

LOVEBIRD SAFARI LIMITED
P. O. BOX 15800
ARUSHA

TIN: 113-577-231

Audited Financial Statements for the Year Ended 31st December, 2024

PREPARED BY:



IPS-INSIGHT MANAGEMENT CONSULTANCY
CERTIFIED PUBLIC ACCOUNTANTS
P. O. BOX 32135
DAR ES SALAAM

LOVEBIRD SAFARIS LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2024.

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LOVEBIRD SAFARIS LIMITED

COMPANY INFORMATION

The Company is incorporated in Tanzania under the Companies Ordinance, Cap 212 and domicile in Tanzania.

REGISTERED AND PRINCIPAL PLACE OF OPERATION

Njiro Street, Thembi Ward
P.O.Box 15800,
ARUSHA, TANZANIA.

BANKERS

Exim Bank,
EBTL, Arusha Branch,
P. O. BOX 1906,
ARUSHA, TANZANIA.

COMPANY AUDITORS

IPS-INSIGHT MANAGEMENT CONSULTANCY
Certified Public Accountants In Public Practice
P. O. Box 32135
Dar Es Salaam

PRINCIPAL ACTIVITIES

The principal activities of the company are
to carry out the activities of the company
as set out in the memorandum and articles of association.

FINANCIAL STATEMENTS

The financial statements are set out on page 3.

LOVEBIRD SAFARIS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2024.

INTRODUCTION

The directors submit their report together with the audited financial statements for the year ended **31st December 2024**.

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

The Companies Act, 2002 requires the directors to prepare financial statements for each financial year, 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 its operating results 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 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 generally accepted accounting practice 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 the financial statements, as well as adequate systems of internal financial control. The directors are responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud, errors and other irregularities.

PRINCIPAL ACTIVITIES

The principal activities of the company are;

- (i) Tour operator activities, Main activity
- (ii) Travel agency activities

During the year under review there were no significant changes in the company's activities.

RESULTS

The results for the period are set out on page 8.

LOVEBIRD SAFARIS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2024.

SOLVENCY

The company served all its short and long term commitments satisfactorily and its state of affairs as at **31st December 2024** is set out in page 9 of these financial statements. The board considers the company to be solvent.

LOVEBIRD SAFARIS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2024.

DIRECTORS

The directors who served during the year and to the date of this report were:

Names		Designation		Nationality
Adam Felix Mlay		Director		Tanzanian
Felix Anaeli Mlay		Director		Tanzanian
Amina Felix Mlay		Director		Tanzanian

SHAREHOLDERS OF THE COMPANY

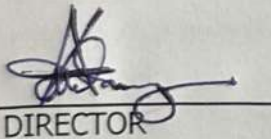
The total number of shares issued and paid during the year

Name		Issued	Paid
Adam Felix Mlay		900	900
Felix Anaeli Mlay		50	50
Amina Felix Mlay		50	50

AUDITORS

The auditors, **IPS - Insight Management Consultancy** have expressed their willingness to continue in office and do so under the Companies Act, 2002.

By Order of the Board



DIRECTOR

19th March 2025

Date

LOVEBIRD SAFARIS LIMITED


**DECLARATION OF THE HEAD OF ACCOUNTING
FOR THE YEAR ENDED 31ST DECEMBER 2024.**

The National Board of Accountants and Auditors (NBAA) according to the power conferred under the Auditors and Accountants (Registration) Act, No. 33 of 1972, amended by Act No. 2 of 1995, requires financial statements to be accompanied with a declaration 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 **Musa Wilson** being a Certified Public Accountant engaged by **LOVEBIRD SAFARIS LIMITED** acknowledge my responsibility of ensuring that financial statements for the year ended **31st December 2024** 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 **LOVEBIRD SAFARIS LIMITED** as on that date and that they have been prepared based on properly maintained financial records.

Signed by: 

Position: CERTIFIED PUBLIC ACCOUNTANT

NBAA Membership No. GA 5523

Date: 18/03/2025

LOVEBIRD SAFARIS LIMITED

REPORT OF THE INDEPENDENT AUDITOR'S to the shareholders of LOVEBIRD SAFARIS LIMITED

OPINION

We have audited the financial statements of **LOVEBIRD SAFARIS LIMITED**, statement of financial position as at **31st December 2024**, and the statement of comprehensive which comprise the income, Statement of financial position 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 financial statements present fairly, in all material respects, the financial position of the company as at **31st December 2024** and of the results and cash flows for the year then ended in accordance with the International Financial Reporting Standards and comply with the Companies' Act, CAP 212.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibility 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 International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the requirements that are relevant to our audit in Tanzania, and we have fulfilled our other responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as they 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 has no realistic alternative to do so.

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

Auditor's Responsibilities 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but it 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

LOVEBIRD SAFARIS LIMITED

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 corporate in accordance with the Tanzanian Companies Act, 2002 and for no other purposes.

As required by the Tanzanian 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 purpose 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 Company's Report is consistent with the financial statements;
- (iv) Information specified by law regarding directors' remuneration and transactions with the Company is disclosed; and
- (v) The Company's Statement of Financial Position and Statement of Comprehensive Income are in agreement with the books of account.



PHILIPINA EUSTACK SWAY (ICPA-PP 3463)
IPS – INSIGHT MANAGEMENT CONSULTANCY
CERTIFIED PUBLIC ACCOUNTANTS, AUDITORS AND TAX CONSULTANTS
P. O. BOX 32135
ARUSHA

15th March 2025

LOVEBIRD SAFARIS LIMITED

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER 2024.**

	NOTES	2024 SHS.	2023 SHS.
Sales	2.	228,723,596	65,016,547
Direct expenses	3.	(146,677,546)	(55,132,260)
Gross profit		82,046,050	9,884,287
Administrative expenses	4.	(29,422,385)	(26,903,128)
Operating profit/(loss)		52,623,665	(17,018,841)
Finance costs	5.	(721,655)	(952,168)
Operating profit/(loss) before income tax		51,902,010	(17,971,009)
Income tax expense	6.	(16,418,101)	-
Profit/(loss) for the year		35,483,909	(17,971,009)
Other comprehensive income		-	-
Total comprehensive income for the year		35,483,909	(17,971,009)

Auditors' report page 6 and 7

The notes on pages 12 to 16 form part of these financial statements.

LOVEBIRD SAFARIS LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2024.

	NOTES	2024 SHS.	2023 SHS.
ASSETS			
Fixed assets			
Property, plant and equipment	07.	25,647,229	35,261,875
		<u>25,647,229</u>	<u>35,261,875</u>
Current assets			
Trade and other receivables	11.	986,798	-
Current income tax		(15,413,101)	1,005,000
Cash and cash equivalents	09.	56,291,975	1,049,833
Total current assets		<u>41,865,671</u>	<u>2,054,833</u>
Total assets		<u>67,512,900</u>	<u>37,316,708</u>
LIABILITY AND EQUITY			
Equity			
Share capital	10.	10,000,000	10,000,000
Shareholders fund (Motor Vehicle)		40,000,000	40,000,000
Retained earnings		17,512,900	(17,971,009)
Total equity		<u>67,512,900</u>	<u>32,028,991</u>
LIABILITIES			
Non-current liabilities			
		-	-
Current liabilities			
Trade and other payables	08.	-	5,287,717
Total current liabilities		-	<u>45,287,717</u>
Total liabilities		-	<u>45,287,717</u>
Total equity and liabilities		<u>67,512,900</u>	<u>37,316,708</u>
		(0)	-

The financial statements on pages 8 to 16 were approved by the Board of Directors on and signed on its behalf by:

.....
Managing Director

Auditors' report page 6 and 7

The notes on pages 12 to 16 form part of these financial statement

LOVEBIRD SAFARIS LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2024.

	Share Capital SHS.	Retaining Earnings SHS.	Total SHS.
Balance at 1st January 2023	10,000,000	-	10,000,000
Loss for the year		(17,971,009)	(17,971,009)
Balance at 31st December 2023	10,000,000	(17,971,009)	(7,971,009)
Balance at 1st January 2024	10,000,000	(17,971,009)	(7,971,009)
Profit for the year		35,483,909	35,483,909
Balance at 31st December 2024	10,000,000	17,512,900	27,512,900

LOVEBIRD SAFARIS LIMITED

STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 31ST DECEMBER 2024.

	2024	2023
	SHS.	SHS.
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the year	51,902,010	(17,971,009)
Adjustments;		
Depreciation	13,685,833	20,143,125
Cash flow before changes in working capital	65,587,843	2,172,116
Working capital changes		
Increase/(Decrease) in trade payables	(5,287,717)	45,287,717
(Increase)/Decrease in trade receivables	(986,798)	-
Net Changes in level of working capital	(6,274,515)	45,287,717
Tax	-	(1,005,000)
Cash flows used in operations (A)	59,313,328	46,454,833
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of non current assets	(4,071,186)	(55,405,000)
Net cash used in investing activities (B)	(4,071,186)	(55,405,000)
CASH FLOWS FROM FINANCING ACTIVITIES		
Share capital	-	10,000,000
Net cash used in financing activities (C)	-	10,000,000
Net decrease in cash and cash equivalents	55,242,142	1,049,833
Cash and cash equivalents at the beginning of the year	1,049,833	-
Cash and cash equivalents at the end of the year	56,291,974	1,049,833
	(0)	

LOVEBIRD SAFARIS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2024.

1 SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The policies set out below have been consistently applied to all the years presented.

The principal accounting policies adopted are set out below:

a) Accounting Convention

The financial statements have been prepared under the historical cost convention.

b) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost or valuation, less accumulated depreciation.

Depreciation is calculated on reducing value basis, to write off the carrying value of the assets over their expected useful lives.

LOVEBIRD SAFARIS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2024. (CONTINUED)

The annual depreciation rates in use are:	%
Computer	37.5
Furniture & equipment	12.5
Motor vehicles	37.5

c) Foreign currency transactions

Transactions during the year are converted into Tanzania Shillings at rates ruling at the transactions dates. Assets and liabilities at the Statement of Financial Position date which are expressed in foreign currencies are translated into Tanzania Shillings at rates ruling at that date. The resulting differences from conversion and translation are dealt with in the profit and loss account.

d) Accounts receivables

Trade receivables are carried at original invoice amount less a provision for doubtful receivables based on a review of all outstanding amounts at the year-end. Bad debts are written off when identified.

LOVEBIRD SAFARIS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2024. (CONTINUED)**

e) Cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalents comprise cash in hand, deposits held at call banks, net of bank overdraft. In the Statement of Financial Position, bank overdrafts (if any) are included under current liabilities.

f) Provisions

Provisions are made when the company has a present obligation, as a result of past event where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount.

g) Borrowing costs

Borrowing costs are recognized as an expense when incurred.

h) Trade and other payables

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the company.

i) Impairment of assets

An assessment is made at each Statement of Financial Position date to determine whether there is objective evidence that an asset or a group of assets may be impaired. If such evidence exists, the estimated recoverable amount of that asset is determined and an impairment loss recognized for the difference between the recoverable amount and the carrying amount.

LOVEBIRD SAFARIS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2024. (CONTINUED)**

	2024 TSHS.	2023 TSHS.
2. SAFARI INCOME	<u>228,723,596</u>	<u>65,016,547</u>
3. DIRECT COSTS		
Car hire	33,197,008	38,102,500
Motorvehicle maintenance cost	3,111,495	2,437,356
Flight bookings	11,796,135	-
Clients meals and accommodation	75,805,288	8,161,608
Park fees	21,292,621	-
Safari fuel	1,475,000	6,430,796
	<u>146,677,546</u>	<u>55,132,260</u>
4. ADMINISTRATIVE EXPENDITURES		
Rent and rates	2,160,000	1,800,000
Office supplies	2,051,041	747,746
Audit fees	-	500,000
Telephone and internet expenses	512,712	194,746
EFD machine	-	570,000
Medical expenses	-	631,900
BRELA search fees	-	22,000
Parking fees	-	27,127
Vehicle insurance	-	150,000
Printing and stationery	244,754	844,650
Licence and permits	-	1,219,835
Depreciation	13,685,833	20,143,125
Utilities	74,500	52,000
Camping equipments	677,119	-
Car parking charges	3,390	-
Marketing	1,366,034	-
Repairs and maintenance	5,822,008	-
Exchange rate effects	2,824,994	-
	<u>29,422,385</u>	<u>26,903,128</u>
5. FINANCE COSTS		
Bank service charge	721,655	952,168
	<u>721,655</u>	<u>952,168</u>
6. INCOME TAX EXPENSES		
Current income tax expenses	16,418,101	-
	<u>16,418,101</u>	<u>-</u>

LOVEBIRD SAFARIS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2024. (CONTINUED)

07. PROPERTY, PLANT & EQUIPMENTS

	<u>MOTOR VEHICLE</u>	<u>COMPUTER</u>	<u>FURNITURE & EQUIPMENTS</u>	<u>TOTAL</u>
	37.5% SHS	37.5% SHS	12.5% SHS	SHS
COST				
As at 01.01.2024	50,000,000	2,870,000	2,535,000	55,405,000
Additions	-	2,033,051	2,038,136	4,071,186
As at 31.12.2024	50,000,000	4,903,051	4,573,136	59,476,186
Depreciation				
As at 01.01.2024	18,750,000	1,076,250	316,875	20,143,125
Charge for the year	11,718,750	1,435,050	532,033	13,685,833
As at 31.12.2024	30,468,750	2,511,300	848,908	33,828,958
N. B. V. 31.12.2024	19,531,250	2,391,751	3,724,228	25,647,229
N. B. V. 31.12.2023	31,250,000	1,793,750	2,218,125	35,261,875

08. TRADE AND OTHER PAYABLES

	2024 TSHS.	2023 TSHS.
Various payables	-	5,287,717
	-	5,287,717

09. CASH AND CASH EQUIVALENTS

Cash in hand	44,755,850	-
Bank balance	11,536,125	1,049,833
	56,291,975	1,049,833

10. SHARE CAPITAL

Authorised		
1000 Ordinary shares of Tshs 10,000/= Each	10,000,000	10,000,000
Issued and Fully Paid		
1000 Ordinary shares of Tshs 10,000/= Each	10,000,000	10,000,000

11. TRADE AND OTHER RECEIVABLES

Sales tax receivables	986,798	-
	986,798	-

12. CONTINGENT LIABILITIES

In the opinion of the directors, there were no contingent liabilities at the Statement of Financial Position date .

LOVEBIRD SAFARIS LIMITED
TIN. 113-577-231
INCOME TAX COMPUTATIONS YEAR OF INCOME 2024

		2024
		TSHS.
PROFIT PER ACCOUNTS		51,902,010
ADD:		
DEPRECIATION	13,685,833	
EXCHANGE RATES EFFECTS	2,824,994	
		<u>16,510,827</u>
		68,412,837
DEDUCT:		
DEPRECIATION ALLOWANCE	13,685,833	
		<u>13,685,833</u>
ADJUSTED PROFIT		54,727,004
TAX LOSSES B/FORWARD		-
ADJUSTED PROFIT FOR THE YEAR		<u><u>54,727,004</u></u>
30% CORPORATION TAX		<u><u>16,418,101</u></u>
CURRENT INCOME TAX ACCOUNT:		
BALANCE 01.01.2024		(1,005,000)
CURRENT INCOME TAX EXPENSE		<u>16,418,101</u>
		15,413,101
PAYMENTS DURING THE YEAR		-
BALANCE 31.12.2024		<u><u>15,413,101</u></u>

LOVEBIRD SAFARIS LIMITED

TIN. 113-577-231

INCOME TAX COMPUTATIONS YEAR OF INCOME 2024**A: DEPRECIATION ALLOWANCE - PLANT AND MACHINERY:**

	CLASS 1	CLASS 3	TOTAL
	0.375	0.125	
	TSHS	TSHS	TSHS.
DEP. BASIS 01.01.2024	33,043,750	2,218,125	35,261,875
ADDITIONS	2,033,051	2,038,136	4,071,186
	<u>35,076,801</u>	<u>4,256,261</u>	<u>39,333,061</u>
INCOMINGS	-	-	-
	<u>35,076,801</u>	<u>4,256,261</u>	<u>39,333,061</u>
ALLOWANCE 2024	13,153,800	532,033	13,685,833
DEP. BASIS 31.12.2024	<u>21,923,001</u>	<u>3,724,228</u>	<u>25,647,229</u>

LOVEBIRD SAFARIS LIMITED
TIN. 113-577-231
INCOME TAX COMPUTATIONS YEAR OF INCOME 2024

DEFERRED INCOME TAX:

(a) On temporary differences:

	TSHS.
Tax base	25,647,229
Carrying amount	<u>25,647,229</u>
	<u>-</u>
Deferred income tax liability	<u><u>-</u></u>

(b) Deferred income tax assets:

Tax loss	<u>-</u>
	<u>-</u>
Deferred income tax asset	<u><u>-</u></u>
Net deferred income tax asset	-
At 31.12.2023	<u>-</u>
Deferred income tax credit	<u><u>-</u></u>