

M/S BEIJING NEW BUILDING MATERIALS (T) LIMITED

ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE, 2020

**AUDITORS
DIAMOND FINANCIAL SERVICES
CERTIFIED PUBLIC ACCOUNTANTS
P.O.Box 12842
DAR ES SALAM**

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

FOR THE YEAR ENDED 30th June, 2020

Country of Incorporation	United Republic of Tanzania
Nature of Business	Import & Sale of building materials
Physical Address of Business and Registered Office	Mandela Road, Plot No 1010/3/1-3 Buguruni Sukita Ilala District Dar es Salaam United Republic of Tanzania
Postal Address	P. O. Box 75753 Dar es Salaam United Republic of Tanzania
Ultimate Holding Company	Beijing New Building Material (Group) Co., Ltd
Bankers	United Bank of Africa Standard Chartered Bank CRDB Bank Plc National Microfinance Bank Barclays Bank Tanzania Ltd
Lawyer	AYMAK Attorneys P. O. Box 79575 Dar es Salaam Chole Road, House No 51 Masaki Dar es Salaam
Auditors	DIAMOND FINANCIAL SERVICES Certified Public Accountants P.O. Box 12482, Dar es Salaam, Tanzania. Tel: +255-022-2124339
Tax Consultant	SAO Associates P. O. Box 77747 Mwalimu House Flour No 7 Ilala Boma Dar es Salaam

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30th June, 2020**

The Directors are pleased to submit their report to the shareholders together with the Audited Financial Statements for the year ended 30th June, 2020, which disclose the state of affairs of the Company as at that date.

1. INCORPORATION

The Company was Registered in Tanzania and Incorporated Under Companies Ordinance (Cap. 212) No. 68094 on 23rd October, 2008.

2. PRINCIPAL ACTIVITIES

The Company is engaged in Import & Whole sale of building materials.

3. FINANCIAL PERFORMANCE

The operating results for the period are set out on page 8 of these Financial Statements.

4. DIVIDENDS

The Directors do not recommend the payment of any dividend.

5. SOLVENCY

The Company's state of affairs as at 30th June, 2020 is set out on page 7 of these Financial Statements. The Directors consider the Company to be solvent within the meaning ascribed by the Tanzania Companies Act made there under no matters have come to the attention of the directors to indicate that the Company will not remain a going concern for the next 12 months from the date of this report.

The Directors are of the opinion that the Company will be a going concern in years ahead. Accordingly, the Financial Statements have been prepared on a going concern basis.

6. CORPORATE GOVERNANCE

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

7. ADMINISTRATIVE MATTERS

The Company is capable of handling all administrative matters.

8. RELATED PARTY TRANSACTION

The details of related party transactions and balances are provided in note 7 of the notes to the Financial Statements.

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

REPORT OF THE DIRECTORS FOR
THE YEAR ENDED 30th June, 2020

(CONTINUED)

9. **DIRECTORS**

The Directors who held office during the period and to the date of this report are: -

<u>Name of Director</u>	<u>Category</u>	<u>Nationality</u>	<u>Date of App</u>
XIAO YUENAN	Director	Chinese	23 rd May 2017
LI YUAN	Director	Chinese	23 rd Oct 2008
YU XIANFENG	Director	Chinese	23 rd Oct 2008

10. **AUDITORS**

The auditors, Diamond Financial Services have expressed their willingness to continue in office and are eligible for re-appointment. A resolution proposing their re-appointment as auditors for the year ending 30 June 2020 will be put at the Annual General Meeting.

BY ORDER OF THE BOARD

.....
DATE



BEIJING NEW BUILDING MATERIALS (T) CO., LTD

**STATEMENT OF DIRECTORS' RESPONSIBILITY
FOR THE YEAR ENDED 30th June, 2020**

The Tanzanian Companies Act, 2002 requires the directors to prepare Financial Statements for each financial year which gives 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 of the company for that year. It also requires the directors to ensure the company keeps proper accounting records which disclose with reasonable accuracy at any time the Financial Position of the Company. They are also responsible for safeguarding the assets of the Company.

The directors are responsible for the preparation and fair presentation of these Financial Statements in accordance with International Financial Reporting Standards and the provisions of the Tanzania Companies Act 2002. This responsibility includes: designing, implementing and maintaining internal controls 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.

The directors accept responsibility for the Annual Financial Statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and in the manner required by the Companies Act, 2002. The directors are of the opinion that the Financial Statements give a true and fair view of the state of the financial affairs of the company and of its operating results. The directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of Financial Statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the directors to indicate that the company will not remain a going concern for at least the next twelve months from the date of this statement. In addition, the directors confirm that the shareholders' commitment to continue providing the financial support that may be required to enable the company continue operating and meet its obligations as they fall due. On this basis, the directors consider it appropriate to prepare the Financial Statements on the going concern basis.

Approval of the Financial Statements

The Financial Statements of the Company, as indicated above, were approved by the Directors and are signed on its behalf by:

.....
Date

.....
Director



BEIJING NEW BUILDING MATERIALS (T) CO., LTD

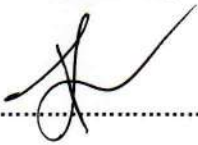
DECLARATION OF THE ACCOUNTANT OF BEIJING NEW BUILDING MATERIALS (T) CO., LTD

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.

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 Directors as under Directors' Responsibility Statement on an earlier page.

I, **Tonny.S. Laurent** Being the Accountant of BEIJING NEW BUILDING MATERIALS (T) CO., LTD hereby acknowledge my responsibility of ensuring that Financial Statements for the year ended on 30th June,2020 have been prepared in compliance with applicable accounting standards and statutory requirements.

I thus confirm that the financial statements give a true and fair view position of BEIJING NEW BUILDING MATERIALS (T) CO., LTD on that date and that they have been prepared based on properly maintained financial records.

Signed by:.....

Position: Accountant

NBAA Membership No. GA 2884

Date:.....



REPORT OF THE INDEPENDENT AUDITORS ON THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of **BEIJING NEW BUILDING MATERIALS (T) CO.,LTD**, which comprise the statement of financial position as at 30th June 2020, and the statement of comprehensive income, statement of charges in equity and statement of cash flows for the period from 1st July 2019 to 30th June 2020, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 30st June 2020, and its financial performance and its cash flow for the period from 1st July 2019 to 31st June 2020 in accordance with International Financial Reporting Standards for small Medium – Sized Entities (IFRSs for SME's) and the Tanzanian 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 ethical requirements that are relevant to our audit of the financial statements in Tanzania 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 basis for our opinion.

Responsibilities of Directors and Those charged with Governance for the Financial Statements

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRSs) and the Company's Act Cap 212, and for such internal control as 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, 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 Directors either intend to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

Key Audit Matters

We have determined that there are no key audit matters to communicate in our audit reporting.

Auditor's responsibility for the Audit of the 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF BEIJING NEW BUILDING MATERIALS (T) CO..LTD

That an audit conducted in accordance with ISAs will always detect material misstatements when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of the auditor's responsibilities for the audit of the financials is given in the Appendix to independent Auditor's report. This description forms part of our auditor's report.

Report on Other Legal and Regulatory Requirements

This report, including the opinion, has been prepared for, and only for, the company's members as a body in accordance with Tanzanian Companies Act and for no other purpose.

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

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit.
2. In our opinion proper books of account have been kept by the company, so far as appears from our examination of those books; and
3. The company's statement of financial position and statement of comprehensive income are in agreement with the books of account.

NAME.....

CPA Octavian Stephen

Signature.....

Engagement partner

Diamond Financial Services

Dar Es Salaam



Date.....1/6/...../2020

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2020

	NOTES	2020 TZS	2019 TZS
ASSETS			
NON CURRENT ASSETS			
Property, Plant and Equipment	2	28,648,294,817	28,034,186,932
Non Current Assets		28,648,294,817	28,034,186,932
CURRENT ASSETS			
Inventories		17,191,190,301	11,913,567,946
Trade Receivables	3	22,107,890,440	10,890,770,921
Taxation	4	5,424,620,174	4,109,277,625
Cash and Cash Equivalent	5	3,131,369,882	701,600,340
Current Assets		47,855,070,796	27,615,216,832
TOTAL ASSETS		76,503,365,613	55,649,403,764
EQUITY AND LIABILITIES			
EQUITY			
Authorised and Paidup capital	6	25,879,807,184	16,152,000,000
Reserve Fund		74,333,917	62,448,501
Retained Earnings/(Accumulated Loss)		405,298,930	129,086,909
		26,359,440,031	16,343,535,410
LOAN	8b	19,986,427,779	3,339,724,933
CURRENT LIABILITIES			
Trade Payables	7	25,552,344,598	13,968,240,741
Taxation	4	-	12,120,425
Other Payables	8a	4,605,153,205	21,985,782,255
Current Liabilities		30,157,497,803	35,966,143,421
TOTAL EQUITY AND LIABILITIES		76,503,365,613	55,649,403,764




DIRECTOR

DATE




DIRECTOR

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

STATEMENT OF COMPREHENSIVE INCOME AS AT 30TH JUNE ,2020

		2020	2019
		TZS	TZS
Income from Sales	NOTES	135,075,686,524	85,935,766,265
Bonus Received		2,264,606,127	1,456,272,130
		<u>137,340,292,651</u>	<u>87,392,038,395</u>
Opening Inventories		11,913,567,946	5,732,071,141
Add: Purchases		135,566,543,097	86,984,990,996
		<u>147,480,111,044</u>	<u>92,717,062,137</u>
Less: Closing Inventories		<u>17,191,190,301</u>	<u>11,913,567,946</u>
Cost of Sales		<u>130,288,920,743</u>	<u>80,803,494,191</u>
Gross Profit/(Loss)		7,051,371,908	6,588,544,204
Add: Income from Diposal of asset		-	413,200
		<u>7,051,371,908</u>	<u>6,588,957,404</u>
LESS: OPERATING EXPENSES			
Management Cost	9	3,699,038,892	3,374,852,348
Finance Cost	10	59,388,029	1,163,957,475
Sales, Marketing & Advertising Expenses	11	2,895,987,885	1,512,860,834
		<u>6,654,414,807</u>	<u>6,051,670,657</u>
Net Profit/(Loss)		396,957,101	537,286,747
Less: CorporateTax 30%		120,745,080	24,161,819
Net Profit/(Loss) after Tax		<u><u>276,212,021</u></u>	<u><u>513,124,928</u></u>

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

STATEMENT OF CHANGE IN EQUITY FOR THE YEAR
ENDED 30TH JUNE, 2020

	SHARE CAPITAL TZS	CAPITAL RESERVES TZS	RETAINED EARNINGS TZS	TOTAL TZS
As at 01st July, 2019	16,152,000,000	62,448,501	129,086,909	16,343,535,410
Issuing shares	9,727,807,184	11,885,416	-	9,739,692,600
Profit/(Loss) for the year	-	-	276,212,021	276,212,021
Prior year Adjustment	-	-	-	-
As at 30th June, 2020	25,879,807,184	74,333,917	405,298,930	26,359,440,031

BEIJING NEW BUILDING MATERIALS (T) CO., LTD
STATEMENT OF CASH FLOW AS AT 30TH JUNE,2020

	2020	2019
	TZS	TZS
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation	396,957,101	537,286,747
Adjustment for Depreciation	836,553,466	399,853,849
Bonus Received	(2,264,606,127)	(1,456,272,130)
Adjustment for Assets Disposal Loss		
	<u>(1,031,095,560)</u>	<u>(519,131,533)</u>
CHANGE IN WORKING CAPITAL ITEMS		
(Increase)/Decrease in Inventories	(5,277,622,355)	(6,181,496,805)
(Increase)/Decrease in Receivables	(12,532,462,067)	(1,141,787,451)
Increase/(Decrease) in Payables	(5,653,030,312)	25,247,762,425
Cash Generated from Operating Activities	<u>(24,494,210,294)</u>	<u>17,405,346,636</u>
Tax paid	(36,000,000)	(101,871,939)
Prior Year		-
Net Cash from in Operating Activities	<u>(24,530,210,294)</u>	<u>17,303,474,696</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Assets Acquired	(1,042,476,351)	(12,882,671,859)
Disposal		8,075,000
Construction in Progress	(408,185,000)	(5,324,749,000)
Net Cash from in Investment Activities	<u>(1,450,661,351)</u>	<u>(18,199,345,859)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Loan	18,670,948,586	52,427,527,325
Loan Repayment		(52,328,143,640)
Share capital paid up	9,739,692,600	-
Net Cash from in Financing Activities	<u>28,410,641,186</u>	<u>99,383,685</u>
Net Increase in Cash and Cash Equivalent	2,429,769,542	(796,487,478)
Cash and Cash Equivalent at beginning of period	701,600,340	1,498,087,818
Cash and Cash Equivalent at end of period	<u><u>3,131,369,882</u></u>	<u><u>701,600,340</u></u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR END 30TH JUNE,2020

1 **PRINCIPAL ACCOUNTING POLICIES**
The principal accounting policies adopted in the preparation of these financial statements are set out below:

(a) **Depreciation**

Depreciation is calculated to write off the fixed assets in a straight line basis over the highest expected useful lives of the assets concerned deduct the residual rate of 3%. The following are the estimated useful life of the assets:-

Land & Building	20 years
Motor Vehicles	10 years
Computer Equipments	8 years
Other Assets	8 years

(b) **Translation of Foreign Currency**

Translation of Foreign Currencies during the year converted into Tanzanian Shillings at rates ruling at the transaction dates. Assets and liabilities at the statement of financial position date which are expressed in foreign currencies are translated into Tanzanian Shillings at rates ruling at that date. The resulting differences from conversion of and transaction are dealt within the statement of comprehensive income in the year in which they relate.

(c) **Inventory Valuation**

Inventories are valued by the Management at the average weight method. Provision has been made in the accounts for all slow moving and obsolete inventories.

2 (a) **PROPERTY, PLANT AND EQUIPMENT**

COST	Building	Fixture & Fittings	Machinery Equipment	Motor Vehicle	Trucks & Trailors	Motor Cycle		Generator		Air Condition		Computer		TV		Office Equipment		Motor Crane		Container		Total			
						5 years	10 years	8 years	8 years	8 years	8 years	8 years	8 years	10 years	8 years	8 years	8 years	8 years	8 years	8 years	8 years		8 years	8 years	8 years
At 1st July, 2019	12,736,790,708	4,200,000	129,683,831	353,094,703	305,932,203	4,797,458	33,526,500	23,204,946	61,539,673	3,899,999	78,734,870	257,090,599	29,474,800	14,021,970,290	830,075,195	830,075,195	830,075,195	830,075,195	830,075,195	830,075,195	830,075,195	830,075,195	830,075,195		
Addition	51,815,000	-	-	-	-	-	-	315,652,185	13,725,220	6,864,407	442,018,383	-	-	-	-	-	-	-	-	-	-	-	-		
Disposal	(534,204,555)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
At 30th June,2020	12,254,401,153	4,200,000	129,683,831	353,094,703	305,932,203	4,797,458	33,526,500	338,857,132	75,264,893	10,764,406	520,753,253	257,090,599	29,474,800	14,317,840,930	(534,204,555)	(534,204,555)	(534,204,555)	(534,204,555)	(534,204,555)	(534,204,555)	(534,204,555)	(534,204,555)	14,141,945,325		
DEPRECIATION																									
At 1st July, 2019	257,389,312	2,291,625	44,255,806	171,177,228	37,869,732	1,628,737	20,325,440	11,260,611	13,394,350	3,261,881	36,795,372	166,251,921	595,637	766,497,652	-	-	-	-	-	-	-	-	-	766,497,652	
Charge for the year	583,333,653	626,938	12,579,332	63,246,510	29,675,424	930,707	3,423,880	50,671,701	8,978,372	365,915	54,769,377	24,937,788	3,013,871	836,553,467	-	-	-	-	-	-	-	-	-	836,553,467	
Deletion	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
At 30th June,2020	840,722,965	2,918,563	56,835,138	234,423,739	67,545,155	2,559,444	23,749,320	61,932,313	22,372,721	3,627,796	91,564,749	191,189,709	3,609,507	1,603,051,119	-	-	-	-	-	-	-	-	-	1,603,051,119	
NET BOOK VALUE																									
At 30th June,2020	11,413,678,188	1,281,437	72,848,693	118,670,964	238,387,048	2,238,014	9,777,180	276,924,819	52,892,172	7,136,610	429,188,504	65,900,890	25,865,293	12,714,789,811	-	-	-	-	-	-	-	-	-	-	12,714,789,811
At 30th June,2019	12,479,401,396	1,908,375	85,428,024	181,917,475	269,062,471	3,168,721	13,201,060	1,944,335	48,145,323	638,118	41,939,499	90,838,678	28,879,163	13,265,472,638	-	-	-	-	-	-	-	-	-	-	13,265,472,638

(b) Land acquired with value of TZS 9,453,965,294.63
Construction in Progress with value of TZS 6,479,539,711.00

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR END 30TH JUNE,2020

	2020	2019
	TZS	TZS
3	TRADE AND OTHER RECEIVABLES	
	Trade Receivable	4,118,873,462
	Prepayment Expenses	-
	SINOMA East Africa	2,375,378,535
	SINOMA International	1,017,032,814
	Other Receivable	265,650,240
	Imprest Receivable	149,313,069
	Note Receivable	-
	Advance Payment	2,964,522,801
	<u>22,107,890,440</u>	<u>10,890,770,921</u>
4	TAXATION	
	VAT Receivables	3,858,881,138
	Withholding Tax	-
	Corporate tax	(12,120,425)
	<u>5,424,620,174</u>	<u>3,846,760,713</u>
5	CASH & CASH EQUIVALENTS	
	Cash in Hand (TZS)	147,157,213
	Cash in Hand (USD)	202,292,488
	Cash at I&M (USD)	228,951
	Cash at I&M (TZS)	100,000
	Cash at Exim (USD)	821,934
	Cash at Exim(TZS)	17,637,810
	Cash at Bank Standard (USD)	114,032,702
	Cash at Bank Standard (TZS)	18,905,658
	Cash at UBA (TZS)	638,005
	Cash at UBA (USD)	39,494
	Cash at NMB (TZS)	89,522,201
	Cash at NMB (USD)	311,259
	Cash at Bank CRDB (TZS)	101,392,802
	Cash at Bank CRDB (USD)	982,612
	Cash at Bank BARCLAYS (USD)	-
	Cash at Bank BARCLAYS (TZS)	7,537,212
	Cash at GTBank (TZS)	-
	Cash at GTBank (USD)	-
	Cash at Bank BOA (TZS)	-
	Cash at Bank BOA (USD)	-
	<u>3,131,369,882</u>	<u>701,600,340</u>

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR END 30TH JUNE,2020

	2020	2019
	TZS	TZS
6		
SHARE CAPITAL		
Authorised Shares Capital		
13,552 Shares of 1,909,667/= each		
Paid up Capital	25,879,807,184	16,152,000,000
13,552 Shares of 1,909,667/= ea	25,879,807,184	16,152,000,000
7		
TRADE PAYABLES		
Account payables	18,993,614,466	11,008,000,925
BNBMG	-	2,174,190,360
BNBM SINGAPORE	6,558,730,132	786,049,455
	25,552,344,598	13,968,240,741
8 a		
OTHER PAYABLES		
Salary & Wages	19,293,141	-
Advance Receipt	2,236,298,532	17,938,031,472
City Levy	180,962,041	261,200,759
PAYE payable	10,088,723	10,006,256
SDL Payable	4,134,244	3,440,115
LAPF Payable	-	8,509,965
WCF Payable	-	1,124,431
Others	2,154,376,524	3,763,469,257
	4,605,153,205	21,985,782,255
b		
LOAN		
Short Loan	18,670,948,586	-
SINOMA INTERNATIONAL	-	-
BNBM SINGAPORE	1,315,479,193	3,339,724,933
	19,986,427,779	3,339,724,933

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR END 30TH JUNE,2020

9	MANAGEMENT COST	2020 TZS	2019 TZS
	Salaries and Wages	1,058,197,785	973,264,570
	Office Expenses	306,341,054	262,348,812
	Entertainment	183,657,867	275,446,563
	Office Rent	5,278,272	217,648,492
	Fuel and Lubricant	16,947,009	28,447,158
	Telephone, Postage & Internet	51,961,420	51,629,561
	Depreciation	836,553,466	374,916,061
	Electricity & Water	101,870,114	112,380,095
	Transport & Travelling	54,385,245	18,956,591
	Legal Fees		9,092,618
	Licence & Professional fees		2,308,475
	Insurance	45,994,218	71,270,363
	Maintenance	138,620,710	228,214,114
	Consultancy fees	9,540,000	1,347,458
	Medical Expenses	6,952,946	5,877,094
	Audit Fees	6,000,000	6,000,000
	Business Trip	235,572,915	237,556,145
	NSSF/LAPF Contribution	96,997,752	69,494,054
	WCF Contribution	9,686,374	9,373,255
	SDL	44,962,108	46,889,029
	City Levy	405,864,854	257,807,299
	Stamp Duty	52,783	659,170
	Inspection fee	7,042,000	4,260,000
	Training Fees		18,026,215
	Labour Protection Expenses		4,674,247
	Transport and parking Charges		2,447,000
	Security Charges	68,400,000	80,668,327
	Gabbage Collection	7,400,000	3,849,582
	Fine and penalty	760,000	-
		<u>3,699,038,892</u>	<u>3,374,852,348</u>

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR END 30TH JUNE,2020

	2020	2019
	TZS	TZS
10	FINANCE COSTS	
Exchange Loss/ gain	13,757,345	111,326,375
Bank Charges	45,630,684	65,042,014
Interest		987,589,086
	<u>59,388,029</u>	<u>1,163,957,475</u>
11	SALES, MARKETING & ADVERTISING EXPENSES	
Transportation	1,148,332,290	922,308,332
Advertisement	-	2,566,996
Other Expenses	1,676,766,690.66	477,611,934
Crane Depreciation	-	24,937,788
Fuel	70,888,904	85,435,783
	<u>2,895,987,885</u>	<u>1,512,860,834</u>

BEIJING NEW BUILDING MATERIALS (T) CO., LTD**TAX MOVEMENT SCHEDULE 2020**

YEAR	B/F	ASSESSMENT TAX	TAX PAID	CORPORATE TAX	BALANCE
2015	(58,792,902)	-	(16,200,000)	14,906,330	(60,086,572)
2016	(60,086,572)	71,127,627	(32,625,045)	19,391,375	(2,192,615)
2017	(2,192,615)	124,101,155	(146,775,250)	99,697,255	74,830,545
2018	74,830,545	20,000,000	(5,000,000)	-	89,830,545
2019	89,830,545	-	(101,871,939)	24,161,819	12,120,425
2020	12,120,425	-	(168,934,281)	120,745,080	(36,068,776)

BEIJING NEW BUILDING MATERIALS (T) CO., LTD

**INCOME TAX COMPUTATION
YEAR OF INCOME 2020**

	2020 TZS	2019 TZS
Net Profit / (Loss) per account	396,957,101	537,286,747
Add: Depreciation	836,553,467	399,853,849
Fine and Penalty	760,000	
Less: Depreciable asset Disposal	-	413,200
	<u>1,234,270,568</u>	<u>936,727,397</u>
Less: Depreciable Allowance	831,786,967	808,230,306
Loss B/F from year 2018	-	47,957,692
Adjusted Taxable Income/(Loss carried forward)	<u>402,483,601</u>	<u>80,539,398</u>
Corporate Tax 30%	120,745,080	24,161,819
Less: Estimated Tax	36,000,000	36,000,000
Withholding Tax	132,934,281	65,871,939
Tax Payable/(Repayable)	<u>(48,189,201)</u>	<u>(77,710,120)</u>

SCHEDULE OF DEPRECIABLE ASSETS ALLOWANCE

CLASS:	V 5%	I 37.5%	II 25%	III 12.5%	TOTAL
	Building	Motor Vehicle & Computer	Motor Crain	Furniture & Fitting	
Assets:			TZS	TZS	TZS
1.7.2019 WDV	12,099,951,172	144,532,343	194,177,872	139,617,855	12,578,279,242
Addition	51,815,000	23,384,627	220,671,013	534,204,555	830,075,195
Disposal	(534,204,555)	-	-	-	(534,204,555)
	<u>11,617,561,617</u>	<u>167,916,970</u>	<u>414,848,885</u>	<u>673,822,410</u>	<u>12,874,149,883</u>
2019 Allowance	580,878,080.87	62,968,864	103,712,221	84,227,801	831,786,967
30.6.2019 WDV	<u>11,036,683,537</u>	<u>104,948,106</u>	<u>311,136,664</u>	<u>589,594,609</u>	<u>12,042,362,915</u>