

MULTIPLEX SYSTEMS LIMITED

**AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**



MKUKI CONSULTANTS
Certified Accountants and Auditors
(In Public Practice) PF 187
P. O. Box 1827, DAR ES SALAAM

MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

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MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

COMPANY INFORMATION

Company name	: MULTIPLEX SYSTEMS LIMITED	
TIN	: 130-376-134	
Tax Office	: Upanga Tax Office Ilala, Dar es Salaam	
Board of Directors	: Names Thomas Leopold Kalunga Henry Chezi Kalunga	Nationality Tanzanian Tanzanian
Registered Office and Principal Place of Business	: Level 1, Zanaki/Indra Gandhi Street P. O. Box 21858 Dar es Salaam	
Principal Bankers	: CRDB Bank Limited, Azikiwe Branch, Dar es Salaam.	
Independent Auditor	: MKUKI CONSULTANTS Certified Accountants and Auditors (In Public Practice) PF 187 P. O. Box 1827, Dar es Salaam Tanzania.	

REPORT OF THE DIRECTORS

Introduction

The Directors present their report together with the Audited Financial Statements for the year ended 31 DECEMBER 2023, which disclose the state of affair of the Company for the period then ended.

Incorporation Principal Activity

The principal activity of the Company is to carry out the business of Engineering, Automation and Technology.

Results for the Period and Dividend

The results are set out on page 6 of the financial statements. The directors do not recommend the payment of a dividend for the year ended 31 December 2023.

Managemnet of the Company

The overall management of the Company is vested in the Board of Directors, while day to day operations are executed by the management.

Company Shareholdings

The authorised share capital of the Company is TZS 1,000,000,000/= divided into 10,000 ordinary shares of TZS 100,000/= each.

Employee Welfare

The Company's employment terms are reviewed annually to ensure that they continue to meet statutory and market conditions. The Company communicates with its employees through regular management and staff meetings and through circulars. A training program is drawn up every year to cater for all grades of staff. Training is mainly conducted in-house. However, external institutions are used for specialized and executive training programs.

Statutory Payrtoll Remittances

The directors confirm that they are aware of, and have taken full responsibility for, the accuracy of disclosures made in Note 5 to the financial statements in respect of remittances for social security fund contributions and other statutory payroll deductions respectively.

Directors of the Company

The directors who held office during the year and to the date of this report are shown on page 1.

Independent Auditor

Mkuki Consultants (Certified Public Accountants and Auditors in Public Practice) were appointed the Company's Auditor, they have expressed their willingness to continue in office and are eligible for re-appointment.

BY ORDER OF THE BOARD



.....
Director

Dated: 26 JANUARY 2024

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Companies Act, Cap 212 Act No.12 of 2002 requires the directors to prepare financial statements for each financial year that 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 profit or loss. It also requires the directors to ensure that the company keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the Company. They are also responsible for safeguarding the assets of the company.

The directors accept responsibility for the preparation and fair presentation of the Financial Statements in accordance with the International Financial Reporting Standards (IFRS) and in the manner required by the Tanzanian Companies Act, 2002. They also accept responsibility for:

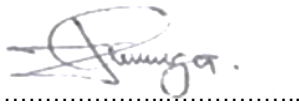
- (i) Designing, implementing and maintaining such internal control as they determine is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error,
- (ii) Selecting and applying appropriate accounting policies,
- (iii) Making accounting estimates and judgements that are reasonable in the circumstances.

The directors are of the opinion that the Financial Statements give a true and fair view of the Financial Position of the Company as at 31 December 2023 and of the Financial Performance and Cash Flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) and the requirement of the Companies Act, 2002.

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.

The directors acknowledge that the independent audit of the Financial Statements does not relieve them of their responsibilities.

So far as each of the directors is aware, there is no relevant audit information which the auditor is unaware of, and each of the directors has taken all the steps that ought to have been taken in order to become aware of any relevant audit information and to establish that the auditor is aware of that information.



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Director

Date: 26 JANUARY 2024

**The Directors,
MULTIPLEX SYSTEMS LIMITED
P. O. Box 31829,
Dar es Salaam.**

Report on the Audit of the Financial Statements

Our opinion

We have audited the accompanying financial statements of Multiplex Systems Limited ("the Company") set out on pages 6 to 17 which comprises the statement of financial position as at 31 December 2023, statement of profit or loss and other comprehensive income, statement of changes in equity, 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 financial statements give a true and fair view of the financial position of the Company as at 31 December 2023, and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) and the Tanzanian Companies Act, 2002.

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

Independence

We are independent of the Company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code) and the ethical requirements of the National Board of Accountants and Auditors (NBAA) that are relevant to our audit of the financial statements in Tanzania. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the ethical requirements of the NBAA.

Other information

The directors are responsible for the other information. The other information comprises corporate information, report of the directors, statement of directors' responsibilities and appendices to the financial statements but does not include the financial statements and our auditor's report thereon. 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 identified above 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, 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 of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of the Companies Act, No. 12 of 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 the accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so. The directors are responsible for overseeing the Company's financial reporting process.

Auditor's 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 auditor's 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.

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

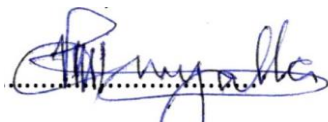
- i) Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and Obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, or the override of internal control.
- ii) 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.
- iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- iv) Conclude on the appropriateness of the directors' use of 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 auditors 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 auditors report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- v) Evaluate the overall presentation, structures and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 Tanzanian 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 ere necessary for the purposes of our audit;
- (ii) in our opion, proper books pof accounts have been kept by the Company, so far as appears from our examination of those books; and
- (iii) The Company's statement of fanancial position and statement of profit or loss and other comprehensive income are in agreement with the books of accounts.



MKUKI CONSULTANTS
Certified Accountants and Auditors
(In Public Practice) PF 187
DAR ES SALAAM.

Dated: 27 JANUARY 2024



MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	<u>Notes</u>	<u>31.12.2023</u> <u>TSHS</u>	<u>31.12.2022</u> <u>TSHS</u>
Revenue	3	2,216,944,191.03	1,927,777,557.42
Less: Direct expenses	4	1,313,350,669.61	1,251,824,451.50
Gross Profit/(Loss)		<u>903,593,521.43</u>	<u>675,953,105.92</u>
<u>Other Operating Expenses</u>			
Administrative expenses	5	127,936,472.90	111,400,998.18
Establishment expenses	6	84,247,705.03	96,960,044.51
Finance expenses	8	4,025,454.99	3,500,395.65
		<u>216,209,632.92</u>	<u>211,861,438.33</u>
Operating Profit/(Loss)		687,383,888.51	464,091,667.59
Less: Tax charges for the year	15	<u>218,869,310.53</u>	<u>152,547,651.83</u>
Net profit/(Loss) for the year		<u>468,514,577.98</u>	<u>311,544,015.76</u>



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(Director's signature)

Date: 26 JANUARY 2024

MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

STATEMENT OF FINANCIAL POSITION

	<u>NOTES</u>	<u>31.12.2023</u> <u>TSHS</u>	<u>31.12.2022</u> <u>TSHS</u>
<u>ASSETS</u>			
<u>Non-Current Assets</u>			
Property, Plant and Equipment	2	897,453,283.75	971,402,724.92
		<u>897,453,283.75</u>	<u>971,402,724.92</u>
<u>Current Assets</u>			
Inventory	14	355,528,233.60	296,273,528.00
Trade and Other Receivables	9	574,212,554.79	400,363,690.62
Cash and Cash Equivalents	10	688,791,505.25	376,616,294.73
Total current assets		<u>1,618,532,293.64</u>	<u>1,073,253,513.35</u>
Total Assets		<u>2,515,985,577.40</u>	<u>2,044,656,238.27</u>
<u>EQUITY AND LIABILITIES</u>			
<u>Capital and Reserves</u>			
Share Capital	11	1,000,000,000.00	1,000,000,000.00
Retained Earnings	12	1,307,915,813.21	839,401,235.23
Total capital and reserves		<u>2,307,915,813.21</u>	<u>1,839,401,235.23</u>
<u>Current Liabilities</u>			
Trade Creditors and Other Payables	13	22,899,914.46	105,671,669.69
Tax liabilities	15	185,169,849.72	99,583,333.36
		<u>208,069,764.18</u>	<u>205,255,003.04</u>
Total Equity and Liabilities		<u>2,515,985,577.40</u>	<u>2,044,656,238.27</u>



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(Director's signature)

Date: 26 JANUARY 2024

MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

STATEMENT OF CHANGES IN EQUITY

	SHARE CAPITAL	RETAINED EARNINGS	TOTAL TSHS
Balance as at 1st January 2023	1,000,000,000.00	839,401,235.23	1,839,401,235.23
Issueance of share capital	0.00	0.00	0.00
Advance towards share capital	0.00	0.00	0.00
Restated balance	1,000,000,000.00	839,401,235.23	1,839,401,235.23
Profit/(Loss) for the period	0.00	468,514,577.98	468,514,577.98
Balance as at 31.12.2023	1,000,000,000.00	1,307,915,813.21	2,307,915,813.21

Period ended 31 December 2022

	SHARE CAPITAL	RETAINED EARNINGS	TOTAL TSHS
Balance as at 1.1.2022	1,000,000,000.00	351,604,849.38	1,351,604,849.38
Issueance of share capital	0.00	0.00	0.00
Advance towards share capital	0.00	0.00	0.00
Restated balance	1,000,000,000.00	351,604,849.38	1,351,604,849.38
Profit/(Loss) for the period	0.00	311,544,015.76	311,544,015.76
Balance as at 31.12.2022	1,000,000,000.00	663,148,865.14	1,663,148,865.14



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(Director's signature)

Date: 26 JANUARY 2024

MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

STATEMENT OF CASHFLOW

	Notes	31.12.2023 TSHS	31.12.2022 TSHS
<u>CASHFLOW FROM OPERATING ACTIVITIES</u>			
Profit/(Loss) for the year before Tax		687,383,888.51	464,091,667.59
Adjustment for:			
Depreciation		73,949,441.16	87,015,423.76
Profit before changes in working capital		<u>761,333,329.67</u>	<u>551,107,091.35</u>
<u>CHANGE IN WORKING CAPITAL ITEMS:</u>			
Decrease/(increase) in Inventories		(59,254,705.60)	70,596,047.00
Decrease/(increase) in Trade and Other receivables		(173,848,864.17)	(159,967,008.67)
(Decrease)/Increase in Trade and Other Payables		(82,771,755.23)	2,576,332.44
Net changes in working capital items		<u>(315,875,324.99)</u>	<u>(86,794,629.23)</u>
Cash (used in)/generated from operations		445,458,004.68	464,312,462.12
Income tax paid for the year		(133,282,794.16)	(128,531,351.59)
Net cash (used in)/generated from operating activities		<u>312,175,210.52</u>	<u>335,781,110.53</u>
<u>INVESTING ACTIVITIES</u>			
Acquisition of Fixed Assets		0.00	(98,200,000.00)
Disposal of Fixed Assets		0.00	0.00
Net cash (used in) / generated from investing activities		<u>0.00</u>	<u>(98,200,000.00)</u>
<u>FINANCING ACTIVITIES</u>			
Issue of share capital		0.00	0.00
Changes in Shareholder's contributions		0.00	0.00
Net cash (used in) / generated from financing activities		<u>0.00</u>	<u>0.00</u>
<u>INCREASE/(DECREASE) IN CASH AND EQUIVALENTS</u>			
Net increase / (decrease) in cash and cash equivalents		312,175,210.52	237,581,110.53
Cash and cash equivalents at start of period		376,616,294.74	139,035,184.21
Cash and cash equivalents at end of period		<u>688,791,505.26</u>	<u>376,616,294.74</u>



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(Director's signature)

Date: 26 JANUARY 2024

NOTES TO THE FINANCIAL STATEMENTS

1. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES

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

(A) GOING CONCERN

The financial statements are prepared on the basis of accounting policies applicable to a going concern. This basis presumes that the Company will have access to adequate resources to meet its liabilities as and when they fall due, and that the realization of assets and settlement of liabilities will occur in the ordinary course of business

(B) BASIS OF PREPARATION

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), and under the historical cost convention.

(C) FOREIGN CURRENCIES TRANSLATION

(i) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). The financial statements are presented in Tanzanian Shillings.

(ii) Transactions and balances

Foreign currency transactions are translated into Tanzania Shillings using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end.

(D) PROPERTY, PLANT AND EQUIPMENT

All property, plant and equipment are shown at cost, less subsequent depreciation and impairment. Cost includes expenditure directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group or Company and the cost of the item can be reliably measured.

Depreciation is calculated using the straight-line method to allocate the cost of each asset to its residual value over the estimated useful life as follows:

Trucks and motor vehicles	25.00%
Office Equipment, Furniture & Fittings	12.50%
Computer and printers	25.00%
Land and buildings	05.00%

(E) IMPAIRMENT OF ASSETS

This policy covers all assets except inventories, financial assets and deferred income tax assets. The fair value less costs to sell is considered to be the amount that could be obtained on disposal of the asset. The value in use of the asset is determined by discounting, at a market based pre-tax discount rate, the expected future cash flows resulting from its continued use, including those arising from its final disposal. When the carrying values of non-current assets are written down by any impairment amount, the loss is recognized in the income statement in the period in which it is incurred.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Should circumstances or events change and give rise to a reversal of a previous impairment loss, the reversal is recognized in the profit and loss account in the period in which it occurs and the carrying value of the asset is increased. The increase in the carrying value of the asset is restricted to the amount that it would have been had the original impairment not occurred. Impairment losses in respect of goodwill are irreversible.

(F) CASH AND CASH EQUIVALENTS

Cash and cash equivalents are carried in the balance sheet at cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand and bank balances.

(G) REVENUE RECOGNITION

Revenue comprises the fair value of the consideration received or receivable from the sale of goods in the ordinary course of the Company's activities. Revenue is shown net of Value Added Tax (VAT), returns, rebates and discounts. The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when specific criteria have been met for each of the Company's activities.

(H) VALUE ADDED TAX (VAT)

Revenue, expenses and assets are recognised net of the amount of VAT except where the VAT incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the VAT is recognised as part of the cost of acquisition of the assets or services as applicable.

(I) LEASES

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor or are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged in profit or loss on a straight-line basis over the period of the lease.

MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

NOTES TO THE FINANCIAL STATEMENTS:

2) Schedule of Property, Plant & Equipments.

	Office Equipment, Furniture & Fittings 12.5%	Land and Buildings 5.0%	Computer & Printers 37.5%	Trucks and Motor Vehicles 25%	TOTAL AMOUNTS TZS
Balance as at 01 January 2023	5,246,848.89	843,609,598.31	3,812,285.64	118,733,992.08	971,402,724.92
Addition	0.00	0.00	0.00	0.00	0.00
Disposals	0.00	0.00	0.00	0.00	0.00
	5,246,848.89	843,609,598.31	3,812,285.64	118,733,992.08	971,402,724.92
Depreciation					
Balance as at 01 January 2023	0.00	0.00	0.00	0.00	0.00
Depreciation Charge for the year	655,856.11	42,180,479.92	1,429,607.12	29,683,498.02	73,949,441.16
Balance as at 31 December 2023	655,856.11	42,180,479.92	1,429,607.12	29,683,498.02	73,949,441.16
NET BOOK VALUE					
At 31st December 2023	4,590,992.78	801,429,118.39	2,382,678.53	89,050,494.06	897,453,283.75
Balance as at 1st January 2022	5,996,398.73	888,010,103.48	6,099,657.03	60,111,989.44	960,218,148.68
Addition	0.00	0.00	0.00	98,200,000.00	98,200,000.00
Disposals	0.00	0.00	0.00	0.00	0.00
	5,996,398.73	888,010,103.48	6,099,657.03	158,311,989.44	1,058,418,148.68
Depreciation					
Balance as at 01 January 2022	0.00	0.00	0.00	0.00	0.00
Depreciation Charge for the year	749,549.84	44,400,505.17	2,287,371.39	39,577,997.36	87,015,423.76
Balance as at 31 December 2022	749,549.84	44,400,505.17	2,287,371.39	39,577,997.36	87,015,423.76
NET BOOK VALUE					
At 31 December 2022	5,246,848.89	843,609,598.31	3,812,285.64	118,733,992.08	971,402,724.92

MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

NOTES TO THE FINANCIAL STATEMENTS

	Notes	31.12.2023 TSHS	31.12.2022 TSHS
3) Revenue			
Sales turnover		2,216,944,191.03	1,927,777,557.42
Engineering, automation and technology			
		<u>2,216,944,191.03</u>	<u>1,927,777,557.42</u>
4) Cost of Sales			
Opening stock		296,273,528.00	366,869,575.00
Add:			
Purchases		1,172,735,666.16	977,279,721.80
Freights and handling charges		95,459,382.39	97,407,533.05
Clearing and forwarding agency fees		75,080,615.05	76,612,872.50
Import duty		29,329,711.61	29,928,277.15
Cost of Goods Available for Sale		1,668,878,903.21	1,548,097,979.50
Less: Closing Stock		(355,528,233.60)	(296,273,528.00)
Cost of Goods Sold		<u>1,313,350,669.61</u>	<u>1,251,824,451.50</u>
5) Administrative Expenses			
Telephone and internet		790,855.00	687,700.00
Stationeries and printing		2,263,062.00	1,967,880.00
Fuel and vehicle expenses		5,526,479.53	4,805,634.38
Professional/Consultancy fees		2,281,312.50	1,983,750.00
Office cleaning expenses		600,000.00	600,000.00
Advertising and publicity		2,290,437.75	1,991,685.00
Internet services		2,707,157.50	2,354,050.00
Travel and accommodations on duty - local		6,976,071.12	6,066,148.80
Parking fees		1,095,030.00	952,200.00
Tendering fees		564,500.00	564,500.00
Staff expenses	7	102,841,567.50	89,427,450.00
		<u>127,936,472.90</u>	<u>111,400,998.18</u>
6) Establishment Expenses			
Operating lease rentals		5,880,000.00	5,880,000.00
Electricity and water		2,711,263.86	2,357,620.75
Annual fees (BRELA, ERB, TICTS)		1,307,000.00	1,307,000.00
Licenses and certificates fees		400,000.00	400,000.00
Depreciation charges		73,949,441.16	87,015,423.76
		<u>84,247,705.03</u>	<u>96,960,044.51</u>
7) Staff Expenses:			
Salaries and wages		89,427,450.00	77,763,000.00
Social Security Fund Contribution (NSSF)		8,942,745.00	7,776,300.00
Skills and Development Levy (SDL)		3,577,098.00	3,110,520.00
Workers Compensation Fund (WCF)		894,274.50	777,630.00
		<u>102,841,567.50</u>	<u>89,427,450.00</u>
8) Financial Expenses			
Bank Charges and Commissions		4,025,454.99	3,500,395.65
		<u>4,025,454.99</u>	<u>3,500,395.65</u>

MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Notes	31.12.2023 TSHS	31.12.2022 TSHS
9) Trade and Other Receivables		
Trade Debtors Receivables	473,623,945.83	355,466,786.12
Prepayments and Other Receivables	100,588,608.96	44,896,904.50
	<u>574,212,554.79</u>	<u>400,363,690.62</u>
10) Cash & Cash Equivalents		
Cash in hand	36,747,360.00	24,160,000.00
Cash at banks	652,044,145.25	352,456,294.73
	<u>688,791,505.25</u>	<u>376,616,294.73</u>
11) Authorised Share Capital		
1000 shares @ TShs. 2,200,000.00	1,000,000,000.00	1,000,000,000.00
	<u>1,000,000,000.00</u>	<u>1,000,000,000.00</u>
Issued and Fully Paid up Share Capital		
1000 shares @ TShs. 2,200,000.00	1,000,000,000.00	1,000,000,000.00
	<u>1,000,000,000.00</u>	<u>1,000,000,000.00</u>
12) Retained Earnings Statement		
Net profit/(loss) after tax	468,514,577.98	311,544,015.76
Balance brought forward	839,401,235.23	527,857,219.47
Retained earnings/(losses)	<u>1,307,915,813.21</u>	<u>839,401,235.23</u>
13) Trade and Other Payables		
Trade and Other Payables includes:-		
Trade payables	15,108,786.58	96,418,548.69
Other payables	7,791,127.88	9,253,121.00
	<u>22,899,914.46</u>	<u>105,671,669.69</u>
14) Inventory		
Closing stock	355,528,233.60	296,273,528.00
	<u>355,528,233.60</u>	<u>296,273,528.00</u>

MULTIPLEX SYSTEMS LIMITED
Audited Financial Statements
For the Year Ended 31 December 2023

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15) Detailed Income Tax Computation

	Notes	31.12.20223 <u>TSHS</u>	31.12.2022 <u>TSHS</u>
Profit/(Loss) as per Accounts		687,383,888.51	464,091,667.59
<u>Add back:</u> Depreciation		73,949,441.16	87,015,423.76
Disallowable expenses		0.00	0.00
		<u>761,333,329.67</u>	<u>551,107,091.35</u>
<u>Less:</u> Annual Wear & Tear Allowance		31,768,961.25	42,614,918.59
Adjusted taxable profit		<u>729,564,368.42</u>	508,492,172.76
Less: Adjusted loss brought forward		0.00	0.00
Adjusted taxable profit/(loss) carried forward		<u>729,564,368.42</u>	<u>508,492,172.76</u>
Corporation Tax for the year (30%)		<u>218,869,310.53</u>	<u>152,547,651.83</u>
<u>POSITION OF TAXATION</u>			
Balance brought forward		99,583,333.36	75,567,033.12
<u>Add:</u> Corporate Tax as above		218,869,310.53	152,547,651.83
Previous years assessment		0.00	0.00
		<u>318,452,643.88</u>	<u>228,114,684.95</u>
<u>Less:</u> Taxes paid			
Provisional tax paid for the year		33,699,460.80	24,999,600.00
Withholding tax paid for the year		0.00	0.00
Tax paid for prior years		99,583,333.36	103,531,751.59
		<u>133,282,794.16</u>	<u>128,531,351.59</u>
Current Tax Payable/(Receivable)		<u>185,169,849.72</u>	<u>99,583,333.36</u>