

WORLD OIL LIMITED

DAR ES SALAAM

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2023

ADOLPH ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS AND AUDITORS

WORLD OIL LIMITED

DAR ES SALAAM

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2023

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WORLD OIL LIMITED

DAR ES SALAAM

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2023

CORPORATE INFORMATION

Directors

Gervas Bidyanguze
Levina Bidyanguze
Hekima Bidyanguze
Economy Bidyanguze

Registered Office

Plot No.37 & 38
Vijibweni Industrial Area
Kigamboni Municipal
Dar Es Salaam

Accountants

Adolph Associates
5th Floor, Posta House Building
Ghana/Ohio Street
P.O.Box 19080
Dar Es Salaam

Principal Bankers

BOA Bank (T) Limited
NDC Branch
Dar Es Salaam

CRDB Plc
Pugu Road & Vijana Branch

WORLD OIL LIMITED
DAR ES SALAAM
REPORT OF THE DIRECTORS

1 INTRODUCTION

The Directors have pleasure to present this Report and the Audited financial statements for the year ended 31st December 2023, which disclose the state of affairs of the company.

2 STATEMENT OF DIRECTORS RESPONSIBILITIES IN RESPECT OF FINANCIAL STATEMENTS

The Companies act 2002, requires the directors to prepare financial statements for each financial year that gives a true and fair view of the state of affairs of the company as at the end of financial yeay and of its profit or loss for that period, it also requires the directors to ensure that the company maintains proper accounting records, that disclose with reasonable accuracy at any time the financial position of the company. Directors are Also responsible for safeguarding the assets of the company and hence take reasonable steps for prevention and detection of frauds and other irregularities.

3 PRINCIPAL ACTIVITIES

The Principal activity of the company is that of sale of hospitality / (Fuel Storage) and Transportation.

4 RESULTS

The results for the period and the appropriation thereof are set out on page 5

5 STAFF WELFARE

(a) Medical

The business provides for incidental medical treatment expenses arising in the course of their duties

(b) Financial assistance to employees

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

6 EFFORTS TO SECURE NATIONAL BENEFITS AND GOALS

The business supports the national economy by striving to purchase goods at the most competitive rates in the international and local markets in order to meet local demand.

7 ADMINISTRATIVE EFFICIENCY

All statutory dues and financial obligations were paid regularly and within stipulated time and business assets are adequately insured.

8 AUDITORS

The Auditors, Adolph Associates, have expressed their willingness to be re-appointed for next year.

BY ORDER OF THE BOARD

DIRECTOR

Date.....

30/12/24



Adolph Associates

Certified Public Accountants

5th Floor Posta House
Ghana / Ohio Street
P.O.Box 19080
Dar es Salaam, Tanzania

Tel: +255 22 2134909,
Fax: +255 22 2137390,
Email: info@adolphassociates.co.tz

INDEPENDENT AUDITORS' REPORT

To shareholders of

WORLD OIL LIMITED

We have audited the accompanying financial statements of **WORLD OIL LIMITED** for as set out on page 5 to 8, which comprise the statement of financial position as at 31st December 2023 and the statement of income, statement of changes in equity and the statement of cash flow for the year then ended, and a summary of significant accounting policies and other explanatory notes. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of audit.

Unqualified Opinion

In our opinion, proper books of accounts have been kept and the financial statements which agree therewith give a true and fair view of the financial position of **WORLD OIL LIMITED** as at 31st December 2023 and of its financial performance and its cash flow for the year then ended in accordance with International Financial Reporting Standards.

Director's responsibility for the financial statements

Directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our Audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

Declaration of the head of finance

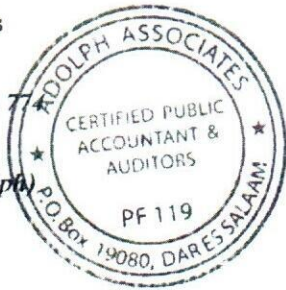
The National Board of Accountants and Auditors (NBAA) according to the power conferred under the Auditors and Accountants (Registration) Act. No. 33 of 1972, as amended by Act No.2 of 1995, requires financial statements to be accompanied with a declaration issued by the Head of Finance/Accounting responsible for the preparation of financial statements of the entity concerned. A declaring person shall be a Certified Public Accountant. However, there is no Declaration of the Head of Finance in this report as WORLD OIL LIMITED does not have a Certified Public Accountant at the date of this report.

Emphasis of matter-Internal Control System

Without qualifying our audit opinion above, we draw attention to the company's system of internal control and financial sustainability which is dependent upon close involvement of the directors. Where independent confirmation of the completeness of accounting records was therefore not available, we have accepted assurances from the directors that all the company's transactions have been reflected in the accounting records and adequately supported by relevant third-party documents. Also, where independent confirmation of the future financial sustainability of the company is uncertain, we have accepted assurances from the directors that the company will be able to secure financial resources to enable it to continue trading as a going concern in the foreseeable future.

Adolph Associates

(Signed by: FCPA 77
CPA Chartés Adolph)



Certified Public Accountants

WORLD OIL LIMITEDSTATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 31 DECEMBER 2023

| | | <u>2023</u> | <u>2022</u> |
|---|-------|-----------------------|-----------------------|
| | Notes | | |
| <u>INCOME</u> | | | |
| Transport Income | | 46,423,216,116 | 45,712,972,179 |
| Hospitality Income & Reimbursable | 9 | 17,841,742,522 | 12,626,171,703 |
| | | <u>64,264,958,638</u> | <u>58,339,143,881</u> |
| <u>COST OF SALE</u> | | | |
| Direct Costs | 10 | 47,215,960,192 | 41,045,822,057 |
| Gross Profit | | <u>17,048,998,445</u> | <u>17,293,321,824</u> |
| Other income | | 1,693,153,553 | 1,524,936,557 |
| | | <u>18,742,151,998</u> | <u>18,818,258,381</u> |
| Gain on disposal | | <u>812,260,736</u> | <u>33,898,305</u> |
| <u>LESS: EXPENDITURE</u> | | | |
| Personnel Expenses | 11 | 5,391,177,444 | 3,810,164,731 |
| Depreciation & Amortization | 12 | 7,480,337,536 | 8,821,199,852 |
| Administration | 13 | 3,144,706,637 | 2,555,913,511 |
| Financial | 14 | 1,827,229,936 | 2,018,363,656 |
| | | <u>17,843,451,553</u> | <u>17,205,641,750</u> |
| Net profit/(Loss) Before tax | | <u>1,710,961,181</u> | <u>1,646,514,936</u> |
| Income Tax Expense | 17 | 753,701,143 | 951,182,152 |
| Net profit/(Loss) after tax | | 957,260,039 | 695,332,784 |
| Add: Retained profit (loss) B/fwd | | 25,017,650,618 | 25,522,317,834 |
| Dividend | | - | (1,200,000,000) |
| Retained Profit/(Loss) C/fwd to next year | | <u>25,974,910,657</u> | <u>25,017,650,618</u> |

WORLD OIL LIMITED

STATEMENT OF FINANCIAL POSITION

31 DECEMBER 2023

| <u>ASSETS</u> | <u>NOTES</u> | <u>2023</u> | <u>2022</u> |
|---|--------------|-----------------------|-----------------------|
| <u>Non current assets</u> | | | |
| Property, Plant and Equipments | 15 | 65,826,476,272 | 59,745,667,964 |
| Intangible Asset | | 128,242,473 | |
| Investment Maji project | | 801,919,488 | |
| | | <u>66,756,638,233</u> | <u>59,745,667,964</u> |
| | | | |
| <u>Current assets</u> | | | |
| Bank & Cash | 4 | 6,025,908,350 | 5,703,003,358 |
| Debtors | 5 | 11,184,597,337 | 9,487,171,569 |
| | | <u>17,210,505,687</u> | <u>15,190,174,926</u> |
| | | | |
| <u>Total assets</u> | | <u>83,967,143,919</u> | <u>74,935,842,891</u> |
| | | | |
| <u>EQUITY AND LIABILITIES</u> | | | |
| <u>Capital and Reserves</u> | | | |
| | | | |
| <u>Authorized Share Capital: 5,000 shares @ TZS 100,000</u> | | <u>500,000,000</u> | <u>500,000,000</u> |
| | | | |
| Issued Shars: 125 shares @ TZS 100,000 | | 12,500,000 | 12,500,000 |
| | | | |
| Issued and Fully paid shares: 73 shares @ TZS 100,000 | | 7,300,000 | 7,300,000 |
| Revaluation Reserve | | 23,629,388,480 | 23,629,388,480 |
| Reserve & Surplus (Profit and Loss Account) | | 25,974,910,657 | 25,017,650,618 |
| | | <u>49,611,599,137</u> | <u>48,654,339,098</u> |
| | | | |
| <u>Non Current Liabilities</u> | | | |
| Term Loans | 7 | 27,396,754,313 | 17,253,279,347 |
| | | <u>27,396,754,313</u> | <u>17,253,279,347</u> |
| | | | |
| <u>Current liabilities</u> | | | |
| Creditors | 6 | 6,823,995,539 | 7,259,182,976 |
| Taxation | 8 | 134,794,932 | 1,769,041,470 |
| | | <u>6,958,790,470</u> | <u>9,028,224,446</u> |
| | | | |
| <u>Total Equity and liabilities</u> | | <u>83,967,143,920</u> | <u>74,935,842,891</u> |

Above statement of Financial Position includes all our Assets and Liabilities of Business. No expenses of personal or Capital nature have been charged against revenue account. The stock is valued at cost or net realizable value, whichever is lesser. To the best of my knowledge and belief, the above statement of financial position gives a true and fair view of the state of affairs of the business.

DIRECTOR

DATED: 30/07/2024

STATEMENT OF CASH FLOW

31 DECEMBER 2023

| | 2023 | 2022 |
|--|---------------------------|------------------------|
| <u>CASH FLOW FROM OPERATING ACTIVITIES</u> | | |
| Net Profit before tax | 1,710,961,181 | 1,646,514,936 |
| Adjustment for: Depreciation | 7,480,337,536 | 8,821,199,852 |
| Gain on Disposal | (812,260,736) | (33,898,305) |
| Operating profit before Working Capital Changes | <u>8,379,037,981</u> | <u>10,433,816,483</u> |
| Working Capital changes: | | |
| (Increase)/Decrease in debtors | (1,697,425,768) | (169,395,047) |
| Increase/(Decrease) in creditors | (435,187,437) | 275,138,127 |
| | <u>(2,132,613,206)</u> | <u>105,743,080</u> |
| Cash generated from operations | 6,246,424,776 | 10,539,559,563 |
| Less: Tax paid during the year-Provisional & WHT | (916,035,421) | (829,180,895) |
| Other Tax payments | (1,471,912,954) | (1,030,931,477) |
| Additional assessment | - | - |
| NET CASH FLOW FROM OPERATING ACTIVITIES | <u>A 3,858,476,401</u> | <u>8,679,447,191</u> |
| <u>CASH FLOW FROM INVESTING ACTIVITIES</u> | | |
| Purchase of Fixed Assets | (14,069,287,989) | (5,376,915,385) |
| Investment - Maji project | (801,919,488) | - |
| Proceed from Disposal of fixed Asset | 1,192,161,014 | 33,898,000 |
| NET CASHFLOW FROM INVESTING ACTIVITIES | <u>B (13,679,046,463)</u> | <u>(5,343,017,385)</u> |
| <u>CASH FLOW FROM FINANCING ACTIVITIES</u> | | |
| Increase/ (Decrease) in Term Loan | 10,143,474,966 | (5,307,469,453) |
| NET CASH FLOW FROM FINANCING | <u>C 10,143,474,966</u> | <u>(5,307,469,453)</u> |
| NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENT A+ | <u>322,904,904</u> | <u>(1,971,039,647)</u> |
| Cash & Cash equivalent as at the beginning of the year | 5,703,003,357 | 7,674,043,004 |
| Cash & Cash equivalent as at the end of the year | <u>6,025,908,261</u> | <u>5,703,003,357</u> |

STATEMENT OF CHANGES IN OWNERS EQUITY

31 DECEMBER 2023

| | Share capital | Retained earnings | Total Equity |
|----------------------------------|------------------|-----------------------|-----------------------|
| | Tshs '000' | Tshs '000' | Tshs '000' |
| Share capital At 01 January 2023 | 7,300,000 | - | 7,300,000 |
| Retained earning b/forward | - | 25,017,650,618 | 25,017,650,618 |
| Profit/(Loss) for the year 2023 | - | 957,260,039 | 957,260,039 |
| Retained earning at the end 2023 | <u>7,300,000</u> | <u>25,974,910,657</u> | <u>25,982,210,657</u> |
| Share Capital at 01 January 2022 | 7,300,000 | - | 7,300,000 |
| Retained earning b/forward | - | 25,522,317,834 | 25,522,317,834 |
| Proposed dividend | - | (1,200,000,000) | - |
| Profit for the year 2022 | - | 695,332,784 | 695,332,784 |
| Retained earning at the end 2022 | <u>7,300,000</u> | <u>25,017,650,618</u> | <u>25,024,950,618</u> |

NOTES TO THE FINANCIAL STATEMENTS

1 SIGNIFICANCE OF ACCOUNTING POLICIES

General Information

World Oil Limited is a limited liability company incorporated in Tanzania. The Principle activities is that of sale hospitality / (Fuel Storage) and Transportation. The address of its registered office and principle place of business is Plot No.37 & 38,Vijibweni Industrial Area, Temeke Municipal, Dar Es Salaam.

2 Basis of preparation and accounting policies

These financial statements have been prepared in accordance with the International financial Reporting Standards for Small and Medium -sized entities Issued by the International Accounting standards board, They are prepared in Currency units of Tanzanian Shillings

a Accounting Convention

As in the previous years the financial statement have been prepared under the historical cost convention. A summary of more important accounting policies is set out below.

b Property, Plant and Equipment

Items of Property, Plant & Equipment are measured at cost less depreciation, continuing existence and usage of fixed assets is certified by the Management.

c Depreciation

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives on reducing installment basis, The following annual rates are used for this purpose

| | |
|-------------------------|------------|
| Motor Vehicle | 25.00% p.a |
| Furniture & Fittings | 12.50% p.a |
| Computers & Accessories | 37.50% p.a |
| Land & Building | 5.00% p.a |
| Plant & Machinery | 25.00% p.a |

If there is an indication that there has been a significant change in depreciation rate, useful life, or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

d Inventories.

Inventories are stated at the lower of cost and selling price less costs to complete and sell. Cost is Calculated using first in, first out (FIFO Method)

e Trade and other receivables

Most sales are made on the basis of normal credit terms, and the receivables do not bear interest

f Trade payables

Trade payables are obligations on the basis of normal credit terms and do not bear interest. Trade Payables denominated in a foreign currency are translated into Tanzania Shillings at Reporting date Foreign Exchange gains or lossess are included in other income .

g Bank loans and overdrafts

Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

NOTES TO THE FINANCIAL STATEMENTS...Cont

3 REGROUPINGS

Previous years figures have been re-grouped/re-arranged whenever necessary so as to make them comparable with current year figures.

| | 2023 | 2022 |
|--------------------------------------|-----------------------|-----------------------|
| 4 CASH AND BANK BALANCE | | |
| Cash in hand and bank balance | 6,025,908,350 | 5,703,003,358 |
| | <u>6,025,908,350</u> | <u>5,703,003,358</u> |
| 5 DEBTORS & PREPAYMENT | | |
| Debtors | 5,671,989,809 | 5,393,190,663 |
| Vat refundable | 5,069,466,575 | 3,319,428,938 |
| Insurance Prepaid | 394,158,954 | 711,407,717 |
| Staff Loan | 34,406,000 | 24,091,540 |
| Over paid PAYE | 14,576,000 | 14,576,000 |
| | <u>11,184,597,337</u> | <u>9,487,171,569</u> |
| 6 CREDITORS & ACCRUALS | | |
| Trade Creditors | 4,665,978,064 | 2,499,399,176 |
| Audit fee payable | 30,000,000 | 30,000,000 |
| Advance payments | 846,801,547 | - |
| City Service Levy payable | 50,357,281 | 56,202,160 |
| Vat, Corporate Tax, SDL, PAYE | 183,857,850 | 103,876,021 |
| Invoice Discounting | 1,047,000,797 | 3,369,705,619 |
| Dividend Payable | - | 1,200,000,000 |
| | <u>6,823,995,539</u> | <u>7,259,182,976</u> |
| 7 TERM LOANS | | |
| Bank OD - Converted | 6,635,152,700 | 4,696,857,264 |
| Post Import Loan | 4,660,005,671 | - |
| Equity LC | 4,605,580,210 | - |
| Asset Finance-Scania, Grw | 11,496,015,732 | 12,556,422,082 |
| | <u>27,396,754,313</u> | <u>17,253,279,347</u> |
| 8 TAXATION | | |
| Corporation Tax - Provision | 753,701,143 | 951,182,152 |
| Tax credit b/f | 1,769,042,164 | 2,677,971,689 |
| Prior year taxespayments | (1,471,912,954) | (1,030,931,477) |
| W/Tax paid | (15,920,509) | (19,180,895) |
| Provisional tax paid during the year | (900,114,912) | (810,000,000) |
| Tax Provision for the year | <u>134,794,932</u> | <u>1,769,041,470</u> |

WORLD OIL LIMITED

31 DECEMBER 2023

OPERATING EXPENSES

| | 2023 | 2022 |
|--|-----------------------|-----------------------|
| 9 <u>Hospitality Income & Re imbusable Income</u> | | |
| MT Meru & Others | 12,081,930,855 | 9,778,866,806 |
| TBS, GFI & KOJ | 4,078,336,029 | 2,820,818,262 |
| Weight & Measures | 22,040,093 | 26,486,635 |
| Transit fuel Handling | 1,659,435,545 | |
| | <u>17,841,742,522</u> | <u>12,626,171,703</u> |
| 10 <u>Direct Costs & Re imbusable costs</u> | | |
| Purchases of fuel-Own trucks | 17,181,297,150 | 16,592,095,341 |
| Motor Vehicle Hiring Expenses | 3,736,180,729 | 3,814,186,233 |
| Insurance - Commercial Vehicle | 841,874,360 | 1,086,143,148 |
| Insurance - Goods In Transit | 86,761,548 | 29,124,930 |
| Licences | 192,401,875 | 194,125,702 |
| Travelling & Accomodation expenses | 2,277,108,260 | 2,597,203,830 |
| Motor Vehicle Repairs,Tyres,Tubes & Spare Parts | 3,721,705,344 | 3,922,080,166 |
| Trucks Lubricants | 153,307,944 | 130,221,175 |
| Parking Expenses | 676,465,197 | 734,126,179 |
| Workshop and Consumables | 24,337,439 | 86,234,852 |
| Truck Transit and Security | 1,259,248,920 | 842,740,583 |
| M/vehicle Inspection & Stickers charges | 24,166,760 | 27,502,000 |
| Sumatra charges,Road permits,Tolls,Carbon,DRC,Comesa,Burundi cha | 9,797,517,004 | 7,069,662,293 |
| Ferry fees | 139,060,200 | 163,213,660 |
| Weight & Measures | 34,352,708 | 20,347,500 |
| TBS/KOJ &GFI Oil Marking fees | 4,295,633,496 | 2,851,434,106 |
| Hospitality expenses | 1,412,500,605 | 481,906,710 |
| Structures maintenance & Depot Consumables | 457,406,842 | 403,473,649 |
| Transit fuel handling costs | 860,705,107 | |
| Demurrages | 43,928,704 | |
| | <u>47,215,960,192</u> | <u>41,045,822,057</u> |
| 11 <u>Personnel Expenses</u> | | |
| Salaries & Wages | 4,369,816,127 | 3,071,557,564 |
| PPF / NSSF Contribution | 423,323,234 | 295,822,017 |
| Skills & Development Levy | 164,858,374 | 122,181,354 |
| Casual Labour | 131,925,000 | 120,292,000 |
| Canteen expenses | 103,748,800 | 72,948,800 |
| Terminal benefits | 84,444,763 | 34,715,073 |
| Medical expenses | 7,559,420 | 557,460 |
| Health Insurance & Workers compensation | 100,549,726 | 87,170,015 |
| Training & Interview expenses | 3,470,000 | 2,955,000 |
| Staff Motivation | | 700,000 |
| Overtime payment | 1,482,000 | 1,265,448 |
| | <u>5,391,177,444</u> | <u>3,810,164,731</u> |

31 DECEMBER 2023

OPERATING EXPENSES

| | | | |
|----|---|----------------------|----------------------|
| 12 | Depreciation & Amortization | | |
| | Depreciation | 7,480,337,536 | 8,821,199,842 |
| | | <u>7,480,337,536</u> | <u>8,821,199,842</u> |
| 13 | Administration | | |
| | Telephone, Fax, Internet & Postage | 119,460,622 | 132,854,650 |
| | Advertisement costs | 708,000 | 13,648,960 |
| | Allowances | 123,770,000 | - |
| | Electricity & Water | 224,783,451 | 131,823,099 |
| | Printing & Stationery | 187,149,218 | 160,528,711 |
| | NEWC & OSHA Fees | 114,115,000 | 27,030,000 |
| | Fine & Penalties | 13,237,784 | 73,398,352 |
| | Truck Calibration & Meter Verification | 208,678,796 | 249,655,043 |
| | City Service Charges | 152,900,227 | 168,964,417 |
| | Professional & Consultancy fees | 176,541,142 | 55,530,700 |
| | Audit & Tax consultation fees | 40,000,000 | 30,000,000 |
| | Building permit & Plot expenses | 78,909,462 | - |
| | Office equipment-Repair & Maintenance | 72,729,852 | 44,140,119 |
| | Office Motor vehicle repair & maintenance | 98,852,954 | 69,643,717 |
| | Cleaning expenses | 27,306,130 | 73,343,688 |
| | Land rent | 52,994,724 | 54,997,051 |
| | Fire licences, & extinguisher services | 45,206,839 | 45,501,925 |
| | Legal fees | 9,037,000 | 15,680,237 |
| | Building & Industrial Risk Insurance | 107,155,743 | 113,690,804 |
| | Non commercial vehicle Insurance | 95,001,745 | 91,973,856 |
| | Insurance for Bond | 74,122,194 | 60,304,166 |
| | Staff Uniforms | 44,517,919 | 77,169,398 |
| | Travelling expenses | 576,281,701 | 413,029,224 |
| | Funeral expenses | 5,500,000 | 4,800,000 |
| | Subscription expenses | 33,563,358 | 32,391,627 |
| | Work Permit & Visas | 9,025,555 | 24,858,198 |
| | Valuation expenses | 35,042,800 | 13,321,000 |
| | Brella, EWURA & Business Licence | 3,678,000 | 3,169,276 |
| | Property tax | - | 9,659,000 |
| | Office expenses | 114,036,661 | 64,674,644 |
| | Survey fees | 15,023,593 | 21,416,000 |
| | House rent | 18,909,613 | - |
| | Repair & Maintenance | 64,352,522 | 260,355,650 |
| | CSR | 16,850,000 | 10,800,000 |
| | Commission & Allowances | 74,081,000 | - |
| | Business Promotion | 109,111,198 | - |
| | Environment Audit & Plot fees | - | 7,560,000 |
| | Realized Exchange Loss | 2,071,835 | - |
| | | <u>3,144,706,637</u> | <u>2,555,913,511</u> |
| 14 | Financial | | |
| | Bank Charges & Commissions | 108,535,375 | 112,485,338 |
| | Loan Interests | 1,718,694,561 | 1,905,878,317 |
| | | <u>1,827,229,936</u> | <u>2,018,363,656</u> |

WORLD OIL LIMITED

DAR ES SALAAM

FINANCIAL STATEMENTS

FOR THE YEAR ENDING DECEMBER 2023

NOTES (Continued)

15 FIXED ASSETS:

| | Land | Computers & Accessories | Motor Vehicles, Trucks & Trailers | Plant, Machinery & Structures | Furniture, Fittings & equipment | WIP | Total |
|------------------------|----------------|-------------------------|-----------------------------------|-------------------------------|---------------------------------|-----------------|-----------------|
| COST | | | | | | | |
| At 1st January 2023 | 16,568,586,720 | 299,757,000 | 79,685,457,430 | 41,302,687,952 | 4,419,518,000 | 3,981,654,471 | 146,257,656,574 |
| Additions | 4,972,019,661 | 55,260,000 | 425,968,516 | 3,151,999,342 | 229,140,412 | 8,258,656,928 | 17,093,044,858 |
| Disposals/Transfer | | | (2,134,528,862) | | | (3,151,999,342) | (5,286,528,204) |
| As at 31 December 2023 | 21,540,606,381 | 355,017,000 | 77,976,892,084 | 44,454,687,294 | 4,648,658,412 | 9,088,312,058 | 158,064,173,228 |
| DEPRECIATION | | | | | | | |
| At 1st January 2023 | | 236,863,875 | 62,803,022,000 | 19,973,127,141 | 3,498,974,988 | | 86,511,988,004 |
| Charge for the period | | 44,307,422 | 4,232,124,667 | 3,060,195,019 | 143,710,428 | | 7,480,337,536 |
| Eliminated in disposal | | | 1,754,628,583 | | | | 1,754,628,583 |
| As at 31 December 2023 | | 281,171,297 | 65,280,518,083 | 23,033,322,160 | 3,642,685,416 | | 92,237,696,956 |
| NET BOOK VALUE | | | | | | | |
| As at 31 December 2023 | 21,540,606,381 | 73,845,703 | 12,696,374,000 | 21,421,365,134 | 1,005,972,995 | 9,088,312,058 | 65,826,476,272 |
| As at 31 December 2022 | 16,568,586,720 | 62,893,125 | 16,882,430,430 | 21,329,560,811 | 920,543,012 | 3,981,654,471 | 59,745,668,569 |

WORLD OIL LIMITED

31 DECEMBER 2023

16 WEAR & TEAR SCHEDULE

| | Land | Computers & Accessories | Motor Vehicles, Trucks & Trailers | Plant, Machinery & Structures | Furniture, Fittings & equipment | WIP | TOTAL |
|----------------------------------|----------------|-------------------------|-----------------------------------|-------------------------------|---------------------------------|-----------------|-----------------|
| COST | | | | | | | |
| At 1st Jan 2023 | 16,568,386,720 | 299,757,000 | 79,685,452,430 | 41,302,687,952 | 4,419,518,000 | 3,981,654,471 | 146,257,656,574 |
| Additions | 4,972,019,661 | 55,260,000 | 425,968,516 | 3,151,999,342 | - | 8,258,656,928 | 16,863,904,447 |
| Disposals | | | (2,134,328,862) | | | (3,151,999,342) | (5,286,528,204) |
| As at 31st December 2023 | 21,540,606,381 | 355,017,000 | 77,976,892,084 | 44,454,687,294 | 4,419,518,000 | 9,088,312,058 | 157,835,032,817 |
| Wear & Tear Allowance | | | | | | | |
| Claimed upto 1st January | | 236,863,875 | 62,803,022,000 | 10,265,336,848 | 2,696,454,750 | - | 76,001,677,472 |
| Annual rate for the year | | 44,307,422 | 4,232,124,667 | 2,222,734,364 | 215,382,906 | - | 6,714,549,359 |
| Disposals | | | 1,754,628,583 | | | | 1,754,628,583 |
| Total W & T for the year | | 281,171,297 | 65,280,518,083 | 12,488,071,212 | 2,911,837,656 | | 84,470,855,415 |
| Net Book Value 2023 | 21,540,606,381 | 73,845,703 | 12,696,374,000 | 31,966,616,083 | 1,507,680,344 | 9,088,312,058 | 73,364,177,402 |

WORLD OIL LIMITED

31 DECEMBER 2023

| | <u>2023</u> <u>Tshs.</u> | <u>2022</u> <u>Tshs.</u> |
|--|-----------------------------|-----------------------------|
| 17 COMPUTATION FOR PROVISION OF TAX | | |
| Profit / (Loss) as per accounts | 1,710,961,181 | 1,646,514,936 |
| <u>Add:</u> | | |
| Funeral expenses | 5,500,000 | 4,800,000 |
| Donation | 16,850,000 | 10,800,000 |
| Prior Year Taxes | - | - |
| Fines & Penalty | 13,237,784 | 73,398,352 |
| Depreciation | 7,480,337,536 | 8,821,199,842 |
| | <u>9,226,886,501</u> | <u>10,556,713,130</u> |
| <u>Less:</u> | | |
| Wear & Tear Allowance | 16 6,714,549,359 | 7,386,105,917 |
| Adjusted profit / (Loss) before tax | <u>2,512,337,142</u> | <u>3,170,607,213</u> |
| Adjusted Profit before Tax | 2,512,337,142 | 3,170,607,213 |
| Corporation Tax - Provision | 17 753,701,143 | 951,182,164 |
| Adjusted profit/(Loss) after tax | <u>1,758,636,000</u> | <u>2,219,425,049</u> |
| TAX LIABILITY | | |
| Corporation Tax - Provision | 17 753,701,143 | 951,182,164 |
| <u>Less:</u> | | |
| Tax credit b/f | 1,769,042,164 | 2,677,972,000 |
| Prior year taxpayments | (1,471,912,954) | (1,030,931,000) |
| Additional Assessments 2020 & 2019 | - | - |
| Withholding Tax | (15,920,509) | (19,181,000) |
| Provisional tax paid during the year | (900,114,912) | (810,000,000) |
| Tax Provision for the year | <u>134,794,932</u> | <u>1,769,042,164</u> |
| 18 WEAR & TEAR SCHEDULE | | |
| W. D. V. as at 01.01.2023 | 181,447,261,021 | 176,260,410,935 |
| Addition during the year | 16,863,904,447 | 5,186,850,086 |
| Disposal | - | - |
| Total | <u>198,311,165,468</u> | <u>181,447,261,021</u> |
| <u>Less Wear & Tear:</u> | | |
| On opening | 89,469,175,021 | 82,083,069,104 |
| Eliminate on disposal | - | - |
| Charged for the year | 6,714,549,359 | 7,386,105,917 |
| On addition @ 50% | - | - |
| Total | <u>96,183,724,380</u> | <u>89,469,175,021</u> |
| W.D.V. as at 31.12.2023 | <u>102,127,441,088</u> | <u>91,978,086,000</u> |