

DIANAROSE LOGISTICS COMPANY LIMITED

ANNUAL REPORTS AND FINANCIAL STATEMENTS

31 DECEMBER 2021

DIANAROSE LOGISTICS COMPANY LIMITED

REPORTS AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021

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DIANAROSE LOGISTICS COMPANY LIMITED

ORGANIZATION INFORMATION

**Registered Office:** Mbezi Luois, Near NMB Bank  
P.O. Box 31800  
Dar es Salaam  
Tanzania

**Bankers** Bank of Africa  
NDC Development House  
Ohio Street / Kivukoni Front  
P.O. Box 3054  
Dar es Salaam

**Auditors** Brilite Associates  
Certified Public Accountants (Tanzania)  
6th Floor Sky Tower New Bagamoyo Road  
Kijitonyama  
P.O. Box 14230  
Dar es Salaam,  
Tanzania

**Board of Directors** Francis Kimaro - Tanzanian  
Rosemary Kimaro - Tanzanian

## DIANAROSE LOGISTICS COMPANY LIMITED

### DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

#### 1. INTRODUCTION

The Directors present their report together with the audited financial statements for the year ended 31 December 2021 which disclose the state of affairs of Dianarose Logistics Company Limited hereinafter referred to as "the Company" or "Dianarose".

#### 2. PRINCIPAL BUSINESS ACTIVITIES

The principal business of the Company is transportation of goods by road.

#### 3. INCORPORATION

The Company is incorporated in under the Companies Act, 2002 as a Limited Company.

#### 4. FINANCIAL RESULTS

The financial results for the year are set out on page 8 of the financial statements. The Company made a loss amounting to TZS 261,847,376 (2020: loss of TZS 583,015,792).

#### 5. SOLVENCY

The state of affairs of the Organization at 31 December 2021 is set out on Page 7 of the financial statements.

In accordance with their responsibilities, the Directors have considered the appropriateness of the going concern basis for the preparation of the financial statements. The Directors believe that the Company will have adequate resources to continue in operation for the foreseeable future. Consequently, the the period's financial statements are prepared under the going concern basis of accounting.

#### 6. FUTURE DEVELOPMENT

The Company will continue focusing on improving service offering to its customers; manage costs and risks and increase organisational and personnel efficiency. The Company will also continue to introduce value adding products, which have direct impact to improvement of its income.

#### 7. DIRECTORS

The Company's board of Directors is as shown in page 1.

8. RISK MANAGEMENT AND INTERNAL CONTROLS

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

- Effectiveness and efficiency of operations;
- Safeguarding of the Company's assets;
- Compliance with applicable laws and regulations;
- Reliability of accounting records;
- Business sustainability under normal as well as adverse conditions; and
- Responsible behaviors 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 with 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 financial year ended 31 December 2020 and is of the opinion that they met accepted criteria.

9. POLITICAL DONATIONS

The Company did not make any political donation during the year.

10. RELATIONSHIP WITH OTHER STAKEHOLDERS

The Organization continued to maintain a good relationship with all stakeholders including the regulators.

11. AUDITORS

Auditors, Brilite Associates having expressed their willingness to the office, are eligible for re-appointment. Their contract will be discussed in the next annual general meeting.

.....  
**Rosemary Raymond Kimaro**  
**Managing Director**

.....**2022**

DIANAROSE LOGISTICS COMPANY LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Companies Act, 2002 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 its operating results for that year. It also requires the Directors to ensure the Company keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company. The Directors are also responsible for safeguarding the assets of the Company.

The Directors are also responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of the Companies Act 2002, and for such internal controls as Directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The Directors accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and in the manner required by the Companies Act, 2002. 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 accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

.....  
**Rosemary Raymond Kimaro**  
**Managing Director**

.....**2022**

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF DIANAROSE LOGISTICS COMPANY LIMITED

**Report on the financial statements****Opinion**

We have audited the financial statements of Dianarose Logistics Company Limited (the "Company") set out on pages 7 to 17, which comprise of the statement of financial position at 31 December 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Business as at 31 December 2021 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs") and the requirements of the Companies Act, 2002.

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Business in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Tanzania, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other Information**

The other information comprises the company's Report as required by the Companies Act, 2002 of Tanzania. The other information does not include the financial statements and our auditor's report thereon. The Company is responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of this auditors' report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibilities of the Management and Those Charged with Governance for the financial statements**

The Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with International Financial Reporting Standards (IFRSs) and for such internal controls as Management determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management is responsible for assessing the Business's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management intend to cease operations, or have no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Business's financial reporting process.

## **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

## **Report on Other Legal and Regulatory Requirements**

As required by the Companies Act, 2002 we report to you, based on our audit, that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (ii) in our opinion, proper books of account have been kept by the Company, so far as appears from our examination of those books; and
- (iii) the Company's statement of financial position (balance sheet) and statement of profit or loss and other comprehensive income (profit or loss account) are in agreement with the books of account.

The engagement partner responsible for the audit resulting in this independent auditor's report is Ashery Z. Mbasha.

### **Brilite Associates**

Certified Public Accountants (Tanzania)



Signed by: A.Z.Mbasha

Date: 25 July 2022

NBAA Registration No. ACPA 3618  
Dar es Salaam



**DIANAROSE LOGISTICS COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**31 December 2021**

<u>ASSETS</u>	NOTES	<u>2021</u>	<u>2020</u>
<u>Non current assets</u>		<u>TZS</u>	<u>TZS</u>
Property, Plant and Equipments	10	2,193,429,285	2,206,331,261
Deferred tax		188,937,210	96,101,885
		<u>2,382,366,494</u>	<u>2,302,433,146</u>
 <u>Current assets</u>			
Bank & Cash	11	757,348,265	440,859,606
Trade and Other Receivables	12	1,294,114,501	825,896,643
Income tax recoverable	8	85,500,000	45,000,000
VAT control account		365,033,870	215,367,507
		<u>2,501,996,636</u>	<u>1,527,123,755</u>
 <b>Total assets</b>		<u><b>4,884,363,131</b></u>	<u><b>3,829,556,901</b></u>
 <b>EQUITY AND LIABILITIES</b>			
<u>Capital and Reserves</u>			
Issued & Fully paid up Share:		100,000	100,000
Advance Towards Share Capital		3,830,052,228	3,830,052,228
Retained earnings b/f		(347,411,031)	235,604,761
Retained earnings - current year		(261,847,376)	(583,015,792)
		<u>3,220,893,821</u>	<u>3,482,741,197</u>
 <u>Current liabilities</u>			
Trade and other payables	13	1,663,469,310	103,815,703
Other tax payable	14	-	243,000,001
Current Tax	8	-	-
		<u>1,663,469,310</u>	<u>346,815,704</u>
 <b>Total Equity and liabilities</b>		<u><b>4,884,363,131</b></u>	<u><b>3,829,556,901</b></u>

The financial statements on pages 7 to 17 were approved by the Board and signed on it by:

.....  
**Rosemary Raymond Kimaro**  
**Managing Director**

.....**2022**

DIANAROSE LOGISTICS COMPANY LIMITED  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2021

	<u>Note</u>	<u>2021</u> TZS	<u>2020</u> TZS
Revenue from transportation services	3	12,188,013,775	9,643,524,674
Revenue from other services		-	-
<b>Total revenue</b>		<b>12,188,013,775</b>	<b>9,643,524,674</b>
<b>Direct cost</b>			
Direct cost	4	(10,369,537,187)	(8,227,788,095)
<b>Gross profit</b>		<b>1,818,476,588</b>	<b>1,415,736,579</b>
Miscellaneous income		-	-
<b>Net miscellaneous income</b>		<b>-</b>	<b>-</b>
<b>Gross income</b>		<b>1,818,476,588</b>	<b>1,415,736,579</b>
<b>Indirect expenses</b>			
Staff costs	5	(1,109,807,269)	(742,798,890)
Establishment	6	(521,408,222)	(628,885,243)
General administration costs	7	(363,727,950)	(329,002,280)
Finance costs	8	(148,244,942)	(46,780,616)
<b>Total administrative expenses</b>		<b>(2,143,188,384)</b>	<b>(1,747,467,029)</b>
Profit/(Loss) before income tax		(324,711,796)	(331,730,450)
Income Tax	9	92,835,325	96,101,885
<b>Profit/(Loss) for the year</b>		<b>(231,876,472)</b>	<b>(235,628,565)</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Prior years assessed tax	14	-	(367,778,036)
Translation differences		(29,970,905)	20,390,808
<b>Total comprehensive loss for the year</b>		<b>(261,847,376)</b>	<b>(583,015,792)</b>

DIANAROSE LOGISTICS COMPANY LIMITED  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2021

	<u>Ordinary Share Capital</u>	<u>Advance towards share capital</u>	<u>Retained Earnings</u>	<u>Total</u>
	TZS	TZS	TZS	TZS
<b>Period ended 31 December 2021</b>				
At 1 January 2021	100,000	3,830,052,228	(347,411,031)	3,482,741,197
Capital contribution	-	-	-	-
<b>Total comprehensive income for the year:</b>	-	-	-	-
Comprehensive income for the year	-	-	(261,847,376)	(261,847,376)
Dividends	-	-	-	-
<b>At 31 December 2021</b>	<b><u>100,000</u></b>	<b><u>3,830,052,228</u></b>	<b><u>(609,258,407)</u></b>	<b><u>3,220,893,821</u></b>
<b>Period ended 31 December 2020</b>				
At 1 January 2020	100,000	3,830,052,228	235,604,761	4,065,756,990
Capital contribution	-	-	-	-
<b>Total comprehensive income for the year:</b>	-	-	-	-
Comprehensive income for the year	-	-	(583,015,792)	(583,015,792)
Dividends	-	-	-	-
<b>At 31 December 2020</b>	<b><u>100,000</u></b>	<b><u>3,830,052,228</u></b>	<b><u>(347,411,031)</u></b>	<b><u>3,482,741,197</u></b>

DIANAROSE LOGISTICS COMPANY LIMITED  
STATEMENT OF CASHFLOW  
FOR THE YEAR ENDED 31 DECEMBER 2021

	<u>2021</u> TZS	<u>2020</u> TZS
<b>(a) Cash flows from operating activities</b>		
Net income(loss) before tax	(324,711,796)	(331,730,450)
Adjustment for:		
Translation difference	(29,970,905)	20,390,808
Depreciation & amortisation	519,217,097	593,723,493
	<u>164,534,396</u>	<u>282,383,852</u>
<b>Changes in operating assets and liabilities</b>		
(Increase)/Decrease in trade and other receivables	(468,217,858)	(791,419,143)
(Increase)/Decrease in recoverable VAT	(149,666,364)	(51,097,614)
Increase/(Decrease) in other liabilities	1,559,653,607	(94,777,791)
	<u>941,769,385</u>	<u>(937,294,547)</u>
<b>Net cash used in operating activities before tax payment</b>		
Tax paid during the year-provisional tax	(40,500,000)	(45,000,000)
Tax paid during the year-prior year	-	(78,210,063)
Tax paid during the year-audit adjustment	(243,000,001)	(249,778,035)
<b>Net cash used in operating activities</b>	<u>822,803,780</u>	<u>(1,027,898,794)</u>
<b>(b) Cash flows from investing activities</b>		
Purchases of property and equipment	(506,315,120)	(479,280,949)
Proceeds from disposal of property and equipment	-	42,000,000
<b>Net cash flows from investing activities</b>	<u>(506,315,120)</u>	<u>(437,280,949)</u>
<b>(c) Cash flows from financing activities</b>		
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
<b>Net cash generated from financing activities</b>	<u>-</u>	<u>-</u>
<b>Net increase in cash and cash equivalents (a+b+c)</b>	<b>316,488,660</b>	<b>(1,465,179,743)</b>
Cash and cash equivalents at the beginning of the period	440,859,606	1,906,039,349
<b>Cash and cash equivalents at the end of the period</b>	<u><u>757,348,266</u></u>	<u><u>440,859,606</u></u>

**DIANAROSE LOGISTICS COMPANY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**1 GENERAL INFORMATION**

The principal business of the Company is transportation of goods by road.

The address of the business is as shown below:

Mbezi Luois, Near NMB Bank  
P.O. Box 31800  
Dar es Salaam  
Tanzania

**2 SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies applied in the preparation of these financial statements are set out below:

**Statement of compliance**

The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRSs). The financial statements have been prepared on the accrual basis of accounting.

The significant accounting policies adopted in preparation of these financial statements are set out below:

**Basis of preparation**

The financial statements have been prepared under the historical cost basis on the assumptions that the Company will continue trading as a going concern for the foreseeable future. Historical cost generally based or fair value of the consideration given in exchange for assets.

The financial statements are presented in Tanzanian shillings.

**Revenue recognition**

Sales of goods and services are recognised in the period in which the service has been rendered, the percentage of completion can be reasonably and reliably ascertained, the customer has accepted the quality of the services offered and collectability of the related receivables is reasonably assured. Revenue comprises the fair value of consideration received or receivable for the provision of services in the ordinary course of the Company's activities.

**DIANAROSE LOGISTICS COMPANY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**2 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Taxation**

Current taxation on revenue is provided on the basis of profit attributable to business and adjusted for the disallowable expenses and other nontaxable gains at the enacted tax rate of 30%.

Deferred tax is provided in full on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. The provision is calculated at rates of tax current at the end of the reporting period. Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which temporary differences can be utilised while deferred tax liabilities are recognized for all taxable temporary differences.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at currently enacted tax rates and the movement charged or credited to profit or loss.

**Property and Equipment**

The Company capitalizes assets with a cost of TZS 300,000 and above. As at the balance sheet date, no asset qualified for classification. Depreciation is calculated on reducing balance method in line with the provision of the Income Tax Act, 2004.

<b>Asset Class</b>	<b>Useful life</b>	<b>Depreciation rate</b>
Motor Vehicles, Trucks & Trailers	4	25%
Computers	3	37.50%
Furniture & Fittings	8	12.50%
Office Equipment	8	12.50%
Intangible assets	5	20%

**Cash and cash equivalents**

For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand and deposits held at call with banks, net of bank overdrafts.

**Payables**

Payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest rate method.

DIANAROSE SPARE PARTS LIMITED  
 FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED 31 DECEMBER 2021  
 NOTES

	2021 <u>TZS</u>	2020 <u>TZS</u>
<b>3 <u>Income</u></b>		
Income from Transportation - Transit	12,176,130,287	8,517,003,948
Income from Transportation - Local	11,883,487	1,126,520,726
	<u>12,188,013,775</u>	<u>9,643,524,674</u>
<b>4 <u>Direct Cost</u></b>		
Tyres,Tube and Batteries	514,500,271	348,450,678
Travelling charges	634,115,188	385,321,000
Road Toll & Other Border fees	2,635,652,976	1,970,306,322
Parking charges	233,021,297	85,668,752
Repair & Maintenance	109,131,275	224,562,508
Fuel & Lubricants	4,872,594,923	3,644,779,005
Insurance charges	58,330,066	44,984,891
Drivers visa, Entry card & Passport charges	-	-
Agency fee	154,001,067	72,273,397
Sumatra,city council & Comesa charges	146,642,842	165,184,110
Taxes & Duties	-	-
Trucking charges	-	-
Other voyage costs	90,402,652	124,857,786
Spareparts	921,144,629	1,161,399,645
	<u>10,369,537,187</u>	<u>8,227,788,095</u>
<b>5 <u>Employment</u></b>		
Salaries & Wages	967,682,439	652,991,427
SDL	38,356,690	31,181,703
Pension	95,891,725	51,678,058
WCF	7,876,416	6,947,700
	<u>1,109,807,269</u>	<u>742,798,890</u>
<b>6 <u>Establishment</u></b>		
Rent	2,191,125	35,161,750
Depreciation	519,217,097	593,723,493
	<u>521,408,222</u>	<u>628,885,243</u>
<b>7 <u>General and administration expenses</u></b>		
Telephone,Postage and Internet	12,284,770	18,346,039
Electricity & Water charges	19,574,931	16,811,803
Fines, penalties and facilitation expenses	15,260,715	113,908,325
Meals	44,216,600	44,249,333
M/V running expenses	-	-
Printing & Stationery	7,069,500	12,372,530
General Office expenses	59,801,442	32,904,020
Miscellaneous expenses	7,758,830	10,565,218
City Service Levy & Stamp duty	70,358,923	17,425,834
Travelling & Accomodation	38,700,368	29,186,935
TAT - Cerficate	-	-
Medical charges	13,067,591	-
Business Licence	-	281,045
Professional fees	50,818,280	7,528,086
Security charges	24,816,000	25,423,111
	<u>363,727,950</u>	<u>329,002,280</u>

DIANAROSE LOGISTICS COMPANY LIMITED  
 FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED 31 DECEMBER 2021  
 NOTES

	2021	2020
	<u>TZS</u>	<u>TZS</u>
<b>8 Finance costs</b>		
Bank Charges & Commissions	148,244,942	46,780,616
Bank Interests	-	-
	<u>148,244,942</u>	<u>46,780,616</u>
<b>9 TAXATION</b>		
<i>(a) Tax charge:</i>		
Current tax based on adjusted profit	-	-
Deferred tax expense/(credit)-current year	-	-
Deferred tax expense/(credit)-prior year	(92,835,325)	(96,101,885)
<b>Total tax charge for the year</b>	<u>(92,835,325)</u>	<u>(96,101,885)</u>
<i>(b) Reconciliation of the actual tax expense and the expected tax expense based on the accounting profit:</i>		
Accounting profit before taxation	<u>(324,711,796)</u>	<u>(331,730,450)</u>
Tax at the applicable tax rate of 30%	(97,413,539)	(99,519,135)
<b>Tax effect of:</b>		
Expenses not deductible for tax purposes	4,578,214	3,417,250
Prior year underprovision of deferred tax	-	-
Derecognised deferred tax asset	-	-
<b>Tax charge/(credit) basing on reconciled profit</b>	<u>(92,835,325)</u>	<u>(96,101,885)</u>
<i>(c) Movement in tax account:</i>		
Tax recoverable/(payable) at the beginning of the year	45,000,000	(78,210,064)
Current tax expense	-	-
Tax paid during the year-CY	40,500,000	123,210,064
<b>Tax recoverable/(payable) at the end of the year</b>	<u>85,500,000</u>	<u>45,000,000</u>

DIANAROSE LOGISTICS COMPANY LIMITED  
 FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED 31 DECEMBER 2021  
 NOTES

10. PROPERTY AND EQUIPMENT

	Motor Vehicles, Trucks & Trailers	Computers	Furniture & Fittings	Office Equipment	Capital Work in Progress	Intangible assets	Total
<b>For the year ended 31 December 2021</b>							
<b><u>COST</u></b>							
At 1st January 2021	8,291,407,794	27,762,900	6,370,380	58,490,946	436,083,821	78,844,189	8,898,960,031
Additions	243,774,000	11,280,400	540,000	6,324,800	154,428,438	89,967,482	506,315,120
Disposal	-	-	-	-	-	-	-
As at 31 December 2021	<b>8,535,181,794</b>	<b>39,043,300</b>	<b>6,910,380</b>	<b>64,815,746</b>	<b>590,512,259</b>	<b>168,811,672</b>	<b>9,405,275,152</b>
<b><u>DEPRECIATION</u></b>							
At 1st January 2021	6,652,669,268	10,411,088	2,680,909	11,098,668	-	15,768,838	6,692,628,770
Charge for the period	470,628,131	10,737,080	528,684	6,714,635	-	30,608,567	519,217,097
Eliminated in disposal	-	-	-	-	-	-	-
As at 31 December 2021	<b>7,123,297,400</b>	<b>21,148,167</b>	<b>3,209,593</b>	<b>17,813,302</b>	<b>-</b>	<b>46,377,405</b>	<b>7,211,845,867</b>
<b><u>NET BOOK VALUE</u></b>							
As at 31 December 2021	<b>1,411,884,394</b>	<b>17,895,133</b>	<b>3,700,787</b>	<b>47,002,444</b>	<b>590,512,259</b>	<b>122,434,267</b>	<b>2,193,429,285</b>
As at 31 December 2020	1,638,738,526	17,351,813	3,689,471	47,392,279	436,083,821	63,075,352	2,206,331,261
<b>For the year ended 31 December 2020</b>							
<b><u>COST</u></b>							
At 1st January 2020	8,383,407,794	-	2,901,606	7,810,826	117,558,856	-	8,511,679,082
Additions	-	27,762,900	3,468,774	50,680,120	318,524,965	78,844,189	479,280,949
Disposal	(92,000,000)	-	-	-	-	-	(92,000,000)
As at 31 December 2020	<b>8,291,407,794</b>	<b>27,762,900</b>	<b>6,370,380</b>	<b>58,490,946</b>	<b>436,083,821</b>	<b>78,844,189</b>	<b>8,898,960,031</b>
<b><u>DEPRECIATION</u></b>							
At 1st January 2020	6,142,423,093	-	2,153,842	4,328,342	-	-	6,148,905,277
Charge for the period	560,246,175	10,411,088	527,067	6,770,326	-	15,768,838	593,723,493
Eliminated in disposal	(50,000,000)	-	-	-	-	-	(50,000,000)
As at 31 December 2020	<b>6,652,669,268</b>	<b>10,411,088</b>	<b>2,680,909</b>	<b>11,098,668</b>	<b>-</b>	<b>15,768,838</b>	<b>6,692,628,770</b>
<b><u>NET BOOK VALUE</u></b>							
As at 31 December 2020	<b>1,638,738,526</b>	<b>17,351,813</b>	<b>3,689,471</b>	<b>47,392,279</b>	<b>436,083,821</b>	<b>63,075,352</b>	<b>2,206,331,261</b>
As at 31 December 2019	2,240,984,701	-	747,764	3,482,484	117,558,856	-	2,362,773,805

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	2021 <u>TZS</u>	2020 <u>TZS</u>
<b>11 CASH AND BANK BALANCES</b>		
Cash in hand	26,999,085	25,240,524
Bank balances	730,349,181	415,619,082
	<u>757,348,265</u>	<u>440,859,606</u>
<b>12 TRADE AND OTHER RECEIVABLES</b>		
Trade receivables	1,294,114,501	825,896,643
	<u>1,294,114,501</u>	<u>825,896,643</u>
<b>13 TRADE AND OTHER PAYABLES</b>		
Trade payables	1,643,541,663	85,255,659
Accrued payables	16,462,646	15,110,044
Provision for audit fees	3,465,000	3,450,000
	<u>1,663,469,310</u>	<u>103,815,703</u>
<b>14 OTHER TAX PAYABLE</b>		
Opening balance	243,000,001	125,000,000
Assessed during the year	-	367,778,036
Paid during the year	(243,000,001)	(249,778,035)
	<u>-</u>	<u>243,000,001</u>
<p>During the year, the Company was audited by the Tanzania Revenue Authority "the TRA" for various taxes for the year of income 2020. The final assessment is yet to be issues.</p>		
<b>15 DEFERRED TAX</b>		
Tax Losses	187,520,840	92,951,885
Temporary differences on accelerated capital allowances	1,416,370	3,150,000
Origination and reversal of other temporary differences	-	-
<b>Total Deferred Tax Provision</b>	<u>188,937,210</u>	<u>96,101,885</u>
<b>Movement in deferred tax</b>		
At 1 January	96,101,885	-
(Charged)/Credited to profit and loss	92,835,325	96,101,885
Under/(over) provision in prior year deferred tax	-	-
<b>As at 31 December</b>	<u>188,937,210</u>	<u>96,101,885</u>

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**16 Capital commitment**

As at 31 December 2021, the Company did not have contractual commitments for any capital expenditure.

**17 Contingent liabilities and other commitments**

As at the end reporting period, there was no pending or unresolved petitions against the Company. Even for unforeseen events of such nature, the Directors are confident that the Company's position will always be strong, and it is not possible to estimate any potential liability, if any, at this stage.

**18 Events subsequent to the end of the period**

At the date of signing the financial statements, the Directors are not aware of any other matter or circumstance arising since the end of the financial period, not otherwise dealt with in these financial statements, which significantly affected the financial position of the Company and results of its operations.