

R.J.FREIGHTLINE LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31ST, 2022

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R.J FREIGHTLINE LIMITED

CORPORATE'S INFORMATION

BOARD OF DIRECTORS

NAME

NATIONALITY

Mr. Reynolds Joachim

Tanzanian

Mr. Edward Joachim

Tanzanian

Mr. Saimon Kunjumu

Tanzaian

REGISTERED OFFICE

Tegeta, along New Bagamoyo rd, plot no.9

P.O.Box 71631

info@rjfreightline.co.tz

Dar es Salaam

Tanzania

AUDITORS

DEMUS ASSOCIATES

Certificate Public Accountants in Public Practice

HEAD OFFICE

P.O.BOX 12665

Dar es Salaam, Tanzania

R.J.FREIGHTLINE LIMITED

CORPORATE INFORMATION FOR THE YEAR ENDED DECEMBER 31ST, 2022

The Director of R.J.FREIGHTLINE LIMITED presents their report together with the Audited financial statements for the year ended 31.12.2022

INCORPORATION AND ACTIVITIES:

R.J. FREIGHTLINE LIMITED was incorporated as a company limited by shares in 2012 under the companies Ordinance (Cape 212) to carry on business of repair of electrical equipment's, steam and air conditioning supply, repair of other equipment's.

RESULTS

The results for the year are set out on page 6

THE DIRECTORS

The directors of the R.J.FREIGHTLINE LIMITED at the date of this report are as follows;

1. MR. Raymonds Joachim, 2. Edward Joachim , 3. Mr. Saimon Kunjumu

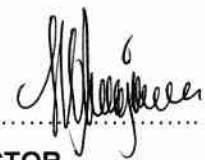
AUDITORS

DEMUS ASSOCIATES have expressed their willingness to continue in office for the year 2023.

By Order of the Board of Directors,



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DIRECTOR



.....
DIRECTOR

R.J.FREIGHTLINE LIMITED

AUDITED FINANCIAL STATEMENT FOR THE YEAR ENDED 31.12.2022

STATEMENT OF DIRECTORS RESPONSIBILITIES

The Tanzania Companies Act, 2002 ("Companies Act, 2002") requires an entity to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the R.J.FREIGHTLINE LIMITED as at the end of the financial year and of the operating results of R.J.FREIGHTLINE LIMITED for that year. It also requires the Directors to ensure that he keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the R.J.FREIGHTLINE LIMITED. They are also responsible for safeguarding the assets of the R.J.FREIGHTLINE LIMITED.

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Standards and the requirements of Companies Act, 2002 and for such internal controls as directors determine are necessary to enable the preparation of financial statement 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 judgment 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 financial affairs of the R.J.FREIGHTLINE LIMITED and of its operating results. The Directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation R.J.FREIGHTLINE LIMITED financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the directors to indicate that the R; J.FREIGHTLINE LIMITED will not remain a going concern for at least the next twelve months from the date of this statement.



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DIRECTOR



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DIRECTOR

**R.J.FREIGHTLINE LIMITED
INDEPENDENT AUDITORS' REPORT
TO F .J.FREIGHTLINE LIMITED**

Report on the financial statements

We have audited the accompanying financial statements of **R.J.FREIGHTLINE LIMITED** set out on pages 5 to 12 which comprise the statement of financial position as at December 31, 2022 the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements

The Directors are responsible for the preparation and fair presentation of these financial statements 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.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we considered the internal controls relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that were appropriate in the circumstances, but not for the purpose of expressing an opinion of **R.J.FREIGHTLINE LIMITED** internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion the accompanying financial statements give a true and fair view of the state of financial affairs of the **R.J.FREIGHTLINE LIMITED** as at December 31st, 2022 and of its results of operations and cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Companies Act, 2002.

DEMUS ASSOCIATES

Certified Public Accountants in Public Practice and Tax Consultants


Signed: SHADRACK L MSEKALILE ACPA 581
MANAGING PARTNER



R.J.FREIGHTLINE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12. 2022

STATEMENTS OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2022

	NOT	TSH	TSH
ASSETS EMPLOYED		31 .12. 2022	31 .12. 2021
Properties,Mvehicles,Machines & equipments, computers	6	2,362,729,796	2,452,177,458
CURRENT ASSETS			
Cash & bank balances		118,222,000	212,598,253
Trade debtors,Deposits and prepayments		3,789,717,343	3,770,126,832
Taxation	8	-	-
Total Current Assets		<u>3,907,939,343</u>	<u>3,982,725,086</u>
Total Assets		<u>6,270,669,139</u>	<u>6,434,902,543</u>
EQUITY AND LIABILITIES			
EQUITY AND RESERVES			
Share capital tsh.10,000,000		10,000,000	10,000,000
Retained earnings	5	5,647,141,644	5,727,429,013
Total Equity and reserves		<u>5,657,141,644</u>	<u>5,737,429,013</u>
CURRENT LIABILITIES			
Term Loan		316,563,363	402,564,903
Overdraft		293,404,648	286,468,031
Taxation		3,559,484	8,440,596
Total Current Liabilities		<u>613,527,495</u>	<u>697,473,530</u>
Total Equity & Liabilities		<u>6,270,669,139</u>	<u>6,434,902,543</u>

The notes on the subsequent pages form part of these financial statements
Auditors report on page -4


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DIRECTOR


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DIRECTOR

R.J. FREIGHTLINE LIMITED

NOTES TO AUDITED ACCOUNTS FOR THE YEAR ENDED 31.12.2022
COMPREHENSIVE INCOME FOR THE YEAR ENDED 31. 12. 2022

INCOME	NOTE. 2	31.12.2022	31.12.2021
Turn Over on Operations		4,323,750,000	5,188,500,000
Less :- Cost on Operations		<u>(1,336,626,406)</u>	<u>(1,399,001,048)</u>
Gross Income on Operations		2,987,123,594	3,789,498,952
Less Operating expenses, Interets , Depre		(2,492,292,074)	(3,323,056,099)
Net Profit before Taxation		<u>494,831,519</u>	<u>466,442,853</u>

NOTE NO. 5, STATEMENT OF CHANGES IN EQUITY

Particulars	Share capital	Retained earnings	Totals
Balance as at 01.01.2021	10,000,000	5,817,819,611	8,383,357,964
Profit/(loss) for the year	-	466,442,853	467,238,193
Taxation		(556,833,451)	(463,755,941)
Balance as at 31.12.2021	<u>10,000,000</u>	<u>5,727,429,013</u>	<u>5,827,819,611</u>
Balance as at 01.01.2022	10,000,000	5,727,429,013	5,827,819,611
Profit/(loss) for the year	-	494,831,519	494,831,519
Taxation		(575,118,888)	(575,118,888)
Balance as at 31.12.2022	<u>10,000,000</u>	<u>5,647,141,644</u>	<u>5,657,141,644</u>

The notes on the subsequent pages form part of these financial statements
Auditors report on page -4


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DIRECTOR


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DIRECTOR

R.J.FREIGHTLINE LIMITED


NOTES TO AUDITED ACCOUNTS FOR THE YEAR ENDED 31.12.2022

CASHFLOW STATEMENTS FOR THE YEAR ENDED 31.12 .2022

	31.12 .2022	31.12.2021
A. CASH FLOW FROM OPERATING ACTIVITIES:-		
Income before Taxation	494,831,519	466,442,853
Adjustments for items not involving movement of cash		
Depreciation	3,779,633,662	3,033,337,162
Adjusted income	4,274,465,181	3,499,780,015
WORKING CAPITAL CHANGES:-		
Increase/Decrease in Debtors and prepayments	(19,590,511)	81,159,588
Increase /Decrease in Creditors and accruals	-	-
Cash generated from operations	4,254,874,671	3,580,939,603
Tax paid	(580,000,000)	(550,000,000)
Net cash flow from Operating activities (A)	3,674,874,671	3,030,939,603
B.CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Fixed Assets	(3,690,186,000)	(2,750,000,000)
Net Cash from Investing Activities (B)	(3,690,186,000)	(2,750,000,000)
C.CASH FLOW FROM FINANCING ACTIVITIES		
Capital increase	-	-
changes in Current account	-	-
Net Cash flow from Financing Activities (.C)	-	-
Net Cash flow for the year A+B+C	(15,311,329)	280,939,603
Cash and cash Equivalent as at 01.1.2022	(476,434,681)	(757,374,284)
Cash and cash Equivalent as at 31.12.2022	(491,746,011)	(476,434,681)
Net Increase as at 31.12.2022	(15,311,330)	280,939,603

The notes on the subsequent pages form part of these financial statements
Auditors report on page -4


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DIRECTOR


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DIRECTOR

R.J.FREIGHTLINE LIMITED**NOTES TO AUDITED ACCOUNTS FOR THE YEAR ENDED 31.12.2022**

OPERATING EXPENSES :-	31.12.2022	31.12.2021
Salaries ,Wages & allowances	58,706,250	78,275,000
Skills development levy	2,348,250	3,131,000
News paper & Magazine	210,000	280,000
Transportation costs	30,989,415	28,605,614
Printing & Stationery	491,250	655,000
Various permits	1,513,050	2,017,400
Telephone & Postage	1,156,875	1,542,500
Nssf employers contribution	5,870,625	7,827,500
Medical expenses	2,036,250	2,715,000
Mv- office - Running expenses	16,468,075	15,201,300
Insurance	6,299,250	8,399,000
Clearing & Forwarding	41,980,618	38,751,340
Fumigation	491,250	655,000
Fire Extinguisher	528,750	705,000
Electricity & water	3,047,438	4,063,250
Tracking fees	2,796,750	3,729,000
Depreciation	3,779,633,662	3,033,337,162
Directors allowances	13,500,000	18,000,000
City Service levy	157,500	210,000
Bank Charges & Interest	56,139,908	70,046,033
Advertisements	457,500	610,000
Accountance & Consultance fee	700,000	800,000
Rent	3,500,000	3,500,000
Total operating expenses	4,029,022,666	3,323,056,099

R.J.FREIGHTLINE LIMITED

NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31.12.2022

1. REPORTING ENTITY

R.J.FREIGHTLINE LIMITED was established to carry on a business as Clearing and forwarding, cargo handling. Transportation.

2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS

A.nendments to IFRS and new interpretations that are mandatory effective for the current year.

Various standards, interpretations and amendments that were effective in the current year under review but had no effect on the **R.J.FREIGHTLINE LIMITED** financial position.

Relevant new and amended standards and interpretations in issue but not yet effective in the year ended 31.12.2022

At the date of authorization of these financial statements, several new and revised standards and interpretations were in issues but not yet effective. The directors anticipate that those standards and interpretations when effective will have no material impact on the financial statement of **R.J.FREIGHTLINE LIMITED**.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These financial statements are prepared in accordance and comply with International Financial Reporting Standards.

Basis of preparation

These financial statements have been prepared on historical cost basis of accounting except as disclosed in the accounting policies below.

Revenue recognition

Revenue comprises the fair value for the sale of goods and services, net of value added tax, rebates and discount.

Translation of foreign currencies

Transactions in foreign currencies during the year are translated into Tanzania Shillings at rates approximating those prevailing at the transaction dates. At the end of each reporting period, monetary assets and liabilities which are expressed in foreign currencies are translated into Tanzania Shillings at rates ruling at that date. The resulting differences from translation are recognized in the Statement of Comprehensive Income in the year in which they arise.

Property and equipment

Property and equipment are stated at cost less accumulated depreciation. Depreciation is charged in the Statement of Comprehensive Income on a monthly basis from the month of acquisition up to the month of disposal. Depreciation rates reflect the useful lives of the assets. Residual values and the useful lives are reviewed at the end of each reporting period and adjusted if expectations differ significantly from previous estimates. The annual depreciation rates applied on a straight-line basis.

Gains and losses on disposal of Property and equipment are determined by reference to their carrying amounts and are taken to the Statement of Comprehensive Income.

Account and other receivables

Account and other receivables are stated net of an estimate made for doubtful recoverable based on review of all outstanding amounts at year end. Provisions are made for all known doubtful recoverable.

Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand, cash at bank and short-term investments with maturity period of three months or less.

Accounts payables, accrued and other liabilities

Liabilities for amounts payables are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether billed or not.

Inventories

Inventories are valued at lower of cost and net realizable value.

Currency

These financial statements are presented in Tanzania Shillings

R.J. FREIGHTLINE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022

NOTE . 6 PROPERTIES M.VEHICLES , MACHINERY & EQUIPMENTS

Particulars	Land & Buiding	M/Vehicles	Machine&Equip.	Furn.&fittings	Totals
As at 1.1.2022	849,100,675	11,459,606,852	621,745,566	386,097,756	13,316,550,849
Additions	-	2,280,186,000	1,410,000,000	-	3,690,186,000
As at 31.08.2022	849,100,675	13,739,792,852	2,031,745,566	386,097,756	17,006,736,849
As at 1.1.2022	327,334,898	9,968,006,378	388,005,557	181,026,559	10,864,373,391
Charge for the year	42,455,034	3,434,948,213	253,968,196	48,262,220	3,779,633,662
As at 31.12.2022	369,789,932	13,402,954,591	641,973,752	229,288,779	14,644,007,053
NET BOOK VALUE					
As at 31.12.2022	479,310,744	336,838,261	1,389,771,814	156,808,978	2,362,729,796
Depreciation Rate	0.05	0.25	0.13	0.13	

NOTE : 7. CREDITORS & ACCRUALS

Total creditors & Accruals

31.12.2022	31.12.2021
-	-

NOTE : 8 TAXATION

Opening Balance:-

Charge for the year

Less Tax paid During the year

Closing Balance 31.12.2022

31.12.2022	31.12.2021
8,440,596	1,607,145
575,118,888	556,833,451
583,559,484	558,440,596
(580,000,000)	(550,000,000)
3,559,484	8,440,596

R.J.FREIGHTLINE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.12.2022

COAT OF CLAERING & FORWARDING	31.12. 2022	31.12. 2021
Various Costs of Clearing & Forwarding	945,116,880	1,037,607,639
Add: Costs paid for Clients	297,520,343	274,634,163
OTHER COSTS	93,989,183	86,759,246
COSTS OF CLEARING & FORWARDING	1,336,626,406	1,399,001,048

TAX COMPUTATION:

NET PROFIT BEFORE TAXATION	494,831,519	467,238,193
Add Back:	-	-
Depreciation	3,779,633,662	2,406,096,155
Telephone charges	1,156,875	1,387,500
Total add back	3,780,790,537	2,407,483,655
Total revised	4,275,622,056	2,874,721,848
Less: Wear & Tear allowances	(2,358,559,096)	(1,328,868,712)
Adjusted Income	1,917,062,960	1,545,853,136
Tax thereon 30%	575,118,887.97	463,755,941

WEAR AND TEAR SCHEDULE:

PARTICULARS	CLASS 11 25%	CLASS 111 12.5%	CLASS VI 5%	TOTAL TSH.
Balance as at 1.1.2021	3,718,769,516	223,268,043	1,377,202,526	5,319,240,085
Additions	2,200,000,000	550,000,000	-	2,750,000,000
Totals as at 31.12.2021	5,918,769,516	773,268,043	1,377,202,526	8,069,240,085
Less: Wear & Tear all	(1,479,692,379)	(96,658,505)	(68,860,126)	(1,645,211,011)
Totals as at 31.12.2021	4,439,077,137	676,609,538	1,308,342,400	6,424,029,074
W.D. V AS AT 31.12.2021	4,439,077,137	676,609,538	1,308,342,400	6,424,029,074
Balance as at 1.1.2022	4,439,077,137	676,609,538	1,308,342,400	6,424,029,074
Addit.ons	3,690,186,000	1,410,000,000	-	5,100,186,000
Totals as at 31.12.2022	8,129,263,137	2,086,609,538	1,308,342,400	11,524,215,074
Less: Wear & Tear all	(2,032,315,784)	(260,826,192)	(65,417,120)	(2,358,559,096)
Totals as at 31.12.2022	6,096,947,353	1,825,783,345	1,242,925,280	9,165,655,978