

DigiSpice Tanzania Ltd. (Formerly known as Spice VAS Tanzania Ltd.)  
Balance Sheet as at March 31, 2020

	As at 31 Mar 2020 TZS	As at 31 Mar 2019 TZS
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	5,498,222	8,516,131
Capital work in progress	-	-
Investment property	-	-
Goodwill	-	-
Other Intangible assets	17,794,551	51,732,004
Financial assets		
Investments	-	-
Loans	-	-
Other financial assets	-	-
Deferred tax assets	-	-
Other non current Assets	-	-
	<u>23,292,773</u>	<u>60,248,135</u>
<b>Current assets</b>		
Financial assets		
Trade receivable	16,508,623	43,780,051
Cash and cash equivalents	10,461,947	29,551,926
Loans	-	-
Other financial assets	37,332,120	15,817,918
Current tax assets (Net)	-	-214,392,914
Other Current assets	91,528,943	97,297,575
	<u>155,831,633</u>	<u>-27,945,444</u>
	<u>179,124,406</u>	<u>32,302,691</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share Capital	200,000,000	200,000,000
Other Equity	-2,100,474,589	-1,892,882,053
	<u>-1,900,474,589</u>	<u>-1,692,882,053</u>
Non Controlling Interest	-	-
	<u>-1,900,474,589</u>	<u>-1,692,882,053</u>
<b>Non Current Liabilities</b>		
<b>Financial Liabilities</b>		
Borrowing	-	-
Other financial liabilities	-	-
Provisions	-	-
Deferred tax liabilities	-	-
Other non-current liabilities	-	-
Employee benefit obligations	5,965,134	11,490,332
	<u>5,965,134</u>	<u>11,490,332</u>
<b>Current Liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	-	-
Trade payables	2,053,767,898	1,610,764,415
Other Financial Liabilities	16,961,610	54,226,573
Other Current Liabilities	2,904,351	48,703,422
	<u>2,073,633,859</u>	<u>1,713,694,410</u>
<b>Total</b>	<u>179,124,404</u>	<u>32,302,689</u>

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**Statement of Profit and Loss for the year ended March 31, 2020**

<b>Particulars</b>	<b>For the period ended Mar 31, 2020 TZS</b>	<b>For the period ended Mar 31, 2019 TZS</b>
Revenue from operations	67,794,081	301,646,839
Other income	-	241,002,702
<b>Total Income</b>	<b>67,794,081</b>	<b>542,649,541</b>
<b>Expenses:</b>		
Purchase of traded goods	-	-
Operating Expenses	-152,746,831	-40,121,494
Employee benefit expense	193,945,096	400,174,243
Depreciation and amortization expense	36,955,362	43,002,274
Other expenses	4,081,618	358,965,154
<b>Total expenses</b>	<b>82,235,245</b>	<b>762,020,177</b>
<b>Profit before exceptional items and tax</b>	<b>-14,441,164</b>	<b>-219,370,636</b>
Exceptional items	-	-
<b>Profit before tax</b>	<b>-14,441,164</b>	<b>-219,370,636</b>
Income tax expense:		
(1) Current tax	-	251,945,914
(2) Deferred tax	-	-
Income tax adjustments for earlier years	193,151,375	-
<b>Profit (Loss) for the year</b>	<b>(207,592,539)</b>	<b>(471,316,550)</b>

Statement of change in Equity for the year ended March 31, 2020

	As at 31 Mar 2020	As at 31 Mar 2019
<b>a. Equity Share Capital:</b>	<b>No. of shares</b>	<b>No. of shares</b>
Equity share of TZS 200,000 each issued, subscribed and fully paid up		
<b>At the beginning of the year/period</b>	<b>200,000,000</b>	<b>200,000,000</b>
Issue of share capital	-	-
<b>Outstanding at the end of the year/period</b>	<b>200,000,000</b>	<b>200,000,000</b>

Notes to the financial statements for the year ended March 31, 2020

	As at 31 Mar 2020	As at 31 Mar 2019
	TZS	TZS
<b>4 Investment property</b>		
Opening balance	-	-
Additions	-	-
Closing balance	-	-
<b>Depreciation and impairment</b>		
Opening balance	-	-
Additions	-	-
Closing balance	-	-
<b>Net Block</b>		
At 1 April 2018	-	-
At 31 March 2020	-	-
	As at 31 Mar 2020	As at 31 Mar 2019
	TZS	TZS
<b>5 Goodwill</b>		
Goodwill	-	-
	As at 31 Mar 2020	As at 31 Mar 2019
	TZS	TZS
<b>6 Investments</b>		
<b>Unquoted equity shares</b>	-	-
	As at 31 Mar 2020	As at 31 Mar 2019
	TZS	TZS
<b>7 Loans</b>		
<b>Unsecured, considered good</b>		
Advances to related parties	-	-
	As at 31 Mar 2020	As at 31 Mar 2019
	TZS	TZS
<b>8 Other financial assets</b>		
Security deposits	-	-
Current	-	-
Non-Current	-	-
Unbilled revenue	37,332,120	15,817,918
	37,332,120	15,817,918
Current	37,332,120	15,817,918
Non-Current	-	-
	37,332,120	15,817,918

Advances recoverable in cash or kind	-	-
	-	-
Current	-	-
Non-Current	-	-
	-	-
	<u>-</u>	<u>-</u>
Total Current	37,332,120	15,817,918
Total Non-Current	-	-
	<u>37,332,120</u>	<u>15,817,918</u>
<b>9 Deferred tax assets</b>		
Deferred tax assets	-	-
	-	-
	<u>-</u>	<u>-</u>
<b>10 Other current assets</b>		
Advances recoverable in cash or kind	-	-
Prepaid expenses	-	-
	-	-
	<u>-</u>	<u>-</u>
<b>11 Trade receivables</b>		
Trade receivables	16,508,623	43,780,051
Receivable from other related parties	-	-
<b>Total Trade Receivable</b>	<u>16,508,623</u>	<u>43,780,051</u>
<b>Break-up of security details:</b>		
<b>Trade receivables</b>		
Secured,considered good	-	-
Unsecured,considered good	16,508,623	43,780,051
Doubtful	45,267,274	44,952,233
Total	<u>61,775,897</u>	<u>88,732,284</u>
<b>Impairment Allowance</b>		
Unsecured,considered good	-	-
Doubtful	45,267,274	44,952,233
	<u>45,267,274</u>	<u>44,952,233</u>
Total trade receivables	<u>16,508,623</u>	<u>43,780,051</u>
<b>12 Cash Bank Balances</b>		
Balance with banks:		
- in current accounts	10,461,947	29,551,926
Cash on hand	-	-
	<u>10,461,947</u>	<u>29,551,926</u>
<b>13 Current Tax Asset (Net)</b>		
Advance income-tax	-	-214,392,914
	-	-214,392,914
	<u>-</u>	<u>-214,392,914</u>
Provision for taxation	-	-
	-	-
	<u>-</u>	<u>-214,392,914</u>
<b>14 Other current assets</b>		
Advances recoverable in cash or kind	90,484,943	95,771,266
Prepaid expenses	1,044,000	1,526,309
Balances with statutory / government authorities	-	-
	<u>91,528,943</u>	<u>97,297,575</u>

15 Equity share capital and other equity

<b>13(a) Equity Share capital</b>		
Share capital	200,000,000	200,000,000
Issued during the period	-	-
	<u>200,000,000</u>	<u>200,000,000</u>
<b>13(b) Other equity</b>		
Retained earnings		
i) Retained earnings	-2,100,474,589	-1,892,882,053
ii) items of OCI	-	-
	<u>-2,100,474,589</u>	<u>-1,892,882,053</u>
<b>i) Retained earnings</b>		
Opening balance	-1,892,882,050	-1,421,565,503
Net profit/(loss) for the year	(207,592,539)	(471,316,550)
Items of OCI recognised directly in retained earn	-	-
	<u>-2,100,474,589</u>	<u>-1,892,882,053</u>
<b>ii) items of OCI</b>		
Foreign currency translation reserve	-	-
	<u>-</u>	<u>-</u>
<b>16 Deferred tax liabilities</b>		
Deferred tax liabilities	-	-
	<u>-</u>	<u>-</u>
<b>1 Employee benefit obligations</b>		
Leave obligations	5,965,134	11,490,332
	<u>5,965,134</u>	<u>11,490,332</u>
<b>16 Borrowings</b>		
<b>Unsecured</b>		
Interest free loan from related parties repayable on demand	-	-
	<u>-</u>	<u>-</u>
<b>17 Trade payables</b>		
Trade payables	606,794,460	766,791,157
Trade payables to related parties	1,446,973,438	843,973,258
	<u>2,053,767,898</u>	<u>1,610,764,415</u>
<b>18 Other Financial liabilities</b>		
Payable towards capital goods	-	-
Employee related payables	16,961,610	54,226,573
	<u>16,961,610</u>	<u>54,226,573</u>
<b>19 Other current liabilities</b>		
Advances from customers	-1,537,665	25,100,240
TDS Payable	8,286,775	15,356,250
Sales tax/Vat payable	-7,790,510	-1,149,943
Social security payables	3,945,751	9,396,875
Advances to related parties	-	-
	<u>2,904,351</u>	<u>48,703,422</u>
<b>20 Revenue from operations:</b>		
Sales of traded goods	-	-
Sales of services	67,794,081	301,646,839
	<u>67,794,081</u>	<u>301,646,839</u>
<b>21 Other Income:</b>		
Interest income on	-	-
Bank deposits	-	-
Provision for doubtful debts written back	-	19,692,987
Unspent liabilities written back	-	221,309,715
Miscellaneous income	-	-
	<u>-</u>	<u>241,002,702</u>

**22 Operating Expenses**

Value added service charges	-152,746,831	-40,121,494
	<u>-152,746,831</u>	<u>-40,121,494</u>

**23 Employee benefit expense**

Salaries,wages and bonus	157,838,835	308,175,762
Contribution to provident and other funds	18,420,937	32,913,599
Staff welfare expenses	11,462,589	39,716,344
Leave Encashment	6,222,735	19,368,538
	<u>193,945,096</u>	<u>400,174,243</u>

**24 Depreciation and amortization expense**

Depreciation of property, plant and equipment	3,017,909	9,513,329
Amortization of intangible assets	33,937,453	33,488,945
	<u>36,955,362</u>	<u>43,002,274</u>

**25 Other expenses**

Electricity and water	-	89,200
Rent	5,944,135	19,441,080
Rates and taxes	27,511,822	6,607,762
Insurance	4,381,885	3,330,812
<b>Repair and maintenance</b>	-	-
Computers and others	560,452	886,667
Advertising and sales promotion	-1,949,500	18,990,900
Travelling and conveyance	18,831,442	19,929,567
Communication costs	1,381,845	4,002,931
Legal and professional fees	-23,854,542	255,040,652
Payment to auditors	6,059,560	19,414,819
Provision for doubtful debts and advances	315,041	-
Exchange difference(net)	312,575	1,371,040
Miscellaneous expenses	-35,413,097	9,859,724
	<u>4,081,618</u>	<u>358,965,154</u>

**Payment to Auditors****As auditors:**

Audit fee	6,059,560	19,414,819
	<u>6,059,560</u>	<u>19,414,819</u>