

DECCAN GOLD (TZ) PRIVATE LIMITED
FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31ST MARCH 2021

Prepared by:

FINCARE AND COMPANY,

Certified Public Accountants in Public Practice.

P. O. Box 22528, Mob - - 0782 011 911

Dar Es Salaam - Tanzania

DECCAN GOLD (TZ) PRIVATE LIMITED

Report and financial statements for the year ended 31st March 2020

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DECCAN GOLD (TZ) PRIVATE LIMITED

Report and financial statements for the year ended 31st March 2021

Company Information

Board of Directors	SARADCHANDRA RAO PESHA	Indian	Managing Director
	SUBRAMANIAM SUNDARAM	Indian	Director
	NICHOLAUS TIBYABO SLOO	Tanzanian	Director

Company Secretary NICHOLAUS TIBYABO SLOO

Registered office Survey Plaza, Ground Floor, Mwenge
P. O. Box 19096,
Dar Es Salaam

Principal bankers NMB Ltd
Miliani City Branch,
P.O.Box 34115,
Dar Es Salaam

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST MARCH, 2021

1. REPORT AND ACCOUNTS

The Directors presents this report together with audited financial statements for the year ended 31st March, 2021 which disclose the state of affairs of M/S **DECCAN GOLD (TZ) PRIVATE LIMITED** the "COMPANY". The financial statements for the year ended 31st March, 2021 were authorized for issue in accordance with a resolution of the Board at the meeting held on 22nd April, 2021.

2 PRINCIPAL ACTIVITIES

The Company's principal business activities during the year under review were probably to be construction but there were nothing done.

3. EFFORTS TO SECURE NATIONAL BENEFITS AND SEEK NATIONAL GOAL.

The Company strives to support the activities for getting the business license but there were difficult from fees to board of Contractors.

4. RESULT AND APPROPRIATION OF PROFITS

During the year under review (2020-2021) the Company made a loss. We are still at mineral exploration stage so there is no any income. It's very long process to reach at production stage, so it'll take time to reach at production level.

5. SOLVENCY

The business State of affairs is set out on page 8 of these audited financial statements. The Board considers the Company to be solvent within the meaning described by the company Act 2002 .The Director has reasonable expectations that the Company has adequate resources to exist for the foreseeable future.

6. FUTURE DEVELOPMENT PLAN

The Company may or not intends to diversify its products.

7. DIRECTORS

The company directors at the date of the report, all of whom have served since its incorporation are:-

Name of director	Position
Mr. SARADCHANDRA RAO PESHA	Managing Director - Indian
Mr. SUBRAMANIAM SUNDARAM	Director - Indian
Mr. NICHOLAUS TIBYABO SLOO	Director - Tanzanian

8. DIRECTOR'S INTERESTS IN SHARE OF THE COMPANY.

The Directors' interests and ownership according to number of issued and fully paid shares Of the company as at 31st March, 2021 are as follows :-

Name of share holder	Number of share allotted	Nominal value	% of ownership
DECCAN GOLD MINES LIMITED	990	14,850,000/-	99%
Mr. NICHOLAUS TIBYABO SLOO	10	150,000/-	1%
TOTAL	1000	15,000,000/-	100%

9. EMPLOYEES' WELFARE

The Company maintains good relations among employees, management and trade union.

The Company is convinced that equal opportunities for all, irrespective of ethnicity, race, gender, disability or religion, should be pursued.

The Company accepts that only through total commitment, loyalty and dedication of its employees will be able to achieve its goal. The Company provides various benefits to staff such best worker rewards, sports bonanza, medical services through NSSF packages as all employees are mandatory instructed to join pension fund.

The Company also provides retirement benefits amount to 10% of their basic salary through contributions publicly administered pension plans on mandatory basis which qualifies to be a defined contribution plan.

10. RELATED PARTY TRANSACTIONS

Related party include management personnel and close member of the family of key management personnel .The company related party involves Directors , Head of departments and their family members.

Related party transactions and balances if any are disclosed in notes. These comprise loans and transactions disbursement to sister companies and directors during the year.

11. POLITICAL AND CHARITABLE DONATIONS

The Company did not make any political donations during the year. Neither donation nor contributions were made to charitable organizations during the existing and previous year.

12. AUDITORS

The **M/S M/S FINCARE AND COMPANY** has expressed their willingness to continue in office as auditors and is eligible for re-appointment. A resolution proposing the appointment of **M/S FINCARE AND COMPANY** as auditors of the Company for the year 2020-2021 will be put to the Annual General Meeting.

By Order of the Board.



NICHOLAUS TIBYABO SLOO

Director



DECCAN GOLD (TZ) PRIVATE LIMITED

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

STATEMENT OF DIRECTORS RESPONSIBILITIES

The Tanzanian Companies Act, no 12 of 2002 requires the directors to prepare financial statements for each financial year that give a fair view of the state of affairs of the company as at the end of the financial year and of its statements of comprehensive income for that year. It also requires the directors to ensure that the company maintains proper accounting records that disclose, with reasonable accuracy, the financial position of the company. They also accept responsibility for:

- (i) Designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements;
- (ii) Selecting and applying appropriate accounting policies; and
- (iii) Making accounting estimates and judgments that are reasonable in the circumstances.
- (iv) Safe guarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud, error and other irregularities.
- (v) Maintenance of accounting records that may be relied upon in the preparation of financial statements.

The Directors are of the opinion that financial statements give a true and fair view of the state of the financial affairs of the company as at 31st March 2021 and of its statements of comprehensive income and cash flows for the year then ended.

Nothing has come to the attention of the directors to indicate that the company will not remain a going concern for least twelve months from the date of this statement.

Approved by the board of directors on 22nd April, 2021 and signed on its behalf by:



NICHOLAUS TIBYABO SLOO

Director



FINCARE AND COMPANY

Certified Public Accountants in Public Practice
P. O. Box - 22528, Tel: 0782 011 911

REPORT OF THE INDEPENDENT AUDITOR TO THE DIRECTOR'S OF DECCAN GOLD (TZ) PRIVATE LIMITED

We have audited the accompanying financial statements of **DECCAN GOLD (TZ) PRIVATE LIMITED**, set out on pages 8 to 13 which comprise the statement of financial position as at 31st March 2021, and statement of Comprehensive Income, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

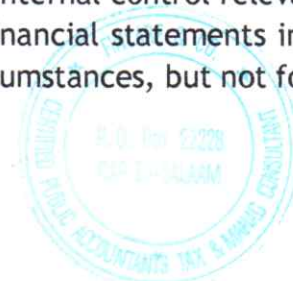
The Owner's responsibility for the financial statements.

The Owner is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and the requirements of the Tanzania Companies Act, 2002. This responsibility includes designing, implementing and maintaining internal relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with international Standards on Auditing (ISA). 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgments, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risks assessment the auditor considers internal control relevant to the Institution's preparation and fair presentation of the financial statements 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 Institute's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Owner, 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.

Opinion

In our opinion the accompanying financial statements give a true and fair view of the state of financial affairs of the Institute as at 31st March 2021 and of its statement of comprehensive income and cash flows for the year then ended accordance with International Financial Reporting Standards (IFRS).

Report on other legal requirements.

As required by the Tanzania 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 purposes 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; and
- (iii) The company's statement of financial position and statement of comprehensive income are in agreement with the books of account.

FINCARE AND COMPANY,

Certified Public Accountants in Public Practice.

P. O. Box 22528, Mob - - 0782 011 911

Dar Es Salaam - Tanzania



DECCAN GOLD (TANZANIA) PRIVATE LIMITED

Balance Sheet as at 31st March 2021

PARTICULARS	NOTES	31.03.2021 TZS
<u>NON CURRENT ASSETS</u>		
FIXED ASSETS		-
PRELIMINARY EXPENDITURE	3	437,200
EXPLORATION & EVALUATION ASSETS	4	111,530,034
TOTAL		111,967,234
<u>CURRENT ASSETS</u>		
Trade & Other Receivable		-
Cash & Bank	1	4,860,028
TOTAL		4,860,028
TOTAL ASSETS		116,827,262
<u>EQUITIES & LIABILITIES</u>		
AUTHORISED SHARE CAPITAL		
1,000/= Share of TZS 15,000/- Each		15,000,000
ISSUED & FULLY PAID UP CAPITAL		
1000/= Share of TZS 15,000/- Each		15,000,000
Advance towards Share Capital		110,100,000
Retained Earnings		(11,544,308)
TOTAL		113,555,692
<u>LIABILITIES</u>		
Current Liabilities		3,271,570
Trade & Others Payable		-
		3,271,570
TOTAL EQUITIES & LIABILITIES		116,827,262



DIRECTOR



DECCAN GOLD (TANZANIA) PRIVATE LIMITED

Statement of Comprehensive Income for the year ended 31st March

Particulars	Notes	2020-2021 31.03.2021
Revenue		
Sales		-
Expenses		
Operating Expenses	2	<u>11,544,308</u>
Total Expenses		
Profit Before Tax		(11,544,308)
Corporate Tax		
Profit After Tax		<u><u>(11,544,308)</u></u>



DIRECTOR



DECCAN GOLD (TANZANIA) PRIVATE LIMITED**Statement of Changes in Equity as at 31st March 2021**

Particulars	Share Capital	Advance	Accumulated Retained Earning	Total Equity
Opening Balance	-	-	-	-
Share Capital	15,000,000	-	-	15,000,000
Advance towards Share Capital	-	110,100,000	-	110,100,000
Profit / (Loss) for the year	-	-	(11,544,308)	(11,544,308)
Balance As at 31st March 2021	<u>15,000,000</u>	<u>110,100,000</u>	<u>(11,544,308)</u>	<u>113,555,692</u>

**DIRECTOR**

DECCAN GOLD (TANZANIA) PRIVATE LIMITED

Cash Flow statement for the year ended 31st March 2021

PARTICULARS	31.03.2021 TZS
<u>Cash Flows from Operating Activities</u>	
Income / Loss before Tax	(11,544,308)
Depreciation	
Operating Profit before working Capital	(11,544,308)
(Increase) / Decrease in Trade Debtors	-
Increase / (Decrease) in Trade Creditors	3,271,570
Net Cash flow from Operating Activity	(8,272,738)
<u>Cash Flows from Investing Activities</u>	
Preliminary Expenditure	(437,200)
Exploration & Evaluation Assets	(111,530,034)
Net Cash flow from Investing Activity	(111,967,234)
<u>Cash Flows from Financing Activities</u>	
Share Capital	15,000,000
Advance towards Share Capital	110,100,000
Net Cash flow from Financing Activity	125,100,000
Net Increase / (Decrease) in cash & Cash Equivalent	4,860,028
Cash & Cash Equivalent at the beginning of the year	-
Cash & Cash Equivalent at the end of the year	4,860,028

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DIRECTOR

DECCAN GOLD (TANZANIA) PRIVATE LIMITED

Notes to the accounts

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Exploration & Evaluation Aests

AREA (In SQ. KM)	11.76	15.00	56.88	13.99	15.81	113.44
Particulars	LICENSE NO.					Total
	PL 11524/2021	PL 11525/2021	PL 11526/2021	PL 11527/2021	PL 11528/2021	
PL fee	693,000	693,000	693,000	693,000	693,000	3,465,000
Preparation Fees	696,000	696,000	696,000	696,000	696,000	3,480,000
Annual Rent	2,728,320	3,480,000	13,196,160	3,245,680	3,667,920	26,318,080
Exploration & Evaluation Expenses	1,379,494	1,759,558	6,672,246	1,641,082	1,854,575	13,306,954
License Acquisition Expenses	6,734,217	8,589,563	32,571,622	8,011,199	9,053,399	64,960,000
Total - A	12,231,031	15,218,121	53,829,028	14,286,960	15,964,894	111,530,034
Less:						
Ammortization	-	-	-	-	-	-
Others (If Any)	-	-	-	-	-	-
Total - B	-	-	-	-	-	-
Net - (A-B) as on 31 March 2021	12,231,031	15,218,121	53,829,028	14,286,960	15,964,894	111,530,034



DECCAN GOLD (TANZANIA) PRIVATE LIMITED**Notes to the accounts**

SI No	Particulars	31.03.2021
1	Cash & Bank Balance	
	Bank Account USD	4,711,108
	Bank Account TZS	148,920
	Cash Balance TZS	-
	Total	4,860,028
2	Operating Expenses	
	Wages	
	Travelling Expenses	644,800
	Bank Charges	467,210
	Fuel	-
	Employment Tax (Paye, W/h Tax & Others)	224,100
	Rent	-
	Accounting & Legal Fees	700,000
	Office Expenses	850,000
	Misc Expenses	816,678
	Brela License Fees	5,040,000
	Secreterial Services & Stationaries	2,801,520
	Total	11,544,308
3	Preliminary Expenditure	
	Company Registration & Other Exp	437,200
	Total	437,200

