

# **TWINEP TECHNOLOGIES LIMITED**

## **Audit Report and Financial Statements**

**For the year ended 30<sup>th</sup> June 2022**

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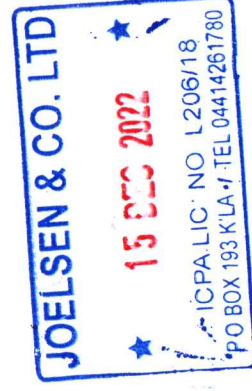


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## COMPANY INFORMATION

**DIRECTOR :**

Ms.Mutonyi Judith

**REGISTERED OFFICE**

Plot 281, Metropolitan building Hoima Road  
P.o.box 75318, Kampala, uganda

**AUDITORS**

Joelsen& co.limited.  
Certified Public Accountants

**BANKERS.....**

Finance Trust Bank



**Directors Report**

**1. Introduction**

The Directors are pleased to present their report for the year ended 30<sup>th</sup> June 2022.

**2. Major objectives of the Company**

The major objectives of the Company are to carry out wholesaling and retailing of electronics both locally manufactured and imported ones.

**3. Results for the year**

The Director presents the financial results for the year ended 30<sup>th</sup> June 2022 including: Statement of Financial Position as at that date, Statement of Comprehensive Income, Statement of Cash Flow and Statement of Changes in Equity.

**4. Dividends**

The Director does not recommend payment of dividends

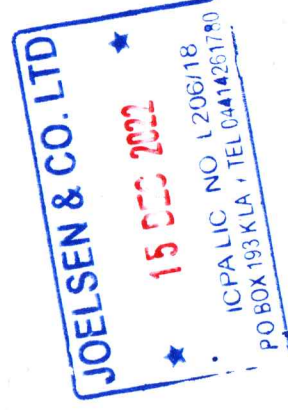
**5. Director**

The Director who held office during the year ended 30<sup>th</sup> June 2022.

1. Ms.Mutonyi Judith

**6. Auditors**

The auditors, Joelsen&Co.ltd. Certified Public Accountants have expressed their willingness to continue in office in accordance with Section 159(2) of the Companies Act (Cap 85).



**Statement of Directors Responsibilities**

The Companies' Act requires the Directors to prepare financial statements for each year to show a true and fair view of the affairs of the company as at the end of the financial year. It also requires the Directors to ensure that the company keeps proper books of accounting records, which disclose with reasonable accuracy, at anytime, the financial position of the company. They are also responsible for safe guarding the assets of the company.

The Directors accept 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 the firms policies and in a manner required by the company's Memorandum and Articles of Association. The Directors are of the opinion that the financial statements give a true and fair view of the company and of its operating results. The Directors further accept the responsibility for maintenance of accounting records, which may be relied upon in the preparation of financial statements, as well as adequate system of internal control.

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

Yours faithfully,

Judith Mutonyi

.....  
**Director**

Date.....15.12.2022.....





**Report of the Independent Auditors to Twinep Technologies Limited**

We have audited the accompanying financial statements of Twinep Technologies Ltd which comprise the Statement of Financial Position as at 30<sup>th</sup> June 2022, Statement of Comprehensive Income and Cash Flow Statement for the year then ended, Statement of Changes in Equity and a summary of significant accounting policies and other explanatory notes.

**Directors' Responsibility for the Financial Statements**

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with Generally Accepted Accounting Principles. These responsibilities include: designing, implementing and maintaining internal controls 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 issued by the International Federation of Accountants (IFAC). These standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance whether the financial Statements are free from material misstatements.

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 judgment, including the assessment of the risks of the material misstatements of the financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity'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 entity's internal control. 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.

**Opinion**

In our opinion the financial Statements give a true and fair view of the affairs of Twinep Technologies Ltd as of 30<sup>th</sup> June 2022, and of its profit or loss and statement of cash flow for the year then ended and in accordance with International Financial Reporting Standards..

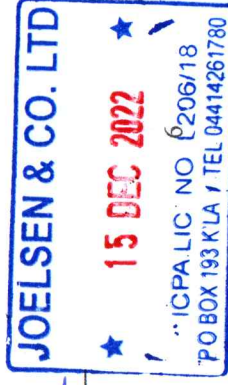
For and on behalf of:

*Julius Okun*  
*[Signature]*

Joelsen & co.ltd

Date:

*15/12/2022*



Joelsen & co.limited.Certified public accountants

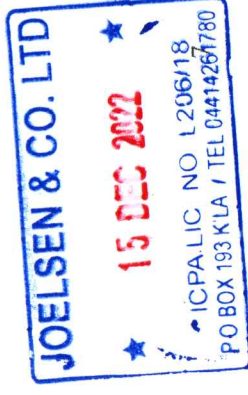
**Statement of Financial position.**

	2022	2021
	Ugx'000'	Ugx'000'
<b><u>Assets.</u></b>		
<b><u>Non current assets.</u></b>		
Furniture and fittings.	11,589,000	10,900,000
Computers	104,000,000	240,000,000
Motor vehicles.	360,000,000	400,000,000
Generator	12,750,000	15,000,000
<b><u>Current Assets.</u></b>		
Prepaid Rent	22,000,000	-----
Cash and Cash equivalents.	334,661,000	220,724,000
<b>Total Assets.</b>	845,000,000	886,624,000
<b><u>Equity and Liabilities.</u></b>		
Proprietor's capital	80,000,000	80,000,000
Retained earnings	535,500,000	583,274,000
<b><u>Liabilities.</u></b>		
<b><u>Current Liabilities.</u></b>		
Current Tax payable	229,500,000	223,350,000
<b>Total equity and Liabilities</b>	845,000,000	886,624,000

The financial statements were approved by the Proprietor and signed below:

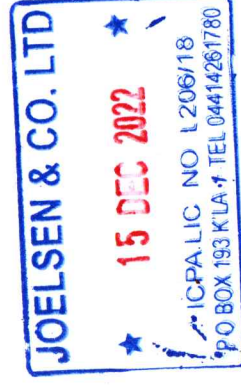
.....proprietor.

Joelsen & co.limited.Certified public accountants



**Statement of Comprehensive Income**  
**For the year ended 30<sup>th</sup> June 2022**

	2022	2021
Revenue	1,990,000,000	1,960,000,000
Direct costs.	(683,000,000)	(676,000,000)
Gross profit.	1,307,000,000	1,284,000,000
Expenses.		
Operating expenses.	(403,000,000)	(397,000,000)
Other expenses.	(139,000,000)	(142,500,000)
Profit before tax.	765,000,000	744,500,000
Tax expense	(229,500,000)	(223,350,000)
Profit for the year.	535,500,000	521,150,000





STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2022

	Share Capital	Accumulated Profit/Loss	Total
	Shs	Shs	Shs
Balance as at 01.07. 2021	1,000,000	(217,186,370)	(216,186,370)
Profit/Loss for the year		(318,313,630)	(304,963,630)
Balance as at 30.06. 2022	1,000,000	(535,500,000)	(521,150,000)



**Notes to the Financial Statements  
For the Year ended 30<sup>th</sup> June 2022**

**1. Status of the accounting Entity**

Twinep technologies Ltd is a limited liability company, incorporated in Uganda, for the purpose of wholesaling and retailing electronics manufactured locally and imported ones.

**2. Accounting Policies**

**a) Basis of accounting**

The financial Statements are prepared in accordance and comply with Generally Accepted Accounting Principles.

The financial Statements are prepared under the historical cost convention on an accruals basis as modified by the revaluation of assets.

**b) Revenue**

Revenue mainly represents funds received from commercial enterprises.

**c) Translation of foreign currencies**

Transactions in foreign currencies during the year are converted into Uganda shillings at the exchange rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the balance sheet date.

**d) Fixed assets**

Fixed assets are stated at cost less accumulated depreciation.

Fixed assets are depreciated on a straight-line basis to write off the value of the assets over their expected useful lives. The annual rates used for this purpose are:

Furniture and fitting	12.5%
Computers and Accessories	15%
Equipment	12.5%
Machinery	12.5
Motor vehicle	12



Appendices.

<u>Particulars</u>	<b>2023</b>	<b>2022</b>
<b>Direct costs include the following.</b>		
Purchases.	611,900,000	606,220,000
Commission and brokerage fees.	71,100,000	69,780,000
<b>Total</b>	<b>683,000,000</b>	<b>676,000,000</b>
<b><u>Operating expenses include.</u></b>		
Fuel and Transport expenses.	20,340,000	20,260,000
Operational expenses.	198,555,000	171,204,000
Depreciation	99,885,000	122,046,000
Labour	84,220,000	83,490,000
<b>Total</b>	<b>403,000,000</b>	<b>397,000,000</b>
<b><u>Other costs include.</u></b>		
Stationary and Internet services.	22,870,000	22,110,000
General Repairs and maintenance.	47,230,000	49,140,000
Damages	48,900,000	51,250,000
Rent for the period.	20,000,000	20,000,000
<b>Total.</b>	<b>139,000,000</b>	<b>142,500,000</b>

