

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Annual report and financial statements
for the year ended 31 December 2022

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TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Company information for the year ended 31 December 2022

Directors

Mr. Mohamed Nathani Takim	- Tanzanian
Mr. Riyaz Mohamed Takim	- Tanzanian
Mr. Tehsin Mohamed Takim	- Tanzanian

Registered office

Plot No. 7, 8 & 9
Mtendeni Street
P. O. Box 20350
Dar es Salaam

Company secretary

Mr. Tehsin Mohamed Takim
P. O. Box 20350
Dar es Salaam

Accountants

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

Bankers

ABSA Bank Tanzania Limited
Ohio Street
P. O. Box 5137
Dar es Salaam

Exim Bank (T) Limited
Samora Branch
P. O. Box 1431
Dar es Salaam

I & M Bank (T) Limited
Indira Gandhi Street
P. O. Box 1509
Dar es Salaam

NMB Bank Ltd
P. O. Box 9213
Dar es Salaam

National Bank of Commerce Limited
P. O. Box 3004
Arusha

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Directors' report for the year ended 31 December 2022

The directors present their report and the financial statements for the year ended 31 December 2022.

Incorporation

The company is incorporated in Tanzania under the former Companies Ordinance, Cap. 212 in the name of Takims Agencies Limited under the Certificate of Incorporation 6739. The name was later changed to Takims Holidays Tours & Safaris Limited under Certificate of Change of Name dated 7th January 1980.

Principal activities

The principal activity of the company is that of travel agents and tour operators.

Directors' interests

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

	Ordinary shares of TZS 100/- each			
	<u>2022</u>		<u>2021</u>	
	No. of shares	Nominal value TZS	No. of shares	Nominal value TZS
Mohamed Nathani Takim	1,457,500	145,750,000	1,457,500	145,750,000
Riyaz Mohamed Takim	1,375,000	137,500,000	1,375,000	137,500,000
Tehsin Mohamed Takim	1,375,000	137,500,000	1,375,000	137,500,000
	<u>4,207,500</u>	<u>420,750,000</u>	<u>4,207,500</u>	<u>420,750,000</u>

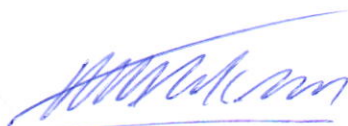
Results for the year

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



Riyaz Mohamed Takim

Director

Date: 13/6/2023

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Statement of directors' responsibilities for the year ended 31 December 2022

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 2022 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.



Riyaz Mohamed Takim
Director

Date: 13/6/2023



Tehsin Mohamed Takim
Director

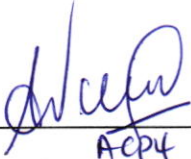
TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Independent accountant's declaration for the year ended 31 December 2022

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, ALI M. MANEKIA being the independent accountant hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31 December 2022 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 4092
Date: 13 / 6 / 2023

CPA ALI MOHAMEDBAKER MANEKIA
ACPA 4092

M. A. Hassam & Co.

Certified Public Accountants in Public Practice

P.O. Box 20719, Dar es Salaam

Telephone: 2134071, 2110648, 2110129

Mobile: +255 782 220719

Email: info@mahassam.co.tz

Practitioners' compilation report

To the Management of Takims Holidays Tours & Safaris Limited for the year ended 31 December 2022

We have compiled the accompanying financial statements of Takims Holidays Tours & Safaris 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 2022, 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 : 13.06.2023



TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Statement of comprehensive income for the year ended 31 December 2022

	Notes	2022 TZS	2021 TZS
Income	2	3,151,734,448	1,164,984,391
Cost	3	<u>(2,581,361,516)</u>	<u>(1,109,113,209)</u>
Gross profit		570,372,931	55,871,182
Advertising and sales promotion		(140,852,170)	(35,423,703)
Administrative expenses		(389,439,662)	(262,651,521)
Other income	4	65,589,902	74,752,990
Depreciation		<u>(379,091,025)</u>	<u>(403,546,419)</u>
Operating loss		(273,420,023)	(570,997,471)
Foreign exchange gain / (loss)		27,588,459	7,365,339
Finance cost		<u>(4,886,292)</u>	<u>(3,750,793)</u>
Loss before tax	5	(250,717,856)	(567,382,925)
Income tax credit	6	<u>17,223,542</u>	<u>145,972,139</u>
Loss for the year		<u><u>(233,494,314)</u></u>	<u><u>(421,410,786)</u></u>

The accounting policies and notes on pages 10 to 15 form part of these financial statements.
Practitioners' compilation report on page 5

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Statement of financial position

As at 31 December 2022

	Notes	2022 TZS	2021 TZS
ASSETS			
Non-current assets			
Property, plant and equipments	7	<u>3,727,262,975</u>	<u>3,723,981,522</u>
Current assets			
Investments		1,810,000	379,170,000
Trade and other receivables	8	1,040,674,259	1,088,043,719
Cash and bank balance	9	<u>753,309,187</u>	<u>431,054,044</u>
		<u>1,795,793,446</u>	<u>1,898,267,763</u>
Total assets		<u><u>5,523,056,422</u></u>	<u><u>5,622,249,286</u></u>
EQUITY AND LIABILITIES			
Equity			
Share capital	10	500,000,000	500,000,000
Revaluation reserves		1,923,968,510	1,923,968,510
Retained earnings		(525,866,510)	(292,372,196)
Total equity		<u>1,898,102,001</u>	<u>2,131,596,314</u>
Non - current liabilities			
Deferred tax	11	<u>(543,010,727)</u>	<u>(467,955,870)</u>
Current liabilities			
Trade and other payables	12	4,162,376,470	3,990,562,990
Taxation	13	5,588,678	(31,954,147)
Total liabilities		<u>4,167,965,148</u>	<u>3,958,608,842</u>
Total equity and liabilities		<u><u>5,523,056,422</u></u>	<u><u>5,622,249,286</u></u>

The financial statements on pages 6 to 15 have been approved by the board of directors on 13/6/.....2023 and signed on its behalf by:



Riyaz Mohamed Takim
Director



Tehsin Mohamed Takim
Director

The accounting policies and notes on pages 10 to 15 form part of these financial statements.
Practitioners' compilation report on page 5

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Statement of changes in equity for the year ended 31 December 2022

	Share capital TZS	Revaluation reserves TZS	Retained earnings TZS	Total TZS
Balance at 1 January 2021	500,000,000	1,923,968,510	129,038,590	2,553,007,101
Loss for the year	-	-	(421,410,786)	(421,410,786)
Balance at 31 December 2021	500,000,000	1,923,968,510	(292,372,196)	2,131,596,314
Balance at 1 January 2022	500,000,000	1,923,968,510	(292,372,196)	2,131,596,314
Loss for the year	-	-	(233,494,314)	(233,494,314)
Balance at 31 December 2022	500,000,000	1,923,968,510	(525,866,510)	1,898,102,001

The accounting policies and notes on pages 10 to 15 form part of these financial statements.
Practitioners' compilation report on page 5

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Statement of cash flow for the year ended 31 December 2022

	Note	2022 TZS	2021 TZS
Operating activities	14	347,556,110	587,314,772
Provisional tax paid		(11,498,904)	(990,000)
Withholding tax deducted by customers		(8,789,585)	(9,678,563)
Net cash generated from operating activities		327,267,621	576,646,209
Investment activities			
Decrease / (increase) in fixed deposit		377,360,000	(379,170,000)
Purchase of property, plant and equipments		(382,372,477)	(23,820,900)
Net cash used in investing activities		(5,012,477)	(402,990,900)
Financing activities		-	-
Net cash generated from financing activities		-	-
Movement in cash and cash equivalents			
Cash and cash equivalents at the start of the year		431,054,044	257,398,736
Increase in cash and cash equivalents		322,255,144	173,655,309
Cash and cash equivalents at the end of the year	9	753,309,187	431,054,044

The accounting policies and notes on pages 10 to 15 form part of these financial statements.
Practitioners' compilation report on page 5

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Notes to the financial statements for the year ended 31 December 2022

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 have been prepared in accordance with International Financial Reporting Standards (IFRSs) under the historical cost convention.

(b) Revenue and expenditure recognition

Revenue

Sales are recognised upon performance of services.

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 standard rates. Assets and liabilities at the balance sheet date which are expressed in foreign currencies are translated into Tanzanian Shillings at the standard rate. 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 equipment

All items of property, plant & equipment are initially recorded at cost. Cost comprises of expenditure that is directly attributable to the acquisition of items. Subsequently 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 benefit 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.

All the assets are stated at historical cost less accumulated depreciation and accumulated impairment loss, if any.

Depreciation is calculated on a reducing balance basis at the rates that will write down the cost of each asset, or the revalued amount, to its residual value over its estimated useful life as follows:

Buildings	5.0%
Motor vehicles	25.0%
Motor bike	12.5%
Furniture and fixtures	12.5%
Office equipments	12.5%
Power supply and HF mobile car radios	12.5%

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Notes to the financial statements for the year ended 31 December 2022

(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 assets fair value less costs to sell and value in use.

(f) Inventories

Inventories are stated at the lower of cost and net realisable value.

(g) Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. Cash and cash equivalents comprise cash in hand and bank, net of any overdraft. Bank overdraft are included under current liabilities in the balance sheet.

(h) 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.

(i) Employees' benefit

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

(j) Comparatives

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

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Notes to the financial statements for the year ended 31 December 2022

	2022	2021
	TZS	TZS
2. Income		
Net income from game and bird safaris	2,646,593,978	896,036,739
Commission from airline tickets	266,921,961	114,253,743
Service fees	238,218,509	154,693,909
	<u>3,151,734,448</u>	<u>1,164,984,391</u>
3. Cost		
Fuel	326,373,405	137,409,743
Spares, tyres and tubes	107,078,389	60,113,378
Employment cost	222,304,093	173,065,283
Park, museum and guide fees	1,867,018,970	679,006,550
Tourism development levy	31,599,159	8,431,795
Client medical	26,987,500	51,086,460
	<u>2,581,361,516</u>	<u>1,109,113,209</u>
3.1 Employment costs		
Salaries and wages	213,764,193	154,712,498
Medical expense	8,539,900	15,702,785
Uniform	-	2,650,000
	<u>222,304,093</u>	<u>173,065,283</u>
4. Other income		
Rental	48,473,724	73,000,106
Interest	16,795,663	1,211,564
Miscellaneous	320,515	541,319
	<u>65,589,902</u>	<u>74,752,990</u>
5. Operating loss		
The following items have been charged in arriving at operating profit:		
Accountancy fees	4,500,000	4,000,000
Directors' remuneration	34,819,200	14,508,000
Employment costs	349,089,568	259,754,807
6. Income tax credit		
Alternative minimum tax	57,831,314	24,137,738
Deferred tax (Note 11)	(75,054,857)	(170,109,878)
	<u>(17,223,542)</u>	<u>(145,972,139)</u>

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Notes to the financial statements
for the year ended 31 December 2022

7. Property, plant and equipment

	Land and buildings TZS	Motor vehicles TZS	Motor bike TZS	Furniture and fixtures TZS	Office equipments TZS	Power supply TZS	HF mobile car radios TZS	Total TZS
Cost								
At the beginning of the year	4,047,350,023	2,855,640,471	3,360,627	93,766,738	255,913,385	221,704	91,638,346	7,347,891,294
Additions	-	332,517,477	-	3,728,814	46,126,186	-	-	382,372,477
At the end of the year	4,047,350,023	3,188,157,948	3,360,627	97,495,552	302,039,571	221,704	91,638,346	7,730,263,771
Depreciation								
At the beginning of the year	1,197,226,853	2,142,841,050	1,936,694	55,158,343	169,591,641	198,391	56,956,799	3,623,909,772
Charge for the year	137,626,494	217,303,083	177,992	4,826,049	14,819,300	2,914	4,335,193	379,091,025
At the end of the year	1,334,853,346	2,360,144,133	2,114,686	59,984,392	184,410,941	201,305	61,291,993	4,003,000,796
Net book value								
As at 31 December 2022	2,712,496,677	828,013,815	1,245,941	37,511,159	117,628,630	20,399	30,346,353	3,727,262,975
As at 31 December 2021	2,850,123,170	712,799,421	1,423,932	38,608,395	86,321,744	23,313	34,681,547	3,723,981,522

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Notes to the financial statements for the year ended 31 December 2022

	2022 TZS	2021 TZS
8. Trade and other receivables		
Trade	193,890,234	215,024,465
Other	767,308	878,996
Deposit and prepayments	846,016,717	872,140,259
	<u>1,040,674,259</u>	<u>1,088,043,719</u>
9. Cash and bank balances		
Cash in hand	23,571,974	22,184,377
Bank balance	729,737,214	408,869,667
	<u>753,309,187</u>	<u>431,054,044</u>
10. Share capital		
Authorised:		
5,000,000 ordinary shares of TZS 100/= each	<u>500,000,000</u>	<u>500,000,000</u>
Issued and fully paid up:		
5,000,000 ordinary shares of TZS 100/= each	<u>500,000,000</u>	<u>500,000,000</u>
11. Deferred tax		
As at 1 January	(467,955,870)	(297,845,993)
Credit for the year	<u>(75,054,857)</u>	<u>(170,109,878)</u>
As at 31 December	<u>(543,010,727)</u>	<u>(467,955,870)</u>
The net deferred tax liability is attributable to the following:		
Adjusted tax loss	(508,382,749)	(435,198,946)
Unrealised loss on exchange	-	-
Accelerated capital allowances	<u>(34,627,978)</u>	<u>(32,756,924)</u>
	<u>(543,010,727)</u>	<u>(467,955,870)</u>

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Notes to the financial statements for the year ended 31 December 2022

	2022 TZS	2021 TZS
12. Trade and other payables		
Trade	4,089,080,573	3,970,927,054
Accruals and provisions	5,930,076	9,062,826
VAT control account	53,381,821	10,573,110
Advance rental income	13,984,000	-
	<u>4,162,376,470</u>	<u>3,990,562,990</u>
13. Taxation		
Balance b/f	(31,954,147)	(45,423,323)
Alternative minimum tax	57,831,314	24,137,738
	<u>25,877,167</u>	<u>(21,285,584)</u>
Less : Provisional tax paid	(11,498,904)	(990,000)
Withholding tax deducted and paid	(8,789,585)	(9,678,563)
	<u>5,588,678</u>	<u>(31,954,147)</u>
14. Operating activities		
Loss before tax	(250,717,856)	(567,382,925)
Adjustment for:		
Depreciation	379,091,025	403,546,419
Changes in working capital		
Decrease / (increase) in trade and other receivables	47,369,461	(9,293,212)
Increase in trade and other payables	171,813,481	760,444,491
Operating activities	<u>347,556,110</u>	<u>587,314,772</u>

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Appendix to the financial statements for the year ended 31 December 2022

	2022 TZS	2021 TZS
A. Advertising and sales promotion		
Marketing and sales promotion expense	<u>140,852,170</u>	<u>35,423,703</u>
B. Administrative expenses		
Accountancy fees	4,500,000	4,000,000
Bank charges and excise duty	34,612,266	26,995,564
City service levy	738,600	303,800
Car parking fees	10,791,100	10,132,900
Directors' remuneration	34,819,200	14,508,000
Donation	535,000	350,000
Electricity and water	11,637,913	10,714,342
Employment costs B.1	126,785,475	86,689,524
Equipment repairs and maintenance	1,353,000	3,751,321
Insurance	11,735,892	7,546,233
Licences and permit fees	27,436,722	18,963,080
Office and general expenses	8,985,324	5,612,499
Printing and stationery	17,495,897	12,954,281
Land rent and property tax	2,403,450	2,607,550
Newspapers and periodicals	726,000	726,000
Repairs and renovations	18,849,298	3,585,458
Security expenses	22,098,305	22,398,305
Subscription and journals	9,001,350	3,089,104
Telephone, courier, fax and internet	19,396,039	16,196,539
Tender fees	-	250,000
Transport and travelling	25,538,831	11,277,020
	<u>389,439,662</u>	<u>262,651,521</u>

TAKIMS HOLIDAYS TOURS & SAFARIS LIMITED

Appendix to the financial statements
for the year ended 31 December 2022

	2022	2021
	TZS	TZS
B.1 Employment costs		
Salaries and wages	64,507,791	48,380,131
Casual wages	7,155,600	604,600
Staff training	908,060	-
Staff welfare	9,840,341	6,682,117
NSSF contribution	29,848,801	20,641,744
Skills and development levy	12,820,273	8,704,024
Workers compensation fund	1,704,608	1,676,908
	<u>126,785,475</u>	<u>86,689,524</u>