

Morogoro Hotel Limited

Morogoro

Report and Financial Statements

For the year ended 31st December 2022

Gurudas Anvekar & Co

Certified Public Accountants

Auditors and Tax Consultants

Proprietor:

G. D. Anvekar B.Com; FCMA; ACPA: CMA (USA)

807, NHC House, 207 Kelvin House
Samora Avenue
P. O. Box 2667, Dar-es-Salaam
Tanzania,
East Africa

Telephone: +255 (22) 2128571
Telephone: +255 (22) 2123685
Facsimile: +255 (22) 2128572
Cellular: +255 (784) 308761
Email: gurdas@lgurudatta.net

REPORT OF ACCOUNTANT'S TO THE MEMBERS OF MOROGORO HOTEL LIMITED

We have compiled the accompanying financial statements of Morogoro Hotel Limited set out herewith, which comprise of Balance Sheet as at 31 December, 2022, and Profit and Loss account and the cash flow statement for the period then ended and other explanatory notes from the information and explanation given by the management.

Responsibilities of the Management:

The management of the Morogoro Hotel Limited responsible for:

- Completeness and accuracy of the underlying data and complete disclosure of all material and relevant information to the accountant.
- Maintaining adequate accounting and other records and internal controls and selecting and applying appropriate accounting policies;
- Preparation and presentation of financial statements in accordance with the applicable laws and regulations, if any.
- Establishing controls to safeguard the assets of the entity and preventing and detecting frauds or other irregularities.
- Establishing controls for ensuring that the activities of the entity are carried out in accordance with the applicable laws and regulations and preventing and detecting any non compliance.

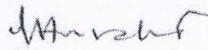
These financial statements and the accuracy and completeness of the information used to compile them are director's responsibility.

Report:-

We report that:-

- Confirmation in respect of amount due to and due from third parties, closing balances of debtors, creditors, group companies, stock, cash & bank has been confirmed by the management.
- The physical existence and continued usage of the fixed assets have been confirmed by the management.
- The company has not included the declaration within the financial statements to be issued by the Head of Finance or Accounts Department of the company.

The financial statements which are in agreement with the books of account, reflect the financial position of Morogoro Hotel Limited at 31st December 2022 and of the results and cash flows for the year then ended as per the books of account of the Company.


Signed: CPA. G. D. Anvekar (ACPA 3234)
GURUDAS ANVEKAR & Co
Certified Public Accountants
Dar es Salaam

Date: 24th June, 2023



**MOROGORO HOTEL LIMITED
MOROGORO**

**REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

CONTENTS

Corporate Information	1
Report of the Directors	2-3
Report of the Accountants	4
Profit and Loss Account	5
Balance Sheet	6
Cash Flow Statement	7
Notes to the Financial statements	8-13
The following does not form a integral part of the Financial Statements	
Detailed Trading and Profit and Loss Account	14
Schedules to detailed Trading and Profit and Loss Account	15-17
Tax Computation	18
Wear and Tear Schedule	19

**MOROGORO HOTEL LIMITED
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

CORPORATE INFORMATION

Board of Directors	:	Mr. Karim B. D. Walji Mrs. Yasmin K. Walji
Registered Office	:	Plot No. 1453 Rwegoshora Road P.O. Box 1144 Morogoro
Auditors	:	G. D. Anvekar & Co. Certified Public Accountants P. O. Box 2667 Dar-es-Salaam
Principal Bankers	:	CRDB BANK PLC Morogoro Branch P.O. Box 388 Morogoro

**MOROGORO HOTEL LIMITED
MOROGORO**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

1. INTRODUCTION

The Directors have 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. STATEMENT OF BOARD OF DIRECTORS RESPONSIBILITIES IN
RESPECT OF FINANCIAL STATEMENTS.**

The Board of directors is responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of Morogoro Hotel Limited. They are also responsible for safeguarding the assets of the company and hence take reasonable steps for prevention and detection of frauds and other irregularities. The Company has not implemented IFRS for the year under report.

3. PRINCIPAL ACTIVITIES

The principal activities of the Company are that of providing hotel services. The hotel caters for tourists and local clients. The services take the form of providing accommodation, meals, beverages and other entertainment.

4. RESULTS

The results for the year ended 31 December 2022 and the appropriation thereof are set out on page 5.

5. DIRECTORS

The present membership of the Board is set out on page 1.

6. STAFF WELFARE

Financial assistance to employees

The company gives financial assistance to employees in form of loans and advances depending on the financial ability of the company.

7. ADMINISTRATIVE EFFICIENCY.

All statutory dues and financial obligations were paid regularly and within stipulated period.

Company assets are adequately insured.

8. DIVIDENDS

The directors have not proposed and paid any dividend during the current financial year.

**MOROGORO HOTEL LIMITED
MOROGORO**

REPORT OF THE DIRECTORS (contd.)

9.ACCOUNTANTS

The accountants, M/s Gurudas Anvekar & Co, have expressed their willingness to be re-appointed.

BY ORDER OF THE BOARD



DIRECTOR

24.06.2023

**MOROGORO HOTEL LIMITED
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

PROFIT AND LOSS ACCOUNT

	Notes	2022 TSHS	2021 TSHS
TURNOVER		<u>1,534,916,207</u>	<u>1,091,056,270</u>
Profit (Loss) Before taxation		141,457,230	148,723,502
Taxation		49,550,214	40,230,843
Profit (Loss) after Taxation		<u>91,907,016</u>	<u>108,492,659</u>

**Statements of Accumulated Profits as
31st December 2022**

Balance at 1 January	951,798,189	847,815,632
Prior Year adjustments/Tax paid		(4,510,102)
Balance as restated	<u>951,798,189</u>	<u>843,305,530</u>
Profit (Loss) for the year	91,907,016	108,492,659
Dividend paid	<u>-</u>	<u>-</u>
Balance at 31 December	<u>1,043,705,205</u>	<u>951,798,189</u>

24.06, 2023

**MOROGORO HOTEL LIMITED
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

BALANCE SHEET

	Notes	2022 TSHS	2021 TSHS
CAPITAL EMPLOYED			
FIXED ASSETS	2	<u>1,007,263,519</u>	<u>1,043,090,847</u>
CURRENT ASSETS:			
Stocks	3	17,392,294	18,335,897
Debtors and Prepayments	4	116,157,233	82,583,485
Due from group companies	5	490,642,695	446,038,814
Cash and bank balances	6	586,117,470	623,992,708
Directors current account		-	-
		<u>1,210,309,693</u>	<u>1,170,950,904</u>
CURRENT LIABILITIES:			
Creditors and Accruals	8	197,667,438	302,038,979
Taxation	7	22,449,182	6,453,195
Directors current account		-	-
		<u>220,116,620</u>	<u>308,492,174</u>
NET CURRENT ASSETS		990,193,073	862,458,730
TOTAL		<u><u>1,997,456,592</u></u>	<u><u>1,905,549,577</u></u>
FINANCED BY:			
Share Capital	9	100,000,000	100,000,000
Revaluation Reserve	10	853,751,387	853,751,387
Accumulated Profits/ Losses		1,043,705,205	951,798,190
TOTAL		<u><u>1,997,456,592</u></u>	<u><u>1,905,549,577</u></u>


Director

21.06.2023

**MROGORO HOTEL LIMITED
MROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

CASH FLOW STATEMENT	2022 TSHS	2021 TSHS
Profit / (loss) before taxation	141,457,230	148,723,502
Adjustment for:		
Prior Year Tax		
Prior Year Adjustment	-	
Depreciation	76,214,958	82,067,539
Operating profit / (loss) before	<u>217,672,187</u>	<u>230,791,041</u>
Working capital changes:		
Stocks	943,603	(4,082,474)
Debtors and prepayments	(33,573,748)	(56,859,630)
Directors Current Account	-	-
Due from group companies	(44,603,882)	(27,655,138)
Creditors and accruals	(104,371,541)	92,513,311
Net working capital changes	<u>(181,605,568)</u>	<u>3,916,069</u>
Cash generated from operations	36,066,619	234,707,110
Income Tax paid	<u>(33,554,227)</u>	<u>(16,868,136)</u>
Net Cash flow from operating Activities	<u>2,512,392</u>	<u>217,838,975</u>
Cash flow from Investing Activities		
Purchase of Fixed Assets	(40,387,630)	(113,697,898)
Paid-up Share Capital	-	-
	<u>(40,387,630)</u>	<u>(113,697,898)</u>
Cash flow from Financing Activities		
Dividend paid	-	-
Cash and Cash Equivalents		
- Net Increase / (Decrease)	(37,875,238)	104,141,077
- At the beginning of the year	623,992,708	519,851,631
- At the end of the year	<u>586,117,471</u>	<u>623,992,708</u>

**MOROGORO HOTEL LIMITED
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

1 PRINCIPAL ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements are prepared on historical cost basis.

(b) Revenue recognition

Revenue is recognized on accrual basis.

(c) Depreciation

Depreciation has been calculated to write off the cost or revaluation of fixed assets on a written down value basis over the expected useful lives of the assets concerned. The principal rates used which are consistent with those of the previous years are

Land Development	4.0%
Buildings	4.0%
Swimming Pool	4.0%
Refrigerators and Cold rooms	12.5%
Motor Vehicles	25.0%
Air Conditioners	12.5%
Plant and Machinery	12.5%
Furniture and Fittings	12.5%
Loose Tools	12.5%
Bicycles	12.5%
Operating Equipment	12.5%
Computers	37.5%

(d) Foreign Currencies

Transactions in foreign currencies during the year are translated into Tanzanian shillings at the rate ruling on the transaction date. Assets and liabilities expressed in foreign currencies are translated into Tanzanian shillings at the rate of exchange ruling at the balance sheet date.

(e) Stocks

Stocks have been stated at the lower of cost and net realizable value. In general, cost is determined on a First In First Out basis and excludes transported handling costs. Full provision is made for obsolete, slow moving defective stocks. Net realizable value is the price at which stocks can be realized in the normal course of business after allowing for cost of realization.

(f) Bad and Doubtful Debts

It is the company's policy to write off all known bad debts and a specific provision made for all doubtful debts.

**MOROGORO HOTEL LIMITED
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

NOTES (Continued)

2 FIXED ASSETS

	Land Development	Buildings	Office Equipment	Fridge and Cold Room	Motor Vehicle	Air conditioners	Plant and Machinery	Furniture and Fittings
COST								
As at 1st January	6,898,896	1,536,513,858	83,552,181	36,377,691	371,027,658	97,253,770	129,215,247	191,134,224
Additions during the year	-	26,956,350	13,431,280	0	0	-	0	0
As at 31st December	6,898,896	1,563,470,208	96,983,461	36,377,691	371,027,658	97,253,770	129,215,247	191,134,224
DEPRECIATION								
As at 1st January	1,046,160	888,073,293	54,585,297	30,954,121	250,830,818	80,286,034	103,671,457	154,392,014
Charge for the year	234,109	27,015,877	5,299,770	677,946	17,528,706	2,120,967	3,192,974	4,592,776
As at 31st December	1,280,269	915,089,170	59,885,067	31,632,067	268,359,524	82,407,001	106,864,431	158,984,790
NET BOOK VALUE								
As at 31st December 2022	5,618,627	648,381,038	37,098,394	4,745,624	102,668,134	14,846,769	22,350,816	32,149,434
As at 31st December 2021	5,852,736	648,440,565	28,966,884	5,423,570	120,196,840	16,967,736	25,543,790	36,742,210
Depreciation rate %	4.0	4.0	12.5	12.5	25.0	12.5	12.5	12.5

**MOROGORO HOTEL LIMIT
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST**

NOTES (Continued)

2 FIXED ASSETS

	Loose Tools	Operating Equipment	Bicycles	Fire Extinguisher	Electronics Items	Swimming Pool	Computer Equipments	Total
COST								
As at 1st January	16,403,700	120,144,028	18,695	12,551,435	236,609,804	87,617,661	37,147,268	2,962,466,116
Additions during the year	0	-	-	-	0	(2)	(0)	40,387,630
As at 31st December	<u>16,403,700</u>	<u>120,144,028</u>	<u>18,695</u>	<u>12,551,435</u>	<u>236,609,804</u>	<u>87,617,659</u>	<u>37,147,268</u>	<u>3,002,853,746</u>
DEPRECIATION								
As at 1st January	4,874,069	105,171,781	18,695	9,213,325	167,705,687	34,271,884	34,280,634	1,919,375,269
Charge for the year	1,441,204	1,871,531	-	417,264	8,613,015	2,133,831	1,074,988	76,214,958
As at 31st December	<u>6,315,273</u>	<u>107,043,312</u>	<u>18,695</u>	<u>9,630,589</u>	<u>176,318,702</u>	<u>36,405,715</u>	<u>35,355,622</u>	<u>1,995,590,227</u>
NET BOOK VALUE								
As at 31st December 2022	<u>10,088,427</u>	<u>13,100,716</u>	<u>-</u>	<u>2,920,846</u>	<u>60,291,102</u>	<u>51,211,944</u>	<u>1,791,646</u>	<u>1,007,263,519</u>
As at 31st December 2021	<u>11,529,631</u>	<u>14,972,247</u>	<u>-</u>	<u>3,338,110</u>	<u>68,904,117</u>	<u>53,345,777</u>	<u>2,866,634</u>	<u>1,043,090,847</u>
Depreciation rate %	12.5	12.5	12.5	12.5	12.5	4.0	37.5	

**MOROGORO HOTEL LIMITED
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

NOTES TO THE FINANCIAL STATEMENTS

	2022	2021
	TSHS	TSHS
3 STOCKS		
Food	8,815,980	8,400,000
Drinks	6,014,676	6,897,187
Toilet requisites	938,994	1,055,000
Cigarettes and tobacco	123,650	75,720
Cleaning materials	1,498,994	1,907,990
	<u>17,392,294</u>	<u>18,335,897</u>
4 DEBTORS AND PREPAYMENTS		
Sundry debtors	110,244,739	72,344,463
Staff advances, loans	279,500	3,777,500
Prepaid Land rent	-	-
Advace to suppliers	5,632,994	6,461,522
	<u>116,157,233</u>	<u>82,583,485</u>
5 DUE FROM GROUP COMPANIES		
Rahim Rice and Flour Mill Ltd.	490,642,695	446,038,814
6 CASH AND BANK BALANCES		
Cash in hand	1,539,062	3,051,827
DTB-Forex A/c	2,161,891	(756,734)
NBC Bank	476,269	6,021,880
EQUITY BANK FD	382,449,390	347,710,000
CRDB Bank	55,885,642	147,576,304
CRDB Bank Forex A/c	2,164,307	421,950
DTB Bank Current A/c	9,384,564	2,082,768
DTB Bank Fixed Deposit	132,056,347	117,884,713
	<u>586,117,470</u>	<u>623,992,708</u>

**MOROGORO HOTEL LIMITED
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	2022	2021
	TSHS	TSHS
7 TAXATION		
Balance at 1 January	6,453,195	(21,419,614)
Provision for the year	49,550,214	40,230,843
Prior Year Adjustment	-	4,510,102
Tax Paid	(33,554,227)	(16,868,136)
Balance at 31 December	<u>22,449,182</u>	<u>6,453,195</u>
8 CREDITORS AND ACCRUALS		
Accrued charges and provisions	155,242,787	266,277,509
Sundry creditors	19,934,829	21,378,216
Director's Current Account	-	-
Advance from customers	22,489,823	14,383,254
	<u>197,667,438</u>	<u>302,038,979</u>
9 SHARE CAPITAL		
Authorised		
1,000,000 Ordinary shares of Shs. 100 each	<u>100,000,000</u>	<u>100,000,000</u>
Issued and fully paid up		
928,000 Ordinary shares of Shs. 100/- each	92,800,000	92,800,000
72,000 Preference shares of Shs.100/- each	7,200,000	7,200,000
	<u>100,000,000</u>	<u>100,000,000</u>

**MOROGORO HOTEL LIMITED
MOROGORO**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

NOTES (Continued)

10 REVALUATION RESERVE SHS. 853,751,387/=

All fixed assets of the company, except land, bicycles, linen and loose tools were revalued during the year ended 31 December, 1989 and then revalued on 31 March, 1995. The valuation was done by a firm of professional valuers M/s Tan Valuers and Property.

Buildings were valued on an open market value basis while the other assets were valued on a replacement value basis using depreciation to reflect age and natural wear and tear of the assets.

11 COMPARATIVE FIGURES

Previous years figures have been regrouped wherever necessary in order to make them comparable with current year's figures.

**MOROGORO HOTEL LIMITED
MOROGORO**

**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	Schedule	2022 TSHS	2021 TSHS
INCOME			
Accommodation		527,153,188	323,550,971
Food		662,423,119	528,278,348
Drinks		128,299,317	87,510,223
Discount Allowed		-	(198,002)
Tobacco		1,295,361	991,397
Miscellaneous income	1	<u>215,745,222</u>	150,923,333
		<u>1,534,916,207</u>	<u>1,091,056,270</u>
Less: Cost of Sales	2	<u>482,305,778</u>	<u>230,570,488</u>
GROSS PROFIT		<u><u>1,052,610,430</u></u>	<u><u>860,485,782</u></u>
DEDUCT OPERATING EXPENDITURE			
Establishment expenses	3	153,202,714	129,881,281
Staff Costs	4	246,274,161	189,858,903
Management fees/expenses	5	162,360,000	129,633,194
Repairs and renewals	6	61,248,102	42,636,071
Financing charges	7	8,099,950	4,556,493
Selling expenses	8	61,720,235	27,625,077
Administration and general	9	142,033,080	105,503,722
Depreciation		<u>76,214,958</u>	<u>82,067,539</u>
		<u>911,153,200</u>	<u>711,762,280</u>
NET OPERATING PROFIT BEFORE TAX		<u><u>141,457,230</u></u>	<u><u>148,723,502</u></u>

**MOROGORO HOTEL LIMITED
MOROGORO**

**SCHEDULES TO THE DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	2022	2021
	TSHS	TSHS
1 MISCELLANEOUS INCOME		
Laundry	2,235,777	1,598,175
Sundries	3,016,104	3,346,326
Hall hiring	113,817,826	72,542,060
Balance Written Back	-	-
Interest Income	96,675,515	73,436,772
	<u>215,745,222</u>	<u>150,923,333</u>
2 COST OF SALES		
Food	418,920,766	193,367,899
Drinks	62,250,367	36,493,688
Tobacco	1,134,645	708,901
	<u>482,305,778</u>	<u>230,570,488</u>
3 ESTABLISHMENT EXPENSES		
Toilet requisites	2,860,077	720,660
Cleaning materials	4,942,452	2,185,836
Kitchen, Restaurant and Bar Sundries	11,297,759	7,545,278
Gas and Fuel Expenses	32,957,247	22,340,771
Laundry costs	2,551,639	2,722,556
Electricity Charges	77,381,730	67,798,218
Water Charges	1,317,559	7,625,019
Fumigation Expenses	2,507,000	43,000
Sewerage costs	2,655,000	700,000
Fire extinguishers Services	-	1,990,000
Land rent	12,701,250	12,701,250
Generator Expenses	2,031,000	3,508,693
	<u>153,202,714</u>	<u>129,881,281</u>

**MOROGORO HOTEL LIMITED
MOROGORO**

**SCHEDULES TO THE DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	2022	2021
	TSHS	TSHS
4 STAFF COSTS		
Salaries and wages	86,566,505	60,741,999
NSSF Contribution	11,092,443	7,495,524
Staff Uniforms	261,500	134,000
Staff transport	11,781,000	10,695,416
Staff welfare	17,520,000	7,550,000
Staff overtime	11,042,239	5,040,926
Medical expenses	1,969,000	479,500
Leave travel allowance	717,027	941,000
Casual labourers	63,818,604	60,795,768
Skills Development levy	11,267,935	8,549,303
Recruitment and training	22,818,897	20,831,052
Service charge	3,805,659	2,923,202
Terminal benefits	2,587,823	2,363,061
Staff Allowances & Accomodation	395,334	724,000
Workmen Compensation Fund	630,195	594,152
	<u>246,274,161</u>	<u>189,858,903</u>
5 MANAGEMENT FEES/EXPENSES		
Director fees	144,000,000	120,000,000
Managers Salary	18,360,000	7,678,613
Manager allowance	-	1,954,581
	<u>162,360,000</u>	<u>129,633,194</u>
6 REPAIRS AND RENEWALS		
Buildings	15,977,280	16,031,782
Plant and machinery	3,908,390	301,000
Furniture and fittings	8,118,304	4,352,989
Repairs Vehicle	2,971,056	4,805,504
Operating Equipment	7,854,408	2,745,000
Repairs Telephone	444,000	1,343,500
Electrical items	13,742,811	4,442,220
Linen replacements	3,961,700	5,346,417
Glassware and crockery	3,450,153	474,218
Airconditioners & other repairs	820,000	2,793,441
	<u>61,248,102</u>	<u>42,636,071</u>

**MOROGORO HOTEL LIMITED
MOROGORO**

**SCHEDULES TO THE DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	2022 TSHS	2021 TSHS
7 FINANCIAL CHARGES		
Bank charges	9,631,612	6,859,784
Foreign Exchange Loss	(1,531,662)	(2,303,291)
	<u>8,099,950</u>	<u>4,556,493</u>
8 SELLING EXPENSES		
Decorations	30,000	405,000
Commission to agents	60,739,953	27,170,077
Advertising and sales promotion	950,282	50,000
	<u>61,720,235</u>	<u>27,625,077</u>
9 ADMINISTRATION AND GENERAL		
Computer Software Expenses	3,661,760	3,344,720
Travelling & Transport expenses	28,278,197	15,885,148
Printing and stationery	9,607,755	3,769,576
Telephone expenses, postages & Telegrams	1,104,359	611,296
Newspapers, Periodicals & Donations	530,000	688,000
Insurance	11,979,789	12,409,150
Licenses/Municipal Tax	4,535,405	6,336,619
Motor vehicle running expenses	12,956,921	8,385,782
Audit fees	2,000,000	2,000,000
Garden upkeep expenses	7,740,500	5,947,516
Rental charges - Equipment	260,000	915,000
Security charges	14,400,000	13,431,500
Penalties & Interest	-	4,115,744
Subscription	7,390,326	3,962,440
Legal Fees	5,699,500	520,000
Service Levy	3,273,169	2,445,525
Software & Website charges	11,294,612	10,720,653
Accomodation	12,601,849	7,314,586
Swimming pool expenses	3,798,938	2,700,467
Donation	920,000	-
	<u>142,033,080</u>	<u>105,503,722</u>

MOROGORO HOTEL LIMITED
MOROGORO

TAX COMPUTATION
FOR THE YEAR ENDED 31ST DECEMBER 2022

	2022	2021
	TSHS	TSHS
Profit as per Profit & Loss account	141,457,230	148,723,502
Adjustments:		
Depreciation	76,214,958	82,067,539
Disallowed expenses	-	4,115,744
Wear and Tear Allowance	(51,584,809)	(58,784,475)
Donation	(920,000)	-
Adjusted Profit for the year	165,167,378	176,122,310
Adjusted Loss brought forward-2021	-	(42,019,501)
	-	-
Adjusted Profit(Loss) carried forward 2022	<u>165,167,378</u>	<u>134,102,809</u>
Corporate Tax @ 30%	49,550,214	40,230,843
Tax on Interest @ 10%	-	-
Total Provision for Tax	49,550,214	40,230,843
Tax Account		
Balance Brought forward	6,453,194	(21,419,615)
Tax for the year	49,550,214	40,230,843
Prior Year Tax	-	4,510,102
	<u>56,003,408</u>	<u>23,321,330</u>
Tax paid during the year		
Prior year Tax assessment paid		-
Provisional Tax	(17,250,000)	(9,000,000)
Withholding Tax Deducted by Customer	(11,830,432)	(3,358,034)
Prior year Tax assessment paid	(4,473,795)	(4,510,102)
Prior Tax	-	-
Balance carried forward	<u><u>22,449,181</u></u>	<u><u>6,453,194</u></u>

**MOROGORO HOTEL LIMITED
MOROGORO**

**WEAR & TEAR SCHEDULE
FOR THE YEAR ENDED 31ST DECEMBER 2022**

	Buildings	CLASS I	CLASS II	CLASS III	TOTAL
WDV 1st January	248,940,918	4,420,714	76,749,315	122,127,513	452,238,460
Additions during the year	26,956,348	(0)	0	13,431,281	40,387,629
As at 31st December	<u>275,897,266</u>	<u>4,420,714</u>	<u>76,749,315</u>	<u>135,558,794</u>	<u>492,626,089</u>

WEAR & TEAR ALLOWANCE

50% on additions	-	-	-	-	-
Wear & Tear at Annual Rate	13,794,863	1,657,768	19,187,329	16,944,849	51,584,809
Total Claim for the year	<u>13,794,863</u>	<u>1,657,768</u>	<u>19,187,329</u>	<u>16,944,849</u>	<u>51,584,809</u>
WDV 31st December	<u>262,102,403</u>	<u>2,762,946</u>	<u>57,561,986</u>	<u>118,613,945</u>	<u>441,041,280</u>

Wear and Tear Annual % 5.0 37.5 25.0 12.5