

**E. AWADH AND CO. LIMITED**  
**P.O. Box 5055,**  
**Dar es Salaam,**  
**Annual Report 2023**

**E. AWADH AND CO. LIMITED**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

---

**TABLE OF CONTENTS**

<b>Sr. No.</b>	<b>Particulars</b>	<b>Page No.</b>
1	Corporate Information	1
2	Director's Report & Director's Responsibility Statement	2 to 5
3	Declaration of Head of Accounting and Finance	6
4	Independent Auditor's Report	7 & 8
5	Statement of Profit or Loss and Other Comprehensive Income	9
6	Statement of Financial Position	10
7	Statement of Changes in Equity	11
8	Statement of Cash Flows	12
9	Significant Accounting Policies	13 & 14
10	Notes to the Financial Statements	15 to 20

**CORPORATE INFORMATION**

**Board of Directors**

<u>Name</u>	<u>Nationality</u>
Mr. Faisal Edha Awadh	Tanzanian
Mr. Abdallah Faisal Awadh	Tanzanian
Mr. Ebrahim Edha Awadh	Tanzanian

**Registered Office of the Company**

Chuma road  
Chang'ombe  
P.O. Box 5055,  
Temeke, Dar Es Salaam  
Tanzania

**Auditors**

Baker Tilly DGP & Co.  
Certified Public Accountants  
P. O. Box 1314  
Dar Es Salaam  
Tanzania

**Company Secretary**

Faisal Edha Awadh  
P. O. Box 5055  
Dar Es Salaam  
Tanzania

**Bankers**

CRDB Bank  
KCB Bank  
NMB Bank  
Stanbic Bank

**E. AWADH AND CO. LIMITED, P.O. BOX 5055 - DAR ES SALAAM  
ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

---

**DIRECTORS' REPORT**

The Directors have pleasure in presenting their report along with the Audited Financial Statements for the financial year ended on 31<sup>st</sup> December 2023, which disclose the State of Affairs of your Company.

**1. PRINCIPAL ACTIVITIES**

The principal activity of the Company is of transport business.

**2. COMPOSITION OF THE BOARD OF DIRECTORS**

The Directors of Company at the date of this report and who served the Company during the financial year 2023, except otherwise stated are: -

<b>Name</b>	<b>Position</b>	<b>Nationality</b>
Mr. Faisal Edha Awadh	Director	Tanzanian
Mr. Abdallah Faisal Awadh	Director	Tanzanian
Mr. Ebrahim Faisal Awadh	Director	Tanzanian

The Directors' have an interest in the Company to the extent given under the heading 'Capital Structure'.

**3. CAPITAL STRUCTURE & SHAREHOLDING OF THE COMPANY**

As at 31<sup>st</sup> December 2023, the paid-up capital of the Company consists of 1,450,000 ordinary shares of Tzs. 1,000/- each and were held by the following shareholders: -

<b>Name of Shareholder</b>	<b>No. of Shares</b>
Mr. Faisal Edha Awadh	1,350,000
Mr. Abdallah Faisal Awadh	50,000
Mr. Ebrahim Faisal Awadh	50,000
	<b>1,450,000</b>

**4. CORPORATE GOVERNANCE**

The Board of Directors consists of three Directors. The Board takes overall responsibility for the Company, including responsibility of identifying key risk areas, considering and monitoring investment decisions, considering significant financial matters, and reviewing the performance of management, business plans and budgets. The Board is also responsible for ensuring that a comprehensive system of internal control policies and procedures is operative, and for compliance with sound corporate governance principles.

The Board is meeting at regular intervals. The Board delegates the day-to-day management of the business to senior management and their team. Senior management is invited to attend the board and management meetings and facilitates the effective control of all the Company's operational activities, as a medium of communication and coordination between all the various business units.

The Company is committed to the principles of effective corporate governance.

The Directors also recognize the importance of integrity, transparency and accountability.

**E. AWADH AND CO. LIMITED, P.O. BOX 5055 - DAR ES SALAAM  
ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

---

**5. RISK MANAGEMENT AND INTERNAL CONTROL**

The Board accepts final responsibility for the risk management and internal control systems of the Company. It is the task of management to ensure that adequate internal financial and operations control systems are developed and maintained on an ongoing basis in order to provide reasonable assurance regarding: -

- The efficiency and effectiveness of operations;
- The safeguarding of Company's assets;
- Compliance with applicable Laws and Regulations;
- The reliability of accounting records;
- Business sustainability under normal as well as adverse conditions; and
- Responsible behavior towards all stakeholders.

The efficiency of any internal control system is dependent on the strict observance of prescribed measures. There is always a risk of non compliance with such measures by staff. Whilst no system of internal control can provide absolute assurance against misstatement or losses, the Company's internal control system is designed to provide the Board with reasonable assurance that the procedures in place are operating efficiently.

The Board assessed the internal control systems throughout the financial year ended 31<sup>st</sup> December 2023 and is of the opinion that they met accepted criteria.

The Board carries out risk and internal control assessment through Board Meetings and Management meetings, on regular basis.

**6. OPERATING RESULTS**

The financial results for the period ending 31<sup>st</sup> December 2023 are set out in the financial statements enclosed at Page 9 to 12.

**7. RELATED PARTY DISCLOSURE**

All Related Party Transactions are at 'Arm's Length' price and are disclosed in financials.

**8. DIVIDENDS**

The Directors do not propose any dividends for the year.

**9. DIRECTORS RESPONSIBILITIES**

As Directors, it is our responsibility to prepare the financial statements for each financial year that gives a true and fair view of the state of affairs of the Company at the end of the financial year. We are also responsible for the keeping proper accounting records in line with the provisions of the Companies Act for taking reasonable steps to safeguard the assets of the Company, to prevent, detect fraud and other irregularities.

We confirm that suitable accounting policies have been adopted and applied consistently and reasonable and prudent judgments and estimates have been made in the preparation of the financial statements for the year ended on 31<sup>st</sup> December 2023. We also confirm that the applicable accounting standards have been followed and the financial statements have been prepared on a going concern basis.

**10. AUDITORS**

M/s. Baker Tilly DGP & Co. has expressed their willingness to continue in office and is eligible for re-appointment.

**E. AWADH AND CO. LIMITED, P.O. BOX 5055 - DAR ES SALAAM  
ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

---

**11. ACKNOWLEDGEMENTS**

Your directors wish to place on records, their sincere thanks and deep sense of appreciation for the overwhelming co-operation and assistance received from the Government of Tanzania, the Tanzania Revenue Authority, Tanzania Port Authority, various other Government and Semi Government organizations, the bankers of the Company and last but not the least the employees of the Company. The management looks forward to the continued support from all for the future.

**BY ORDER OF THE BOARD**



Director  
Place : Dar es Salaam  
Date :

**E. AWADH AND CO. LIMITED, P.O. BOX 5055 - DAR ES SALAAM  
ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

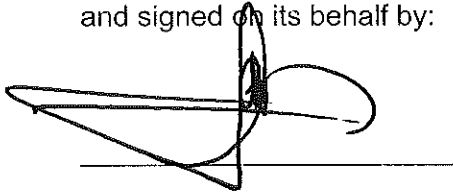
---

**DIRECTORS' RESPONSIBILITIES STATEMENT**

The Companies Act 2002, requires the Directors to prepare financial statements 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 the responsibility for the financial statements which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, consistent with previous years, and in conformity with the 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 financial affairs of the Company as at 31<sup>st</sup> December, 2023 and of its operating results for the year then ended. The Directors further confirm the accuracy and completeness of the accounting records maintained by the Company which has been relied upon in the preparation of the financial statements, as well as on the adequacy of the systems of internal financial controls.

Approved by the Board of Directors on \_\_\_\_\_ 2024  
and signed on its behalf by:



Director  
Place : Dar es Salaam  
Date :

**E. AWADH AND CO. LIMITED, P.O. BOX 5055 - DAR ES SALAAM  
ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

---

**DECLARATION OF THE HEAD OF ACCOUNTING AND FINANCE**

The National Board of Accountants and Auditors (NBAA) according to power conferred under the Auditors and Accountants (Registration) Act 33 of 1972, as amended by Act No. 2 of 1995, require financial statements to be accompanied with a declaration issued by the Head of Finance / Accounting responsible for the preparation of financial statements of the entity concerned.

It is the duty of a Professional Accountant to assist the Board of Directors / Governing Body / Management to discharge the responsibility of preparing financial statements of an entity showing true and fair view of the entity position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the Board of Directors / Governing Body as under Directors Responsibility statement on an earlier page.

I, CPA AIGEN MWIHAVA, hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31<sup>st</sup> December, 2023 have been prepared in compliance with the applicable accounting standard and statutory requirements. I thus confirm that the financial statements give a true and fair view position of the E. Awadh and Co. Limited as on that date and that they have been prepared based on properly maintained financial records.

Signed: 

NBAA Membership No.: ACPA 3603

Date:

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF E. AWADH AND CO. LIMITED

#### Opinion

We have audited the financial statements of E. Awadh and Co. Limited, which comprise the Statement of Financial Position as at 31<sup>st</sup> December 2023, and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31<sup>st</sup> December 2023 and of its financial performance and its cash flows for the year then ended in accordance with the Companies Act, 2002.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Company in accordance with The National Board of Accountants and Auditors (Code of Ethics) By - Laws, 2013, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Emphasis of matter

We draw attention to the fact the management confirms continued existence and usage of the assets and financial performance and its cash flows for the year then ended is not in accordance with International Financial Reporting Standards (IFRSs) and the Companies Act, 2002 to that extent.

#### Other information

The directors are responsible for the other information. The other information comprises the Director's Report as required by the Companies Act, 2002, which we obtained prior to the date of this report. Other information does not include the Financial Statements and our auditor's report thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of the directors for the financial statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and the requirements of the Companies Act, 2002 and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

#### Auditor's responsibilities for the audit of financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosure made by the directors.

Conclude on the appropriateness of the director's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **Report on other legal and regulatory requirements**

As required by the Companies Act, 2002), we report to you, based on our audit, that:

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) in our opinion proper books of account have been kept by the Company, so far as appears from our examination of those books;
- iii) the director's report is consistent with the financial statements;
- iv) information specified by the law regarding director's remuneration and transactions with the Company is disclosed; and
- v) the Company's Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income are in agreement with the books of accounts.

**For Baker Tilly DGP & Co.**  
Certified Public Accountants,

.....  
**Kailas K. Bhattbhatt**  
**Partner**

Place : Dar es Salaam  
Date :

**E. AWADH AND CO. LIMITED**  
**P.O. Box 5055, Temeke, Dar Es Salaam**

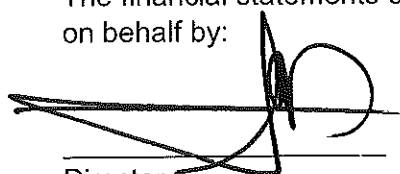
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31ST DECEMBER 2023**

	NOTE	2023 TZS	2022 TZS
Revenue		84,901,601,708	79,878,615,239
Opening stock		345,255,885	193,072,997
Add: Direct costs	2	71,261,068,707	66,532,222,721
Less: Closing stock		(122,549,494)	(345,255,885)
		<u>71,483,775,098</u>	<u>66,380,039,833</u>
Gross profit		13,417,826,610	13,498,575,406
Other income	3	111,920,304	39,754,859
		<u>13,529,746,914</u>	<u>13,538,330,265</u>
<u>Less: Expenses</u>			
Administrative expenses	4	(10,772,872,459)	(10,804,257,127)
Selling and distribution expenses	5	(254,704,805)	(240,435,846)
Financial expenses	6	(449,171,095)	(446,611,630)
		<u>(11,476,748,359)</u>	<u>(11,491,304,603)</u>
Profit / (loss) before tax		2,052,998,555	2,047,025,662
Less: Tax expense / credit	7	(57,992,077)	-
<b>Profit / (loss) after tax</b>		<b><u>1,995,006,478</u></b>	<b><u>2,047,025,662</u></b>

The significant accounting policies on pages 13 & 14 and the notes on pages 15 to 20 form an integral part of these financial statements.

Report of the Independent Auditor's on page 7 & 8.

The financial statements on Pages 9 to 20 were approved by the Board of Directors and signed on behalf by:



Director

Dated:

**E. AWADH AND CO. LIMITED**  
**P.O. Box 5055, Temeke, Dar Es Salaam**

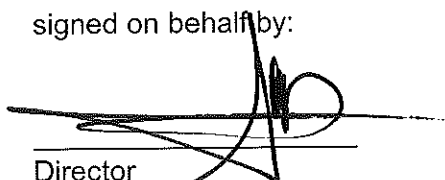
**STATEMENT OF FINANCIAL POSITION AS ON 31ST DECEMBER 2023**

PARTICULARS	NOTE	31st December 2023 TZS	31st December 2022 TZS
<b>Non current assets</b>			
Property, plant and equipment	16	<u>43,035,144,975</u> 43,035,144,975	<u>39,627,520,127</u> 39,627,520,127
<b>Current assets</b>			
Inventories	8	122,549,494	345,255,885
Trade and other receivables	9	4,918,464,012	4,583,238,366
Cash and cash equivalents	10	813,633,318	482,286,873
Current tax	15	<u>121,960,011</u>	<u>262,712,032</u>
		5,976,606,835	5,673,493,156
<b>Total assets</b>		<b><u>49,011,751,810</u></b>	<b><u>45,301,013,283</u></b>
<b>Equity</b>			
Share capital	11	1,450,000,000	1,450,000,000
Retained earnings		<u>7,256,964,501</u> 8,706,964,501	<u>6,364,292,919</u> 7,814,292,919
<b>Non current liabilities</b>			
Borrowings	12	<u>10,750,502,143</u> 10,750,502,143	<u>9,892,727,041</u> 9,892,727,041
<b>Current liabilities</b>			
Trade and other payables	13	27,809,422,674	25,859,556,319
Provisions	14	<u>55,400,519</u> 29,554,285,166	<u>54,240,174</u> 27,593,993,323
<b>Total equity and liabilities</b>		<b><u>49,011,751,810</u></b>	<b><u>45,301,013,283</u></b>

The significant accounting policies on pages 13 & 14 and the notes on pages 15 to 20 form an integral part of these financial statements.

Report of the Independent Auditor's on page 7 & 8.

The financial statements on Pages 9 to 20 were approved by the Board of Directors and signed on behalf by:

  
 Director  
 Dated:

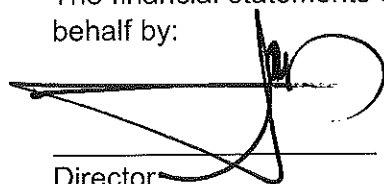
**STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2023**

Particulars	Share capital	Retained earnings	Total
	TZS	TZS	TZS
<b>Year ended 31st December 2022</b>			
As at start of the year	1,450,000,000	4,331,261,133	5,781,261,133
Prior year adjustments	-	(13,993,876)	(13,993,876)
	<u>1,450,000,000</u>	<u>4,317,267,257</u>	<u>5,767,267,257</u>
Net profit / (loss)	-	2,047,025,662	2,047,025,662
<b>At the end of the year</b>	<b><u>1,450,000,000</u></b>	<b><u>6,364,292,919</u></b>	<b><u>7,814,292,919</u></b>
<b>Year ended 31st December 2023</b>			
As at start of the year	1,450,000,000	6,364,292,919	7,814,292,919
Prior year adjustments	-	(1,102,334,896)	(1,102,334,896)
	<u>1,450,000,000</u>	<u>5,261,958,023</u>	<u>6,711,958,023</u>
Net profit / (loss)	-	1,995,006,478	1,995,006,478
<b>At the end of the year</b>	<b><u>1,450,000,000</u></b>	<b><u>7,256,964,501</u></b>	<b><u>8,706,964,501</u></b>

The significant accounting policies on pages 13 & 14 and the notes on pages 15 to 20 form an integral part of these financial statements.

Report of the Independent Auditor's on page 7 & 8.

The financial statements on Pages 9 to 20 were approved by the Board of Directors and signed on behalf by:



Director  
Dated:

**E. AWADH AND CO. LIMITED**  
**P.O. Box 5055, Temeke, Dar Es Salaam**

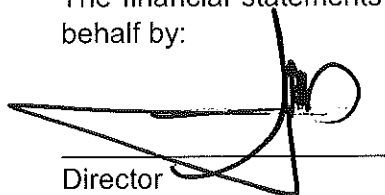
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST DECEMBER 2023**

PARTICULARS	2023 TZS	2022 TZS
<b><u>Cash flows from operating activities</u></b>		
Profit / (loss) before tax	2,052,998,555	2,047,025,662
<u>Adjustment for:</u>		
Depreciation and amortisation	4,761,995,921	3,829,650,501
Prior year adjustments	(1,102,334,896)	(13,993,876)
	5,712,659,580	5,862,682,287
<u>Movements in working capital:</u>		
(Increase) / decrease in inventories	222,706,391	(152,182,888)
(Increase) / decrease in trade and other receivables	(335,225,648)	1,517,867,051
Increase / (decrease) in trade and other payables	1,951,026,700	9,224,624,301
Cash generated from operations	7,551,167,023	16,452,990,751
Less: Taxes paid	82,759,946	(154,993,074)
<b>Net cash generated by operating activities (A)</b>	<b>7,633,926,969</b>	<b>16,297,997,677</b>
<b><u>Cash flow from investing activities</u></b>		
Purchase of property, plant and equipment	(8,169,620,769)	(21,154,646,201)
<b>Net cash from / (used in) investing activities (B)</b>	<b>(8,169,620,769)</b>	<b>(21,154,646,201)</b>
<b><u>Cash flow from financing activities</u></b>		
Proceed from borrowings	867,040,245	4,847,540,039
<b>Net cash from / (used in) financing activities (C)</b>	<b>867,040,245</b>	<b>4,847,540,039</b>
<b>Net increase / (decrease) in cash equivalents (A+B+C)</b>	331,346,445	(9,108,485)
Cash and cash equivalents at the beginning of the year	482,286,873	491,395,358
<b>Cash and cash equivalents at the end of the year</b>	<b>813,633,318</b>	<b>482,286,873</b>

The significant accounting policies on pages 13 & 14 and the notes on pages 15 to 20 form an integral part of these financial statements.

Report of the Independent Auditor's on page 7 & 8.

The financial statements on Pages 9 to 20 were approved by the Board of Directors and signed on behalf by:



Director  
Dated:

**E. AWADH & CO. LIMITED, P.O. BOX 5055, DAR ES SALAAM  
ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

**NOTES TO FINANCIAL STATEMENTS**

---

**1 PRINCIPAL ACCOUNTING POLICIES**

**1.1 Basis of Accounting**

The Financial Statements have been prepared under historical cost convention. A summary of more important policies is set out below.

**1.2 Adoption of International Financial Reporting Standards (IFRS)**

The Company has not adopted the International Reporting Standards for the presentation and preparation of the financial statements. In the circumstances, these financial statements have been prepared under the generally accepted accounting principles.

**1.3 Turnover**

Income represents the amount invoiced net of Vat amount.

**1.4 Fixed Assets**

Fixed Assets are stated in the Balance Sheet at cost less depreciation. Continuing existence and verification of fixed assets is certified by the management.

**1.5 Depreciation**

Depreciation is provided so as to write off the fixed assets on reducing installment basis. The principal annual rates used for this purpose are:-

Furniture and fixtures	12.5% p.a.
Motor vehicles Class I	37.5% p.a.
Motor vehicles Class II	12.5% p.a.
Tools and equipment	12.5% p.a.
Buildings	5% p.a.

**1.6 Going Concern**

Accounts have been prepared on going concern basis on the basis of confirmation by the Directors for their continued support.

**E. AWADH & CO. LIMITED, P.O. BOX 5055, DAR ES SALAAM  
ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

**NOTES TO FINANCIAL STATEMENTS**

---

1.7 Foreign currency transaction

Foreign exchange gain and loss transactions accounted at the rate prevailing on the date of transaction. Year end balances have been restated by the exchange rate prevailing on the balance sheet date.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>TZS</b>	<b>TZS</b>
<b>2 Direct costs</b>		
Fuel expenses - direct	23,193,895,005	22,805,999,226
Clearing and forwarding charges	5,283,676,987	3,579,725,038
Trucks border road toll fees	11,910,268,199	19,216,090,808
Purchase of oil & lubricants	276,739,548	266,132,065
Repairs and maintenance - direct	3,895,979,210	5,421,244,917
Transport charges - subcontractors	25,874,972,118	13,913,955,357
Other direct costs	825,537,640	1,329,075,310
<b>Total</b>	<b><u>71,261,068,707</u></b>	<b><u>66,532,222,721</u></b>
<b>3 Other income</b>		
Interest received	111,920,304	39,754,859
<b>Total</b>	<b><u>111,920,304</u></b>	<b><u>39,754,859</u></b>
<b>4 Administrative expenses</b>		
Advertising fees	820,000	4,070,000
Audit fees	12,067,325	11,838,750
Salaries & wages	1,718,418,173	1,499,934,263
Depreciation	4,761,995,921	3,829,650,501
Director's remuneration and fees	78,000,000	78,000,000
Donation	-	16,815,000
Electricity and water expenses	139,577,715	136,098,229
Fines and penalties	-	300,000
General insurance expenses	606,735,575	459,982,085
Dues, rates, fees and license charges	284,492,270	468,165,850
Employer cont. to NHIF	18,631,500	18,378,033
Employer cont. to NSSF	160,591,831	142,924,698
Rent office	91,579,722	198,400,838
Parking charges	27,537,500	48,244,200
Repairs and maintenance	782,147,352	951,973,647
SDL cost	67,320,656	63,109,371
Printing and stationary expenses	111,993,049	128,510,242
Stamp duty	84,000	201,032,174
Loading offloading charges	495,673,423	154,233,929
Drivers' reimbursement allowances	715,646,615	1,901,314,089
Travelling office expenses	567,379,417	189,922,360
Workers compensation fund	8,976,462	7,329,462
Security charges	21,720,000	27,486,272
Miscellaneous expenses	101,483,953	266,543,134
<b>Total</b>	<b><u>10,772,872,459</u></b>	<b><u>10,804,257,127</u></b>
<b>5 Selling and distribution expenses</b>		
City service levy charges	254,704,805	239,635,846
Promotion expenses	-	800,000
<b>Total</b>	<b><u>254,704,805</u></b>	<b><u>240,435,846</u></b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>TZS</b>	<b>TZS</b>
<b>6 Financial expenses</b>		
Bank charges	82,913,964	231,998,692
Interest on loan from banks	940,657,008	750,614,022
Foreign exchange loss / (gain) - realised	(4,103,482)	163,727,977
Foreign exchange loss / (gain) - unrealised	(570,296,395)	(699,729,061)
<b>Total</b>	<b>449,171,095</b>	<b>446,611,630</b>
<b>7 Tax expenses</b>		
Current tax	-	-
	<b>-</b>	<b>-</b>
<b>8 Inventories</b>		
Closing stock	122,549,494	345,255,885
	<b>122,549,494</b>	<b>345,255,885</b>
<b>9 Trade and other receivables</b>		
Advance to employees	8,275,000	14,695,000
Advance to suppliers	2,619,121,903	1,672,304,366
Security deposit	17,771,030	17,471,030
Telephone deposit	2,500,000	2,500,000
Prepaid expenses	-	287,985,500
Prepaid insurance	214,861,285	-
Trade debtors	681,131,368	132,274,585
VAT receivable	1,374,803,426	2,431,468,260
Prepaid duties and taxes	-	24,539,625
	<b>4,918,464,012</b>	<b>4,583,238,366</b>
<b>10 Cash and cash equivalents</b>		
Cash in hand	213,398,737	360,463,612
Cash at banks	600,234,581	121,823,261
	<b>813,633,318</b>	<b>482,286,873</b>
<b>11 Share capital</b>		
Issued and paid up share capital	1,450,000,000	1,450,000,000
	<b>1,450,000,000</b>	<b>1,450,000,000</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

	2023	2022
	TZS	TZS
<b>12 Borrowings</b>		
<b>Non current</b>		
Long term loan from banks	10,750,502,143	9,892,727,041
	<u>10,750,502,143</u>	<u>9,892,727,041</u>
<b>Current</b>		
Short term loan from banks	1,689,461,973	1,680,196,830
	<u>1,689,461,973</u>	<u>1,680,196,830</u>
	<u><b>12,439,964,116</b></u>	<u><b>11,572,923,871</b></u>

**Security Details:**

List of securities held by KCB bank for the term facility of TZS 1.5 Billion:

1. Legal Mortgage (as amended from time to time) over landed property located on Plot No. 53, Kimweri Road, Kingsway Estate, Kinondoni Municipality comprised under Certificate of Title Number 186031/30, in the name of FAISAL EDHA AWADH stamped and registered to secure Unspecified Amount in respect of the obligations LOGISTICS PARK TANZANIA LIMITED and FAIZAL EDHA AWADH.
2. Legal Mortgage (as amended from time to time) over landed property located on Plot No. 91 & 92, Vingunguti Industrial Area, Dar Es Salaam City, comprised under Certificate of Title Number 29166, in the name of E.AWADH & CO. LIMITED stamped and registered to secure TZS 4,096,783,731.25 and USD 4,380,966.25 in respect of the obligations LOGISTICS PARK TANZANIA LIMITED, E.AWADH & CO. LIMITED and FAIZAL EDHA AWADH.
3. Legal Mortgage (as amended from time to time) over landed property located on Plot No. 203, Pugu Road Industrial Area, Dar Es Salaam City, comprised under Certificate of Title Number 33358, in the name of LOGOSTICS PARK TANZANIA LIMITED stamped and registered to secure TZS 4,096,783,731.25 and USD 4,380,966.25 in respect of the obligations LOGISTICS PARK TANZANIA LIMITED, E.AWADH & CO. LIMITED and FAIZAL EDHA AWADH.
4. All assets debenture over company's fixed and floating assets both present and future stamped and registered to secure USD 3,027,777.5.
5. Specified debenture over motor vehicles acquired under ABF Facility stamped and registered to secure USD 3,027,777.5.
6. Corporate Guarantee issued by LOGISTICS PARK TANZANIA LIMITED stamped and registered to secure unspecified amount.
7. Personal Guarantee and Indemnity issued by FAISAL EDHA AWADH stamped and registered to secure unspecified amount.
8. 65 jointly registered motor vehicle registration cards.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>TZS</b>	<b>TZS</b>
<b>13 Trade and other payables</b>		
Trade creditors	23,297,545,496	19,970,877,568
Salary payable	104,154,084	40,541,968
Advance from customers	3,922,303,413	5,847,632,589
Withholding tax payable	340,800	504,194
Assessment tax payable	485,078,881	-
	<b><u>27,809,422,674</u></b>	<b><u>25,859,556,319</u></b>
<b>14 Provisions</b>		
NSSF payable	26,564,100	24,931,100
PAYE payable	9,025,514	7,941,136
SDL payable	5,203,380	5,610,994
Workmen compensation payable	743,340	701,374
Audit fees payable	12,067,325	11,752,650
CHAWAMATA payable	1,796,860	3,302,920
	<b><u>55,400,519</u></b>	<b><u>54,240,174</u></b>
<b>15 Current tax</b>		
Balance b/f	(262,712,032)	(107,718,960)
Provision for tax current year tax	57,992,077	-
Assessment tax payable	262,712,034	-
Advance tax paid	(112,500,000)	(82,953,291)
Withholding tax receivable	(67,452,088)	(72,039,783)
	<b><u>(121,960,011)</u></b>	<b><u>(262,712,032)</u></b>

**E. AWADH AND CO. LIMITED**  
**P.O. Box 5055, Temeke, Dar Es Salaam**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

16 Property, plant & equipment	Particulars	Building		Tools and equipments		Furniture and fixtures		Motor vehicles		Motor vehicles		Total	
		TZS	TZS	TZS	TZS	TZS	TZS	Class I	Class II	TZS	TZS	TZS	TZS
<b>Cost</b>													
	Balances at 1st January 2022	1,241,290,369	178,997,452	112,066,349	746,854,129	32,766,152,785	35,045,361,084						
	Additions	9,842,447,500	1,432,607,261	31,554,344	744,798,009	9,103,239,087	21,154,646,201						
	Balances at 31st December 2022	11,083,737,869	1,611,604,713	143,620,693	1,491,652,138	41,869,391,872	56,200,007,285						
	Balances at 1st January 2023	11,083,737,869	1,611,604,713	143,620,693	1,491,652,138	41,869,391,872	56,200,007,285						
	Additions	150,000,000	298,889,050	53,417,722	251,073,596	7,416,240,401	8,169,620,769						
	Balances at 31st December 2023	11,233,737,869	1,910,493,763	197,038,415	1,742,725,734	49,285,632,273	64,369,628,054						
<b>Accumulated depreciation</b>													
	Balances at 1st January 2022	48,739,634	45,706,199	31,284,875	366,810,165	12,250,295,784	12,742,836,657						
	Depreciation for the year	305,688,724	167,983,251	12,543,601	213,529,626	3,129,905,299	3,829,650,501						
	Balances at 31st December 2022	354,428,358	213,689,450	43,828,476	580,339,791	15,380,201,083	16,572,487,158						
	Balances at 1st January 2023	354,428,358	213,689,450	43,828,476	580,339,791	15,380,201,083	16,572,487,158						
	Depreciation for the year	540,840,476	193,346,582	16,390,988	395,412,062	3,616,005,813	4,761,995,921						
	Balances at 31st December 2023	895,268,834	407,036,032	60,219,464	975,751,853	18,996,206,896	21,334,483,079						
<b>Carrying value</b>													
	Balances at 31st December 2023	10,338,469,035	1,503,457,731	136,818,951	766,973,881	30,289,425,377	43,035,144,975						
	Balances at 31st December 2022	10,729,309,511	1,397,915,263	99,792,217	911,312,347	26,489,190,789	39,627,520,127						

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023**

**17 Related party disclosure**

The Company has following related parties by virtue of common shareholding / directorship with it has transactions / balances during the year:

- 1) Mr. Faisal Edha Awadh - Director
- 2) Mr. Abdallah Faisal Awadh - Director
- 3) Mr. Ebrahim Edha Awadh - Director
- 4) Logistics Park Tanzania Limited
- 5) Overland Carriers and Forwarders (T) Limited

<b><u>Transactions:</u></b>	<b>2023</b>	<b>2022</b>
	<b>TZS</b>	<b>TZS</b>
<b>1) Key management compensation</b>		
Director's remuneration and fees	78,000,000	78,000,000
<b>2) Interest income</b>		
Logistics Park Tanzania Limited	111,920,304	39,754,859
<b>3) Rent expense</b>		
Logistics Park Tanzania Limited	-	111,055,080
<b>3) Clear &amp; Handling charges</b>		
Overland Carriers and Forwarders (T) Limited	512,502,832	668,449,583
	<b>31st December</b>	<b>31st December</b>
<b><u>Outstanding balances:</u></b>	<b>2023</b>	<b>2022</b>
	<b>TZS</b>	<b>TZS</b>
<b>1) Loans given</b>		
Logistics Park Tanzania Limited	1,699,589,762	565,844,157

**18 Contingent liabilities and commitments**

The management does not anticipate any contingent liabilities as at 31st December 2023.

- 19** Previous year's figure have been regrouped / rearranged wherever necessary to make them comparable with those of current year.

**E. AWADH AND CO. LIMITED**  
**P.O. Box 5055, Temeke, Dar Es Salaam**

**COMPUTATION OF TAXABLE INCOME**

	2023 TZS
Profit / (loss) as per statement of profit or loss	2,052,998,555
Add:	
Depreciation	4,761,995,921
Unrealised forex gain - previous year	699,729,061
	<u>7,514,723,537</u>
Less:	
Wear and tear allowance	6,751,120,218
Unrealised forex gain - current year	570,296,395
<b>Taxable income / (loss)</b>	<u><b>193,306,924</b></u>
Less: Brought forward of loss	-
<b>Taxable income / (loss) for the year</b>	<u><b>193,306,924</b></u>
Tax for current year @ 30%	<u><b>57,992,077</b></u>

**Wear and tear schedule**

Particulars	Class			Total
	I	II	III	
Opening balance at 1st January 2023	116,846,630	15,887,545,800	1,451,826,748	27,896,206,951
<b>Add: Additions</b>	251,073,596	7,416,240,401	352,306,772	8,169,620,769
	<u>367,920,226</u>	<u>23,303,786,201</u>	<u>1,804,133,520</u>	<u>36,065,827,720</u>
<b>Less: Wear and tear</b>	137,970,085	5,825,946,550	225,516,690	6,751,120,218
Closing balance 31st December 2023	229,950,141	17,477,839,651	1,578,616,830	29,314,707,501