

NAHDI CRUSHERS COMPANY LIMITED

P.O.BOX 1186
DAR-ES-SALAAM

REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

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Tanzania

NAHDI CRUSHERS COMPANY LIMITED
P.O.BOX 1186 DAR ES SALAAM

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2021

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NAHDI CRUSHER COMPANY LIMITED
P.O.BOX 1186, DAR ES SALAAM

REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER,2021

Directors

Abdallah Thabit Huwel
Fozi Mabkhoot Al Nahdi

Registered Office

P.O.BOX 1186
Lugoba
Dar es salaam

Accountants

TaxMax Financial & Management Consultants
Certified Public Accountants
P.O.Box 45156
Dar-es-Salaam

**NAHDI CRUSHERS COMPANY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER, 2021**

DIRECTORS REPORT

1. The Directors have a pleasure in presenting their report together with the audited financial statements for the year ended 31st, December 2021, which disclose the state of affairs of the Company.

2. INCORPORATION

The Company is incorporated in Tanzania under the companies Act as a private Company limited by shares.

3. PRINCIPAL ACTIVITIES

The principal activities of Company are **STONE AGGREGATE PRODUCTION PROJECT**. We expect to start operation of this project at the end of the year 2021.

4. DIVIDENDS

The Directors of the Company do not recommend any dividends for the year.

5. CORPORATE GOVERNANCE

The Directors believe that high standard of corporate governance directly influence the confidence of the organization's stakeholders and investor. The Directors recognize the importance of integrity, transparency and responsibility.

6. DIRECTORS

The Directors of the Company at the date of this report all of whom have served the board from 2021 were:

<u>Name</u>	<u>Nationality</u>	<u>Position Held</u>
Mr Abdallah Thabit Huwel	Tanzanian	Executive Director
Mr Fodhi Mabkhoot Al Nahdi	Tanzanian	Director

7. MANAGEMENT

The Management of the Company is vested in the Board of Directors, while the Managing Director is the overall in-charge of the Company and monitors the day to day implementation of its assigned activities with its departments as streamlined here under:

- i. Finance & Administration Department
- ii. Operation Department

10. **SOLVENCY**

The Board of Directors confirms that applicable accounting standards have been followed and that the financial statements have been prepared on a going concern basis. The Board of Directors has reasonable expectation that NAHDI CRUSHERS COMPANY Ltd has adequate resources to continue in operational existence for the foreseeable future as a going concern.

11. **COMPANY SHARE HOLDING**

As at 31st December 2018 the company shareholders are listed below:

	2021
	<u>Number</u>
Mr; Abdallah Thabit Huwel	51
Mr Fodhi Mabkhoot Al Nahdi	49
Total	100

12. **ACCOUNTANT**

M/S TaxMax Financial and Management Consultants were appointed Auditors of the Company and are willing to continue in office once re-appointed.

BY ORDER OF THE BOARD



BOARD CHAIRMAN

16/02/2022

DATE

.....
DIRECTOR

.....
DATE

**NAHDI CRUSHERS COMPANY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31ST DECEMBER 2021

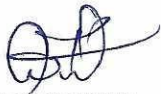
STATEMENTS OF DIRECTOR'S RESPONSIBILITY

The directors are required under the companies Act, supplemented by International Financial Reporting Standards, to prepare financial statements for each financial period that give a true and fair view of the state of affairs of the company as at the end of the financial period and of the profit or loss of the company for that period. The Auditors are responsible for reporting on these financial statements.

The directors confirm that suitable accounting policies have been used and applied consistently and reasonable and prudent judgments and estimates have been made in the preparations of the financial statements for the year ended 31ST December 2021. The Directors also confirm that the applicable accounting standards have been followed and that the financial statements have been prepared on a going concerns basis.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and which enable them to ensure that the financial statements comply with the Company Act 2002. They are also responsible for safeguarding the assets of the company and, hence, for taking reasonable steps for prevention and detection of fraud or other irregularities.

No matters have come to the attention of Directors to indicate that the company will not remain a going concern for at least the ensuing financial year.



.....
DIRECTOR
DAR ES SALAAM
DATE

Authorised Auditors & Tax Consultants

M/S NAHDI CRUSHERS CO LIMITED
P.O.BOX 1186, DAR ES SALAAM.
ACCOUNTANT REPORT
FOR THE YEAR ENDED 31ST DECEMBER 2021

We have compiled the accompanying financial statements of M/S NAHDI CRUSHERS CO LIMITED of Dar es Salaam based on the information's provided. These financial statements comprise the statement of financial position of M/S NAHDI CRUSHERS CO LIMITED as at 31st December, 2021, the statement of comprehensive income, statement of Change in Equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with international standards on related services 4410(revised), Compilation engagements,

Respective Responsibilities of the Directors and Accountants.

The Directors of the Company are responsible for completeness and accuracy of the underlying data and complete disclosure of all material and relevant information to the Accountants, for maintaining adequate accounting and other records and internal controls and selecting and applying appropriate accounting policies, for preparation and presentation of the Financial Statements in accordance with applicable laws and regulations, for establishing controls to safeguard the assets of the entity and preventing and detecting frauds or other irregularities and for establishing controls for ensuring that the activities of the entity are carried out in accordance with applicable laws and regulations and preventing and detecting any noncompliance.

These financial statement and the accuracy and completeness of the information used to compile them are you responsibility.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our compilation.

Subject to the foregoing remarks, these financial statements are in conformity with the books and-accounting records of the entity.


ABDULKARIM A HAMIS
TAXMAX FINANCIAL & MANAGEMENT CONSULTANTS
Certified Public Accountants
Dated.....Dar Es Salaam


TAXMAX FINANCIAL &
MANAGEMENT CONSULTANTS
CERTIFIED PUBLIC ACCOUNTANTS
P. O. Box 45156
DAR - ES - SALAAM
PF 245

NAHDI CRUSHER COMPANY LIMITED
P.O.BOX 1186, DAR ES SALAAM

STATEMENT OF COMPRENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER 2021

		2021	2020
		TSHS.	TSHS.
TURNOVER			
Sales		1,101,314,160	844,129,255
COST OF SALES			
Cost of Sales	13	628,292,686	583,028,691
GROSS PROFIT/(GROSS LOSS)		473,021,474	261,100,564
OPERATING EXPENDITURE			
Employment	1	39,590,087	33,615,000
Administration	3	109,462,951	31,501,350
Selling & Distribution	4	3,303,942	2,532,388
Depreciation Charges	6	394,213,705	457,582,196
Financial	5	1,260,000	1,003,266
		<u>547,830,685</u>	<u>526,234,200</u>
PROFIT BEFORE TAXATION		<u>(74,809,212)</u>	<u>(265,133,636)</u>
Taxation		-	-
Profit / (Loss) After Taxation		(74,809,212)	(265,133,636)
Add: Retined Profit/Loss BF		(1,386,690,076)	(1,121,556,440)
Profit / (Loss) Retained for the year		(1,461,499,287)	(1,386,690,076)

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

	NOTES	2021 TSHS.	2020 TSHS.
ASSETS			
Non Current Assets			
Property, Plant & Equipment	6	2,612,048,729	3,006,262,434
Capital Work in Progress	7	891,154,851	755,834,201
		<u>3,503,203,580</u>	<u>3,762,096,635</u>
CURRENT ASSETS:			
Debtors & Prepayments	8	121,444,744	4,560,987
Cash & Bank balance	10	34,379,743	574,920
Stocks & Stores	14	-	-
Taxation		14,800,000	10,000,000
		<u>170,624,487</u>	<u>15,135,907</u>
TOTAL ASSETS		<u><u>3,673,828,068</u></u>	<u><u>3,777,232,542</u></u>
EQUITY & LIABILITIES			
EQUITY			
Share Capital		5,098,900,000	5,098,900,000
Retained Earnings		(1,461,499,287)	(1,386,690,076)
Total Equity		<u>3,637,400,713</u>	<u>3,712,209,924</u>
CURRENT LIABILITIES:			
Bank Overdraft			33,680,900
Trade Creditors	9	11,450,600	31,341,718
Accrued Liabilities	9	24,976,756	-
Taxation		36,427,356	65,022,618
TOTAL EQUITY & LIABILITIES		<u><u>3,673,828,069</u></u>	<u><u>3,777,232,542</u></u>

The Financial statements on page 6-15 were approved by Board of directors and were signed on its behalf by :

 Director

Date... 10/02/2022

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021 TSHS.	2020 TSHS.
Profit / (loss) before taxation	(74,809,212)	(265,133,636)
Adjustment for:		457,582,196
Depreciation	394,213,705	
Operating profit / (loss) before working capital changes	<u>319,404,493</u>	<u>192,448,560</u>
Working capital changes		-
Stocks	(116,883,757)	54,173,227
Debtors	(22,230,300)	9,680,900
Creditors	(6,364,962)	28,515,468
Accrued & Other Liabilities	<u>(145,479,019)</u>	<u>92,369,595</u>
Net working capital changes	173,925,474	284,818,155
Cash generated from operations	<u>(4,800,000)</u>	<u>(4,800,000)</u>
Taxation	<u>169,125,474</u>	<u>280,018,155</u>
Net Cash flow from operating activities		
Cash flow from Investing Activities	(135,320,650)	(67,913,801)
Capital Work in Progress	-	(614,355,418)
Purchase of Fixed Assets	<u>(135,320,650)</u>	<u>(682,269,219)</u>
Cash flow from Financing Activities		400,000,000
Paid Capital	<u>-</u>	<u>400,000,000</u>
Cash and Cash Equivalents		(2,251,064)
Net Increase / (Decrease)	33,804,824	2,825,983
At the beginning of the year	574,919	574,919
At the end of the year	<u><u>34,379,743</u></u>	<u><u>574,919</u></u>

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS
STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 31ST DECEMBER 2021

	Share Capital	Retained Earnings	Total
Balance as at 1st January 2020	4,698,900,000	(1,121,556,440)	3,577,343,560
Issued & paid Capital	400,000,000	(265,133,636)	(265,133,636)
Profit/Loss for the Period			-
Balance as at 31st December 2020	<u>5,098,900,000</u>	<u>(1,386,690,076)</u>	<u>3,312,209,924</u>
Balance as at 1st January 2021	5,098,900,000	(1,386,690,076)	3,712,209,924
Issued & paid Capital		(74,809,212)	(74,809,212)
Profit/Loss for the Period			
Balance as at 31st December 2021	<u>5,098,900,000</u>	<u>(1,461,499,287)</u>	<u>3,637,400,713</u>

NAHDI CRUSHER COMPANY LIMITED
P.O.BOX 1186, DAR ES SALAAM
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER,2021

NOTES

1 PRINCIPAL ACCOUNTING POLICIES.

(a) Accounting convention

The financial statements have been prepared on a going concern basis under the historical cost convention.

(b) Depreciation

Depreciation is provided so as to write off the cost of fixed assets on a decreasing balance basis over the expected useful economic lives of the assets concerned. Full depreciation is charged in the year of acquisition. No depreciation is charged in the year of disposal. The principal annual rates used for this purpose are:-

Furniture & Fittings	12.5%
Computers & Accessories	37.5%
Tools & Equipments	12.5%

(c) Revenue

Revenue is stated net of taxes and trade discounts. It is recognised when services have been provided and invoices accepted by the customer.

(d) Stocks

Stocks are valued at cost.

(e) Translation of foreign currencies.

Transactions in foreign currency during the year are translated to Tanzania Shillings at the rate ruling on the date of the transaction. Assets and liabilities foreign currencies at the balance sheet date are translated into Tanzania Shillings at denominated in the rate ruling on that date. The resulting differences are dealt with in the profit and loss account.

(f) Provision for doubtful debts.

Provision for bad and doubtful debts is made on a specific basis and this is done only when all efforts to collect the debts have failed.

(g) Deferred tax

Provision for deferred tax is made only when the directors consider that a tax benefit or charge is likely to crystallize in the foreseeable future.

NAHDI CRUSHER COMPANY LIMITED
P.O.BOX 1186, DAR ES SALAAM

SCHEDULE OF OPERATING EXPENDITURE

	2021	2020
	TSHS.	TSHS.
1 EMPLOYMENT	23,700,000	27,000,000
Salaries & Wages		-
Overtime	9,456,587	
Perdiem Allowances	1,066,500	1,215,000
Skilled & Development	5,130,000	5,130,000
National Security Fund -contribution	237,000	270,000
WCF	<u>39,590,087</u>	<u>33,615,000</u>
2 PURCHASES/DIRECT COST		43,472,331
Tyres & Tubes	41,454,134	-
Portcharges		18,127,119
Lubricants & Oil	26,347,233	283,420,000
Fuel Expenses	264,822,363	22,860,900
Sites related Expenses	19,480,600	178,436,665
Electricity bill & Installation cost	227,609,378	4,860,900
NEMC & Other Establishment expenses	10,321,700	31,850,776
Royalty & Mining Licence Expenses	37,450,776	
Importation	806,503	
	<u>628,292,686</u>	<u>583,028,691</u>

3 ADMINISTRATION

Printing & Stationaries	4,830,600	2,130,000
Transport Charges	7,860,870	2,460,800
Medical Expenses	1,500,000	500,000
Telephone, Postage , Fax & Internet Charges	4,860,971	3,260,800
Repairs \$ Maintanance of office	3,140,600	2,460,894
Staff Canteen Expenses	32,560,800	-
Travelling \$ Conveyance Expenses	3,160,800	4,262,256
Generator running Expenses	29,587,410	-
Other office expenses	-	500,000
Subscription \$ Periodicals	1,500,000	1,236,000
Electricity \$ Water Charges	3,600,000	4,800,000
Security Charges	4,800,000	2,500,000
Fire Fighting Equipment	4,200,000	4,890,600
Insurance Expenses	4,860,900	2,500,000
Accounting	3,000,000	2,500,000
	<u>109,462,951</u>	<u>31,501,350</u>

4 SELLING & DISTRIBUTION

City Service levy	3,303,942	2,532,388
Advertisement & Business Promotions	-	-
	<u>3,303,942</u>	<u>2,532,388</u>

5 FINANCIAL

Bank Charges & Interest	1,260,000	1,003,266
	<u>1,260,000</u>	<u>1,003,266</u>

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

NOTES (Continued)

6 FIXED ASSETS:

	Motor Vehicle	Computer & Accessories	Machinery & Tool	Furniture & Fittings	Total
<u>COST</u>					
At 1st Jan	260,683,917	2,600,000	3,904,177,610	6,000,000	4,173,461,527
Additions	-	-	-	-	-
Disposals	260,683,917	2,600,000	3,904,177,610	6,000,000	4,173,461,527
As at 31st December	-	-	-	-	-
Rates	25.0%	37.5%	12.5%	12.5%	
<u>DEPRECIATION</u>					
At 1st Jan	114,049,214	2,193,750	1,048,893,629	2,062,500	1,167,199,093
Charge for the year	36,658,676	152,344	356,910,498	492,188	394,213,705
As at 31st December	150,707,890	2,346,094	1,405,804,127	2,554,688	1,561,412,798
<u>NET BOOK VALUE</u>					
As at 31st December 2021	109,976,027	253,906	2,498,373,483	3,445,313	2,612,048,729
As at 31st December 2020	146,634,703	406,250	2,855,283,981	3,937,500	3,006,262,434

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS

NOTES(Continued)	2021 TSHS.	2020 TSHS.
8 DEBTORS & PREPAYMENTS		
Trade Debtors	121,444,744	4,560,987
VAT -refundable		-
	<u>121,444,744</u>	<u>4,560,987</u>
9 CREDITORS & ACCRUALS		
Trade Creditors	11,450,600	33,680,900
Vat Payable	15,066,363	4,892,880
Other Payable	1,250,600	18,560,600
City Service levy Payable	3,303,942	2,532,388
Employment Cost Payable	2,855,850	84,600
Statutory Payable		2,771,250
Accounting Fees Payable	2,500,000	2,500,000
	<u>24,976,756</u>	<u>31,341,718</u>

10 NOTES TO THE CASH FLOW STATEMENTS

Cash and Cash Equivalents:

Cash and Cash Equivalents included in the cash flow statement comprise the following

Balance Sheet amounts:

	2021 TSHS.	2020 TSHS.
Cash in Hand	23,074,085	480,798
NMB Bank	1,280,573	76,028
Stanbic Bank	10,025,085	18,094
	<u>34,379,743</u>	<u>574,920</u>

11 INCORPORATION

This is a Company business and is under the name of NAHDI CRUSHER COMPANY LIMITED

12 CURRENCY

The financial statements are presented in Tanzanian shillings

13 ACCOUNTING PERIOD

These financial statements are for the period from January, 2021 up to December 2021

14 COST OF SALES

Opening Balance	-	-
Purchases/ Direct Costs	628,292,686	583,028,691
Closing Stock		-
	<u>628,292,686</u>	<u>583,028,691</u>

NAHDI CRUSHER COMPANY LIMITED
P.O.BOX 1186, DAR ES SALAAM

TAX COMPUTATION

	2021 TSHS.	2020 TSHS.
Profit as per Accounts	(74,809,212)	(265,133,636)
Add Back: Depreciation	394,213,705	457,582,196
	<u>319,404,493</u>	<u>192,448,560</u>
Less: Wear and Tear Allowance	(394,213,705)	(457,582,196)
Adjusted Profit / (Loss)	(74,809,212)	(265,133,636)
Taxation @ 30%	<u>-</u>	<u>-</u>
	(74,809,212)	(265,133,636)

TAX ACCOUNT

Balance B/F 1st January	(10,000,000)	(5,200,000)
Corporate tax for the year	-	-
Tax Paid	<u>(4,800,000)</u>	<u>(4,800,000)</u>
Net Tax	<u>(14,800,000)</u>	<u>(10,000,000)</u>