022.....

KILIMANJARO MOUNTAIN RESORT LIMITED

AUDITORS REPORT TO THE MEMBERS

We have audited the Financial Statements of the **Kilimanjaro Mountain Resort Limited** for the year ended 31st December, 2021 as set out on pages 4 to 7, in accordance with internationally accepted Auditing Standards. We obtained all the information and explanations, which we considered necessary for our audit.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The Directors are responsible for the preparation of the Financial Statements. Our responsibility as auditors is to express an opinion on these Financial Statements based on our audit.

BASIS OF OPINION

We conducted our audit in accordance with approved auditing standards. We planned and performed our audit so as to obtain a 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 significant estimates and judgements made by the directors in the preparation of the Financial Statements, and whether the accounting policies are appropriate in the Company circumstances, consistently applied and adequately disclosed.

OPINION

In our opinion, proper books of accounts have been kept and the financial statements, which are in agreement therewith, give a true and fair view of the state of the financial affairs of the Company as at 31st December, 2021 and the loss for the year then ended, is in accordance with the International Accounting Standards.

EM FINANCIAL CONSULTANCY Certified Accountants & Authorised Auditors

ARUSHA
May, 2022



.....
**Elia G. Makata, ACPA 2492
MANAGING PARTNER**



KILIMANJARO MOUNTAIN RESORT LIMITED
BALANCE SHEET AS AT 31ST DECEMBER 2021

<u>ASSETS</u>	NOTE	2021 Tshs.	2020 Tshs.
<u>NON CURRENT ASSETS</u>			
Fixed Assets	2	<u>1,414,848,380</u>	<u>1,497,126,721</u>
<u>CURRENT ASSETS</u>			
Bank Balance		2,810,834	6,018,470
Cash in Hand		<u>8,502,448</u>	<u>8,480,457</u>
Total Current Assets		<u>11,313,282</u>	<u>14,498,927</u>
TOTAL ASSETS		<u>1,426,161,662</u>	<u>1,511,625,648</u>
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL AND RESERVES</u>			
Share Capital	4	2,500,000	2,500,000
Directors Current Accounts		2,808,925,001	2,808,925,001
Capital Reserves	5	710,189,991	710,189,991
Accumulated Losses	6	<u>(2,022,874,280)</u>	<u>(1,936,810,294)</u>
TOTAL EQUITY		<u>1,498,740,712</u>	<u>1,584,804,698</u>
<u>CURRENT LIABILITIES</u>			
Trade Creditors	10	77,979	77,979
Accruals and Provisions	11	1,576,400	976,400
Taxation	12	<u>(74,233,429)</u>	<u>(74,233,429)</u>
TOTAL LIABILITIES		<u>(72,579,050)</u>	<u>(73,179,050)</u>
TOTAL EQUITY AND LIABILITIES		<u>1,426,161,662</u>	<u>1,511,625,648</u>

DIRECTOR

DATE

15/06/2022

DIRECTOR

DATE

15/06/2022

The Auditors report appears on page 3
Notes 1 to 17 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED
31ST DECEMBER, 2021

	2021 Tshs.	2020 Tshs.
TURNOVER	<u>-</u>	<u>69,446,305</u>
LOSS BEFORE TAXATION	(86,063,985)	(118,364,253)
After Charging:-		
Depreciation	82,278,341	87,798,443
Auditors remuneration	<u>900,000</u>	<u>300,000</u>
TAXATION	-	-
PROFIT AFTER TAXATION	<u>-</u>	<u>-</u>
<u>STATEMENT OF ACCUMULATION LOSSES</u>		
Loss for the year	(86,063,985)	(118,364,253)
Accumulated Losses at the beginning of the year	<u>(1,936,810,294)</u>	<u>(1,818,446,042)</u>
Accumulated Losses at 31st December, 2021	<u>(1,850,746,309)</u>	<u>(1,936,810,294)</u>

DIRECTOR 

DATE 15/06/2022

DIRECTOR 

DATE 15/06/2022

The Auditors Report Appears on page 3
Notes 1 to 17 form part of these Accounts

**KILIMANJARO MOUNTAIN RESORT LIMITED
INCOME STATEMENT FOR THE YEAR ENDED
31ST DECEMBER 2021**

<u>INCOME</u>	NOTE	2021 Tshs.	2020 Tshs.
SALES		<u>-</u>	<u>69,446,305</u>
Less:			
COST OF SALES			
" - Accomodation	7	-	1,499,392
" - Restaurant	8	-	12,419,510
" - Bar	9	-	<u>15,764,831</u>
TOTAL		<u>-</u>	<u>29,683,733</u>
GROSS PROFIT		-	39,762,572
Less: Gain - Foreign Exchange		-	54,943
TOTAL		<u>-</u>	<u>39,817,515</u>
Less:			
EXPENDITURE			
Operating expenses	13	-	5,329,478
Labour costs	14	1,600,000	22,131,010
Administration expenses	15	900,000	40,853,458
Financial expenses	16	1,285,644	2,069,379
Depreciation	17	82,278,341	<u>87,798,443</u>
TOTAL		<u>86,063,985</u>	<u>158,181,768</u>
LOSS FOR THE YEAR		<u>(86,063,985)</u>	<u>(118,364,253)</u>

TOTAL

GROSS PROFIT

Less: Gain - Foreign Exchange

TOTAL

DIRECTOR

DATE 15/06/2022

DIRECTOR

DATE 15/06/2022

The Auditors Report Appears on page 3
Notes 1 to 17 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED
31ST DECEMBER 2021

	2021 Tshs.	2020 Tshs.
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Loss for the year	(86,063,985)	(118,364,253)
<u>Add: Adjustment for items not involving the movement of funds and working capital items:</u>		
Depreciation	<u>82,278,342</u>	<u>87,798,444</u>
Operating Profit/(Loss) before working capital charges	(3,785,643)	(30,565,809)
Stocks - (Increase)/ Decrease	-	13,429,100
Creditors - (Increase)/ Decrease	600,000	(2,021,727)
Directors Current Accounts	-	<u>16,000,000</u>
Cash generated from operations	<u>(3,185,643)</u>	<u>(3,158,436)</u>
<u>TAXATION</u>		
Tax Paid	-	(11,800,000)
<u>CASH FLOW FROM INVESTMENT ACTIVITIES</u>		
Fixed assets additions	<u>-</u>	<u>(710,170)</u>
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENT	(3,185,643)	(15,668,606)
CASH AND CASH EQUIVALENTS AS AT 1ST JANUARY 2021	<u>14,498,927</u>	<u>30,167,533</u>
CASH AND CASH EQUIVALENTS AS AT 31ST DECEMBER 2021	<u>11,313,284</u>	<u>14,498,927</u>
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENT		
	2021	2020
	Tshs.	Tshs.
Cash in hand	8,502,448	8,480,457
Bank Balance	<u>2,810,834</u>	<u>6,018,470</u>
TOTAL	<u>11,313,282</u>	<u>14,498,927</u>

DIRECTOR

DATE 15/06/2022

DIRECTOR

DATE 15/06/2022

The Auditors Report Appears on page 3
Notes 1 to 17 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 2021

1.. PRINCIPAL ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements are prepared under the historical cost convention.

(b) Depreciation

The fixed assets are depreciated on the reducing balance basis so as to write off the costs over their useful lives at the following rates.

<u>Assets</u>	<u>Annual Rates</u>
Land and Buildings	5%
Motor Vehicles	25%
Electrical Installations	12 ¹ / ₂ %
Furniture and Fittings	12 ¹ / ₂ %
Machinery and Equipment	12 ¹ / ₂ %
Computers	37 ¹ / ₂ %
Crockery and Bedlinen	12 ¹ / ₂ %

(c) Stocks

Stocks are valued at the lower of cost or net realisable value.

2.. FIXED ASSETS

<u>Assets</u>	N.B.V		N.B.V	
	at 1.1.2021 Tshs.	Depreciation Tshs.	at 31.12.2021 Tshs.	at 31.12.2020 Tshs.
Land and Buildings	1,400,807,190	70,040,359	1,330,766,830	1,400,807,190
Motor Vehicles	1,320,785	330,196	990,588	1,320,785
Electrical Installations	2,456,261	307,033	2,149,228	2,456,261
Furniture and Fittings	39,916,815	4,989,602	34,927,213	39,916,815
Machinery and Equipment	20,157,568	2,519,696	17,637,872	20,157,568
Computers	131,769	49,414	82,356	131,769
Pool Table	548,813	68,602	480,211	548,813
Printer	100,787	12,598	88,188	100,787
Water Heater	165,127	20,641	144,486	165,127
Crockery and Bedlinen	<u>31,521,608</u>	<u>3,940,201</u>	<u>27,581,407</u>	<u>31,521,608</u>
TOTAL	<u>1,497,126,721</u>	<u>82,278,341</u>	<u>1,414,848,380</u>	<u>1,497,126,721</u>

3.. STOCKS

Restaurant stocks

Bar Stocks

TOTAL

2021
Tshs.

2020
Tshs.

-

-

-

-

=====

=====

KILIMANJARO MOUNTAIN RESORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 2021

		2021	2020
4..	<u>SHARE CAPITAL</u>	Tshs.	Tshs.
	<u>Authorised:</u>		
	2000 ordinary shares of Tshs. 2500/= each	<u>5,000,000</u>	<u>5,000,000</u>
	<u>Issued and fully paid:</u>		
	1000 shares of Tshs. 2500/= each	<u>2,500,000</u>	<u>2,500,000</u>
5..	<u>CAPITAL RESERVE</u>	Tshs.	Tshs.
	Realised after valuation of Fixed Assets in 2003	<u>710,189,991</u>	<u>710,189,991</u>
6..	<u>ACCUMULATED LOSS</u>		
	Balance B/f	(1,936,810,294)	(1,818,446,042)
	Net (loss)/profit for the year	<u>(86,063,985)</u>	<u>(118,364,253)</u>
	TOTAL	<u>(2,022,874,280)</u>	<u>(1,936,810,294)</u>
7..	<u>DIRECT COSTS - ACCOMMODATION</u>		
	Cleaning and sanitation	-	1,499,392
	COST OF SALES	<u>-</u>	<u>1,499,392</u>
8..	<u>DIRECT COSTS - RESTAURANT</u>		
	Opening Stocks	-	5,429,100
	Purchases	-	<u>6,990,410</u>
	TOTAL	<u>-</u>	12,419,510
	<u>Less:</u> Closing stocks	-	-
	COST OF SALES	<u>-</u>	<u>12,419,510</u>
9..	<u>DIRECT COSTS - BAR</u>		
	Balance b/f	-	8,000,000
	Purchases	-	<u>7,764,831</u>
	TOTAL	<u>-</u>	15,764,831
	<u>Less:</u> Closing stocks	-	-
	COST OF SALES	<u>-</u>	<u>15,764,831</u>
10..	<u>TRADE CREDITORS</u>		
	TRA - VAT	<u>77,979</u>	<u>77,979</u>
11..	<u>ACCRUALS AND PROVISIONS</u>		
	Land Rent & Property Tax	90,000	90,000
	Electricity charges	480,000	480,000
	Postage, Telephone, E-mail and Fax	71,400	71,400
	Water charges	35,000	35,000
	Audit and accountancy fees	<u>900,000</u>	<u>300,000</u>
	TOTAL	<u>1,576,400</u>	<u>976,400</u>

**KILIMANJARO MOUNTAIN RESORT LIMITED
OPERATING EXPENSES FOR THE YEAR ENDED
31ST DECEMBER 2021**

	2021	2020
	Tshs.	Tshs.
12.. <u>TAXATION</u>		
Balance b/f	(74,233,429)	(62,433,429)
Withholding tax	-	(10,000,000)
Paid during the year	-	<u>(1,800,000)</u>
TOTAL	<u>(74,233,429)</u>	<u>(74,233,429)</u>
13.. <u>OPERATING EXPENSES</u>		
Generator running expenses	-	321,003
Electricity and water charges	-	<u>5,008,475</u>
TOTAL	<u>-</u>	<u>5,329,478</u>
14.. <u>LABOUR COSTS</u>		
Salaries and wages	1,600,000	20,418,000
W.C.F	-	193,000
N.S.S.F contributions	-	601,200
Skills and development levy	-	<u>918,810</u>
TOTAL	<u>1,600,000</u>	<u>22,131,010</u>
15.. <u>ADMINISTRATION EXPENSES</u>		
Repairs and maintenance - General	-	381,356
Repairs and maintenance -Building	-	35,967,220
Postage, Telephone and E-mail charges	-	1,832,693
Audit fees	600,000	300,000
Accountancy fees	300,000	-
Stationery	-	82,712
Motor vehicle running expenses	-	1,322,457
Bed night levy	-	<u>967,020</u>
TOTAL	<u>900,000</u>	<u>40,853,458</u>
16.. <u>FINANCIAL EXPENSES</u>		
Bank charges	<u>1,285,644</u>	<u>2,069,379</u>
17.. <u>DEPRECIATION</u>		
Charge for the year	<u>82,278,341</u>	<u>87,798,443</u>

KILIMANJARO MOUNTAIN RESORT LIMITED

FINANCIAL STATEMENTS
31ST DECEMBER, 2020

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors
P.O BOX 348
MOSHI
TANZANIA

KILIMANJARO MOUNTAIN RESORT LIMITED

FINANCIAL STATEMENTS
31ST DECEMBER, 2020

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors
P.O BOX 348
MOSHI
TANZANIA

KILIMANJARO MOUNTAIN RESORT LIMITED

DIRECTORS REPORT

The Directors present herewith their report and the audited financial statements for the year ended 31st December, 2020.

1. PRINCIPAL ACTIVITY

The principal activity of the company is Hotel.

2. ACCUMULATED LOSSES

The Directors propose to carry forward the balance of Accumulated Losses amounting to **Tshs. 1,936,810,294/=**.

3. DIVIDENDS

The Directors do not recommend the payment of a dividend.

4. DIRECTORS

Directors who served during the year were: -

<u>NAMES</u>	<u>DESIGNATION</u>	<u>NATIONALITY</u>
Mr. Mark William Njiu	Director	Tanzanian
Mrs. Elizabeth Mark Njiu	Director	Tanzanian

5. AUDITORS

The Auditors, M/s EM Financial Consultancy have indicated willingness to continue in office and do so under the terms of Sec. 132 (1) of the Companies Ordinance.

BY ORDER OF THE BOARD


.....
DIRECTOR

KILIMANJARO MOUNTAIN RESORT LIMITED

DIRECTORS REPORT

The Directors present herewith their report and the audited financial statements for the year ended 31st December, 2020.

1. PRINCIPAL ACTIVITY

The principal activity of the company is Hotel.

2. ACCUMULATED LOSSES

The Directors propose to carry forward the balance of Accumulated Losses amounting to **Tshs. 1,936,810,294/=**.

3. DIVIDENDS

The Directors do not recommend the payment of a dividend.

4. DIRECTORS

Directors who served during the year were: -

<u>NAMES</u>	<u>DESIGNATION</u>	<u>NATIONALITY</u>
Mr. Mark William Njiu	Director	Tanzanian
Mrs. Elizabeth Mark Njiu	Director	Tanzanian

5. AUDITORS

The Auditors, M/s EM Financial Consultancy have indicated willingness to continue in office and do so under the terms of Sec. 132 (1) of the Companies Ordinance.

BY ORDER OF THE BOARD


.....
DIRECTOR

KILIMANJARO MOUNTAIN RESORT LIMITED


DIRECTORS' 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 the company keeps proper accounting records which disclose with 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 on, 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  DATE:

DIRECTOR  DATE: 18th June 2021

KILIMANJARO MOUNTAIN RESORT LIMITED

AUDITORS REPORT TO THE MEMBERS

We have audited the Financial Statements of the **Kilimanjaro Mountain Resort Limited** for the year ended 31st December, 2020 as set out on pages 4 to 7, in accordance with internationally accepted Auditing Standards. We obtained all the information and explanations, which we considered necessary for our audit.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The Directors are responsible for the preparation of the Financial Statements. Our responsibility as auditors is to express an opinion on these Financial Statements based on our audit.

BASIS OF OPINION

We conducted our audit in accordance with approved auditing standards. We planned and performed our audit so as to obtain a 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 significant estimates and judgements made by the directors in the preparation of the Financial Statements, and whether the accounting policies are appropriate in the Company circumstances, consistently applied and adequately disclosed.

OPINION

In our opinion, proper books of accounts have been kept and the financial statements, which are in agreement therewith, give a true and fair view of the state of the financial affairs of the Company as at 31st December, 2020 and the loss for the year then ended, is in accordance with the International Accounting Standards.

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors


ARUSHA
May, 2021


.....
Elia G. Makata, ACPA 2492 ARUSHA
MANAGING PARTNER



KILIMANJARO MOUNTAIN RESORT LIMITED
BALANCE SHEET AS AT 31ST DECEMBER 2020

<u>ASSETS</u>	NOTE	2020 Tshs.	2019 Tshs.
<u>NON CURRENT ASSETS</u>			
Fixed Assets	2	<u>1,497,126,721</u>	<u>1,584,214,994</u>
<u>CURRENT ASSETS</u>			
Stocks	3	-	13,429,100
Bank Balance		6,018,470	27,690,353
Cash in Hand		<u>8,480,457</u>	<u>2,477,180</u>
Total Current Assets		<u>14,498,927</u>	<u>43,596,633</u>
TOTAL ASSETS		<u>1,511,625,648</u>	<u>1,627,811,627</u>
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL AND RESERVES</u>			
Share Capital	4	2,500,000	2,500,000
Directors Current Accounts		2,808,925,001	2,792,925,001
Capital Reserves	5	710,189,991	710,189,991
Accumulated Losses	6	<u>(1,936,810,294)</u>	<u>(1,818,446,042)</u>
TOTAL EQUITY		<u>1,584,804,698</u>	<u>1,687,168,950</u>
<u>CURRENT LIABILITIES</u>			
Trade Creditors	10	77,979	764,751
Accruals and Provisions	11	976,400	2,311,355
Taxation	12	<u>(74,233,429)</u>	<u>(62,433,429)</u>
TOTAL LIABILITIES		<u>(73,179,050)</u>	<u>(59,357,323)</u>
TOTAL EQUITY AND LIABILITIES		<u>1,511,625,648</u>	<u>1,627,811,627</u>

DIRECTOR 

DIRECTOR 

DATE 18th June 2021

DATE 18th June 2021

The Auditors report appears on page 3
Notes 1 to 17 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED
31ST DECEMBER, 2020

	2020	2019
	Tshs.	Tshs.
TURNOVER	<u>69,446,305</u>	<u>282,473,602</u>
LOSS BEFORE TAXATION	(118,364,253)	(19,875,303)
After Charging:-		
Depreciation	87,798,443	93,707,594
Auditors remuneration	<u>300,000</u>	<u>300,000</u>
TAXATION	-	-
PROFIT AFTER TAXATION	<u>-</u>	<u>-</u>

STATEMENT OF ACCUMULATION LOSSES

Loss for the year	(118,364,253)	(19,875,303)
Accumulated Losses at the beginning of the year	<u>(1,818,446,042)</u>	<u>(1,798,570,739)</u>
Accumulated Losses at 31st December, 2020	<u>(1,700,081,789)</u>	<u>(1,818,446,042)</u>

DIRECTOR 

DIRECTOR 

DATE 18th June 2021

DATE 18th June 2021

The Auditors Report Appears on page 3
Notes 1 to 17 form part of these Accounts

**KILIMANJARO MOUNTAIN RESORT LIMITED
INCOME STATEMENT FOR THE YEAR ENDED
31ST DECEMBER 2020**

<u>INCOME</u>	NOTE	2020 Tshs.	2019 Tshs.
SALES		<u>69,446,305</u>	<u>282,473,602</u>
Less:			
COST OF SALES			
" - Accomodation	7	1,499,392	10,393,611
" - Restaurant	8	12,419,510	48,809,438
" - Bar	9	<u>15,764,831</u>	<u>24,378,567</u>
TOTAL		<u>29,683,733</u>	<u>83,581,616</u>
GROSS PROFIT		39,762,572	198,891,986
Less: Gain - Foreign Exchange		<u>54,943</u>	<u>227,497</u>
TOTAL		<u>39,817,515</u>	<u>199,119,483</u>
Less:			
<u>EXPENDITURE</u>			
Operating expenses	13	5,329,478	22,464,899
Labour costs	14	22,131,010	79,992,466
Administration expenses	15	40,853,458	19,779,817
Financial expenses	16	2,069,379	3,050,010
Depreciation	17	<u>87,798,443</u>	<u>93,707,594</u>
TOTAL		<u>158,181,768</u>	<u>218,994,786</u>
LOSS FOR THE YEAR		<u>(118,364,253)</u>	<u>(19,875,303)</u>

DIRECTOR

DATE

18th June 2021

DIRECTOR

DATE

18th June 2021

The Auditors Report Appears on page 3
Notes 1 to 17 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED
31ST DECEMBER 2020

	2020	2019
	Tshs.	Tshs.
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Loss for the year	(118,364,253)	(19,875,303)
<u>Add: Adjustment for items not involving the movement of funds and working capital items:</u>		
Depreciation	<u>87,798,444</u>	<u>93,707,594</u>
Operating Profit/(Loss) before working capital charges	(30,565,809)	73,832,291
Stocks - (Increase)/ Decrease	13,429,100	(7,199,100)
Creditors - (Increase)/ Decrease	(2,021,727)	(2,428,439)
Directors Current Accounts	<u>16,000,000</u>	<u>(60,000,000)</u>
Cash generated from operations	(3,158,436)	4,204,752
<u>TAXATION</u>		
Tax Paid	(11,800,000)	(6,800,000)
<u>CASH FLOW FROM INVESTMENT ACTIVITIES</u>		
Fixed assets additions	<u>(710,170)</u>	<u>(11,223,462)</u>
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENT	(15,668,606)	(13,818,710)
CASH AND CASH EQUIVALENTS AS AT 1ST JANUARY 2020	<u>30,167,533</u>	<u>43,986,243</u>
CASH AND CASH EQUIVALENTS AS AT 31ST DECEMBER 2020	<u>14,498,927</u>	<u>30,167,533</u>
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENT	2020	2019
	Tshs.	Tshs.
Cash in hand	8,480,457	2,477,180
Bank Balance	<u>6,018,470</u>	<u>27,690,353</u>
TOTAL	<u>14,498,927</u>	<u>30,167,533</u>

DIRECTOR 

DATE 18th June 2021

DIRECTOR 

DATE 18th June 2021

The Auditors Report Appears on page 3
Notes 1 to 17 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 2020

1.. PRINCIPAL ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements are prepared under the historical cost convention.

(b) Depreciation

The fixed assets are depreciated on the reducing balance basis so as to write off the costs over their useful lives at the following rates.

<u>Assets</u>	<u>Annual Rates</u>
Land and Buildings	5%
Motor Vehicles	25%
Electrical Installations	12 ¹ / ₂ %
Furniture and Fittings	12 ¹ / ₂ %
Machinery and Equipment	12 ¹ / ₂ %
Computers	37 ¹ / ₂ %
Crockery and Bedlinen	12 ¹ / ₂ %

(c) Stocks

Stocks are valued at the lower of cost or net reliable value.

2.. FIXED ASSETS

<u>Assets</u>	N.B.V			N.B.V	
	at 1.1.2020 Tshs.	Additions Tshs.	Depreciation Tshs.	at 31.12.2020 Tshs.	at 31.12.2019 Tshs.
Land and Buildings	1,474,533,884	-	73,726,694	1,400,807,190	1,474,533,884
Motor Vehicles	1,761,046	-	440,262	1,320,785	1,761,046
Electrical Installations	2,807,156	-	350,894	2,456,261	2,807,156
Furniture and Fittings	45,619,217	-	5,702,402	39,916,815	45,619,217
Machinery and Equipment	23,037,220	-	2,879,653	20,157,568	23,037,220
Computers	210,831	-	79,062	131,769	210,831
Pool Table	627,214	-	78,402	548,813	627,214
Printer	115,185	-	14,398	100,787	115,185
Water Heater	188,716	-	23,590	165,127	188,716
Crockery and Bedlinen	<u>35,314,525</u>	<u>710,170</u>	<u>4,503,087</u>	<u>31,521,608</u>	<u>35,314,525</u>
TOTAL	<u>1,584,214,994</u>	<u>710,170</u>	<u>87,798,443</u>	<u>1,497,126,721</u>	<u>1,584,214,994</u>

3.. STOCKS

Restaurant stocks

Bar Stocks

TOTAL

	2020 Tshs.	2019 Tshs.
Restaurant stocks	-	5,429,100
Bar Stocks	-	<u>8,000,000</u>
TOTAL		<u><u>13,429,100</u></u>

4.. SHARE CAPITAL

Authorised:

2000 ordinary shares of Tshs. 2500/= each

5,000,000 5,000,000

Issued and fully paid:

1000 shares of Tshs. 2500/= each

2,500,000 2,500,000

KILIMANJARO MOUNTAIN RESORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 2020

	2020	2019
	Tshs.	Tshs.
5.. <u>CAPITAL RESERVE</u>		
Realised after valuation of Fixed Assets in 2003	<u>710,189,991</u>	<u>710,189,991</u>
6.. <u>ACCUMULATED LOSS</u>		
Balance B/f	(1,818,446,042)	(1,798,570,739)
Net (loss)/profit for the year	<u>(118,364,253)</u>	<u>(19,875,303)</u>
TOTAL	<u>(1,936,810,294)</u>	<u>(1,818,446,042)</u>
7.. <u>DIRECT COSTS - ACCOMMODATION</u>		
Uniforms	-	1,264,746
Cleaning and sanitation	<u>1,499,392</u>	<u>9,128,865</u>
COST OF SALES	<u>1,499,392</u>	<u>10,393,611</u>
8.. <u>DIRECT COSTS - RESTAURANT</u>		
Opening Stocks	5,429,100	4,980,000
Purchases	<u>6,990,410</u>	<u>49,258,538</u>
TOTAL	12,419,510	54,238,538
Less: Closing stocks	-	<u>5,429,100</u>
COST OF SALES	<u>12,419,510</u>	<u>48,809,438</u>
9.. <u>DIRECT COSTS - BAR</u>		
Balance b/f	8,000,000	1,250,000
Purchases	<u>7,764,831</u>	<u>31,128,567</u>
TOTAL	15,764,831	32,378,567
Less: Closing stocks	-	<u>8,000,000</u>
COST OF SALES	<u>15,764,831</u>	<u>24,378,567</u>
10.. <u>TRADE CREDITORS</u>		
TRA - VAT	<u>77,979</u>	<u>764,751</u>
11.. <u>ACCRUALS AND PROVISIONS</u>		
Bed night levy	-	316,665
W.C.F	-	144,750
N.S.S.F contributions	-	601,200
Skills and development levy	-	272,340
Land Rent & Property Tax	90,000	90,000
Electricity charges	480,000	480,000
Postage, Telephone, E-mail and Fax	71,400	71,400
Water charges	35,000	35,000
Audit fees	<u>300,000</u>	<u>300,000</u>
TOTAL	<u>976,400</u>	<u>2,311,355</u>

KILIMANJARO MOUNTAIN RESORT LIMITED
OPERATING EXPENSES FOR THE YEAR ENDED
31ST DECEMBER 2020

	2020	2019
	Tshs.	Tshs.
12.. <u>TAXATION</u>		
Balance b/f	(62,433,429)	(55,633,429)
Withholding tax	(10,000,000)	-
Paid during the year	<u>(1,800,000)</u>	<u>(6,800,000)</u>
TOTAL	<u>(74,233,429)</u>	<u>(62,433,429)</u>
13.. <u>OPERATING EXPENSES</u>		
Generator running expenses	321,003	444,900
Electricity and water charges	5,008,475	21,499,999
Gas and heating	-	<u>520,000</u>
TOTAL	<u>5,329,478</u>	<u>22,464,899</u>
14.. <u>LABOUR COSTS</u>		
Salaries and wages	20,418,000	69,015,422
P.P.F fund	-	203,100
W.C.F	193,000	540,300
N.S.S.F contributions	601,200	7,127,950
Skills and development levy	<u>918,810</u>	<u>3,105,694</u>
TOTAL	<u>22,131,010</u>	<u>79,992,466</u>
15.. <u>ADMINISTRATION EXPENSES</u>		
Repairs and maintenance - General	381,356	-
Service for fire extinguisher	-	800,000
Repairs and maintenance -Building	35,967,220	3,310,618
Medical charges	-	127,500
Service levy	-	777,736
Postage, Telephone and E-mail charges	1,832,693	1,094,447
Audit fees	300,000	300,000
Printing and stationery	82,712	317,625
Sanitary ware	-	847,458
Entertainment	-	18,000
Kitchen Ware	-	110,170
Motor vehicle running expenses	1,322,457	7,611,983
Bed night levy	967,020	1,930,230
Insurance	-	<u>2,534,050</u>
TOTAL	<u>40,853,458</u>	<u>19,779,817</u>
16.. <u>FINANCIAL EXPENSES</u>		
Bank charges	<u>2,069,379</u>	<u>3,050,010</u>
17.. <u>DEPRECIATION</u>		
Charge for the year	<u>87,798,443</u>	<u>93,707,594</u>

KILIMANJARO MOUNTAIN RESORT LIMITED

FINANCIAL STATEMENTS
31ST DECEMBER, 2019

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors

P.O BOX 1119

MOSHI
TANZANIA

KILIMANJARO MOUNTAIN RESORT LIMITED

**FINANCIAL STATEMENTS
31ST DECEMBER, 2019**

EM FINANCIAL CONSULTANCY
Certified Accountants & Authorised Auditors
P.O BOX 1119
MOSHI
TANZANIA

KILIMANJARO MOUNTAIN RESORT LIMITED
FINANCIAL STATEMENTS
31ST DECEMBER, 2019

KILIMANJARO MOUNTAIN RESORT LIMITED

DIRECTORS REPORT

The Directors present herewith their report and the audited financial statements for the year ended 31st December, 2019.

1. PRINCIPAL ACTIVITY

The principal activity of the company is Hotel.

2. ACCUMULATED LOSSES

The Directors propose to carry forward the balance of Accumulated Losses amounting to **Tshs. 1,818,446,046/=**.

3. DIVIDENDS

The Directors do not recommend the payment of a dividend.

4. DIRECTORS

Directors who served during the year were: -

<u>NAMES</u>	<u>DESIGNATION</u>	<u>NATIONALITY</u>
Mr. Mark William Njiu	Director	Tanzanian
Mrs. Elizabeth Mark Njiu	Director	Tanzanian

5. AUDITORS

The Auditors, M/s Ndamallya & Co. have indicated willingness to continue in office and do so under the terms of Sec. 132 (1) of the Companies Ordinance.

BY ORDER OF THE BOARD


.....
DIRECTOR

KILIMANJARO MOUNTAIN RESORT LIMITED

DIRECTORS' 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 the company keeps proper accounting records which disclose with 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 on, 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



DATE:

26/11/2020

DIRECTOR



DATE:

26/06/2020

KILIMANJARO MOUNTAIN RESORT LIMITED

AUDITORS REPORT TO THE MEMBERS

We have audited the Financial Statements of the **Kilimanjaro Mountain Resort Limited** for the year ended 31st December, 2019 as set out on pages 4 to 7, in accordance with internationally accepted Auditing Standards. We obtained all the information and explanations, which we considered necessary for our audit.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The Directors are responsible for the preparation of the Financial Statements. Our responsibility as auditors is to express an opinion on these Financial Statements based on our audit.

BASIS OF OPINION

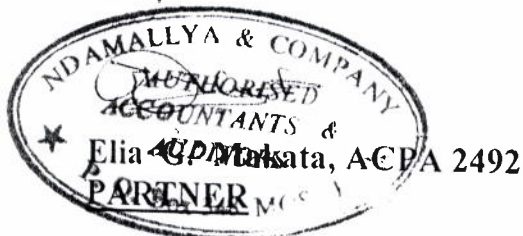
We conducted our audit in accordance with approved auditing standards. We planned and performed our audit so as to obtain a reasonable assurance that the Financial Statements are free from material misstatement. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures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

OPINION

In our opinion, proper books of accounts have been kept and the financial statements, which are in agreement therewith, give a true and fair view of the state of the financial affairs of the Company as at 31st December, 2019 and the loss for the year then ended, is in accordance with the International Accounting Standards.


NDAMALLYA & COMPANY
Certified Accountants & Authorised Auditors

MOSHI
June, 2020




KILIMANJARO MOUNTAIN RESORT LIMITED
BALANCE SHEET AS AT 31ST DECEMBER 2019

<u>ASSETS</u>	NOTE	2019 Tshs.	2018 Tshs.
<u>NON CURRENT ASSETS</u>			
Fixed Assets	2	<u>1,584,214,994</u>	<u>1,666,699,126</u>
<u>CURRENT ASSETS</u>			
Stocks	3	13,429,100	6,230,000
Bank Balance		27,690,353	28,169,005
Cash in Hand		<u>2,477,180</u>	<u>15,817,238</u>
Total Current Assets		<u>43,596,633</u>	<u>50,216,243</u>
TOTAL ASSETS		<u>1,627,811,627</u>	<u>1,716,915,369</u>
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL AND RESERVES</u>			
Share Capital	4	2,500,000	2,500,000
Directors Current Accounts		2,792,925,001	2,852,925,001
Capital Reserves	5	710,189,991	710,189,991
Accumulated Losses	6	<u>(1,818,446,042)</u>	<u>(1,798,570,739)</u>
TOTAL EQUITY		<u>1,687,168,950</u>	<u>1,767,044,253</u>
<u>CURRENT LIABILITIES</u>			
Trade Creditors	11	764,751	3,307,335
Accruals and Provisions	12	2,311,355	2,197,210
Taxation	13	<u>(62,433,429)</u>	<u>(55,633,429)</u>
TOTAL LIABILITIES		<u>(59,357,323)</u>	<u>(50,128,884)</u>
TOTAL EQUITY AND LIABILITIES		<u>1,627,811,627</u>	<u>1,716,915,369</u>

DIRECTOR 

DATE 26/06/2020


DIRECTOR 

DATE 26/06/2020

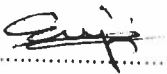
The Auditors report appears on page 3
Notes 1 to 18 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED
31ST DECEMBER, 2019

	2019	2018
	Tshs.	Tshs.
TURNOVER	<u>282,473,602</u>	<u>366,648,434</u>
LOSS BEFORE TAXATION	(19,875,303)	(4,947,937)
After Charging:-		
Depreciation	93,707,594	98,658,542
Auditors remuneration	<u>300,000</u>	<u>300,000</u>
TAXATION	-	-
PROFIT AFTER TAXATION	<u>-</u>	<u>-</u>
<u>STATEMENT OF ACCUMULATION LOSSES</u>		
Loss for the year	(19,875,303)	(4,947,937)
Accumulated Losses at the beginning of the year	<u>(1,798,570,739)</u>	<u>(1,793,622,802)</u>
Accumulated Losses at 31st December, 2019	<u>(1,778,695,436)</u>	<u>(1,798,570,739)</u>

DIRECTOR 

DATE 26/06/2020

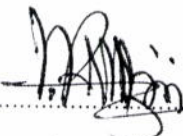
DIRECTOR 

DATE 26/06/2020


The Auditors Report Appears on page 3
 Notes 1 to 18 form part of these Accounts

**KILIMANJARO MOUNTAIN RESORT LIMITED
INCOME STATEMENT FOR THE YEAR ENDED
31ST DECEMBER 2019**

<u>INCOME</u>	NOTE	2019 Tshs.	2018 Tshs.
SALES		<u>282,473,602</u>	<u>366,648,434</u>
<u>Less:</u>			
COST OF SALES			
" - Accomodation	7	10,393,611	11,218,830
" - Restaurant	8	48,809,438	52,028,375
" - Bar	9	24,378,567	53,509,313
" -Gift Shop	10	-	<u>727,988</u>
TOTAL		<u>83,581,616</u>	<u>117,484,506</u>
GROSS PROFIT		198,891,986	249,163,928
<u>Less:</u> Gain - Foreign Exchange		<u>227,497</u>	<u>(4,737,194)</u>
TOTAL		<u>199,119,483</u>	<u>244,426,734</u>
<u>Less:</u>			
<u>EXPENDITURE</u>			
Operating expenses	14	22,464,899	25,719,376
Labour costs	15	79,992,466	81,650,047
Administration expenses	16	19,779,817	30,848,634
Financial expenses	17	3,050,010	12,498,072
Depreciation	18	<u>93,707,594</u>	<u>98,658,542</u>
TOTAL		<u>218,994,786</u>	<u>249,374,671</u>
LOSS FOR THE YEAR		<u>(19,875,303)</u>	<u>(4,947,937)</u>

DIRECTOR 

DATE 26/06/2020


DIRECTOR 

DATE 26/06/2020


The Auditors Report Appears on page 3
Notes 1 to 18 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED
31ST DECEMBER 2019

	2019	2018
	Tshs.	Tshs.
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Loss for the year	(19,875,303)	(4,947,937)
<u>Add: Adjustment for items not involving the movement of funds and working capital items:</u>		
Depreciation	<u>93,707,594</u>	<u>98,658,542</u>
Operating Profit/(Loss) before working capital charges	73,832,291	93,710,605
Stocks - (Increase)/ Decrease	(7,199,100)	(2,929,300)
Debtors - (Increase)/ Decrease	-	(228,538)
Creditors - (Increase)/ Decrease	(2,428,439)	(2,418,772)
Directors Current Accounts	<u>(60,000,000)</u>	-
Cash generated from operations	4,204,752	93,428,615
<u>TAXATION</u>		
Tax Paid	(6,800,000)	(6,650,000)
<u>CASH FLOW FROM INVESTMENT ACTIVITIES</u>		
Fixed assets additions	(11,223,462)	(2,428,280)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Long term loan	-	(69,412,386)
 	<hr/>	<hr/>
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENT	(13,818,710)	14,937,949
CASH AND CASH EQUIVALENTS AS AT 1ST JANUARY 2019	<u>43,986,243</u>	<u>29,048,294</u>
CASH AND CASH EQUIVALENTS AS AT 31ST DECEMBER 2019	<u>30,167,533</u>	<u>43,986,243</u>
<u>ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENT</u>		
	2019	2018
	Tshs.	Tshs.
Cash in hand	2,477,180	15,817,238
Bank Balance	<u>27,690,353</u>	<u>28,169,005</u>
TOTAL	<u>30,167,533</u>	<u>43,986,243</u>

DIRECTOR 

DATE 26/06/2020

DIRECTOR 

DATE 26/06/2020

The Auditors Report Appears on page 3
Notes 1 to 18 form part of these Accounts

KILIMANJARO MOUNTAIN RESORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 2019

1. PRINCIPAL ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements are prepared under the historical cost convention.

(b) Depreciation

The fixed assets are depreciated on the reducing balance basis so as to write off the costs over their useful lives at the following rates.

<u>Assets</u>	<u>Annual Rates</u>
Land and Buildings	5%
Motor vehicles	25%
Electrical Installations	12 ¹ / ₂ %
Furniture and fittings	12 ¹ / ₂ %
Machinery and Equipment	12 ¹ / ₂ %
Computers	37 ¹ / ₂ %
Crockery and Bedlinen	12 ¹ / ₂ %

(c) Stocks

Stocks are valued at the lower of cost or net reliable value.

2. FIXED ASSETS

<u>Asset</u>	N.B.V			N.B.V	
	at 1.1.2019 Tshs.	Additions Tshs.	Depreciation Tshs.	at 31.12.2019 Tshs.	N.B.V at 31.12.2018 Tshs.
Land and Buildings	1,552,140,930	-	77,607,047	1,474,533,884	1,552,140,930
Motor Vehicles	2,348,061	-	587,015	1,761,046	2,348,061
Electrical Installations	3,208,178	-	401,022	2,807,156	3,208,178
Furniture and Fittings	52,000,655	135,593	6,517,031	45,619,217	52,000,655
Machinery and Equipment	26,328,252	-	3,291,031	23,037,220	26,328,252
Computers	337,330	-	126,499	210,831	337,330
Pool Table	716,816	-	89,602	627,214	716,816
Printer	131,640	-	16,455	115,185	131,640
Water Heater	215,676	-	26,959	188,716	215,676
Crockery and Bedlinen	<u>29,271,589</u>	<u>11,087,869</u>	<u>5,044,932</u>	<u>35,314,525</u>	<u>29,271,589</u>
TOTAL	<u>1,666,699,126</u>	<u>11,223,462</u>	<u>93,707,594</u>	<u>1,584,214,994</u>	<u>1,666,699,126</u>

3. STOCKS

	2019 Tshs.	2018 Tshs.
Restaurant stocks	5,429,100	4,980,000
Bar Stocks	<u>8,000,000</u>	<u>1,250,000</u>
TOTAL	<u>13,429,100</u>	<u>6,230,000</u>

4. SHARE CAPITAL

Authorised:

2000 ordinary shares of Tshs. 2500/= each 5,000,000 5,000,000

Issued and fully paid:

1000 shares of Tshs. 2500/= each 2,500,000 2,500,000

KILIMANJARO MOUNTAIN RESORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 2019

		2019	2018
		Tshs.	Tshs.
5..	<u>CAPITAL RESERVE</u> Realised after valuation of Fixed Assets in 2003	<u>710,189,991</u>	<u>710,189,991</u>
6..	<u>ACCUMULATED LOSS</u> Balance B/f		
	Net (loss)/profit for the year	(1,798,570,739)	(1,793,622,802)
	TOTAL	<u>(19,875,303)</u>	<u>(4,947,937)</u>
		<u>(1,818,446,042)</u>	<u>(1,798,570,739)</u>
7..	<u>DIRECT COSTS - ACCOMMODATION</u> Uniforms	1,264,746	-
	Cleaning and sanitation	<u>9,128,865</u>	<u>11,218,830</u>
	COST OF SALES	<u>10,393,611</u>	<u>11,218,830</u>
8..	<u>DIRECT COSTS - RESTAURANT</u> Opening Stocks	4,980,000	1,200,000
	Purchases	<u>49,258,538</u>	<u>55,808,375</u>
	TOTAL	54,238,538	57,008,375
	Less: Closing stocks	<u>5,429,100</u>	<u>4,980,000</u>
	COST OF SALES	<u>48,809,438</u>	<u>52,028,375</u>
9..	<u>DIRECT COSTS - BAR</u> Balance b/f	1,250,000	1,600,000
	Purchases	<u>31,128,567</u>	<u>53,159,313</u>
	TOTAL	32,378,567	54,759,313
	Less: Closing stocks	<u>8,000,000</u>	<u>1,250,000</u>
	COST OF SALES	<u>24,378,567</u>	<u>53,509,313</u>
10..	<u>DIRECT COSTS - GIFT SHOP</u> Opening Stocks	-	500,700
	Purchases	-	<u>227,288</u>
	TOTAL	-	727,988
	Less: Closing stocks	-	-
	COST OF SALES	<u>-</u>	<u>727,988</u>
11..	<u>TRADE CREDITORS</u> TRA - VAT	<u>764,751</u>	<u>3,307,335</u>
12..	<u>ACCRUALS AND PROVISIONS</u> Bed night levy	316,665	191,400
	W.C.F	144,750	54,590
	N.S.S.F contributions	601,200	557,900
	PPF Fund	-	135,400
	Skills and development levy	272,340	281,520
	Land Rent & Property Tax	90,000	90,000
	Electricity charges	480,000	480,000
	Postage, Telephone, E-mail and Fax	71,400	71,400
	Water charges	35,000	35,000
	Audit fees	<u>300,000</u>	<u>300,000</u>
	TOTAL	<u>2,311,355</u>	<u>2,197,210</u>

KILIMANJARO MOUNTAIN RESORT LIMITED
OPERATING EXPENSES FOR THE YEAR ENDED
31ST DECEMBER 2019

	2019	2018
	Tshs.	Tshs.
13.. <u>TAXATION</u>		
Balance b/f	(55,633,429)	(48,983,429)
Paid during the year	<u>(6,800,000)</u>	<u>(6,650,000)</u>
TOTAL	<u>(62,433,429)</u>	<u>(55,633,429)</u>
14.. <u>OPERATING EXPENSES</u>		
Generator running expenses	444,900	742,191
Electricity and water charges	21,499,999	22,565,253
Gas and heating	<u>520,000</u>	<u>2,411,932</u>
TOTAL	<u>22,464,899</u>	<u>25,719,376</u>
15.. <u>LABOUR COSTS</u>		
Salaries and wages	69,015,422	70,652,868
P.P.F fund	203,100	826,100
W.C.F	540,300	623,520
N.S.S.F contributions	7,127,950	6,523,700
Skills and development levy	3,105,694	2,897,859
Staff welfare	-	<u>126,000</u>
TOTAL	<u>79,992,466</u>	<u>81,650,047</u>
16.. <u>ADMINISTRATION EXPENSES</u>		
Repairs and maintenance - General	-	10,962,558
EFD machine	-	585,000
Service for fire extinguisher	800,000	800,000
Repairs and maintenance -Building	3,310,618	-
Medical charges	127,500	37,000
Service levy	777,736	-
Postage, Telephone and E-mail charges	1,094,447	3,884,640
Audit fees	300,000	300,000
VAT	-	228,538
Repairs and maintenance	-	1,372,881
Printing and stationery	317,625	924,068
Sanitary ware	847,458	-
Entertainment	18,000	-
Kitchen Ware	110,170	-
Motor vehicle running expenses	7,611,983	3,934,410
Bed night levy	1,930,230	3,895,539
Insurance	<u>2,534,050</u>	<u>3,924,000</u>
TOTAL	<u>19,779,817</u>	<u>30,848,634</u>
17.. <u>FINANCIAL EXPENSES</u>		
Bank charges	3,050,010	3,763,017
Interest on bank loan	-	<u>8,735,055</u>
TOTAL	<u>3,050,010</u>	<u>12,498,072</u>
18.. <u>DEPRECIATION</u>		
Charge for the year	<u>93,707,594</u>	<u>98,658,542</u>