

FINANCIAL STATEMENTS

31 DECEMBER 2020



ZAMZAM ROAD HAULAGE LIMITED

P. O. BOX 1757  
DAR ES SALAAM

*M. A. Hassam & Co.*

Certified Public Accountants in Public Practice

P. O. Box 20719

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DAR ES SALAAM

Zamzam Road Haulage Limited

Annual Report and Financial Statements  
for the year ended 31 December 2020

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**Zamzam Road Haulage Limited**

**Company Information**  
**for the year ended 31 December 2020**

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**Directors**                      Mr. Abbas Chiragali Walji                      -                      Tanzanian  
   Mr. Hasnain Abbas Taki                      -                      Tanzanian

**Registered office**                      Plot No. 27 A  
   Loliondo Street, Kurasini  
   P. O. Box 1757  
   Dar es Salaam

**Company secretary**                      Mr. Muhamad Ebrahim Damji  
   P.O. Box 1757  
   Dar es Salaam

**Accountants**                                      M. A. Hassam & Co.  
   Certified Public Accountants in Public Practice  
   Mtendeni Street  
   P.O. Box 20719  
   Dar es Salaam

**Bankers**    National Microfinance Bank Limited  
   Kurasini Branch  
   P.O.Box 9213  
   Dar es Salaam

   Habib African Bank Limited  
   Main Branch  
   P.O.Box 70086  
   Dar es Salaam

   Stanbic Bank Tanzania Limited  
   Main Branch  
   P. O. Box 72647  
   Dar es Salaam

Zamzam Road Haulage Limited

**Directors' Report**  
**for the year ended 31 December 2020**

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The directors present their report and the financial statements for the year ended 31 December 2020 .

**Incorporation**

The company is incorporated in Tanzania under the Companies Act, 2002 on 26th May 2008 under the Certificate of Incorporation No. 65725.

**Principal activities**

The principal activity of the company is that of transportation.

**Directors' interests**

The directors' interest in the share capital of the company is as follows:

**Ordinary shares of TZS 1,200,000/- each**

	<u>2020</u>		<u>2019</u>	
	No. of shares	Nominal value TZS '000	No. of shares	Nominal value TZS '000
Abbas Chirag Walji	133	159,600	133	159,600
Hasnain Abbas Taki	211	253,200	211	253,200
	<u>344</u>	<u>412,800</u>	<u>344</u>	<u>412,800</u>

**Results for the year**

The performance of the company during the year is set out on page 6 of these financial statements.

**Accountants**

The accountants, M. A. Hassam & Co. have indicated their willingness to continue in office and are eligible for re-appointment.

By order of the board



Hasnain Abbas Taki

Director

Date: 23/9/2021

Zamzam Road Haulage Limited

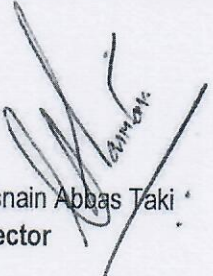
**Statement of Directors' Responsibilities  
for the year ended 31 December 2020**

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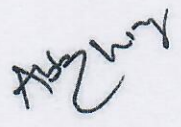
The Companies Act, 2002 requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the operating results for that year. It also requires the directors to ensure that the company maintains proper accounting records which disclose, with reasonable accuracy, the financial position of the company. The directors are also responsible for safeguarding the assets of the company.

The directors accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards and the requirements of 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 as at 31 December 2020 and of its operating results for the year then ended. The directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of the financial statements, as well as adequate systems of internal financial control.

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

  
Hasnain Abbas Taki  
Director

Date: 23/9/2021

  
Abbas Chiragali Walji  
Director

Zamzam Road Haulage Limited

Declaration of Independent Accountant  
for the year ended 31 December 2020

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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 an independent accountant responsible for the preparation of financial statements of the entity.

It is the duty of a Professional Accountant to assist the Board of Directors to discharge the responsibility of preparing financial statements of the entity showing true and fair view of the entity's position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements. Legal responsibility for the preparation of financial statements rests with the Board of Directors as per the Statement of Directors' Responsibilities on Page 3.

I, Shadrack L. Msekahile being the independent accountant hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31 December 2020 have been prepared in compliance with applicable accounting standards and statutory requirements, give a true and fair view of the position of the Company and are prepared based on properly maintained financial records.

Signature: \_\_\_\_\_

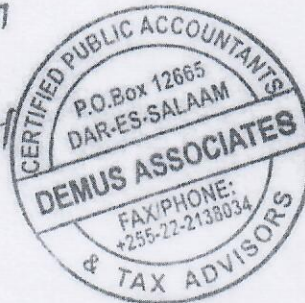


NBAA No.: \_\_\_\_\_

ACPA 581

Date: \_\_\_\_\_

24/09/2021



*M. A. Hassam & Co.*

Certified Public Accountants in Public Practice

P.O. Box 20719, Dar es Salaam 1

Telephone: 2134071, 2110648, 2110129

Email: info@mahassam.co.tz

**Practitioners' Compilation Report  
To the Management of Zamzam Road Haulage Limited  
for the year ended 31 December 2020**

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We have compiled the accompanying financial statements of Zamzam Road Haulage Limited based on information you have provided. These financial statements are presented in accordance with the financial reporting framework. The financial statements comprise the statement of financial position for the year ended 31 December 2020, and 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 information.

Management is responsible for these financial statements, including adoption of the applicable financial reporting framework, and the accuracy and completeness of the information used to compile the financial statements.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements. This Standard requires that we comply with quality control standards and relevant ethical requirements, including ethical principles of integrity, objectivity, professional competence and due care.

A compilation engagement involves applying expertise in accounting and financial reporting to assist management in preparing and presenting financial information. A compilation engagement does not include gathering evidence for the purpose of expressing an audit opinion or a review conclusion.



**Murtaza Hassam - ACPA 2239**

**Partner**

**M. A. Hassam & Co.**

**Certified Public Accountants in Public Practice**

Dar es Salaam

Date : 24.09.2021



Zamzam Road Haulage Limited

Statement of Comprehensive Income  
for the year ended 31 December 2020

	Notes	2020 TZS	2019 TZS
Transport income		8,751,169,900	7,995,841,175
Operating cost	2	<u>(7,684,829,913)</u>	<u>(6,596,104,426)</u>
<b>Gross profit</b>		1,066,339,987	1,399,736,749
Administrative expenses		(753,386,584)	(852,810,032)
Depreciation		(4,544,744)	(5,379,276)
Other income	3	<u>9,788,316</u>	<u>7,646,719</u>
<b>Operating profit</b>	4	318,196,975	558,194,160
Finance cost	5	<u>(155,650,623)</u>	<u>(252,298,869)</u>
<b>Profit before tax</b>		162,546,352	305,895,291
Income tax	6	<u>(54,365,421)</u>	<u>(86,774,572)</u>
<b>Profit for the year</b>		<u><u>108,180,931</u></u>	<u><u>219,120,719</u></u>

The accounting policies and notes on pages 10 to 16 form part of these financial statements.  
Practitioners' Compilation Report on page 5

Zamzam Road Haulage Limited

Statement of Changes in Equity  
for the year ended 31 December 2020

	Share capital TZS	Accumulated loss TZS	Total TZS
Balance at 1 January 2019	636,000,000	(876,563,782)	(240,563,782)
Prior year Withholding tax paid	-	(18,627,347)	(18,627,347)
Prior year corporation tax adjustment	-	(2,776,557)	(2,776,557)
Profit for the year	-	219,120,719	219,120,719
<b>Balance at 31 December 2019</b>	<b>636,000,000</b>	<b>(678,846,966)</b>	<b>(42,846,966)</b>
Balance at 1 January 2020	636,000,000	(678,846,966)	(42,846,966)
Prior years' tax paid	-	(86,220,280)	(86,220,280)
Prior years' VAT paid	-	(19,702,829)	(19,702,829)
Profit for the year	-	108,180,931	108,180,931
<b>Balance at 31 December 2020</b>	<b>636,000,000</b>	<b>(676,589,144)</b>	<b>(40,589,144)</b>

The accounting policies and notes on pages 10 to 16 form part of these financial statements.  
Practitioners' Compilation Report on page 5

Zamzam Road Haulage Limited

Statement of Cash Flow  
for the year ended 31 December 2020

	Note	2020 TZS	2019 TZS
<b>Operating activities</b>			
Cash generated from operations	16	824,024,873	1,073,691,529
Provisional tax paid		(18,000,000)	(18,000,000)
Prior years' tax paid		(105,923,109)	(26,834,575)
<b>Net cash generated from operating activities</b>		<b>700,101,765</b>	<b>1,028,856,954</b>
<b>Investing activities</b>			
Increase in investment		(104,500)	(1,153,800)
Purchase of fixed assets		-	(71,988,020)
Proceeds from sale of motor vehicle		34,000,000	-
<b>Net cash generated from / (used) in investing activities</b>		<b>33,895,500</b>	<b>(73,141,820)</b>
<b>Financing activities</b>			
Decrease in borrowings		(590,199,024)	(1,006,028,265)
<b>Net cash used in financing activities</b>		<b>(590,199,024)</b>	<b>(1,006,028,265)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>143,798,240</b>	<b>(50,313,131)</b>
Cash and cash equivalents at the beginning of the year		(589,416,646)	(539,103,515)
<b>Cash and cash equivalents at the end of the year</b>	10	<b>(445,618,407)</b>	<b>(589,416,646)</b>

The accounting policies and notes on pages 10 to 16 form part of these financial statements.  
Practitioners' Compilation Report on page 5

Zamzam Road Haulage Limited

Statement of Financial Position  
as at 31 December 2020

	Notes	2020 TZS	2019 TZS
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipments	7	3,229,542,271	3,714,000,232
Fixed deposit		22,984,500	22,880,000
		<u>3,252,526,771</u>	<u>3,736,880,232</u>
<b>Current assets</b>			
Inventories	8	45,440,324	39,200,444
Trade and other receivables	9	1,240,437,011	1,222,244,513
Cash and cash equivalents	10	7,083,340	(3,903,169)
		<u>1,292,960,675</u>	<u>1,257,541,788</u>
<b>Total assets</b>		<u><u>4,545,487,446</u></u>	<u><u>4,994,422,020</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	11	636,000,000	636,000,000
Shareholders' funds		41,979,654	41,979,654
Accumulated loss		(676,589,144)	(678,846,966)
<b>Total equity</b>		<u>1,390,510</u>	<u>(867,312)</u>
<b>Non - current liabilities</b>			
Borrowings	12	1,392,028,362	1,982,227,387
Deferred taxation	13	377,914,975	347,245,051
		<u>1,769,943,337</u>	<u>2,329,472,438</u>
<b>Current liabilities</b>			
Bank overdraft		452,701,747	585,513,477
Trade and other payables	14	2,317,170,038	2,081,717,100
Taxation	15	4,281,815	(1,413,682)
<b>Total current liabilities</b>		<u>2,774,153,599</u>	<u>2,665,816,895</u>
<b>Total liabilities</b>		<u>4,544,096,936</u>	<u>4,995,289,333</u>
<b>Total equity and liabilities</b>		<u><u>4,545,487,446</u></u>	<u><u>4,994,422,020</u></u>

The financial statements were approved by the board of directors on..... 23/9/2021

Hasnain Abbas Taji  
Director

Abbas Chiragali Walji  
Director

The accounting policies and notes on pages 10 to 16 form part of these financial statements.  
Practitioners' Compilation Report on page 5

Zanzam Road Haulage Limited

Notes to the Financial Statements  
for the year ended 31 December 2020

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**1. Principal accounting policies**

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

**(a) Basis of preparation**

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

**(b) Revenue and expenditure recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

*Income:*

Income is recognised upon performance of services and are stated net of Value Added Tax (VAT).

*Expenditure:*

Expenses are recognised in the income statement in the year in which they are incurred.

**(c) Translation of foreign currency**

Transactions in foreign currencies during the year are converted into Tanzanian Shillings at rates ruling at the transaction dates. Assets and liabilities at the balance sheet date which are expressed in foreign currencies are translated into Tanzanian Shillings at rates ruling at that date. The resulting differences from conversion of and translation are dealt within the income statement in the year to which they relate.

**(d) Property, plant and equipments**

All items of property, plant and equipments are initially recorded at cost. Cost comprises of expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Other items of property, plant and equipment are stated at historical cost less accumulated depreciation.

Depreciation is calculated on the reducing balance method to write off the cost of each asset to its residual value over its estimated useful life.

## Zamzam Road Haulage Limited

### Notes to the Financial Statements for the year ended 31 December 2020

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Applicable depreciation rates as follows:

Leasehold improvement	5.0%
Heavy duty vehicles	12.5%
Light duty vehicles	25.0%
Trailers	12.5%
Furniture, fitting and equipments	12.5%
Computer	37.5%

#### (e) Impairment of assets

At each balance sheet date, the company reviews the carrying amount of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the asset's recoverable amount is estimated and an impairment loss is recognised in the income statement whenever the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

#### (f) Inventories

Inventories are stated at lower of cost and net realisable value. Cost is determined using first-in first-out (FIFO) method.

#### (g) Trade and other receivables

Trade receivables are recognised and carried at original invoice amount less an allowance for any uncollectable amounts. Provision is made when there is objective evidence that the company will not be able to collect the debts. Bad debts are written off when identified.

Other receivables are carried at anticipated realizable value.

#### (h) Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. Cash and cash equivalents comprise cash in hand and cash at bank balance net of bank overdraft. Bank overdraft is included within borrowings in current liabilities on the statement of financial position.

#### (i) Deferred income taxes

Deferred tax is provided, using the liability method, for all temporary differences arising between the tax bases of assets and liabilities and their carrying values for financial reporting purposes. The tax rates enacted or substantively enacted at the balance sheet date are used to determine deferred tax.

Zamzam Road Haulage Limited

Notes to the Financial Statements  
for the year ended 31 December 2020

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**(j) Borrowings**

Interest-bearing bank loans and overdrafts are recorded at their proceeds received, net of direct issue costs.

**(k) Trade and other payables**

Trade and other payables are stated at their nominal value.

**(l) Employees benefit**

The company contributes to the statutory National Social Security Fund. This is a defined contribution scheme registered under the National Social Security Fund Act. The company's contributions are charged to the income statement in the year to which they relate.

**(m) Comparatives**

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

Zamzam Road Haulage Limited

Notes to the Financial Statements  
for the year ended 31 December 2020

	2020 TZS	2019 TZS
<b>2. Operating cost</b>		
Depreciation on trucks and trailers	455,701,533	522,546,564
Fuel, oil and lubricants	2,276,782,986	1,974,853,167
Insurance	188,710,890	174,831,989
Loading and offloading expenses	69,473,020	45,535,205
Motor vehicle licence, road and other permits	2,085,512,346	1,644,574,530
Spares, repairs and maintenance	1,907,589,728	1,623,216,107
Subcontract	236,511,359	210,614,736
Tracking expense	66,493,068	53,538,886
Tyres and tubes	398,054,984	346,393,241
	<u>7,684,829,913</u>	<u>6,596,104,426</u>
<b>3. Other income</b>		
Gain on disposal of motor vehicle	9,788,316	-
Gain on foreign exchange	-	16,646,719
	<u>9,788,316</u>	<u>16,646,719</u>
<b>4. Operating profit</b>		
The following items have been charged in arriving at operating profit:		
Depreciation on property, plant and equipments	4,544,744	5,379,276
Accountancy fees	4,500,000	4,500,000
Employment cost	376,422,400	473,358,011
<b>5. Finance cost</b>		
Bank charges and Interest	144,259,987	252,298,869
Loss on exchange	11,390,636	-
	<u>155,650,623</u>	<u>252,298,869</u>
<b>6. Income tax</b>		
Current year tax	23,695,497	16,586,318
Deferred tax (Note 13)	30,669,924	70,188,254
	<u>54,365,421</u>	<u>86,774,572</u>

Zamzam Road Haulage Limited

Notes to the Financial Statements  
for the year ended 31 December 2020

7. Property, plant and equipment

	Lease hold improvement		Heavy duty vehicles		Trailers		Light duty vehicles		Computers		Furniture, fittings and equipment		Total
	TZS		TZS		TZS		TZS		TZS		TZS		
<b>Cost</b>													
At the start of the year	103,213,216		3,981,256,191		3,238,391,496		23,085,958		17,283,686		49,897,559		7,413,128,106
Disposal	-	(56,445,038)		(47,304,038)									(103,749,076)
<b>At the end of the year</b>	<b>103,213,216</b>	<b>3,924,811,153</b>	<b>3,191,087,458</b>	<b>23,085,958</b>	<b>17,283,686</b>	<b>49,897,559</b>	<b>7,309,379,030</b>						
<b>Depreciation</b>													
At the start of the year	81,197,248		2,075,966,621		1,473,857,120		18,426,486		16,917,799		32,762,599		3,699,127,874
Disposal	-	(49,212,412)		(30,324,980)									(79,537,392)
Charge for the year	1,100,798		237,257,118		218,444,415		1,164,868		137,208		2,141,870		460,246,277
<b>At the end of the year</b>	<b>82,298,046</b>	<b>2,264,011,327</b>	<b>1,661,976,555</b>	<b>19,591,354</b>	<b>17,055,007</b>	<b>34,904,469</b>	<b>4,079,836,759</b>						

**Net book value**

<b>As at 31 December 2020</b>	<b>20,915,170</b>	<b>1,660,799,826</b>	<b>1,529,110,903</b>	<b>3,494,604</b>	<b>228,679</b>	<b>14,993,090</b>	<b>3,229,542,271</b>
<b>As at 31 December 2019</b>	<b>22,015,968</b>	<b>1,905,289,570</b>	<b>1,764,534,376</b>	<b>4,659,472</b>	<b>365,887</b>	<b>17,134,960</b>	<b>3,714,000,232</b>

Zamzam Road Haulage Limited

Notes to the Financial Statements  
for the year ended 31 December 2020

	2020 TZS	2019 TZS
<b>8. Inventory</b>		
Fuel, oil and lubricants	14,505,257	12,581,679
Spares, repairs and maintenance	15,624,145	13,294,979
Tyres and tubes	15,310,921	13,323,787
	<u>45,440,324</u>	<u>39,200,444</u>
<b>9. Trade and other receivables</b>		
Trade	260,200,790	312,995,975
VAT account	978,027,167	909,172,082
Advance and prepayments	2,209,054	76,456
	<u>1,240,437,011</u>	<u>1,222,244,513</u>
<b>10. Cash and cash equivalents</b>		
Cash in hand	5,334,494	1,644,270
Cash at bank	1,748,846	(5,547,439)
	<u>7,083,340</u>	<u>(3,903,169)</u>
Bank overdraft	(452,701,747)	(585,513,477)
	<u>(445,618,407)</u>	<u>(589,416,646)</u>
<b>11. Share capital</b>		
<u>Authorised</u>		
1,000 ordinary shares of TZS 1,200,000/- each	<u>1,200,000,000</u>	<u>1,200,000,000</u>
<u>Issued and fully paid</u>		
1,000 ordinary shares of TZS 1,200,000/- each	1,200,000,000	1,200,000,000
Less: Calls in arrears	(564,000,000)	(564,000,000)
530 ordinary shares of TZS 1,200,000/- each	<u>636,000,000</u>	<u>636,000,000</u>
<b>12. Borrowings</b>		
The borrowings are made up as follows:		
<b>Non-current</b>		
Bank loan	<u>1,392,028,362</u>	<u>1,982,227,387</u>
<b>Current</b>		
Bank overdraft	<u>452,701,747</u>	<u>585,513,477</u>

Zamzam Road Haulage Limited

Notes to the Financial Statements  
for the year ended 31 December 2020

	2020 TZS	2019 TZS
<b>13. Deferred tax</b>		
As at 1 January	347,245,051	277,056,797
Charge for the year	30,669,924	70,188,254
As at 31 December	<u>377,914,975</u>	<u>347,245,051</u>
Deferred tax liability is made as follows:		
Adjusted tax loss	(70,552,960)	(67,070,175)
Accelerated capital allowances	448,467,936	414,315,226
	<u>377,914,976</u>	<u>347,245,051</u>
<b>14. Trade and other payables</b>		
Trade	2,170,467,899	1,911,645,900
Accruals	128,134,639	129,400,991
Other	18,567,500	40,670,209
	<u>2,317,170,038</u>	<u>2,081,717,100</u>
<b>15. Taxation</b>		
As at 1 January	(1,413,682)	5,430,671
Current year tax	23,695,497	16,586,318
	22,281,815	22,016,989
Provisional tax paid	(18,000,000)	(18,000,000)
Prior year's tax paid	-	(5,430,671)
	<u>4,281,815</u>	<u>(1,413,682)</u>
<b>16. Cash generated from operation</b>		
Reconciliation of profit before tax to cash generated from operation:		
Operating profit before tax	162,546,352	305,895,291
<b>Adjustments for:</b>		
Depreciation	460,246,277	527,925,840
Gain on sale of assets	(9,788,316)	-
<b>Changes in working capital:</b>		
(Increase) / decrease in inventories	(6,239,879)	718,466,313
Increase in trade and other receivables	(18,192,498)	(80,072,414)
Increase / (decrease) in trade and other payables	235,452,938	(398,523,501)
<b>Cash generated from operation</b>	<u>824,024,873</u>	<u>1,073,691,529</u>

Zamzam Road Haulage Limited

Schedules to the Financial Statements  
for the year ended 31 December 2020

		2020 TZS	2019 TZS
<b>A. Administrative expenses</b>			
Accountancy fees		4,500,000	4,500,000
City service levy		26,355,510	23,987,524
Directors remuneration		48,000,000	40,800,000
Electricity and water		18,361,850	15,499,500
Employment cost	A1	376,422,400	473,358,011
Fines and penalties		2,025,000	-
Garbage collection		1,160,000	-
Legal and professional fees		11,544,560	6,256,600
Postage, telephone and internet		11,972,895	8,290,521
Rent		77,928,000	99,181,000
Printing and stationery		3,621,831	-
Repairs and maintenance		47,226,395	84,676,934
Security charges		5,880,000	-
Stamp duty		-	1,242,000
Transport and travelling		45,730,613	28,966,440
VAT disallowed		-	655,882
Vehicle running		72,657,531	65,395,620
		<u>753,386,584</u>	<u>852,810,032</u>
<b>A1 Employment cost</b>			
Salaries and wages		305,621,000	397,897,931
Overtime and allowance		14,677,524	-
Termination expenses		-	6,460,520
NSSF contribution		36,829,752	44,515,845
Skills and development levy		15,611,149	20,032,130
Workers Compensation fund		3,682,975	4,451,585
		<u>376,422,400</u>	<u>473,358,011</u>
<b>B. Profit on sale of motor vehicle</b>			
	N.B.V as at 31.12.2019 TZS	Sales proceeds TZS	Profit on sale TZS
T292 CNB - Trailer	15,985,338	10,000,000	(5,985,338)
T547 AYX - Trailer	993,720	4,000,000	3,006,280
T572 AYR - Truck	3,331,797	10,000,000	6,668,203
T535 BBM - Truck	3,900,829	10,000,000	6,099,171
	<u>24,211,684</u>	<u>34,000,000</u>	<u>9,788,316</u>

Zamzam Road Haulage Limited

Tax computation  
for the year ended 31 December 2020

		TZS
Profit as per accounts		162,546,352
Add: <u>Non-allowable expenses</u>		
Depreciation	460,246,277	
Fines and penalties	2,025,000	
Realized foreign exchange gain (2019)	16,646,719	
Unrealised loss on exchange (2020)	11,609,286	
		<u>490,527,282</u>
		653,073,634
Less: Depreciation allowance (as per schedule below)	(564,300,327)	
Profit on sale of motor vehicle	(9,788,316)	
		<u>(574,088,643)</u>
<b>Taxable income</b>		<b><u>78,984,991</u></b>
Corporation tax at 30%		23,695,497
Less: Provisional tax paid		<u>(18,000,000)</u>
<b>Balance payable</b>		<b><u>5,695,497</u></b>



Schedule of depreciation allowance

	Class 1	Class 2	Class 3	Class 6	Total
	TZS	TZS	TZS	Cost TZS	TZS
	37.5%	25%	12.5%	5%	
W.D.V as at 1 January 2020	2,657,204	2,258,328,613	16,488,491	103,213,216	2,380,687,524
Disposal	-	(34,000,000)	-	-	(34,000,000)
	<u>2,657,204</u>	<u>2,224,328,613</u>	<u>16,488,491</u>	<u>103,213,216</u>	<u>2,346,687,524</u>
Less: Depreciation allowance	(996,452)	(556,082,153)	(2,061,061)	(5,160,661)	(564,300,327)
Depreciation claimed upto 2019	-	-	-	(47,738,047)	(47,738,047)
<b>W.D.V as at 31 December 2020</b>	<b><u>1,660,753</u></b>	<b><u>1,668,246,460</u></b>	<b><u>14,427,430</u></b>	<b><u>50,314,508</u></b>	<b><u>1,734,649,150</u></b>