

**H. S. IMPEX LIMITED  
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 31 DECEMBER 2023**

**H. S. IMPEX LIMITED**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

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**H. S. IMPEX LIMITED**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

**CORPORATE INFORMATION**

**Board of Directors**

<u>Name</u>	<u>Nationality</u>
Mr. Imtiyaz Haji	Tanzanian
Mr. Saravjeet Singh Talwar	Indian

**Registered Office of the Company**

Godown "D" TPA Supplies Depot,  
Kurasini Kilwa / Bandari Road,  
P. O. Box 9940,  
Dar es Salaam  
Tanzania

**Auditors**

Baker Tilly DGP & Co.,  
Certified Public Accountants  
P. O. Box 1314,  
Dar es Salaam  
Tanzania

**Company Secretary**

Charles Edmond Msongole  
Plot No. 1756, Catholic Road, Tegeta, Kinondoni,  
Dar es Salaam  
Tanzania

**Bankers**

Exim Bank (Tanzania) Limited  
Ecobank Tanzania Limited  
Bank of India (Tanzania) Limited

**H. S. IMPEX LIMITED**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**  
**DIRECTOR'S REPORT**

The directors present their report and the audited financial statements for the year ended 31<sup>st</sup> December 2023.

**DIRECTORS RESPONSIBILITY**

As directors of the Company, it is our responsibility to prepare the financial statements for each financial year that gives a true and fair view of the state of affairs of the Company at the end of financial year. We are also responsible for keeping proper accounting records in line with the provisions of the Companies' Act 2002 for taking reasonable steps to safeguards the assets of the company and to prevent and detect any fraud or other irregularities.

We confirm that suitable policies have been adopted and applied consistently, and prudent judgments and estimates have been made in the preparation of the financial statements for the year ended 31<sup>st</sup> December 2023. We also confirm that the applicable accounting standards have been followed and the financial statements have been prepared on a going concern basis.

**Principal Activities**

The principal activity of the company is selling of agricultural produce.

**Results**

The results for the year ended 31<sup>st</sup> December 2023 are as set out on page no. 7 to 16.

**Capital Structure & Shareholding Of The Company**

Both the Directors are having interest in the Company to the extent given under the heading 'Capital Structure'. The interest was fully disclosed at the board meetings.

As at 31<sup>st</sup> December 2023, the paid-up capital of the Company consists of 255,000 ordinary shares of TZS. 1,000/- each and were held by the following shareholders: -

Name of Shareholder	No. of ordinary shares
	Current Year
Imtiyaz Abdulsultan Haji	130,000
Saravjeet Singh Talwar	125,000
<b>Total</b>	<b>255,000</b>

**Dividends**

The Company has not recommended any dividend, keeping in mind the funds required for future expansion of the business.

**Directors**

The directors who served the Company during the year were as shown on page 1 of this annual report.

**Auditors**

The external auditors, M/s. Baker Tilly DGP & Co. have expressed their willingness to continue in office and will be recommended for re-appointment at the forthcoming Annual General Meeting.

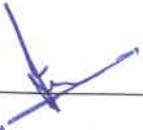
**H. S. IMPEX LIMITED  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023  
DIRECTOR'S REPORT**

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**Acknowledgements**

Directors wish to place on record their deep sense of appreciation for the overwhelming co-operation and assistance received from the government, TRA and bankers of the Company.

**BY ORDER OF THE BOARD**

  
\_\_\_\_\_  
NAME: IMTIYAZ HAJI

DIRECTOR

PLACE: DAR-ES-SALAAM

DATE: 21-03-2024



**H. S. IMPEX LIMITED**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**  
**DECLARATION OF THE HEAD OF ACCOUNTING / FINANCE**

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The National Board of Accountants and Auditors (NBAA) according to the power conferred under the Auditors and Accountants (Registration) Act. No. 33 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied with a declaration issued by the Head of Finance/Accounting responsible for the preparation of financial statements of the entity concerned.

It is the duty of a Professional Accountant to assist the Board of Directors/Governing Body/Management to discharge the responsibility of preparing financial statements of an entity showing true and fair view of the entity position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements.

Full legal responsibility for the preparation of financial statements rests with the Board of Directors/ Governing Body as under paragraph of Director's responsibility on an earlier page.

I, NTULI GILBERT NOA hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31<sup>st</sup> December 2023 have been prepared as per Generally Accepted Accounting Principles and statutory requirements.

I thus confirm that the financial statements give a true and fair view position of **H. S. Impex Limited** as on that date and that they have been prepared based on properly maintained financial records.

Signed by:

Position:

NBAA Membership number:

Date:

N. Gilbert  
Accountant  
ACPA-PP 5502  
21-03-2024

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
H. S. IMPEX LIMITED****Opinion**

We have audited the financial statements of H. S. Impex Limited (the Company), which comprise the Statement of Financial Position as at 31<sup>st</sup> December 2023, and 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 Company as at 31<sup>st</sup> December 2023 and of its financial performance and its cash flows for the year then ended in accordance with 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 Company in accordance with The National Board of Accountants and Auditors (Code of Ethics) By - Laws, 2013, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of matter**

We draw attention to:

1. Note no. 1 to the financial statements in respect to adoption of International Financial Reporting Standards (IFRSs). From our audit, we conclude that the financial statements do not comply with International Financial Reporting Standards (IFRSs).
2. Inventories have been valued and physically verified by the management.

Our report is not modified in respect of the above matters.

**Other information**

The directors are responsible for the other information. The other information comprises the Director's Report as required by the Companies Act, 2002, which we obtained prior to the date of this report. Other information does not include the Financial Statements and our auditor's report 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, 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 directors for the financial statements**

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and the requirements of the Companies Act, 2002 and for such internal control as the directors determine is 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 directors are responsible for assessing the Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of 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 auditor's report that includes our opinion.

**Partners:**

K. S. Bhattbhatt (Tanzanian)  
Kailas K. Bhattbhatt (Tanzanian)  
Vishwanshu H. Trivedi (Indian)

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.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosure made by the directors.

Conclude on the appropriateness of the director's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **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;
- iii) the director's report is consistent with the financial statements;
- iv) information specified by the law regarding director's remuneration and transactions with the Company is disclosed; and
- v) the Company's Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income are in agreement with the books of accounts.

**For Baker Tilly DGP & Co.**  
Certified Public Accountants,

  
**Kailas K. Bhattbhatt**  
Partner  
Place : Dar es Salaam  
Date : 21/03/2024



**H. S. IMPEX LIMITED**  
**P. O. Box 9940, Dar es Salaam**


**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
 FOR THE YEAR ENDED 31ST DECEMBER 2023**

<b>PARTICULARS</b>	<b>NOTES</b>	<b>2023 TZS</b>	<b>2022 TZS</b>
Revenue		181,335,162,966	154,006,820,655
Cost of Sales	3	176,602,521,445	149,464,985,472
Gross profit		4,732,641,521	4,541,835,184
Other income	4	69,220,039	-
<u>Less: Expenses</u>		4,801,861,560	4,541,835,184
Administrative expenses	5	(4,137,193,139)	(3,868,292,735)
Selling and distribution expenses	6	(99,545,672)	(95,503,884)
Financial expenses	7	(85,948,518)	(134,718,563)
		(4,322,687,329)	(4,098,515,182)
Profit / (Loss) before tax		479,174,231	443,320,003
Less : Tax expense / credit	14	(155,949,571)	(145,510,790)
<b>Profit / (Loss) after tax</b>		<b>323,224,660</b>	<b>297,809,213</b>

The significant accounting policies on pages 11 and the notes on pages 12 to 16 form an integral part of these financial statements.

Report of the Independent Auditor's on page 5 & 6.

The financial statements on Pages 7 to 16 were approved by the Board of Directors and signed on behalf by:

  
 \_\_\_\_\_

Name: IMTIYAZ HAJI  
 Director

Dated: 21-03-2024



\_\_\_\_\_

Name: \_\_\_\_\_  
 Director

Dated: \_\_\_\_\_

H. S. IMPEX LIMITED  
P. O. Box 9940, Dar es Salaam

**STATEMENT OF FINANCIAL POSITION AS ON 31ST DECEMBER 2023**

	NOTES	31st December 2023 TZS	31st December 2022 TZS
<b>Non current assets</b>			
Property, plant and equipment	15	1,230,107,541	1,352,795,308
		<u>1,230,107,541</u>	<u>1,352,795,308</u>
<b>Current assets</b>			
Inventories	8	19,105,083,542	3,883,595,242
Trade and other receivables	9	2,772,455,751	4,056,699,614
Cash and cash equivalents	10	4,504,864,572	4,043,346,060
Current tax	14	-	4,489,210
		<u>26,382,403,865</u>	<u>11,988,130,126</u>
<b>Total assets</b>		<u><b>27,612,511,407</b></u>	<u><b>13,340,925,434</b></u>
<b>Equity</b>			
Share capital	11	255,000,000	255,000,000
Retained earnings		754,132,262	781,754,691
		<u>1,009,132,262</u>	<u>1,036,754,691</u>
<b>Current liabilities</b>			
Trade and other payables	12	26,579,823,952	12,291,286,854
Provisions	13	21,391,966	12,883,890
Current tax	14	2,163,227	-
		<u>26,603,379,145</u>	<u>12,304,170,744</u>
<b>Total equity and liabilities</b>		<u><b>27,612,511,407</b></u>	<u><b>13,340,925,434</b></u>

The significant accounting policies on pages 11 and the notes on pages 12 to 16 form an integral part of these financial statements.

Report of the Independent Auditor's on page 5 & 6.

The financial statements on Pages 7 to 16 were approved by the Board of Directors and signed behalf by:



Name: IMTIYAZ HAJI  
Director

Dated: 21-03-2024



Name: \_\_\_\_\_  
Director  
Dated: \_\_\_\_\_

H. S. IMPEX LIMITED  
P. O. Box 9940, Dar es Salaam

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2023**

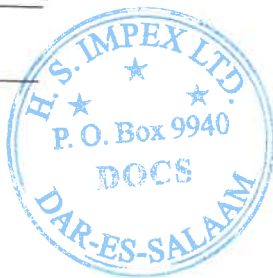
Particulars	Share capital	Retained earnings	Total
	TZS	TZS	TZS
<b>Year ended 31st December 2022</b>			
As at start of the year	255,000,000	811,881,337	1,066,881,337
Assessment tax paid	-	(327,935,859)	(327,935,859)
	255,000,000	483,945,478	738,945,478
Net profit / (loss)	-	297,809,213	297,809,213
<b>At the end of the year</b>	<b>255,000,000</b>	<b>781,754,691</b>	<b>1,036,754,691</b>
<b>Year ended 31st December 2023</b>			
As at start of the year	255,000,000	781,754,691	1,036,754,691
Assessment tax paid	-	(349,868,979)	(349,868,979)
Prior year adjustments	-	(978,110)	(978,110)
	255,000,000	430,907,602	685,907,602
Net profit / (loss)	-	323,224,660	323,224,660
<b>At the end of the year</b>	<b>255,000,000</b>	<b>754,132,262</b>	<b>1,009,132,262</b>

The significant accounting policies on pages 11 and the notes on pages 12 to 16 form an integral part of these financial statements.

Report of the Independent Auditor's on page 5 & 6.

The financial statements on Pages 7 to 16 were approved by the Board of Directors and signed behalf by:

Name: IMTIYAZ HAJI  
Director  
Dated: 21-03-2024



Name: \_\_\_\_\_  
Director  
Dated: \_\_\_\_\_

H. S. IMPEX LIMITED  
P. O. Box 9940, Dar es Salaam

**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST DECEMBER 2023**

PARTICULARS	2023 TZS	2022 TZS
<b>Cash flows from operating activities</b>		
Profit / (Loss) before tax	479,174,231	443,320,003
Adjustment for:		
Depreciation and amortisation	132,191,611	154,059,695
Prior period adjustment	(978,110)	-
	610,387,731	597,379,697
<u>Movements in working capital:</u>		
(Increase)/ decrease in inventories	(15,221,488,300)	16,228,831,102
(Increase)/ decrease in trade and other receivables	1,284,243,863	(1,839,457,130)
Increase/ (decrease) in trade and other payables	14,297,045,175	(13,318,301,545)
Cash generated from operations	970,188,469	1,668,452,123
Less: Taxes paid	(499,166,114)	(477,935,859)
<b>Net cash generated by operating activities (A)</b>	<b>471,022,355</b>	<b>1,190,516,264</b>
<b>Cash flow from investing activities</b>		
Payments of purchase of property, plant and equipment	(9,503,844)	(98,626,813)
<b>Net cash (used in) / generated by investing activities (B)</b>	<b>(9,503,844)</b>	<b>(98,626,813)</b>
<b>Cash flow from financing activities</b>		
Proceed from issue of equity share capital	-	-
<b>Net cash (used in) / generated by financing activities (C)</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>461,518,511</b>	<b>1,091,889,454</b>
Cash and cash equivalents at the beginning of the year	4,043,346,060	2,951,456,606
<b>Cash and cash equivalents at the end of the year</b>	<b>4,504,864,572</b>	<b>4,043,346,060</b>

The significant accounting policies on pages 11 and the notes on pages 12 to 16 form an integral part of these financial statements.

Report of the Independent Auditor's on page 5 & 6.

The financial statements on Pages 7 to 16 were approved by the Board of Directors and signed on behalf by:

Name: IMTIYAZ HAJI  
Director  
Dated: 21-03-2024



Name: \_\_\_\_\_  
Director  
Dated: \_\_\_\_\_

**H. S. IMPEX LIMITED**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**  
**SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE FINANCIAL STATEMENTS**

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**1. PRINCIPAL ACCOUNTING POLICIES**

**1.1 Basis of Accounting**

As in the previous years the financial statements have been prepared under historical cost convention. A summary of more important accounting policies are set out below.

**1.2 Adoption of International Financial Reporting Standards (IFRSs)**

The directors have not adopted the International Financial Reporting Standards (IFRSs) for the preparation and presentation of its financial statements. In the circumstances, these financial statements have been prepared under the generally accepted accounting principles.

**1.3 Revenue**

Revenue comprises of sales made on export basis.

**1.4 Fixed Assets**

Fixed Assets are stated in the financial statements at cost less depreciation. Continuing existence and usage of fixed assets is confirmed by the management.

**1.5 Depreciation**

Depreciation is provided on reducing balance method. The rates used for calculating depreciation are:

Furniture & fixtures	12.50 %
Office equipment	12.50 %
Computer and accessories	37.50 %
Plant and machinery	12.50 %
Motor vehicles Class I	37.50 %
Motor vehicles Class II	25.00 %
Motor and motor cycle	12.50 %
Building	5.00%

**1.6 Stock**

Stock are physically verified and valued by the management at lower of cost and net realizable value.

**2. Foreign currency transactions**

Transactions in foreign currency on non-monetary items during the year are translated in Tanzanian Shillings at the rate in operation on the date on which transaction occurred.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

	2023 TZS	2022 TZS
<b>3 Cost of sales</b>		
Opening stock of raw materials	3,883,595,242	20,112,426,344
Add: Purchases	175,989,485,459	119,096,177,473
Less: Closing stock of raw materials	(19,105,083,542)	(3,883,595,242)
Cost of material consumption	<u>160,767,997,159</u>	<u>135,325,008,575</u>
<b>Add: Direct costs</b>		
Clearing and forwarding charges	20,543,638	22,929,388
Packing materials	634,561,708	663,037,941
Sesame council levy	757,143,890	930,783,450
Export documentation expenses	85,283,587	88,111,970
Levy and allied expenses	4,035,787,533	1,192,888,877
Fuel expenses - direct	235,867,659	205,566,664
Weight, quality inspection, fumigation expenses	535,349,824	454,611,419
Inspection charges/ retention fee	164,522,699	147,723,081
Loading, offloading & material handling charges	817,260,700	582,885,500
Electricity expenses	60,077,267	52,186,720
Port charges	1,781,516,975	1,292,333,346
Cashewnut devt fund, warehouse charges & allied expenses	1,606,648,230	1,082,200,594
Shipping & freight charges	4,661,302,204	6,982,205,764
Demurrage	56,160,499	18,935,128
Empty container charges	191,245,161	200,302,842
Phyto and radiation expenses	191,252,712	223,274,213
	<u>15,834,524,286</u>	<u>14,139,976,897</u>
<b>Total cost of sales</b>	<u><b>176,602,521,445</b></u>	<u><b>149,464,985,472</b></u>
<b>4 Other income</b>		
Other income (write-off)	26,484,789	-
Rental income	42,735,250	-
<b>Total</b>	<u><b>69,220,039</b></u>	<u><b>-</b></u>
<b>5 Administrative expenses</b>		
Audit fees	12,025,000	12,883,890
Salaries and wages - Admin	327,419,599	401,374,799
Loss on claim	1,874,520	-
Director's remuneration and fees	60,000,000	120,000,000
Depreciation	132,191,611	154,059,695
Drainage and cleaning expenses	12,865,000	11,840,200
Repair and maintenance (indirect)	203,648,548	167,276,803
Water expenses	624,000	462,400
Leave pay	12,173,526	14,633,363
Fuel and vehicle expenses	79,682,099	67,841,355
General insurance expenses	66,845,557	61,431,781
Medical expenses	39,632,050	10,080,700
Osha contribution	6,615,000	3,300,000
ROC fees	2,894,000	4,377,000



**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

	2023 TZS	2022 TZS
Disposal of solid waste expenses	2,220,000	2,420,000
Environment expenses	6,800,000	2,500,000
Subscription	-	1,500,000
NSSF contribution	33,889,313	53,515,316
Ushuru expense	545,197,150	450,646,630
Rent expense	563,754,736	602,969,833
Postage and courier expenses	27,583,184	16,238,237
Professional and legal fees	7,203,500	9,900,000
Property tax	3,483,600	132,000
TCCIA - membership fee	1,500,000	-
TBS a/c	100,000	280,000
SDL cost	12,680,187	21,406,126
Printing and stationery expenses	41,539,634	27,703,748
Security expenses	151,404,574	138,903,134
Staff welfare expenses	846,000	910,000
Stamp duty	2,959,958	-
Canteen expenses	32,366,700	30,756,428
Office expenses	72,724,484	38,677,827
Telephone expenses	9,036,773	9,108,677
Internet expenses	6,382,438	5,998,875
WCF expense	1,689,193	2,939,231
Conveyance charges	4,624,850	1,075,000
Transportation expenses	1,443,751,191	1,302,999,128
Travelling expenses	162,408,459	79,719,619
Visa and permit expenses	40,215,705	33,637,940
Fire and rescue expenses	4,341,000	4,793,000
<b>Total</b>	<b>4,137,193,139</b>	<b>3,868,292,735</b>
<b>6 Selling and distribution expenses</b>		
City service levy charges	99,545,672	95,503,884
<b>Total</b>	<b>99,545,672</b>	<b>95,503,884</b>
<b>7 Financial expenses</b>		
Bank charges	71,755,002	71,467,723
Bank interest	26,222,680	36,149,092
Foreign exchange loss / (gain) - realised	(12,029,164)	25,957,469
Foreign exchange loss / (gain) - unrealised	-	1,144,279
<b>Total</b>	<b>85,948,518</b>	<b>134,718,563</b>
<b>8 Inventories</b>		
Closing stock of raw materials	19,105,083,542	3,883,595,242
	<b>19,105,083,542</b>	<b>3,883,595,242</b>
<b>9 Trade and other receivables</b>		
Advance to suppliers	582,521,620	1,921,905,499
Security deposit	100,000,000	100,000,000
Prepaid expenses	29,781,775	908,907,137
VAT receivable	2,060,152,356	1,125,886,978
	<b>2,772,455,751</b>	<b>4,056,699,614</b>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

	2023 TZS	2022 TZS
<b>10 Cash and cash equivalents</b>		
Cash in hand	27,908,152	30,366,590
Cash at banks	4,476,956,420	4,012,979,470
	<u>4,504,864,572</u>	<u>4,043,346,060</u>
<b>11 Share capital</b>		
<u>Authorized share capital</u> 300,000 ordinary shares of TZS. 1,000/- each	<u>300,000,000</u>	<u>300,000,000</u>
<u>Issued and paid up share capital</u> 255,000 ordinary shares of TZS. 1,000/- each	<u>255,000,000</u>	<u>255,000,000</u>
	<u>255,000,000</u>	<u>255,000,000</u>
<b>12 Trade and other payables</b>		
Trade creditors	124,070,806	289,089,318
Other payables	60,000,000	-
Advance from customers	26,393,452,201	11,978,133,826
Withholding tax payable	2,300,945	24,063,710
	<u>26,579,823,952</u>	<u>12,291,286,854</u>
<b>13 Provisions</b>		
NSSF / PAYE payable	8,187,725	-
WCF payable	147,405	-
SDL payable	1,031,836	-
Audit fees payable	12,025,000	12,883,890
	<u>21,391,966</u>	<u>12,883,890</u>
<b>14 Current tax</b>		
Net tax brought forward	(4,489,210)	-
Provision for tax current year tax	155,949,571	145,510,790
Assessment tax payable	306,532,329	-
Advance tax paid	(150,000,000)	(150,000,000)
Withholding tax receivable	(3,786,345)	-
Assessment tax paid	(302,043,119)	-
	<u>2,163,227</u>	<u>(4,489,210)</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023

15 Property, plant & equipment

Particulars	Building	Plant and machinery	Furniture and fixtures	Office equipment	Computers and accessories	Motor and motor cycle	Motor vehicles Class I	Motor vehicles Class II	Total
	TZS	TZS	TZS	TZS	TZS	TZS	TZS	TZS	TZS
Opening WDV	821,980,204	388,906,250	12,112,968	27,786,020	2,431,601	9,979,410	94,943,587	50,088,149	1,408,228,190
Additions	-	90,663,338	-	3,668,644	2,000,000	-	2,294,831	-	98,626,813
Total	821,980,204	479,569,588	12,112,968	31,454,664	4,431,601	9,979,410	97,238,417	50,088,149	1,506,855,003
Depreciation for the year	41,099,010	56,168,559	1,514,121	3,578,999	1,536,850	1,247,426	36,392,693	12,522,037	154,059,695
WDV as on 31st December 2022	780,881,194	423,401,029	10,598,847	27,875,665	2,894,751	8,731,984	60,845,724	37,566,112	1,352,795,308
Opening WDV	780,881,194	423,401,029	10,598,847	27,875,665	2,894,751	8,731,984	60,845,724	37,566,112	1,352,795,308
Additions	-	-	-	1,738,200	5,650,000	2,118,644	-	-	9,503,844
Balances at 31st December 2023	780,881,194	423,401,029	10,598,847	29,610,865	8,544,751	10,850,628	60,845,724	37,566,112	1,362,299,152
Depreciation for the year	39,044,060	52,925,129	1,324,856	3,629,058	1,791,781	1,268,052	22,817,147	9,391,528	132,191,611
WDV as on 31st December 2023	741,837,134	370,475,900	9,273,991	25,981,807	6,752,970	9,582,576	38,028,577	28,174,584	1,230,107,541



**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

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**17 Related party disclosure**

The company has following related parties by virtue of common shareholding / directorship:  
In Tanzania

- 1) Mr. Imtiyaz Haji - Shareholder / Director

<b><u>Transactions:</u></b>	<b>2023</b>	<b>2022</b>
	<b>TZS</b>	<b>TZS</b>
<b><u>Others:</u></b>		
Director's remuneration		
1) Mr. Imtiyaz Haji	-	120,000,000
Director's Fees		
1) Mr. Imtiyaz Haji	60,000,000	-
<b><u>Outstanding Balances:</u></b>		
Director fees payable:		
1) Mr. Imtiyaz Haji	60,000,000	-

**18 Contingent liabilities and commitments**

The management does not anticipate any contingent liabilities as at 31st December 2023.

- 19 Previous year's figure have been regrouped / rearranged wherever necessary to make them comparable with those of current year.



H. S. IMPEX LIMITED  
P. O. Box 9940, Dar es Salaam

COMPUTATION OF TAXABLE INCOME

	2023 TZS
Profit / (Loss) as per statement of profit or loss	479,174,231
Add:	
Depreciation and amortisation	132,191,611
Visa and permit expenses	40,215,705
Private use of telephone & internet (20%)	3,083,842
Staff welfare (20%)	169,200
	<u>654,834,589</u>
Less:	
Wear and tear allowance	133,858,406
Unrealised forex loss - previous year	1,144,279
	<u>519,831,905</u>
<b>Taxable income / (loss)</b>	<b>519,831,905</b>
Less: Brought forward of loss	-
<b>Taxable income for the year</b>	<b>519,831,905</b>
<b>Tax on income @30%</b>	<b>155,949,571</b>
Less: Advance tax paid	(150,000,000)
Less: Withholding tax receivable	(3,786,345)
<b>Net tax payable / (refundable)</b>	<b>2,163,226</b>

Wear and tear schedule

Particulars	Class I	Class II	Class III	Class VI	Total
Rate	37.50%	25.00%	12.50%	5.00%	
Opening balance at 1st January 2023	14,511,145	134,477,205	287,266,156	687,988,789	1,124,243,294
Additions	7,768,644	-	1,735,200	-	9,503,844
	<u>22,279,789</u>	<u>134,477,205</u>	<u>289,001,356</u>	<u>687,988,789</u>	<u>1,133,747,138</u>
Wear and tear	8,354,921	33,619,301	36,125,169	55,759,014	133,858,406
Closing balance 31st December 2023	<u>13,924,868</u>	<u>100,857,904</u>	<u>252,876,186</u>	<u>632,229,775</u>	<u>999,888,733</u>

