

SHEDA GENERAL SUPPLIES LTD
P.O.BOX 28
MAFINGA

Financial Statment for the Period Ended 31st December, 2022

PREPARED BY:



IPS-INSIGHT MANAGEMENT CONSULTANCY
CERTIFIED PUBLIC ACCOUNTANTS
P.O.BOX 32135
DAR ES SALAAM
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**AUDITORS REPORT
TO THE SHAREHOLDERS OF SHEDA GENERAL SUPPLIES LTD.**

We have audited the accompanying financial statements of SHEDA GENERAL SUPPLIES LTD for the year ended 31st December, 2022. The financial statements have been prepared under the historical cost convention. The statements comprise of Financial Position and the Income statement for the year then ended on that date and a summary of significant accounting policies and other explanatory notes. We obtained all the information and explanations which we considered necessary for our audit.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The Directors are responsible for the preparation of the financial statements which show a true and fair view of the state of affairs and operating results of the Company in compliance with reporting standards and in line with the Companies Act No.212 of 2002. This responsibility includes: designing, implementing and maintaining an internal control system relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to frauds or errors; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the Company's circumstances.

Auditors' responsibility is to form an independent opinion on those financial statements based on their audit of the financial statements and report that opinion to the Board of Directors.

BASIS OF OPINION

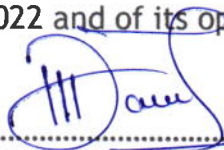
We conducted our audit in accordance with generally accepted auditing standards.

Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examination, on test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the Directors in the preparation of the financial statements, and adequately disclosed.

We planned and performed our audits so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or other irregularities or errors. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion, proper books of accounts were kept and the financial statements give a true and fair view of the state of affairs of SHEDA GENERAL SUPPLIES LTD as at 31st December, 2022 and of its operating results for the year then ended on that date.



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INNOCENT DAMIAN (CPA-PP 3468)

**IPS-INSIGHT MANAGEMENT CONSULTANCY
CERTIFIED PUBLIC ACCOUNTANTS, AUDITORS
AND TAX CONSULTANTS
DAR ES SALAAM, TANZANIA
DATE: FEBRUARY, 2022**



SHEDA GENERAL SUPPLIES LIMITED
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STATEMENT OF FINANCIAL POSITION FOR THE PERIOD ENDED 31ST DECEMBER, 2022

	NOTE	31.12.2022 TSHS.	31.12.2021 TSHS.
NON CURRENT ASSETS			
Property, Plant and Equipments	2	757,437,601	580,368,707
CURRENT ASSETS			
Cash and Bank balances		42,354,645	52,283,027
Receivables	3	965,352,600	899,380,000
Inventories	9	1,487,367,200	1,045,454,380
Other		-	-
TOTAL CURRENT ASSETS		2,495,074,445	1,997,117,407
TOTAL ASSETS		3,252,512,046	2,577,486,114
EQUITY AND LIABILITIES			
EQUITY			
Paid up share capital		270,000,000	270,000,000
Advance toward share capital		100,000,000	100,000,000
Retained Earnings		2,490,117,063	2,200,791,299
TOTAL EQUITY		2,860,117,063	2,570,791,299
NON-CURRENT LIABILITIES			
Long Term Debt		-	-
Other		-	-
TOTAL NON-CURRENT LIABILITIES		-	-
CURRENT LIABILITIES			
Payables and accruals	4	1,235,000	2,182,405
Income Tax Payable	6	2,836,630	4,512,410
Short Term Debt		388,323,353	-
TOTAL CURRENT LIABILITIES		392,394,983	6,694,815
TOTAL LIABILITIES		392,394,983	6,694,815
TOTAL EQUITY AND LIABILITIES		3,252,512,046	2,577,486,114

Notes to the Accounts.

Note 01 to 12 form part of these Accounts.



.....
Managing Director

17-02-2023

.....
Date

SHEDA GENERAL SUPPLIES LIMITED

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MAFINGA

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST DECEMBER, 2022

		31.12.2022	31.12.2021
	NOTE	TSHS.	TSHS.
Sales Revenue	12	1,504,934,800	1,315,316,530
Cost Of Sales	5	(886,456,300)	(790,365,200)
Gross Profit		618,478,500	524,951,330
Less: Operating Expenses			-
Administration expenses	6	64,765,400	53,124,800
Personnel expenses	8	18,756,500	17,518,500
Professional fee	10	1,200,000	1,100,000
Depreciation expenses	2	14,497,406	19,591,718
Total Operating Expenses		99,219,306	91,335,018
Net profit before interest&tax		519,259,194	433,616,312
Finance costs	9	(7,365,245)	(3,123,867)
Net profit before tax		511,893,949	430,492,445
Corporate tax		(153,568,185)	(129,147,733)
Net Profit After Tax		358,325,764	301,344,711
Dividend Declared		(69,000,000)	(65,000,000)
Retained Earnings b/d		2,200,791,299	1,964,446,587
Retained Earnings c/d		2,490,117,063	2,200,791,299

Notes to the Accounts.

Note 01 to 12 form part of these Accounts.



Managing Director

17-02-2023

Date

SHEDA GENERAL SUPPLIES LIMITED

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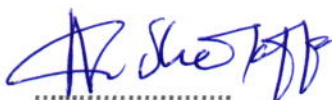
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STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31ST DECEMBER, 2022

	NOTE	31.12.2022	31.12.2021
		TSHS.	TSHS.
Cash flow from operating Activities			
Net operating profit before tax		511,893,949	430,492,445
Adjustment for:-			
Depreciation		14,497,406	19,591,718
Other		-	-
Operating profit before Changes in Working Capital items		526,391,355	450,084,163
Changes in Working Capital items			
Decrease/(Increase) in Receivables		(65,972,600)	(67,237,750)
Decrease/(Increase) in Inventories		(441,912,820)	(94,628,634)
Increase/(Decrease) in Payables		(947,405)	(4,763,367)
(Increase)/Decrease in other current assets		-	-
Increase(Decrease) in other current liabilities		-	-
Change in Working Capital		(508,832,825)	(166,629,751)
Cash inflow From Operating Activities		17,558,530	283,454,412
Tax paid	7	(155,243,965)	(130,182,134)
Dividend Paid		(69,000,000)	(65,000,000)
Net Cash flow from operating Activities		(206,685,435)	88,272,278
Cash flow from Investing Activities.			
Acquisition of fixed assets		(191,566,300)	(78,000,000)
Proceeds from Disposal of Fixed asset		-	-
Net cash flow from/(to) Investing Activities		(191,566,300)	(78,000,000)
Cash flow from Financing Activities			
Increase/(Decrease) in Short Term Debt		388,323,353	-
Increase/(Decrease) in Long Term Debt		-	-
Net cash flow from/(to) Financing Activities		388,323,353	-
Cash and cash equivalent			
Increase/Decrease in cash and cash equivalent for the year		(9,928,382)	10,272,278
Cash and cash equivalent at the beginning of the period		52,283,027	42,010,749
Cash and cash equivalent at the end of the period.		42,354,645	52,283,027

Notes to the Accounts.

Note 01 to 12 form part of these Accounts.



Managing Director

17-02-2023

Date

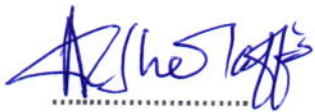
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STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST DECEMBER, 2022

PARTICULARS	Share Capital	Advance to Share Capital	Retained Earnings	Total Equity
Balance b/f	270,000,000	100,000,000	2,200,791,299	2,570,791,299
Profit for the year	-	-	358,325,764	358,325,764
Dividend	-	-	(69,000,000)	(69,000,000)
Balance c/f	270,000,000	100,000,000	2,490,117,063	2,860,117,063

Notes on the Accounts

Note 01 to 12 form part of these Accounts



Managing Director

17-02-2023

Date

SHEDA GENERAL SUPPLIES LIMITED

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DEPRECIATION.

Depreciation is calculated on the reducing balance method so as to write off these Assets over their useful live.

The rates used are as follows:-

Land and buildings	NIL
Business Building	5.0%
Furniture and fittings	12.5%
Equipment & machinery	12.5%
Motor Vehicle	25.0%

INVENTORIES

Inventories have been valued at cost or net realizable value whichever is lower.

LAND AND BUILDINGS.

Land and building are stated at the current market value.

ORDINARY SHARE CAPITAL ACCOUNT

Share Capital account comprises of Owners Equity fund raised by sales of shares.

SALES REVENUE

Revenue comprises the fair value of the consideration received or receivable from sales of goods/ services in ordinary course of business and is stated net to VAT, Rebates and Discounts. More than 5 percent of sales revenue is the direct cash receipts and making direct deposit to suppliers.

DIRECT EXPENSES

The direct expenses includes cost of fuel & lubricants, loading & offloading, hiring charges, insurance, repair and maintenance, machinery servicing etc which varies direct to the Trading/production/constructions/provision of services.

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MOVEMENT OF NON CURENT ASSETS

NOTE 02

DESCRIPTION	Land and Buildings		Treatment Plants	Furniture and Equipments	Total
COST	TZS		TZS	TZS	TZS
Rate	0.0%		20.0%	12.5%	
Balance As At 01.01.2022	403,598,000	332,372,000	103,071,000	45,100,000	884,141,000
Additions	191,566,300	-	-	-	191,566,300
Disposals	-	-	-	-	-
Balance As At 31.12.2022	595,164,300	332,372,000	103,071,000	45,100,000	1,075,707,300
DEPRECIATION					-
Balance As At 01.01.2022	-	233,933,297	40,325,590	29,513,406	303,772,293
Charge for the year	-	-	12,549,082	1,948,324	14,497,406
Disposals	-	-	-	-	-
Balance As At 31.12.2022	-	233,933,297	52,874,672	31,461,730	318,269,699
					-
CARRYING AMOUNT					-
Balance As At 31.12.2022	595,164,300	98,438,703	50,196,328	13,638,270	757,437,601
Balance As At 31.12.2021	403,598,000	98,438,703	62,745,410	15,586,594	580,368,707

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RECEIVABLES SCHEDULE
AGE ANALYSIS

NOTE 03

S/N	NAMES	30 DAYS	60 DAYS	90 DAYS	TOTAL
1	Trade Debtors	446,060,300	322,697,600	196,594,700	965,352,600
					-
					-
Total		446,060,300	322,697,600	196,594,700	965,352,600

PAYABLES AND ACCRUALS

NOTE 04

TANESCO	33,766
Water and telephone bill	11,234
Accountancy fee	800,000
Sundry Payables	390,000
Total	1,235,000

COST OF SALES

NOTE 05

	31.12.2022	31.12.2021
	TSHS.	TSHS.
Opening Inventories	1,045,454,380	950,825,746
Add Purchases	1,328,369,120	884,993,834
Goods available for sales	2,373,823,500	1,835,819,580
Less Closing Inventories	1,487,367,200	1,045,454,380
Cost of sales/Production	886,456,300	790,365,200

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ADMINISTRATION EXPENSES

	NOTE 06	
	31.12.2022	31.12.2021
	TSHS.	TSHS.
Diesel and Lubricants	32,215,930	25,628,490
Repair and Service-Machines	4,183,800	3,986,470
Repair and Service-Vehicles	3,188,720	2,934,530
Insurance and Licenses	9,847,380	7,142,400
Water and Electricity	4,625,620	3,724,520
Communication	1,382,600	1,245,340
Security	1,200,000	1,200,000
Printing and Stationery	654,630	526,530
Miscellaneous Expenses	7,466,720	6,736,520
Total	64,765,400	53,124,800

INCOME TAX PAYABLE

	NOTE 07	
	31.12.2022	31.12.2021
	TSHS.	TSHS.
Balance b/d	4,512,410	5,546,811
Taxation for the year	153,568,185	129,147,733
Tax Paid	(155,243,965)	(130,182,134)
Balance c/d	2,836,630	4,512,410

PERSONNEL EXPENSES

	NOTE 08	
	31.12.2022	31.12.2021
	TSHS.	TSHS.
Salary and wages	13,965,360	13,143,000
Staff welfare	2,626,500	2,404,050
Workers Compensation Fund	139,654	131,430
Security fund contribution	1,396,536	1,314,300
Skills and Development levy	628,450	525,720
Total	18,756,500	17,518,500

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FINANCE COSTS

	31.12.2022	NOTE 09 31.12.2021
	TSHS.	TSHS.
Bank charges, interest & fee	7,365,245	3,123,867
Total	<u>7,365,245</u>	<u>3,123,867</u>

PROFESSIONAL FEE

	31.12.2022	NOTE 10 31.12.2021
	TSHS.	TSHS.
Accountancy & Audit fee	1,200,000	1,100,000
Legal fee	-	-
Architecture and other	-	-
Total	<u>1,200,000</u>	<u>1,100,000</u>

INVENTORIES LIST

	31.12.2022	NOTE 11 31.12.2021
	TSHS.	TSHS.
Transmission Poles	1,288,747,830	906,807,420
Treatment Chemicals	158,746,370	111,287,360
Others	39,873,000	27,359,600
	-	-
Total	<u>1,487,367,200</u>	<u>1,045,454,380</u>

SALES REVENUE

	31.12.2022	NOTE 12 31.12.2021
	Tshs	Tshs
Sales revenue	1,504,934,800	1,315,316,530
	-	-
Total	<u>1,504,934,800</u>	<u>1,315,316,530</u>