

JATU PUBLIC LIMITED COMPANY  
P.O.BOX 42155  
DAR ES SALAAM - TANZANIA

AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31ST DECEMBER 2019



HEKIMA ASSOCIATES  
P. O. BOX 72861  
DAR ES SALAAM.

JATU PUBLIC LIMITED COMPANY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2019

TABLE OF CONTENTS

	Page
Directors' Report	1 - 2
Head of Finance Declaration	3
Auditor's Report	4-6
Statement of Financial Position	7
Statement of Comprehensive Income	8
Statement of Cash Flows	9
Notes to the Financial Statements	10 - 12



## JATU PUBLIC LIMITED COMPANY

### FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st DECEMBER 2019

#### DIRECTORS' REPORT

The Directors have the pleasure in submitting the report together with the financial statements for the year ended 31st December, 2019 which discloses the state of affairs of the company.

#### **1 PRINCIPAL ACTIVITIES**

The principal activities of the company as listed below;

- 1 Multi-Level Marketing Strategy
- 2 Agricultural activities
- 3 Industrial activities

#### COMPANY RESULTS SUMMARY

	2019
	TZS
Sales Income	564,305,250
Cost of Sales	181,690,841
Gross Profit	382,614,409
Other income	318,713,794
Total income	701,328,203
Profit (Loss) before tax	40,088,024
Tax for the year	-
Net Profit(Loss) After Tax	<u>40,088,024</u>



#### **2 DIRECTORS**

The Company has using interim board of directors such that, by June 1, 2019 the Annual General Meeting (AGM) appointed new board to replace the previous one. This new board held office between 1st June 2019 to date as listed below:

<u>NAME</u>	<u>NATIONALITY</u>	<u>POSITION</u>
Eng. Dr. Zaipuna Obed Yonah	Tanzanian	Chairman
Peter Isare Gasaya	Tanzanian	Managing Director
Mwajuma Hassan Hamza	Tanzanian	Vice Chairman
Phinias Samwel Opanga	Tanzanian	Director
Eng. Ian Samakande	Tanzanian	Director
Emmanuella M. Kaganda	Tanzanian	Director
Abdallah Gonzi	Tanzanian	Director

JATU PUBLIC LIMITED COMPANY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st DECEMBER 2019

DIRECTORS' REPORT (Continued)

**3 DIRECTORS' INTEREST**

Directors' interests in the issued and paid up share capital of the company as at 31st December 2019 is shown hereunder:

<u>NAME OF DIRECTOR</u>	<u>NATIONALITY</u>	<u>SHAREHOLDING</u>	<u>SHAREHOLDING STRUCTURE (%)</u>
Peter Isare Gasaya	Tanzanian	172,272 Shares	14.9%
Eng. Dr. Zaipuna Obed Yonah	Tanzanian	600 Shares	0.1%
Mwajuma Hassan Hamza	Tanzanian	53 Shares	0.0%
Phinias Samwel Opanga	Tanzanian	318 Shares	0.0%
Eng. Ian Samakande	Tanzanian	- Shares	0.0%
Emmanuella M. Kaganda	Tanzanian	414 Shares	0.0%
Abdallah Gonzi	Tanzanian	712 Shares	0.1%
		<u>174,369 Shares</u>	<u>15.1%</u>



JATU PUBLIC LIMITED COMPANY  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st DECEMBER 2019

DIRECTORS REPORT ( Continued)

**4 RESULTS AND DIVIDENDS**

The financial results are set out on page 8 of this report.  
The directors do not propose payment of dividend in year 2019.

**5 AUDITORS**

The Auditors, HEKIMA ASSOCIATES have expressed their willingness to audit our Financial Statements and form an independent opinion to these Financial Statements. They wish to continue in the office as auditors and are eligible for reappointment to carry out auditing of our Financial Statements.

**6 STATEMENT OF DIRECTOR'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS:**

The Directors are required by the Company Act 2002 to prepare financial statements for each Financial year that give a true and fair view of the state of affairs of the company. It also require 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

The directors therefore accepts the responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgment and estimates in conformity with IFRS and in manners required by Company 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 its operating

The Directors further accepts responsibilities for maintenance of accounting records, which may be relied upon in preparation of financial statements as well as adequate systems of internal financial control.

Nothing has come to the attention of the directors to indicate the company will not remain in going concern for at least the next twelve months from the date of these statements.

BY ORDER OF THE BOARD



Managing Director



08'04'2020  
Date

**DECLARATION OF THE HEAD OF FINANCE/ACCOUNTING OF JATU PUBLIC LIMITED COMPANY**

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 Board of Directors/Governing Body as under Directors Responsibility statement on an earlier page.

I, ALOYCE V. MUSHY being the Head of Finance/Accounting of **JATU PUBLIC LIMITED COMPANY** hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31.12.19 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 **JATU PUBLIC LIMITED COMPANY** as on that date and that they have been prepared based on properly maintained financial records.

Signed by 

Position: ACCOUNTANT

NBAA Membership No.: GA 811

Date: 08.04.2020



# INDEPENDENT AUDIT REPORT TO THE DIRECTORS OF JATU PUBLIC LIMITED COMPANY

## Report on the audit of the financial statements

### *Unqualified Opinion*

In our opinion, the accompanying financial statements give a true and fair view of the financial position of JATU PUBLIC LIMITED COMPANY as at 31 December 2019, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Companies Act, 2002.

We have audited the financial statements of JATU PUBLIC LIMITED COMPANY ("the Company"), set out on pages 7 to 13 which comprise the statement of financial position as at 31 December 2019, the statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and notes to the financial statements, comprising significant accounting policies and other explanatory information.

### *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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the in accordance with International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Other Information*

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the Companies Act, 2002, Statement of Directors' responsibilities and Declaration of Head of Finance. The other information does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion 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 Directors for the Financial Statements*

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and in the manner required by the Companies Act, 2002, 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 have no realistic alternative but to do so.

#### *Auditors' 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 auditors' 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 scepticism 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 disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with 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**

This report, including the opinion, has been prepared for, and only for, the company's members as a body in accordance with the Tanzanian Companies Act 2002 and for no other purposes.

The Companies Act 2002 requires us to report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 2002. We also required to report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the Company has not kept proper accounting records, if we have not received all the information and explanations we required for our audit, or if information specified by law regarding directors' remuneration and transactions with the Company is not disclosed.

*[Handwritten signature]*

**Hekima Associates**  
Certified Public Accountants  
DAR ES SALAAM



Date: 08.04.2020

Signed by

*[Handwritten signature: Johannes B. Kerenge]*



JATU PUBLIC LIMITED COMPANY

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2019

ASSETS	Notes	31.12.2019 TZS	31.12.2018 TZS
<b>Non-Current Assets</b>			
Property, Plant & Equipment	2	638,094,905	467,860,641
<b>Current Assets</b>			
Debtors	3	346,890,170	54,334,574
JATU SACCOS Advances		174,922,427	-
Prepaid rent		4,060,000	2,100,000
Stock		222,287,773	10,739,490
Tax credit		4,124,999	2,324,999
Cash and Bank balances		30,726,023	1,199,150
<b>Total Current Assets</b>		<u>783,011,392</u>	<u>70,698,213</u>
<b>TOTAL ASSETS</b>		<u>1,421,106,297</u>	<u>538,558,854</u>
<b>EQUITY AND LIABILITIES</b>			
Authorised share capital: 50 million ordinary shares each TShs 2,500		<u>125,000,000,000,000</u>	<u>20,000,000,000</u>
Issued and paid up Share Capital 5148@1000	4	5,148,000	5,148,000
Issued and paid up Share Capital 107000@2500	4	267,500,000	267,500,000
Issued and paid up Share Capital 71277@2500	4	216,932,500	178,192,500
Issued and paid up Share Capital 53079@2500	4	132,697,500	-
Issued and paid up Share Capital 919793@500	4	459,896,500	-
Retained Earnings/(Loss)		40,088,024	22,311,505
<b>Total Equity</b>		<u>1,122,262,524</u>	<u>473,152,005</u>
<b>Liabilities</b>			
Term Loans	5	19,456,025	32,597,501
<b>Current Liabilities</b>			
DSE-Members' Advances		121,030,979	-
Trade creditors	6	77,165,101	12,913,735
Accruals	7	81,191,669	19,895,612
<b>Total Current Liabilities</b>		<u>279,387,749</u>	<u>32,809,347</u>
<b>Total liabilities</b>		<u>298,843,774</u>	<u>65,406,848</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,421,106,297</u>	<u>538,558,854</u>

The notes on Pages 10 to 12 form part of these Financial Statements  
Auditor's Report on Pages 4 to 6

  
 \_\_\_\_\_  
 Director

08.04.2020  
Date



**JATU PUBLIC LIMITED COMPANY**  
**STATEMENT OF PROFIT/LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31st DECEMBER 2019**

		2019	2018
	Notes	TZS	TZS
Sales Income		564,305,250	250,322,850
Less: Cost of sales	9	<u>181,690,841</u>	<u>99,506,942</u>
Gross Profit		382,614,409	150,815,908
Add: Other income	8	<u>318,713,794</u>	<u>145,171,193</u>
Total income		701,328,203	295,987,101
Less: Operating expenses:			
Bank Charges & Commission		5,849,706	1,214,668
Cleaning Expenses		94,400	746,500
Trade fair expenses		-	1,283,000
Fines and Penalties		1,199,000	714,000
Hire of equipment		761,000	2,090,000
Insurance		2,774,600	3,962,300
Legal expenses		5,213,000	-
First Aid Kit		782,000	395,000
Office expenses		31,543,143	1,360,200
Office rent- On-Fair		6,130,100	6,130,100
Permits & Licenses		2,115,200	1,139,000
Printing & Stationery		26,984,700	7,522,300
Public Relations		1,600,000	983,000
Rent -Office		23,504,540	6,464,080
Land lease		4,200,000	4,200,000
Repair & Maintenance of machinery		-	26,844,544
Repairs of Office equipment		1,865,000	-
Repairs of business premises		6,549,500	-
Security expenses		7,694,000	3,609,000
Staff Uniforms		290,000	1,113,000
Telephone and internet		7,618,061	3,488,500
Meetings & Seminars		25,066,000	12,600,000
Burial and condolence expenses		-	4,560,000
BRELA fees		419,000	79,000
Equity Loan interest		2,205,853	-
EFTA Loan interest		8,759,534	8,759,534
Travelling & Accommodation		18,275,000	13,234,200
Vehicle Fuel Expenses		9,068,410	9,364,373
Salaries		166,200,000	58,165,000
Wages		12,343,500	-
Trade fair expenses		3,925,500	-
Sub total c/f		<u>383,030,747</u>	<u>180,021,299</u>



**JATU PUBLIC LIMITED COMPANY**  
**STATEMENT OF PROFIT/LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31st DECEMBER 2019**


Notes	2019 TZS	2018 TZS
Sub total b/f	383,030,747	180,021,299
Audit fees	3,158,000	3,000,000
Consultancy fees	2,270,000	3,127,640
Advertising	21,783,600	2,955,000
Skills Development Levy	8,034,458	2,617,425
Workers Compensation Fund	1,662,000	581,650
NSSF- Company contribution	16,620,000	1,120,000
Withholding tax on consultancy	-	156,382
Withholding tax on rent	-	646,408
Stamp duty on rent	535,339	64,647
M-Pesa charges	2,347,643	1,104,325
Software hosting and development	17,136,524	9,072,994
Transport - Other	355,000	2,989,700
Electricity-Administration	3,423,648	1,811,500
Office supplies	303,000	-
Service levy	1,692,916	-
Research expenses	17,571,316	-
DSE processing	48,595,000	-
Staff welfare	24,015,400	-
Staff housing	6,000,000	6,000,000
Depreciation	102,705,589	64,732,402
<b>Total expenses</b>	<b>661,240,179</b>	<b>280,001,366</b>
Profit(Loss) before tax	40,088,024	15,985,735
Tax Provision during the year	-	-
<b>Profit(Loss) after tax for the year</b>	<b>40,088,024</b>	<b>15,985,735</b>



**STATEMENT OF RETAINED EARNINGS/(LOSS)**

Retained Earnings/(Loss) B/F	22,311,505	6,325,770
Add: Profit/(Loss) after tax for the year	40,088,024	15,985,735
<b>Total Retained Earnings/(Loss)</b>	<b>62,399,529</b>	<b>22,311,505</b>
Less: Dividends Paid	22,311,505	-
<b>Retained Earnings/(Loss) C/F</b>	<b>40,088,024</b>	<b>22,311,505</b>

The notes on Pages 10 to 12 form part of these Financial Statements  
Auditor's Report on Pages 4 to 6

  
\_\_\_\_\_  
Director

08.04.2020  
\_\_\_\_\_  
Date

**JATU PUBLIC LIMITED COMPANY**  
**STATEMENT OF CASHFLOWS FOR THE YEAR ENDING 31ST DECEMBER 2019**

	2019	2018
	TZS	TZS
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before taxation	40,088,024	15,985,735
<i>Adjustments for:</i>		
Depreciation:	102,705,589	64,732,402
Operating Profit/(Loss) before changes in WC	142,793,613	80,718,138
<b>CHANGES IN WORKING CAPITAL (WC)</b>		
(Increase)/Decrease in debtors	(292,555,596)	(21,474,324)
(Increase)/Decrease in JATU Advance	(174,922,427)	-
(Increase)/Decrease in prepayments	(1,960,000)	637,000
(Increase)/Decrease in stock	(211,548,283)	(10,465,090)
Increase/(Decrease) in DSE Members Advances	121,030,979	(153,654,580)
Increase/(Decrease) in trade creditors	64,251,366	(9,112,906)
Increase/(Decrease) in accruals	61,296,057	14,325,172
Cash flow from operating activities	(291,614,292)	(99,026,590)
Tax Paid	(1,800,000)	(1,200,000)
Net Cash flow from operating activities	A (293,414,292)	(100,226,590)
<b>CASH FROM INVESTING ACTIVITIES</b>		
Purchases of fixed assets	(272,939,853)	(84,954,797)
Cash Used by Investments	B (272,939,853)	(84,954,797)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Term Loans	(13,141,477)	(12,537,499)
Paid dividend	(22,311,505)	-
Capital	631,334,000	178,192,500
Net Cash flow from financing activities	C 595,881,018	165,655,001
Net (decrease)/increase in cash and cash equivalents	(A+B+C) 29,526,873	(19,526,386)
<b>CASH AND CASH EQUIVALENTS AT</b>		
Balance as at 1st January	1,199,150	20,725,536
Balance as at 31st December	30,726,023	1,199,150

The notes on Pages 10 to 12 form part of these Financial Statements  
Auditor's Report on Pages 4 to 6



JATU PUBLIC LIMITED COMPANY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDING 31ST DECEMBER 2019

**1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of these Financial Statements are set out below:

**a) Basis of Preparation**

The Financial Statements are prepared in accordance with and comply with International Financial Reporting Standards (IFRS). The Financial Statements are prepared under the historical cost convention.

**b) Income Recognition**

Income is recognized in the year in which it is earned except for dividends from trade investments, that are recognized when received.

**c) Non Current Assets**

Property, Plant and Equipments are recorded at purchase cost less accumulated depreciation.

Depreciation is calculated on a Straight Line Method to write off the cost of each asset or the revalued amounts evenly over its estimated useful economic shelf life as follows:

Description	Rate
Buildings	5%
Machineries	10%
Office Equipment	12.5%
Furniture & Fittings	12.5%
Tractor & Implements	25%
Computers	33.3%
Motor Vehicles	25%
Motor Cycles	12.5%

Depreciation is charged full in the year of acquisition and none in the year of disposal.

**d) Trade and other Debtors**

Trade and other receivables are stated at nominal value less write down for any amounts expected to be irrecoverable.

**e) Trade and other Payables**

Trade and other payables are stated at their costs.

**f) Cash and cash equivalents**

For purposes of cash flow statements, cash and cash equivalents, comprise cash in hand and banks.

**g) Bad debts**

Bad debts are written off when when all reasonable efforts to recover them have been done with failure. No bad debts reported as at 31st December 2019



**JATU PUBLIC LIMITED COMPANY**

**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**

**Head: MOVEMENT OF NON CURRENT ASSETS AS AT 31ST DECEMBER 2019**

COST OR REVALUATION	Buildings	Machineries	Office Equipment	Furniture & Fittings	Tractor & Implements	Computers	Motor Vehicles	Motor Cycles	TOTAL
	T25	T25	T25	T25	T25	T25	T25	T25	T25
Bal as at 01.01.2019	306,802,000	129,941,941	10,928,500	11,097,500	43,500,000	24,023,000	56,080,797	2,000,000	586,373,738
Additions	120,279,653	17,855,000	2,164,200	34,728,000	89,000,000	18,983,000	6,000,000	4,000,000	273,939,853
Bal as at 31.12.2019	427,081,653	147,796,941	13,092,700	45,825,500	112,500,000	42,986,000	64,080,797	6,000,000	859,213,591
DEPRECIATION									
Bal as at 01.01.2019	27,930,200	25,988,388	2,574,688	2,630,813	21,750,000	12,011,310	25,107,699	500,000	118,513,097
Charge for the Year	21,351,583	14,779,694	1,636,588	5,728,188	28,125,000	14,314,338	16,020,199	750,000	102,705,589
Bal as at 31.12.2019	49,281,783	40,768,082	4,211,275	8,359,000	49,875,000	26,325,648	41,127,899	1,250,000	221,218,686
NET BOOK VALUE									
Bal as at 31.12.2019	377,799,870	107,028,859	8,881,425	37,466,500	62,625,000	16,660,352	22,952,899	4,750,000	638,094,905
Bal as at 31.12.2018	278,871,800	103,953,552	8,353,812	8,446,688	21,750,000	12,011,690	32,973,098	1,500,000	467,860,641



JATU PUBLIC LIMITED COMPANY  
NOTES TO THE FINANCIAL STATEMENTS CONTINUED

			31.12.2019	31.12.2018
<b>Note 3 DEBTORS</b>				
JATU Saccos			T25	T25
Members' Registration forms			-	18,061,169
Trade debtors			269,067,000	-
			<u>77,823,170</u>	<u>36,273,385</u>
			<u>346,890,170</u>	<u>54,334,574</u>
<b>Note 4 SHARE CAPITAL</b>				
Paid up in 2016--> 5148 shares each 1,000			5,148,000	5,148,000
Paid up in 2017--> 107000 shares each 2,500			267,500,000	267,500,000
Paid up in 2018--> 86773 shares each 2,500			216,932,500	178,192,500
Paid up in 2019--> 53079 shares each 2,500			132,697,500	-
Paid up in 2019--> 919793 shares each 500			459,896,500	-
			<u>1,082,174,500</u>	<u>450,840,500</u>
<b>Note 5 Term Loan</b>	<b>EFTA</b>	<b>EQUITY</b>	<b>Total</b>	
Opening balance	32,597,501	-	32,597,501	45,135,000
New Loan	-	20,000,000	20,000,000	-
Repayments	-	-	-	-
Closing balance	<u>(18,540,466)</u>	<u>(14,601,011)</u>	<u>(33,141,477)</u>	<u>(12,532,499)</u>
	<u>14,057,035</u>	<u>5,398,989</u>	<u>19,456,025</u>	<u>32,597,501</u>
<b>Note 6 TRADE CREDITORS</b>				
Member Farmers			77,165,101	12,913,735
			<u>77,165,101</u>	<u>12,913,735</u>
<b>Note 7 ACCRUALS</b>				
Audit fees			3,158,000	3,000,000
Skills Development Levy			10,096,425	2,617,425
Workers Compensation Fund			2,447,257	785,257
Net Salary Payable			-	5,564,800
BRELA fees payable			-	79,000
Accrued EFTA interest			-	748,399
Accrued Rent			928,500	-
Accrued Members Monthly Commission			14,496,581	-
PAYE Payable			14,893,400	3,993,300
NSSF Payable			28,190,000	2,240,000
Withholding tax on consultancy			269,882	156,382
Withholding Tax on auditing fee			157,900	-
Withholding Tax on dividend			2,231,151	-
Withholding tax on rent			3,929,612	646,408
Stamp duty on rent			392,961	64,641
			<u>81,191,669</u>	<u>19,895,612</u>
<b>Note 8 OTHER INCOME BY SOURCE</b>				
Forms			122,970,000	18,900,500
Milling			11,927,850	17,251,060
Tractor			1,010,000	108,904,633
Coupons			1,795,500	-
DSE Non-refundable contribution			178,526,300	-
Maize Bran			2,484,144	-
Others			-	15,000
			<u>318,713,794</u>	<u>145,171,193</u>
<b>Note 9 COST OF SALES</b>				
Opening stock			10,739,490	-
Raw Materials purchases			350,906,165	76,661,270
Materials Transportation			10,692,500	7,638,024
Packaging Materials			7,271,023	6,858,669
Electricity-Production			1,913,000	2,340,000
Monthly Commission			22,456,436	16,748,469
Subtotal			<u>403,978,614</u>	<u>110,246,432</u>
Less: Closing stock			222,287,773	10,739,490
Cost of Sales			<u>181,690,841</u>	<u>99,506,942</u>



**JATU PUBLIC LIMITED COMPANY**  
**TAX COMPUTATION AS AT 31ST DECEMBER 2019**

Accounts

		2019
		TZS
Profit (Loss) before tax		40,080,004
Add back:		
Depreciation		102,705,589
Fines and Penalties	100%	1,199,000
Public Relations	100%	1,400,000
Vehicle Fuel Expenses	10%	906,841
Telephone	10%	781,806
Adjusted profit		147,373,239
Less: Wear and tear allowance		147,373,239
Subtotal		182,354,476
Unrelieved loss b/f		(15,093,217)
Unrelieved loss c/f		(1,394,513)
Tax	20%	(26,298,129)
Provisional tax paid 2019		1,800,000
Tax credit		(1,800,000)

**WEAR AND TEAR ALLOWANCE**  
**FOR THE YEAR ENDING 31ST DECEMBER 2019**

	T(zhs)	T(zhs)	T(zhs)	T(zhs)	T(zhs)	T(zhs)
	Class I 37.5%	Class II 25%	Class III 12.5%	Class VI 3%	Class VIII 100%	Total
Written down Value as at 01.01.2019	12,190,859	86,015,440	17,109,531	294,211,900	43,500,000	453,027,730
Additions	36,818,000	10,000,000	36,892,200	120,229,653	59,000,000	272,939,853
Total	49,008,859	96,015,440	54,001,731	414,441,553	112,500,000	182,354,476
Wear and tear	18,378,332	24,603,840	6,750,216	20,722,078	112,500,000	182,354,476
Written down Value as at 31.12.2019	30,630,527	71,411,600	47,251,515	293,719,475		

