

NAHDI CRUSHERS COMPANY LIMITED

P.O.BOX 1186
DAR-ES-SALAAM

REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2022

*TaxMax Financial & Management Consultants
Certified Public Accountants
taxmaxconsultants@gmail.com
P.o.box 45156
+255713459092/+255773295106
Dar es salaam
Tanzania*

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

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2022

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NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER,2022

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, 2022**

DIRECTORS REPORT

1. The Directors have a pleasure in presenting their report together with the audited financial statements for the year ended 31st, December 2022, 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 2022.

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 2022 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:

2022	
	<u>Number</u>
Mr; Abdallah Thabit Huwel	51
Mr Fodhi Mabkhoot Al Nahdi	<u>49</u>
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

[Handwritten Signature]

.....
DIRECTOR

.....
DATE

30/01/2023

.....
DATE

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

FOR THE YEAR ENDED 31ST DECEMBER 2022

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 2022. 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 2022

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, 2022, 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,

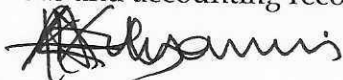
Respective Responsibilities of the Directors and Accountants.

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 -PF 245
Certified Public Accountants

Dated... 30/01/2023... Dar Es Salaam

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

STATEMENT OF COMPRENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER 2022

		2022	2021
		TSHS.	TSHS.
TURNOVER			
Sales Standard		1,914,629,115	1,101,314,160
Zero Rated Sales		-	-
		<u>1,914,629,115</u>	<u>1,101,314,160</u>
COST OF SALES			
Cost of Sales	13	1,418,893,484	628,292,687
GROSS PROFIT/(GROSS LOSS)		495,735,631	473,021,473
OPERATING EXPENDITURE			
Employment	1	28,980,000	39,590,087
Administration	3	100,023,550	109,462,951
Selling & Distribution	4	5,743,887	3,303,942
Depreciation Charges	6	340,316,571	394,213,705
Financial	5	2,452,800	1,260,000
		<u>477,516,808</u>	<u>547,830,685</u>
PROFIT BEFORE TAXATION		<u>18,218,823</u>	<u>(74,809,212)</u>
Taxation		(5,465,647)	-
Profit / (Loss) After Taxation		12,753,176	(74,809,212)
Add: Retined Profit/Loss BF		(1,461,499,288)	(1,386,690,076)
Profit / (Loss) Retained for the year		(1,448,746,113)	(1,461,499,288)

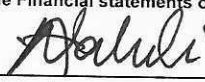
NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2022

	NOTES	2022 TSHS.	2021 TSHS.
ASSETS			
Non Current Assets			
Property, Plant & Equipment	6	2,271,732,157	2,612,048,728
Capital Work in Progress	7	1,119,024,841	891,154,851
		<u>3,390,756,998</u>	<u>3,503,203,579</u>
CURRENT ASSETS:			
Debtors & Prepayments	8	194,198,481	121,444,744
Cash & Bank balance	10	87,034,656	34,379,743
Stocks & Stores	14	-	-
Taxation		15,334,353	14,800,000
		<u>296,567,491</u>	<u>170,624,487</u>
TOTAL ASSETS		<u>3,687,324,490</u>	<u>3,673,828,068</u>
EQUITY & LIABILITIES			
EQUITY			
Share Capital		5,098,900,000	5,098,900,000
Retained Earnings		(1,448,746,113)	(1,461,499,288)
Total Equity		<u>3,650,153,887</u>	<u>3,637,400,712</u>
CURRENT LIABILITIES:			
Bank Overdraft			
Trade Creditors	9	-	11,450,600
Accrued Liabilities	9	37,170,602	24,976,755
Taxation		-	-
		<u>37,170,602</u>	<u>36,427,355</u>
TOTAL EQUITY & LIABILITIES		<u>3,687,324,490</u>	<u>3,673,828,068</u>

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


Director

Date..... 30/12/2022

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER,2022

	2022	2021
	TSHS.	TSHS.
Profit / (loss) before taxation	18,218,823	(74,809,212)
Adjustment for:		
Depreciation	340,316,571	394,213,705
Operating profit / (loss) before working capital changes	<u>358,535,393</u>	<u>319,404,493</u>
Working capital changes		
Stocks	-	-
Debtors	(72,753,737)	(116,883,757)
Creditors	(11,450,600)	(22,230,300)
Accrued & Other Liabilities	12,193,847	(6,364,962)
Net working capital changes	<u>(72,010,490)</u>	<u>(145,479,019)</u>
Cash generated from operations	286,524,904	173,925,474
Taxation	(6,000,000)	(4,800,000)
Net Cash flow from operating activities	<u>280,524,904</u>	<u>169,125,474</u>
Cash flow from Investing Activities		
Capital Work in Progress	(227,869,990)	(135,320,650)
Purchase of Fixed Assets	-	-
	<u>(227,869,990)</u>	<u>(135,320,650)</u>
Cash flow from Financing Activities		
Paid Capital	-	-
	<u>-</u>	<u>-</u>
Cash and Cash Equivalents		
Net Increase / (Decrease)	52,654,914	33,804,824
At the beginning of the year	34,379,743	574,919
At the end of the year	<u>87,034,656</u>	<u>34,379,743</u>

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS
STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 31ST DECEMBER,2022

	Share Capital	Retained Earnings	Total
Balance as at 1st January 2021	5,098,900,000	(1,386,690,076)	3,712,209,924
Issued & paid Capital			-
Profit/Loss for the Period		(74,809,212)	(74,809,212)
Balance as at 31st December 2021	<u>5,098,900,000</u>	<u>(1,461,499,288)</u>	<u>3,637,400,712</u>
Balance as at 1st January 2022	5,098,900,000	(1,461,499,288)	3,637,400,712
Issued & paid Capital			
Profit/Loss for the Period		12,753,176	12,753,176
Balance as at 31st December 2022	<u>5,098,900,000</u>	<u>(1,448,746,113)</u>	<u>3,650,153,887</u>

NAHDI CRUSHER COMPANY LIMITED
P.O.BOX 1186, DAR ES SALAAM
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER,2022

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 in foreign currencies at the balance sheet date are translated into Tanzania Shillings at 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
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SCHEDULE OF OPERATING EXPENDITURE

	2022	2021
	TSHS.	TSHS.
1 EMPLOYMENT		
Salaries & Wages	25,200,000	23,700,000
Overtime		-
Perdiem Allowances	-	9,456,587
Skilled & Development	1,008,000	1,066,500
National Security Fund -contribution	2,520,000	5,130,000
WCF	252,000	237,000
	<u>28,980,000</u>	<u>39,590,087</u>
2 PURCHASES/DIRECT COST		
Tyres & Tubes	75,420,300	41,454,134
Portcharges	-	-
Lubricants & Oil	56,622,843	26,347,233
Fuel Expenses	588,979,488	264,822,363
Sites related Expenses	21,420,300	19,480,600
Electricity bill & Installation cost	465,931,170	227,609,378
NEMC & Other Establishment expenses	26,358,073	10,321,700
Royalty & Mining Licence Expenses	184,161,310	37,450,776
Importation	-	806,503
	<u>1,418,893,484</u>	<u>628,292,687</u>

3 ADMINISTRATION

Printing & Stationaries	5,545,200	4,830,600
Transport Charges	8,458,230	7,860,870
Medical Expenses	1,200,000	1,500,000
Telephone, Postage , Fax & Internet Charges	6,530,500	4,860,971
Repairs \$ Maintanance of office	4,582,600	3,140,600
Staff Canteen Expenses	21,795,600	32,560,800
Travelling \$ Conveyance Expenses	4,263,200	3,160,800
Generator running Expenses	22,478,200	29,587,410
Other office expenses	-	-
Subscription \$ Periodicals	1,500,000	1,500,000
Electricity \$ Water Charges	4,000,000	3,600,000
Security Charges	4,800,000	4,800,000
Fire Fighting Equipment	5,550,000	4,200,000
Insurance Expenses	6,320,020	4,860,900
Accounting	3,000,000	3,000,000
	<u>100,023,550</u>	<u>109,462,951</u>

4 SELLING & DISTRIBUTION

City Service levy	5,743,887	3,303,942
Advertisement & Business Promotions		-
	<u>5,743,887</u>	<u>3,303,942</u>

5 FINANCIAL

Bank Charges & Interest	2,452,800	1,260,000
	<u>2,452,800</u>	<u>1,260,000</u>

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2022

NOTES (Continued)

6 FIXED ASSETS:

	Motor Vehicle	Computer Accessories	Machinery & Tool	Furniture & Fittings	Total
COST					
At 1st Jan	260,683,917	2,600,000	3,904,177,610	6,000,000	4,173,461,527
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
As at 31st December	260,683,917	2,600,000	3,904,177,610	6,000,000	4,173,461,527
Rates	25.0%	37.5%	12.5%	12.5%	
DEPRECIATION					
At 1st Jan	150,707,890	2,346,094	1,405,804,127	2,554,688	1,561,412,799
Charge for the year	27,494,007	95,215	312,296,685	430,664	340,316,571
As at 31st December	178,201,897	2,441,309	1,718,100,812	2,985,352	1,901,729,370
NET BOOK VALUE					
As at 31st December 2022	82,482,020	158,691	2,186,076,798	3,014,648	2,271,732,157
As at 31st December 2021	109,976,027	253,906	2,498,373,483	3,445,312	2,612,048,728

NAHDI CRUSHER COMPANY LIMITED
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REPORT AND FINANCIAL STATEMENTS

NOTES(Continued)

	2022	2021
	TSHS.	TSHS.
8 DEBTORS & PREPAYMENTS		
Trade Debtors	194,198,481	121,444,744
VAT -refundable	-	-
	<u>194,198,481</u>	<u>121,444,744</u>
9 CREDITORS & ACCRUALS		
Trade Creditors	-	11,450,600
Vat Payable	37,170,602	15,066,363
Other Payable	-	1,250,600
City Service levy Payable	-	3,303,942
Employment Cost Payable	-	2,855,850
Statutory Payable	-	-
Accounting Fees Payable	-	2,500,000
	<u>37,170,602</u>	<u>24,976,755</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:

	2022	2021
	TSHS.	TSHS.
Cash in Hand	58,450,600	23,074,085
NMB Bank	28,579,502	1,280,573
Stanbic Bank	4,554	10,025,085
	<u>87,034,656</u>	<u>34,379,743</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, 2022 up to December 2022

14 COST OF SALES

Opening Balance	-	-
Purchases/ Direct Costs	1,418,893,484	628,292,687
Closing Stock	-	-
	<u>1,418,893,484</u>	<u>628,292,687</u>

NAHDI CRUSHER COMPANY LIMITED
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TAX COMPUTATION

	2022 TSHS.	2021 TSHS.
Profit as per Accounts	18,218,823	(74,809,212)
Add Back: Depreciation	340,316,571	394,213,705
	<u>358,535,393</u>	<u>319,404,493</u>
Less: Wear and Tear Allowance	(340,316,571)	(394,213,705)
Adjusted Profit / (Loss)	18,218,823	(74,809,212)
Taxation @ 30%	<u>5,465,647</u>	<u>-</u>
	12,753,176	(74,809,212)

TAX ACCOUNT

Balance B/F 1st January	(14,800,000)	(10,000,000)
Corporate tax for the year	5,465,647	-
Tax Paid	<u>(6,000,000)</u>	<u>(4,800,000)</u>
Net Tax	<u>(15,334,353)</u>	<u>(14,800,000)</u>