

**AUDITED REPORT ON THE FINANCIAL STATEMENTS OF SEBA CONSULTING SERVICES
FOR THE YEAR EDED 31ST DECEMBER, 2019**

REGISTERED OFFICE:

DORA House, 3rd floor,
Plot No. 330, BLOCK 43
Bagamoyo road opposite TIE
Bamaga bus station
P.O.Box: 3476
Kinondoni
DAR ES SALAAM



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DEFINITIONS OF TERMS AND ABBREVIATIONS

IFRS	International Financial Reporting Standards.
ISA	International Standards on Auditing
NBAA	National Board of Accountants and Auditors
NMB	National Microfinance Bank
SMEs	Small and Medium Enterprises
TRA	Tanzania Revenue Authority
TZS	Tanzania Shillings



SEBA CONSULTING SERVICES

**ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2019**

GENERAL INFORMATION

REGISTERED OFFICE

DORA House, 3rd floor
Plot No. 330, block 43
Bagamoyo road opposite TIE
P.O. Box 3476
Dar es Salaam.

BANKERS



National Microfinance Bank Plc,
Mlimani Branch,
Dar es Salaam.

AUDITOR

MENGWE ASSOCIATE
BOX:
Arusha

SEBA CONSULTING SERVICES

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019



INTRODUCTION

SEBA Consulting Service is a certified public accountant firm established to provide comprehensive set of cost effective solutions to organizations. Our services include auditing, accounting, Tax consultancy, business analysis, and training.

It was established in 2018 and started its operation in 2019. The Directors hereby present their report and the audited financial statements which disclose the affairs of Seba Consulting Services for the year ended 31st December, 2019.

PARTNERS

The partners, who served during the year ended 31th December, 2019 and their shares to the firm are set out in the table below;

S/No.	Name	Position	Nationality	Shares
1	CPA. Athuman Senzota	Partner	Tanzanian	50%
2.	CPA. Ibrahim Balama	Partner		50%

PRINCIPAL ACTIVITIES

SEBA Consulting Service is a certified public accountant firm established to provide comprehensive set of cost effective solutions to organizations. Our services include auditing, accounting, Tax consultancy, business analysis, and training.

OUR VISION

We strive to achieve timely and quality accounting, auditing, and tax consultancy services at affordable price in all areas of our business.

SEBA CONSULTING SERVICES

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

We continually improve our auditing and consulting programs and strive toward technological and industry leadership. We will support the pursuit of professional advancement and the sharing of knowledge and experience with our peers".

OUR MISSION

To become one of the best accounting, auditing and tax consultancy firm in the country providing utmost satisfaction to all the clientele. We would like ourselves to be known as one of the finest firm to be partnered with in all the aspects of auditing and accounting services.

RELATED PART TRANSACTIONS

During the Year under review the firm did not transact with related companies.

SOLVENCY

The financial statements have prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realization of assets and settlement of liabilities contingent obligations and commitments will occur in the ordinary course of the activities of the Firm

PERFORMANCE DURING THE YEAR

Financial Performance

The Financial Performance during the year under review displayed that the firm realized a net profit of TZS 1,105,326.53 while the **Financial Position** indicated the net assets of TZS 2,925,986.53 and the **Cash Flow Statement** indicated that at the end of the financial year the firm had Cash and Cash Equivalent amounting to TZS 1,375,527.00



SEBA CONSULTING SERVICES

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019



FUTURE PLAN



The firm is in process of developing a strategic plan which will enable the accomplishment of the mission and vision of the firm

POLITICAL AND CHARITABLE DONATIONS

The firm did not make any political donations during the year.

AUDITORS

Mengwe Associate have been appointed as auditors for the year ended 31st December 2019.

PARTNER ATHMAN SSENZOTA	DATE 24/06/2020	SIGNATURE	
PARTNER IBRAHIM BRAMA	DATE 24/06/2020	SIGNATURE	

SEBA CONSULTING SERVICES

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019



STATEMENTN OF THE DIRECTORS RESPONSIBILITIES

The companies Act 2002 requires the directors to prepare financial statements for each year which gives a true and fair view of the state of affairs of the firm as at the end of the financial period and of the operating result of the firm for that period. It also required the directors to ensure the firm keeps proper accounting records, which disclose with reasonable accuracy at any time the financial position of the firm; they are also responsible for safeguarding the assets of the firm

The directors accept responsibility for the annual financial statements; 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 firm and of its operating results

The director 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

Nothing has come to the attention of the directors to indicate that the firm will not remain a going concern for at least two years from the date of signing of this statement

CPA. Athuman Senzota

Partner

Date 24/06/2020

CPA. Ibrahim Balama

Partner

Date 24/06/2020

SEBA CONSULTING SERVICES

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

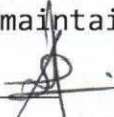
DECLARATION OF THE ACCOUNTANT FOR YEAR ENDED 31ST DECEMBER, 2019

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 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, JOACHIM ANSELM being the Accountant of the Seba Consulting Services, hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31st December, 2019 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 the Seba Consulting Services as on that date and that they have been prepare based on properly maintained financial records.

Signed by: JOACHIM ANSELM 

Position: HEAD OF FINANCE

NBAA Membership No.: ACPA-PP 2607

Date: 24/06/2020



**INDEPENDENT AUDIT REPORT OF MENGWE ASSOCIATE FOR THE YEAR ENDED
DECEMBER 2019**

PARTNERS

SEBA CONSULTING SERVICES

P.O BOX 3476,

DAR ES SALAAM



**REPORT OF THE AUDITORS ON ACCOUNTS OF SEBA CONSULTING SERVICES FOR THE
YEAR ENDING DECEMBER 31ST, 2019**

Unqualified Opinion

We have audited the financial statements of Seba Consulting Services which comprise of the statement of financial position as at 31st December, 2019 and the statement of comprehensive income, statement of changes in owner's equity and statement of cash flows for the year ended 31st December, 2019 and a summary of significant accounting policies and other explanatory notes as set out on pages 12 to 21.

In our opinion, the financial statements give a true and fair view of the financial position of Seba Consulting Services as at 31st December, 2019, and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium sized Entities (IFRS for SMEs) and comply with the Tanzanian Companies Act of 2002.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Respective Responsibilities of Directors and Auditors

Respective Responsibilities of Directors and Auditors

The directors are responsible for the preparation of financial statements. Our responsibility is to form an independent opinion, based on our audit, on those statements and report our opinion to you.

Matters Affecting Our Opinion

In common with many businesses of similar size and organization, the firm's system of internal control and financial sustainability is dependent upon close involvement of the Partners. Where independent confirmation of the completeness of accounting records was therefore not available, we have accepted assurances from the Partners and Accountant that all the firm's transactions have been reflected in the accounting records and adequately supported by relevant third party documents.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion there on, and we do not provide separate opinion on these matters. We have fulfilled the responsibilities described in the auditor's Responsibilities for the Audit of the Financial Statements section of our report, including in relation to this matter. There were no key audit matters to report during the year ended 31st December 2019.



ROBERT DISMAS, ACPA 2742
MANAGING PARTNER



MENGWE ASSOCIATES

Certified Accountants, Authorized Auditors and Tax Consultants
P.O BOX 13040, ARUSHA

DATE 24/06/2020

SEBA CONSULTING SERVICES

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019**

	NOTE	2019 TZS
ASSETS		
NON CURRENT ASSETS		
PPE	1	<u>950,000.00</u>
TOTAL NON CURRENT ASSETS		950,000.00
CURRENT ASSETS		
CASH AND CASH EQUIVALENT	2	1,375,526.84
DEBTORS AND PREPAYMENTS		<u>2,100,459.69</u>
TOTAL CURRENT ASSETS	3	<u>3,475,986.53</u>
TOTAL ASSETS		<u>4,425,986.53</u>
CAPITAL AND LIABILITIES		
LIABILITIES		
TRADE AND OTHER PAYABLES	4	1,500,000.00
DIRECTOR RENUMERATION		-
TOTAL LIABILITIES		<u>1,500,000.00</u>
CAPITAL		
PARTNERS CAPITAL AT JAN 12019		1,680,660.00
ADDITION CAPITAL		140,000.00
ACCUMULATED PROFIT/(LOSS)		<u>1,105,326.53</u>
TOTAL CAPITAL		<u>2,925,986.53</u>
TOTAL CAPITAL AND LIABILITIES		<u>4,425,986.53</u>



Notes 1-16 forms part of these financial statements

These financial statements were approved for issue by the Board of Directors on 24/06/20 and were signed on its behalf by:

Name: ATHMAN S SENZITA Title: PARTNER Signature: [Signature]

Name: IBRAHIM B DZAMA Title: PARTNER Signature: [Signature]

SEBA CONSULTING SERVICES

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31ST DEC 2019

	NOTE	2019 TSHS
SERVICE FEES		23,846,227
		<u>23,846,227</u>
OPERATING EXPENSES	5	19,109,221
ADMINISTRATIVE COST	6	2,590,000
BUSINESS EXPENSES	7	1,041,680
TOTAL		<u>22,740,900</u>
NET PROFIT BEFORE TAX		1,105,327
TAXATION		-
NET PROFIT AFTER TAX		<u>1,105,327</u>



Notes 1-16 forms part of these financial statements

These financial statements were approved for issue by the Board of Directors on 24/6/2020 and were signed on its behalf by:

Name: ATHMANS SHABAN Title: PARTNER Signature: [Signature]

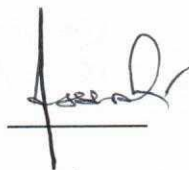
Name: IBRAHIM BILAL Title: PARTNER Signature: [Signature]


SEBA CONSULTING SERVICES

STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31 DECEMBER 2019

	CAPITAL	ACCUMULATED PROFIT/(LOSS)	TOTAL
	TZS	TZS	TZS
At Jan 1 2019	1,680,660	-	1,680,660
Addition	140,000		140,000
Profit/(Loss) for the year	-	1,105,327	1,105,327
As at 31 December 2019	<u>1,820,660</u>	<u>1,105,327</u>	<u>2,925,987</u>

These financial statements were approved for issue by the Partners on 24/06/2020 and were signed on its behalf by

Name: ATHMAN S. SENZOTA Title: PARTNER Signature: 

Name: IBRAHIM BAZUMA Title: PARTNER Signature: 



SEBA CONSULTING SERVICES

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2019

	DEC 2019
	<u>TZS</u>
CASH FLOW FROM OPERATING ACTIVITIES	
Profit (loss) for the year after tax	1,105,327
ADD :Depreciation	250,000
NET PROFIT	<u>1,355,327</u>
CHANGES IN WORKING CAPITAL	
Increase/(decrease) in trade and other Payables	1,500,000
Increase/(Decrease) in due to receivables	<u>(2,100,460)</u>
	<u>(600,460)</u>
Net Cash Provided/(Used) For Operating Activities	<u>754,867</u>
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>	
Acquisition of fixed assets	<u>(1,200,000)</u>
Net Cash Provided/(Used) For Investing Activities	<u>(1,200,000)</u>
CASH FLOW FROM FINANCIAL ACTIVITIES	
Share capital Issued	1,680,660
Addition	<u>140,000</u>
Net Cash Flow from Financing Activities	<u>1,820,660</u>
Net Increase/ Decrease In Cash & Cash Equivalent	1,375,527
Cash & Cash Equivalent at the beginning of the Year	=
Cash & Cash Equivalent at the end of the Year	<u><u>1,375,527</u></u>



SEBA CONSULTING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

A). Basis of preparation

These financial statements have been prepared in conformity with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC). The financial statements are prepared under the historical cost basis.

B). Summary of Accounting Policies: -

B (1) presentation currencies

Our firm operates and reporting using IFRS.

B (2) accounting period

The accounting period for the Seba Consulting Services start 1st January and end 31st December of each year.



B (3) Properties, Plant and Equipment

Property and equipment are stated at historical cost/professional valuation less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or are recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with item will flow to the Firm and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred. Depreciation on assets is calculated using the straight-line method to allocate their costs to their residual values over their estimated useful lives, as: -

Asset Description	Rate %
Furniture and Fittings	10

B (4) cash and cash equivalent

Cash and cash equivalents are carried in the balance sheet at face

SEBA CONSULTING SERVICES

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

value. For the purpose of cash flow statements cash and cash equivalents, comprise cash in hand and cash at bank.

NOTE 1: PROPERTY PLANT & EQUIPMENT

	ELECTRONIC EQUIPMENT	FURNITURE & FITTINGS	TOTAL
	TZS	TZS	TZS
Cost			
At 1 Jan 2019	-	-	-
Addition	400,000.00	800,000.00	1,200,000.00
As at 31 Dec 2019	400,000.00	800,000.00	1,200,000.00
Accumulated Depreciation			
At 1 Jan 2019	-	-	-
Charge for the year	150,000.00	100,000.00	250,000.00
At 31 Dec 2019	150,000.00	100,000.00	250,000.00
Carrying value			
At 31 Dec 2019	250,000.00	700,000.00	950,000.00

NOTE 2: CASH AND CASH EQUIVALENT

	DEC 2019
	TZS
BANK BALANCE	1,375,526.84
TOTAL	1,375,526.84

NOTE 3: RECEIVABLES

	DEC 2019
	TZS
TAX PREPAYMENT	2,100,459.69
TOTAL	2,100,459.69



SEBA CONSULTING SERVICES
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2019



NOTE 4: PAYABLES

	DEC 2019
	TZS
RENT	<u>1,500,000.00</u>
TOTAL	<u>1,500,000.00</u>

NOTE 5: ADMINISTRATIVE EXPENSES

ACCOUNTING SOFTWARE LICENCE FEE	11,669,220.50
DEPRECIATION	250,000.00
PRINTING AND STATIONERY	480,000.00
ELECTRICITY AND WATER	360,000.00
RENT	1,500,000.00
TRAVELING EXPENSES	<u>7,440,000.00</u>
TOTAL	<u>21,699,220.50</u>

NOTE 6: BUSINESS EXPENSES

BUSINESS LISENCE	500,000.00
MUNICIPAL LISENCE	250,000.00
BANK CHARGES	<u>291,679.97</u>
TOTAL	<u>1,041,679.97</u>

7. CAPITAL FROM THE PARTNERS

There was additional capital from the owner during the year amounting to TZS 140,000.00

8. EVENT AFTER REPORTING DATE

No material events have occurred which are either to be disclosed or to be adjusted in the financial statements only matter of reconciliation of electronic fund transfer Revenue claimed to be overstated due to double posting on the said system.