



**THE UNITED REPUBLIC OF TANZANIA
NATIONAL AUDIT OFFICE**



**REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE AUDIT
OF CONSOLIDATED FINANCIAL STATEMENTS OF THE GOVERNMENT OF
TANZANIA FOR THE FINANCIAL YEAR ENDED 30 JUNE 2021**

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March, 2022

AR/NA/CFS/2020/21

Mandate

The statutory mandate and responsibilities of the Controller and Auditor General are provided for under Article 143 of the Constitution of the URT of 1977 (as amended from time to time) and in Section 10 (1) of the Public Audit Act, 2008.

Vision

A credible and modern Supreme Audit Institution with high-quality audit services for enhancing public confidence.

Mission

To provide high-quality audit services through modernization of functions that enhances accountability and transparency in the management of public resources.

Motto: “Modernizing External Audit for Stronger Public Confidence”

Core values

In providing quality services, NAO is guided by the following Core Values:

- i. Independence and objectivity
- ii. Professional competence
- iii. Integrity
- iv. Creativity and Innovation
- v. Results-Oriented
- vi. Teamwork Spirit

We do this by:

- ✓ Contributing to better stewardship of public funds by ensuring that our clients are accountable for the resources entrusted to them;
- ✓ Helping to improve the quality of public services by supporting innovation on the use of public resources;
- ✓ Providing technical advice to our clients on operational gaps in their operating systems;
- ✓ Systematically involve our clients in the audit process and audit cycles; and
- ✓ Providing audit staff with adequate working tools and facilities that promote independence.

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TABLE OF CONTENTS

Abbreviations	iii
1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL	4
1.1 REPORT ON THE AUDIT OF CONSOLIDATED FINANCIAL STATEMENTS	4
2.0 FINANCIAL STATEMENTS	9

Abbreviations

AR	Audit Report
BoT	Bank of Tanzania
CAG	Controller and Auditor General
CFS	Consolidated Financial Statements
CAG	Controller and Auditor General
GACS	Government Accounting Consolidated System
IESBA	International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants
IPSAS	International Public Sector Accounting Standards
ISSAIs	International Standard of Supreme Audit Institutions
NA	National Accounts
NBAA	National Board of Accountants and Auditors
PAA	Public Audit Act No.11 of 2008
PAR	Public Audit Regulation, 2009
PAC	Public Accounts Committee
PFA	Public Finance Regulations, 2009
PPA	Public Procurement Act, 2011 (as amended in 2016)
PPR	Public Procurement Regulations, 2013 (as amended in 2016)
PSE	Public Sector Entities
TZS	Tanzania Shillings
URT	United Republic of Tanzania

1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL

Permanent Secretary and Paymaster General,
Ministry of Finance and Planning,
Government City -Mtumba
Treasury Avenue,
P.O. Box 2802,
40468 DODOMA.

1.1 REPORT ON THE AUDIT OF CONSOLIDATED FINANCIAL STATEMENTS

Qualified Opinion

I have audited the Consolidated Financial Statements of the Government, which comprise the Consolidated Statement of Financial Position as at 30 June 2021, and the Consolidated Statement of Financial Performance, Consolidated Statement of Changes in Net Assets/Equity, Consolidated Cash Flows Statement and the Consolidated Statement of Comparison of Budget and Actual Amounts for the year then ended, as well as the Notes to the Financial Statements, including a Summary of Significant Accounting Policies.

In my opinion, except for the effects of the matters described in the basis for qualified opinion section of my report, the accompanying Consolidated Financial Statements present fairly in all material respects, the financial position of the Government of Tanzania as at 30 June 2021, and its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) Accrual basis of accounting and in the manner required by the Public Finance Act, 2001 (Revised 2004) and the Local Government Finances Act 1982 (Revised 2000).

Basis for Qualified Opinion

Overstatement of Expenses by TZS 302.8 billion due to Non-Elimination of qualifying items TZS 302.8billion

My review of Consolidated Statement of Financial Performance (CFS) and elimination analysis (Note 13) for the year ended 30 June 2021 noted finance included a total of TZS 302,814,249,200 (Special bonds TZS 91,079,787,000, Overdraft TZS 13,985,739,000, Liquidity management cost TZS 13,487,053,000, Government stock TZS 21,217,513,598 and Government bond TZS 163,044,156,602) as finance cost incurred during the financial year. I am of the opinion that the mentioned expenses were income to the Central Bank during the period as such were supposed to be eliminated as inter entity transaction during preparation of the CFS as required by Para 40(c) of IPSAS 35. Non elimination has resulted to overstatement of reported finance costs in the CFS by TZS 302,814,249,200.

Overstatement of Assets by TZS 1,747 billion due to Non-Elimination of Qualifying Items

My review of the Consolidated Statement of Financial Position as at 30 June 2021, elimination analysis (Note 13) and 152 out of 532 individual financial statements noted inter entity transactions worth TZS 1,747,391,374,000 traced from individual financial statements pertaining to receivables, prepayments, loan receivable and other financial assets that were supposed to be eliminated in Consolidated Financial Statements were not eliminated contrary to Para 40(c) of IPSAS 35. Non elimination has resulted to overstatement of reported Assets in the CFS by TZS 1,747 billion.

Unadjusted figure of investment in associates TZS 750 billion

My review of Investments in Associates and Joint Ventures noted that, out of the reported figure of TZS 2,171,093,698,000 in the Consolidated Statement of Financial Position, eighteen (18) entities with a total value of TZS 750,104,898,000 have been recognized and consolidated while having different reporting dates as compared to dates of the Consolidated Financial statements for the year ended 30 June 2021. This is contrary to Para 36 of IPSAS 36 which requires upon preparation of Consolidated Financial Statement to use most recent financial statements of the associate or joint venture adjusted for the effects of significant transactions or events that occur between the date of those financial statements and the date of the entity's financial statements. The noted reporting dates ranged from June 2018 to December 2020 which results into unrealistic figures of investments and their share of surplus/ (deficit).

I conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of my report. I am independent of Ministry of Finance and Planning in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the National Board of Accountants and Auditors (NBAA) Code of Ethics, and I have fulfilled my other ethical responsibilities in accordance with these requirements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the consolidated financial statements of the current period. I have determined that there are no key audit matters to communicate in my report.

Other matter

Without qualifying my audit opinion, I draw attention to the following matter that relates to my responsibilities in the audit of the financial statements:

Non-disclosure of transactions and obligations within Public Sector entities in individual Financial Statements.

My review of elimination reports in the Consolidated Financial Statements, elimination analysis report and forty four (44) sampled individual financial statements used in the consolidation process noted TZS 7,377 billion were reported as elimination in the CFS on 30 June 2021 while TZS 591.58 billion were disclosed in Individual Financial Statements as transactions made with public entities. This has resulted to TZS 6,786 billion eliminations not disclosed in Individual Financial statements which is contrary to Para 3.1.5 of Accounting Circular No.6 of 2019/20 that requires Accounting Officers to disclose obligations, transfers and transactions between public sector entities showing the transactions that the reporting entity has entered with other entities within the public sector. I attributed the challenge to partial disclosure and lack of reconciliation between the involved entities.

Other Information

Management is responsible for the other information. The other information comprises the Statement of Honorable Minister, the Statement by the Paymaster General, and the Statement of Management Responsibility on the Consolidated Financial Statements, Commentary Notes on the Consolidated Financial Statements and the Declaration by the Head of Finance but does not include the financial statements and my audit report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon. In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed on the other information that I obtained prior to the date of this audit report, I conclude that there is a material misstatement of this other information; I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IPSAS, and for such internal control as management determines 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, management is responsible for assessing the entity'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 management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.

Responsibilities of the Controller and Auditor General for the Audit of the Financial Statements

My 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 audit report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs 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 ISSAIs, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the entity 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.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all

relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

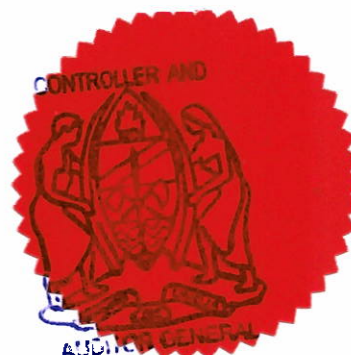
From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my audit report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

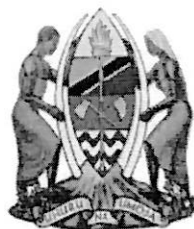
In addition, Section 10 (2) of the Public Audit Act, 2008 requires me to satisfy myself that, the accounts have been prepared in accordance with the appropriate accounting standards.

Further, Section 48(3) of the Public Procurement Act, 2011 requires me to state in my annual audit report whether or not the audited entity has complied with the procedures prescribed in the Procurement Act and its Regulations.



Charles E. Kichere
Controller and Auditor General,
Dodoma, United Republic of Tanzania.
March, 2022





THE UNITED REPUBLIC OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND CONSOLIDATED
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2021**

Ministry of Finance & Planning,
Government City – Mtumba,
Treasury Avenue,
P. O. Box 2802,
48468 DODOMA

March, 2022

THE GOVERNMENT OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021**

TABLE OF CONTENT

LIST OF TABLES.....	v
LIST OF FIGURES.....	vi
LIST OF ABBREVIATIONS AND ACRONYMS	vii
REPORT BY THOSE CHARGED WITH GOVERNANCE	1
GENERAL INFORMATION	1
STATEMENT BY THE HONORABLE MINISTER FOR FINANCE AND PLANNING	2
MANAGEMENT RESPONSIBILITY ON THE CONSOLIDATED FINANCIAL STATEMENTS	6
DECLARATION BY THE CHIEF ACCOUNTANT RESPONSIBLE FOR CONSOLIDATION	7
COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS	8
CONSOLIDATED FINANCIAL STATEMENTS.....	26
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE	26
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION	27
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS	28
CONSOLIDATED CASH FLOW STATEMENTS	29
CONSOLIDATED STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS	30
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS.....	31
1. GENERAL INFORMATION.....	31
2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION.....	31
3. SCOPE OF CONSOLIDATION.....	31
4. AUTHORIZATION DATE.....	31
5. REPORTING ENTITY.....	32
6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	39
7. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS	55
8. FUTURE CHANGES IN ACCOUNTING POLICIES	57
9. EXCHANGE RATES.....	58
10. RISKS MANAGEMENT	58
11. APPROVED BUDGET AND COMPOSITION OF BUDGET AND ACTUAL AMOUNTS	59
12. SEGMENTAL INFORMATION.....	60
13. ELIMINATION ADJUSTMENTS	66
14. EXCHEQUER ISSUED/RECEIVED.....	69
15. TAX REVENUE	71
16. REVENUE FROM EXCHANGE TRANSACTION.....	71
17. SOCIAL CONTRIBUTIONS	72
18. EXTERNAL ASSISTANCE – GRANTS AND AIDS	73
19. FINANCE INCOME	73
20. LEVIES.....	74
21. FEES, FINES, PENALTIES AND FORFEITS	75
22. OTHER REVENUE.....	76
23. LGA OWN SOURCE REVENUE	77
24. DEBT FORGIVENESS	77
26. FAIR VALUE GAINS ON EQUITY INVESTMENTS	77
27. FAIR VALUE GAINS ON GOVERNMENT SECURITIES	77

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021

28.	FAIR VALUE GAINS ON INVESTMENT PROPERTIES	77
29.	FAIR VALUE GAINS ON BIOLOGICAL ASSETS	77
30.	FAIR VALUE GAINS ON ACTUARIAL VALUATION OF DEFINED BENEFIT PLANS	78
31.	FAIR VALUE GAINS ON FINANCIAL ASSETS	78
32.	FAIR VALUE GAINS ON MARKETABLE SECURITIES	78
33.	GAINS ON FOREIGN CURRENCY TRANSLATION	78
34.	GAIN ON DISPOSAL OF ASSETS	78
35.	EXCHEQUER REVENUE	78
36.	SUBVENTION FROM OTHER GOVERNMENT ENTITIES	78
37.	GRANTS, TRANSFERS AND SUBSIDIES RECEIVED	78
38.	SHARE OF DEFICIT OF ASSOCIATED AND JOINT VENTURES	78
39.	WAGES, SALARIES AND EMPLOYEE BENEFITS	79
40.	USE OF GOODS AND SERVICES	80
41.	ROUTINE REPAIRS AND MAINTENANCE EXPENSES	84
42.	SOCIAL BENEFITS	86
43.	FINANCE COST	87
44.	OTHER EXPENSES	87
45.	PROVISION FOR OBSOLETE INVENTORIES	89
46.	SUBVENTIONS TO OTHER GOVERNMENT ENTITIES	89
47.	GRANTS, TRANSFERS AND SUBSIDIES ISSUED	89
48.	DEPRECIATION OF PROPERTY, PLANT AND EQUIPMENT	90
49.	DEPRECIATION OF INVESTMENT PROPERTIES	90
50.	AMORTISATION OF INTANGIBLE ASSETS	90
51.	IMPAIRMENT OF PROPERTY, PLANT AND EQUIPMENT	91
52.	IMPAIRMENT OF INTANGIBLE ASSETS	91
53.	IMPAIRMENT OF INVESTMENT PROPERTY	91
54.	IMPAIRMENT OF RECEIVABLES	91
55.	IMPAIRMENT OF LOANS	91
56.	IMPAIRMENT OF GOVERNMENT SECURITIES	91
57.	FAIR VALUE LOSSES ON EQUITY INVESTMENTS	91
58.	FAIR VALUE LOSSES ON GOVERNMENT SECURITIES	92
59.	FAIR VALUE LOSSES ON INVESTMENT PROPERTIES	92
60.	FAIR VALUE LOSSES ON BIOLOGICAL ASSETS	92
61.	FAIR VALUE LOSSES ON ACTUARIAL VALUATION OF DEFINED BENEFIT PLANS	92
62.	FAIR VALUE LOSSES ON FINANCIAL ASSETS	92
63.	FAIR VALUE LOSSES ON MARKETABLE SECURITIES	92
64.	LOSSES ON FOREIGN CURRENCY TRANSLATION	92
65.	LOSSES ON DISPOSAL OF ASSETS	92
66.	TAX EXPENSES	93
67.	SUBSIDIES AND TRANSFERS	93
68.	REVENUE TRANSFERS TO PMG/CONSOLIDATED FUND	93
70.	CASH AND CASH EQUIVALENT	93
71.	FIXED DEPOSITS / PLACEMENTS - WITH PRIVATE BANKS	93
72.	HOLDINGS OF SPECIAL DRAWING RIGHTS (SDRs)	94
73.	QUOTA IN INTERNATIONAL MONETARY FUND (IMF)	94

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021

74.	FOREIGN CURRENCY MARKETABLE SECURITIES	94
75.	EQUITY INVESTMENTS	95
76.	GOVERNMENT SECURITIES	96
77.	RECEIVABLES	97
78.	LOANS RECEIVABLES	97
79.	PREPAYMENTS	98
80.	INVENTORIES	98
81.	DEFERRED CURRENCY COST	98
82.	OTHER FINANCIAL ASSETS	99
83.	ESCROW ACCOUNTS	99
84.	RETIREMENT BENEFIT ASSETS	99
85.	INVESTMENT PROPERTY	100
86.	PROPERTY, PLANT AND EQUIPMENT	101
87.	INTANGIBLE ASSETS	107
88.	BIOLOGICAL ASSETS	108
89.	INVESTMENT IN ASSOCIATES AND JOINT VENTURES	109
90.	INVESTMENTS IN SUBSIDIARIES	109
91.	INVESTMENTS IN LOCAL GOVERNMENT LOANS BOARD (LGLB)	110
92.	NON-CURRENT ASSETS HELD FOR SALE	110
93.	PAYABLES AND ACCRUALS	110
94.	CURRENCY IN CIRCULATION	110
95.	DEPOSITS – BANKS AND NON-BANKS FINANCIAL INSTITUTIONS	111
96.	DEPOSIT FROM GOVERNMENTS	111
97.	DEPOSITS – OTHERS	111
98.	FOREIGN CURRENCY FINANCIAL LIABILITIES	112
99.	INTERNATIONAL MONETARY FUND (IMF) RELATED BALANCES	112
100.	ALLOCATION OF SPECIAL DRAWING RIGHTS (SDRs)	112
101.	BORROWING (PUBLIC DEBTS)	113
102.	OTHER BORROWINGS BY GOVERNMENT ENTITIES	114
103.	BOT LIQUIDITY PAPERS	114
104.	OTHER FINANCIAL LIABILITIES	114
105.	PENSION FUNDS ACTUARIAL LIABILITIES	114
106.	EMPLOYEES BENEFIT LIABILITIES	114
107.	RETIREMENT BENEFITS OBLIGATIONS	114
108.	PROVISIONS	115
109.	DEFERRED INCOME (REVENUE)	115
110.	DEFERRED INCOME (DEVELOPMENT)	115
111.	STATEMENT OF GUARANTEES	116
112.	FUNDS OPERATING WITH MDAS	118
113.	CONTINGENT LIABILITIES AND ASSETS	119
114.	STATEMENT OF LOSSES	120
115.	CREDIT RISK	122
116.	LIQUIDITY RISK	123
117.	RELATED PARTY DISCLOSURE	124
118.	EVENTS AFTER THE REPORTING DATE	124

THE GOVERNMENT OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021**

119.	TAX COMMITMENTS AND CONTINGENCIES	124
120.	TAX EXEMPTIONS AND RELIEF	127
121.	NATURAL RESOURCES AND TOURISM.....	128
122.	COMMITMENTS	131
123.	CASH FLOW RECONCILIATION (INDIRECT METHOD)	132
124.	QUOTED PRICES OF SHARES.....	133
125.	RESTATEMENT OF PRIOR YEAR BALANCES	134

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021

LIST OF TABLES

Table 1: Revenue Trend.....	17
Table 2: Analysis of Taxes by tax type	17
Table 3: Expenditure	20
Table 4: Capital Work in Progress	24
Table 5: Liabilities	25
Table 6: Tax Revenue Recognition Criteria	41
Table 7: Projected Expected Life of PPE.....	50
Table 8: Review of Assets Estimated Useful Life for Infrastructure.....	53
Table 9: Estimates and assumption.....	56
Table 10: Exchange rates	58
Table 11: TRA Cases at Appellate Machineries	124
Table 12: Goods in Customs Warehouses (Un-entered Goods).....	125
Table 13: Analysis of Goods Awaiting Clearance Procedures by Entry Point	125
Table 14: Estimated Taxes for Goods Subjected to Suspense Procedures	126
Table 15: Contingent Liabilities as at 30 th June 2021 by Departments.....	127
Table 16: Tax exemptions and Relief	127
Table 17: Commitments	131

THE GOVERNMENT OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021**

LIST OF FIGURES

Figure 1: Tax Revenue Trend.....	18
Figure 2: Levies, Fees, Fines, Penalties and Forfeits	18
Figure 3: Wages and salaries and Employee's benefit	20
Figure 4: Goods and Services used	21
Figure 5: Social Benefits Expenses	22
Figure 6: Property, Plant and Equipment.....	23

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021

LIST OF ABBREVIATIONS AND ACRONYMS

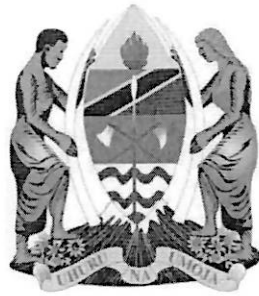
ACGEN	Accountant General
AG	Attorney General
ASDP	Agriculture Sector Development Programme
BOT	Bank of Tanzania
CAG	Controller and Auditor General
CPA	Certified Public Accountant
CPO	Central Payment Office
CS-DRMS	Commonwealth Secretariat Debt Recording and Management System
DGAM	Director of Government Assets Management
DSA	Debt Sustainability Analysis
EFT	Electronic Fund Transfer
ESAAG	Eastern and Southern African Association of Accountants General
EUL	Expected Useful Life
EWURA	Energy, Water and Utilities Regulatory Authority
GAMIS	Government Asset Management Information System
GAVP	Generally Accepted Valuation Principles
GBE	Government Business Entity
GDP	Gross Domestic Product
GePG	Government electronic Payment Gateway
HIV	Human Immunodeficiency Virus
HQ	Head Quarter
IFMS	Integrated Financial Management System
IPSAS	International Public Sector Accounting Standards
IT	Information Technology
LAAC	Local Authority Accounts Committee
LAN	Local Area Network
LGAs	Local Government Authorities
MDA's	Ministries, Departments and Agencies
MoFP	Ministry of Finance and Planning
MPLS	Multi-Protocol Label Switching
MTEF	Medium Term Expenditure Framework
NBAA	National Board of Accountants and Auditors
NGOs	Non-Government Organizations
NRD	National Revenue Database
NSGRP	National Strategy for Growth and Reduction of Poverty
PAC	Public Accounts Committee
PFMRP	Public Finance Management Reform Programme
PMG	Paymaster General
PO-RALG	President's Office – Regional Administration and Local Government
PMU	Procurement Management Unit
PPP	Public Private Partnership
PSE	Public Sector Entities
PST	Permanent Secretary Treasury
RAS	Regional Administrative Secretariat
RAMP	Reserve Advisory Management Program
ROs	Religious Organizations

THE GOVERNMENT OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021**

LIST OF ABBREVIATIONS AND ACRONYMS (Continued)

SDU	System Development Unit
SDR	Special Drawing Rate
SNA	System of National Accounts
TBA	Tanzania Bulding Agency
TCRA	Tanzania Communication Regulatory Authority
TIRA	Tanzania Insurance Regulatory Authority
TISS	Tanzania Interbank Settlement System
TPA	Tanzania Ports Authority
TPDF	Tanzania People's Defense Force
TVC	Treasury Voucher
UPS	Uninterrupted Power Supply
US	United States
VPN	Visual Private Networks
VSAT	Very Small Aperture Terminal
WAN	Wide Area Network



REPORT BY THOSE CHARGED WITH GOVERNANCE

THE GOVERNMENT OF TANZANIA
REPORT BY THOSE CHARGED WITH GOVERNANCE
FOR THE YEAR ENDED 30th JUNE, 2021

GENERAL INFORMATION

The United Republic of Tanzania (URT) was formed on 26th April 1964 out of the union of two Eastern Africa sovereign states of Tanganyika and Zanzibar. This Consolidated Financial Statements for the financial year 2020/2021, provide a record of the Government of the United Republic of Tanzania with the Ministerial transactions that crosses over; and includes statement of financial performance, statement of financial position, cash flows statement, statement of change in net assets / equity, notes to the financial statements and statement of comparison of budget versus actual for the year ended 30th June 2021. The Public Sector Entities (PSEs) consist of all institutional units controlled directly, or indirectly, by government that is, all units of the general government sector (Central Government, Regional Secretariats, Social Security Funds and Local Government Authorities) and public corporations (financial public corporations and non-financial public corporations). General Government also includes public enterprises, legally constituted as corporations, but that do not satisfy the criteria to be treated as corporations.

It is the Government's duty and responsibility to ensure that, service delivery is improved and income is equitably distributed across the jurisdiction by promoting entities within the Public Sector. In order to enhance accountability and transparency, the Government requires all PSE to keep proper books of accounts that comply with the Generally Accepted Accounting Principles, Public Finance Act, Cap 348 with a number of Finance Acts that amended some sections, International Public Sector Accounting Standards (IPSAS) and other Guidelines and Directives as prescribed by the Paymaster General and the National Board of Accountants and Auditors (NBAA).

The Bank of Tanzania (BoT) is the official Banker of the Government of the URT. Furthermore, the Attorney General is the legal counsel of the Government and handles litigations and all legal matters involving the Government and its entities. The details and physical address of Ministry of Finance and Planning, Bank of Tanzania, Controller and Auditor General and Attorney General are as detailed herein below:

PRINCIPAL PLACE OF BUSINESS Ministry of Finance and Planning, Government City - Mtumba, Treasury Avenue, P. O. Box 2802, 40468 Dodoma; Tanzania.	RESPONSIBLE FOR NATIONAL CONSOLIDATION ACCOUNTS Paymaster General, Ministry of Finance and Planning, Government City - Mtumba, Treasury Avenue, P. O. Box 2802, 40468 Dodoma; Tanzania	AUDITORS Controller and Auditor General, The National Audit Office, 4 Ukaguzi Road, P. O. Box 950, 41104 Tambukareli, Dodoma; Tanzania.
BANKER Bank of Tanzania 2 Mirambo Street P. O. Box 2939 11884 Dar es Salaam Tanzania	LAWYERS Attorney General, Government City – Mtumba, Plot 20, P. O. Box 630, Dodoma; Tanzania.	

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

STATEMENT BY THE HONORABLE MINISTER FOR FINANCE AND PLANNING

Building a solid foundation for Public Finance Management

I am pleased to report that, the year 2020/21 has been yet another financial year of many success for the country. Despite of the Covid-19 Pandemic, the headline inflation remained within the country's medium-term benchmark of between 3 and 5 percent, decreasing to an average of 3.3 percent from 3.5 percent recorded in 2019/20. The decline in inflation was on account of implementation of prudent monetary and fiscal policies, adequate supply of food in the domestic and neighbouring countries markets and stable exchange rate. The headline inflation remained stable at the rate of 3.3 up to June, 2021.

Overall performance for the financial year 2020/21

In 2020, GDP grew by an average of 4.8 percent compared to growth of 7.0 percent in 2019. The slowdown in growth was due to heavy rainfall which affected major transport infrastructure and delayed implementation of some projects and the spill-over effects of the measures taken by major trading partners to contain the spread of COVID-19. During the year, sectors which had high growth rate were construction (9.1 percent); transportation and storage (8.4 percent) information and communication (8.4 percent); professional, scientific and technical (7.3 percent); and mining (6.7 percent); Annual GDP at current prices amounted to 148,522,111 million shillings in 2020 compared to 139,641,854 million shillings in 2019. The economy registered a GDP growth of 5.0 percent in the first quarter of 2021 which illuminates positive growth compared to the growth of 4.8 recorded in the last quarter of 2020. Given the estimated Tanzania Mainland population of 55,966,030 in 2020, GDP per capita increased to 2,653,790 shillings from 2,573,324 shillings in 2019, equivalent to an increase of 3.1 percent. The per capita GDP realised was equivalent to USD 1,151.0 in 2020 compared to USD 1,118.9 in 2019.

Estimated domestic revenue (excluding LGAs own sources) for the year 2020/21 was TZS. 23,250.6 billion. As at 30th June, 2021, actual revenue collection was TZS 19,837.7 billion, equivalent to 85.3 percent of the approved revenue estimate. It is the period where by actual collection from Tax Revenue was TZS. 17,624. 45 billion equivalent to 86.7 percent of the estimated target of TZS. 20,325.78 billion. The actual collection from non- tax revenue (excluding LGAs own sources) was TZS 2,213.23 billion equivalent to 75.7 percent of the estimated target of TZS. 2,924.80 billion.

In the financial year 2020/21, the Government planned to borrow TZS 4,904.25 billion from the domestic market and TZS 3,035.63 billion from non-concessional sources to finance development projects. As at 30th June, 2021, the Government borrowed TZS 4,904.16 billion equivalent to 100 percent of the target from domestic market and TZS. 3,186.26 billion equivalent to 104.9 percent from non-concessional sources to finance development projects. Total grants received during the year 2020/21 were 696.0 billion shillings, equivalent to 73.3 percent of the estimates. Out of the amount received, Project Grants were TZS. 520.6 billion equivalent to 84.7 percent of the target and collection from Basket Fund were TZS. 175.4 billion equivalent to 89.2 percent of the target.

The Government largely focused and spent on the priorities for 2020/21 that addressed the key areas of the National Five-Year Development Plan 2016/17 - 2020/21 due to their multiplier effects to facilitate social-economic transformation in providing essential services to the citizens in enhancing economic growth, job creation and poverty reduction at large. The approved Government spending for 2020/21 amounted to TZS. 34,879.8 billion, comprising of TZS. 22,100.5 billion for recurrent expenditure and TZS. 12,779.3 billion for development expenditure.

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

STATEMENT BY THE HONORABLE MINISTER FOR FINANCE AND PLANNING (Continued)

During the year under review, total spending amounted to TZS. 31,137.9 billion equivalent to 89.3 percent of the annual estimates of TZS. 34,879.8 billion. Significant spending by the Government on the priorities of 2020/21 were on accelerating urban and rural water supply, managing water sources, quality control and improving sewage disposal and storage infrastructure; continued constructing health facilities, district, regional and referral hospitals; installation of modern medical equipment in all specialized hospitals; and strengthening health training centres in order to improve the quality-of-service delivery; strengthening the provision of education and training at all levels, increase access to loans to higher education students; investing in supportive economic infrastructure such as roads, railway, ports and airports, in order to implement the objective of strengthening infrastructure in transport sector; continued with the reinforcements of power generation, transmission, and distribution systems; encourage investment in petroleum subsector development especially upstream, midstream, and downstream which included implementation of rural electrification programs.

Government Debt Management

As of end June 2021, Debt stock amounted to 64,497.83 billion shillings compared to TZS. 55,700.44 billion recorded for the year ended June 2020, being an increase of 15.79 percent. Out of the amount, domestic debt stock was TZS. 18,934.33 billion and external debt stock was 45,563.499 billion shillings. The increase was driven by new external disbursement for funding major development projects and relative depreciation of shillings against USD. In order to ensure sustainability of Government Debt, the Government has continued to manage debt through review and update of the Medium-Term Debt Strategy which aims at enhancing domestic marketing for Government securities; prepare and issue guideline for preparation of development projects which are to be financed through borrowing; and conduct Debt Sustainability Analysis (DSA) in December 2020 which confirmed that, the Government debt is sustainable in the short, medium and long term. The debt indicators showed that for the year 2020/21: the present value of public debt to GDP remained contained at about 27.9 percent well below the World Bank's threshold of 70 percent; present value of external debt to GDP was contained at 17.3 percent below the threshold of 55 percent; present value of external debt to export was contained at 113.2 percent below the threshold of 240 percent. Furthermore, external debt service to export was 14.0 percent well below the threshold of 21 percent.

Public Finance Management Reforms

The Government with the support of its development partners continues its concerted efforts to strengthen its public finance management systems as a mechanism through which the Government can demonstrate its sound financial accountability to the public through the parliament. Building on the successful implementation of the single treasury account and the rollout of the Government electronic payment gateway (GePG) across the entire Government and private sectors. The Government is proud to have completed the process to immigrate from a legacy privately owned Epicor IFMS system to a versatile, cost-efficient and bespoke Government owned systems namely – Mfumo wa Uhasibu Serikalini (MUSE) and Government Accounting Consolidation System (GACS) systems which were designed, developed and implemented inhouse by the Government's own human resources. These systems have been successfully implemented in all Ministries, Government departments and agencies and, also Local Government Authorities. Other key areas of reforms include enhancing the capacity of National Audit Office, Internal Auditor General and the Treasury.

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

STATEMENT BY THE HONORABLE MINISTER FOR FINANCE AND PLANNING (Continued...)

Future Plans of the Government

The Government is implementing a five-year national Development Plan (2021/22-2025/26) that has taken into account priority areas articulated in the Annual Development Plan for 2021/22, which includes: realizing an inclusive and competitive economy; deepening industrialization and service provision for value-addition of agricultural products; investment and trade promotion; human development; and skills development. In addition to the current flagship projects which are in good and advanced progress, other projects which will be implemented include: strengthening the national carrier – ATCL ; Mchuchuma – coal and Liganga – iron projects including construction of a standard gauge railway line from Mtwara to Mbamba Bay with spurs to Liganga and Mchuchuma; crude oil pipeline from Hoima (Uganda) to Tanga (Tanzania); construction of Liquefied Natural Gas (LNG) plant in Lindi, Ruhudji Hydropower Project – 358 MW and Rumakali Hydropower Project – 222 MW; nickel mining project in the lake zone; construction of bridges and flyovers including: Kigongo – Busisi bridge (Mwanza), Tanzanite bridge (Dar es Salaam) and Kamata flyover (Dar es Salaam); procurement of deep-sea fishing vessels and construction of fishing port (Mbeganii); construction of sugar processing plant at Mkulazi; Eyasi Wembere and Mnazi Bay North Petroleum exploration projects.

Tackling Envisaged Challenges

Performance in the agriculture sector which is among the top contributors to our economy and a major source of employment has normally been hampered by the unpredictable weather patterns. However, in addressing this challenge the Government through its agriculture policies continues to promote farming mechanisation, agriculture value addition, availability of better and resilient seeds, increased and modern crop storage, availability of suitable fertilizer and crops diversification.

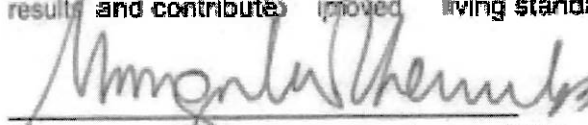
Considering Tanzania is actively engaged in international trade, it will continue to be somehow affected by the impact of Covid 19 pandemic in the global economy especially in relation to the global supply and value chain. In addressing this risk, the Government continues to implement suitable anti-Covid 19 measures as advised by its own health experts and also as guided by the international health agencies namely World Health Organisation (WHO) and Africa Centre for Disease Control (CDC) . The Government has also adopted several economic cushioning and enabling policies aiming to sustain and promote performance in Public and private sectors.

Conclusion

Despite of an impressive service delivery and performance results in the financial year under review, the Government is contented about the future; and indeed, confirms its shared commitment to maintaining and promoting sustainable, people-centred services that discriminates no one in the pursuit for development of our citizens and our Country at large.

Lastly but not least, we commend all Tanzanians for their support on various Government policies and initiatives especially; voluntary tax payments through the newly developed electronic payment gateways. These platforms among others have greatly contributed to the increased Government revenue sufficient to fund large and strategic projects of national interest.

We remain confident that, the on-going Government's massive investments on infrastructures coupled with prudent management of public funds and other resources will yield unprecedented results and contribute improved living standards of our people.


Dr. Mwigulu Lameck Nchembe Madelu (Mb.)
MINISTER FOR FINANCE AND PLANNING

28th January, 2022

Date

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

STATEMENT BY THE PAYMASTER GENERAL

The Treasury is responsible for establishing and maintaining a system of internal control designed to provide reasonable assurance that the transactions recorded are within statutory authority and properly record the use of all public financial resources by all the Government Entities. To the best of my knowledge, internal control system has operated adequately throughout the reporting period. The Government financial reports for the year ended 30th June 2021 have been prepared in accordance with the provisions of the Public Finance Act Cap, 348 and International Public Sector Accounting Standards (IPSAS) Accrual Basis of Accounting.

The Government continues to promote transparency and accountability in managing public resources and enhancing public finance management reforms by making sure that, all guidelines issued by the International Public Sector Accounting Standards Board (IPSASB). The preparations of the financial statements are in compliance with IPSAS that are relevant to the activities of the Government and its controlled entities and the relevant circumstances of the selected accounting policies.

Purpose of the Financial Statements

The general purpose of the financial statements is to provide information about the results of operations, financial position, and cash flows of an entity. The Financial statement provides a comparison with the fiscal forecasts in the Economic and Fiscal Updates. The financial statements also provide progress that government has made in implementing its fiscal strategy, as set out in the Short-term Fiscal Intentions and Long-term Fiscal Objectives section of the National Five-Year Development Plan 2016/17 – 2020/21, with the theme to nurture Industrialization for Economic Transformation and Human Development. The main objective is to enhance the pace of progress towards Tanzania Development Vision 2025.

These consolidated financial statements are meant to provide information by:

- a) Presenting the consolidated monetary value of national government (assets, liabilities, revenues and expenditure).
- b) Improving the users' understanding of public sector financial management to the resources entrusted to enhance the achievement of governments' social objectives, responsibility and priorities.
- c) Creating uniformity in the presentation and analysis of public sector financial information to enhance decision making.

Inter Government Entity Transactions

In the consolidated financial statements for the year ended 30th June 2021 all material balances and transactions between entities included in these consolidated financial statements have been eliminated.



Emmanuel N. Tutuba
Paymaster General

11th March, 2022

Date

THE GOVERNMENT OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued)
FOR THE YEAR ENDED 30th JUNE, 2021**

MANAGEMENT RESPONSIBILITY ON THE CONSOLIDATED FINANCIAL STATEMENTS

These Financial Statements have been prepared by the Treasury in accordance with the provisions of the Public Finance Act Cap, 348. The Financial Statements comply with Generally Accepted Accounting Practice and with the International Public Sector Accounting Standards (IPSAS).

Section 30(1) of the Public Finance Act Cap, 348 requires the Accountant General to prepare and transmit the consolidated financial statements to the Controller and Auditor General in accordance with the requirement of International Public Sector Accounting Standards (IPSAS). The Consolidated Financial Statements for the year ended 30th June, 2021 as required by Section 8(1) of the Public Finance Act Cap, 348 and International Public Sector Accounting Standards is hereby presented. The consolidated financial statements for the year ended 30th June, 2021 have been prepared to include 591 Public Sector Entities compared to 581 Public Sector Entities consolidated in previous year. Public Sector Entities consolidated in the year under review includes: 93 Budgetary Central Government; 219 Extra budgetary Units; 4 Social Security Funds; 185 Local Government Authorities; 12 Public Financial Corporations and 78 Public Non-Financial Corporation.

The Management is responsible for establishing and maintaining a system of internal control designed to provide reasonable assurance that the transactions recorded are within statutory authority, and properly record the use of all public financial resources by the Government Reporting Entities. Selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances which provide reasonable assurance that the transactions recorded are within statutory authority, and properly record the use of all public financial resources by the Government.

Nothing has come to the attention of the Management to indicate that the Government will not remain a going concern for the next twelve months from the date of this Consolidated Financial Statements. To the best of the Management knowledge, the system of internal control has operated adequately throughout the reporting period and that the records and underlying accounts provide a reasonable basis for the preparation of the Consolidated Financial Statements for the year ended 30th June 2021. Procurement of goods, works and consultancy and non-consultancy service to the extent that they are reflected in these financial statements have been done in accordance with the Public Procurement Act, Cap 410 and its Regulations of 2016.



CPA. Leonard J. Mkude
Accountant General

11th March, 2022
Date

The Management accepts responsibility for the integrity of these financial statements, the information they contain such that the consolidated financial statements present fairly the financial position of the Government as at 30th June, 2021, its financial performance and cash flows for the year in accordance with International Public Sector Accounting Standards.



Emmanuel N. Tutuba
Paymaster General

11th March, 2022
Date

THE GOVERNMENT OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued)
FOR THE YEAR ENDED 30th JUNE, 2021**

DECLARATION BY THE CHIEF ACCOUNTANT RESPONSIBLE FOR CONSOLIDATION

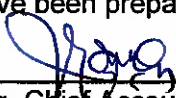
The National Board of Accountants and Auditors (NBAA) according to the power conferred to it under the Auditors and Accountants (Registration) Act. No. 33 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied with a declaration issued by the Head of Finance/Accounting responsible for the preparation of financial statements of the entity concerned.

It is my duty as a Certified Professional Accountant to assist the Management to discharge the responsibility of preparing financial statements that reflect the true and fair view of the Government position and performance in accordance with International Public Sector Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the Management as stated in the Management Responsibility statement on an earlier page.

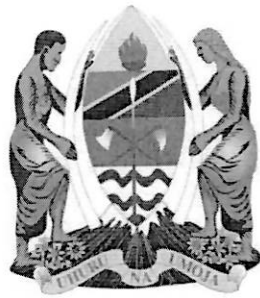
I, CPA Dr. Elizeus KALUGENDO John being the Chief Accountant responsible for Consolidation of National Accounts in the Accountant General's Department hereby acknowledge my responsibility of ensuring that consolidated financial statements for the year ended 30th June, 2021 have been prepared in compliance with International Public Sector Accounting Standards (IPSAS) and the Public Finance Act, Cap 348.

Thus, I confirm that these Consolidated Financial Statements present fairly in all material respects, the Financial Position of the Government as at 30th June, 2021, and its Financial Performance and Cash Flows for the year end have been prepared based on properly maintained financial records.

Signed by:
Position:
NBAA Membership No:
Date: 11th March, 2022



Ag. Chief Accountant
ACPA 3775



COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS

1. INTRODUCTION

The Consolidated Financial Statements of the Government of United Republic of Tanzania for the financial year ended 30th June, 2021 comprises Statement of financial performance, Statement of financial position, statement of changes in net assets/equity, Cash Flow Statements, Statement of comparison of budget and actual amount spent and notes to the financial statements. Further, additional details have been included in order to promote ease of understanding and comparison of data in line with the requirement of International Public Sector Accounting Standards (IPSAS), as well as other schedules and summary statements.

2. FISCAL OUTLOOK

Tanzania economy once again, emerged among the fastest growing economies in the East African Region and in the World; and continued to be an attractive investment destination for Foreign Direct Investments (FDI) in the region. Supported with its growing middle-class population which mostly lives in urban and semi-urban areas, plentiful natural resources and political stability; Tanzania economy continuing growth has created more room for investments as business focus has been placed on promoting industrial led economy.

The value of Gross Domestic Product (GDP) in absolute terms at current prices during the period of March to June, in 2021 was TZS 38.9 trillion compared to TZS 37.2 trillion in the corresponding period in 2020. During the period under review Information and communication recorded the highest growth rate of 12.3 percent followed by Electricity (12.1 percent); other services including arts and entertainments, households as an employer (10.8 percent), accommodation and food services (10.1 percent); water supply (8.4 percent); Mining and quarrying (7.3 percent); Transport and storage (4.6 percent); Construction (1.9 percent); Administrative and support services (7.3 percent). Further, the value of GDP at constant prices increased to TZS 33.3 trillion during the period under review in 2021 from TZS 32.0 trillion in the corresponding period in 2020 equivalent to a growth of 4.3 percent (NBS, 2021).

3. OVERSIGHT BODY

The Parliament of Tanzania is mandated to execute oversight role over the Government financial management; to this effect the Parliament has three dedicated Parliamentary committees each specialized in the oversight of a particular section of public sector. The two Parliamentary oversight committees and their areas of prerogative are as follows:

- a) The Public Accounts Committee (PAC) responsible for the oversight of the Central Government i.e. Ministries, Independent Government Departments and Executive Agencies; and
- b) The Local Government Authorities Accounts Committee (LAAC) which is responsible for the oversight of the Local Government Authorities.

The Committees are established under the Constitution of the United Republic of Tanzania 1977 Article 96(1) & (2) and the Parliamentary Standing Orders (2013), Order No.118 (1) and Addendum No 8 of the orders.

THE GOVERNMENT OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued)
FOR THE YEAR ENDED 30th JUNE, 2021**

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The members of the Public Accounts Committee (PAC) who served from July 2020 to September 2020 were as follows:

No.	Name	Position	Constituency / Special Seats
1	Hon. Naghenjwa Livingstone Kaboyoka	Chairperson	Same East
2	Hon. Aeshi Khalfan Hilary	Vice Chairperson	Sumbawanga Town
3	Hon. Felister Aloyce Bura	Member	Special Seats – Dodoma
4	Hon. Dr. Shukuru Jumanne Kawambwa	Member	Bagamoyo
5	Hon. Kiswaga Boniventura Destery	Member	Magu
6	Hon. Dr. Haji Hussein Mponda	Member	Malinyi
7	Hon. Abdalla Haji Ali	Member	Kiwani
8	Hon. Livingstone Joseph Lusinde	Member	Mtera
9	Hon. Musa Bakari Mbarouk	Member	Tanga Town
10	Hon. Stanslaus Shingoma Mabula	Member	Nyamagana
11	Hon. Jamal Kassim Ali	Member	Magomeni Zanzibar
12	Hon. Anatropia Lwehikila Theonest	Member	Special Seats – Dar es salaam
13	Hon. Hassan Elias Massala	Member	Nachingwea
14	Hon. Ali Salim Khamis	Member	Mwana kwerekwe
15	Hon. Hussein Abraham Makungu	Member	House of Representative
16	Hon. Omar Mohamed Kigua	Member	Kilindi
17	Hon. Khadija Nassir Ali	Member	Special Seats – Zanzibar
18	Hon. Ignas Aloyce Malocha	Member	Kwela
19	Hon. Josephine Tabitha Chagula	Member	Special Seats – Geita
20	Hon. Mariam Nassoro Kisangi	Member	Special Seats – Temeke
21	Hon. Maida Hamad Abdallah	Member	Special Seats – Wete
22	Hon. Oliver Daniel Semunguruka	Member	Special Seats – Ngara
23	Hon. Juma Hamad Omar	Member	Ole
24	Hon. Allan Joseph Kiula	Member	Iramba West
25	Hon. Aysharose Ndogholi Mattembe	Member	Special Seats – Singida
26	Hon. Rhoda Edward Kunchela	Member	Special Seats – Katavi
27	Hon. Joyce Bitta Sokombi	Member	Special Seats – Mwanza
28	Hon. Rashid Abdallah Shangazi	Member	Mlalo

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The members of the Public Accounts Committee (PAC) who served from January, 2021 to June 2021 are listed below:

No.	Name	Position	Constituency / Special Seats
1	Hon. Naghenjwa Livingstone Kaboyoka	Chairperson	Special Seats - Kilimanjaro
2	Hon. Japhet Ngailonga Hasunga	Vice Chairperson	Viwawa
3	Hon. Dr. Hamis Andrea Kigwangala	Member	Nzega Vijijini
4	Hon. Eng. Isack Aloyce Kamwele	Member	Katavi
5	Hon. Simon Songe Lusengekile	Member	Busega
6	Hon. Anton Albert Mwantona	Member	Rungwe
7	Hon. Kiswaga Boniventura Dester	Member	Magu
8	Hon. Juma Othman Hija	Member	Tumbatu - Zanzibar
9	Hon. Idarus Faina Ravia	Member	Makunduchi - Zanzibar
10	Hon. Deus Clement Sangu	Member	Kwela
11	Hon. Francis Kumba Ndulane	Member	Kilwa South
12	Hon. Maulid Saleh Ali	Member	Welezo - Zanzibar
13	Hon. Aida Joseph Khenani	Member	Nkasi North
14	Hon. Aysharose Ndogoli Matembe	Member	Special Seats - Singida
15	Hon. Anatropia Lwehikila Theonest	Member	Special Seats - Kagera
16	Hon. Maimuna Ahmad Pathan	Member	Special Seats - Lindi
17	Hon. Aleksia Asia Kamguna	Member	Special Seats - Morogoro
18	Hon. Jackline Kainja Andrea	Member	Special Seats - Tabora
19	Hon. Daudi Protas Venant	Member	Igalula
20	Hon. Zubeda Khamis Shaibu	Member	Mfenesini - Zanzibar
21	Hon. Florent L. Kyombo	Member	Nkenge
22	Hon. Bakar Hamad Bakar	Member	Baraza la Wawakilishi Zanzibar

THE GOVERNMENT OF TANZANIA**REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued)
FOR THE YEAR ENDED 30th JUNE, 2021****COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

The members of the Local Government Authority Accounts Committee (LAAC) who served from July 2020 to September 2020 were as follows:

No.	Name	Position	Constituency / Special Seats
1	Hon. Vedasto Edgar Ngombale Mwiru	Chairperson	Kilwa North
2	Hon. Abdallah Dadi Chikota	Deputy Chairperson	Nanyamba
3	Hon. Christopher Kajoro Chizza	Member	Buyungu
4	Hon. Seif Ally Ungando	Member	Kibiti
5	Hon. Azza Hillal Hamad	Member	Shinyanga
6	Hon. Tunza Issa Malapo	Member	Mtwara
7	Hon. Martin Mtonda Msuha	Member	Mbinga Vijijini
8	Hon. Ezekiel Magolyo Maige	Member	Msalala
9	Hon. Seleman Jumanne Zedi	Member	Bukene
10	Hon. Alex Raphael Gashaza	Member	Ngara
11	Hon. Anastazia James Wambura	Member	Mtwara
12	Hon. Mangungu Ali Issa Abbas	Member	Mbagala
13	Hon. Tauhida Cassian GalossNyimbo	Member	Zanzibar
14	Hon. Conchesta Leonce Rwamlaza	Member	Bukoba
15	Hon. Faida Mohamed Bakari	Member	ChakeChake
16	Hon. Mary Pius Chatanda	Member	Korogwe Mjini
17	Hon. Leah Jeremiah Komanya	Member	Meatu
18	Hon. Juma Kombob Hamad	Member	Mingwi
19	Hon. Rose Kamili Kusum	Member	Kateshi
20	Hon. Yussuf Kaiza Makame	Member	ChakeChake
21	Hon. Dr. Godwin Oloyce Mollel	Member	Siha
22	Hon. Zainabu Mussa Bakari	Member	ChakeChake
23	Hon. Prof. Norman Adamson King Sigalla	Member	Makete
24	Hon. Cecilia Daniel Paresso	Member	Manyara
25	Hon. Edward Franz Mwalongo	Member	Njombe Mjini
26	Hon. Ahmed Ally Salum	Member	Solwa

THE GOVERNMENT OF TANZANIA**REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued)
FOR THE YEAR ENDED 30th JUNE, 2021****COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

The members of the Local Government Authority Accounts Committee (LAAC) who served from January, 2020 to June 2021 are listed below:

No.	Name	Position	Constituency / Special Seats
1	Hon. Grace Victor Tendega	Chairperson	Special Seats
2	Hon. Seleman Jumanne Zeddy	Deputy Chairperson	Bukene
3	Hon. Jeremiah Mrimi Amsabi	Member	Serengeti
4	Hon. Jonas Van Zeeland	Member	Mvomero
5	Hon. Abubakar Damian Asenga	Member	Kilombero
6	Hon. Rashid Abdallah Shangazi	Member	Mlalo
7	Hon. Fransic Isac Mtinga	Member	Iramba Mashariki
8	Hon. Janeth Elias Mahawanga	Member	Special Seats
9	Hon. Maimuna Salum Mtanda	Member	Newala Vijijini
10	Hon. Rashid Abdallah Rashid	Member	Kisiwani
11	Hon. Ally Mohamed Kassinge	Member	Kilwa Kusini
12	Hon. Anastazia James Wambura	Member	Special Seats – Mtwara
13	Hon. Twaha Ally Mpembenwe	Member	Kibiti
14	Hon. Tauhida Galos Cassian	Member	Special Seats
15	Hon. Asya Sharifu Omary	Member	Special Seats
16	Hon. Martha Festor Mariki	Member	Special Seats
17	Hon. Boniphace Nyangindu Butondo	Member	Kishapu
18	Hon. Conchesta Leonce Rwamlaza	Member	Special Seats
19	Hon. Mohamed Abdulrahiman Mwinyi	Member	Chambani
21	Hon. Joseph Zacharius Kamonga	Member	Ludewa
22	Hon. Ally Yahya Mhata	Member	Nanyumbu
23	Hon. Hamis Mohamed Mwinjuma	Member	Muheza
24	Hon. Neema Gerald Mwandabila	Member	Special Seat

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

3. BUDGET APPROVAL AND ASSUMPTIONS

The budget of the Government of United Republic of Tanzania was prepared on cash basis by function classification. The budget for the fiscal year ended on June 30, 2021 was approved by the Parliament of the United Republic of Tanzania in June 2020 as prescribed by National Constitution of 1977 and section 26 of the Budget Act, Cap.439 and included all activities within the Government of the United Republic of Tanzania. The theme of the 2020/21 Budget was **“stimulating the economy to safeguard livelihoods, jobs, businesses and industrial recovery ”**

In order to attain the stated performance benchmarks, the following assumptions were expected to be observed and maintained during the financial year:

- a) Peace, unity and political stability within and across the region;
- b) Stability and sustainability in macroeconomic and social economic gains;
- c) Stability in global economy;
- d) Stability in the world market oil prices;
- e) Favorable weather condition in a country and neighboring countries;
- f) Favorable relations with neighbors, region and international; and
- g) Supportive laws and regulations for investors.

The Government started the financial year 2020/21 by setting out key strategies and goals for execution during the year. The main goals for 2019/20 were poverty alleviation leading to transforming the country into an industrial economy towards a Middle-Income Country. These goals were aligned with; Tanzania Development Vision 2025, National Five Years Development Plan (2016/17 – 2020/21), the African Agenda (2063), the Sustainable Development Goals (2030) and the ruling party Manifesto (2020 – 2025).

Tanzania has benefited from rich experiences and recommendations drawn from other change processes nationally, regionally and globally, including the National Constitutional Review, global, regional and national consultations that led to the formulation of the Agenda 2030 for Sustainable Development, Agenda 2063 for the African continent, and convergence processes toward the envisaged merger of EAC, SADC and COMESA regional trade groupings. The process also benefited from other internal consultations and peer reviews at various stages to ensure shared understanding and broad consensus by key stakeholders from the start. Given the strategic priority areas earmarked and the implementation effectiveness machinery laid out; coupled with the visionary leadership already existing at the top office of our nation, Tanzania is poised to excel regionally and globally as an emerging industrializing Middle Income Country.

4. PRIORITY SECTORS

The priorities for 2020/21 focused on the key areas of the National Five Year Development Plan 2016/17 - 2020/21 due to their multiplier effects to facilitate social-economic transformation. Continue to implement flagship projects that have far reaching effects on economic growth, job creation and poverty reduction including the Julius Nyerere Hydroelectric Power Project, the construction of a Standard Gauge Railway (SGR), revamping of the Air Tanzania Company Limited (ATCL) and training professionals in specialized skills for industrial and human development. In addition, the Government continued to strengthen the agricultural sector by improving access to agricultural inputs, as well as constructing and rehabilitating irrigation infrastructure, warehouses and markets. The financial implication to the implementation of priority sectors has been consolidated in these financial statements

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The following are the priority sectors during the year under review:

- i. **Water and Sanitation:** The water sub-sector final budget allocation amounted to TZS. 740.94 billion, with key interventions focused on implementation of water supply and sanitation projects in urban and rural areas. During the year under review the Government has spent TZS. 631 billion equivalent to 85 percent of the final budget. During the period under review, the Government constructed 666 water supply and sanitation projects; installed 1,758 functional treatment facilities to water schemes; 53 water monitoring stations were rehabilitated and 25 water monitoring stations were constructed. Furthermore, implementation of water supply from Lake Victoria to Nzega, Igunga and Tabora Towns projects were completed. Up to December, 2020 provision of water supply services coverage on average stands at 64.8% in rural areas and 84% in urban regional headquarters.
- ii. **Health:** In 2020/21, the Government had spent a total of TZS. 860.315 billions on health for acquisition of specialized services, including cancer diagnosis and treatment, detection and treatment of TB/Leoprosy and sustaining of the achievements in various vaccinations including Covid-19 vaccination. Moreover, Cochlea implant service had been established at Muhimbili National Hospital where as the Muhimbili Orthopaedic Institute installed medical equipment in theatre rooms, emergency department, Intensive care unit, and laboratory as well as physiotherapy equipment and oxygen plant.

In enhancing healthcare, the following priorities had been implemented: availability of Medicines, Medical Supplies, Vaccines and Equipment; improving the diagnostic services and laboratory reagents; improving maternal and child health services; Comprehensive HIV Care and Treatment services; strengthening specialized medical services by installing modern medical equipment and training to medical specialists in National Hospital, Zonal and Regional Referral Hospitals; improving referral system through construction, renovation and expansion of infrastructures in health centres District hospitals and Regional Referral hospitals and implementation of interventions on the Universal Health Coverage.

- iii. **Education:** In 2020/21, a total of TZS. 1,036 billions had been spent on education sector. The key focus was on strengthening the provision of education and training at all levels; continue to provide fee free basic education; improve provision of vocational trainings; strengthening inspection in primary and secondary schools, vocational and teacher training colleges; enhancing use of Information and Communication Technology (ICT); improving the teaching and learning environment; and increase access to loans to higher education students. During the year under review, the Government continued to implement Fee Free Basic Education; Implementation of education development projects through various programs; and improving teaching and learning environment through rehabilitation of education supportive infrastructure. Furthermore the Government was implementing literacy and numeracy education support programmes phase II to ensure children enrolled in primary education acquired necessary skills of reading, writing and arithmetics (3Rs) at the early grades. In the same context, the Government continued to improve teaching and learning environments for teachers through modernization of programmes, upgrading teaching and learning infrastructures and equip them with relevant teaching facilities.
- iv. **Transport:** Towards achieving the Transport Policy Objectives, during 2020/21 the Government has continued expanding its railway infrastructure through the construction of Standard Gauge Railway (SGR) Line amounting TZS 1.382 Trillion, the construction of

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

New SGR up to June 2020 the completion from Dar es Salaam to Morogoro (300KM) was 81.04% and Morogoro to Makutupora (422KM). Furthermore Rehabilitation of existing Railway track and structures from Dar es Salaam to Isaka and Tanga to Arusha under Tanzania intermodal Railway Projects (TIRP) TZS 334 Billion has been implemented. In the Financial year 2019/2020 the Government has finalized the procurements of Boeing 787-8 Dreamliner, Two air Buses A220-300 and Bombardier Dash 8 Q400 for TZS 300.522 Billions. Three Weather Radars and Instruments were procured amounting to TZS 673.744 Billion and Constructions and Rehabilitations of Marine Vessels in Lake Victoria, Tanganyika and Nyasa TZS 53.491 but the project is still in progress.

In the year 2020/2021 the Government directed its efforts in the Construction of New Standard Gauge Railway line and Rehabilitation of existing Railway line and purchase of 3 HP New locomotives and 44 Freights Flat Wagons amounting TZS 1.947 Trillion. For the case of Construction of SGR by the end of June 2021 completion from Dar es Salaam Morogoro was 91.74% and Morogoro to Makutupora was about 65.02% and Mwanza-Isaka(249KM) was under Mobilization. Rehabilitation of Tanga to Arusha was completed by 100%. During the year ended 30th June 2021 there was Construction of New Vessels as well as Rehabilitation of existing Ship vessels in Lake Victoria amounting TZS 26.287 Billion the projects is still in Progress. The Government has finalized the payments of Two Boeing 787-8, One Freight Cargo 767-300 and Two Airbus A220-300 and one Bombardier Q400 amounting to TZS 73.117 Billion.

- v. **Energy:** In improving production capacity, distribution and electric power connectivity to citizens, During the year under review, the Government managed to invest TZS. 2.12 trillion on the reinforcements of power generation, transmission and distribution systems, encourage investment in petroleum subsector development, implementation of rural electrification programs, urban electrification improvement programs, facilitating Tanzanians to participate effectively in the energy sector businesses and activities. Flagship and strategic energy projects to ensure economic growth and availability of energy supply included Julius Nyerere, Ruhudji, Rumukali, Rusumo Hydropower Projects, Kinyerezi I Extension, Kakono Hydropower, East African crude Oil Pipeline (EACOP) and hydrocarbon explorations in Mnazi Bay North, Eyasi Wembere, West Songo Songo and Lake Tanganyika Blocks. Currently, the total installed capacity stands at 1,609.91 MW and overall electricity access in Tanzania Mainland was 78% and connectivity stood at 37.7%. For the year under review, a total of over 10,294 villages had been connected to reach a grand total of more than 12,268 villages with the access to electricity. Furthermore, the Government has successfully maintained a stable supply of oil and natural gas for thermal power generation. Additionally, availability of local installation materials (wooden poles, conductors, transformers and meters) had saved foreign currency for imported goods.
- vi. **Agriculture:** In promoting agricultural investment and increasing productivity a total of TZS. 72.4 billion had been invested on the agriculture subsector. The Government implemented various interventions in order to realize the Tanzania Development Vision (TDV-2025) objectives. In realizing TDV-2025 objectives, the Long-term Perspective Plans (2011/12-2025/26) was prepared and adopted by the

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Government and was being implemented through Five Year Development Plans. Basing on the prioritized interventions in the year 2020/21, implementation of the National Agricultural Policy 2013 had resulted into agricultural sector's growth rate of 4.9 percent of which crop subsector grew by 5 percent, sector contribution of 61.5 percent of the total employments, 26.9 percent of the total Gross Domestic Product (GDP) of which 15.4 percent was from crop production sub-sector. Based on the food supply analysis, production and requirement of 14,404,171 tons in the year 2020/21 the National Food Self-sufficiency ratio (FSSR) was 126 percent indicating that the country was food secure. The sector contributed 61.5 percent of the total employments, 26.9 percent of the total Gross Domestic Product (GDP) of which 15.4 percent was from crop production sub-sector. Based on the increased food crop availability in 2020/21, the country had surplus of 3,792,562 tons of food, resulting to Food Self – Sufficient Ratio of 126 percent in 2020 compared to 118 in 2019. The production of major cash crops in 2020 was 1,058,798 tons compared to 909,287 tons in 2020, equivalent to 14 percent decrease.

The production of sugar increased from 311,358 tons in 2020. Generally, the production of the major crops decreased due to effects of COVID-19 where most of the investors closed their operations, decline of price of cotton in the world market crop, inadequate use of the agricultural inputs and agrochemicals. For the case of Agricultural Input Supply, in year 2020/2021, availability of fertilizer reached 678,017 tons equivalent to 94.4 percent for season requirement of 718,051. In addition, availability of improved seed that include cereals, pulses, oil seeds and vegetables reached 50,589.43 tons. Out of available seeds, 27,330.37 tons were produced domestically, 15,758.92 tons were imported and 7,500.14 tons were carryover of 2019/2020 farming season. Furthermore, availability of agrochemicals to control crop diseases outbreak such as quelea birds, rodents, locusts and fall armyworms reached 113,066 liters and 5,000 kilograms in 2020/21.

vii. Livestock and Fisheries: In the year under review TZS 10.46 billion was released to implement various projects such as rehabilitation of three earth dams at Kimokuwa - Longido, Narakauro – Simanjoro, and Chamakweza – Chalinze, Resurvey and erection of physical boundaries beacons at Misenyi ranch (NARCO) and demarcated grazing blocks, 78,575 cattle were inseminated. Also the government had spent 8.701 billion on the following: five landing sites at Ihare (Busega), New Igombe (Ilemela), Igabilo (Bukoba), Chifufu (Sengerema) are under rehabilitation. Also, one (1) Fish market at Mbamba Bay was under construction. Furthermore, three offices for Fisheries Resources centers of Busega, Sota and Sengerema were under construction. In order to secure reliable internal and external markets for fisheries products, during the financial year 2020/2021, 4,332 inspections were conducted for quality assurance and standards of imported and exported fish and fishery products. The inspection enabled the country to export a total of 41,319.88 metric tons and 165,413 ornamental fish both worth TZS.522.98 billion and export Royalty of TZS. 18.91 billion.

viii. Industry, Trade and Investment: During the year 2020/21, the Government had spent 46.470 billion on industry, trade and Investment. The manufacturing production activity grew by 4.5 percent compared to 5.8 percent in 2019/20. The slowdown in growth was due to shortage and limitation in importation of industrial raw materials following the impact of the COVID -19 pandemic. However, the contribution of manufacturing activities to GDP decreased slightly to 8.4 percent in 2020/21 from 8.5 percent in 2019/20. During the year under review, business activities grew by 2.1 percent compared to 5.5 percent in 2019/20. This was due to the impact of COVID -19 in economies that led to changes in consumer behavior who then shifted to consume more necessary and low-cost products. In addition, the contribution of trade activities in GDP was 8.7 percent compared to 8.8 percent in 2019. The Government through Ministry of Industry was in the process

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

to review its policies as to sustain the current need. The Policies that were under review process were; Sustainable Industrial Development Policy (SIDP 1996 – 2020), SME policy 2003, National Trade Policy 2003.

5. REVENUE

Revenue is recognized on accrual basis whereby the collection is recognized when earned rather than when cash is received. Revenue trends from 2016/17 to 2020/21 keeps on increasing due to good collection policy employed by Government entities including Tanzania Revenue Authority. Further more trend analysis showed that Taxes was the major source of revenue for Government of Tanzania, followed by revenue from exchange transactions, Levies, fees, fines, penalties and forfeits, Social contribution, Other revenues, Grants and Aids and fair value (Gain). Revenue has decreased by TZS. 5, 923,749 Million due to decrease Other Revenue and in Fair value gain and other income.

Table 1: Revenue Trend

Revenue Types	2020/21	2019/20	2018/19	2017/18	2016/17
	TZS 'million'	TZS 'million'	TZS 'million'	TZS 'million'	TZS 'million'
Taxes	20,731,885	19,529,822	16,879,608	16,229,037	15,094,949
Levies, Fees, Fines, Penalties and Forfeits	3,350,462	3,251,395	3,766,643	3,384,978	1,851,135
Social Contribution	2,130,486	1,720,489	2,773,191	2,846,903	2,733,365
Grants and Aids	1,331,177	1,139,117	643,406	1,545,823	945,709
Revenue from Exchange transaction	3,374,930	4,197,499	3,624,499	3,848,269	4,076,975
Other revenue	4,643,969	6,414,671	4,156,506	2,473,637	1,790,685
Fair Value (Gain) and Other Income	1,224,763	6,458,428	189,299	434,730	479,437
Total	36,787,672	42,711,421	32,033,151	30,763,377	26,972,255

a) Tax Revenue

Taxes are recognized in compliance with IPSAS 23 *Revenue from Non Exchange Transaction* when taxable event occurs. Taxes have increased by TZS. 1,718,596 million from TZS.19,529,822 million for the year 2019/20 to TZS. 20,731,885 million for the year 2020/21 due to strengthening management of existing sources by intensifying the use of electronic collection system; widening tax base by formalization of the informal sector and conducive environment to attract business and investment.

Table 2: Analysis of Taxes by tax type

Tax Types	2020/21	2019/20	2018/19	2017/18	2016/17
	TZS 'million'	TZS 'million'	TZS 'million'	TZS 'million'	TZS 'million'
Taxes on Income, Profits and Capital Gains	8,215,466	7,779,681	5,747,791	6,879,054	6,521,039
Taxes on Payroll and Workforce	379,771	382,200	324,123	293,489	260,896
Taxes on Goods and Services	8,642,610	7,836,454	7,459,380	6,993,417	6,714,180
Taxes on International Trade and Transactions	2,671,782	2,799,466	2,653,349	1,468,545	1,029,437
Rates and Fees	142,210	96,384	65,530	66,306	38,981
Other Taxes	680,046	635,638	629,436	528,227	530,417
Total	20,731,885	19,529,823	16,879,609	16,229,038	15,094,950

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Tax Revenue trends for the period of five years (2016/17 to 2020/21) is provided here-under:

Tax Revenue has increased by TZS. 5,636,935 billions from TZS. 15,094,950 recognized in Financial Year 2016/17 to TZS. 20,731,885 recognized financial year 2020/21 which was the increase of 37.34 Percent. The major tax categories attributed to this increase are: Taxes on Income, Profits and Capital Gains; Taxes on Goods and Services; and Taxes on International Trade and Transactions as shown in the note 15 of this report. The underperformance in international taxes resulted mainly from decline in value of goods imported during the financial year compared to the expectations.

Figure 1: Tax Revenue Trend

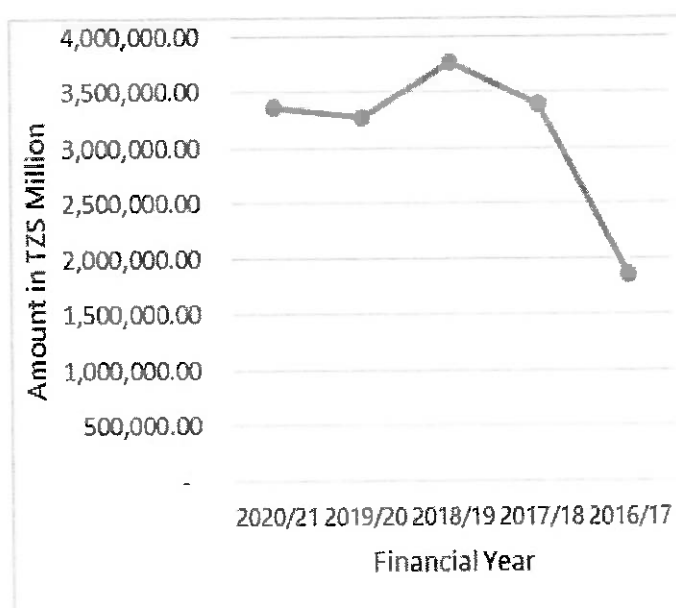


b) Levies, Fees, Fines, Penalties and Forfeits

Fines and penalties are compulsory current transfers imposed on units by courts of law or quasijudicial bodies for violations of laws or administrative rules. Out-of-court agreements are also included. Forfeits are amounts that were deposited with a general government unit pending a legal or administrative proceeding and that have been transferred to the general government unit as part of the resolution of that proceeding.

Figure 2: Levies, Fees, Fines, Penalties and Forfeits

Levies, Fees, Fines, Penalties and Forfeits has increase by TZS. 1,518,328 million equal to 81 percent from TZS. 1,851,135 recognized in Financial Year 2016/17 to TZS.3,350,462 recognized in financial year 2020/21. The increase was due to introduction of new levies, fees, penalties and forfeits mainly employed by Local Government Authorities and use of GePG. The details of the amount contributed are shown in the notes 20 and 21.



THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

c) Social Contribution

Social contributions are revenue receivable by social insurance schemes to make provision for social insurance benefits payable. These receipts are from employers on behalf of their employees, from employees, or from self-employed or unemployed persons on their own behalf to secure entitlement to social benefits, payable in cash and in kind, to the contributors, their dependents, or their survivors. The contributions are usually compulsory, but may also be voluntary. Social Contribution has decreased by TZS. 602,878 million from TZS. 2,733,365 million recognized in Financial Year 2016/17 to TZS. 2,130,487 million recognized financial year 2020/21 which shows a downward trend. The decrease is equal to 22 Percent mainly caused by COVID 19 pandemic effect in our economy. The details for the Social Contribution revenue is shown in the note 17 of this report.

d) Revenue from Exchange transactions

Revenue from Exchange transactions includes all transactions in which one entity receives assets or services, or has liabilities extinguished, and directly gives approximately equal value (primarily in the form of cash, goods, services, or use of assets) to another entity in exchange. It includes revenue from the rendering of services and the sale of goods. Revenue from Exchange transaction has decreased by TZS. 702,045 million from TZS. 4,076,975 recognized in Financial Year 2016/17 to TZS. 3,374,930 million recognized financial year 2020/21. The decrease is equal to 20.8 Percent attributed by decrease in rendering of services and sale of goods by PSEs. Revenue from exchange transactions slightly declined in 2018/19 due to Covid - 19 pandemic while increased in 2020/21 after strengthening revenue collection policies set by the government agencies. The note 16 of this report has in depth details of what constitutes Revenue from Exchange transactions

e) Grants and Aids

Grants and Aids are transfers receivable by government units, from other resident or nonresident government units or international organizations, that do not meet the definition of a tax, subsidy, or social contribution. Grants and Aids were received from foreign governments, grants from international organizations, and grants from other general government units. Grants from other general government units is eliminated during consolidation process as it is intra entity transaction. Grants and Aids has increased by TZS.76,884 million from TZS. 945,709 million recognized in Financial Year 2016/17 to TZS. 1,331,177 million recognized financial year 2020/21 as indicated in the note 18 of this report. The increase is equal to 40.7 Percent. The increase grants and aids resulted from some of Development Partners to honor their pledges.

f) Other Revenue

Other revenue includes finance income, debt forgiveness, donation, miscellaneous receipts, parking charges, user charges, rent income, interest on deposits etc. The Government managed to continue with Revenue collection due to Government efforts in implementing effective compliance strategies by PSEs that ensured all institutions collect non tax revenue through GePG. Other Revenue has increased by TZS. 2,853,284 million from TZS. 1,790,685 million recognized in Financial Year 2016/17 as shown in the note 22 of this report to TZS. 4,643,969 million recognized financial year 2020/21. The increase is equal to 259 Percent. Other Revenue has contributed to 12.62 percent of the total revenue recognized in 2020/21.

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued)
FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. EXPENDITURE

Expenditure are recognized on accrual basis that is recognized when incurred rather than when cash is paid while on other hand budget is on cash basis. The overall Government expenses for the financial year 2020/21 were grouped into the following classes: wages, salaries and employee's benefits; Social benefits, goods and services used; Routine and maintenance, Depreciation, Impairment of Property, Plant and Equipment (PPE) Investment Property and Intangible Assets, social benefits and other expenses. Total expenses for the financial year ended 30th June, 2021 was TZS **31,584,766** million compared to previous year expenses of TZS. **28,757,593** million. The increase of 14.5 percent was contributed by the increase of employment and other government operations.

Table 3: Expenditure

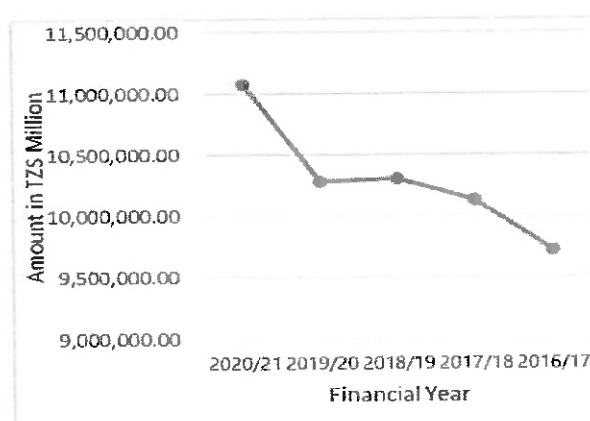
Expenses types	2020/21	2019/20	2018/19	2017/18	2016/17
	TZS 'Million'	TZS 'Million'	TZS 'Million'	TZS 'Million'	TZS 'Million'
Wages, salaries and employees benefits	11,075,108	10,277,414	10,298,090	10,129,046	9,716,498
Use of Goods and Services	4,895,229	4,566,214	5,193,705	7,095,540	3,388,462
Routine repair and maintenance expenses	1,159,523	1,252,548	1,032,693	1,042,125	841,374
Social benefits	3,724,103	3,232,243	3,042,967	3,373,047	2,618,012
Interest expenses	2,092,714	1,900,849	2,459,610	2,377,523	1,973,721
Consumption of Assets	5,856,123	5,134,741	2,975,286	2,833,742	1,656,740
Other expenses	2,781,966	2,393,584	2,637,363	3,958,585	5,110,255
Total	31,584,766	28,757,593	27,639,714	30,809,608	25,305,062

a) Wages, salaries and employee's benefits

These are expenses in respect of services rendered by employees to the Government and their contractual benefits arise from employment contracts. Such benefits are payable in cash and/or in kind. It also includes actual employer's social contributions and imputed employer's social contributions.

During the year under review total Wages, Salaries and Employees Benefits amounted to TZS. 11,075,108 million being an increase of TZS. 1,358,610 million as shown in the note 39 of the CFS compared to TZS. 9,716,498 million incurred in the financial year 2016/17. The increase of expenditure which relates to Wages and salaries resulted from increase in salary increment and new employees

Figure 3: Wages and salaries and Employee's benefit



THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

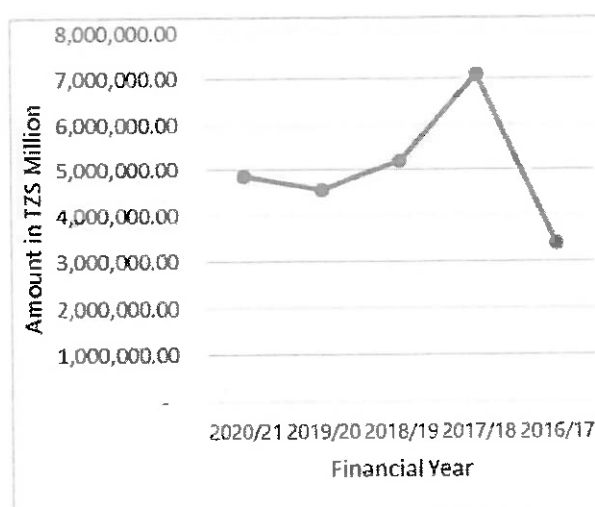
COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

b) Use of Goods and Services

This expenditure relates to use of goods and services which consists of the value of goods and services used for the production of market and nonmarket goods and services. The value of use of goods or services is recognised when the goods or services are actually used rather than when they were acquired or paid for as per Note 40 of the Consolidated Financial Statements. The trend of use of goods and services is shown below:

During the year under review total expenditure for use of goods and services was TZS 4,895,229 million as compared to TZS 3,388,462 million recognized in financial year 2016/2017. Among of the reasons for sharp increase on use of goods and services in the year ended June, 2018 was an increase in per diem domestic, diesel, classroom and teaching supplies, electricity distribution expenses, programme transmission fees.

Figure 4: Goods and Services used



c) Routine repairs and maintenance

The expenses are essentially related to cost of routine repairs and maintenance of fixed assets. Total expenditure with regards to routine maintenance and repairs expenses for the year under review was TZS. 1,159,523 million as shown in the note 41 compared to TZS. 841,374 million for 2016/2017 being an increase of 38 percent. The increase resulted from an increase in outsourced maintenance contractual services.

d) Social Benefits

These are expenses related to households intended to provide for the needs that arise from social risks such as sickness, unemployment, retirement, housing, education, or family circumstances.

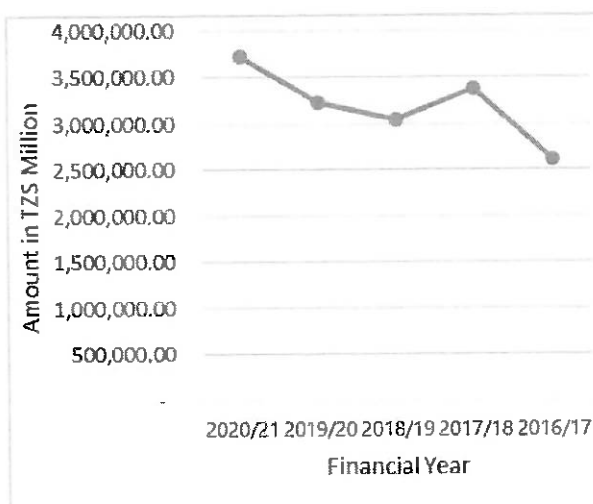
THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Figure 5: Social Benefits Expenses

During the year under review as indicated in the note 42 of this report the Government recognised TZS. 3,724,103 million as social benefits in favour of its employees compared to TZS. 2,618,012 million recognized in Financial Year 2016/2017. The increase resulted from increase in the government employees and increase of wages and salaries to existing employees.



e) Other Expenses.

The expenses include all expenditure related to Audit fees, consultancy, and others. During the year ended 30th June 2021, Other expenses was TZS 2,781,966 million as detailed in the note 44 of this report compared to 5,110,255 million recognized in Financial Year 2016/17. Other expenses decreased by TZS. 2,393,584 million. The decrease is equal to 46 percent as a decrease in general Government operations.

7. ASSETS

The total assets at the end of the year 2020/21 rose to TZS 138,489,422 million compared to TZS 132,720,437 million in the prior year. The value of assets of the Government continued to increase due to construction and completion of new projects, and valuation of assets in various reporting entities in order to establish deemed cost for assets which were acquired at a low or nominal value, as well as Work In Progress (WIP) for SGR, TANROADS, TARURA and TANESCO. The amount invested for the strategic projects for the year under review was TZS. 6,585,169 million which brought the total amount for the projects currently under construction to TZS. 17,542,581 million as presented in note number 88.

a) Cash and Cash Equivalent

These are cash balances at the end of the financial year includes bank balances of recurrent, development and deposit account during the financial year the cash and cash equivalents were TZS 8,258,857 million compared to TZS. 7,933,594 million of the previous year 2019/20. The details for Cash and Cash Equivalent is shown on the note 70 in CFS.

b) Prepayments and Receivables

Government receivable includes Imprest receivables, and loans receivables. The Government receivables and prepayments during the year 2020/21 was TZS 22,637,010 million while the previous year receivables were TZS 22,127,974 million as detailed in notes 77, 78 and 79 of this report. Prepayments and receivables increased by TZS. 509,036 million compared to previous year 2019/20.

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

c) Inventories

Inventories includes produced assets that consist of goods and services, which came into existence in the current period or in an earlier period, and that are held for sale, use in production, or other use at a later date. The inventories during the year 2020/21 were

TZS1,183,567 million as shown in the note 80 of this report compared to TZS 1,283,519 million for previous year 2019/2020. The decrease resulted from issuing of stocks to operations including building of schools and health centres.

d) Investment Property

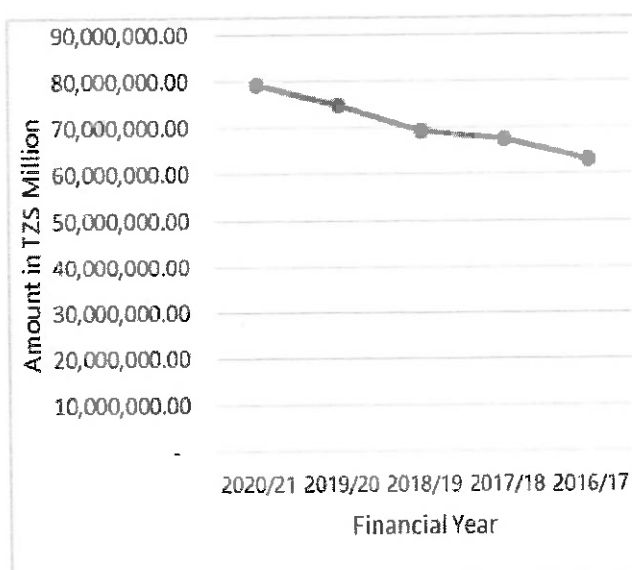
The total Investment property at the end of the year 2020/21 was TZS. 8,315,956 million as indicated in the note 85 of this report compared to TZS. 7,946,023 million in the previous year 2019/2020. The value of investment property increased due to new investment property acquired during the year.

e) Property, Plant and Equipment

Property, Plant and Equipment principally comprises of Operational Buildings, Land, Plant, Vehicles, Roads, Bridges, Machinery, Ships, Aircraft and Furniture and Equipment according to IPSAS 17.

The carrying value of property, plant and equipment at the end of the year 2020/21 were TZS 79,428,554 million compared to TZS 74,991,557 million in the prior year. The value of Property Plant and Equipment in 2020/21 was higher by 6 percent due to new construction and acquisition of PPE coupled with massive investment in SGR and Hydropower (Mwalimu Nyerere power project). The detailed composition of the PPE is shown in the note 88.

Figure 6: Property, Plant and Equipment



f) Capital work in progress

The capital Work in Progress as at 30 June 2021 stood at TZS.17.65 trillion. Capital Work in Progress comprise of strategic projects undertaken by the Government of Tanzania includes further development in Road network and Ferries, Standard Gauge Railway (SGR), Construction of Julius Nyerere Hydropower Station, Improvement of Ports in Dar es Salaam and Mtwara and other various projects which impacts the social and economic life of the citizens. Capital work in progress is summarized in table number 4.

THE GOVERNMENT OF TANZANIA

REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued) FOR THE YEAR ENDED 30th JUNE, 2021

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Table 4: Capital Work in Progress

Entity Description	Types of WIP	TZS '000'
Tanzania National Road Agency (TANROADS)	Roads	4,283,299,480
Tanzania Railways Corporation (TRC)	Rail projects including SGR	4,197,265,406
Tanzania Electric Supply Co. Ltd. (TANESCO)	Electricity project including Julius Nyerere Hydropower Station	4,182,757,000
Tanzania Ports Authority (TPA)	Other structures	1,014,615,436
Others	Various projects	3,976,978,555
TOTAL		17,654,915,877

g) Consumption of Assets

This relates to the loss in value of tangible and intangible assets used in the normal operations of the government for the period under review. During the financial year 2020/21, the Government recorded depreciation and amortization of TZS 5,508,857 million relating to the Non-Current Assets and Intangible Assets as shown in the notes 48, 49 and 50 while for the year ended 30th June, 2020 was TZS 5,775,557 million.

h) Biological Assets

The biological assets reported in these financial statements includes; dairy cattle, fish, livestock, bees etc. Biological Assets increased by TZS. 10,795 million from TZS. 155,648 million reported in the financial year 2019/20 to TZS. 166,443 million in the financial year 2020/21. The increase which is equal to 7 Percent is attributed to increase in the entities that adopted IPSAS 27 that requires recording of Biological Assets at fair value.

8. LIABILITIES

The total liabilities as at 30th June, 2021 were TZS 106,982,748 million compared to total liabilities of TZS 99,369,587 million in 2019/20. Payable and Accrual has increased by TZS. 90,288 million from TZS. 14,454,232 recognized in financial year 2019/20. The increase of 19.87 percent is largely attributed to increase in pension funds actuarial liabilities and increase in borrowing (Public Debt).

THE GOVERNMENT OF TANZANIA

**REPORT BY THOSE CHARGED WITH GOVERNANCE (Continued)
FOR THE YEAR ENDED 30th JUNE, 2021**

COMMENTARY ON THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Table 5: Liabilities

Liabilities	2020/21	2019/20	2018/19	2017/18	2016/17
	TZS 'million'	TZS 'million'	TZS 'million'	TZS 'million'	TZS 'million'
Payables and Accrual	14,544,520	14,454,232	13,371,647	8,625,085	7,768,375
Currency in circulation	4,329,317	5,225,321	4,965,202	4,646,962	4,354,606
Deposits- Others	5,149,004	4,440,236	3,052,436	3,625,572	3,900,112
Other financial liabilities	65,784	314,235	499,243	2,873,001	2,741,602
Pension Fund Actuarial Liabilities	20,017,000	19,095,594	19,095,594	19,095,594	18,566,406
Employees benefits liabilities	523,471	497,760	433,427	1,252,872	111,012
Borrowing (Public Debts)	55,799,436	50,839,388	47,918,306	45,943,434	43,188,615
Other borrowings	344,744	803,297	6,283,458	3,976,637	725,096
Provisions	1,067,937	912,024	1,010,271	729,242	533,244
Other Liabilities	5,141,535	2,787,500	3,739,818	7,792,564	8,485,747
Total	106,982,748	99,369,587	100,369,402	98,560,963	90,374,815

9. DEBT POSITION

Total Debt Stock (Loans) at 30th June, 2021 is reported at TZS. 55.799 trillion. This is after taking effect of intergovernment loans amounting to TZS. 8.724 trillion which were eliminated in these Consolidated Financial Statements.

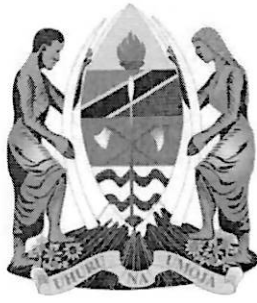
10. CONCLUSION

The Government of Tanzania is committed to ensuring that financial management is improved to enhance transparency and accountability of the available resources for the betterment of its citizens. To accomplish its mission of promoting service delivery to its citizens, The Government continues to strengthen internal control system over assets, payroll and expenditure by directing all resources to activities that eventually serve the general community. In so doing, the Government continued to comply with International Public Sector Accounting Standards (IPSAS) in preparation and presentation of its financial statements with a view to increasing transparency and accountability in public expenditure and management of public resources.



**CPA. Leonard J. Mkude
Accountant General**

11th March, 2022
Date




CONSOLIDATED FINANCIAL STATEMENTS

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30th JUNE 2021

		30 June 2021	30 June 2020
Revenue			
Taxes Revenue	15	20,731,885,155	19,529,822,560
Revenue From Exchange Transactions	16	3,374,930,987	4,197,499,321
Social Contributions	17	2,130,486,697	1,720,489,467
External Assistance - Grants and Aid	18	1,331,177,040	1,139,117,302
Finance Income	19	614,253,992	30,649,081
Levies	20	803,925,829	515,125,437
Fees, Fines, Penalties and Forfeits	21	2,546,537,840	2,736,270,332
Other Revenue	22	4,643,969,644	6,414,671,991
Debt Forgiveness	24	44,035	20,512,136
Fair Value Gains on Equity Investments	26	205,452,354	-
Fair Value Gains on Government Securities	27	127,315,621	32,004
Fair Value Gains on Investment Properties	28	276,577,954	402,326,883
Fair Value Gains on Biological Assets	29	1,115,223	4,259,272
Fair Value Gains on Actuarial Valuation of Defined Benefit Plans	30	-	16,587,795
Fair Value Gains on Financial Assets	31	-	5,749,391,078
Fair Value Gains on Marketable Securities	32	-	125,476,503
Gains on Foreign Currency Translation	33	-	109,190,073
Total Revenue		36,787,672,371	42,711,421,236
Expenses			
Wages, Salaries and Employee Benefits	39	11,075,107,957	10,277,414,637
Use of goods and services	40	4,895,229,025	4,566,214,493
Routine Repair and Maintenance Expenses	41	1,159,523,339	1,252,548,900
Social Benefits	42	3,724,103,049	3,232,243,803
Finance Costs	43	2,092,714,263	1,900,849,781
Other Expenses	44	2,781,966,267	2,393,584,874
Provision for Obsolete Inventories	45	6,256,679	1,116,561
Grants, Transfers and Subsidies Issued	47	808,133,403	959,603,232
Depreciation of Property, Plant and Equipment	48	3,320,127,131	3,057,126,782
Depreciation of Investment Properties	49	9,454,789	11,907,443
Amortization of Intangible Assets	50	88,245,066	87,501,701
Impairment of Property, Plant and Equipment	51	82,757,707	19,022,676
Impairment of Intangible Asset	52	2,844,591	127,326
Impairment of Investment Property	53	2,865,747	2,861,456
Impairment of Receivables	54	660,023,841	90,675,800
Impairment of Loans	55	35,450,506	49,854,001
Fair Value Losses on Equity Investments	57	-	702,391,126
Fair Value Losses on Actuarial Valuation of Defined Benefit Plans	61	9,491,952	-
Fair Value Losses on Financial Assets	62	23,130,949	-
Fair Value Losses on Marketable Securities	63	84,113,602	-
Losses of Foreign Currency Translation	64	722,120,945	53,110,691
Losses on Disposal of Assets	65	1,105,228	99,437,793
Total Expenses		31,584,766,036	28,757,593,074
Share of Surplus of Associates and Joint Ventures		2,369,608	62,465,436
Surpluses/deficits for the period		5,205,275,942	14,016,293,598


CPA, Leonard J. Mkude
Accountant General

11th March, 2022
Date

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30th JUNE 2021

	NOTE	30 June 2021 TZS ('000)	30 June 2020 TZS ('000)
ASSETS			
Cash and Cash Equivalent	70	8,258,856,568	7,933,593,784
Fixed Deposits/Placements	71	468,216,707	581,697,080
Holdings of Special Drawing Rights (SDRs)	72	22,217,849	20,100,182
Quota in international Monetary Fund (IMF)	73	1,304,531,756	1,257,328,887
Foreign Currency Marketable Securities	74	6,255,042,431	6,201,955,789
Equity Investments	75	1,739,895,227	1,669,596,192
Government Securities	76	3,271,623,256	1,228,831,670
Receivables	77	11,513,815,633	8,245,171,434
Loans Receivables	78	8,300,183,122	10,862,066,176
Prepayments	79	2,823,012,795	3,020,737,072
Inventories	80	1,183,566,850	1,283,519,069
Deferred Currency Cost	81	52,103,739	34,035,017
Other Financial Assets	82	1,666,112,462	210,247,501
Escrow Accounts	83	149,930,016	149,780,547
Retirement Benefit Asset	84	12,916,954	12,102,386
Non-Current Asset Held for Sale	92	533,295	2,154,824
Investment Property	85	8,315,955,628	7,946,022,531
Property Plant and Equipment	86	79,428,553,636	74,991,557,132
Intangible Asset	87	442,898,180	529,603,701
Biological Assets	88	165,739,067	155,460,399
Investments in Associates and Joint Ventures	89	2,171,093,698	2,281,649,967
Investments in Controlled Entities (Subsidiaries)	90	597,899,282	4,145,472,559
TOTAL ASSETS		138,144,698,149	132,762,683,899
LIABILITIES			
Payables and Accruals	93	14,554,520,025	14,454,232,281
Currency in Circulation	94	5,704,677,413	5,225,320,820
Deposits from Banks and Non-Bank Financial Institutions	95	4,329,317,959	4,348,597,050
Deposit - Others	97	819,686,276	91,639,051
Foreign Currency Financial Liabilities	98	1,569,043,226	1,412,490,402
IMF Related Liabilities	99	1,108,671,457	1,094,754,287
Allocation of Special Drawing Rights (SDRs)	100	624,756,632	602,150,585
Borrowings (Public Dept)	101	55,799,436,083	50,719,170,218
BoT Liquidity Papers	103	40,010,514	118,788,633
Other Financial Liabilities	104	65,784,221	314,234,830
Pension Fund Actuarial Liabilities	105	20,017,000,000	19,095,594,000
Employee Benefits Liabilities	106	523,471,093	497,760,274
Retirement Benefits Obligations	107	758,437,088	482,830,920
Provisions	108	1,067,936,870	912,024,478
TOTAL LIABILITIES		106,982,748,857	99,369,587,831
Net Asset		31,161,949,292	33,393,096,069
NET ASSETS/EQUITY			
Taxpayer Fund		41,974,605,887	41,292,780,108
Foreign Currency Revaluation Reserves		63,101,454	9,225,266
Fair Value Reserves		110,092,678	210,902,665
Deferred Tax Reserves		63,936,115	64,755,077
Defined Benefit (Actuarial) Reserves		(15,380,091)	(5,630,146)
Revaluation Surplus		1,048,584,539	1,128,583,111
Other Reserves		8,649,514,334	9,148,474,551
Minority Interest		314	491
Accumulated surpluses/(deficits)		(20,732,505,938)	(18,455,995,054)
TOTAL NET ASSETS/EQUITY		31,161,949,292	33,393,096,069


CPA. Leonard J. Mkude
Accountant General


11th March, 2022
Date

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 30th JUNE 2021

	Tax Payers Fund	Accumulated Surplus/deficit	Foreign Currency Revaluation	Fair Value Reserves	Deferred Tax Reserves	Defined Benefit Reserves	Other Reserves	Minority Interest	Revaluation Surplus	Total
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Opening Balance (01 July, 2020)	41,292,780,108	(18,455,995,054)	9,225,266	210,902,665	64,755,077	(5,630,146)	9,148,474,551	491	1,128,583,111	33,393,096,069
Additional Capital Injected	134,216,551	-	-	-	-	-	-	-	-	134,216,551
Other Reserve	-	672,998	54,269,449	1,270,457	-	(9,753,244)	(348,980,217)	(177)	1,376,878	(301,123,856)
Other Appropriations	547,809,229	(7,475,552,824)	(393,261)	(102,080,444)	(618,962)	3,299	-	-	(81,375,450)	(7,112,608,414)
Minority Interest	-	(6,907,000)	-	-	-	-	(150,000,000)	-	-	(156,907,000)
Surplus/(Deficit) during the year	-	5,205,275,942	-	-	-	-	-	-	-	5,205,275,942
Closing Balance (30 June, 2021)	41,974,805,887	(20,732,505,936)	9,225,266	210,902,665	64,755,077	(5,630,146)	8,649,514,334	491	1,128,583,111	31,181,949,292
Opening Balance (01 July, 2019)	41,585,794,963	(29,982,095,732)	3,470,526	211,466,381	93,199,317	34,371,528	9,039,266,231	70	1,133,437,080	22,118,912,363
Additional Capital Injected	(122,163,055)	169,101,972	-	98,371,259	-	1,496,600	743,143	-	10,536	117,560,455
Other Reserve	8,654,968	(7,157,612)	5,764,740	-	2,683,684	-	382,997,661	-	64,339,000	457,172,641
Other Appropriations	(179,406,768)	(2,649,137,280)	-	(66,934,975)	(31,128,124)	(41,498,272)	(24,534,484)	421	(69,203,505)	(3,063,842,988)
Minority Interest	-	(3,000,000)	-	-	-	-	(250,000,000)	-	-	(253,000,000)
Surplus/(Deficit) during the year	-	14,016,293,598	-	-	-	-	-	-	-	14,016,293,598
Closing Balance (30 June, 2020)	41,292,780,108	(18,455,995,054)	9,225,266	210,902,665	64,755,077	(5,630,146)	9,148,474,551	491	1,128,583,111	33,393,096,069


CPA. Leonard J. Mkude
Accountant General

11th March, 2022
Date

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021

CONSOLIDATED CASH FLOW STATEMENTS
FOR THE YEAR ENDED 30th JUNE 2021

	NOTE	30 June 2021 TZS ('000)	30 June 2020 TZS ('000)
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts			
Taxes Revenue		17,033,552,253	17,435,371,297
Social Contributions		2,453,285,656	2,162,109,766
Revenue from Exchange Transactions		3,662,337,565	4,410,631,371
Other revenue		8,083,727,352	7,875,293,506
Levies		798,249,144	494,081,357
Increase in deposits		708,768,134	1,754,778,979
Finance Income		614,253,992	30,649,081
Fees, fines, penalties and Forfeits		2,543,456,947	3,604,340,893
External Assistance- Grants and Aid		1,331,177,040	1,139,117,302
Total Receipts		37,228,808,083	38,906,373,553
Payments			
Wages,Salaries and Employee Benefits		10,801,397,269	10,907,168,726
Use of goods and services		4,200,545,725	4,809,424,553
Social Benefits		3,635,056,006	2,531,574,485
Routine repair and maintenance paid		1,122,254,617	1,310,521,028
Other Expenses		2,575,683,809	1,500,075,071
Finance cost		3,054,373,452	2,613,029,989
(decrease) in escrow Asset		149,469	457,261
Total Payments		25,389,460,346	23,672,251,112
Net CashFlow from Operating Activities	123	11,839,347,737	15,234,122,440
CASH FLOW FROM INVESTING ACTIVITIES			
Investing Activities			
Receipt from Loan Issued		1,216,177,382	592,480,282
Proceed from sale of PPE		115,827	-
Net decrease/(increase) in Government securities		(1,067,725,220)	(183,630,916)
Loan Issued		(797,685,761)	(416,595,184)
LGLB/LGAs (investments)/shares receipts		(131,959)	(148,978)
Increase/decrease in quota in International Monetary Fund (IMF)		(47,202,869)	8,856,515
Increase/decrease in holdings of SDRs		(2,117,667)	47,292,164
Increase/decrease in foreign currency marketable securities		(175,038,630)	(995,973,270)
Acquisition of shares in subsidiary		14,900,493	(56,085,321)
Acquisition of shares in associate or joint venture		(89,833,518)	(30,332,430)
Acquisition of property, plant, and equipment		(5,546,244,331)	(7,407,208,489)
Acquisition of investment properties		(25,402,071)	(74,125,825)
Acquisition of intangibles		(14,954,701)	(72,878,886)
Acquisition of equity investments		(7,515,739)	(48,184,857)
Acquisition of biological assets		(3,677,568)	555,237
Total Investing Activities		(6,546,336,331)	(8,635,979,958)
CASH FLOW FROM FINANCING ACTIVITIES			
Financing Activities			
Increase/(decrease) in IMF related liabilities		13,917,170	(112,184,918)
Increase/(decrease) in foreign currency financial liabilities		156,552,824	493,233,454
Increase/(decrease) in Currency in circulation		479,356,593	260,118,261
Increase/(decrease) in BOT liquidity papers		(78,778,119)	(211,965,199)
Increase/(decrease) in allocation of Special Drawing Rights (SDRs)		22,606,047	(4,241,496)
Repayment of borrowings		(5,578,517,956)	(5,644,362,118)
Total Financing Activities		(4,984,863,441)	(5,219,402,016)
Net Increase / Decrease in Cash		308,147,965	1,378,740,467
Effect of Foreign Currency Changes		17,114,819	29,066,602
Cash and cash equivalent at beginning of period		7,933,593,784	6,525,786,716
Cash at the end of period		8,258,856,568	7,933,593,784


CPA. Leonard J. Mkude
Accountant General

11th March, 2022
Date

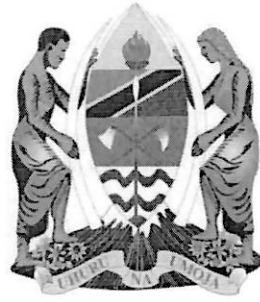
THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021CONSOLIDATED STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
FOR THE YEAR ENDED 30th JUNE 2021

	(Budget prepared on cash basis)				
	Original Budget	Reallocation	Final Budget	Actual on Comparable Basis	Difference
	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000
Receipts					
Taxes	20,325,780,000	-	20,325,780,000	17,330,685,422	2,995,094,578
Non tax revenue	2,924,802,000	-	2,924,802,000	2,023,473,479	901,328,522
LGAs own source revenue	814,961,000	-	814,961,000	695,032,526	119,928,474
Programme loans and grants - Loans and grants - GBS	2,460,590,923	-	2,460,590,923	1,515,342,266	945,248,656
Programme loans and grants - Project support and loans	138,323,000	-	138,323,000	101,291,978	37,031,022
Programme loans and grants - Basket support grants	275,544,000	-	275,544,000	199,672,171	75,871,829
External borrowings - Non-concessional loans	3,035,630,000	-	3,035,630,000	3,035,630,000	-
Domestic borrowing - treasury bills and bonds	1,588,084,077	-	1,588,084,077	1,588,084,077	-
Domestic borrowing - roll over	3,316,078,000	-	3,316,078,000	3,316,078,000	-
	34,879,793,000	-	34,879,793,000	29,805,289,919	5,074,503,081
Payments					
Public Debt					
Interest on domestic borrowings	1,630,668,600	77,571,400	1,708,240,000	1,708,240,000	-
Interest external borrowing	1,238,948,494	(74,859,148)	1,164,089,345	723,280,000	440,809,345
Principal domestic loan	3,316,078,300	(221,583,315)	3,094,494,985	3,094,120,212	374,773
Principal external loan	2,463,280,600	-	2,463,280,600	2,379,090,000	84,190,600
Contribution to social security funds	1,300,146,406	(208,470,236)	1,091,676,170	1,050,014,940	41,661,230
Consolidated fund services	527,709,600	-	527,709,600	393,084,567	134,625,033
	10,476,832,000	(427,341,300)	10,049,490,700	9,347,829,719	701,660,981
Employee Benefits					
Salaries and wages	7,762,390,000	136,892,982	7,899,282,982	7,717,878,996	181,403,986
	7,762,390,000	136,892,982	7,899,282,982	7,717,878,996	181,403,986
Other Charges					
Operating and protected expenditure	18,258,160	-	18,258,160	10,209,340	8,048,820
LGAs expenses	481,870,000	-	481,870,000	376,526,523	105,343,477
Other payments	3,361,187,840	290,448,318	3,651,636,158	3,041,360,357	610,275,801
	3,861,316,000	290,448,318	4,151,764,318	3,428,096,220	723,668,098
Development Expenditure					
Internal financing	9,710,115,000	-	9,710,115,000	8,680,976,415	1,029,138,585
LGAs own source	333,091,000	-	333,091,000	314,701,203	18,389,797
External financing	2,736,049,000	-	2,736,049,000	1,798,466,409	937,582,591
	12,779,255,000	-	12,779,255,000	10,794,144,027	1,985,110,973
Total Payments	34,879,793,000	-	34,879,793,000	31,287,948,962	3,591,844,038
Balance	-	-	-	(1,482,659,044)	1,482,659,044

CPA. Leonard J. Mkude
Accountant General

11th March, 2022
Date



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

1. GENERAL INFORMATION

To enhance accountability and transparency, the Government of the United Republic of Tanzania require all Public Sector Entities (PSE) to keep proper books of accounts that complies with the Generally Accepted Accounting Principles, Public Finance Act Cap, 348 and the International Public Sector Accounting Standards (IPSAS), other Guidelines and Directives as issued by the Paymaster General.

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

These consolidated financial statements of the Government reporting entity comply with Generally Accepted Accounting Practice as defined in the Public Finance Act, Cap 348 Section 30(1) and have been prepared in accordance with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in TZS, which is the functional and reporting currency of the Government and all values are rounded to the nearest thousand (TZS 000).

The Government reporting entity is a public benefit entity. Public benefit entities are reporting entities whose primary objective is to provide goods or services for community or social benefit and where any equity has been provided with a view to support primary objective rather than for a financial return to equity holders. The measurement base applied is historic cost modified by the revaluation of property, plant and equipment and investment properties to determine deemed cost for initial recognition. The cash flow statement is prepared using the direct method. The consolidated financial statements are prepared on an accrual basis. These financial statements have been prepared on a going concern basis.

3. SCOPE OF CONSOLIDATION

IPSAS 35 *Consolidated Financial Statements*, paragraph 5 gives the controlling entity mandate of consolidating all the controlled entities, and exempts some of the controlled entities which are controlling entities in nature to prepare consolidated financial statements. IPSAS 35 paragraph 40 gives elaboration on the elimination of balances and transactions between entities within the economic entity for reporting periods, all inter-entity transactions, balances and unrealized gains and losses on transactions between entities of the Government are eliminated in full in the accounts reported for the year ending 30 June 2021.

4. AUTHORIZATION DATE

The consolidated financial statements were authorized for issue in accordance to Article 143(4) of the Constitution of the United Republic of Tanzania, 1977(revised in 2000).



Emmanuel N. Tutuba
Paymaster General

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

5. REPORTING ENTITY

The reporting entities are categorized as per the Institutional table to mean General Government Sector and Public Corporations which are grouped as follows:

- i. **General Government Sector (GGS)**
 - a. Central Government
 - Budgetary central government
 - Extrabudgetary units/entities
 - Social Security Fund
 - b. Local Government Authorities
- ii. **Public Corporations**
 - Public Financial Corporations (PFC)
 - Public Non-Financial Corporations (PNFC)

Inst. Code	Entity Description	Sub Sector Description
0.1	Consolidated Funds	Budgetary central government
1.1	Teachers Service Commission (Vote 02)	Budgetary central government
1.10	Fire and Rescue Force (Vote 14)	Budgetary central government
1.11	Commission for Mediation and Arbitration (Vote 15)	Budgetary central government
1.12	Attorney General's Office (Vote 16)	Budgetary central government
1.13	UNESCO Commission (Vote 18)	Budgetary central government
1.14	Office of Solicitor General (Vote 19)	Budgetary central government
1.15	President's Office-The State House (Vote 20)	Budgetary central government
1.16	The Treasury (Vote 21)	Budgetary central government
1.17	Public Debt and General Services (Vote 22)	Budgetary central government
1.18	Accountant General's Department (Vote 23)	Budgetary central government
1.19	Cooperative Development Commission (Vote 24)	Budgetary central government
1.2	National Land use Planning Commission (Vote 03)	Budgetary central government
1.20	Prime Ministers' Office (Vote 25)	Budgetary central government
1.21	Vice President's Office (Vote 26)	Budgetary central government
1.22	Registrar of Political Parties (Vote 27)	Budgetary central government
1.23	Ministry of Home Affairs-Police Force (Vote 28)	Budgetary central government
1.24	Ministry of Home Affairs- Prisons (Vote 29)	Budgetary central government
1.25	President's Office-Cabinet Secretariat (Vote 30)	Budgetary central government
1.26	Vice President's Office (Vote 31)	Budgetary central government
1.27	President's Office - Public Service Mgt and Good Governance (Vote 32)	Budgetary central government
1.28	Ethics Secretariat (Vote 33)	Budgetary central government
1.29	Ministry of Foreign Affairs and East African Cooperation (Vote 34)	Budgetary central government
1.3	Records & Archives Management Department (Vote 04)	Budgetary central government
1.30	National Prosecutions Services (Vote 35)	Budgetary central government
1.31	Prime Minister's Office (Vote 37)	Budgetary central government
1.32	Defence (Vote 38)	Budgetary central government
1.33	The National Service (Vote 39)	Budgetary central government
1.34	The Judiciary Fund (Vote 40)	Budgetary central government
1.35	Ministry of Constitutional and Legal Affairs (Vote 41)	Budgetary central government
1.36	National Assembly Fund (Vote 42)	Budgetary central government
1.37	Ministry of Agriculture, Livestock Development and Fisheries - Agriculture Sector (Vote 43)	Budgetary central government
1.38	Ministry of Industry, Trade and Investment - Industry (Vote 44)	Budgetary central government
1.39	National Audit Office (Vote 45)	Budgetary central government
1.4	National Irrigation Commission (Vote 05)	Budgetary central government
1.40	Ministry of Education, Science and Technology (Vote 46)	Budgetary central government
1.41	Ministry of Land, Housing and Human Settlement Development (Vote 48)	Budgetary central government
1.42	Ministry of Water and Irrigation (Vote 49)	Budgetary central government
1.43	Ministry of Finance and Planning (Vote 50)	Budgetary central government
1.44	Ministry of Home Affairs (Vote 51)	Budgetary central government
1.45	Ministry of Health, Comm. Dev., Gender, Elderly and Children-Health (Vote 52)	Budgetary central government
1.46	Ministry of Health, Community Development, Gender and Children (Vote 53)	Budgetary central government
1.47	Commission for Human Rights & Good Governance (Vote 55)	Budgetary central government
1.48	President's office-Regional Administration & Local Government (Vote 56)	Budgetary central government
1.49	Ministry of Defence and National Service (Vote 57)	Budgetary central government
1.5	Treasury Registrar (Vote 07)	Budgetary central government
1.50	Ministry of Energy (Vote 58)	Budgetary central government
1.51	Law Reform Commission (Vote 59)	Budgetary central government
1.52	Ministry of Industry, Trade and Investment -Trade and Investment (Vote 60)	Budgetary central government
1.53	Electoral Commission (Vote 61)	Budgetary central government
1.54	Ministry of Works, Transport and Communication - Transport (Vote 62)	Budgetary central government
1.55	Ministry of Livestock and Fisheries - Fisheries (Vote 64)	Budgetary central government
1.56	Prime Minister's Office - Labor, Youth Development, Employment and Disabilities (Vote 65)	Budgetary central government
1.57	Public Service Recruitment Secretariat (Vote 67)	Budgetary central government
1.58	Ministry of Works, Transport and Communication - Communication (Vote 68)	Budgetary central government
1.59	Ministry of Natural Resources and Tourism (Vote 69)	Budgetary central government
1.6	Secretariat of Public Remuneration Board (Vote 09)	Budgetary central government
1.60	Drug Commission and Enforcement Authority (Vote 91)	Budgetary central government
1.61	Tanzania Commission for AIDS (Vote 92)	Budgetary central government
1.62	Immigration Department (Vote 93)	Budgetary central government
1.63	Public Service Commission (Vote 94)	Budgetary central government
1.64	Ministry of Information, Culture, Arts and Sports (Vote 96)	Budgetary central government
1.65	Ministry of Works, Transport and Communication - Works (Vote 98)	Budgetary central government
1.66	Ministry of Livestock and Fisheries - Livestock (Vote 99)	Budgetary central government
1.67	Ministry of Minerals (Vote 100)	Budgetary central government
1.68	Regional Administrative Secretariat Katavi (Vote 36)	Budgetary central government
1.69	Regional Administrative Secretariat Simiyu (Vote 47)	Budgetary central government
1.7	Joint Finance Commission (Vote 10)	Budgetary central government
1.70	Regional Administrative Secretariat Njombe (Vote 54)	Budgetary central government
1.71	Regional Administrative Secretariat Geita (Vote 63)	Budgetary central government
1.72	Regional Administrative Secretariat Arusha (Vote 70)	Budgetary central government

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Inst. Code	Entity Description	Sub Sector Description
1.73	Regional Administrative Secretariat Pwani (Vote 71)	Budgetary central government
1.74	Regional Administrative Secretariat Dodoma (Vote 72)	Budgetary central government
1.75	Regional Administrative Secretariat Iringa (Vote 73)	Budgetary central government
1.76	Regional Administrative Secretariat Kigoma (Vote 74)	Budgetary central government
1.77	Regional Administrative Secretariat Kilimanjaro (Vote 75)	Budgetary central government
1.78	Regional Administrative Secretariat Lindi (Vote 76)	Budgetary central government
1.79	Regional Administrative Secretariat Mara (Vote 77)	Budgetary central government
1.8	Judiciary Service Commission (Vote 12)	Budgetary central government
1.80	Regional Administrative Secretariat Mbeya (Vote 78)	Budgetary central government
1.81	Regional Administrative Secretariat Morogoro (Vote 79)	Budgetary central government
1.82	Regional Administrative Secretariat Mtwara (Vote 80)	Budgetary central government
1.83	Regional Administrative Secretariat Mwanza (Vote 81)	Budgetary central government
1.84	Regional Administrative Secretariat Ruvuma (Vote 82)	Budgetary central government
1.85	Regional Administrative Secretariat Shinyanga (Vote 83)	Budgetary central government
1.86	Regional Administrative Secretariat Singida (Vote 84)	Budgetary central government
1.87	Regional Administrative Secretariat Tabora (Vote 85)	Budgetary central government
1.88	Regional Administrative Secretariat Tanga (Vote 86)	Budgetary central government
1.89	Regional Administrative Secretariat Kagera (Vote 87)	Budgetary central government
1.9	Financial Intelligent Unit (Vote 13)	Budgetary central government
1.90	Regional Administrative Secretariat Dar es Salaam (Vote 88)	Budgetary central government
1.91	Regional Administrative Secretariat Rukwa (Vote 89)	Budgetary central government
1.92	Regional Administrative Secretariat Songwe (Vote 90)	Budgetary central government
1.93	Regional Administrative Secretariat Manyara (Vote 95)	Budgetary central government
0.2	Tanzania Revenue Authority - Revenue (TRA-REV)	Extrabudgetary units/entities
2.1	Agency for the Development of Educational Management (ADEM)	Extrabudgetary units/entities
2.10	National Food Reserve Agency (NFRA)	Extrabudgetary units/entities
2.100	Tanzania Forest Research Institute (TAFORI)	Extrabudgetary units/entities
2.101	Tanzania Institute of Accountancy (TIA)	Extrabudgetary units/entities
2.102	Tanzania Public Service College (TPSC)	Extrabudgetary units/entities
2.103	Tanzania Wildlife Research Institute (TAWIRI)	Extrabudgetary units/entities
2.104	Tengeru Institute of Community Development (TICD)	Extrabudgetary units/entities
2.105	University of Dar es Salaam (UDSM)	Extrabudgetary units/entities
2.106	University of Dodoma (UDOM)	Extrabudgetary units/entities
2.107	Vocational Education Training Authority (VETA)	Extrabudgetary units/entities
2.108	Forest Industries Training Institute (FITI)	Extrabudgetary units/entities
2.109	Forest Training Institute (FTI - Olmotonyi)	Extrabudgetary units/entities
2.11	Valuers Registration board-VRB	Extrabudgetary units/entities
2.110	Beekeeping Training Institute (BTI)	Extrabudgetary units/entities
2.111	Water Development Management Institute (WDMI)	Extrabudgetary units/entities
2.112	Tanzania Livestock Research Institute (TALIRI)	Extrabudgetary units/entities
2.113	Pansiansi Wildlife Training Institute	Extrabudgetary units/entities
2.114	National Bureau of Statistics (NBS)	Extrabudgetary units/entities
2.115	Tanzania Bureau of Standards (TBS)	Extrabudgetary units/entities
2.116	Agriculture Input Trust Fund (AGITF)	Extrabudgetary units/entities
2.117	Road Fund Board (RFB)	Extrabudgetary units/entities
2.118	Universal Communication Services Access Fund (UCSAF)	Extrabudgetary units/entities
2.119	Plant Breeders Rights Development Fund	Extrabudgetary units/entities
2.12	Registration Insolvency Trusteeship Agency (RITA)	Extrabudgetary units/entities
2.120	Local Government Loans Board (LGLB)	Extrabudgetary units/entities
2.121	African Peer Review Mechanism (APRM)	Extrabudgetary units/entities
2.122	Copyright Society of Tanzania (COSOTA)	Extrabudgetary units/entities
2.123	FAIR Competition Tribunal (FCT)	Extrabudgetary units/entities
2.124	Geological Survey of Tanzania (GST)	Extrabudgetary units/entities
2.125	Tanzania Marine Parks and Reserves Unit (MPRU)	Extrabudgetary units/entities
2.126	Medical Stores Department (MSD)	Extrabudgetary units/entities
2.127	National Museum of Tanzania (NMT)	Extrabudgetary units/entities
2.128	Tanzania Library Services Board (TLSB)	Extrabudgetary units/entities
2.129	Tanzania National Parks (TANAPA)	Extrabudgetary units/entities
2.13	Rural Energy Agency (REA)	Extrabudgetary units/entities
2.130	Tax Revenue Appeal Tribunal (TRAT)	Extrabudgetary units/entities
2.131	Gaming Board of Tanzania (GBT)	Extrabudgetary units/entities
2.132	Higher Education Student's Loans Board (HESLB)	Extrabudgetary units/entities
2.133	Tax Revenue Appeals Board (TRAB)	Extrabudgetary units/entities
2.134	Tanzania Tourist Board (TTB)	Extrabudgetary units/entities
2.135	Warehouse Receipts Regulatory Board (WRRB)	Extrabudgetary units/entities
2.136	Town Planners Registration Board (TPRB)	Extrabudgetary units/entities
2.137	Tanzania Institute of Adult Education (National Correspondent Institute)	Extrabudgetary units/entities
2.138	National Institute for Medical Research (NIMR)	Extrabudgetary units/entities
2.139	National Institute for Productivity (NIP)	Extrabudgetary units/entities
2.14	Tanzania Building Agency (TBA)	Extrabudgetary units/entities
2.140	National Sugar Institute (NSI)	Extrabudgetary units/entities
2.141	Tanzania Coffee Research Institute (TACRI)	Extrabudgetary units/entities
2.142	Tanzania Fishing Research Institute (TAFIRI)	Extrabudgetary units/entities
2.143	Tanzania Institute of Education (TIE)	Extrabudgetary units/entities
2.144	Tanzania Institute of Research and Development Organisation (TIRDO)	Extrabudgetary units/entities
2.145	Tanzania Official Seed Certification Institute (TOSCI)	Extrabudgetary units/entities
2.146	Tea Research Institute of Tanzania (TRIT)	Extrabudgetary units/entities
2.147	Tobacco Research Institute of Tanzania (TORITA)	Extrabudgetary units/entities
2.148	Tropical Pesticides Research Institute (TPRI)	Extrabudgetary units/entities
2.149	Baraza la Kiswahili Tanzania (BAKITA)	Extrabudgetary units/entities
2.15	Tanzania Electrical, Mechanical & Electronics Services Agency (TEMESA)	Extrabudgetary units/entities
2.150	National Arts Council (NAC)	Extrabudgetary units/entities
2.151	National Construction Council (NCC)	Extrabudgetary units/entities
2.153	National Council for Technical Education (NACTE)	Extrabudgetary units/entities
2.154	National Economic Empowerment Council (NEEC)	Extrabudgetary units/entities
2.155	National Environment Management Council (NEMC)	Extrabudgetary units/entities

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Inst. Code	Entity Description	Sub Sector Description
2.156	National Examination Council of Tanzania (NECTA)	Extrabudgetary units/entities
2.157	National Sports Council (NSC)	Extrabudgetary units/entities
2.158	Pharmacy Council of Tanzania (PCTz)	Extrabudgetary units/entities
2.159	Tanzania National Business Council (TNBC)	Extrabudgetary units/entities
2.160	Tanzania Nurses and Midwifery Council (TNMC)	Extrabudgetary units/entities
2.161	Centre for Agricultural Mechanization and Rural Technology (CAMARTEC)	Extrabudgetary units/entities
2.162	Tanzania Centre for Foreign Relations (CFR)	Extrabudgetary units/entities
2.163	Corporation Sole Works Superintendent (CSWS)	Extrabudgetary units/entities
2.164	Kibaha Education Centre (KEC)	Extrabudgetary units/entities
2.165	Tanzania Automotive Technology Centre (TACT-NYUMBU)	Extrabudgetary units/entities
2.166	Tanzania Food and Nutrition Centre (TFNC)	Extrabudgetary units/entities
2.167	Tanzania Investment Centre (TIC)	Extrabudgetary units/entities
2.168	Muhimbili National Hospital (MNH)	Extrabudgetary units/entities
2.169	Muhimbili Orthopedic Institute (MOI)	Extrabudgetary units/entities
2.17	Tanzania Forest Services Agency (TFSA)	Extrabudgetary units/entities
2.170	Ocean Road Cancer Institute (ORCI)	Extrabudgetary units/entities
2.171	Jakaya Kikwete Heart Institute (JKHI)	Extrabudgetary units/entities
2.172	Mbeya Zonal Referral Hospital (MZRH)	Extrabudgetary units/entities
2.173	Benjamini Mkapa Hospital (BMH)	Extrabudgetary units/entities
2.175	Minerals Commission	Extrabudgetary units/entities
2.176	Tanzania Wildlife Management Authority (TAWA)	Extrabudgetary units/entities
2.177	Petroleum Upstream Regulatory Authority (PURA)	Extrabudgetary units/entities
2.179	Tanzania Wildlife Protection Fund (TWPF)	Extrabudgetary units/entities
2.180	Public Service Advance Fund (PSAF)	Extrabudgetary units/entities
2.181	Dakawa Development Centre (DDC)	Extrabudgetary units/entities
2.182	Amana Referral Regional Hospital	Extrabudgetary units/entities
2.183	Bombo Referral Regional Hospital	Extrabudgetary units/entities
2.184	Dodoma Referral Regional Hospital	Extrabudgetary units/entities
2.185	Geita Referral Regional Hospital	Extrabudgetary units/entities
2.186	Iringa Referral Regional Hospital	Extrabudgetary units/entities
2.187	Kagera Referral Regional Hospital	Extrabudgetary units/entities
2.188	Katavi Referral Regional Hospital	Extrabudgetary units/entities
2.189	Ligula Referral Regional Hospital	Extrabudgetary units/entities
2.19	Tanzania Government Flight Agency (TGFA)	Extrabudgetary units/entities
2.190	Manyara Referral Regional Hospital	Extrabudgetary units/entities
2.191	Mara Referral Regional Hospital	Extrabudgetary units/entities
2.192	Mawenzi Referral Regional Hospital	Extrabudgetary units/entities
2.193	Mbeya Referral Regional Hospital	Extrabudgetary units/entities
2.194	Morogoro Referral Regional Hospital	Extrabudgetary units/entities
2.195	Mt. Meru Referral Regional Hospital	Extrabudgetary units/entities
2.196	Mwananyamala Referral Regional Hospital	Extrabudgetary units/entities
2.197	Njombe Referral Regional Hospital	Extrabudgetary units/entities
2.198	Sekou-Toure Referral Regional Hospital	Extrabudgetary units/entities
2.199	Shinyanga Referral Regional Hospital	Extrabudgetary units/entities
2.2	Agriculture Seed Agency (ASA)	Extrabudgetary units/entities
2.20	Tanzania Meteorological Agency (TMA)	Extrabudgetary units/entities
2.200	Simiyu Referral Regional Hospital	Extrabudgetary units/entities
2.201	Singida Referral Regional Hospital	Extrabudgetary units/entities
2.202	Songea Referral Regional Hospital	Extrabudgetary units/entities
2.203	Songwe Referral Regional Hospital	Extrabudgetary units/entities
2.204	Sumbawanga Referral Regional Hospital	Extrabudgetary units/entities
2.205	Tabora Referral Regional Hospital	Extrabudgetary units/entities
2.206	Temeke Referral Regional Hospital	Extrabudgetary units/entities
2.207	Tumbi Referral Regional Hospital	Extrabudgetary units/entities
2.208	Kibong'oto Hospital	Extrabudgetary units/entities
2.209	Milembe Hospital	Extrabudgetary units/entities
2.21	Tanzania National Road Agency (TANROADS)	Extrabudgetary units/entities
2.210	Maweni Referral Regional Hospital	Extrabudgetary units/entities
2.211	Sokoine Referral Regional Hospital	Extrabudgetary units/entities
2.212	ICT Commission	Extrabudgetary units/entities
2.213	Tanzania Gemmological Centre (TGC)	Extrabudgetary units/entities
2.214	Tanzania Extractive Industries Transparency Initiative (TEITI)	Extrabudgetary units/entities
2.215	Uongozi Institute	Extrabudgetary units/entities
2.216	Rural Water Supply and Sanitation Agency (RUWASA)	Extrabudgetary units/entities
2.217	Tanzania Agricultural Research Institute (TARI)	Extrabudgetary units/entities
2.218	Mwalimu Julius K. Nyerere University of Agriculture and Technology (MJUAT)	Extrabudgetary units/entities
2.219	Petroleum Bulk Procurement Agency (PBPA)	Extrabudgetary units/entities
2.22	Tanzania Rural Roads Agency (TARURA)	Extrabudgetary units/entities
2.220	Muhimbili National Hospital-MLOGANZILA	Extrabudgetary units/entities
2.221	Chato Zonal Referral Hospital	Extrabudgetary units/entities
2.222	Tanzania Social Action Fund (TASAF)	Extrabudgetary units/entities
2.223	Property and Business Formalization Program (PBF) MKURABITA	Extrabudgetary units/entities
2.23	Tanzania Tea Small Holders Development Agency (TTSDA)	Extrabudgetary units/entities
2.25	Tanzania Veterinary Laboratory Agency (TVLA)	Extrabudgetary units/entities
2.26	Weights and Measures Agency (WMA)	Extrabudgetary units/entities
2.28	Capital Markets and Securities Authority (CMSA)	Extrabudgetary units/entities
2.29	Energy and Water Regulatory Authority (EWURA)	Extrabudgetary units/entities
2.3	Business Registrations and Licensing Agency (BRELA)	Extrabudgetary units/entities
2.30	Export Processing Zone Authority (EPZA)	Extrabudgetary units/entities
2.31	National Identification Authority (NIDA)	Extrabudgetary units/entities
2.32	Ngorongoro Conservation Area Authority (NCAA)	Extrabudgetary units/entities
2.33	Occupational Safety Health Authority (OSHA)	Extrabudgetary units/entities
2.34	Public Procurement Appeals Authority (PPAA)	Extrabudgetary units/entities
2.35	Public Procurement Regulatory Authority (PPRA)	Extrabudgetary units/entities
2.37	Tanzania Shipping Agencies Corporation (TASAC)	Extrabudgetary units/entities
2.38	Land Transport Regulatory Authority (LATRA)	Extrabudgetary units/entities

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Inst. Code	Entity Description	Sub Sector Description
2.39	Tanzania Airports Authority (TAA)	Extrabudgetary units/entities
2.4	Dar es salaam Rapid Transport Agency (DART)	Extrabudgetary units/entities
2.40	Tanzania Civil Aviation Authority (TCAA)	Extrabudgetary units/entities
2.41	Tanzania Communication Regulatory Authority (TCRA)	Extrabudgetary units/entities
2.42	Tanzania Education Authority (TEA)	Extrabudgetary units/entities
2.43	Tanzania Fertilizer Regulatory Authority (TFRA)	Extrabudgetary units/entities
2.44	Tanzania Medicines and Medical Devices Authority (TMDA)	Extrabudgetary units/entities
2.45	Tanzania Revenue Authority (TRA)	Extrabudgetary units/entities
2.46	Tanzania Trade Development Authority (TANTRADE)	Extrabudgetary units/entities
2.47	Fair Competition Commission (FCC)	Extrabudgetary units/entities
2.48	Tanzania Atomic Energy Commission(TAEC)	Extrabudgetary units/entities
2.49	Tanzania Commission for Science & Technology (COSTECH)	Extrabudgetary units/entities
2.5	Drilling and Dam Construction Agency (DDCA)	Extrabudgetary units/entities
2.50	Tanzania Commission for Universities (TCU)	Extrabudgetary units/entities
2.51	Architects and Quantity Surveyors Registration Board (AQRB)	Extrabudgetary units/entities
2.52	Contractors Registration Board (CRB)	Extrabudgetary units/entities
2.53	Engineers Registration Board (ERB)	Extrabudgetary units/entities
2.54	Law School of Tanzania(LST)	Extrabudgetary units/entities
2.55	National Board of Accountants and Auditors (NBAA)	Extrabudgetary units/entities
2.56	Procurement and Supplies Professionals and Technicians Board (PSPTB)	Extrabudgetary units/entities
2.57	Cereals and Other Produce Board (COPB)	Extrabudgetary units/entities
2.58	Sugar Board of Tanzania (SBT)	Extrabudgetary units/entities
2.59	Tanzania Cashew nut Board (TCashewB)	Extrabudgetary units/entities
2.6	e-Government Agency (eGA)	Extrabudgetary units/entities
2.60	Tanzania Coffee Board (TCoffeeB)	Extrabudgetary units/entities
2.61	Tanzania Cotton Board (TCottonB)	Extrabudgetary units/entities
2.62	Tanzania Dairy Board (TDB)	Extrabudgetary units/entities
2.63	Tanzania Meat Board (TMB)	Extrabudgetary units/entities
2.64	Tanzania Pyrethrum Board (TPB)	Extrabudgetary units/entities
2.65	Tanzania Sisal Board (TSB)	Extrabudgetary units/entities
2.66	Tanzania Tea Board(TTeaB)	Extrabudgetary units/entities
2.67	Tanzania Tobacco Board(TTobaccoB)	Extrabudgetary units/entities
2.68	Appropriate Technology Training Institute (ATTI) - Mbeya	Extrabudgetary units/entities
2.69	Ardhi University	Extrabudgetary units/entities
2.7	Fisheries Education Training Agency (FETA)	Extrabudgetary units/entities
2.70	Arusha Technical College (ATC)	Extrabudgetary units/entities
2.71	College of African Wildlife Management (Mweka)	Extrabudgetary units/entities
2.72	College of Business Education (CBE)	Extrabudgetary units/entities
2.73	Dar es Salaam Institute of Technology(DIT)	Extrabudgetary units/entities
2.74	Dar es Salaam University College of Education (DUCE)	Extrabudgetary units/entities
2.75	Dar-es-Salaam Maritime Institute (DMI)	Extrabudgetary units/entities
2.76	East Africa Statistical Training Centre(EASTC)	Extrabudgetary units/entities
2.77	Institute of Accountancy Arusha (IAA)	Extrabudgetary units/entities
2.78	Institute of Finance Management (IFM)	Extrabudgetary units/entities
2.79	Institute of Judicial Administration (IJA) - LUSHOTO	Extrabudgetary units/entities
2.8	Government Chemist Laboratory Authority (GCLA)	Extrabudgetary units/entities
2.80	Institute of Rural Development Planning (IRDP)	Extrabudgetary units/entities
2.81	Institute of Social Works (USTAWI)	Extrabudgetary units/entities
2.82	Tanzania Forest Fund (TFF)	Extrabudgetary units/entities
2.83	Kivukoni College (Mwalimu Nyerere Memorial Academy)	Extrabudgetary units/entities
2.84	Likuyu Sekamaganga Wildlife College	Extrabudgetary units/entities
2.85	Livestock Training Agency (LITA)	Extrabudgetary units/entities
2.86	Local Government Training Institute (Hombolo)	Extrabudgetary units/entities
2.87	Mbeya University of Science & Technology (MUST)	Extrabudgetary units/entities
2.88	Mineral Resources Institute (MRI)	Extrabudgetary units/entities
2.89	Mkwawa University College of Education (MUCE)	Extrabudgetary units/entities
2.9	Government Procurement Services Agency (GPSA)	Extrabudgetary units/entities
2.90	Morogoro Works Training Institute (MWTI)	Extrabudgetary units/entities
2.91	Moshi Co-operative University (MoCU)	Extrabudgetary units/entities
2.92	Muhimbili University Of Health and Allied Sciences (MUHAS)	Extrabudgetary units/entities
2.93	Mzumbe University(MU)	Extrabudgetary units/entities
2.94	National College of Tourism (NCT)	Extrabudgetary units/entities
2.95	National Institute of Transport (NIT)	Extrabudgetary units/entities
2.96	Nelson Mandela African Institute of Science & Technology (NM-AIST)	Extrabudgetary units/entities
2.97	Open University of Tanzania(OUT)	Extrabudgetary units/entities
2.98	Sokoine University of Agriculture (SUA)	Extrabudgetary units/entities
2.99	Taasisi ya Sanaa na Utamaduni Bagamoyo (TASUBA)	Extrabudgetary units/entities
3.1	National Health Insurance Fund(NHIF)	Social Security Funds
3.4	National Social Security Fund (NSSF)	Social Security Funds
3.7	Workman Compensation Fund (WCF)	Social Security Funds
3.8	Public Service Social Security Fund (PSSSF)	Social Security Funds
5.1	Arusha City Council	Local Government Authorities
5.10	Kigamboni Municipal Council	Local Government Authorities
5.100	Masasi Town Council	Local Government Authorities
5.101	Mtwara District Council	Local Government Authorities
5.102	Mtwara Municipal Council	Local Government Authorities
5.103	Nanyumbu District Council	Local Government Authorities
5.104	Newala District Council	Local Government Authorities
5.105	Newala Town Council	Local Government Authorities
5.106	Nanyamba Town Council	Local Government Authorities
5.107	Tandahimba District Council	Local Government Authorities
5.108	Ilmela Municipal Council	Local Government Authorities
5.109	Kwimba District Council	Local Government Authorities
5.11	Ubungu Municipal Council	Local Government Authorities
5.110	Magu District Council	Local Government Authorities
5.111	Misungwi District Council	Local Government Authorities

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Inst. Code	Entity Description	Sub Sector Description
5.112	Buchosa District Council	Local Government Authorities
5.113	Mwanza City Council	Local Government Authorities
5.114	Sengerema District Council	Local Government Authorities
5.115	Ukerewe District Council	Local Government Authorities
5.116	Ludewa District Council	Local Government Authorities
5.117	Makambako Town Council	Local Government Authorities
5.118	Makete District Council	Local Government Authorities
5.119	Njombe District Council	Local Government Authorities
5.12	Temeke Municipal Council	Local Government Authorities
5.120	Njombe Town Council	Local Government Authorities
5.121	Wanging'ombe District Council	Local Government Authorities
5.122	Bagamoyo District Council	Local Government Authorities
5.123	Kibaha District Council	Local Government Authorities
5.124	Kibaha Town Council	Local Government Authorities
5.125	Kisarawe District Council	Local Government Authorities
5.126	Mafia District Council	Local Government Authorities
5.127	Mkuranga District Council	Local Government Authorities
5.128	Rufiji District Council	Local Government Authorities
5.129	Kibiti District Council	Local Government Authorities
5.13	Dar es Salaam City Council	Local Government Authorities
5.130	Chalinze District Council	Local Government Authorities
5.131	Kalambo District Council	Local Government Authorities
5.132	Nkasi District Council	Local Government Authorities
5.133	Sumbawanga District Council	Local Government Authorities
5.134	Sumbawanga Municipal Council	Local Government Authorities
5.135	Mbinga District Council	Local Government Authorities
5.136	Mbinga Town Council	Local Government Authorities
5.137	Songea District Council	Local Government Authorities
5.138	Songea Municipal Council	Local Government Authorities
5.139	Tunduru District Council	Local Government Authorities
5.14	Bahi District Council	Local Government Authorities
5.140	Namtumbo District Council	Local Government Authorities
5.141	Nyasa District Council	Local Government Authorities
5.142	Madaba District Council	Local Government Authorities
5.143	Kahama Town Council	Local Government Authorities
5.144	Kishapu District Council	Local Government Authorities
5.145	Msalala District Council	Local Government Authorities
5.146	Shinyanga District Council	Local Government Authorities
5.147	Shinyanga Municipal Council	Local Government Authorities
5.148	Ushetu District Council	Local Government Authorities
5.149	Bariadi District Council	Local Government Authorities
5.15	Chamwino District Council	Local Government Authorities
5.150	Bariadi Town Council	Local Government Authorities
5.151	Busega District Council	Local Government Authorities
5.152	Itilima District Council	Local Government Authorities
5.153	Maswa District Council	Local Government Authorities
5.154	Meatu District Council	Local Government Authorities
5.155	Ikungi District Council	Local Government Authorities
5.156	Iramba District Council	Local Government Authorities
5.157	Itigi District Council	Local Government Authorities
5.158	Manyoni District Council	Local Government Authorities
5.159	Mkalama District Council	Local Government Authorities
5.16	Chemba District Council	Local Government Authorities
5.160	Singida District Council	Local Government Authorities
5.161	Singida Municipal Council	Local Government Authorities
5.162	Ileje District Council	Local Government Authorities
5.163	Mbozi District Council	Local Government Authorities
5.164	Momba District Council	Local Government Authorities
5.165	Tunduma Town Council	Local Government Authorities
5.166	Songwe District Council	Local Government Authorities
5.167	Igunga District Council	Local Government Authorities
5.168	Kaliua District Council	Local Government Authorities
5.169	Nzega District Council	Local Government Authorities
5.17	Dodoma Municipal Council	Local Government Authorities
5.170	Nzega Town Council	Local Government Authorities
5.171	Sikonge District Council	Local Government Authorities
5.172	Tabora Municipal Council	Local Government Authorities
5.173	Urambo District Council	Local Government Authorities
5.174	Uyui District Council	Local Government Authorities
5.175	Bumbuli District Council	Local Government Authorities
5.176	Handeni District Council	Local Government Authorities
5.177	Handeni Town Council	Local Government Authorities
5.178	Kilindi District Council	Local Government Authorities
5.179	Korogwe Town Council	Local Government Authorities
5.18	Kondoa District Council	Local Government Authorities
5.180	Korogwe District Council	Local Government Authorities
5.181	Lushoto District Council	Local Government Authorities
5.182	Muheza District Council	Local Government Authorities
5.183	Mkinga District Council	Local Government Authorities
5.184	Pangani District Council	Local Government Authorities
5.185	Tanga City Council	Local Government Authorities
5.19	Kondoa Town Council	Local Government Authorities
5.2	Arusha District Council	Local Government Authorities
5.20	Kongwa District Council	Local Government Authorities
5.21	Mpwapwa District Council	Local Government Authorities
5.22	Bukombe District Council	Local Government Authorities

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Inst. Code	Entity Description	Sub Sector Description
5.23	Chato District Council	Local Government Authorities
5.24	Geita District Council	Local Government Authorities
5.25	Geita Town Council	Local Government Authorities
5.26	Mboge District Council	Local Government Authorities
5.27	Nyang'hwale District Council	Local Government Authorities
5.28	Iringa District Council	Local Government Authorities
5.29	Iringa Municipal Council	Local Government Authorities
5.3	Karatu District Council	Local Government Authorities
5.30	Kilolo District Council	Local Government Authorities
5.31	Mafinga Town Council	Local Government Authorities
5.32	Mufindi District Council	Local Government Authorities
5.33	Biharamulo District Council	Local Government Authorities
5.34	Bukoba District Council	Local Government Authorities
5.35	Bukoba Municipal Council	Local Government Authorities
5.36	Karagwe District Council	Local Government Authorities
5.37	Kyerwa District Council	Local Government Authorities
5.38	Misenyi District Council	Local Government Authorities
5.39	Muleba District Council	Local Government Authorities
5.4	Longido District Council	Local Government Authorities
5.40	Ngara District Council	Local Government Authorities
5.41	Mile District Council	Local Government Authorities
5.42	Mpanda District Council	Local Government Authorities
5.43	Mpanda Municipal Council	Local Government Authorities
5.44	Nsimbo District Council	Local Government Authorities
5.45	Mpimbwe District Council	Local Government Authorities
5.46	Buhigwe District Council	Local Government Authorities
5.47	Kakonko District Council	Local Government Authorities
5.48	Kasulu District Council	Local Government Authorities
5.49	Kasulu Town Council	Local Government Authorities
5.5	Meru District Council	Local Government Authorities
5.50	Kibondo District Council	Local Government Authorities
5.51	Kigoma District Council	Local Government Authorities
5.52	Kigoma-Ujiji Municipal Council	Local Government Authorities
5.53	Uvinza District Council	Local Government Authorities
5.54	Hai District Council	Local Government Authorities
5.55	Moshi District Council	Local Government Authorities
5.56	Moshi Municipal Council	Local Government Authorities
5.57	Mwanga District Council	Local Government Authorities
5.58	Rombo District Council	Local Government Authorities
5.59	Same District Council	Local Government Authorities
5.6	Monduli District Council	Local Government Authorities
5.60	Siha District Council	Local Government Authorities
5.61	Kilwa District Council	Local Government Authorities
5.62	Lindi District Council	Local Government Authorities
5.63	Lindi Municipal Council	Local Government Authorities
5.64	Liwale District Council	Local Government Authorities
5.65	Nachingwea District Council	Local Government Authorities
5.66	Ruangwa District Council	Local Government Authorities
5.67	Babati Town Council	Local Government Authorities
5.68	Babati District Council	Local Government Authorities
5.69	Hanang District Council	Local Government Authorities
5.7	Ngorongoro District Council	Local Government Authorities
5.70	Kiteto District Council	Local Government Authorities
5.71	Mbulu District Council	Local Government Authorities
5.72	Mbulu Town Council	Local Government Authorities
5.73	Simanjiro District Council	Local Government Authorities
5.74	Bunda District Council	Local Government Authorities
5.75	Bunda Town Council	Local Government Authorities
5.76	Butiama District Council	Local Government Authorities
5.77	Musoma District Council	Local Government Authorities
5.78	Musoma Municipal Council	Local Government Authorities
5.79	Rorya District Council	Local Government Authorities
5.8	Ilala Municipal Council	Local Government Authorities
5.80	Serengeti District Council	Local Government Authorities
5.81	Tarime District Council	Local Government Authorities
5.82	Tarime Town Council	Local Government Authorities
5.83	Busokelo District Council	Local Government Authorities
5.84	Chunya District Council	Local Government Authorities
5.85	Kyela District Council	Local Government Authorities
5.86	Mbarali District Council	Local Government Authorities
5.87	Mbeya City Council	Local Government Authorities
5.88	Mbeya District Council	Local Government Authorities
5.89	Rungwe District Council	Local Government Authorities
5.9	Kinondoni Municipal Council	Local Government Authorities
5.90	Gairo District Council	Local Government Authorities
5.91	Mlimba District Council	Local Government Authorities
5.92	Kilosa District Council	Local Government Authorities
5.93	Morogoro District Council	Local Government Authorities
5.94	Morogoro Municipal Council	Local Government Authorities
5.95	Mvomero District Council	Local Government Authorities
5.96	Ulanga District Council	Local Government Authorities
5.97	Ifakara Town Council	Local Government Authorities
5.98	Malinyi District Council	Local Government Authorities
5.99	Masasi District Council	Local Government Authorities
6.1	Small Enterprises Loan Fund (SELF)	Public Financial Corporations
6.10	Tanzania Investment Bank (TIB) - Development Bank	Public Financial Corporations

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Inst. Code	Entity Description	Sub Sector Description
6.11	Tanzania Postal Bank (TPB)	Public Financial Corporations
6.13	Dar es Salaam Development Corporation (DDC)	Public Financial Corporations
6.14	Tanzania Agricultural Development Bank (TADB)	Public Financial Corporations
6.2	Deposit Insurance Board	Public Financial Corporations
6.3	Unit Trust of Tanzania - AMIS	Public Financial Corporations
6.4	Watumishi Housing Company (WHC)	Public Financial Corporations
6.5	National Insurance Corporation (NIC)	Public Financial Corporations
6.6	Tanzania Insurance Regulatory Authority (TIRA)	Public Financial Corporations
6.7	Bank of Tanzania	Public Financial Corporations
7.1	Air Tanzania Company Ltd (ATCL)	Public Non-Financial Corporations
7.10	National Housing Corporation (NHC)	Public Non-Financial Corporations
7.11	National Ranching Company (NARCO)	Public Non-Financial Corporations
7.13	Small Industries Development Organisation (SIDO)	Public Non-Financial Corporations
7.14	State Mining Corporation (STAMICO)	Public Non-Financial Corporations
7.15	Suma JKT Company	Public Non-Financial Corporations
7.16	Tanzania Broadcasting Company (TBC)	Public Non-Financial Corporations
7.17	Tanzania Electric Supply Co. Ltd. (TANESCO)	Public Non-Financial Corporations
7.18	Tanzania Engineering & Manufacturing Design (TEMDO)	Public Non-Financial Corporations
7.19	Tanzania Fertilizer Company (TFC)	Public Non-Financial Corporations
7.2	Cooperative Audit and Supervision Corporation (COASCO)	Public Non-Financial Corporations
7.20	Tanzania Petroleum Development Corporation (TPDC)	Public Non-Financial Corporations
7.21	Tanzania Ports Authority (TPA)	Public Non-Financial Corporations
7.22	Tanzania Posts Corporation (TPC)	Public Non-Financial Corporations
7.23	Tanzania Railways Corporation (TRC)	Public Non-Financial Corporations
7.24	Tanzania Standard Newspapers (TSN)	Public Non-Financial Corporations
7.25	Tanzania Telecommunication Company Ltd (TTCL)	Public Non-Financial Corporations
7.26	Watumishi Housing Company REIT (WHC-REIT)	Public Non-Financial Corporations
7.28	Pangani Water Basins	Public Non-Financial Corporations
7.29	Wami Ruvu Water Basins	Public Non-Financial Corporations
7.3	Kariakoo Market Corporation (KMC)	Public Non-Financial Corporations
7.30	Lake Tanganyika Water Basins	Public Non-Financial Corporations
7.31	Ruvuma River Water Basins	Public Non-Financial Corporations
7.32	Rufiji Water Basins	Public Non-Financial Corporations
7.33	Lake Nyasa Water Basins	Public Non-Financial Corporations
7.34	Lake Rukwa Water Basin	Public Non-Financial Corporations
7.35	Lake Victoria Water Basins	Public Non-Financial Corporations
7.36	Songwe River Water Basins	Public Non-Financial Corporations
7.37	Internal Drainage Basin Water Board (IDBWB)	Public Non-Financial Corporations
7.4	Kilimanjaro Airport Development Company Ltd (KADCO)	Public Non-Financial Corporations
7.40	National Water Investment Fund (NWIF)	Public Non-Financial Corporations
7.41	Arusha Urban Water Supply and Sanitation Authority (AUWASA)	Public Non-Financial Corporations
7.42	Dar es Salaam Water Supply and Sanitation Authority (DAWASA)	Public Non-Financial Corporations
7.43	Dodoma Water Supply and Sanitation Authority (DUWASA)	Public Non-Financial Corporations
7.44	Iringa Water Supply and Sanitation Authority (IRUWASA)	Public Non-Financial Corporations
7.45	Kilimanjaro Water Supply and Sanitation Authority (MOWASA)	Public Non-Financial Corporations
7.46	Kahama Urban Water Supply and Sanitation Authority (KUWASA)	Public Non-Financial Corporations
7.47	Kigoma/Ujiji Urban Water Supply and Sanitation Authority (KUWASA)	Public Non-Financial Corporations
7.48	Bukoba Water Supply and Sanitation Authority (BUWASA)	Public Non-Financial Corporations
7.49	Lindi Water Supply and Sanitation Authority (LUWASA)	Public Non-Financial Corporations
7.5	Dar es Salaam City Council Business Park (DCCBP-Machinga Complex)	Public Non-Financial Corporations
7.50	Manyara Water Supply and Sanitation Authority (BAWASA)	Public Non-Financial Corporations
7.51	Mara Water Supply and Sanitation Authority (MUWASA)	Public Non-Financial Corporations
7.52	Mbeya Water Supply and Sanitation Authority (MBUWASA)	Public Non-Financial Corporations
7.53	Morogoro Water Supply and Sanitation Authority (MORUWASA)	Public Non-Financial Corporations
7.54	Mtwara Water Supply and Sanitation Authority (MTUWASA)	Public Non-Financial Corporations
7.55	Mwanza Water Supply and Sanitation Authority (MWAUWASA)	Public Non-Financial Corporations
7.56	Rukwa Water Supply and Sanitation Authority (SUWASA)	Public Non-Financial Corporations
7.57	Ruvuma Water Supply and Sanitation Authority (SOWASA)	Public Non-Financial Corporations
7.58	Simiyu Water Supply and Sanitation Authority (SIMWASA)	Public Non-Financial Corporations
7.59	Shinyanga Water Supply and Sanitation Authority (SHUWASA)	Public Non-Financial Corporations
7.6	Arusha International Conference Centre (AICC)	Public Non-Financial Corporations
7.60	Tanga Water Supply and Sanitation Authority (TAUWASA)	Public Non-Financial Corporations
7.61	Tabora Water Supply and Sanitation Authority (TUWASA)	Public Non-Financial Corporations
7.62	Geita Water Supply and Sanitation Authority (GEIWASA)	Public Non-Financial Corporations
7.63	Singida Urban Water and Sanitation Authority (SUWASA)	Public Non-Financial Corporations
7.64	Mpanda Water Supply and Sanitation Authority (MPAWASA)	Public Non-Financial Corporations
7.65	Njombe Water Supply and Sanitation Authority (NJOWASA)	Public Non-Financial Corporations
7.66	Makonde National Project Water Authority	Public Non-Financial Corporations
7.67	Chalinze Water Supply Authority	Public Non-Financial Corporations
7.68	Waging'ombe National Project Water Authority	Public Non-Financial Corporations
7.69	Mugango-Kiabakari-Butiama Water Supply Project	Public Non-Financial Corporations
7.7	Marine Service Company Limited (MSCL)	Public Non-Financial Corporations
7.70	Handeni Trunk Main (HTM) Water Authority	Public Non-Financial Corporations
7.71	Kahama Shinyanga Water Supply and Sewerage Authority (KASHWASA)	Public Non-Financial Corporations
7.72	Masasi Nachingwea Water Supply and Sanitation Authority (MANAWASA)	Public Non-Financial Corporations
7.73	Maswa National Project Water Authority (MANPWA)	Public Non-Financial Corporations
7.75	Mzinga Holding Company Limited (MHCL)	Public Non-Financial Corporations
7.76	Vwawa-Mloto Water Supply and Sanitation Authority (VWSSA)	Public Non-Financial Corporations
7.79	Tanzania Film Board (TFB)	Public Non-Financial Corporations
7.8	Mzinga Corporation	Public Non-Financial Corporations
7.81	Bunda Water Supply and Sanitation Authority (BUNDAWSSA)	Public Non-Financial Corporations
7.82	Loliondo Urban Water Supply and Sanitation Authority (LOLUWASA)	Public Non-Financial Corporations
7.83	Ruangwa Water Supply and Sanitation Authority (RUAWASA)	Public Non-Financial Corporations
7.84	Lushoto Urban Water Supply And sanitation Authority	Public Non-Financial Corporations
7.85	Mombo Urban Water Supply And sanitation Authority	Public Non-Financial Corporations
7.9	National Development Corporation (NDC)	Public Non-Financial Corporations

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied in all years, unless otherwise stated.

a) Consolidation

The controlled entities are all those entities which the Government has the power to govern the financial and operating policies. The controlled entities are fully consolidated from the date on which control is transferred to the controlling entity. They are de-consolidated from the date that control ceases. Inter- group transactions, balances and unrealized gains and losses on transactions between entities of the Government are eliminated in full. The accounting policies of the controlled entities are consistent with the policies adopted by the Government.

b) Reporting Period

The reporting period for these financial statements is the financial year of the Government which runs from 01st July 2020 to 30th June 2021.

c) Foreign currency translation

Functional and presentation currency

Items included in the financial statements of the Government are measured using the currency of the primary economic environment in which the Government operates ("the functional currency"). The financial statements are presented in Tanzanian shillings (TZS), which is the Government's functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into Tanzanian TZS using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are in the statement of financial performance.

d) Cash and cash equivalents

Cash and bank balances in the statement of financial position comprise cash at banks and in hand and short-term deposits with an original maturity of three months or less, and is measured at amortized cost. For the purpose of the cash flow statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

e) Provisions

During the financial year, the Government has a present obligation (legal or constructive) as a result of past events, these events has a great probability that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Government expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in surplus/deficit net of any reimbursement.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is as a finance cost.

f) Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. They include relationship with subsidiaries, associates, joint venture and key management personnel. Key management personnel include the President, Vice President, Prime Minister, Ministers and Deputy Ministers, Permanent Secretaries and other Accounting Officers, Board Members, Senior Management Group, Key Advisors and Members of Parliament.

g) Employee Benefits

Employee Benefits include salaries, pensions and other related employment costs. The Government of the United Republic of Tanzania operates defined contribution plans, where contributions are made to Public Service Social Security Fund (PSSSF), National Social Security Fund (NSSF) and Workers Compensation Fund (WCF) where both employer and employee contribute to the funds. Additionally, the Government of the United Republic of Tanzania operates an insured (health benefit) plan where contributions are paid to the National Health Insurance Fund (NHIF). Both the employee and employer contribute 3% of gross salary to NHIF, while Fire and Rescue Force, Police Force, Prison Services and Immigration employer's contribution is 6.25% of gross salary and no contribution from employees. Employer's portion of social security contributions and health benefits plan contributions are made directly to the respective funds by the Ministry of Finance and Planning. Moreover, there is severance allowance which is also a defined plan. The plan is unfunded but the participants of this plan are operational service staff. Severance allowance is computed based on employee's final salary and number of years in employment.

h) Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

The Government as lessor

Lessors shall recognize lease payments receivable under a finance lease as assets in their statements of financial position. They shall present such assets as a receivable at an amount equal to the net investment in the lease. Under a finance lease, substantially all the risks and rewards incidental to legal ownership are transferred by the lessor, and thus the lease payment receivable is treated by the lessor as repayment of principal and finance revenue to reimburse and reward the lessor for its investment and services.

The Government as Lessee

At the commencement of the lease term lessee shall recognize assets acquired under finance leases as assets and the associated lease obligations as liabilities in their statements of financial position. The assets and liabilities shall be recognized at amounts equal to the fair value of the leased property or, if lower, the present value of the minimum lease payments, each determined at the inception of the lease. The discount rate to be used in calculating the present value of the minimum lease payments is the interest rate implicit in the lease, if this is practicable to determine; if not, the lessee's incremental borrowing rate shall be used.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Revenue

Revenue represents amount earned not necessarily received during the financial year, and comprises tax, non-tax revenue, financing income and external assistance.

Revenue from non-exchange transactions

The Government of Tanzania recognizes revenues from non exchange transaction in form of Taxes and transfers. Taxes are recognized when the event occurs, and the asset recognition criteria are met. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the entity and the fair value of the asset can be measured reliably.

Tax Revenue

Tax revenue is recognised to the extent that it is probable that the economic benefits will flow to the Government and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The Government assesses its revenue arrangements against specific criteria in the form of taxable events for each revenue stream. The following specific recognition criteria must be met before tax revenue is recognised:

Table 6: Tax Revenue Recognition Criteria

No.	Tax Description	Taxable Event
(i)	(a) Airport and Port Departure Charge (b) Pay-As-You-Earn (PAYE) (c) Payroll/Skills and Development Levy (d) Bed Night Levy (e) Excise Duty on Goods and Services – Local (f) Value Added Taxes (VAT) on Goods and Services – Local (g) Gaming Tax	Recognized as revenue when return is submitted/when assessment is made. Additional revenues, identified after review of taxpayer returns, are recognized upon adjusted/amended assessment.
(ii)	(a) Assessed Income Tax – Individual (b) Corporate Tax (h) Presumptive Income Tax	Recognized as revenue upon submission of estimates/amended estimates that relates to the fiscal year ended 30 th June, and revenues assessed or re-assessed during the year. Revenues do not include estimates on unreported taxes, or the impact of future reassessment that cannot yet be reliably measured
(iii)	(a) Custom License Fees (b) Customs – Transit Fees (c) Customs – Warehouse Rent (d) Motor Vehicle Foreign Vehicle Permit (FVP) Fees (i) Motor Vehicle Transit Charges	Recognized when it is probable that future economic benefits will flow to the Authority and the amount can be measured reliably.
(iv)	(a) Driving License Fees (b) Driving Test Fees (e) Provisional License fees	Recognized when it is probable that future economic benefits will flow to the Authority and the amount can be measured reliably.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

No.	Tax Description	Taxable Event
(v)	Withholding Taxes	Recognized when it is probable that future economic benefits will flow to the Authority and the amount can be measured reliably. Additional revenues, identified after Commissioner's review of Taxpayers information are recognized upon issuance of adjusted/amended assessment.
(vi)	(a) Export Levy (b) Export Duty	Recognized upon assessment/declaration for export, provided the goods are under Custom control
(vii)	(a) Motor Vehicle licensing fees - on locally manufactured vehicles (b) Motor Vehicle Registration Fees - on locally manufactured vehicles (c) Personalized Plate Numbers	Recognized as revenue when assessment is issued
(viii)	(a) Customs Penalties (b) Income Tax Interest and Penalties (c) Motor Vehicle Penalties (d) Motor Vehicle Transfer Tax (e) Property Rate (f) Stamp Duty on Sale of Vehicles (g) VAT Interest and Penalties (h) Capital Gain (i) Advertising (Receipts from Sign/Bill Board Fee) (j) Stamp Duty Other than Stamp Duty on Receipt	Recognized as revenue when assessment is issued
(ix)	(a) Customs Processing Fee – Dry Cargo (b) Customs Processing Fee – Wet Cargo (c) Excise Duty on Imports (d) Fuel Levy (Road Toll) (e) Import Duty (f) Petroleum Levy (g) Railway Development Levy (h) Value Added Tax on Imports (i) Motor Vehicle Registration Fees - on imported vehicles (j) Motor Vehicle licensing fees - for imported vehicles (k) Trade levy (l) Water supply and sanitation (m) Other Customs' Collection	(a) On importation Recognized upon assessment/declaration for home use provided manifest has been compared for (Pre-Arrival Declaration (PAD) & Post Manifest Declaration (PMD)). (b) For goods located in United Republic of Tanzania Recognized upon assessment provided that goods are under Customs control.
(x)	Tourism and Non-Tourism Revenue	Recognized when it is probable that future economic benefits will flow to the Authority and the amount can be measured reliably.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Transfers from other government entities

Revenue from non-exchange transactions with other government entities is measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property), if the transfer is free from conditions, and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, a grant liability is recognized instead of revenue.

Revenue from exchange transactions

Rendering of services

The government recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labor hours incurred to date as a percentage of total estimated labor hours.

Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods, and when the amount of revenue can be measured reliably and it is probable that the economic benefits or service potential associated with the transaction will flow to the Government.

Interest income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income for each period.

Dividends

Dividends or similar distributions are recognized when the shareholder's or the group's right to receive payments is established.

Rental income

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

External Assistance

External assistance received by Government forms part of grants. External assistance received by all Government entities is accounted for centrally by the Minister responsible for Finance which is the principal recipient on behalf of the Government.

Social Contribution

Employers' and employees' contributions are accounted for on accrual basis. Contribution income is to the extent and the amount of contribution established based on salary actually paid by member employer to member employees.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Non-Tax Revenue

All revenue collected by the Government which is not related to the tax activities; these include fees, fines and penalties collected during the financial year.

Gross premiums

Gross recurring premiums on life and investment contracts with discretionary participation features (DPF) are recognized as revenue when payable by the policy holder. For single premium business, revenue is recognized on the date on which the policy is effective. Gross general insurance written premiums comprise the total premiums receivable for the whole period of cover provided by contracts entered into during the accounting period. They are recognized on the date on which the policy commences.

Premiums include any adjustments arising in the accounting period for premiums receivable in respect of business written in prior accounting periods. Rebates that form part of the premium rate, such as no-claim rebates, are deducted from the gross premium; others are as an expense. Premium collected by intermediaries but not yet received, is assessed based on estimates from underwriting or past experience and are included in premiums written. Unearned premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Unearned premiums are calculated on a daily pro rata basis. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

j) Expenses

Under accrual basis expenditure is recorded in the accounts when it is incurred and not necessarily when it is paid for.

k) Inventories

Inventories held for sale are stated at the lower of cost or net realizable value. Inventories held for distribution at no charge or for a nominal charge are stated at the lower of cost and current replacement cost. Costs incurred in bringing each product to its present location and condition, are accounted for as follows:

- *Raw materials* – purchase cost on first in first out basis.
- *Stationeries and other consumables* – cost is determined on first in first out basis.
- *Finished goods and work in progress* – cost of direct materials and labour and a proportion of manufacturing overheads based on normal capacity but excluding borrowing costs.

Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses. Current replacement cost is the cost the entity would incur to acquire the asset on the reporting date.

l) Agriculture assets

Agriculture assets are measured at their fair value less estimated point-of-sale costs. These assets are re-valued at their net market values each year at the reporting date.

Net market value is calculated as the difference between the net present value of cash flows expected to be generated by the plantation and the fair value of the land on which the assets are grown. Increase/decrease in the net market value from the previous valuation is recognized as revenue/expense in the statement of financial performance.

Periodic changes resulting from growth, prices, discount rate, costs and other premise changes are included in the consolidated statement of financial performance.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m) Losses

The National Assembly may, by resolution, authorize the Minister responsible for Finance to the extent specified in the resolution to abandon and remit any claims by or on behalf of the Government or any service thereof and to write off losses of moneys or stores belonging to the Government or provided for the public service. The Minister responsible for Finance may by writing under his hand delegate to any officer any powers which he is authorized to exercise by resolution of the National Assembly. Losses are proposed to be disclosed in the statement of Losses of Public Money, stores written off and claims abandoned.

n) Interest bearing loans and borrowings

All loans and borrowings are initially recognized at the fair value of the consideration received less directly attributable transaction costs. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus/deficit when the liabilities are derecognized as well as through the amortization process.

o) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective assets. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

p) Intangible assets

Intangible assets (consisting of computer software) acquired are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Internally generated intangible assets are capitalized when it is identifiable, there is control over the asset, it is probable that economic benefits or service potential will flow to the Government entity and the cost of the asset can be measured reliably. Intangible assets that do not meet these criteria are recognized as an expense in the period in which the expense is incurred. The useful lives of intangible assets are assessed to be finite. Intangible assets with finite lives are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The expected useful life is approximately 10 years.

The amortization period and the amortization method for an intangible asset are reviewed at least at each financial year-end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset is accounted for by changing the amortization period or method, as appropriate, and treated as changes in accounting estimates. The amortization expense on intangible assets is recognized in the statement of financial performance. Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in surplus/deficit when the asset is derecognized.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

q) Investments and other financial assets

Financial assets within the scope of IPSAS 29 are classified as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, or available-for-sale financial assets, as appropriate. When financial assets are recognized initially, they are measured at fair value, plus, in the case of investments not at fair value through profit or loss, directly attributable transaction costs. The Government determines the classification of its financial assets on initial recognition and, where allowed and appropriate, re-evaluates this designation at each financial year end.

Financial assets at fair value through profit or loss

Financial assets at fair value through surplus or deficit includes financial assets held for trading and financial assets designated upon initial recognition as at fair value through surplus or deficit. Financial assets are classified as held for trading if they are acquired for the purpose of selling in the near term.

Held-to-maturity investments

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to-maturity when the Government has the positive intention and ability to hold to maturity. After initial measurement held-to-maturity investments are measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus/deficit when the investments are derecognized or impaired, as well as through the amortization process.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

After initial measurement loans and receivables are carried at amortized cost using the effective interest method less any allowance for impairment. Gains and losses are recognized in surplus/deficit when the loans and receivables are derecognized or impaired, as well as through the amortization process.

Available-for-sale financial investments

Available-for-sale financial assets are those non-derivative financial assets that are designated as available-for-sale or are not classified in any of the three preceding categories. After initial measurement, available-for-sale financial assets are measured at fair value with unrealized gains or losses recognized directly in equity until the investment is derecognized or determined to be impaired at which time the cumulative gain or loss previously recorded in equity is recognized in surplus/deficit.

Fair value: The fair value of investments that are actively traded in organized financial markets is determined by reference to quoted market bid prices at the close of business on the statement of financial position date. For investments where there is no active market, fair value is determined using valuation techniques. Such techniques include using recent arm's length market transactions; reference to the current market value of another instrument which is substantially the same; discounted cash flow analysis or other valuation models.

Amortized cost: Held-to-maturity investments and loans and receivables are measured at amortized cost. This is computed using the effective interest method less any allowance for impairment. The calculation takes into account any premium or discount on acquisition and includes transaction costs and fees that are an integral part of the effective interest rate.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

r) Tax Deposits

These include Dar es Salaam Service Centre Customs & Excise Deposits, Escrow Deposits (Fuel), Container Deposits, Fuel Deposits, and other deposits in the Regions.

Custom Deposits – Security for Transaction: These are recognised as deposits upon receipts. Revenue is recognised when tax is assessed on transaction.

Custom Deposits – Provision on Clearance: These are recognised as deposits upon receipts. Revenue is recognised when tax is assessed on transaction. Excess deposit, if any, is then refunded to the taxpayer.

Custom Deposits – Temporary Admission: These are recognised as deposits upon receipts. Revenue is recognised when the purpose for which they have been admitted is terminated and the goods has not been re-exported. When the goods are re-exported, the tax payer will receive a refund of the deposit.

Custom Deposits on Objection Tax and Domestic Deposits on Disputed Assessment

These are recognised as deposits upon receipts. Upon the successful completion of the objection, the deposits is recognised as revenue. Otherwise the deposit is refunded to the taxpayer.

s) Tax Refunds

Tax refund is recognised as a liability when the Authority has a present legal obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation. The Authority received funds from the Treasury to cater for the payment of the refunds.

t) Treasury Voucher Cheques

Treasury Voucher Cheques (TVCs) are expenses paid through the tax system. These are payments made by the Treasury to the tax authority to cover for import and excise duties to exempted persons. The exempted persons in this regard are civil servants and public officials, Non-Governmental organisations and Religious organisations. The revenue is measured at fair value, and recognised as revenue upon declaration, as this is the time when revenue can be measured reliably. The amount due from Treasury at the end of the year is recognised as an asset.

u) Segmental Information

The nature of the Government as prescribed by the section 30 of the Public Finance Act, Cap 348 requires Ministries, Independent Departments, Agencies, Regional Secretariats, Local Government Authorities, and Public Corporations to prepare its Financial Statements and submit to the Controller and Auditor General for audit and Accountant General's Department for consolidation purposes. Segmental information has been provided based on the sectors coverage before elimination.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

v) **Impairment of financial assets**

The Government has tested all the assets at the statement of financial position date whether a financial asset or group of financial assets is impaired.

Assets carried at amortized cost

The amount of the impairment loss have been measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not been incurred) discounted at the financial asset's original effective interest rate (i.e. the effective interest rate computed at initial recognition). The carrying amount of the asset is reduced through use of an allowance account. The amount of the loss shall be recognized in surplus/deficit.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed, to the extent that the carrying value of the asset does not exceed its amortized cost at the reversal date. Any subsequent reversal of an impairment loss is recognized in surplus/deficit.

In relation to trade receivables, a provision for impairment is made when there is objective evidence (such as the probability of insolvency or significant financial difficulties of the debtor) that the entity will not be able to collect all of the amounts due under the original terms of the invoice. The carrying amount of the receivable is reduced through use of an allowance account. Impaired debts are derecognized when they are assessed as uncollectible.

Financial investments available-for-sale

If an available-for-sale asset is impaired, an amount comprising the difference between its cost (net of any principal payment and amortization) and its current fair value, less any impairment loss previously recognized in surplus/deficit, is transferred from equity to surplus/deficit. Reversals in respect of equity instruments classified as available-for-sale are not recognized in surplus/deficit. Reversals of impairment losses on debt instruments are reversed through surplus/deficit; if the increase in fair value of the instrument can be objectively related to an event occurring after the impairment loss was recognized in surplus/deficit.

w) **Derecognition of financial assets and liabilities**

Financial assets

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized where:

- The rights to receive cash flows from the asset have expired;
- The entity retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass-through' arrangement; or
- The entity has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset. Where the Entity has transferred its rights to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the entity's continuing involvement in the asset. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Entity could be required to repay.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of financial performance.

x) Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is measured initially at its cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. Subsequent to initial recognition, investment properties are measured using the cost model.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of derecognition.

Transfers are made to or from investment property only when there is a change in use.

y) Non-current assets held for sale

Non-current assets and disposal group are classified as held for sale if their carrying amount will be recovered through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset (or disposal group) is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification. Non-current assets (and disposal group) classified as held for sale are measured at the lower of the assets' previous carrying amount and fair value less costs to sell.

z) Taxpayer's fund/Share Capital

These are the monies invested by the Government to satisfy individual or collective needs or to create future economic benefits. It includes all monies invested on capital expenditure. In this context, Taxpayers fund may include all resources contributed by tax payers directly for service potential or other economic future benefits for the public operations.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

aa) **Comparatives**

To ensure consistency with the current period, comparative figures are reclassified where appropriate.

bb) **Guarantees**

Financial guarantee contracts issued by the Government are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the best estimate of the expenditure required to settle the present obligation at the reporting date and the amount recognized less cumulative amortization.

cc) **Property, plant and equipment**

Property, plant and equipment is stated at cost, excluding the costs of day-to-day servicing, less accumulated depreciation and accumulated impairment in value. Such cost includes the cost of any replacement parts in accordance with the related recognition criteria.

The Government has adopted straight line method for depreciation of Public Assets which is allocated systematically over the useful life of the respective assets, Government Asset Guidelines issued by DGAM and the applicable accounting policies. The depreciable amount of an asset shall be allocated on a systematic basis over its estimated useful life. The prevailing International Standard for depreciation shall be applied over the useful life of the assets. In accordance with the Generally Acceptable Valuation Principles (GAVP), depreciation for valuation purposes shall be the adjustment made to the replacement cost to reflect physical deterioration, functional and economic obsolescence.

Assets ran an economic life peculiar to themselves depending on make, constant handling and operational use. Some assets are continued in use much beyond the EUL due to periodical maintenance and repairs. Assets expected life are projected in ranges as follows:

Table 7: Projected Expected Life of PPE

Asset Category	Estimated Useful life
Administration assets	
Leasehold land	Over the lease term
Buildings	
• Residential	50
• School	75
• Hospital	60
• Office	50
• Dwelling	50
• Plant and machinery	15
• Furniture and fixture	5
• Office Equipment	5

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Asset Category	Estimated Useful life
Motor vehicles	
▪ Heavy duty (5 tons and above)	10
▪ Light duty (below 5 tons)	5
Motor cycle	7
Computer (Desk tops and laptops)	4
Video Conference equipment	4
Servers	7
Network/Telecom equipment	7
Equipment Racks	10
Other equipment (with purchase value > or = \$50,000)	10
Automated file storage equipment	7
Equipment for production, storage and viewing of microforms	7
Document processing equipment e.g. Photocopiers, mail handling equipment, check handling equipment and shredders	7
Television studio, cameras and other photographic equipment	7
Uninterruptible power supplies (UPS)	7
Infrastructural assets	
Leasehold land	Over the lease term
Roads	
▪ Gravel roads	4
▪ Tarmac roads- Asphalt	10
▪ Tarmac Roads - surface dressing	7
▪ Earth roads (initial cost) and culverts/drifts	Entity judgment depending on the type of the Earth
▪ Aircraft runways	20
Bridges	
▪ Wooden bridges	2
▪ Concrete bridges	100
▪ Steel bridges	50
▪ Concrete culverts	50
▪ Steel culverts	20
▪ Drifts -vented (with steel pipes)	20
▪ Drifts - Concrete (solid)	50
Buildings	
▪ Residential	50
▪ School	75
▪ Hospital	60
▪ Office	50
▪ Dwelling	50
Shallow wells	15
Boreholes	15
Sewerage systems	15
Water systems	15
Drainage systems	15
Agriculture and livestock extension system	25
Plant and machinery e.g. Caterpillar, Excavator, Heavy Generators etc.	15
Furniture, fixture and equipment	10

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Asset Category	Estimated Useful life
Motor vehicles	
▪ Heavy duty (5 tons and above)	10
▪ Light duty (below 5 tons)	5
Motor cycle	7
Computer hardware	5
Ships	50
Ferries & Boats	25
Tractor	10
Aircraft (G550)	40,000 flight hours
Aircraft (Fokker 28)	90,000 flight hours
Aircraft (Fokker 30)	90,000 flight hours
Piper Navajo PA 31	11,000 flight hours
Bombardier CRJ 200	12,000 flight hours
Bombardier Global6000	12,000 flight hours
Dreamliner	12,000 flight hours
Airbus	12,000 flight hours
Drill Rigs	10
Compressors (used for Drilling Dams)	10
Excavator (used for Drilling Dams)	10
Bull Dowser	10
Sheep foot roller	10
Boreholes (0-200 meters) Hand pumped well	30
Shallow wells (0-100 meters) Hand pumped well	40
Large Dam Earth fill 15-20 meters > 1,000,000 cubic meters	20
Medium Dam Earth fill 5-15 meters 250,000 - 1,000,000 cubic meters	25
Small Dam (Chaco) Earth fill > 5 meters 25,000 - 250,000 cubic meters	20
Sub Surface Dam Concrete or masonry 3-10 meters 45,000 - 150,000 cubic meters	40
Locomotives	25
Rolling Stock	35
Telecom & Signaling	25
Permanent way (for locomotives)	40
Bridges & Culverts(for locomotives)	60

The carrying values of cash – generating property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Review of Assets Estimated Useful Life

Assets are subject to annual reviews to determine its remaining economic life. Consideration is given to the appropriateness of the assets value, its asset life and any other factor affecting its usefulness. Significant discrepancies lead to adjustment of the asset life or asset value. Whereas, heritage assets may vary in value over time and they are not subjected to normal depreciation. The residual values, useful lives and methods of depreciating property, plant and equipment are reviewed, and adjusted if appropriate, at each financial year end. When each major inspection is performed, its cost is recognized in the carrying amount of property, plant and equipment as a replacement if the recognition criteria are satisfied. The following recognition criteria are used for roads:

Table 8: Review of Assets Estimated Useful Life for Infrastructure

Description	Years
Road formation	20
Routine maintenance (expensed)	N/A
Spot maintenance*	
Periodic maintenance	
▪ Gravel roads	4
▪ Tarmac roads	10

*Spot maintenance is evaluated on individual basis to determine whether they meet the recognition criteria for an asset, or need to be expensed.

dd) Impairment of non-financial assets

The Government assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Government makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Impairment losses of continuing operations are recognized in the statement of financial performance in those expense categories consistent with the function of the impaired asset.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of financial performance.

After such a reversal the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

dd) Investment in Associates

An associate is an entity over which the Government has significant influence and that is neither a subsidiary nor an interest in a joint arrangement. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies. The results, assets and liabilities of associates are incorporated in these financial statements using the equity method of accounting, except when the investment is classified as held for sale, in which case it is accounted for under Non-current Assets Held for Sale and Discontinued Operations. Under the equity method, investments in associates are carried in the consolidated statement of financial position at cost as adjusted for post-acquisition changes in the Government's share of the net assets of the associate, less any impairment in the value of individual investments. Losses of an associate in excess of the Government's interest in that associate (which includes any long-term interests that, in substance, form part of the Government's net investment in the associate) are not recognized, unless the Government has incurred legal or constructive obligations or made payments on behalf of the associate.

Any excess of the cost of acquisition over the Government's share of the net fair value of the identifiable assets, liabilities and contingent liabilities of the associate recognized at the date of acquisition is recognized as goodwill. The goodwill is included within the carrying amount of the investment and is assessed for impairment as part of the investment. Any excess of the Government's share of the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition, after reassessment, is recognized immediately in surplus/deficit. Where a Government transacts with an associate of the Government, profits and losses are eliminated to the extent of the Government's interest in the relevant associate.

ee) Interests in joint Venture

A joint arrangement is a contractual arrangement whereby the Government and other parties undertake an economic activity that is subject to joint control that is when the strategic financial and operating policy decisions relating to the activities require the unanimous consent of the parties sharing control. Where an entity undertakes its activities under joint Venture directly, the entity's share of jointly controlled assets and any liabilities incurred jointly with other venturers are recognized in the financial statements of the relevant entity and classified according to their nature. Liabilities and expenses incurred directly in respect of interests in jointly controlled assets are accounted for on an accrual basis. Income from the sale or use of the Government's share of the output of jointly controlled assets, and its share of joint Venture expenses, are recognized when it is probable that the economic benefits associated with the transactions will flow to/from the Government and their amount can be measured reliably.

Joint Venture that involve the establishment of a separate entity in which each participating party has an interest, are referred to as jointly controlled entities. The Government reports its interests in jointly controlled entities using proportionate consolidation, except when the investment is classified as held for sale, in which case it is accounted for under Non-current Assets Held for Sale and Discontinued Operations. The Government's share of the assets, liabilities, income and expenses of jointly controlled entities are combined with the equivalent items in the consolidated financial statements on a line-by-line basis. Any goodwill arising on the acquisition of the Government's interest in a jointly controlled entity is accounted for in accordance with the Government's accounting policy for goodwill arising on the acquisition of a subsidiary. Where the Government transacts with its jointly controlled entities, unrealized profits and losses are eliminated to the extent of the Government's interest in the joint arrangement investment.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

7. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

These financial statements reflect the financial position (service potential and financial capacity) as at 30 June 2021, and the financial results of operations and cash flows for the year ended on that date. Underpinning these financial statements are a number of judgments, estimations and assumptions. These include assumptions and judgments about the future, in particular, the service benefits and future cash flows in relation to existing assets and liabilities. The preparation of the consolidated financial statements requires management to make judgments, estimates and assumptions that affect the disclosed amounts of assets and liabilities, and the disclosure of contingent liabilities, at the reporting date.

a) Pension benefits

The present value of the pension obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost/ (income) for pension include the discount rate. Any changes in these assumptions will impact the carrying amount of pension obligations. The government determine appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the pension obligations. In determining the appropriate discount rate, they also consider the interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid and that have terms to maturity approximating the terms of the related pension obligation.

b) Judgments, Estimates and Assumptions

The preparation of these financial statements requires judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, revenue and expenses. For example, the present value of large cash flows that are predicted to occur a long time into the future, as with the settlement of outstanding claim obligations and Government pensions and retirement benefits, depends critically on judgments regarding future cash flows, including inflation assumptions and the risk-free discount rate used to calculate present values. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments: In the process of preparing the Government's financial statements, management has made the following judgment, apart from those involving estimations, which has the most significant effect on the amounts disclosed in the financial statements.

Recognition of tax revenue: Tanzania tax system is based on self-assessment where taxpayers are expected to understand the tax laws and comply with them. This has an impact on the completeness of tax revenues when taxpayers fail to comply with tax laws, for example, if they do not report all of their income. Tax revenue is recognised on an accruals basis in the period the taxable event occurs. It is deemed to accrue evenly over the period to which it relates. Where tax returns have not been filed for the relevant period, accrued tax revenue receivable or payable has been estimated based on current provisional assessments, prior year final assessments or any other information available to the Commissioner General at that particular time. The outcome of tax revenue and refunds is not known with certainty until income tax returns for the period have been filed. This usually occurs sometime after the publication of these financial statements.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

7. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS
(Continued)

Impairment of tax receivables: Tax receivables are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recovered. An impairment loss is recognized for the amount by which the carrying amount of the tax receivable exceeds its recoverable amount. Tax receivables are recognised on the assumption that the taxpayers will pay the tax assessed, and the amount can be measured reliably, if the assumption with regard to recoverability changes, the impairment is recognised.

c) Estimates and assumptions

The estimations in these financial statements are based on the best information available at the time of their preparation. Given the inherent uncertainty of predicting the future, actual events are likely to differ from these assumptions, which may have a material impact on the results reported in these financial statements. Some of the key assumptions are discussed below. The valuation of many assets and liabilities are based on assumptions using market information. The most significant of these are:

Table 9: Estimates and assumption

Key Assumption	Methodology
Foreign exchange rates	Foreign currency denominated financial assets and liabilities are translated to Tanzania TZS (TZS) at the reporting date.
Share prices	Listed share investments, which consist of approximately 95% of the Government's total share investments, are based on quoted market prices at balance date.
Interest rates	The majority of marketable securities and borrowings are valued using current market yield curves.
Property prices	Where possible property owned by the Government is valued using market evidence. Property prices in relation to land and buildings can therefore impact the value of the Government's assets.

A number of long-term assets and liabilities are valued by estimating future cash flows which are then discounted to present value. Some of the cash flows, in particular those relating to long-term liabilities (Government's obligations) use assumptions to predict cash flows up as far as over 20 years into the future.

Therefore, changes in a number of economic assumptions can have a significant impact of the Government's financial position and performance. Other key assumptions concerning the future and other sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the disclosed amounts of assets and liabilities within the next financial year are liabilities regarding utilities such as telephone, water and electricity.

- Except for those assets which have been revalued, the values given to assets are mere estimates based on the initial price or in line with its assumed wear and tear. Proper valuation is still going on; and
- Verification of fixed assets (Property, Plant and Equipment) to complete the fixed assets registers for the migration to accrual.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

8. FUTURE CHANGES IN ACCOUNTING POLICIES

Standards issued but not yet effective up to the date of issuance of the entity's financial statements are listed below. These listings of standards issued are those which the Government is reasonably expecting to have an impact on disclosures, financial position or performance when applied at a future date. The Government intends to adopt these standards when they become effective.

- i. **IPSAS 41 - Financial Instruments:** This standard establishes new requirements for classifying, recognizing and measuring financial instruments to replace those in IPSAS 29, *Financial Instruments: Recognition and Measurement*. This Standard was supposed to be effective for annual financial statements covering periods beginning on or after January 1, 2022, however due to COVID-19 pandemic, its effectiveness has been deferred to 1st Jan 2023. The Government is currently assessing the impact of the standard;
- ii. **IPSAS 42 - Social Benefits:** This standard provides guidance on accounting for social benefits expenditure. It defines social benefits as cash transfers paid to specific individuals and/or households to mitigate the effect of social risk. Specific examples include state retirement benefits, disability benefits, income support and Unemployment benefits. The new standard requires an entity to recognize an expense and a liability for the next social benefit payment. This Standard was supposed to be effective for annual financial statements covering periods beginning on or after January 1, 2022, however due to COVID-19 pandemic; its effectiveness has been deferred to 1st Jan 2023. The entity is currently assessing the impact of the standard.
- iii. **IPSAS 43 – Leases:** The IPSASB approved IPSAS 43, *Leases* with an effective date of January 1, 2025. IPSAS 43 supersedes IPSAS 13, *Leases* and introduces the right-of-use model for lessees, aligning with IFRS 16, *Leases*. The IPSASB will continue consideration of public sector specific leasing issues, such as concessionary leases, in its Other Lease-Type Arrangements project.
- iv. **Improvements to IPSAS, 2021:** The IPSASB approved *Improvements to IPSAS, 2021* with an effective date of January 1, 2023, except for the Interest Rate Benchmark Reform related amendments to IPSAS 29, *Financial Instruments: Recognition and Measurement*, which will have an effective date of January 1, 2022.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

9. EXCHANGE RATES

All monetary amounts in the financial statements are expressed in Tanzanian TZS, the legal tender shown as TZS. The Tanzanian TZS closing rate (the Bank of Tanzania middle rate) for major currencies was:

Table 10: Exchange rates

Currency	30 June 2021	30 June 2020
United States Dollar (USD)	2,298.93	2,300.90
British Pound	3,179.43	2,925.82
Euro	2,732.97	2,615.89
Swedish Kronor	269.40	248.00
Japanese Yen	20.76	21.33

10. RISKS MANAGEMENT

The Government is subject to a number of financial and operational risks, hazards and strategic risks and is responsible for ensuring appropriate risk management strategies and policies are in place within any mandate provided by legislation.

a) Interest rate risk

Interest rate risk refers to the risk of loss due to adverse movement in interest rates. In general interest rate risk is managed strategically by issuing a mix of fixed and floating rate debt.

b) Foreign exchange risk

Foreign exchange risk refers to the risk of loss due to adverse movements in foreign exchange rates. A range of instruments is currently being used to minimize the Government's exposure to foreign exchange risk which includes currency.

c) Liquidity risk

Liquidity risk refers to the loss due to the lack of liquidity preventing quick or cost-effective liquidation products, positions or portfolios. Liquidity risk is managed on an individual entity basis, which generally requires entities to hold assets of appropriate quantity and quality to meet all their obligations as they fall due.

d) Credit risk

Credit risk refers to the risk of loss due to the non-performance by counterparties to discharge an obligation. Financial instruments which subject the Government to credit risk include bank balances and receivables, advances and investments. The entities within the Government reporting entity manage their exposure to credit risk by:

- Maintaining credit exposure only with highly rated institutions, for which the probability of default is low. The credit worthiness of counterparties is continuously monitored.
- Ensuring diversification of credit exposure by limiting the exposure to one financial institution.
- In some instances, requiring collateral from counterparties.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

11. APPROVED BUDGET AND COMPOSITION OF BUDGET AND ACTUAL AMOUNTS

The budget is prepared on cash basis and covers the period from 01 July 2020 to 30 June 2021. The original budget was approved by Legislative in June 2020. During the year under review there was no supplementary budget.

	Actual per Statement of Comparison of Budget and Actual Amounts	Ref: Amounts obtained from the Segmental Cash Flow Statement (Budgetary Central Government)			
	Actual on Comparable basis	Actual in the cashflow Statement			
		Operating	Investing	Financing	Total
	TZS '000'	TZS '000'	TZS '000'	TZS '000'	TZS '000'
Receipts					
Tax Revenue	17,330,685,422	17,330,685,422	-	-	17,330,685,422
Non-tax revenue	2,023,473,479	2,023,473,479	-	-	2,023,473,479
LGAs Own Sources	695,032,526	695,032,526	-	-	695,032,526
	20,049,191,426	20,049,191,427	-	-	20,049,191,427
Project loans and grants	1,515,342,266	1,515,342,266	-	-	1,515,342,266
General Budget Support	101,291,978	101,291,978	-	-	101,291,978
Basket Loans and Grants	199,672,171	199,672,171	-	-	199,672,171
	1,816,306,415	1,816,306,415	-	-	1,816,306,415
External Non-Concessional borrowing	3,035,630,000	3,035,630,000	-	-	3,035,630,000
Domestic Borrowing/Net Domestic Finance	1,588,084,077	1,588,084,077	-	-	1,588,084,077
Domestic Borrowing/ Roll over	3,316,078,000	3,316,078,000	-	-	3,316,078,000
	7,939,792,077	7,939,792,077	-	-	7,939,792,077
Total Receipts	29,805,289,919	29,805,289,919	-	-	29,805,289,919
Payments					
Public Debt					
Interest on Domestic Borrowing	1,708,240,000	1,708,240,000	-	-	1,708,240,000
Interest on External Borrowing	723,280,000	723,280,000	-	-	723,280,000
Principal Domestic Loan	3,094,120,212	-	-	3,094,120,212	3,094,120,212
Principal External Loan	2,379,090,000	-	-	2,379,090,000	2,379,090,000
	7,904,730,212	2,431,520,000	-	5,473,210,212	7,904,730,212
Contribution to Social Security Funds	1,050,014,940	1,050,014,940	-	-	1,050,014,940
Other Expenditure under CFS	393,084,567	393,084,567	-	-	393,084,567
	1,443,099,507	1,443,099,507	-	-	1,443,099,507
Employee Benefits					
Wages and Salaries	7,638,558,996	7,638,558,996	-	-	7,638,558,996
Other Charges					
Operating Protected Expenditure	10,209,340	10,209,340	-	-	10,209,340
LGAs Own Sources	376,526,523	376,526,523	-	-	376,526,523
Other Payments	3,188,292,326	3,188,292,326	-	-	3,188,292,326
	3,575,028,189	3,575,028,189	-	-	3,575,028,189
Development Expenditure					
Domestic Financing	8,956,119,176	-	8,956,119,176	-	8,956,119,176
LGAs Own Sources	314,701,203	-	314,701,204	-	314,701,204
External Financing	1,456,609,289	-	1,456,609,289	-	1,456,609,289
	10,727,429,668	-	10,727,429,669	-	10,727,429,669
Total Payments	31,288,846,572	15,088,206,692	10,727,429,669	5,473,210,212	31,288,846,573
Net Receipts/Payments	(1,483,556,654)	14,717,083,227	(10,727,429,669)	(5,473,210,212)	(1,483,556,654)

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

12. SEGMENTAL INFORMATION

Segmented Statement of Financial Performance for the year ended 30th June 2021

		1	2	3	4	5	6		
	NOTE	Govt. of TZ Budgetary TZS (000)	Govt. of TZ ExtraBudgetary TZS (000)	Govt. of TZ Social Funds TZS (000)	Govt. of TZ Country Govt TZS (000)	Govt. of TZ Financial Corp. TZS (000)	Govt. of TZ NonFinanc. Corp. TZS (000)	ELIMINATION TZS (000)	30 June 2021 TZS (000)
Revenue									
Taxes Revenue	15	35,984,964,585	21,534,911,438	-	-	-	-	(36,787,990,868)	20,731,885,155
Revenue From Exchange Transactions	16	11,714,675,046	1,332,872,975	-	64,723,598	294,315	2,696,614,879	(12,434,249,826)	3,374,930,987
Social Contributions	17	-	-	2,879,965,882	-	-	-	(749,479,185)	2,130,486,697
External Assistance - Grants and Aid	18	1,728,574,721	470,692,933	-	-	-	2,016,862	(870,107,508)	1,331,177,040
Finance Income	19	257,976,182	45,937	351,736,143	423,843	2,480,869	1,591,018	-	614,253,992
Leases	20	-	464,664,831	-	326,581,816	12,698,182	-	0 00	803,925,829
Fees, Fines, Penalties and Forfeits	21	732,647,721	1,458,447,589	-	251,764,169	77,315,978	58,975,440	(32,613,067)	2,546,537,840
Other Revenue	22	577,218,614	722,816,296	1,075,194,959	151,136,505	811,025,588	1,900,271,459	(593,693,877)	4,643,969,644
Debt Forgiveness	24	-	-	-	44,035	-	-	-	44,035
Fair Value Gains on Equity Investments	26	169,130,847	731,118	78,365,800	212,230	5,330,207	-	(48,317,848)	205,452,354
Fair Value Gains on Government Securities	27	-	107,109	130,162,700	-	6,300,190	-	(9,254,378)	127,315,621
Fair Value Gains on Investment Properties	28	-	216,000	194,061,599	-	21,285,326	62,882,486	(1,867,457)	278,577,954
Fair Value Gains on Biological Assets	29	722,791	-	-	1,963,866	-	-	(1,571,434)	1,115,223
Fair Value Gains on Actuarial Valuation of Defined Benefit Plans	30	-	-	4,461,468	-	-	24,066,485	(28,527,953)	-
Fair Value Gains on Financial Assets	31	-	-	-	220,489	-	-	(220,489)	-
Gains on Foreign Currency Translation	33	-	3,357,855	226,486	-	205,635,651	720,724	(209,940,715)	-
Gains on Disposal of Assets	34	-	815,531	39,279	-	39,547	10,405	(904,762)	-
Exchequer Revenue	35	30,782,494,796	6,420,459	-	-	-	2,807,767	(30,791,723,023)	-
Subvention From Other Government Entities	36	11,257,060	5,570,899,430	2,176,740,036	5,216,228,659	393,675	451,624,934	(13,427,143,794)	-
LGA Own Source Revenue	23	1,193,239,103	-	-	-	-	-	(1,193,239,103)	-
15% of Revenue (Dividend) Transfer from/(to) The Government Entities	25	272,723,228	-	-	-	-	-	(272,723,228)	-
Total Revenue		83,426,624,727	31,866,999,611	6,890,954,352	6,013,279,210	1,142,800,628	5,201,582,459	(97,453,568,518)	36,787,672,371
Expenses									
Wages, Salaries and Employee Benefits	39	4,465,605,184	2,023,075,770	258,876,817	3,950,849,059	210,963,777	933,843,982	(768,126,632)	11,075,107,957
Use of goods and services	40	1,777,916,565	1,903,099,859	298,767,965	716,628,380	91,635,221	1,543,085,792	(1,433,884,757)	4,895,229,025
Routine Repair and Maintenance Expenses	41	102,565,640	931,076,405	6,883,488	169,502,845	4,395,613	222,555,526	(267,456,179)	1,159,523,339
Social Benefits	42	521,292,900	21,260,963	3,071,146,644	109,865,545	161,137	416,054	(40,194)	3,724,103,049
Finance Costs	43	2,530,117,563	9,610,219	86,072	1,478,294	43,515,315	209,398,441	(701,491,642)	2,092,714,253
Other Expenses	44	1,497,976,772	437,160,909	159,030,506	81,948,781	221,443,244	667,127,194	(282,721,140)	2,781,966,267
Provision for Obsolete Inventories	45	-	5,994,740	-	196,431	-	85,508	-	6,256,679
Subvention to Other Government Entities	46	56,485,615,288	19,731,987,503	-	46,372,071	-	177,363,047	(76,441,338,008)	-
Grants, Transfers and Subsidies Issued	47	222,895,337	587,877,943	-	5,787,043	-	-	(8,226,920)	808,133,403
Depreciation of Property, Plant and Equipment	48	179,852,482	2,061,450,908	16,094,397	267,010,241	31,719,889	763,999,214	-	3,320,127,131
Depreciation of Investment Properties	49	7,740	5,428,879	-	3,432,446	99,803	485,921	-	9,454,789
Amortization of Intangible Assets	50	12,172,582	25,780,674	7,342,578	39,048	3,536,397	39,373,786	-	88,245,066
Impairment of Property, Plant and Equipment	51	143,681	81,354,534	-	763,243	-	496,248	-	82,757,707
Impairment of Intangible Asset	52	2,549,305	156,751	-	-	-	138,535	-	2,844,591
Impairment of Investment Property	53	-	-	4,291	-	-	2,861,456	-	2,865,747
Impairment of Receivables	54	-	21,162,811	591,754,709	14,718,706	3,168,934	29,218,682	-	660,023,841
Impairment of Loans	55	-	567,009	-	76,279	34,807,218	-	-	35,450,506
Fair Value Losses on Equity Investments	57	47,828,248	-	-	488,287	-	1,313	(48,317,848)	-
Fair Value Losses on Government Securities	58	-	-	-	149,600	9,104,778	-	(9,254,378)	-
Fair Value Losses on Investment Property	59	-	-	-	457	-	1,867,000	(1,867,457)	-
Fair Value Losses on Biological Assets	60	-	839,315	-	732,119	-	-	(1,571,434)	-
Fair Value Losses on Actuarial Valuation of Defined Benefit Plans	61	-	-	-	-	9,848,143	28,171,762	(28,527,953)	9,491,952
Fair Value Losses on Financial Assets	62	-	187,359	-	5,274,303	17,889,776	-	(220,489)	23,130,949
Fair Value Losses on Marketable Securities	63	-	-	-	-	84,113,602	-	-	84,113,602
Losses on Foreign Currency Translation	64	921,827,073	467,130	681,435	-	-	9,066,022	(209,940,716)	722,120,945
Losses on Disposal of Assets	65	1,535,102	42,403	-	530,893	-	123,860	(1,127,030)	1,105,228
Tax Expenses	66	-	221,755,394	160,167,761	220,942	32,982,579	167,251,133	(562,387,809)	-
Revenue Transfer To PMG/Consolidated Fund	68	20,996,591,089	98,381,474	-	2,003	2,177,047	5,994,365	(21,103,145,979)	-
Total Expenses		89,766,292,552	28,168,719,053	4,568,836,663	5,366,047,016	801,592,474	4,802,904,842	(101,889,646,564)	31,584,786,035
Share of Surplus of Associates and Joint Ventures		2,192,300	-	-	-	177,308	-	-	2,369,608
Surpluses/deficits for the period		(6,338,475,524)	3,398,280,458	2,322,117,689	647,212,195	341,385,463	398,677,617	4,436,078,046	5,205,275,943

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

12. SEGMENTAL INFORMATION (Continued)

Segmented Statement of Financial Performance for the year ended 30th June 2020

		1	2	3	4	5	6		
	NOTE	Govt. of TZ Budgetary TZS (000)	Govt. of TZ ExtraBudgetary TZS (000)	Govt. of TZ Social Funds TZS (000)	Govt. of TZ Country Govt TZS (000)	Govt. of TZ Financial Corp. TZS (000)	Govt. of TZ NonFinanc. Corp. TZS (000)	ELIMINATION TZS (000)	30-Jun-20 TZS (000)
Revenue									
Taxes Revenue	15	37,693,990,893	19,907,856,807	-	-	-	-	(38,072,125,140)	19,529,822,560
Revenue From Exchange Transactions	16	10,261,772,045	1,275,971,144	9,575,935	70,307,430	-	2,590,046,737	(10,010,173,970)	4,197,496,321
Social Contributions	17	-	-	3,025,567,439	-	-	-	(1,305,077,872)	1,720,489,467
External Assistance - Grants and Aid	18	2,239,350,282	19,442,160	-	-	-	-	(1,119,875,140)	1,139,117,302
Finance Income	19	-	547,682	26,385,989	791,290	1,613,586	1,310,534	-	30,649,081
Levies	20	18,341,626	169,213,723	-	314,278,917	13,291,171	-	0.19	515,125,437
Fees, Fines, Penalties and Forfeits	21	745,917,839	1,614,064,648	-	239,137,788	79,227,232	70,867,198	(12,944,372)	2,736,270,332
Other Revenue	22	693,050,381	2,245,288,473	737,833,244	143,292,860	805,449,595	1,726,707,841	63,249,567	6,414,671,991
Debt Forgiveness	24	19,486,136	1,026,000	-	-	-	-	-	20,512,136
Fair Value Gains on Equity Investments	26	-	-	27,959,182	10,273	579,873	-	(28,548,338)	-
Fair Value Gains on Government Securities	27	-	-	-	-	32,004	-	0	32,004
Fair Value Gains on Investment Properties	28	-	62,400	-	-	-	481,944,029	(79,879,546)	402,328,893
Fair Value Gains on Biological Assets	29	327,513	7,164,036	-	98,494	-	-	(3,330,771)	4,258,272
Fair Value Gains on Actuarial Valuation of Defined Benefit Plans	30	-	-	1,496,600	-	-	52,599,071	(37,507,876)	16,587,795
Fair Value Gains on Financial Assets	31	5,353,735,237	242,246,944	131,591,555	-	23,674,912	-	(1,857,600)	5,749,381,078
Fair Value Gains on Marketable Securities	-	-	-	-	-	125,476,503	-	-	125,476,503
Gains on Foreign Currency Translation	33	57,277,239	2,506,706	4,898,872	-	3,033,804	11,473,452	0	109,190,073
Gains on Disposal of Assets	34	-	46,335	0	1,499,459	88,289	-	(1,634,083)	-
Exchequer Revenue	35	28,210,365,088	5,689,041	-	-	-	-	(28,216,054,129)	-
Subvention From Other Government Entities	36	68,103,520	6,681,709,801	-	5,019,350,188	734,328	423,735,929	(12,161,833,767)	-
LGA Own Source Revenue	23	1,121,282,422	-	-	-	-	-	(1,121,282,422)	-
15% of Revenue (Dividend) Transfer from/to The Government Entities	25	674,894,667	-	-	-	-	-	(674,894,667)	-
Total Revenue		87,185,994,887	32,172,935,900	3,955,108,856	5,789,766,730	1,053,201,298	5,358,684,790	(92,613,271,226)	42,711,421,236
Expenses									
Wages, Salaries and Employee Benefits	39	4,519,133,441	1,789,208,253	175,657,667	3,959,071,013	207,656,631	933,098,319	(1,306,410,667)	10,277,414,637
Use of goods and services	40	1,103,019,883	1,695,707,965	29,077,718	651,332,078	83,914,723	1,481,817,308	(478,755,182)	4,566,214,493
Routine Repair and Maintenance Expenses	41	75,868,142	789,670,889	7,778,102	183,327,764	4,015,582	228,428,048	(16,339,629)	1,252,548,900
Social Benefits	42	588,449,666	8,840,301	2,685,792,374	27,128,744	-	628,308	(78,595,500)	3,232,243,803
Finance Costs	43	2,354,298,892	31,933,635	77,240	2,383,072	49,915,951	219,930,501	(757,669,209)	1,900,849,781
Other Expenses	44	882,467,339	484,376,076	149,759,202	88,697,818	212,055,127	590,897,134	(14,667,823)	2,393,584,874
Provision for Obsolete Inventories	45	-	141,792	-	886,107	-	88,662	-	1,116,561
Subvention to Other Government Entities	46	52,291,546,419	19,248,955,595	-	95,129,438	-	141,003,211	(71,776,634,663)	-
Grants, Transfers and Subsidies Issued	47	455,666,633	527,899,962	2,199,866	-	-	-	(26,263,249)	959,603,232
Depreciation of Property, Plant and Equipment	48	166,529,580	1,839,942,601	21,503,225	263,615,431	32,458,695	733,077,250	-	3,057,126,782
Depreciation of Investment Properties	49	7,740	4,242,707	-	2,098,271	3,276,797	5,560,725	3,276,797.10	11,907,443
Amortization of Intangible Assets	50	11,141,691	26,988,852	6,941,975	93,890	-	39,058,496	3,276,797.32	87,501,701
Impairment of Property, Plant and Equipment	51	255,332	17,322,389	-	796,609	85,869	562,477	-	19,022,676
Impairment of Intangible Asset	52	-	127,326	-	-	-	-	-	127,326
Impairment of Investment Property	53	-	-	-	-	2,861,456	-	-	2,861,456
Impairment of Receivables	54	3,370,483	33,237,294	17,080,894	10,893,460	10,412	25,987,877	95,260.38	90,675,800
Impairment of Loans	55	-	7,344,183	1,983,248	-	40,546,570	-	-	49,854,001
Fair Value Losses on Equity Investments	57	730,201,915	-	-	738,549	-	-	(28,549,338)	702,391,126
Fair Value Losses on Government Securities	58	-	-	-	-	-	-	0	-
Fair Value Losses on Investment Property	59	-	-	60,175,962	201,584	-	19,302,000	(79,879,546)	-
Fair Value Losses on Biological Assets	60	3,302,693	-	-	28,078	-	-	(3,330,771)	-
Fair Value Losses on Actuarial Valuation of Defined Benefit Plans	61	-	-	141,011	3,426,635	4,541,485	29,398,745	(37,507,876)	-
Fair Value Losses on Financial Assets	62	-	-	-	570,298	-	1,287,302	(1,857,600)	-
Fair Value Losses on Marketable Securities	63	-	-	-	-	-	-	-	-
Losses of Foreign Currency Translation	64	6,527,264	5,823,747	-	-	28,813,311	11,946,369	0	53,110,691
Losses on Disposal of Assets	65	879,134	423,173	-	99,726,104	22,849	20,516	(1,634,083)	99,437,793
Tax Expenses	66	-	245,243,237	138,601,838	-	20,740,245	248,957,320	(651,542,840)	-
Revenue Transfer To PMG/Consolidated Fund	68	20,211,016,438	100,940,009	-	20	970,083	7,471,536	(20,320,395,085)	-
Total Expenses		83,403,482,684	26,848,469,986	3,294,550,556	5,372,342,850	699,024,130	4,719,483,560	(95,579,760,669)	28,757,593,074
Share of Surplus of Associates and Joint Ventures		62,268,128	-	-	-	177,308	-	-	62,485,436
Surpluses/deficits for the period		3,844,800,331	5,324,465,915	670,558,300	416,423,879	354,354,476	639,201,230	2,766,489,463	14,016,293,598

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

'12. SEGMENTAL INFORMATION (Continued)

Segmented Statement of Financial Position for the year ended 30th June 2021

		¹	²	³	⁴	⁵	⁶		
	NOTE	Govt. of TZ Budgetary	Govt. of TZ ExtraBudgetary	Govt. of TZ Social Funds	Govt. of TZ Country Govt	Govt. of TZ Financial Corp.	Govt. of TZ NonFinance. Corp.	ELIMINATION	30 June 2021
ASSETS									
Current Asset									
Cash and Cash Equivalent	70	1,601,857,828	3,364,422,401	489,047,369	375,827,967	6,228,584,628	1,470,215,081	(5,271,078,706)	8,258,866,568
Fixed Deposits/Placements	71	-	3,937,934	588,595,190	5,000	11,757,403	5,309,091	(141,387,611)	468,216,707
Holdings of Special Drawing Rights (SDRs)	72	-	-	-	-	22,217,849	-	-	22,217,849
Quota in International Monetary Fund (IMF)	73	-	-	-	-	1,304,531,756	-	-	1,304,531,756
Foreign Currency Marketable Securities	74	-	-	-	-	6,255,042,431	-	-	6,255,042,431
Equity Investments	75	731,634,332	6,551,826	824,918,396	4,089,721	116,609,947	56,091,205	-	1,739,895,227
Government Securities	76	-	2,360,745	7,465,434,620	-	2,130,318,088	-	(6,326,490,200)	3,271,623,256
Receivables	77	5,285,294,887	9,091,623,540	684,181,561	144,954,133	2,779,588,819	3,717,575,115	(10,189,382,422)	11,513,815,633
Loans Receivables	78	8,483,325,034	4,206,702,400	1,309,063,200	111,883,790	1,385,777,505	5,383,899	(7,181,932,707)	8,300,183,121
Prepayments	79	267,556,884	521,155,891	204,030,741	57,784,702	3,350,329	1,769,124,248	-	2,823,012,795
Inventories	80	44,472,521	250,467,545	253,093,057	107,745,599	13,048,282	508,738,585	-	1,183,566,850
Deferred Currency Cost	81	-	-	-	-	52,103,739	-	-	52,103,739
Other Financial Assets	82	707,006,993	110,303,391	526,206,717	7,289,694	201,839,892	113,465,775	-	1,686,112,462
Escrow Accounts	83	-	-	-	-	11,257,016	138,673,000	-	149,930,016
Retirement Benefit Asset	84	-	12,918,954	-	-	-	-	-	12,918,954
Investment Properties	85	13,147,845	690,116,709	2,210,486,204	126,080,935	159,841,500	5,116,282,435	-	8,315,955,628
Property Plant and Equipment	86	5,751,061,989	36,274,140,599	120,483,498	11,055,162,825	1,127,048,437	25,100,666,288	-	79,428,553,636
Intangible Assets	87	39,430,976	86,474,140	170,410,622	622,169	19,119,807	128,840,466	-	442,598,180
Biological Assets	88	64,888,450	40,836,461	-	55,642,962	-	4,371,194	-	165,739,067
Investments in Associates and Joint Ventures	89	1,866,287,969	12,613,155	110,144,393	28,801,057	21,081,455	132,165,889	-	2,171,093,696
Investments in Controlled Entities (Subsidiaries)	90	72,248,858,440	8,842,801	257,765,366	43,666	-	6,500,000	(71,922,110,991)	597,899,282
Investments in LGLB: LGAs To LGLB	91	-	-	-	6,880,357	-	-	(6,880,357)	-
Non-Current Asset Held for Sale	92	52,269	7,590	-	462,524	-	10,912	-	533,295
TOTAL ASSETS		97,104,876,717	54,681,473,684	15,219,860,934	12,083,277,100	21,823,089,853	38,271,382,943	(101,039,262,993)	138,144,698,149
LIABILITIES									
Payables and Accruals	93	3,635,568,468	2,402,745,183	481,135,388	238,313,290	258,854,610	7,536,903,080	-	14,554,520,025
Currency in Circulation	94	-	-	-	-	5,704,677,413	-	-	5,704,677,413
Deposits from Banks and Non-Bank Financial Institutions	95	-	-	-	-	4,470,705,570	-	(141,387,611)	4,329,317,959
Deposit - Others	97	1,558,874,930	349,884,497	11,306,277	58,528,111	4,049,403,879	62,767,187	(5,271,078,706)	819,886,276
Foreign Currency Financial Liabilities	98	-	-	-	-	1,569,043,226	-	-	1,569,043,226
IMF Related Liabilities	99	-	-	-	-	1,108,671,457	-	-	1,108,671,457
Allocation of Special Drawing Rights (SDRs)	100	-	-	-	-	624,756,632	-	-	624,756,632
Borrowings (Public Debt)	101	64,519,633,039	-	-	-	-	-	(8,720,198,956)	55,799,434,083
Other Borrowings by Government Entities	102	-	352,637,334	-	69,295,015	237,080,304	6,522,920,052	(7,181,932,706)	-
BoT Liquidity Papers	103	-	-	-	-	40,010,514	-	-	40,010,514
Other Financial Liabilities	104	-	375,183	2,297,730	28,916	54,541,299	8,541,093	-	65,784,221
Pension Fund Actuarial Liabilities	105	-	-	20,017,000,000	-	-	-	-	20,017,000,000
Employee Benefits Liabilities	106	-	18,957,074	190,200,297	191,225,875	9,895,892	113,191,965	-	523,471,093
Retirement Benefits Obligations	107	-	36,651,421	696,221,722	-	13,835,705	11,726,240	-	758,437,088
Provisions	108	693,124,125	46,710,919	5,367,987	5,734,948	186,123,211	130,875,671	-	1,097,936,870
Deferred Income (Recurrent)	109	28,251,220	329,488,750	-	101,559,096	36,176,476	53,070,721	(548,546,262)	-
Deferred Income (Development)	110	16,152,359	1,710,295,609	-	166,971,717	380,475	13,702,128,203	(15,595,908,363)	-
TOTAL LIABILITIES		70,451,604,141	5,247,745,970	21,403,529,411	831,656,969	18,365,136,753	28,142,128,211	(37,469,060,603)	106,982,748,857
Net Asset		26,653,272,576	49,433,727,614	(6,183,668,477)	11,251,620,132	3,457,953,100	10,129,254,731	(63,580,212,390)	31,161,949,292
NET ASSETS/EQUITY									
Capital Contributed by:									
Taxpayer Fund		7,656,718,747	30,269,339,754	-	60,097	502,972,651	3,552,394,996	(6,880,357)	41,974,605,887
Foreign Currency Revaluation Reserves		-	-	-	-	83,101,454	-	-	83,101,454
Fair Value Reserves		-	50	39,662,622	-	37,506,737	32,923,269	-	110,092,678
Deferred Tax Reserves		-	-	-	-	-	83,936,115	-	83,936,115
Defined Benefit (Actuarial) Reserves		-	-	3,525,230	-	(25,642,891)	6,737,570	-	(15,380,091)
Revaluation Surplus		-	2,442,468	1,291,652	10,536	42,249,739	1,002,590,144	-	1,048,584,539
Other Reserves		-	3,582,766,596	-	86,858,966	1,188,545,079	3,791,343,673	-	8,649,514,334
Minority Interest		-	314	-	-	-	-	-	314
Accumulated surpluses/(deficits)		18,996,553,829	15,579,178,432	(8,228,147,981)	11,194,890,511	1,849,220,341	1,679,330,963	(63,573,332,034)	(20,732,505,938)
TOTAL NET ASSETS/EQUITY		26,653,272,576	49,433,727,614	(6,183,668,477)	11,251,620,129	3,457,953,110	10,129,254,731	(63,580,212,391)	31,161,949,292

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

12. SEGMENTAL INFORMATION (Continued)

Segmented Statement of Financial Position for the year ended 30th June 2020

	NOTE	1 Govt. of TZ Budgetary	2 Govt. of TZ Extra Budgetary	3 Govt. of TZ Social Funds	4 Govt. of TZ Country Govt	5 Govt. of TZ Financial Corp.	6 Govt. of TZ NonFinanc. Corp.	Elimination	30 June 2020
ASSETS									
Current Asset									
Cash and Cash Equivalent	70	1,551,488,980	2,963,048,243	571,205,903	361,773,718	8,033,985,001.00	777,901,516	(4,375,841,509)	7,933,583,793.52
Fixed Deposits/Placements	71	-	3,871,537	662,101,427	5,000	20,896,152.00	6,527,577	(141,884,813)	581,687,080.00
Holdings of Special Drawing Rights (SDRs)	72	-	-	-	-	20,100,182.00	-	-	20,100,182.00
Quota in International Monetary Fund (IMF)	73	-	-	-	-	1,257,328,967.00	-	-	1,257,328,967.00
Foreign Currency Marketable Securities	74	-	-	-	-	8,201,655,789.00	-	-	8,201,655,789.00
Equity Investments	75	731,634,332	6,527,250	739,684,342	4,902,426	140,174,543.00	40,673,289	-	1,998,596,102.42
Government Securities	76	-	7,253,213	4,382,080,455	-	2,032,205,912.00	-	(5,192,707,914)	1,228,531,670.00
Receivables	77	4,045,538,506	5,360,006,892	821,312,055	134,032,463	1,108,040,555.00	2,328,357,386	(5,653,116,424)	8,245,171,434.49
Loans Receivables	78	8,518,835,476	4,945,828,244	1,869,585,652	70,284,780	1,760,825,486.00	2,673,444	(8,286,978,107)	10,862,089,175.55
Prepayments	79	428,251,312	544,407,336	214,258,352	22,008,604	1,828,185.00	1,611,942,304	-	3,020,737,072.45
Inventories	80	39,048,073	271,683,889	354,659,196	90,186,864	13,334,400.00	514,803,757	-	1,283,519,068.88
Deferred Currency Cost	81	-	-	-	-	34,035,017.00	-	-	34,035,017.00
Other Financial Assets	82	537,876,148	2,386,227	123,835,729	7,095,666	19,033,136.00	69,975,583	(549,905,020)	210,247,500.95
Escrow Accounts	83	-	-	-	-	11,253,547.00	138,527,000	-	149,780,547.00
Retirement Benefit Asset	84	-	11,315,864	-	-	786,522.00	-	-	12,102,386.00
Investments in LGLB LGAs To LGLB	91	-	-	-	6,715,463	-	-	(6,715,463)	-
Non-Current Asset Held for Sale	92	-	1,805,615	-	338,267	-	10,912	-	2,154,624.23
Investment Properties	85	13,157,793	669,854,466	1,917,447,461	129,419,165	137,561,703.00	5,078,561,999	-	7,946,022,531.01
Property Plant and Equipment	86	5,454,183,301	38,589,424,235	124,067,879	10,478,942,715	1,120,941,973.00	21,223,987,030	-	74,991,587,132.22
Intangible Assets	87	43,051,749	101,735,463	180,145,458	574,350	18,188,057.00	185,910,004	-	529,603,700.05
Biological Assets	88	58,194,868	41,863,515	-	51,506,414	-	3,865,572	-	155,460,366.96
Investments in Associates and Joint Ventures	89	1,837,960,644	3,789,955	266,539,098	26,723,132	21,004,147.00	123,623,981	-	2,281,049,967.05
Investments in Controlled Entities (Subsidiaries)	90	72,240,112,533	6,722,666	467,193,158	43,686	6,500,000	-	(38,575,089,466)	4,145,472,559.00
TOTAL ASSETS		95,497,300,943	51,531,538,824	12,824,167,109	11,406,525,586	19,974,258,716	32,319,901,426	(90,791,058,744)	132,752,683,869
LIABILITIES									
Payables and Accruals	93	3,614,480,861	2,377,714,256	488,863,206	216,373,647	320,067,031.00	7,429,713,281	-	14,454,232,281.29
Currency in Circulation	94	-	-	-	-	5,235,320,820.00	-	-	5,235,320,820.00
Deposits from Banks and Non-Bank Financial Institutions	95	-	-	-	-	4,490,291,863.00	-	(141,884,813)	4,348,507,050.00
Deposits - Others	97	1,370,413,280	147,785,791	13,564,984	55,285,916	2,862,742,456.00	17,678,152	(4,375,841,506)	91,630,051.30
Foreign Currency Financial Liabilities	98	-	-	-	-	1,412,490,402.00	-	-	1,412,490,402.00
IMF Related Liabilities	99	-	-	-	-	1,084,754,267.00	-	-	1,084,754,267.00
Allocation of Special Drawing Rights (SDRs)	100	-	-	-	-	602,150,585.00	-	-	602,150,585.00
Borrowings (Public Debt)	101	56,756,068,221	-	-	-	-	-	(8,037,526,009)	50,718,542,212.16
Other Borrowings by Government Entities	102	-	420,482,918	-	70,580,503	289,102,454.00	5,515,832,233	(8,286,978,107)	-
BoT Liquidity Papers	103	-	-	-	-	118,798,633.00	-	-	118,798,633.00
Other Financial Liabilities	104	-	30,484,620	12,741,124	1,718,862	48,172,825.00	221,117,279	(8)	314,234,830.36
Pension Fund Actuarial Liabilities	105	-	-	19,085,584,000	-	-	-	-	19,085,584,000.00
Employee Benefits Liabilities	106	-	14,719,912	169,344,829	192,740,460	9,408,471.00	111,548,582	-	487,730,274.43
Retirement Benefits Obligations	107	-	41,000,701	430,264,294	-	11,545,325	-	-	482,830,920.00
Provisions	108	548,802,694	32,848,953	7,029,929	4,229,018	179,316,262.00	138,887,604	(798,369,571)	812,024,477.80
Deferred Income (Recurrent)	109	334,880,890	269,019,830	-	-	34,710,387.00	56,793,371	(11,231,962,724)	-
Deferred Income (Development)	110	149,131,696	1,308,484,572	-	182,974,947	685,317.00	9,589,086,192	(28,881,382,726)	98,359,587,830.37
TOTAL LIABILITIES		62,774,486,502	4,648,339,561	20,224,422,366	826,887,496	16,888,061,923	23,093,823,619	(81,808,876,015)	33,393,096,068.68
Net Asset		32,722,814,441	46,883,209,263	(7,400,255,197)	10,679,638,071	3,286,256,793	9,226,077,808	(61,808,876,015)	33,393,096,068.68
NET ASSETS/EQUITY									
Capital Contributed by									
Taxpayer Fund		7,858,718,747	30,225,776,501	-	80,067	602,972,651.00	3,463,872,626	(556,630,514)	41,292,780,107.84
Foreign Currency Revaluation Reserves		-	-	-	383,261	8,832,005.00	-	-	9,225,266.00
Fair Value Reserves		-	1,050	38,391,165	-	146,241,807.00	26,268,643	-	210,802,665.00
Deferred Tax Reserves		-	-	-	-	64,765,077	-	(64,755,077)	-
Defined Benefit (Actuarial) Reserves		-	-	3,525,230	-	(15,889,647.00)	6,734,271	-	(5,630,146.00)
Revaluation Surplus		-	138,565,773	-	10,530	256,295,475.00	965,721,327	-	1,126,583,111.00
Other Reserves		-	4,374,085,280	-	73,659,369	1,189,468,100.00	3,511,231,802	(8)	9,148,474,550.96
Minority Interest		-	491	-	-	-	-	-	491.00
Accumulated surplus/(deficits)		25,068,228,593	12,151,780,178	(7,442,171,582)	10,505,514,808	1,159,316,402.00	1,457,364,062	(81,353,055,505)	(18,455,865,053.77)
TOTAL NET ASSETS/EQUITY		32,722,814,441	46,883,209,263	(7,400,255,197)	10,679,638,071	3,286,256,793	9,226,077,808	(61,808,876,015)	33,393,096,068.68

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

'12. Segmented Statement of Cash Flows for the year ended 30th June 2021

	1	2	3	4	5	6		
	Govt. of TZ Budgetary	Govt. of TZ ExtraBudgetary	Govt. of TZ Social Funds	Govt. of TZ Country Govt	Govt. of TZ Financial Corp.	Govt. of TZ NonFinanc. Corp.	ELIMINATION	30 June 2021
CASH FLOW FROM OPERATING ACTIVITIES								
RECEIPTS								
LGA Own Source	1,193,239,103	-	-	-	-	-	(1,193,239,103)	-
Taxes Revenue	31,016,195,802	17,836,773,478	-	-	(885,940)	781,000	(31,819,222,087)	17,033,552,253
Finance Income	257,976,182	48,872	351,325,037	452,699	2,460,869	1,591,018	379,315	614,253,992
Loans	-	456,844,733	-	328,844,860	11,759,555	-	(4)	798,248,144
Fees, fines, penalties and Forfeits	720,835,781	1,401,622,495	-	254,213,618	77,039,062	61,325,278	28,420,712	2,543,456,947
Grants, transfers and subsidies received	-	1,376,811	-	2,403,197	-	-	(3,780,008)	-
Revenue from Exchange Transactions	11,695,255,579	1,251,387,628	-	77,255,302	8,027,734	2,527,278,145	(11,806,878,819)	3,662,337,565
Exchequer Revenue	30,319,868,552	4,293,638	-	4,807,993	-	2,807,767	(30,331,577,949)	-
Subvention from Other Government Entities	1,089,184	5,544,935,180	-	5,023,204,342	2,200,482	4,210,060,851	(14,781,489,839)	-
External Assistance- Grants and Aid	1,728,574,763	470,692,933	-	-	-	2,016,862	(870,107,508)	1,331,177,040
15% of Revenue (dividend) transfer from/to the Social Contributions	272,723,228	-	75,188	(230,778)	-	-	(272,798,416)	-
Other revenue	4,384,571,057	1,002,459,058	749,281,921	139,523,296	710,300,319	1,468,506,247	(370,894,547)	8,083,727,352
Increase in deposits	184,961,987	202,097,131	(2,258,707)	3,266,966	1,186,661,523	45,069,035	(911,049,782)	708,768,134
Total Receipts	81,775,091,184	28,182,342,080	4,301,358,935	5,834,741,495	1,957,463,604	8,319,466,002	(93,181,715,216)	37,228,808,083
PAYMENTS								
Transfer on non-tax Revenue to PMG/Consolidated	20,896,591,089	98,381,474	-	2,003	2,177,947	5,594,365	(21,103,145,979)	-
Subvention to Other Government Entities	44,143,687,132	19,729,718,195	-	49,358,611	-	173,114,103	(84,095,878,040)	-
Grants, transfers and subsidies to	299,158,219	587,115,092	-	7,726,456	-	41,715	(894,041,482)	-
Tax expense	66,699,801	10,020,882	211,893,388	218,174	32,789,021	(4,087,102)	(317,544,144)	-
Wages, Salaries and Employee Benefits	4,440,946,430	2,001,553,740	188,428,596	3,945,773,662	208,994,542	783,828,931	(768,126,832)	10,801,397,299
Social Benefits	520,934,028	21,610,614	2,980,991,247	110,509,999	92,512	957,799	(40,194)	3,635,056,006
Use of goods and services	1,244,627,839	1,840,203,058	69,478,198	735,821,672	94,859,913	2,668,781,994	(2,423,006,949)	4,200,545,725
Routine repair and maintenance paid	133,888,670	886,727,641	8,883,488	158,959,351	6,091,685	215,213,363	(285,489,582)	1,122,254,617
Finance cost	2,530,935,911	12,154,449	86,072	1,400,351	44,603,956	485,192,713	-	3,054,373,452
Other Expenses	1,336,628,843	607,374,377	164,461,112	78,416,253	288,688,120	393,051,844	(292,934,540)	2,575,683,809
Advances to Government	952,513	8,543,437	-	464,203	1,549,673,011	1,254,106	(1,560,887,270)	-
Decrease in Deposit	-	-	-	-	-	-	-	-
(decrease) in escrow Asset	-	-	-	-	3,469	146,000	-	149,469
Total Payments	75,715,028,276	25,803,402,960	3,622,222,081	5,058,650,735	2,227,793,276	4,703,467,831	(91,741,094,812)	26,389,460,346
Net CashFlow from Operating Activities	6,060,062,909	2,378,939,120	679,176,854	776,090,759	(230,299,672)	3,615,998,171	(1,440,620,405)	11,839,347,737
CASH FLOW FROM INVESTING ACTIVITIES								
Investing Activities								
Net decrease/(increase) in Government securities	-	-	-	149,500	9,104,778	-	(9,254,378)	-
Advances to Government	-	15,000	-	-	-	-	(15,000)	-
Increase/decrease in holdings of SDRs	-	-	-	-	(2,117,867)	-	-	(2,117,867)
Increase/decrease in quota in International Monetary	-	-	-	-	(47,202,869)	-	-	(47,202,869)
Increase/decrease in foreign currency marketable	-	-	-	-	(90,925,028)	-	84,113,802	(175,038,630)
Acquisition of equity investments	-	-	(4,345,736)	-	(3,170,003)	-	-	(7,515,739)
LGLB/LGAs (investments) shares receipts	-	-	-	(131,959)	-	-	-	(131,959)
Net decrease/(increase) in Government securities	-	(2,396,850)	(1,013,402,144)	-	(47,465,648)	-	(9,254,378)	(1,067,725,220)
Loan Issued	-	(603,238,922)	-	(80,020,008)	(132,896,482)	(1,432,351)	-	(797,685,761)
Receipt from Loan Issued	35,510,442	385,934,131	376,952,867	28,413,368	389,366,574	-	-	1,216,177,382
Acquisition of investment properties	-	(4,823,813)	(7,696,418)	(11,938,121)	(39,742)	(1,183,179)	(79,000)	(25,402,071)
Acquisition of property, plant, and equipment	(545,632,710)	(1,758,664,812)	(10,593,314)	(727,465,737)	(32,702,948)	(2,471,105,810)	(79,000)	(5,546,244,331)
Acquisition of intangibles	(1,450,962)	(7,478,040)	(846,782)	(81,833)	(3,831,090)	(1,265,994)	-	(14,954,701)
Acquisition of biological assets	(547,134)	85,309	-	(3,147,876)	-	(67,867)	-	(3,877,568)
Acquisition of shares in associate or joint venture	(12,601,414)	(8,820,200)	(65,345,904)	-	-	(3,066,000)	-	(89,833,518)
Acquisition of shares in subsidiary	50,956,452	-	(36,057,959)	-	-	-	-	14,900,493
Proceed from sale of PPE	-	-	-	-	115,827	-	-	115,827
Total Investing Activities	473,763,326	1,984,422,197	761,335,388	774,621,763	64,187,456	2,478,121,201	(15,000)	6,546,336,331
CASH FLOW FROM FINANCING ACTIVITIES								
Financing Activities								
Dividend Paid	-	-	-	-	150,000,000	-	(150,000,000)	-
Increase/(decrease) in Currency in circulation	-	-	-	-	479,356,593	-	-	479,356,593
Increase/(decrease) in foreign currency financial	-	-	-	-	156,552,824	-	-	156,552,824
Increase/(decrease) in IMF related liabilities	-	-	-	-	13,917,170	-	-	13,917,170
Increase/(decrease) in allocation of Special Drawing Rights (SDR)	-	-	-	-	22,606,047	-	-	22,606,047
Cash proceeds from borrowings	-	5,952,400	-	1,357,305	-	97,998,039	(105,307,744)	-
Increase/(decrease) in BOT liquidity papers	-	-	-	-	(78,778,119)	-	-	(78,778,119)
Repayment of borrowing	(5,473,210,212)	-	-	-	-	-	105,307,744	(5,578,517,956)
Total Financing Activities	5,473,210,212	5,952,400	-	1,357,305	(443,654,518)	97,998,039	(150,000,000)	(4,984,863,441)
Net Increase / Decrease in Cash	62,130,919	384,623,493	979,343,721	211,692	122,068,075	1,116,948,289	(2,665,326,189)	-
Loss on foreign currency translation - Unrealized								
Loss on foreign currency translation - Unrealized	-	67,203	-	-	-	-	(67,203)	-
Net Increase / Decrease in Cash	62,130,919	384,623,493	979,343,721	211,692	122,068,075	1,116,948,289	(2,357,178,224)	308,147,965
Gains on foreign currency translation - Unrealized								
Gains on foreign currency translation - Unrealized	-	1,410,788	-	-	15,411,310	361,000	(17,183,098)	-
Cash to be Surrendered to CF								
Cash to be Surrendered to CF	61,179,069	532,871	-	4,807,993	-	-	(66,519,932)	-
Cash and cash equivalent at beginning of period								
Cash and cash equivalents at beginning of period	4,178,913,586	3,620,721,278	489,047,369	462,593,431	6,233,381,721	1,802,774,866	(8,653,838,467)	7,933,593,784
Effect of foreign currency changes	-	-	-	-	17,114,820	-	-	17,114,820
Cash at the end of period	433,698,714	1,149,685,380	1,390,925,551	(118,360,973)	2,032,972,380	1,032,883,360	2,337,052,156	8,258,856,569

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

12. Segmented Statement of Cash Flows for the year ended 30th June 2020

	Budgetary	ExtraBudgetary	Social Funds	Country Govt	Financial Corp.	NonFinanc. Corp.	Elimination	30 June 2020
CASH FLOW FROM OPERATING ACTIVITIES								
RECEIPTS								
LGA Own Source	1,121,282,422	-	-	-	-	-	(1,121,282,422)	-
Taxes Revenue	36,688,892,591	18,766,551,080	54,969,207	-	(154,441)	(2,762,000)	(38,072,125,140)	17,435,371,297
Finance Income	0	674,939	26,955,905	4,279,934	1,613,586	1,310,534	(4,185,817)	30,649,081
Levies	18,341,626	154,484,815	0	307,888,515	13,366,401	0	-	494,081,357
Fees, fines, penalties and Forfeits	731,281,210	1,534,491,674	15,345,164	245,733,048	79,768,521	71,156,776	926,564,499	3,604,340,893
Grants, transfers and subsidies received	0	528,589	-	1,437,974	-	-	(1,966,563)	-
Revenue from Exchange Transactions	10,181,610,810	1,381,892,148	9,575,935	66,987,847	14,034,078	2,550,883,237	(9,794,352,684)	4,410,631,371
Exchequer Revenue	28,334,700,464	6,520,395	-	6,580,871	-	-	(28,347,801,730)	-
Subvention from Other Government Entities	4,337,506	5,550,618,862	-	4,751,512,284	32,354,972	2,470,955,991	(12,809,779,614)	-
External Assistance- Grants and Aid	2,239,350,282	19,442,160	-	-	-	-	(1,119,675,140)	1,139,117,302
15% of Revenue (dividend) transfer from/(to) the Government Entities	706,424,238	-	(27,560)	-	-	-	(706,396,678)	-
Social Contributions	-	148,395	3,467,013,983	22,878	-	2,482	(1,305,077,972)	2,162,109,766
Other revenue	196,079,433	2,272,442,125	762,458,075	138,560,242	1,207,615,412	2,672,029,617	626,108,603	7,875,293,506
Increase in deposits	79,223,539	84,414,220	(4,223,918)	(10,008,269)	1,610,445,842	112,063	(5,184,499)	1,754,778,979
Total Receipts	80,301,524,120	29,772,209,401	4,332,066,791	5,512,995,324	2,959,044,371	7,763,688,702	(91,735,155,156)	38,906,373,553
PAYMENTS								
Transfer on non-tax Revenue to PMG/Consolidated Fund	20,211,016,436	100,940,009	0	20	970,083	7,471,536	(20,320,398,085)	-
Subvention to Other Government Entities	42,496,572,854	19,248,372,649	0	95,747,285	161,425	135,653,464	(61,976,507,676)	-
Grants, transfers and subsidies to	466,530,739	527,999,962	0	5,157,603	0	3,535,856	(1,003,224,160)	-
Tax expense	0	308,071,153	59,473,720	308,675	26,562,452	94,921,659	(489,337,659)	-
Wages, Salaries and Employee Benefits	4,502,933,716	1,749,443,639	1,071,114,037	3,916,665,539	206,370,755	767,051,727	(1,306,410,687)	10,907,168,726
Social Benefits	625,563,302	5,872,283	2,819,874,900	29,619,106	1,084,630	630,659	(951,070,395)	2,531,574,485
Use of goods and services	859,552,114	1,690,460,592	68,475,499	618,885,601	80,088,255	2,619,738,277	(1,127,775,785)	4,809,424,553
Routine repair and maintenance paid	89,314,076	806,834,756	7,778,102	179,465,917	4,964,821	238,502,984	(16,339,628)	1,310,521,028
Finance cost	2,352,169,377	8,240,297	77,240	2,570,307	48,748,869	201,223,900	-	2,613,029,989
Other Expenses	1,907,155,359	1,530,962,353	148,212,001	98,775,879	101,732,014	66,456,898	(2,753,219,433)	1,500,075,071
Advances to Government	0	(49,501)	0	(143,061)	(394,413,640)	2,461,079	392,145,123	-
Decrease in Deposit	0	0	0	0	0	0	-	-
(decrease) in escrow Asset	0	0	0	0	35,261	422,000	-	457,261
Total Payments	73,510,807,972	25,977,148,193	4,175,005,499	4,947,052,870	76,304,925	4,538,070,039	(89,552,138,386)	23,672,251,112
Net Cash Flow from Operating Activities	6,790,716,148	3,795,061,208	157,061,292	565,942,455	2,882,739,446	3,225,618,663	(2,183,016,771)	15,234,122,440
CASH FLOW FROM INVESTING ACTIVITIES								
Investing Activities								
Increase/decrease in foreign currency marketable securities	-	-	-	-	(125,476,503)	-	(870,496,767)	(995,973,270)
Increase/decrease in holdings of SDRs	-	-	-	-	(47,292,164)	-	94,584,328	47,292,164
Increase/decrease in quota in International Monetary Fund (IMF)	-	-	-	-	(8,856,515)	-	17,713,030	8,856,515
Increase/decrease in foreign currency marketable securities	-	-	-	-	1,121,449,773	-	(1,121,449,773)	-
Acquisition of equity investments	-	-	47,158,542	-	1,026,315	-	(96,369,714)	(48,184,857)
LGLBL/GAs (investments)/shares receipts	-	-	-	148,978	0	-	(297,956)	(148,978)
Net decrease/(increase) in Government securities	-	717,191	82,362,366	-	100,551,359	-	(367,261,832)	(183,630,916)
Loan Issued	-	434,330,206	-	27,683,243	(45,418,265)	-	(833,190,368)	(416,595,184)
Receipt from Loan Issued	-	(222,590,468)	(296,368,130)	(13,381,088)	(60,140,578)	-	1,184,960,563	582,480,282
Acquisition of investment properties	-	168,736	66,311,348	674,576	97,017	8,874,148	(148,251,650)	(74,125,825)
Acquisition of property, plant, and equipment	639,862,839	2,823,760,816	11,590,506	669,754,875	27,985,457	3,234,253,996	(14,814,416,977)	(7,407,208,489)
Acquisition of intangibles	531,374	9,697,669	3,372,107	116,712	3,275,781	55,885,243	(145,757,772)	(72,878,896)
Acquisition of biological assets	(532,516)	(131,146)	-	111,357	-	(2,932)	1,110,474	555,237
Acquisition of shares in associate or joint venture	-	3,237,615	26,884,979	-	-	209,836	(60,664,860)	(30,332,430)
Acquisition of shares in subsidiary	-	-	56,085,321	-	-	-	(112,170,642)	(56,085,321)
Total Investing Activities	639,861,697	3,049,190,599	(2,602,961)	685,108,653	967,201,679	3,297,220,291	(17,271,959,915)	(8,635,979,958)
CASH FLOW FROM FINANCING ACTIVITIES								
Financing Activities								
Dividend Paid	-	-	-	-	250,000,000	-	(250,000,000)	-
Increase/(decrease) in Currency in circulation	-	-	-	-	(260,118,261)	-	520,236,522	260,118,261
Increase/(decrease) in foreign currency financial liabilities	-	-	-	-	(493,233,454)	-	986,466,908	493,233,454
Increase/(decrease) in IMF related liabilities	-	-	-	-	112,184,918	-	(224,369,836)	(112,184,918)
Increase/(decrease) in allocation of Special Drawing Rights (SDRs)	-	-	-	-	4,241,496	-	(8,482,992)	(4,241,496)
Cash proceeds from borrowings	390,777	(773,388)	-	4,847,332	(100,933,010)	(38,456,250)	134,924,538	-
Increase/(decrease) in BOT liquidity papers	-	-	-	-	211,965,199	-	(423,930,398)	(211,965,199)
Cash proceeds from borrowings	(5,779,286,656)	-	-	-	0	-	134,924,538	(5,644,362,118)
Total Financing Activities	(5,779,677,433)	(773,388)	-	4,847,332	(275,893,112)	(38,456,250)	870,550,835	(5,218,402,016)
Net Increase / Decrease in Cash	371,567,795	765,061,887	411,581,830	(124,013,531)	1,910,904,305	(84,064,929)	(1,872,296,890)	1,378,740,467
Cash to be Surrendered to CF	192,631,353	743,717	-	7,933,681	-	-	(201,308,751)	-
Cash and cash equivalents at beginning of period	1,551,489,980	2,963,048,243	571,205,903	381,773,718	6,063,985,931	777,931,516	(5,783,648,576)	6,525,786,716
Effect of Foreign Currency Changes	-	-	-	-	29,066,602	-	-	29,066,602
Cash at the end of period	1,730,426,422	3,727,366,413	982,787,733	249,826,506	8,003,956,837	693,866,588	(7,454,636,715)	7,933,593,784

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

13. ELIMINATION ADJUSTMENTS

Segmented Statement of Financial Performance

		30th June 2021					30th June 2020				
	NOTE	30th June 2021	30th June 2020	General Government Sector	Public Corporation	ELIMINATION	General Government Sector	Public Corporation	ELIMINATION		
		TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)	TZS (000)		
Revenue											
Taxes Revenue	15	20,731,885,165	19,529,822,560	57,519,876,023	-	(36,787,990,868)	57,601,947,700	-	(38,072,125,140)		
Revenue From Exchange Transactions	16	3,374,930,987	4,197,489,321	13,112,271,619	2,696,909,194	(12,434,249,826)	11,617,626,554	2,590,046,737	(10,010,173,970)		
Social Contributions	17	2,130,486,697	1,720,489,467	2,879,965,882	-	(749,479,185)	3,025,567,439	-	(1,305,077,972)		
External Assistance - Grants and Aid	18	1,331,177,040	1,139,117,302	2,199,267,686	2,016,862	(870,107,508)	2,258,792,442	-	(1,119,675,140)		
Finance Income	19	614,253,992	30,649,081	610,182,105	4,071,887	-	27,724,961	2,924,120	-		
Levies	20	803,925,829	515,125,437	791,226,647	12,699,182	-	501,834,265	13,291,171	-		
Fees, Fines, Penalties and Forfeits	21	2,546,537,840	2,736,270,332	2,442,859,489	136,291,418	(32,613,067)	2,599,120,274	150,094,430	(12,944,372)		
Other Revenue	22	4,643,969,644	6,414,671,991	2,526,366,374	2,711,297,147	(593,693,877)	3,819,264,988	2,532,157,436	63,249,567		
Debt Forgiveness	24	44,035	20,512,136	44,035	-	-	20,512,136	-	-		
Fair Value Gains on Equity Investments	26	205,452,354	-	248,439,995	5,330,207	(48,317,848)	27,969,465	579,873	(28,549,338)		
Fair Value Gains on Government Securities	27	127,315,621	32,004	130,269,809	6,300,190	(9,254,378)	-	32,004	-		
Fair Value Gains on Investment Properties	28	276,577,954	402,326,883	194,277,599	84,167,812	(1,867,457)	62,400	481,944,029	(79,679,546)		
Fair Value Gains on Biological Assets	29	1,115,223	4,259,272	2,866,657	-	(1,571,434)	7,590,043	-	(3,330,771)		
Fair Value Gains on Actuarial Valuation of Defined Benefit Plans	30	-	16,587,795	4,461,468	24,066,485	(28,527,953)	1,496,600	52,599,071	(37,507,876)		
Fair Value Gains on Financial Assets	31	-	5,749,391,078	220,489	-	(220,489)	5,727,573,766	23,674,912	(1,857,600)		
Gains on Foreign Currency Translation	33	-	125,476,503	3,584,341	206,356,375	(209,940,715)	-	125,476,503	-		
Gains on Disposal of Assets	34	-	109,190,073	854,810	49,952	(904,762)	94,682,817	14,507,256	-		
Exchange Revenue	35	-	-	30,788,915,256	2,807,767	(30,791,723,023)	1,545,794	88,289	(1,634,083)		
Subvention From Other Government Entities	36	-	-	12,975,125,184	452,018,610	(13,427,143,794)	28,216,054,129	-	(28,216,054,129)		
LGA Own Source Revenue	23	-	-	1,193,239,103	-	(1,193,239,103)	11,767,163,510	424,470,258	(12,191,633,767)		
15% of Revenue (Dividend) Transfer from/to the Government Entities	25	-	-	272,723,228	-	(272,723,228)	1,121,282,422	-	(1,121,282,422)		
Total Revenue		36,787,672,371	42,711,421,236	127,896,857,801	6,344,383,088	(97,453,568,518)	126,437,811,706	6,411,686,088	(92,138,276,559)		
Expenses											
Wages, Salaries and Employee Benefits	39	11,075,107,957	10,277,414,637	10,698,406,830	1,144,827,758	(768,126,632)	10,443,070,374	1,140,754,950	(1,306,410,687)		
Use of goods and services	40	4,895,229,025	4,566,214,493	4,694,412,769	1,634,701,012	(1,433,884,757)	3,469,137,644	1,575,832,031	(478,755,182)		
Routine Repair and Maintenance Expenses	41	1,159,523,339	1,252,548,500	1,200,026,379	226,951,139	(267,456,179)	1,036,444,898	232,443,630	(16,339,628)		
Social Benefits	42	3,724,103,049	3,232,243,803	3,723,566,052	577,191	(40,194)	3,310,211,085	626,308	(78,595,590)		
Finance Costs	43	2,092,714,263	1,900,849,781	2,541,292,148	252,913,757	(701,491,642)	2,388,692,839	269,846,152	(757,689,209)		
Other Expenses	44	2,781,966,267	2,393,584,874	2,176,116,968	888,570,438	(282,721,140)	1,605,300,436	802,952,261	(14,667,823)		
Provision for Obsolete Inventories	45	6,258,879	1,116,561	6,191,171	65,508	-	1,027,999	88,662	-		
Subvention to Other Government Entities	46	-	-	76,263,974,961	177,363,047	(76,441,338,008)	71,635,631,452	141,003,211	(71,776,634,663)		
Grants, Transfers and Subsidies Issued	47	808,133,403	959,603,232	816,360,323	-	(8,226,920)	985,866,481	-	(26,263,249)		
Depreciation of Property, Plant and Equipment	48	3,320,127,131	3,057,126,782	2,524,408,028	795,719,103	-	2,291,590,837	765,535,945	-		
Depreciation of Investment Properties	49	9,454,789	11,907,443	8,869,065	585,724	-	6,346,718	8,637,522	(3,276,797)		
Amortization of Intangible Assets	50	88,245,066	87,501,701	45,334,883	42,910,183	-	45,166,408	39,058,496	3,276,797		
Impairment of Property, Plant and Equipment	51	82,757,707	19,022,676	82,261,459	496,248	-	18,374,330	646,346	-		
Impairment of Intangible Asset	52	2,844,591	127,326	2,706,056	138,535	-	127,326	-	-		
Impairment of Investment Property	53	2,865,747	2,861,456	4,291	2,861,456	-	-	2,861,456	-		
Impairment of Receivables	54	660,023,841	90,675,800	627,636,225	32,387,615	-	64,582,231	25,998,289	95,280		
Impairment of Loans	55	35,450,506	49,854,001	643,288	34,807,218	-	9,307,431	40,546,570	-		
Fair Value Losses on Equity Investments	57	-	702,391,126	48,316,535	1,313	(48,317,848)	730,940,464	-	(28,549,338)		
Fair Value Losses on Government Securities	58	-	-	149,600	9,104,778	(9,254,378)	-	-	-		
Fair Value Losses on Investment Property	59	-	-	457	1,867,000	(1,867,457)	60,377,546	19,302,000	(79,679,546)		
Fair Value Losses on Biological Assets	60	-	-	1,571,434	-	(1,571,434)	3,330,771	-	(3,330,771)		
Fair Value Losses on Actuarial Valuation of Defined Benefit Plans	61	9,491,952	-	-	38,019,905	(28,527,953)	3,567,646	33,940,230	(37,507,876)		
Fair Value Losses on Financial Assets	62	23,130,949	-	5,461,662	17,889,776	(220,489)	570,298	1,287,302	(1,857,600)		
Fair Value Losses on Marketable Securities	63	84,113,602	-	-	84,113,602	-	-	-	-		
Losses of Foreign Currency Translation	64	722,120,945	53,110,691	922,975,638	9,086,022	(209,940,716)	12,351,011	40,759,680	-		
Losses on Disposal of Assets	65	1,105,228	99,437,793	2,108,398	123,860	(1,127,030)	101,028,411	43,465	(1,634,083)		
Tax Expenses	66	-	-	382,144,097	200,243,712	(582,387,809)	383,845,075	267,697,565	(651,542,640)		
Revenue Transfer To PMG/Consolidated Fund	68	-	-	21,094,974,567	8,171,412	(21,103,145,979)	20,311,856,466	8,441,619	(20,320,398,085)		
Total Expenses		31,584,766,035	28,757,593,074	127,569,915,283	5,604,497,316	(101,889,846,584)	118,918,846,075	5,418,507,680	(95,579,760,689)		
Share of Surplus of Associates and Joint Ventures		2,369,608	62,465,436	2,192,300	177,308	-	50,125,549	14,322,303	(1,982,416)		
Surpluses/deficits for the period		5,205,275,943	14,016,293,598	29,134,817	740,063,080	4,436,078,046	9,569,091,160	1,007,706,701	3,439,501,714		

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)13. ELIMINATION ADJUSTMENTS (Continued)
Segmented Statement of Financial Position

	NOTE	30th June 2021	30th June 2020			30th-June 2021			30th-June 2020
				General Government Sector	Public Corporation Sector	Elimination	General Government Sector	Public Corporation Sector	Elimination
ASSETS									
Current Asset									
Cash and Cash Equivalent	70	8,258,856,568	7,933,593,784	5,831,155,565	7,698,779,709	(5,271,078,706)	5,467,517,844	6,541,917,447	(4,375,841,508)
Fixed Deposits/Placements	71	468,216,707	581,697,080	592,537,824	17,066,494	(141,387,611)	695,978,064	27,413,829	(141,694,813)
Holdings of Special Drawing Rights (SDRs)	72	22,217,849	20,100,182	-	22,217,849	-	-	20,100,182	-
Quota in International Monetary Fund (IMF)	73	1,304,531,756	1,257,328,887	-	1,304,531,756	-	-	1,257,328,887	-
Foreign Currency Marketable Securities	74	6,255,042,431	6,201,955,789	-	6,255,042,431	-	-	6,201,955,789	-
Equity Investments	75	1,739,895,227	1,669,596,192	1,567,194,075	172,701,152	-	1,482,748,350	186,847,842	-
Government Securities	76	3,271,623,256	1,228,831,670	7,467,795,368	2,130,318,088	(6,326,490,200)	4,389,333,672	2,032,205,912	(5,192,707,914)
Receivables	77	11,513,815,633	8,245,171,434	15,206,054,121	6,497,143,934	(10,189,382,422)	10,460,889,805	3,437,397,953	(5,653,116,424)
Loans Receivables	78	8,644,927,361	10,862,066,176	14,110,974,424	1,371,141,404	(6,837,168,467)	15,404,545,352	1,753,498,930	(6,295,978,107)
Prepayments	79	2,823,012,795	3,020,737,072	1,050,528,218	1,772,484,577	-	1,206,966,804	1,813,770,469	-
Inventories	80	1,183,566,850	1,283,519,089	661,779,023	521,787,827	-	755,580,911	527,938,157	-
Deferred Currency Cost	81	52,103,739	34,035,017	-	52,103,739	-	-	34,035,017	-
Other Financial Assets	82	1,666,112,462	210,247,501	1,350,806,795	315,305,667	-	671,173,790	88,978,731	(549,905,020)
Escrow Accounts	83	149,930,016	149,780,547	-	149,930,016	-	-	149,780,547	-
Retirement Benefit Asset	84	12,916,954	12,102,386	12,916,954	-	-	11,315,864	786,522	-
Investments in LGLB- LGAs To LGLB	91	8,315,955,628	-	3,039,831,693	5,276,123,935	-	6,715,493	-	(6,715,493)
Non-Current Asset Held for Sale	92	79,428,553,636	2,154,824	53,200,848,910	26,227,704,725	-	2,143,912	10,912	-
Investment Properties	85	442,898,180	7,946,022,531	296,837,907	145,960,273	-	2,729,878,888	5,216,143,642	-
Property Plant and Equipment	86	165,739,067	74,991,557,132	161,367,873	4,371,194	-	52,646,628,129	22,344,929,003	-
Intangible Assets	87	2,171,093,698	529,603,701	2,017,846,574	153,247,124	-	325,507,040	204,096,661	-
Biological Assets	88	597,899,282	155,460,399	72,513,510,273	6,500,000	(71,922,110,991)	151,564,827	3,895,572	-
Investments in Associates and Joint Ventures	89	-	2,281,649,967	6,880,357	-	(6,880,357)	2,137,021,829	144,628,138	0
Investments in Controlled Entities (Subsidiaries)	90	533,295	4,145,472,559	522,383	10,912	-	72,714,072,025	6,500,000	(68,575,099,466)
TOTAL ASSETS		138,489,442,388	132,762,683,899	179,089,488,336	60,094,472,806	(100,694,518,753)	171,259,582,501	52,294,160,142	(90,791,058,744)
LIABILITIES									
Payables and Accruals	93	14,554,520,025	14,454,232,281	6,757,782,332	7,796,757,690	3	6,704,451,970	7,749,780,312	-
Currency in Circulation	94	5,704,677,413	5,225,320,820	-	5,704,677,413	-	-	5,225,320,820	-
Deposits from Banks and Non-Bank Financial Institutions	95	4,329,317,959	4,348,597,050	-	4,470,705,570	(141,387,611)	-	4,490,291,863	(141,694,813)
Deposit - Others	97	819,686,276	91,639,051	1,978,593,816	4,112,171,166	(5,271,078,706)	1,587,059,951	2,880,420,608	(4,375,841,508)
Foreign Currency Financial Liabilities	98	1,569,043,226	1,412,490,402	-	1,569,043,226	-	-	1,412,490,402	-
IMF Related Liabilities	99	1,108,671,457	1,094,754,287	-	1,108,671,457	-	-	1,094,754,287	-
Allocation of Special Drawing Rights (SDRs)	100	624,756,632	602,150,585	-	624,756,632	-	-	602,150,585	-
Borrowings (Public Dept)	101	55,799,436,083	50,719,170,218	64,519,633,039	-	(8,720,196,956)	56,756,696,221	-	(6,037,526,003)
Other Borrowings by Government Entities	102	344,744,239	-	421,932,349	6,760,000,356	(6,837,168,467)	491,043,420	5,804,934,687	(6,295,978,107)
BoT Liquidity Papers	103	40,010,514	118,788,633	-	40,010,514	-	-	118,788,633	-
Other Financial Liabilities	104	65,784,221	314,234,830	2,701,829	63,082,392	-	44,944,626	269,290,204	-
Pension Fund Actuarial Liabilities	105	20,017,000,000	19,095,594,000	20,017,000,000	-	-	19,095,594,000	-	-
Employee Benefits Liabilities	106	523,471,093	497,760,274	400,383,246	123,087,847	-	376,802,221	120,958,053	-
Retirement Benefits Obligations	107	758,437,088	482,830,920	732,873,143	25,563,945	-	471,284,995	11,545,925	-
Provisions	108	1,067,936,870	912,024,478	750,637,989	316,998,882	-	592,710,582	319,313,896	-
Deferred Income (Recurrent)	109	-	-	459,299,065	89,247,197	(548,546,262)	706,885,813	91,503,758	(798,389,571)
Deferred Income (Development)	110	-	-	1,893,419,685	13,702,488,678	(15,595,908,363)	1,641,571,215	9,590,381,509	(11,231,952,724)
TOTAL LIABILITIES		107,327,493,096	99,369,587,830	97,934,536,494	46,507,262,964	(37,114,306,362)	88,469,045,014	39,781,925,542	(28,681,382,726)
Net Asset		31,161,949,292	33,393,096,069	81,154,951,842	13,587,209,841	(63,580,212,391)	82,790,537,487	12,512,234,601	(61,909,676,019)
NET ASSETS/EQUITY									
Capital Contributed by:									
Taxpayer Fund	41,974,805,887	41,292,780,108	-	63,936,115	41,910,669,772	37,882,555,345	3,966,845,277	(556,620,514)	-
Foreign Currency Revaluation Reserves	63,101,454	9,225,266	3,525,230	(18,905,321)	78,481,545	393,261	8,832,005	-	-
Fair Value Reserves	110,092,677	210,902,665	39,662,672	70,430,006	(1)	38,392,215	172,510,450	-	-
Deferred Tax Reserves	63,936,115	64,755,077	-	63,101,454	834,661	-	64,755,077	-	-
Defined Benefit (Actuarial) Reserves	-	(5,630,146)	314	-	(15,380,405)	3,525,230	(9,165,376)	-	-
Revaluation Surplus	1,048,584,539	1,128,583,111	3,669,825,582	4,979,888,752	(7,600,929,795)	136,576,309	992,006,802	-	-
Other Reserves	8,649,514,334	9,148,474,551	3,744,656	1,044,839,883	7,600,929,795	4,447,744,649	4,700,729,902	-	-
Minority Interest	314	491	37,926,118,598	4,055,367,647	(41,981,485,930)	491	-	-	-
Accumulated surpluses/(deficits)	-	(18,455,995,054)	39,512,274,791	3,328,551,305	(63,573,332,033)	40,281,349,887	2,615,710,464	(61,353,055,505)	-
TOTAL NET ASSETS/EQUITY		31,161,949,292	33,393,096,069	81,154,951,842	13,587,209,841	(63,580,212,391)	82,790,537,487	12,512,234,601	(61,909,676,019)

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

13. ELIMINATION ADJUSTMENTS (Continued)

Segmented Statement of Cash Flows

			2021			2020		
CASH FLOW FROM OPERATING ACTIVITIES	30 June 2020	30 June 2020	General Government	Public Corporation	Elimination	General Government	Public Corporation	Elimination
RECEIPTS								
LGA Own Source	-	-	1,193,239,103	-	-	1,121,282,421.83	-	(1,121,282,422)
Taxes Revenue	17,550,085,321	17,435,371,287	48,852,960,280	194,940	1,193,239,103	55,510,412,878.00	2,916,441	(38,072,125,140)
Finance Income	614,253,992	30,649,081	609,802,790	4,071,887	379,315	31,910,778.49	2,924,120	(4,185,817)
Levies	798,249,144	494,081,357	786,489,593	11,759,555	4	480,714,955.93	13,366,401	-
Fees, fines, penalties and Forfeits	2,543,456,947	3,604,340,893	2,376,671,895	138,364,340	28,420,712	2,526,851,095.39	150,925,299	926,564,499
Grants, transfers and subsidies received	-	-	3,780,008	-	3,780,008	1,966,562.56	-	(1,966,563)
Revenue from Exchange Transactions	3,662,337,565	4,410,631,371	13,033,908,506	2,535,305,879	-	11,640,066,740.21	2,564,917,315	(9,794,352,684)
Exchequer Revenue	-	-	30,328,770,182	2,807,767	-	28,347,801,729.60	-	(28,347,801,730)
Subvention from Other Government Entities	-	-	10,569,228,706	4,212,261,133	-	10,306,468,651.76	2,503,310,963	(12,809,779,614)
External Assistance- Grants and Aid	1,331,177,040	1,139,117,302	2,199,267,686	2,016,862	870,107,508	2,258,792,442.00	-	(1,119,675,140)
15% of Revenue (dividend) transfer from/(to) the Government Entities	-	-	272,798,416	-	272,798,416	706,396,677.78	-	(706,396,678)
Social Contributions	2,453,285,656	2,162,109,766	3,202,764,841	-	749,479,185	3,467,185,256.00	2,482	(1,305,077,972)
Other revenue	7,567,194,284	7,875,293,506	6,275,815,333	2,178,806,566	887,427,615	3,369,539,874.11	3,879,645,029	626,108,603
Increase in deposits	708,768,134	1,754,778,979	388,067,357	1,231,750,556	911,049,782	149,405,572.95	1,610,557,905	(5,184,499)
Total Receipts	37,228,808,083	38,906,373,553	120,093,573,693	10,316,949,606	93,181,715,216	119,918,795,636.61	10,722,733,072	(91,735,155,156)
PAYMENTS								
Transfer on non-tax Revenue to PMG/Consolidated Fund	-	-	21,094,974,567	8,171,412	-	20,311,956,465.80	8,441,619	(20,320,396,085)
Subvention to Other Government Entities	-	-	63,922,763,937	173,114,103	-	61,840,692,787.22	135,814,889	(61,976,507,676)
Grants, transfers and subsidies to	-	-	893,999,767	41,715	64,095,878,040	999,688,303.78	3,535,856	(1,003,224,160)
Tax expense	-	-	268,832,225	28,711,919	317,544,144	367,853,547.68	121,484,111	(489,337,659)
Wages, Salaries and Employee Benefits	10,801,397,269	10,907,168,726	10,576,702,428	992,821,473	768,126,632	11,240,156,930.81	973,422,482	(1,306,410,687)
Social Benefits	3,635,056,006	2,531,574,485	3,634,045,889	1,050,311	40,194	3,480,929,591.31	1,715,289	(951,070,395)
Use of goods and services	4,200,545,725	4,809,424,553	3,860,130,768	2,763,421,906	2,423,006,949	3,237,373,805.93	2,699,826,532	(1,127,775,785)
Routine repair and maintenance paid	1,122,254,617	1,310,521,028	1,186,439,151	221,305,048	285,489,582	1,083,392,851.08	243,467,805	(16,339,628)
Finance cost	3,054,373,452	2,613,029,989	2,544,576,783	509,796,669	-	2,363,057,220.36	249,972,769	-
Other Expenses	2,575,883,809	1,500,075,071	2,186,878,384	681,739,964	292,934,540	3,685,105,592.12	568,188,912	(2,753,219,433)
Advances to Government	-	-	9,960,153	1,550,927,117	1,560,867,270	192,562.00	391,952,561	392,145,123
Decrease in Deposit	-	-	-	-	-	-	-	-
(decrease) in escrow Asset	149,469	457,261	-	149,469	-	-	457,261	-
Total Payments	25,389,460,346	23,672,251,112	110,199,304,051	6,931,251,106	91,741,094,812	108,610,014,534.09	4,614,374,964	(89,552,138,386)
Net CashFlow from Operating Activities	11,839,347,737	15,234,122,440	9,894,269,642	3,385,698,499	1,440,620,405	11,308,781,102.52	6,108,358,109	(2,183,016,771)
CASH FLOW FROM INVESTING ACTIVITIES								
Investing Activities	-	-	-	-	-	-	-	-
Increase/decrease in foreign currency marketable securities	-	(995,973,270)	-	84,113,602	84,113,602	-	125,476,503	(870,496,767)
Increase/decrease in holdings of SDRs	2,117,667	47,292,164	-	2,117,667	-	-	47,292,164	94,584,328
Increase/decrease in quota in International Monetary Fund (IMF)	47,202,869	8,856,515	-	47,202,869	-	-	8,856,515	17,713,030
Increase/decrease in foreign currency marketable securities	-	-	-	84,113,602	84,113,602	-	1,121,449,773	(1,121,449,773)
Acquisition of equity investments	7,515,739	(48,184,857)	4,345,736	3,170,003	-	47,158,542.00	1,026,315	(96,369,714)
LGLB/LGAS (investments)/shares receipts	131,959	(148,978)	131,959	-	-	148,978.00	-	(297,956)
Net decrease/(increase) in Government securities	-	(183,630,916)	149,600	9,104,778	9,254,378	83,079,557.00	100,551,359	(367,261,832)
Loan issued	797,885,761	(416,585,184)	663,258,928	134,428,833	-	462,013,448.80	45,418,265	(833,190,368)
Receipt from Loan Issued	1,216,177,382	592,480,282	826,810,808	389,366,574	-	532,339,705.73	60,140,576	1,184,960,563
Acquisition of investment properties	25,402,071	(74,125,825)	24,258,160	1,222,921	79,000	87,154,660.00	6,971,165	(148,251,650)
Acquisition of property, plant, and equipment	5,546,244,331	(7,407,208,489)	3,042,356,573	2,503,808,758	79,000	4,144,969,036.01	3,262,239,453	(14,814,416,977)
Acquisition of intangibles	14,954,701	(72,878,886)	9,857,517	5,097,084	-	13,717,862.00	59,161,024	(145,757,772)
Acquisition of biological assets	3,677,568	555,237	3,609,701	67,867	-	552,305.00	2,932	1,110,474
Acquisition of shares in associate or joint venture	89,833,518	(30,332,430)	86,787,518	3,066,000	-	30,122,594.00	209,836	(60,664,860)
Acquisition of shares in subsidiary	14,900,493	(56,085,321)	14,900,493	-	-	56,085,321.00	-	(112,170,642)
Total Investing Activities	6,546,336,331	(8,635,979,958)	4,004,042,674	2,542,308,657	15,000	4,371,557,988.08	4,264,421,970	(17,271,959,915)
CASH FLOW FROM FINANCING ACTIVITIES								
Financing Activities	-	-	-	-	-	-	-	-
Dividend Paid	-	-	-	150,000,000	150,000,000	-	250,000,000	(250,000,000)
Increase/(decrease) in Currency in circulation	479,356,593	260,118,281	-	479,356,593	-	-	260,118,261	520,236,522
Increase/(decrease) in foreign currency financial liabilities	156,552,824	493,233,454	-	156,552,824	-	-	493,233,454	986,486,908
Increase/(decrease) in IMF related liabilities	13,917,170	(112,184,918)	-	13,917,170	-	-	112,184,918	(224,369,838)
Increase/(decrease) in allocation of Special Drawing Rights (SDRs)	22,606,047	(4,241,496)	-	22,606,047	-	-	4,241,496	(8,482,992)
Cash proceeds from borrowings	-	-	7,309,705	97,998,039	105,307,744	4,464,721.72	139,389,260	134,924,538
Increase/(decrease) in BOT liquidity papers	78,778,119	(211,965,199)	-	78,778,119	-	-	211,965,199	(423,630,398)
Cash proceeds from borrowings	-	(5,644,362,118)	7,309,705	97,998,039	105,307,744	5,779,286,658.00	-	134,924,538
Total Financing Activities	4,984,863,441	(5,219,402,016)	5,480,519,917	345,656,476	150,000,000	5,775,603,488.28	314,349,362	870,550,835
Net Increase / Decrease in Cash	-	1,378,740,467	1,426,309,825	1,239,016,364	2,665,326,189	1,424,197,880.98	1,826,839,376	(1,872,296,890)
Cash to be Surrendered to CF	-	-	-	-	-	201,308,751.08	-	(201,308,751)
Cash and cash equivalents at beginning of period	7,933,593,784	6,525,786,716	8,751,275,664	7,836,156,587	8,653,838,467	5,467,517,844.22	6,841,917,447	(5,783,648,576)
Effect of Foreign Currency Changes	-	29,066,602	-	17,114,820	17,114,820	-	29,066,602	-
Cash at the end of period	8,258,856,568	7,933,593,784	2,855,948,672	3,065,855,740	2,337,052,156	6,690,407,074.12	8,697,823,425	(7,454,636,715)

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

14. EXCHEQUER ISSUED/RECEIVED

	30 th June, 2021	CFS, Personnel Emoluments and Other Charges	Dfund and Development	Retention and Government Finances	Principal and Interest	Total
Vote	Name of the Vote	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000
02	Teachers Service Commission	13,253,415	-	-	-	13,253,415
03	National Land Use Planning Commission	2,616,941	597,150	-	-	3,214,091
04	Records And Archives Management Department	2,996,096	570,471	-	-	3,566,568
05	National Irrigation Commission	4,239,207	8,759,203	-	-	12,998,410
07	Treasury Registrar	357,944,372	42,441,383	-	-	400,385,755
09	Secretariat of The Public Remuneration Board	1,259,377	-	-	-	1,259,377
10	Joint Finance Commission	2,720,662	-	-	-	2,720,662
12	Judiciary Service Commission	2,191,704	-	-	-	2,191,704
13	Financial Intelligent Unit	2,794,103	259,579	-	-	3,053,683
14	Fire and Rescue Force	32,026,059	6,077,147	-	-	38,103,206
15	Commission for Mediation and Arbitration	4,021,744	-	-	-	4,021,744
16	Attorney Generals' Office	6,419,893	92,316	-	-	6,512,209
18	UNESCO Commission	1,870,935	-	-	-	1,870,935
19	Office of The Solicitor General	8,444,640	-	-	-	8,444,640
20	The State House	24,056,305	-	-	-	259,498,562
21	The Treasury	656,133,733	235,442,257	-	-	656,133,733
22	Public Debt and General Services	7,507,224	-	-	9,351,829,806	9,359,337,030
23	Accountant General Department	57,849,330	3,389,200	-	-	61,238,530
24	The Cooperative Development Commission	8,525,363	0	-	-	8,525,363
25	Prime Minister	9,848,454	-	-	-	9,848,454
26	Vice President	9,361,454	-	-	-	9,361,454
27	Registrar of Political Parties	24,794,655	305,000	-	-	25,099,655
28	Ministry of Home Affairs - Police Force	606,646,101	17,347,312	-	-	623,993,413
29	Ministry of Home Affairs - Prisons Services	193,544,365	29,393,206	-	-	222,937,571
30	President Office and Cabinet Secretariat	481,676,702	134,627,600	-	-	616,304,303
31	Vice President Office	12,453,767	3,105,659	-	-	15,559,426
32	President Office - Public Service Management	31,646,404	11,551,138	-	-	43,197,542
33	Ethics Secretariat	7,286,041	2,647,317	-	-	9,933,358
34	Foreign Affairs and International Cooperation	150,460,508	4,269,633	-	-	154,730,140
35	Directorate of Public Prosecution	22,238,929	369,889	-	-	22,608,818
36	RAS Katavi	47,922,437	20,150,836	6,293,434	-	74,366,706
37	Office of the Prime Minister	20,269,503	7,416,295	-	-	27,685,798
38	Defence	1,660,420,308	172,438,709	-	-	1,832,859,017
39	The National Service	361,707,628	3,737,349	-	-	365,444,977
40	The Judicial Fund	113,731,224	42,413,506	-	-	156,144,731
41	Justice and Constitutional Affairs	11,974,190	1,081,711	-	-	13,055,900
42	The National Assembly Fund	107,962,676	6,000,374	-	-	113,963,050
43	Agriculture and Cooperatives	60,129,632	72,401,607	-	-	132,531,239
44	Industries and Trade	26,628,689	46,431,418	-	-	73,060,107
45	National Audit Office	66,871,715	4,843,912	-	-	71,715,627
46	Education and Culture	513,534,416	894,973,486	-	-	1,408,507,902
47	RAS Simiyu	115,757,022	27,926,661	4,888,897	-	148,572,579
48	Lands, Housing and Urban Development	115,850,660	12,743,950	-	-	128,594,610
49	Ministry of Water and Irrigation	27,180,358	361,432,482	-	-	388,612,841
50	Finance	75,747,124	15,363,668	-	-	91,110,793
51	Home Affairs	18,813,010	9,325,561	-	-	28,138,571
52	Ministry of Health, Elderly, Gender and Children	457,663,684	402,651,444	-	-	860,315,128
53	Community Development Women Affairs and Children	25,372,993	3,416,446	-	-	28,789,439
54	RAS Njombe	108,044,095	26,535,744	16,249,111	-	150,828,950
55	Commission of Human Rights and Good Governance	5,928,300	626,294	-	-	6,554,593
56	Regional Admin and Local Government	134,419,408	311,282,532	-	-	445,701,939
57	Defence and National Service	17,211,233	162,701,258	-	-	179,912,491
58	Ministry of Energy	25,305,394	2,110,335,289	-	-	2,135,640,684
59	Law Reform	2,212,132	-	-	-	2,212,132
60	Trade and Investments	22,595,363	39,532	-	-	22,634,895
61	Electoral Commission	5,915,630	185,396,668	-	-	191,312,298
62	Ministry of Transport	88,579,710	2,201,645,290	-	-	2,290,225,000
63	RAS Geita	139,924,086	54,385,581	21,255,527	-	215,565,193
64	Fisheries Sector	20,192,105	7,275,551	-	-	27,467,657
65	Labours and Youth Development	13,101,844	309,867,843	-	-	322,969,686
67	Public Service Recruitment Secretariat	4,499,252	141,631	-	-	4,640,883
68	Science, Technology and Higher Education	6,020,814	16,348,726	-	-	22,369,540
69	Tourism and Natural Resources	81,275,621	207,917	-	-	81,483,538
70	RAS Arusha	183,417,186	55,080,174	17,329,975	-	255,827,336
71	RAS Coast	165,970,421	46,128,537	22,834,408	-	234,933,366
72	RAS Dodoma	172,448,086	59,769,100	12,014,996	-	244,232,181
73	RAS Iringa	126,550,221	30,008,668	13,332,253	-	169,891,142
74	RAS Kigoma	123,342,793	34,409,871	5,631,097	-	163,383,761
75	RAS Kilimanjaro	188,006,143	32,464,904	13,478,220	-	233,949,267
76	RAS Lindi	87,944,505	23,163,919	8,901,520	-	120,009,944
77	RAS Mara	161,121,490	37,237,578	11,997,454	-	210,356,522
78	RAS Mbeya	189,610,594	42,852,977	24,878,674	-	257,342,245
79	RAS Morogoro	218,370,239	46,940,600	14,209,265	-	279,520,104
80	RAS Mtwara	121,288,269	33,832,868	12,669,872	-	167,791,009
81	RAS Mwanza	251,370,838	86,680,941	16,987,575	-	355,039,354
82	RAS Ruvuma	136,447,503	31,734,230	10,150,995	-	178,332,728
83	RAS Shinyanga	117,638,738	25,287,374	11,505,141	-	154,431,253
84	RAS Singida	109,693,454	27,395,179	7,958,574	-	145,047,206
85	RAS Tabora	153,593,493	39,210,591	10,037,425	-	202,841,509
86	RAS Tanga	210,958,631	42,772,023	12,087,777	-	265,818,431
87	RAS Kagera	169,552,610	43,153,277	14,162,061	-	226,867,949
88	RAS Dar es Salaam	296,434,729	161,642,590	60,610,731	-	518,688,050
89	RAS Rukwa	82,584,148	21,319,987	5,057,086	-	108,961,221
90	RAS Songwe	85,726,970	24,370,378	10,169,573	-	120,266,922
91	Anti-Drug Commission	8,531,290	-	-	-	8,531,290
92	Tanzania Commission for AIDS	3,393,737	4,914,841	-	-	8,308,578
93	Immigration Department	65,241,849	2,921,529	-	-	68,163,379
94	Public Service Commission	6,080,865	851,089	-	-	6,931,955
95	RAS Manyara	131,210,972	30,376,340	9,198,975	-	170,786,287
96	Ministry of Information Culture	29,803,128	8,353,672	-	-	38,156,800
98	Ministry of Infrastructure	34,675,310	1,660,845,427	-	-	1,695,520,737
99	Ministry of Livestock Development	27,715,164	10,464,397	-	-	38,179,561
100	Ministry of Minerals	62,448,537	19,726,036	-	-	82,174,573
	Total	10,970,762,650	10,676,693,829	373,910,615	9,351,829,806	31,373,196,899

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

14. EXCHEQUER ISSUED/RECEIVED

	30 th June, 2020	CFS, Personnel Emoluments and Other Charges	Dfund and Development	Retention and Government Finances	Principal and Interest	Total
Vote	Name of the Vote	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000
02	Teachers Service Commission	12,330,994	-	-	-	12,330,994
03	National Land Use Planning Commission	1,792,548	-	-	-	1,792,548
04	Records And Archives Management Department	2,320,022	-	967,621	-	3,287,643
05	National Irrigation Commission	4,191,922	11,672,553	1,177,487	-	17,041,963
07	Treasury Registrar	65,994,574	1,193,380	540,907	-	67,728,862
09	Secretariat of The Public Remuneration Board	1,290,140	-	-	-	1,290,140
10	Joint Finance Commission	2,126,123	-	-	-	2,126,123
12	Judiciary Service Commission	1,174,963	-	-	-	1,174,963
13	Financial Intelligent Unit	1,847,626	-	-	-	1,847,626
14	Fire and Rescue Force	32,813,267	-	737,083	-	33,550,350
15	Commission for Mediation and Arbitration	3,415,572	-	-	-	3,415,572
16	Attorney Generals' Office	6,444,005	-	-	-	6,444,005
18	UNESCO Commission	1,435,189	-	-	-	1,435,189
19	Office of The Solicitor General	9,093,904	-	-	-	9,093,904
20	The State House	23,152,301	-	-	-	23,152,301
21	The Treasury	534,216,531	4,704,592	11,424,638	-	550,345,761
22	Public Debt and General Services	1,609,408,151	-	-	8,109,115,420	9,718,523,571
23	Accountant General Department	40,075,471	1,222,980	5,520	-	41,303,971
24	The Cooperative Development Commission	7,625,026	-	-	-	7,625,026
25	Prime Minister	10,771,992	-	-	-	10,771,992
26	Vice President	10,104,799	-	-	-	10,104,799
27	Registrar of Political Parties	24,268,408	-	-	-	24,268,408
28	Ministry of Home Affairs - Police Force	664,260,765	-	1,206,216	-	665,466,982
29	Ministry of Home Affairs - Prisons Services	222,167,184	-	4,320,410	-	226,487,594
30	President Office and Cabinet Secretariat	474,646,150	62,177,333	17,804,383	-	554,627,866
31	Vice President Office	9,603,432	739,554	791,292	-	11,134,278
32	President Office - Public Service Management	34,335,078	-	5,227,004	-	39,562,082
33	Ethics Secretariat	7,436,313	380,439	-	-	7,816,752
34	Foreign Affairs and International Cooperation	149,390,105	-	603,474	-	149,993,579
35	Directorate of Public Prosecution	14,828,394	-	-	-	14,828,394
36	RAS Katavi	46,187,802	5,694,825	14,647,945	-	66,530,572
37	Office of the Prime Minister	17,989,627	32,199,681	-	-	50,189,308
38	Defence	1,484,185,547	-	2,515,468	-	1,486,701,016
39	The National Service	340,235,011	-	2,000,000	-	342,235,011
40	The Judicial Fund	109,147,852	-	10,211,047	-	119,358,899
41	Justice and Constitutional Affairs	8,085,184	47,330	239,132	-	8,371,646
42	The National Assembly Fund	118,952,831	2,379,016	5,300,744	-	126,632,592
43	Agriculture and Cooperatives	61,217,281	22,285,391	23,627,942	-	107,130,615
44	Industries and Trade	25,857,476	-	-	-	25,857,476
45	National Audit Office	51,478,972	1,198,100	1,272,949	-	53,950,021
46	Education and Culture	522,230,850	238,463,957	534,049,921	-	1,294,744,728
47	RAS Simiyu	114,954,678	8,373,420	19,012,496	-	142,340,594
48	Lands, Housing and Urban Development	36,629,190	2,628,888	7,877,678	-	47,135,757
49	Ministry of Water and Irrigation	32,852,768	261,009,118	217,322,326	-	511,184,211
50	Finance	67,846,295	6,147,469	7,719,095	-	81,712,859
51	Home Affairs	18,752,092	-	4,578,568	-	23,330,660
52	Ministry of Health, Elderly, Gender and Children	393,644,450	155,811,267	106,288,675	-	655,744,392
53	Community Development Women Affairs and Children	26,513,184	1,485,942	1,000,000	-	28,999,126
54	RAS Njombe	105,053,126	8,353,782	18,975,320	-	132,382,228
55	Commission of Human Rights and Good Governance	3,948,822	376,218	-	-	4,325,040
56	Regional Admin and Local Government	62,500,355	19,712,402	292,311,696	-	374,524,453
57	Defence and National Service	16,904,528	-	113,279,881	-	130,184,409
58	Ministry of Energy	23,485,931	160,082,000	1,028,440,853	-	1,210,008,785
59	Law Reform	1,694,159	-	-	-	1,694,159
60	Trade and Investments	19,550,737	-	-	-	19,550,737
61	Electoral Commission	6,999,943	-	159,756,988	-	166,756,931
62	Ministry of Transport	92,417,457	-	1,637,004,875	-	1,729,422,331
63	RAS Geita	138,027,675	21,475,351	23,989,704	-	183,492,729
64	Fisheries Sector	16,344,434	7,120,910	426,313	-	23,891,656
65	Labours and Youth Development	62,043,711	116,630	168,000,000	-	230,160,341
67	Public Service Recruitment Secretariat	2,758,237	-	-	-	2,758,237
68	Science, Technology and Higher Education	3,825,458	-	-	-	3,825,458
69	Tourism and Natural Resources	63,330,025	-	671,817	-	64,001,843
70	RAS Arusha	180,677,480	20,144,038	44,338,940	-	245,160,458
71	RAS Coast	162,629,748	16,899,661	30,181,820	-	209,711,229
72	RAS Dodoma	173,486,254	50,065,276	27,872,339	-	251,423,869
73	RAS Iringa	125,638,339	12,506,489	24,184,004	-	162,328,832
74	RAS Kigoma	123,876,007	8,047,407	14,503,814	-	146,427,227
75	RAS Kilimanjaro	191,756,075	10,072,309	26,109,151	-	227,937,535
76	RAS Lindi	91,260,011	8,733,185	19,666,324	-	119,659,520
77	RAS Mara	162,920,678	10,875,087	26,663,697	-	200,459,462
78	RAS Mbeya	189,924,535	15,046,017	35,596,136	-	240,566,688
79	RAS Morogoro	220,441,540	18,623,006	32,597,015	-	271,661,561
80	RAS Mtwara	121,836,168	10,493,863	23,770,241	-	156,100,271
81	RAS Mwanza	252,004,838	28,138,120	42,340,076	-	322,483,034
82	RAS Ruvuma	139,910,284	11,486,625	24,223,714	-	175,620,623
83	RAS Shinyanga	117,318,558	14,125,816	20,688,181	-	152,132,555
84	RAS Singida	107,171,807	9,376,805	18,533,273	-	135,081,884
85	RAS Tabora	151,024,186	14,617,269	27,447,302	-	193,088,757
86	RAS Tanga	214,688,207	13,054,786	37,425,162	-	265,168,155
87	RAS Kagera	171,240,537	17,032,112	28,669,391	-	216,942,040
88	RAS Dar es Salaam	292,980,895	24,112,661	117,827,121	-	434,920,677
89	RAS Rukwa	82,918,000	5,763,027	13,478,563	-	102,159,589
90	RAS Songwe	84,942,008	6,986,067	18,625,663	-	110,553,738
91	Anti-Drug Commission	6,720,790	-	-	-	6,720,790
92	Tanzania Commission for AIDS	2,667,660	3,956,635	-	-	6,624,295
93	Immigration Department	51,701,814	-	235,873	-	51,937,686
94	Public Service Commission	3,959,905	-	-	-	3,959,905
95	RAS Manyara	132,307,538	9,352,413	22,105,881	-	163,765,832
96	Ministry of Information Culture	25,882,316	-	814,624	-	26,696,940
98	Ministry of Infrastructure	32,859,105	304,051,414	1,720,916,327	-	2,057,826,846
99	Ministry of Livestock Development	25,554,783	-	328,821	-	25,883,605
100	Ministry of Minerals	42,157,951	-	4,153,606	-	46,311,557
	Total	11,760,664,656	1,686,612,616	6,846,624,528	8,109,115,420	28,397,017,220

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

15. TAX REVENUE

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Airport Departure Charges	26,211,453	74,580,381
Corporate and Individuals Income Taxes	3,774,088,185	3,879,135,935
Customs Processing Fees	73,601,878	68,376,599
Energy Levy Customs Processing Fee	16,512,960	15,166,658
Excise Duty Local	1,254,146,526	1,152,168,248
Excise Duty on Imports	1,549,877,238	1,310,919,864
Export Duty	82,061,221	174,365,558
Fuel Levy	850,811,116	821,231,913
Gaming Tax	119,961,255	88,873,211
Import Duties	1,364,804,377	1,371,007,201
Income Tax Interest and Penalties	36,416,584	8,147,941
Lincence Fee to Manuafacture Exceisable Goods	910,344	1,459,091
Motor Vehicle Taxes	125,514,795	112,449,068
Other Customs' Collection	586,485,345	-
Others Taxes	17,846,122	557,220,989
Pay - As - You - Earn (PAYE)	2,449,050,099	2,619,225,020
Petroleum Levy-REA	336,469,553	310,750,639
Property Tax	24,394,737	16,810,762
Skills and Development Levy	103,530,995	1,681,395
Stamp Duty on Land transactions	9,117,625	-
VAT Imports	2,562,811,836	2,457,774,642
VAT Local - Goods	833,086,027	820,171,780
VAT Local - Services	1,675,846,641	2,094,562,958
VAT others	611,014,972	346,291,425
Wharfage fees	150,862	38,367,182
Withholding Taxes	2,247,162,407	1,189,084,100
Total	20,731,885,155	19,529,822,560

16. REVENUE FROM EXCHANGE TRANSACTION

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Agriculture and Farm produce	9,262,704	37,890,038
Air navigation Charges	31,090,546	49,478,954
Certificate of Competence	207,715	-
Exploration Activities	17,184,644	3,879,935
Hire of Transport, Vehicles and Craft	29,905,792	127,557,101
International Voice Traffic Charges (TTMS)	17,994,169	17,444,805
Laboratory Charges	42,084,676	45,864,071
Loan to third Parties	396,256	653,543
Mineral Rent	49,442,721	39,541,727
Mining Royalties	721,168,636	830,882,371
Passenger Service Charges	186,353,021	183,971,647
Plant Quarantine and Phytosanitary Service	4,000,530	3,224,336

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Printing and Publications	13,170,863	-
Prison Industry	15,242	47,058
Receipt from Conference Facilities	14,231,583	6,433,627
Receipt from sales of Livestock	4,788,373	4,285,631
Receipt from sales of Publications	14,001,554	12,068,695
Receipt from Vehicle tank calibration	4,166,776	3,596,045
Receipt from Veterinary Charges	2,839,347	2,600,528
Receipt from Weights and Measures Implement	23,440,494	22,100,835
Receipts from Livestock Multiplication Unit	-	32,400
Receipts from Medical and Dental Charges	298,769,722	62,339,983
Receipts from Poultry Produce	-	90,321
Receipts from Sale of Plans	9,427,978	7,178,370
Receipts from Sale of Stores	64,014,735	516,888,352
Receipts from Water Charges	273,476,638	253,643,697
Recovery of Public Money	232,118,656	22,154,466
Rent from Telecommunication Towers	3,272,410	2,270,513
Rental of Produced Asset	121,642,937	112,752,831
Sale Electricity	792,479,597	1,434,160,436
Sale of NICTBB Services	1,617,823	1,326,503
Sale on Minerals	53,551,054	44,525,120
Sales of Government Assets	140,261,029	172,247,838
Sales of Honey and Beeswax	444,186	643,877
Sales of Plots	89,106,888	99,762,091
Sewage Disposal	6,395,825	19,258,475
Stadium Ancillary Charges	377,476	-
Telephone Charges	101,731,542	56,703,100
Translation Income	496,849	-
Total	3,374,930,987	4,197,499,321

17. SOCIAL CONTRIBUTIONS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Employee Receipt from Premium Compensation	223,432,303	219,258,501
Employee Receipts from Pension Contributions	458,932,229	433,080,001
Employer Receipt from Premium Compensation	323,744,088	219,235,666
Employer Receipts from Pension Contributions	1,014,867,152	771,737,690
Penalty	12,667,161	16,779,998
Self-employed or unemployed contributions	96,843,764	35,075,670
Unallocable contributions	-	25,321,942
Total	2,130,486,697	1,720,489,467

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

18. EXTERNAL ASSISTANCE – GRANTS AND AIDS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
African Development Bank(AfDB)	804,124	-
Belgium	-	63,327
Canada	64,859,594	20,042,002
Denmark	133,209,747	47,842,758
European Union (EU)	59,137,742	285,913,453
External Grant	20,977,651	236,878,120
Finland	-	3,581,463
Germany	12,761	8,471,964
Global Fund	3,529,032	265,856,084
International Labour Organisation (ILO)	125,220	-
Ireland	19,201,006	-
Italy	196,521	-
Japan/JICA	14,020,824	1,132,479
Norway	70,450,155	25,352,024
Poland	48,468,996	-
South Korea	30,914,007	-
Sweden	262,891,388	142,892,794
Swedish International Development (SIDA)	27,434,743	-
Swiss Embassy	9,990,296	-
Switzerland	4,595,279	1,487,632
UN Women	185,738	450,055
UNCEF	103,302,883	-
UNEP	-	359,861
UNFPA	525,631	1,323,980
UNICEF	3,860,746	3,660,469
United Kingdom (DFID)	50,565	67,916,811
United National Development	4,685,874	-
United Nations Food and Agriculture Organization (FAO)	1,031,847	823,769
United States of America	2,987,537	9,864,099
World Bank (IDA)	443,727,133	7,782,654
World Health Organisation (WHO)	-	7,421,504
Total	1,331,177,040	1,139,117,302

19. FINANCE INCOME

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Afrexim Bank	17,451	16,099
African Reinsurance Corporation	-	384,385
Airtel Tanzania LTD	46,871,638	-
CRDB Bank (CRDB)	20,157,572	7,806
Dar es Salaam Stock Exchange (DSE)	-	94,599
Dividend from Africa Re-Insurance	212,069	-
Dividend from BOT	3,245,781	522,500

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Dividend from BP (PUMA)	7,000,001	-
Dividend from Consolidated Holding Corporation-NBC	26,987,000	-
Dividend from CRDB	31,116,056	847,615
Dividend from DSE	1,107,948	4,775
Dividend from KADCO	32,400	-
Dividend from Kilombero Sugar Company Ltd	22,005,000	-
Dividend from Mbinga Coffee Curing	50,000	-
Dividend from Mbozi Coffee Curing	270,000	-
Dividend from NIC	14,550,000	-
Dividend from NMB	5,336,131	237,084
Dividend from Tanganyika Planting Company	3,000,000	-
Dividend from TANICA	679,872	-
Dividend from Tanzania Cigarate Company (TCC)	640,213	84,976
Dividend from TIPPER	6,485,400	-
Dividend from TLLPPL LTD	700,084	-
Dividend from TPB	28,000,000	-
Industrial Promotion Services (Tanzania) Limited	644,121	-
Inflight Catering Services Ltd	800,045	-
International Development Association (IDA)	4,687	-
Kariakoo Market Corporation	855,000	-
Multilateral Investment Guarantee Agency	236,049	92,000
National Micro-Finance Bank (NMB)	21,769,547	-
NICO Limited (NICOL)	-	5,147
Other Parastatals	1,652,499	1,990,072
PTA Reinsurance (PTA-RE)	805,791	200,326
Tanganyika Instant Coffee Company (TANICA)	7,000	-
Tanganyika Planting Co. (TPC)	14,386,559	-
Tanzania Breweries Limited (TBL)	42,087,730	23,016,664
Tanzania Cigarette Company (TCC) Limited	636,713	-
Tanzania Oxygen Limited (TOL)	695	-
Tanzania Portland Cement Co. Limited (Twiga)	292,991,175	850,452
Tanzania Re-Insurance Company Limited (TANRE)	638,808	353,473
Tanzania Standard Newspapers (TSN)	2,948,640	-
TLL Printing and Packaging Limited	41,916	-
Tourism Promotion Services (TPS)	14,252	-
Vodacom Company Limited	15,219,713	1,811,868
Watumishi Real Estate Investment Tanzania (REIT)	48,436	129,240
Total	614,253,992	30,649,081

20. LEVIES

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Education Investment levy	57,857,704	58,855,909
Hotel/Guest House Levy	9,438,159	8,419,941

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Other Levies on Business activities	24,345,861	30,691,437
Produce Cess	142,007,256	141,067,567
Receipt from dipping fees	496,253	150,694
Service Levy	569,780,597	275,939,889
Total	803,925,829	515,125,437
21. FEES, FINES, PENALTIES AND FORFEITS		
	30-June-2021	30-June-2020
	TZS '000	TZS '000
Abattoir Slaughter fees	2,909,421	2,343,697
Advertising Fees	28,008,768	165,592,554
Building Materials Extraction licence	22,533,519	15,235,627
Business Licence	55,048,427	50,154,078
Central Bus stand fee	13,526,005	10,423,868
Conference fee	1,271,577	977,577
Construction Fees	9,708,371	23,698,693
Consultancy Fee	58,238,942	42,270,995
Coumpounding Fees	2,770,292	1,691,794
Dot TZ Domain Fees	1,800	-
Export Fees	7,226,204	1,801,896
Fees for Food Licenses	8,007,207	9,205,422
Fines, Penalties and Forfeitures	194,623,490	244,698,353
Fish Auction Fees	6,745,596	3,193,680
Fishing and Export Licenses	5,884,878	7,311,723
Forest Royalties	11,390,353	11,373,271
Geological Fees	15,816,727	21,233,979
Hunting Licenses	530,129	1,134,911
Import Fees	85,533,893	41,276,594
Inspection Fees	200,604,236	197,327,246
Livestock Market Fees	10,290,836	5,839,576
Livestock Movement Permit	517,901	627,273
Market Fees and Charges	25,033,241	33,212,523
Mining Royalties	1,424,589	651,210
Motor Vehicle Inspection Fees	72,487,036	1,790,753
Movement Permit Fee other than Livestock Market	1,119,947	307,944
Other Licences - Fines and Penalties	63,404,077	79,924,742
Parking Fees/Charges	54,846,671	62,052,131
Permit Fee	9,163,643	39,538,674
Plot Application Fees	4,549,354	2,739,724
Receipt from Annual Fees	189,117,644	161,285,347
Receipt from Fire Certificate Fees	951	8,457,574
Receipt from Game viewing Tourism Fees	1,275,486	373,743,385
Receipt from Misceleneous Fees	263,865,832	466,468,289
Receipt from sign Board Fees	879,690	-
Receipt from Training and Examination Fees	42,696,102	262,426,884
Receipts from Fuel Marking	8,663,070	-

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Receipts from tuition fees	307,242,254	211,175,994
Registration Fees	37,645,405	51,869,303
Sanitation Fee	18,383,550	17,753,227
Student Accomodation Fee	7,028,334	7,491,940
Surcharge Fee	5,509,617	16,081,367
Telecommunications Royalty	31,140,290	-
Tender fees	354,559	522,707
TOURISM	150,033,888	-
Tourism Business Licence fees	124,381,498	6,298,824
Tuition Fees for Government Schools	57,720,429	72,089,757
Valuation Charges/Fee	852,341	2,975,222
VAT Interest and Penalties	326,529,771	-
Total	2,546,537,840	2,736,270,332
22. OTHER REVENUE		
	30-June-2021	30-June-2020
	TZS '000	TZS '000
Application Fee	79,671,175	181,447,902
AUD Investments	7,265,100	5,854,450
CYEN Investments	42,420,284	15,909,405
Debt securities	57,550,997	81,799
Donation-Cash	78,735,286	101,798,082
Donation-Non cash	329,954,625	381,719,833
Duplicate Registration Certificate	37,926	7,740
Electricity Charges - REA	-	188,328
EURO Investments	2,519	-
GBP Investments	22,571,773	13,469,813
Interest on Deposit	17,950,130	18,491,701
Interest on loans and advice	191,124,049	189,197,679
Interest on repurchase agreements(Reverse REPO)	9,018,191	9,366,394
Interest on Staff loans	769,451	780,898
Misceleneous Receipts	2,854,105,285	3,810,578,926
Other foreign Investment	2,048,520	1,555,576
Parking Charges	3,596,698	3,590,068
Premium Income	58,717,922	232,468,536
Project and Dissertation Supervision	4,015,643	10,822,421
Provisions for unearned Premiums	7,726,074	10,542,555
Receipt from Visa	218,657	25,596,662
Receipts From Commissions	40,410,162	191,001,818
Rent from Overseas Government Quarters	81,555	537,137
Rent Income	163,523,010	302,974,038
Roads Reserve User Charge	935,661	705,583
Sales of Gas	482,952,295	489,781,548
USD Investments	76,626,726	162,149,984
User charges	111,939,932	254,053,113
Total	4,643,969,644	6,414,671,991

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

23. LGA OWN SOURCE REVENUE

Upon consolidation, these amounts have been eliminated in full.

24. DEBT FORGIVENESS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Debt forgiveness by foreign institutions	-	19,486,136
Debt forgiveness by PSEs	44,035	1,026,000
Total	44,035	20,512,136

26. FAIR VALUE GAINS ON EQUITY INVESTMENTS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Fair value gains on equity investments	253,770,202	28,549,338
Fair value loss on equity investments	(48,317,848)	-
	205,452,354	-

27. FAIR VALUE GAINS ON GOVERNMENT SECURITIES

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Fair value gains on government securities	136,569,999	32,004
Fair value loss on government securities	(9,254,378)	-
	127,315,621	32,004

28. FAIR VALUE GAINS ON INVESTMENT PROPERTIES

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Fair value gains on investment properties	278,445,411	482,006,429
Fair value loss on investment properties	(1,867,457)	(79,679,546)
	276,577,954	402,326,883

29. FAIR VALUE GAINS ON BIOLOGICAL ASSETS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Fair value gains on biological assets	1,847,342	7,590,043
Fair value loss on biological assets	(732,119)	(3,330,771)
	1,115,223	4,259,272

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

30. FAIR VALUE GAINS ON ACTUARIAL VALUATION OF DEFINED BENEFIT PLANS

	30-June-2021 TZS '000	30-June-2020 TZS '000
Fair value gains on actuarial valuation of defined benefit plans	-	54,095,671
Fair value loss on actuarial valuation of defined benefit plans	-	(37,507,876)
	<u>-</u>	<u>16,587,795</u>

31. FAIR VALUE GAINS ON FINANCIAL ASSETS

	30-June-2021 TZS '000	30-June-2020 TZS '000
Fair value gains on financial assets	-	5,751,248,678
Fair value loss on financial assets	-	(1,857,600)
	<u>-</u>	<u>5,749,391,078</u>

32. FAIR VALUE GAINS ON MARKETABLE SECURITIES

	30-June-2021 TZS '000	30-June-2020 TZS '000
Fair value gains on marketable securities	-	125,476,503
	<u>-</u>	<u>125,476,503</u>

33. GAINS ON FOREIGN CURRENCY TRANSLATION

	30-June-2021 TZS '000	30-June-2020 TZS '000
Foreign currency exchange gain	-	109,190,073
	<u>-</u>	<u>109,190,073</u>

34. GAIN ON DISPOSAL OF ASSETS

	30-June-2021 TZS '000	30-June-2020 TZS '000
Revenue from sale of PPE	-	-
	<u>-</u>	<u>-</u>

35. EXCHEQUER REVENUE

Upon consolidation, these amounts have been eliminated in full.

36. SUBVENTION FROM OTHER GOVERNMENT ENTITIES

Upon consolidation, these amounts have been eliminated in full.

37. GRANTS, TRANSFERS AND SUBSIDIES RECEIVED

Upon consolidation, these amounts have been eliminated in full.

38. SHARE OF DEFICIT OF ASSOCIATED AND JOINT VENTURES

	30-June-2021 TZS '000	30-June-2020 TZS '000
Share of Deficit of Associates and Joint Ventures	(10,958,700)	(1,982,416)
Share of Surplus of Associates and Joint Ventures	13,328,308	64,447,852
Total	<u>2,369,608</u>	<u>62,465,436</u>

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

39. WAGES, SALARIES AND EMPLOYEE BENEFITS

	30-June-2021 TZS '000	30-June 2020 TZS '000
Accommodation in Lieu of Quarters	143,576	960,089
Acting Allowance	7,005,486	8,828,519
Ambassador's Entertainment Allowance	11,000	78,462
Casual Labourers	69,391,206	52,210,225
Civil Servants	5,461,690,936	5,227,721,258
Civil Servants Contract	164,449,308	138,680,775
Civil Servants Contracts	64,920,598	-
Civilian Staff Allowances	24,466	-
Community Health Fund	1,274,408	6,168,537
Compassionate Leave - Foreign	71,346	6,573
Constituency Allowance	28,724,170	39,320,754
Councillors Allowance	29,101,488	30,528,588
Court Attire Allowance	2,600,013	992,418
Diesel Allowance for Judges	953,100	1,007,120
Directors fees	5,481,201	6,634,714
Electricity Allowance	11,358,030	12,777,409
Extra-Duty	283,234,327	257,077,894
Facilitation Allowance	6,843,796	3,574,587
Field (Practical Allowance)	4,473,013	7,446,310
Food and Refreshment	28,435,814	28,283,968
Foreign Service Allowance	2,881,547	19,343,369
Furniture	25,638,338	13,505,692
Gratuities	95,213,176	17,229,992
Hardship Allowance	7,408,189	4,724,377
Honoraria	84,469,362	79,712,342
Household Appliances	613,054	953,049
Housing Allowance	106,756,443	134,734,173
Internship Allowance	82,667,854	16,558,015
Invigilators Allowances	4,127,025	2,475,743
Leave Travel	83,955,429	82,820,125
Local Based Staff Salaries	141,962,203	90,450,830
Local Staff Salaries	625,212,546	651,180,054
Medical and Dental Refunds	25,474,225	22,134,870
Members of Parliament	30,668,812	20,175,576
Military	1,237,756	-
Military Enrolment	58,849	-
Military Payroll	1,845,154,142	1,664,977,689
Moving Expenses	102,285,904	101,238,558
MP Personal Assistant's Allowance	-	120
National Health Insurance Schemes(NHIF)	-	15,420,979
National Social Security Fund (NSSF)	-	8,250,247
Non-Civil Servant Contracts	40,766,000	-

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June 2020
	TZS '000	TZS '000
On Call Allowance	16,269,235	7,695,506
Operational Service Staff	112,214,980	78,868,547
Other Allowance	253,969,524	279,742,496
Other Uniformed Services	122,338,606	116,453,561
Outfit Allowance	861,187	2,519,393
Overseas Bursary Allowance	149,512	4,670,549
Passages Allowances	14,374,548	9,655,784
Postmortem Allowance	941,499	355,632
Professional Allowances	8,949,152	7,537,750
Public Officers	123,216,279	195,034,542
Ration Allowance	299,436,682	303,897,413
Responsibility Allowance	95,564,622	72,761,222
Risk Allowance	18,151,469	12,868,796
Sewage Allowance	53,480	-
Sitting Allowance	102,477,709	89,309,454
Special Allowance	235,332,910	207,677,126
Staff debts	39,055,032	-
Subsistence Allowance	78,137,446	53,325,255
Teachers Allowance	7,867,709	5,945,259
Telephone	11,243,232	10,773,855
Top Up Allowance	5,934,724	2,433,174
Transport Allowance	33,950,071	28,865,946
Uniform Allowance	3,936,370	3,399,858
Utility	12,372,198	13,851,805
Water and Waste Disposal	885,913	1,168,240
Water Disposal Allowance	191,730	-
Zanzibar Social Security Fund (ZSSF)	494,017	419,475
Total	11,075,107,957	10,277,414,632

40. USE OF GOODS AND SERVICES

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Acaricides	831,767	470,632
Accommodation	9,044,623	4,213,732
Advertising and Publication	6,158,390	25,831,018
Agricultural Chemicals	6,050,935	3,405,182
Agricultural Implements	11,500,705	1,379,313
Air Defence and Control Systems	198,421	195,017
Air travel ticket-Domestic	-	237,020
Air travel ticket-Foreign	677	127,496
Air Travel Tickets	36,282	29,899,008
Air travel ticket-Transit	552,761	-

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Aircraft Equipment	-	10,468
Animal Feeds	1,089,908	1,029,047
Archive Materials	103,401	233,046
Arms and Ammunitions	5,330,251	948,452
Artistic Materials	227,179	528,121
Aviation gas/spirit	333,721	347,131
Bad and Doubtful Expenses	8,575,099	2,482,136
Barracks	629,158	722,046
Bed and Mattresses	300,378	191,219
Bed Sheets and Linen	462,328	311,635
Blankets	29,400	1,340
Books, Reference and Periodicals	2,426,935	7,718,976
Bottled Gas	252,815	349,288
Capitation Costs	50,560,572	42,524,176
Catering Services	13,790,559	12,955,642
Central Heating	2,000	331,729
Charcoal	74,686	24,038
Civilian Aircraft	6,978,094	2,991,716
Classified Supplies and Service	13,023,312	19,598,165
Classroom Teaching Supplies	19,309,490	19,125,996
Cleaning Supplies	15,922,411	23,735,521
Clothing and Attachment	2,071,475	1,913,375
Combat Support Equipment	16,920	20,478
Communication Equipment	20,931,131	22,243,823
Communication Network Services	13,056,044	23,533,676
Computer Software	21,566,198	4,090,993
Computer Supplies and Accessories	55,702,695	72,465,324
Conference Facilities	46,924,852	23,303,258
Construction and maintenance of Electrical Lines	337,893,118	470,957,502
Consumable Medical Supplies	204,991	55,492,173
Contract based training services	4,723,499	5,638,365
Courier Services	-	1,833,162
Court Martial and Legal Services	7,879,392	1,065,293
Dental Supplies	1,612,312	-
Diesel	40,940	54,491,125
Distribution Expenses	595,468,616	550,865,301
Donation	4,502,682	5,981,492
Drugs and Medicines	-	78,103,558
Educational Radio and TV broadcasting programming	12,531,898	14,435,437
Electricity charges by private entities	-	101,081
Entertainment	8,311,995	10,067,285
Examination Expenses	172,779,662	125,914,065
Exhibition, Festivals and Celebrations	10,419,647	10,712,080
Expenses of Former Leaders	6,395,616	7,765,690
Expropriate Personnel	267,180	1,279,382

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Fertilizers	6,348,870	942,287
Field Equipment (Mechanical)	377,813	3,850,388
Field Hospital Equipment	128,611	371,940
Financial Forms	19,140	592,031
Fire wood	174,697	262,563
Food and Refreshments	98,119,597	60,613,181
Fumigation	2,521,654	1,993,809
Furniture and Appliances	1,171,880	3,331,471
Geodesic Surveys	990	-
Geological Surveys	674,831	2,563,773
Gifts and Prizes	6,581,092	5,407,226
Ground Transport (Bus, Train, Water)	67,549,914	99,113,594
Ground travel (bus, railway taxi, etc)	68,495,289	6,436,748
Health Insurance	4,377,690	3,571,711
Heavy Equipment	258,608	6,092
Hiring of Training Facilities	8,016,654	3,058,328
Hospital Supplies	19,980,504	15,078,614
Illuminating kerosene (Paraffin)	28,520	39,570
Internet and Email connections	47,195	22,790,139
Jet A-1/Aviation kerosene	39,169,954	50,419,504
Joint Training & Operations (Regional)	3,172,566	3,121,638
Laboratory Supplies	27,636,651	13,490,964
Land force Equipments	14,848	14,000
Land Scaping	100,041	145,576
Laundry and Cleaning	685,629	7,721,890
Leased lines	623,885	555,326
Library Books	6,658,159	2,009,104
Lodging/Accommodation	10,207,287	6,998,746
Lubricants	8,636,075	10,598,619
Mapping Surveys	7,021,145	1,504,634
Maps	137,581	168,665
Maps Equipment and Accessories	51,362	-
Marine Fuel	3,182,287	1,799,123
Materials Testing Services	459,472	549,463
Medical Gases and Chemicals	-	4,121,935
Medical Practitioners	-	22,131
Military Exercises and Manoeuvres	553,707	368,926
Military Training- Domestic	2,617,924	1,354,999
Military Training-Foreign	672,356	694,935
Military Surveillance	216,630	260,707
Mobile Charges	-	3,860,547
Motor Oil	2,048,794	4,659,774
Natural Gas	285,983,764	235,574,756
Naval Force Equipments	12,044	11,089
Negotiated Compensation	13,389,524	16,013,311

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June 2020
	TZS '000	TZS '000
News Services Fees	126,181	208,189
Newspapers and Magazines	3,520,311	2,524,001
Non Cash Expenditure	651,923,273	43,732,289
Non-Agriculture Chemicals Supplies and Services	15,551,072	13,925,220
Office Consumables (papers,pencils, pens and stationaries)	45,568	228,389,023
Operation and Training Fuels	2,294,646	-
Other Gas	18,661,688	19,857,602
Outsourcing Costs (includes cleaning and security services)	156,615,113	103,104,822
Own Generation and Transmission	-	18,863,653
Parade and Ceremony	4,648,359	838,714
Passport Printing Materials	3,895	4,304
Patient meals	7,836	-
People Militia	552,650	57,953
Per Diem - Domestic	570,183,857	427,180,527
Per Diem - Foreign	20,128,424	26,322,473
Personnel Track Vehicles	43,249	39,457
Petrol	-	2,867,465
Post Mortem Expenses	132,312	192,895
Posts and Telegraphs	-	1,720,331
Printing accessories	2,695,107	10,200
Printing and Photocopy paper	14,348,643	13,219,139
Printing and Photocopying Costs	24,735,042	60,429,614
Printing Material	9,179,312	8,328,845
Prisoners Clothing	175,000	100,000
Prisoners Food	10,464,937	10,414,424
Production and Printing of Training Materials	25,066,835	4,600,208
Programs Transmission Fees	1,357,124	978,625
Protective Clothing, footwear and gears	4,925,700	8,674,874
Publicity	9,711,331	11,002,298
Purchased Electricity	260,581,750	264,257,526
Ration - Food Purchase	268,821,024	262,093,041
Remuneration of Instructors	8,974,777	7,942,021
Rent - Housing	5,034,543	27,912,181
Rent - Office Accommodation	33,719,041	47,323,111
Rent of Private vehicles	164,480	-
Rent of Vehicles and Crafts	22,091,412	7,527,468
Representation Abroad	3,000,000	3,026,307
Research and consultancies	70,869,630	75,978,210
Research and Dissertation	20,279,043	16,949,054
Satellite access services	-	733,562
Schools Laboratory Supplies	8,045,844	6,470,714
Security Control and Surveillance in Military Installation	729,707	769,654
Seeds	5,411,753	1,715,913

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Sewage Charges	5,552,954	1,610,479
Small engineering tools and equipment	1,106,590	2,667,415
Software License Fees	12,398,257	10,168,295
Special Foods (diet food)	3,323,250	2,438,873
Special Needs material and supplies	13,373,309	9,963,574
Special Operations	28,549,923	29,990,707
Special Uniforms and Clothing	1,003,261	6,224,834
Special Women Clothes	45,306	9,877
Specialised Medical Supplies	439,174	85,450,753
Sporting Supplies	4,219,601	2,573,385
Student meals	60,851,937	69,200,084
Subscription Fees	11,369,989	19,644,403
Tapes, Films, and Materials (split)	13,654,083	5,989,543
Technical Materials	26,934,727	37,530,640
Technical Service Fees	3,629,802	9,558,765
Telephone Charges	7,363,905	970,562
Telex and Radio	717,042	1,181,868
Tents and Camp Equipment	703,843	636,917
Testing Facilities	994,704	592,797
Textbooks	331,482	699,126
Towels and Other Related supplies	5,082,823	4,285,453
Training Aids	353,060	3,071,844
Training Allowances	68,299,070	74,967,923
Training Materials	36,291,367	15,885,642
Tuition fees	36,285,692	21,615,288
Uniforms	6,780,377	66,597
Uniforms and Ceremonial Dresses	13,387,003	10,620,110
Upkeep Allowances	11,414,801	5,818,669
Upkeep of Grounds and Amenities	2,458,059	1,370,456
Upkeep of Training Establishment	15,375,723	14,276,215
Vaccines	30,810,528	18,845,578
Valuation of NCA	24,055	35,196
Veterinary Drugs and Medicine	1,105,429	2,373,607
Visa Application Fees	383,836	299,590
Warehousing	20,398,456	18,089,699
Water Transport	172,788	221,357
Wire, Wireless, Telephone, Telex Services and Facsimile	-	6,726,413
Total	4,895,229,025	4,566,214,493

41. ROUTINE REPAIRS AND MAINTENANCE EXPENSES

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Aggregates and Road Surfacing Materials	98,056,229	6,982,495
Air conditioners	1,086,112	1,283,659
Air Navigation Beacons	9,084,776	11,160,257

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Cement, Bricks and Building Materials	72,190,111	75,194,899
Cement, bricks and construction materials	68,029,074	61,876,335
Classified Materials	179,375	22,735
Cold Room Units	30,503	-
Computers, printers, scanners, and other computer related equipment	9,121,027	7,206,913
CT Scan Equipment	433,691	228,861
Direct labour (contracted or casual hire)	30,214,091	5,478,452
Electrical and Other Cabling Materials	5,694,275	2,568,892
Electrical and Telephone Cable Installations	994,913	599,766
Electrical cabling and equipment (traffic lights)	571,296	829,352
Excavations and Dredging	1,225,558	473,540
Exercises	2,500	181,870
Fax machines and other small office equipment	7,910,065	3,018,833
Fire Protection Equipment	1,045,600	1,433,331
Materials	2,531,816	7,486,235
Mechanical, electrical, and electronic spare parts	-	5,759,377
Medical and Laboratory equipment	2,766,148	3,481,168
Metal Fence and Posts	356,285	104,590
Motor Vehicles and Water Craft	468,990	59,879,903
Navigation Equipment (flight calibrations, signalling and beacons)	808,679	1,178,582
Nutrition	31,683	698,769
Oil and Grease	6,232,596	6,729,923
Oil, grease, and other chemical materials	-	9,685,173
Outsource	5,161,057	3,775,856
Outsource maintenance contract services	718,101,668	770,348,890
Outsource maintenance contract services-Office	14,846,436	13,596,654
Equipment and Appliances		
Paint and Weather Protection Coatings	1,429,202	317,956
Panel and body shop repair materials and services	2,320,035	1,680,120
Photocopiers	282,965	802,862
Photographic and survey equipment	568,685	29,913
Pipes and Fittings	4,901,441	15,405,533
Plumbing Supplies and Fixtures	1,499,823	2,830,137
Precision tools, weights and measures instruments	340,442	1,923,450
Radar	3,924,327	10,104
Roofing Materials	441,729	1,184,970
Servers - Maintenance	305,144	569,869
Services	11,048,810	3,881,216
Small Car Mechanics Tools	273,235	271,097
Small tools and equipment	-	1,680,577
Small tools and implements	9,571,470	4,731,104
Spare Parts	2,076,608	9,874,319
Spare Parts - Vehicles and Transportation Equipment	-	86,950,788

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Survey Aircraft	47,947,421	46,534,534
Telephones and Office PABX systems	702,206	683,411
TV sets and Radios	58,900	167,948
Tyres and Batteries	-	8,950,168
Ultra-Sound Equipment	58,836	49,500
War Graves	-	2,000
Water Pumps	12,859,221	1,354,784
Weather Protection Coatings	167	760
Wood and Timber Supplies	1,572,222	303,926
X-Ray Equipment	165,898	1,092,545
Total	1,159,523,339	1,252,548,900

42. SOCIAL BENEFITS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Accidental Death	55,218	-
Contribution Refunds	10,893,406	4,774,165
Death benefits in Cash	110,230,325	242,327,025
Destitute	-	4,500
Education Allowances	1,500,883	1,388,246
Emergency Medical Treatment	1,080,726	-
Health Costs in Cash	94,991	23,363,762
Invalidity	10,562,871	2,415,710
Life Saving Drugs	18,000	16,600
Maternity benefits	8,894,850	17,769,063
Medical exemption-Children under 5 years	535,552	1,496,656
Medical exemption-Elderly over 60 years	628,676	965,394
Medical exemption-Special groups	19,246,940	4,129,205
Medical Treatment abroad	4,002,059	4,077,762
Relief Assistance	107,774,300	25,597,236
Retirement benefits	2,173,216,050	1,459,550,865
Self Help Scheme	661,314,725	571,697,715
Settlement of Medical Treatment Claims	543,287,727	499,438,647
Spouse Allowance	12,060	9,900
Survivors' pension	5,888,408	20,872,205
Training for the Handicapped	4,000	26,075
Treasury Voucher System (TVCS)	-	9,025,409
Unemployment benefits	1,832,382	266,228,417
Withdrawal	63,028,899	77,069,244
Total	3,724,103,049	3,232,243,803

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

43. FINANCE COST

	30-June-2021 TZS '000	30-June 2020 TZS '000
364 day Treasury Bills	141,711,266	231,139,140
Foreign Commercial Loans	622,182,651	782,870,677
Foreign/Bilateral Loans (Non-Paris club Countries)	4,535,774	3,942,753
Foreign/Bilateral Loans (Paris Club Countries)	1,448,748	3,183,231
Government Bonds	840,674,805	272,074,283
Government Stocks	21,217,514	18,265,848
Interest expenses on Domestic Transactions	50,995,774	63,360,184
Interest expenses on Foreign Transactions	10,520,432	14,173,392
Interest on Domestic loans	36,270,885	206,897,319
International Organizations	239,595,670	202,488,834
Liquidity Management Cost	13,487,053	19,341
Long term loans	5,008,164	8,974,899
Overdrafts	13,985,739	3,085,095
Special Bonds	91,079,787	90,374,786
Total	2,092,714,263	1,900,849,781

44. OTHER EXPENSES

	30-June-2021 TZS '000	30-June 2020 TZS '000
Agency fees	22,700,593	20,361,371
Audit fees	-	4,839,488
audit supervision expenses	20,502,484	18,808,440
Bank Charges and Commissions	9,014,811	15,706,110
Bank Charges and Commissions Accrued	1,669,783	3,679,199
Burial Expenses	120,630,484	6,415,627
Capacity Charges	301,200	105,725
Capital claims	-	9,363
Census	3,103,169	167,664
Change on IMF Drawings	418,374	3,609,172
Claims related to nonlife insurance and standardized guarantee schemes	24,854,180	20,881,498
consultancy fees	51,134,730	67,295,291
Consumption of gunny bags (re-bagging)	2,344,950	-
Contingencies Item	18,809,859	42,634,973
Current (Corporate) tax	-	7,224,783
Deferred tax expense/(release) for the year	1,708,064	535,669
Discount and commission to dealers	26,430	94,859
Domestic Debt	3,885,793	812,570
education supervision expenses	4,815,302	10,709,471
Education Support Fees	10,146,893	15,388,144

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021 TZS '000	30-June 2020 TZS '000
Education Transfer	273,865,428	244,048,501
Electricity distribution expenses	1,450,788	1,954,630
Electricity purchased by TANESCO	8,389,351	1,423,952
Exchange Equalization	-	47
Fees for standardized guarantee schemes	-	36,995
Financial Intelligence Unit	-	2,572
Financial market development expense	1,387,659	1,778,072
Foreign Exchange Equalization	1,218	136,939
Freight Forwarding and Clearing Charges	7,781,354	2,046,190
Goods and Services - Payments	98,993,935	176,349,259
Honorariums (expert opinion)	10,323,653	7,141,022
Husbandry expenses	5,391,436	1,838,538
Inmate Allowances	7,957	13,554
Installations Insurance	83,232	-
Institute of Journalism & Mass Communication (IJMC)	4,877,405	-
Insurance Expenses	50,400,767	52,890,867
Interest on repurchase agreement	68,778,327	73,665,608
Investigation expenses	6,017,998	1,498,519
Legal fees	13,337,364	9,160,919
Listing and Filling Fee	51,867	-
Loan management and servicing fee	17,668,792	2,862,645
Management Fee	17,106,325	13,018,219
National Expenses	632,726,796	410,137,437
National Security Council	8,343,722	1,965,155
Negotiated Compensation	2,545,409	1,658,217
Non life insurance	8,067	26,719,104
Non-Government Organizations (NGOs)	3,317,963	948,612
Other Capital Claims	25,229	52,034
Other levies	22,901,529	10,030,283
Other levies (insurance levy etc)	4,202,272	12,264,589
Other licence and fees	1,697,122	3,723,614
Other Payments	541,453,686	615,618,489
Parastatal Rehabilitation	36,219,401	7,471,982
Political Aid	1,098,519	50,374
Property and Formalization Programme	20,300	2,768,664
Property insurance	25,726	219,361
Property Insurance Premiums	7,053,658	7,342,878
Registration, Accreditation, Admission and Articulation	5,624,526	5,687,808
Release Travel	2,425,790	10,352,276
Resource lease on Land	1,284,264	1,061,062
Resource lease other natural resources	8,125	24,993
SHIMIWI	20,994,129	127,553
Shipping Administration Charges	87,694	304,808
Special Operation Services	31,065,474	117,162,731

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021 TZS '000	30-June 2020 TZS '000
Specialized Equipment and Supplies	48,993,161	32,514,751
Staff Claim- Payment	4,571,318	26,830,936
Sundry Expenses	483,284,747	218,018,666
Suppliers Debts	8,031,119	22,279,765
Surveys	22,463,875	3,306,672
Tax effect of error correction	6,384,149	-
Taxes Levied by another Level of Government	-	20,781,529
Vehicles Insurance	2,794,270	2,885,325
Voluntary Agencies Hospitals(VAHS)	234,909	31,826
Weights and Measures Instruments	96,257	17,960
Witnesses Expenses	1,114	2,078,955
Total	2,781,966,267	2,393,584,874

45. PROVISION FOR OBSOLETE INVENTORIES

	30-June-2021 TZS '000	30-June 2020 TZS '000
Provision for write-off of obsolete inventories	6,256,679	1,116,561
Total	6,256,679	1,116,561

46. SUBVENTIONS TO OTHER GOVERNMENT ENTITIES

These are amounts transferred by the Ministry of Finance and Planning to other government entities through the Parent Ministry. Upon consolidation, these amounts have been eliminated in full.

47. GRANTS, TRANSFERS AND SUBSIDIES ISSUED

	30-June-2021 TZS '000	30-June 2020 TZS '000
Africa Peer Review Mechanism (APRM)	109,237,549	334,382
Association for Strengthening Agricultural Research in Eastern and Central Africa	-	141,399
Capital Markets and Securities Authority	1,018,200	-
CLAS	-	26,398
Commonwealth Parliamentary Association	248,951	-
Contribution to AFROSAI	39,124	56,505
Contribution to AOCRS	2,515,986	882,856
Contribution to Commonwealth Secretariat	209,201	549,388
Contribution to ESAAG	61,407	57,000
Contribution to ESAAMLG	184,800	-
Contribution to INTOSAI	65,000	63,188
Contribution to UNESCO	60,481	140,000
Contribution to World Food Programme	360,225	200,000
Contribution to World Health Organisation	110,539	507,844
Contributions to African Union (AU)	13,154,027	17,285,535
Contributions to UN Organisations	1,906,400	3,175,440
Desert Locust Control Organisation East Africa	941,411	941,116

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	30-June-2021	30-June 2020
	TZS '000	TZS '000
East African Community (EAC)	20,327,564	31,414,413
Food and Agricultural Organization (FAO)	116,887	-
Great Lakes Contributions	3,631,182	2,390,345
Inter Governmental Shipping Organization	959,702	958,967
International Fund for Agricultural Development	1,104,255	726,491
International Police Organisation (INTERPOL)	249,850	50,000
International Red Locust Control Organization	425,950	300,000
International Seed Testing Unit	8,432	-
International Maritime Organisation	20,829	41,151
Inter-Parliamentary Union (IPU)	23,101	-
Lake Victoria Fisheries Organization	1,123,701	-
Mining Commission	622,787,268	525,805,059
Political Aid	85,506	707,861
SADC	7,683,129	6,000,000
State Mining Corporation	-	-
Subscription to other International Institutions	18,815,773	16,149,890
Subscription to Other International Organizations	188,699	350,598,006
Tanzania Extractive Industries Transparency	-	-
Tanzania Gemmological Centre	345,038	100,000
The Convention on International Trade on Endangered Species of Fauna na Flora (CITES)	15,126	-
World Tourism Organisation	108,110	-
Total	808,133,403	959,603,232

48. DEPRECIATION OF PROPERTY, PLANT AND EQUIPMENT

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Depreciation of property, plant and equipment (Details in Note 88)	3,320,127,131	3,057,126,782
Total	3,320,127,131	3,057,126,782

49. DEPRECIATION OF INVESTMENT PROPERTIES

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Commercial Buildings	7,410,955	5,154,526
Other Investment Property	2,043,834	6,752,917
Total	9,454,789	11,907,443

50. AMORTISATION OF INTANGIBLE ASSETS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Amortisation of intangible assets (Details in Note 87)	88,245,066	87,501,701
Total	88,245,066	87,501,701

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

51. IMPAIRMENT OF PROPERTY, PLANT AND EQUIPMENT

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Impairment of property, plant and equipment (Details in Note 86)	82,757,707	19,022,676
Total	82,757,707	19,022,676

52. IMPAIRMENT OF INTANGIBLE ASSETS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Impairment of intangible assets (Details in Note 87)	2,844,591	127,326
Total	2,844,591	127,326

53. IMPAIRMENT OF INVESTMENT PROPERTY

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Impairment of investment properties (Details in Note 85)	2,865,747	2,861,456
Total	2,865,747	2,861,456

54. IMPAIRMENT OF RECEIVABLES

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Impairment of receivables and prepayments	660,023,841	90,675,800
Total	660,023,841	90,675,800

55. IMPAIRMENT OF LOANS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Impairment of loan Receivable	4,296,609	37,357,406
Loans to third parties	31,153,897	12,496,595
Total	35,450,506	49,854,001

56. IMPAIRMENT OF GOVERNMENT SECURITIES

Upon consolidation, these amounts have been eliminated in full.

57. FAIR VALUE LOSSES ON EQUITY INVESTMENTS

Fair value losses on equity investments	-	730,940,464
Fair value gain on equity investments		(28,549,338)
Total	-	702,391,126

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

58. FAIR VALUE LOSSES ON GOVERNMENT SECURITIES

Fair value losses on government securities	-	-
Total	-	-

59. FAIR VALUE LOSSES ON INVESTMENT PROPERTIES

	30-June-2021	30-June 2020
	TZS '000	TZS '000
	-	-
Total	-	-

60. FAIR VALUE LOSSES ON BIOLOGICAL ASSETS

Fair value losses on biological assets	-	-
	-	-

61. FAIR VALUE LOSSES ON ACTUARIAL VALUATION OF DEFINED BENEFIT PLANS

Fair value losses on actuarial valuation of defined benefit plans	38,019,905	-
Fair value gain on actuarial valuation of defined benefit plans	28,527,953	
Total	9,491,952	-

62. FAIR VALUE LOSSES ON FINANCIAL ASSETS

Fair value losses on financial assets	23,351,438	-
Fair value gain on financial assets	(220,489)	
Total	23,130,949	-

63. FAIR VALUE LOSSES ON MARKETABLE SECURITIES

Fair value losses on marketable securities	84,113,602	-
Total	84,113,602	-

64. LOSSES ON FOREIGN CURRENCY TRANSLATION

Foreign currency exchange losses	932,061,661	53,110,691
Foreign currency exchange gain	(209,940,715)	-
Total	722,120,945	53,110,691

65. LOSSES ON DISPOSAL OF ASSETS

Losses on disposal of property, plant and equipment	2,192,979	101,071,876
Gain on disposal of property, plant and equipment	(1,087,751)	(1,634,083)
Total	1,105,228	99,437,793

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

66. TAX EXPENSES

Upon consolidation tax expenses have been eliminated in full

67. SUBSIDIES AND TRANSFERS

Upon consolidation, these amounts have been eliminated in full.

68. REVENUE TRANSFERS TO PMG/CONSOLIDATED FUND

Upon consolidation, these amounts have been eliminated in full.

70. CASH AND CASH EQUIVALENT

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Akiba Commercial Bank	3,353,021	-
Azania Bank	45,576,810	46,919
Bank of Tanzania (BoT)	416,737,031	710,636,198
Cash in hand	2,535,466	29,916,405
Commercial Bank balances	773,180,050	1,669,701,378
Commercial Demand deposits	1,088,688,337	4,212,448,605
Commercial Foreign currency notes and coins	47,495,247	834,962,094
Commercial Other short term investments (maturity<90 days)	4,908,745,182	13,333,647
Commercial Short term deposits (maturity < 90 days)	211,683,645	460,901,729
CRDB	407,480,371	131,824
DCB	8,646,349	350,004
NBC	41,591,808	68,477
NMB	80,856,898	1,096,503
Ownsource Collection Account - CRDB	66,316,709	-
Ownsource Collection Account - NMB	9,347,811	-
Ownsource Collection Account - TPB	45,785	-
Tanzania Investment Bank (TIB) - Development Bank	146,576,048	-
Total	8,258,856,568	7,933,593,784

71. FIXED DEPOSITS / PLACEMENTS - WITH PRIVATE BANKS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Azania Bank	29,969,671	58,581,174
CRDB	400,308,836	394,542,453
DCB	2,298,933	2,649,827
Exim Bank (Tanzania)Ltd	3,837,877	3,837,877
KCB Bank (Tanzania)Ltd	-	3,837,877
NMB	31,801,391	103,754,376
Tanzania Investment Bank (TIB) - Corporate Bank	-	10,294,236
Tanzania Investment Bank (TIB) - Development Bank	-	2,838,213
UTT Microfinance	-	1,361,047
Total	468,216,707	581,697,080

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

72. HOLDINGS OF SPECIAL DRAWING RIGHTS (SDRs)

Assets

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Holding of SDRs	22,217,849	20,100,182
Total	22,217,849	20,100,182

73. QUOTA IN INTERNATIONAL MONETARY FUND (IMF)

Assets

Quota in IMF	1,304,531,756	1,257,328,887
Total	1,304,531,756	1,257,328,887

The Tanzania's quota in IMF stood at SDR 397.8 million equivalent to TZS 1,257,328.9 million (2020: SDR 397.8 million equivalent to TZS 1,266,185.4 million). On a quarterly basis, the IMF pays interest (remuneration) to those members who have a remunerated reserve tranche position at the adjusted rate of remuneration. As at 30th June 2021, reserve tranche stood at SDR 59.7 million (2020: SDR 59.7 million) whereas the adjusted rate of remuneration was 0.5 percent (2019: 0.5 percent).

74. FOREIGN CURRENCY MARKETABLE SECURITIES

These are financial assets consisting of foreign currency marketable securities that are internally managed, and portfolio externally managed by the World Bank Treasury under a special program known as Reserve Advisory Management Program (RAMP). Majority of such securities are sovereign issues with a minimum credit rating of AA, bearing fixed interest and specified maturities. The balance of this reserve was as follows:

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Accrued Interest	23,919,687	27,869,057
Marketable Securities	6,268,961,130	6,174,086,732
Marketable Securities - Non Cash Changes	(37,838,386)	-
Total	6,255,042,431	6,201,955,789

Analysis of foreign currency marketable securities by concentration into sovereign issues, supranational securities and agency securities by fair values:

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Sovereign Issues		
USD	4,651,037,572	4,507,506,441
GBP	278,855,780	708,710,393
AUD	201,260,406	295,587,055
CNY	356,150,025	192,247,838
Total	5,487,303,783	5,704,051,727

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Supranational Securities		
USD	481,900,064	353,051,203
Total	481,900,064	353,051,203
Agency Securities		
USD	249,924,972	125,698,450
CNY	35,913,612	-
Total	285,838,584	125,698,450
Corporate Securities		
USD	-	19,154,409
	-	19,154,409
Total Investments		
USD	5,382,862,608	5,005,410,504
GBP	278,855,780	708,710,393
AUD	201,260,406	295,587,055
CNY	392,063,637	192,247,838
Total	6,255,042,431	6,201,955,789

75. EQUITY INVESTMENTS

	<u>30-June-2021</u>	<u>30-June-2020</u>
	<u>TZS '000</u>	<u>TZS '000</u>
Investment in equity are measured at Fair Value through Other Comprehensive Income (FVTOCI):		
Equity investment in Afreximbank	-	-
Equity investment in SWIFT	-	-
Equity Investment	1,739,895,227	1,669,596,192
Total	1,739,895,227	1,669,596,192

Equity investment in Afreximbank

The African Export-Import Bank (Afreximbank) is a supranational institution, established on 27 October 1993. The Bank holds an investment in the equity of Afreximbank. Afreximbank is a grouping of regional central banks and financial institutions designed to facilitate intra and extra African trade. During the year, the Bank's acquired 19 share from Afreximbank hence as at June 2021 equity investment in Afreximbank is 815 ordinary shares (2020:796) of par value of USD 10,000 each. As at 30 June 2021, the Bank's equity aggregated to USD 3,260,000 representing two fifth of the Bank's paid up shares in Afreximbank (2020: USD 3,184,000). The proportion of the Banks equity interest to the total holding in this bank is 0.60 percent. These shares are measured at FVTOCI.

Equity Investment in SWIFT

Society for Worldwide Interbank Financial Telecommunications (SWIFT) (the "Company") is a company founded in Brussels in 1973 to provide a secured network that enables financial institutions worldwide to send and receive information related to financial transactions in a secure, standardised and reliable environment.

SWIFT members hold interest in the cooperatives through shares. The Company manages the shares through the reallocation principle defined in its By-laws and general membership rules.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The number of shares allocated to each member is determined at least after every three years according to the Bylaws of the Company and is proportional to the annual contributions paid for the network-based services to the Company. The members have the obligation to give up or take up the resulting change in shares. The By-laws of the Company state that shares are only reimbursed when a member resigns, or when a member has to give up shares following reallocation. This investment is measured at fair value through other comprehensive income. During the year, under review the Bank had a total of 61 shares (2020: 85).

76. GOVERNMENT SECURITIES

Amortised cost:	30-June-2021	30-June-2020
	TZS '000	TZS '000
Accrued interest	46,194,524	85,442,330
Stocks	-	2,873,499
Treasury bills	595	-
Treasury bonds	3,024,037,015	938,281,308
Treasury EPA stock	201,391,122	202,234,533
Total	3,271,623,256	1,228,831,670

The Bank holds various government fixed income securities issued by the United Republic of Tanzania Government. Treasury special stocks and bonds are issued at face value, discount or premium. Treasury stocks are issued at a fixed coupon.

Treasury Bills

This represents treasury bills discounted by commercial banks to the Bank. As at 30 June 2021, the value of treasury bills discounted was TZS 0.6 million (2020: TZS 2,635.4 million).

Special Treasury Bonds

Treasury Special Bonds are long-term instruments issued at fixed coupon for Government financing. Interest on the bonds is payable semi-annually based on the agreed coupon rate. The balance includes:

Matured stock that was converted into 5.75% 6-Year Special Bond 2019/2025 with face value of TZS 51,333.3 and the 10 Year Special Government Bond 2009/19 that matured 2 July 2019 that was rolled over into 6% 7 Year Special bond 2019/2026 with a face value of TZS 50,000.0 million. The carrying amount of these bonds stood at TZS 33,156.7 million and TZS 29,992.9 million respectively

The 10 Year Special Government Bonds 2009/2019 with a face value of TZS 150,000.0 million had partial redemption of TZS 50,000.0 million paid on 3 July 2017 and 1 July 2018 and the reminder balance was rolled over to 5.15% 3 Years special government bond. As at 30 June 2021, the balance stood at TZS 46,490.6. million (2020: TZS 46,490.6 million).

A 10 Years 8% special bond 2009/19 with face value of TZS 323,000.0 million was issued on 2 June 2009. Upon its maturity the bond was rolled over and was divided into three maturities of 5 years at coupon of 5. 5 percent with face value of TZS 100,000.0 million as at 30 June 2021 the carrying amount was TZS 85,504.8 million, 6 years at coupon of 5.75 percent with face value of TZS 100,000.0 million whereas at 30 June 2021 the carrying amount was TZS 84,441.8 million and 7 years at coupon 6.0 percent with face value of TZS 123,000.0 million and closed with a carrying amount of TZS 98,225.7 million. The initial purpose of the two bonds was to bridge Government revenue shortfall mainly attributed to the impact of the global financial crisis

On 12 October 2012, the Government issued a 10-Year 2012/2022 Special Bond with face value of TZS 469,484.4 million with coupon of 11.44 percent. The bond was issued to replace the

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

accumulated deficit position of the United Republic of Tanzania Government. As at 30 June 2021 the carrying amount of the bond stood at TZS 469,484.4 million. The value of Special Bonds as at 30 June 2021 was TZS 847,297.0 million (2020: TZS 991,590.6 million).

Treasury EPA Stock

Treasury EPA Stocks represent External Payment Arrears (EPA) that date back to 1980's when the defunct National Bank of Commerce (NBC) had external commercial obligations that were in arrears for lack of foreign exchange. These were later on transferred to the Bank to facilitate their administration and control. According to the arrangement, the externalisation of EPA obligations was done based on agreed exchange rates. The exchange rate differential between the exchange rate prevailing when the beneficiaries are paid and the agreed rate resulted into exchange losses, which are recoverable from the Government. Funding of the resulting obligations was obtained through issuance of EPA stocks.

The Government effective from 01 August 2008 reissued two EPA Special Stocks namely EPA Special Stock 2002/2052 and EPA Special Stock 2005/2055 with values of TZS 4,352.8 million and TZS 65,646.1 million and replaced them with EPA Special Stock 2008/18 and EPA Special Stock 2008/23 respectively. Their tenures were reviewed from 50 years and 55 years to 10 years and 15 years with annual coupons of 7.5 percent and 8.0 percent payable semi-annually respectively.

The EPA special Stock 2008/18 valued at TZS 4,352.8 matured and was repaid. Furthermore, on 1 August 2008 the Government issued EPA Special Stock with face value of TZS 135,745.1 million to accommodate external payment arrears exchange losses incurred up to 31 December 2007. The stock has a maturity of 20 years with annual coupon of 8.5 percent payable semi-annually. As at 30 June 2021, the aggregate position of Special EPA stocks stood at TZS 201,391.1 million (2020: TZS 201,391.1 million).

77. RECEIVABLES

	30-June-2021 TZS '000	30-June 2020 TZS '000
Fees, fines, penalties and licenses	350,518,575	347,437,682
Impairment of Receivable and Prepayment	(783,129,333)	(1,010,713,253)
Levies	96,989,782	91,313,097
Other Receivable Non Cash	96,989,782	115,135,118
Other receivables	2,603,529,506	3,005,884,134
Receivables from exchange transactions	1,022,355,621	1,309,762,200
Social contributions	164,515,502	487,314,461
Staff advances and imprest	73,677,490	55,193,109
Tax revenue receivables (For TRA)	7,542,177,787	3,843,844,887
Total	11,513,815,633	8,245,171,434

78. LOANS RECEIVABLES

Impairment of loan Receivable	(79,607,018)	(83,081,588)
Loan to LGA	5,167,132	5,262,371
Loan to Third Party	2,225,101,785	2,590,591,742
Loans to other PSEs	1,899,743,928	3,322,849,645
Loans to third parties	(40,163,019)	(21,490,406)
Staff loans	298,652,608	255,307,087
Student's Loan	3,991,287,705	4,792,627,324
Total	8,300,183,122	10,862,066,176

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

79. PREPAYMENTS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Prepayment-Asset	734,641,022	507,836,798
Prepayments	2,088,371,773	2,512,900,274
Total	2,823,012,795	3,020,737,072

80. INVENTORIES

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Provision for obsolete stock	(4,706,695)	(5,451,211)
Agricultural Chemical	1,647,740	7,838,839
Books	10,453,818	14,294,326
Building materials and equipment	335,502	39,684
Cleaning supplies	9,442,792	10,677,645
Computer supplies and accessories	7,939,169	10,734,357
Election goods	1,272,560	305,185
Election Materials/goods	-	10,652
Finished goods	76,460,530	72,141,841
Food Stuffs	36,270	884
Fuel	16,516,361	9,855,185
Goods in transit	506,397	132,283
Laboratory Equipment and Instruments	363,741	-
Land/Plots for sale	277,476,674	384,423,189
Library Books	391,806	2,960,373
Loose tools	4,425,899	2,799,217
Medical supplies	150,561,675	161,234,490
Non Cash Inventories	9,011,038	4,647,647
Office consumables (Stationaries, etc)	131,864,853	151,337,501
Other Chemicals	5,509,394	4,693,862
Productive Livestock	682,927	80,595
Provision for write-off of obsolete inventories	(18,702,979)	(15,122,776)
Raw materials	63,783,305	72,624,386
Spare parts	85,811,829	56,570,942
Spareparts - Currency Machine	8,273,708	14,229,572
Tanzanite	12,590,690	-
Work in progress	331,617,846	322,460,400
Total	1,183,566,850	1,283,519,069

81. DEFERRED CURRENCY COST

This account represents direct cost relating to notes printing and coins minting held by the Bank. During financial year 2020/21, the movement on deferred currency cost account was as follows:

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Deferred Currency Cost	52,103,739	34,035,017
Total	52,103,739	34,035,017

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

82. OTHER FINANCIAL ASSETS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Advances to related parties	225,346,216	1,443,236
Debt securities	8,756,400	6,005,081
Items in course of settlement	280,062,876	114,398,332
Other financial asset	1,151,946,970	88,400,852
Total	<u>1,666,112,462</u>	<u>210,247,501</u>

83. ESCROW ACCOUNTS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Escrow accounts	149,930,016	149,780,547
Total	<u>149,930,016</u>	<u>149,780,547</u>

This account was opened under the memorandum of economic and financial policies arrangement of the United Republic of Tanzania (URT) Government. The agreement was to establish an external escrow account into which the URT Government would pay a significant portion of the estimated debt service due to the relevant group of non-Paris creditors. The URT Government Deposits the funds into the account pending agreement with creditors. In line with the arrangement, the funds are available to confirmed creditors. The Government deposited funds into this account once in March 2003 of USD 5.0 million that was equivalent to TZS 5,256.0 million. Some of the funds were utilised to settle due obligations before financial crises. The balance on the account earns interest. As at 30 June 2021, the account had a balance of USD 4.9 million equivalent to TZS 11,257.0 million. (2020: USD 4.9 million equivalent to TZS 11,253.5 million). TPDC has the balance of USD 60,320,710 (TZS 139 Millions) as at 30th June 2021.

84. RETIREMENT BENEFIT ASSETS

	30-June-2021	30-June 2020
	TZS '000	TZS '000
Retirement Benefit Assets	12,916,954	12,102,386
Total	<u>12,916,954</u>	<u>12,102,386</u>

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

85. INVESTMENT PROPERTY

	Cost								Accumulated Depreciation and Impairment						Carrying Value		
	Additions (monetary)		Additions (non-monetary)	Transfers	Revaluation Adjustments	Adjustments	Disposal	At 30 June	Charge during the year - Depreciation	Charge during the year - Impairment	Revaluation Adjustments	Adjustments	Transfers	Disposal		At 30 June	
	TZS '000	TZS '000															TZS '000
30 JUNE 2021																	
Commercial Buildings	6,478,925,924	9,847,335	160,176,130	(22,028)	162,448,675	27,324,034	709,644	6,839,409,714	43,800,112	7,410,955	2,861,456	-	(1,499)	-	-	54,071,024	6,785,338,689
Land for Capital Appreciation	261,352,658	907,232	92,664,836	(300)	20,192,503	331,447	13,060	375,481,438	-	-	-	-	-	-	-	-	375,481,436
Other investment property	1,229,316,327	11,997,915	16,251,053	(14,009,689)	868,316	(30,000)	-	1,244,393,922	24,097,944	6,858,834	4,291	-	23,858	-	-	30,984,927	1,213,406,995
Work-In-Progress	43,889,162	6,731,433	16,455,938	(154,378,871)	26,749,263	(764,561)	3,064,144	(58,233,492)	-	-	-	-	-	-	-	-	(58,233,492)
	8,013,494,071	29,483,915	285,567,957	(168,410,886)	210,258,757	26,860,920	3,806,848	8,401,051,560	67,898,056	14,269,769	2,865,747	-	22,369	-	-	85,055,951	8,315,995,628
30 JUNE 2020																	
Commercial Buildings	5,777,717,806	38,295,001	40,218,202	(2,071,620)	353,698,208	286,727,327	(73,366)	6,474,511,538	38,733,998	5,154,528	2,861,456	-	(491,572)	(578,983)	-	43,679,423	6,430,832,115
Land for Capital Appreciation	274,773,323	(2,160)	22,500	(187,937)	251,363	(13,504,424)	-	261,352,665	-	-	-	-	-	-	-	-	261,352,665
Other investment property	1,141,971,764	11,723,870	40,196,766	(8,243,571)	46,801,184	(1,301,640)	-	1,231,148,393	17,528,486	6,752,917	-	-	(183,459)	-	-	24,037,944	1,207,050,449
Work-In-Progress	12,455,061	596,241	33,736,000	-	-	-	-	46,767,302	-	-	-	-	-	-	-	-	46,767,302
	7,206,917,954	50,612,952	114,173,488	(10,503,126)	400,750,755	251,921,263	(73,366)	8,013,759,998	54,262,482	11,907,443	2,861,456	-	(675,031)	(578,983)	-	67,777,367	7,946,022,531

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

86. PROPERTY, PLANT AND EQUIPMENT

	cost										Accumulated Depreciation and Impairment					Carrying Value
	At 01 Jul	Addition Non Monetary	Addition Non Monetary	Transfers	Revaluation Adjustment	Adjustment	Disposal	30 June, TZS ('000)	Charge during the year - TZS ('000)	Charge during Impairment TZS ('000)	Revaluation Adjustments TZS ('000)	Adjustment TZS ('000)	Transfer TZS ('000)	Disposal TZS ('000)	30 JUNE TZS ('000)	
30 JUNE 2021	TZS ('000)		TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Acquisition of land	17,517,454,698	42,189,452	87,557,376	(28,232,201)	18,485,000	133,666,628	(56,530)	17,771,084,542	-	-	-	-	-	-	-	17,771,084,542
Accidental equipment and machinery	4,146,381	673,009	114,395	-	-	(159,593)	-	4,778,342	421,673	-	(126,556)	-	-	-	560,480	4,215,862
Accidents and Livestock Extension System	110,007,936	483,391	34,714	(2,283,482)	-	(116,884)	-	114,125,575	4,676,203	260,789	-	(586,316)	(1,300,323)	-	33,514,438	86,811,438
Air Conditioner	588,837	229,033	25,106	-	-	(7,006)	-	833,971	46,546	-	-	(3,556)	-	-	335,733	469,236
Aircraft (G550)	19,034,006	-	-	-	-	-	-	15,934,038	889,194	-	-	-	-	-	2,344,485	13,199,551
Aircraft - Kariakoo, Tawaya and Aggen	419,865,741	-	-	-	-	-	-	419,864,741	8,487,974	-	-	-	-	-	46,576,945	379,387,796
Application software systems	1,776,375	479,392	-	-	-	-	-	2,255,767	519,776	-	-	-	-	-	1,055,607	1,201,170
Audio visual equipment	165,674	38,718	-	-	-	-	-	204,392	25,480	-	-	(31,577)	-	-	115,956	85,439
Business, Shoppers, Tables and Chairs	873,618	83,374	6,491	-	-	-	-	899,493	83,679	-	-	-	-	-	336,127	559,366
Bornes's Voters Registration Kits	-	57,065	-	-	-	-	-	57,065	-	-	-	-	-	-	-	-
Boring 787 Driveline	1,125,813,260	-	-	-	-	-	-	1,125,813,260	84,388,807	-	-	-	-	-	-	1,210,202,067
Borehole	6,729,669	-	-	-	-	-	-	6,729,669	201,979	-	-	-	-	-	3,967,579	3,962,131
Boreholes	29,888,338	12,330,545	-	(853,764)	-	-	-	41,238,119	2,899,295	-	-	-	(547,054)	-	19,935,196	21,682,963
Brigade	2,284,544,129	28,560,907	14,392,149	114,549	-	(13,260,833)	-	2,318,440,501	23,428,756	288,159	-	-	303,309	-	132,361,527	2,186,078,974
Buses, minibuses and vans	9,246,121	716,692	3,388,024	-	-	-	-	13,350,837	883,616	-	-	-	-	-	2,689,605	10,661,232
Cameras	269,412	282,233	-	-	-	-	-	551,645	66,089	-	-	-	-	-	143,163	518,538
Canteen	231,585	-	-	(231,586)	-	-	-	6,224	15,440	-	-	-	(31,683)	-	1	(1)
Chain Link and Blast Wall	4,576,381	-	-	-	-	-	-	4,576,381	228,919	-	-	-	-	-	2,534,114	2,042,267
College and University	2,617,331	-	-	-	-	-	-	2,617,331	872,443	-	-	-	-	-	2,617,331	-
Data communication cables, networks and facilities	18,085,793	537,710	14,030	(288,328)	-	-	-	20,188,405	2,316,589	-	-	(268,528)	-	(346)	12,492,084	7,696,311
Drainage Networks	84,597,584	18,401,127	12,378,618	(1,231,072)	-	-	(374,487)	113,801,769	7,525,745	-	-	86,875	(182,836)	(38,282)	30,784,832	83,116,947
Driving licenses machinery	24,051,049	2,484,239	-	-	-	-	(30,012)	27,065,276	2,037,975	720,860	-	-	-	(26,851)	22,926,401	4,138,876
Electrical equipment	16,314,615	1,772,814	31,481	-	-	-	-	18,119,221	1,791,263	66,172	-	10,119	-	-	14,960,600	3,168,621
Electricity - Distribution Assets	3,913,380,892	-	-	-	-	-	-	4,468,338,862	277,781,000	-	-	-	-	-	1,073,670,247	3,394,668,615
Electricity - Hydro Generation Assets	762,212,358	44,682	-	-	-	-	-	762,257,040	31,641,000	-	-	-	-	-	742,854,489	519,403,571
Electricity - Hydro Generation Assets	1,016,802,033	-	22,133,000	-	-	-	-	1,037,935,033	91,233,000	-	-	-	-	-	360,913,367	1,576,722,266
Electricity - Transmission Assets	1,876,777,172	52,000	-	124,134,000	-	-	-	2,000,963,172	63,928,976	-	-	-	-	-	285,675,880	1,715,287,292
Energy generating equipment	522,881	846,028	-	-	-	-	-	1,378,909	72,125	-	-	-	-	-	151,650	1,227,259
Equipment - Global Positioning Systems (GPS)	6,144	2,600	-	-	-	-	-	13,744	878	-	-	-	-	-	10,170	15,170
Farm Structures	95,567	149,672	3,714	-	-	-	-	249,953	9,654	-	-	-	-	-	37,917	202,966
Filing Cabinets	19,900	1,000	-	-	-	-	-	20,900	-	-	-	-	-	-	11,900	-
Fire Detector Equipment	22,231	-	-	-	-	-	-	22,231	-	-	-	-	-	-	-	-
Fire Fighting Equipment	1,625,058	28,985	-	-	-	-	-	1,654,043	1,740	-	-	-	-	-	13,032	14,769
Fighting, ambulances and rescue vehicles	10,610,159	971,000	3,868,722	-	-	-	-	14,689,881	1,298,322	-	-	-	-	-	72,148	1,579,875
Gardening equipment and machinery	1,242,139	-	-	-	-	-	-	1,242,139	99,369	-	-	-	-	-	535,133	9,516,740
								592,095	99,369	-	-	-	-	-	692,964	599,175

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Generators	3,295,522	2,133,773	843,799	(10,337)	(1,274,983)	4,371,921	1,613,245	270,546	-	-	(83,716)	-	(3,549)	1,776,526	2,599,396
Geological equipment and vehicles	4,000	-	-	-	-	4,000	800	800	-	-	-	-	-	1,600	2,400
Construction	715,707	(38,924)	-	-	-	676,783	463,107	53,342	-	-	-	-	(32,113)	444,336	334,247
Hardware, stores and equipment (incl. desktop equipment, APC, etc)	730,145,517	59,113,856	8,402,483	(4,593,174)	(1,880,279)	789,175,119	477,282,745	90,584,842	4,773,164	(462,554)	(18,315,483)	(1,471,906)	(2,432,812)	469,890,078	289,225,041
Heavy Equipment	14,739,712	169,935	92,347	-	-	15,002,994	4,789,328	1,168,686	-	-	-	-	-	5,957,914	9,097,580
Hospitals, clinics and health facilities	336,484,719	15,056,492	32,731,195	561,974	4,053,386	389,929,728	35,577,618	6,974,688	26,350	-	(302,720)	(271,557)	-	47,104,699	346,825,070
Houses, cottages and corridors	1,039,842	4,766,460	679,651	-	-	6,476,343	1,162,650	5,444	-	-	(465,120)	-	-	5,713,159	203,803
Hydrological equipment and installations	475,533	-	-	-	-	475,533	195,136	67,933	-	-	67,661	-	-	271,720	176,352
Industrial Building	-	178,342	-	-	-	178,342	-	-	-	-	-	-	-	-	-
Installation Appliances, including machines, & other equipment	5,022,300	168,652	-	-	-	5,190,952	4,814,482	274,452	-	-	-	-	-	4,666,014	301,639
Irrigation pump sets	19,092,988	15,640	-	-	-	19,108,628	5,892,028	1,131,678	-	-	-	-	-	7,623,656	14,416,818
Kitchen Appliances, (furnish and Crockery)	1,818,114	7,006	-	-	-	1,825,120	651,960	133,569	-	-	-	-	-	735,489	1,090,645
Land levelling and fencing (incl. works)	3,229,728	72,230	-	-	-	3,301,958	2,409,882	489,620	-	-	(10,111)	-	-	2,869,391	437,467
Land levelling and fencing (incl. works)	35,416,492	3,216,767	3,487,652	(2,504,659)	27,695	39,615,302	15,164,996	3,560,847	-	-	(513,719)	-	-	18,234,124	21,408,996
Landscaping	49,110,582	181,737	1,436,300	(851,174)	-	50,796,445	5,097,699	1,234,674	-	(12,860)	-	-	-	8,319,413	36,758,032
Library Books	-	-	892,019	-	-	892,019	-	-	-	-	-	-	-	-	-
Life and cranes	44,021,460	2,170,997	-	(2,034,434)	1,006,977	46,163,029	31,959,827	4,377,764	972	-	(2,032,392)	(1)	-	34,306,191	12,862,177
Medical appliances and equipment	97,166	-	-	-	-	97,166	47,744	4,819	-	-	-	-	-	53,247	43,939
Medical Equipment	20,396,424	1,110,967	374,056	-	(2,820)	20,781,623	15,520,889	3,116,762	-	-	-	-	-	18,637,651	12,251,675
Military tanks, trailers and vehicles	123,403,869	9,802,730	3,713,665	-	-	136,920,264	34,810,008	19,996,971	-	-	615,336	-	-	55,422,305	80,395,165
Mining equipment and machinery	10,300	-	34,395	-	-	44,695	1,080	1,930	-	-	-	-	-	3,010	41,685
Mobile homes and cranes	2,287,000	-	-	-	-	2,287,000	14,000	-	-	-	-	-	-	2,287,000	-
Motor Vehicles	1,080	-	-	-	-	1,080	810	270	-	-	-	-	-	-	-
Multimedia	1,550,487,224	109,242,800	89,012,258	(10,004,880)	(767,724)	1,731,566,438	973,059,414	188,379,699	2,403,931	(305,012)	(9,849,237)	(8,179,148)	(12,538,756)	1,148,010,693	586,555,737
Musical Instruments	48,104,320	2,920,560	673,758	(474,751)	(6,795)	51,153,282	22,774,346	5,538,687	13,892	46	184,169	(26,151)	(69,572)	20,434,430	23,111,830
Navigational Equipment	340,403	-	13,190	-	-	353,593	267,746	51,176	-	-	-	-	-	313,934	39,669
Office buildings and structures	17,319,246	-	895	-	-	17,320,141	13,685	1,563	-	-	935	-	-	16,183	17,313,988
Office Furniture and fittings	9,925,148,741	372,590,915	332,917,340	28,568,930	4,268,756	10,645,461,672	1,473,825,573	212,287,414	72,016,651	(995,000)	(18,745,130)	(2,011,595)	(112,480)	1,737,175,420	8,872,466,935
Office equipment and installations	970,015,206	53,868,526	8,066,671	(5,312,256)	297,000	1,024,382,227	575,902,475	118,565,506	944,656	(204,000)	(12,899,767)	(4,253,197)	(2,157,658)	676,008,618	347,771,640
Other equipment and installations	17,955,564	1,544,219	-	-	51,598,024	71,125,937	1,342,446	489,472	-	-	-	-	-	1,822,916	69,303,019
Other Office equipment	154,773,007	6,812,418	6,319,465	(150,750)	796,914	170,885,748	66,483,964	11,380,653	34,712	-	(1,619,940)	551	(1,495,000)	74,774,038	95,312,710
Other Public Building	525,973,721	32,997,748	28,862,465	(675,076)	(37,319,616)	547,880,179	269,597,179	54,444,817	-	-	(5,313,450)	(653,300)	(88,729)	317,585,511	229,693,687
Other special, mobilized and R&D work	514,738,023	16,337,511	11,607,671	8,519,330	(205,416)	551,133,875	72,105,136	9,961,343	-	-	1,530,407	-	(1,161)	83,595,762	487,538,273
Parade	2,421,196	1,580,083	82,347	-	-	4,083,626	923,422	911,482	-	-	395,543	-	-	2,726,427	1,653,209
Parts	5,968	-	-	-	-	5,968	5,968	-	-	-	-	-	-	5,968	-
Photographic Equipment	852,142	-	67,560	-	-	919,722	260,966	26,317	-	-	-	-	-	286,263	633,439
Plant and Machinery	108,006	6,671	-	-	-	114,677	31,120	8,182	-	-	-	-	-	39,302	73,975
Port, bay buildings and related facilities	4,154,092,350	42,213,221	64,612,731	(219,910)	285,859,000	4,546,253,714	1,034,633,688	277,844,931	158,485	(3,744,261)	5,434,961	(477,691)	(347,865)	1,315,043,316	3,331,204,388
Precision Tools, Weights and Measures (Metrology)	219,080,322	102,910	-	-	-	219,183,232	715	1,741	-	-	-	-	-	2,456	219,185,778
Printer, Stationery, Photocopyers and Fax	205,654,037	22,369,185	236,055	89,272	-	226,379,509	7,179,201	11,676,468	-	-	5,426	1,660,371	-	20,521,486	207,650,023
Photo-copiers and Fax	34,990,880	4,859,456	523,341	(4,057)	(238,420)	39,698,834	14,221,004	670,806	-	-	(75,967)	-	(43,968)	20,012,270	18,866,558
Printing and reprographic machinery	1,000,145	138,554	488,621	-	-	1,626,320	139,887	58,144	-	-	-	-	-	1,486,169	1,486,169
Pumps	6,647,107	1,856,071	12,857	-	(12,000)	8,504,005	1,708,168	403,853	-	-	(92,211)	-	-	2,136,810	6,368,254

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Railway locomotives and rolling stock	308,570,341	-	12,537,722	-	-	-	521,108,003	61,103,137	12,461,609	-	-	-	-	-	-	-	73,545,546	247,542,517
Railways	149,932,432	-	-	-	-	-	149,932,432	28,000,006	3,516,949	-	-	-	-	-	-	-	31,577,641	118,354,891
Recess and Fire Engines/Vehicles	2,000,649	-	-	-	-	-	2,000,649	702,204	169,384	-	-	-	-	-	-	-	895,469	1,110,081
Road clearing and clearing equipment	2,594,693	-	-	-	-	-	2,594,693	8,687	81,882	-	-	-	-	-	-	-	60,579	2,534,004
Roads	19,351,117,679	107,533,156	300,507,331	(175,233,183)	-	-	19,655,292,593	4,100,347,868	1,597,178,090	-	-	-	-	-	-	-	5,568,824,197	14,699,688,206
Schools, Substations and facilities	1,416,458,745	59,873,678	17,425,788	1,643,049	-	8,791,202	1,404,139,559	174,241,477	17,594,514	-	-	-	-	-	-	-	192,540,629	1,010,892,731
Scientific Equipment	12,010,181	136,631	183,194	-	-	1,159	12,333,215	5,410,882	1,524,937	-	-	-	-	-	-	-	6,845,819	5,387,396
Scientific instruments and tools	4,094,692	56,099	433,018	-	-	-	4,584,077	748,838	434,378	-	-	-	-	-	-	-	1,181,216	3,402,861
Security, radio equipment and installations	31,904,269	4,320,881	-	-	-	-	36,542,469	20,062,278	2,229,596	-	-	-	-	-	-	-	22,231,825	14,220,644
Sewer System	56,074,320	1,729,079	16,257,728	(3,159)	-	(848,432)	75,205,445	11,642,643	2,854,310	-	-	-	-	-	-	-	14,499,953	60,700,482
Signs, lights and fences	99,955,918	886,152	3,891,113	8,019,415	-	(49,701)	100,240,908	28,397,052	3,842,295	56,328	-	-	-	-	-	-	33,247,248	76,001,659
Sound and Public Address Systems	7,903	77,700	-	-	-	-	85,603	4,979	860	-	-	-	-	-	-	-	5,838	79,764
Sport goods	7,722	-	-	-	-	-	7,722	927	306	-	-	-	-	-	-	-	1,236	6,486
State houses, residences, offices, hotels and restaurants	183,046,796	3,036,833	4,034,501	-	-	-	190,354,589	16,472,457	3,155,184	-	-	-	-	-	-	-	21,887,148	138,727,451
Storage Equipment	27,843,577	371,187	-	-	-	259,487	28,505,260	2,243,023	728,956	-	-	-	-	-	-	-	2,951,679	25,553,581
Strategic Spares	64,906,119	-	2,147,000	-	-	-	67,053,119	7,099,904	2,181,000	-	-	-	-	-	-	-	9,230,904	57,822,214
Survey equipment and installations	218,760	284,015	-	-	-	-	502,775	141,292	34,254	-	-	-	-	-	-	-	175,546	327,229
Switch-Bands	-	206,314	-	-	-	-	206,314	-	-	-	-	-	-	-	-	-	-	206,314
Telecommunication, power, water, gas and electricity, and landroading vehicles	70,537,285	332,559	20,067,916	-	-	-	90,897,760	25,944,637	8,758,723	-	-	-	-	-	-	-	35,704,360	56,283,400
Telephone, televisions buildings and infrastructure	119,897,538	338,887	595	(86,388)	-	(18,891,000)	99,189,722	12,839,177	2,000,897	-	-	-	-	-	-	-	12,101,499	87,596,233
Telecommunications infrastructure, networks and equipment	530,433,901	47,516,622	36,365,711	(48,328)	-	(31,124,320)	594,942,593	498,307,790	22,086,977	-	-	-	-	-	-	-	481,145,381	123,787,212
Town houses and apartments	1,114,000	-	-	-	-	-	1,114,000	-	-	-	-	-	-	-	-	-	-	1,114,000
Tractors, Trucks Trailers, semi-trailers	3,234,310	125,701	536,187	-	-	-	3,896,204	828,131	314,851	-	-	-	-	-	-	-	1,282,019	2,614,186
Traffic control equipment	87,790	-	-	-	-	-	87,790	16,613	8,279	-	-	-	-	-	-	-	24,892	57,898
TV and Radios	103,514	206,219	1,169	-	-	-	311,342	45,868	29,865	-	-	-	-	-	-	-	76,476	234,866
Veterinary Equipment	-	81,577	-	-	-	-	81,577	-	-	-	-	-	-	-	-	-	-	81,577
Warehouses	4,839,905	1,268,775	-	-	-	-	6,108,680	108,735	122,174	-	-	-	-	-	-	-	235,909	5,877,772
Water Schemes, Wells, Ponds and Water Schemes	1,814,391,837	129,345,573	208,486,236	(24,307,887)	-	(828,186)	2,127,056,553	181,082,270	125,128,737	81,239	-	-	-	-	-	-	293,953,208	1,833,103,344
Workshop/Depot	13,185,658,653	2,478,938,516	2,642,918,720	(230,999)	(83,950,646)	(39,899,720)	17,854,916,877	15,270,948,887	2,672,453	268,117	-	-	-	-	-	-	6,296,265	17,648,665,912
	87,059,616,231	6,346,024,451	3,903,976,649	311,491,782	(34,871,386)	(64,614,649)	94,971,963,113	12,270,948,887	3,325,127,131	82,167,737	(5,313,747)	(12,287,416)	(2,342,269)	(42,142,763)	(19,318,641)	-	16,843,946,477	79,808,553,936

86. PROPERTY, PLANT AND EQUIPMENT (Continued)

104

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	600 861,274	40,696,417	98 462,726	(3,238,794)	1 964,429	(776,171)	728,970,008	328,345,596	94,159,283	12 894	(304,188)	(2 687,649)	(652,249)	(879,727)	427 865,861	301 864,047
Handovers servers and equipment (incl. desktops, laptops, UPS etc.)	10,503,224	4,015,077	462,075	(86,664)	-	-	14,799,712	3,794,439	1,041,207	-	-	-	(36,386)	-	4 789,329	10,010,304
Hospitality, drugs and health facilities	318,333,249	12 488,975	11,124,101	(3,557,183)	-	44,576	336,484,716	27 959,235	6,207,731	-	-	1,229,543	1,86,109	-	35,577,818	300,977,101
Houses, cottages and condos	-	-	-	-	-	-	-	-	-	-	-	1 162,890	-	-	1 162,890	(1 172,569)
Hydrological equipment and installations	913,054	-	-	-	-	-	913,054	1,382,896	44,022	-	-	-	-	-	733,166	407,558
Investigational Appliances (weighing machines, dryers etc.)	4,534,441	387,839	-	-	-	-	5,022,300	4,357,825	258,838	-	-	-	-	-	179,880	4,814,462
Irrigation construction equipment	16,626,862	2,654,338	153,944	(3,907,026)	-	3,234,728	19,092,966	4,545,241	955,537	-	-	536,417	(748,167)	-	5,893,038	13,200,992
Irrigation pump sets	1,833,391	4,533	-	-	-	-	1,833,114	514,236	87,704	-	-	-	-	-	691,960	1,226,154
Kitchen Appliances, Utensils and Crockery	3,141,523	22,980	66,745	-	-	-	3,229,728	2 195,494	378,973	-	-	(154,529)	-	-	2 409,692	818,948
Laboratory equipment and instruments	30 500,039	2,551,297	3,720,566	(1,231,814)	-	-	35,418,482	14,307,131	3,558,025	-	-	(2,874,340)	-	-	15,154,968	20,331,466
Land levelling and fencing (civil works)	568,027	5,101,718	5,101,718	(143,482)	-	-	41 891,845	4,011,372	1,448,285	-	-	122 810	-	-	5,362,487	36,306,178
Library Books	41,339,800	588,386	2 169,691	(13,846)	(447)	-	44,021,440	25,049,164	4,828,457	-	-	-	(10,389)	-	33,943,622	10,097,818
Lifts and cranes	97 196	-	-	-	-	-	97,196	42,895	4,959	-	-	-	-	-	47,744	49,442
Medical appliances and hospital equipment and installations	1,647,059	5,017,387	-	-	-	38,051	26,389,494	14,892,246	825,822	-	-	2,821	-	-	15,520,869	13,978,535
Medical Equipment	2,592,298	2,862,264	-	-	-	(179,200)	123,403,669	15,715,238	19 148,970	-	(97,209)	-	-	-	34,810,008	89,593,981
Military barracks, lodges and structures	-	-	10,300	-	-	-	10,300	50	-	-	-	-	-	-	1,090	9,220
Mining equipment and machinery	2,287,020	-	-	-	-	-	2,287,020	1,957,900	320,000	-	-	-	-	-	2,273,000	14,000
Motor Vehicles (Administrative)	1 407,711,232	116,601,081	54 914,110	(12,765,886)	-	-	1,561,549,891	823,263,436	168,351,931	607,465	(3,405,539)	(15,478,809)	(107,13,885)	(6,407,796)	974,113,113	507,531,378
Motorbikes, Motor cycles and bicycles	44,600,064	2,523,093	1,972,016	(1,123,891)	-	1,298,380	49,364,654	16,795,653	5,300,391	860	29,356	778,841	(46,393)	(3,982)	22 614,636	26,569,018
Musical Instruments	330,373	2,080	-	-	-	-	340,463	212,864	49,782	-	-	-	-	-	292,746	77,667
Navigational Equipment	23,849,513	9,401	-	(3,529,688)	-	-	17,289,248	2,283,094	1,734,053	-	-	2,133	(1 483,772)	-	2,515,526	14,793,736
Offices buildings and structures	288,205,640	588,878,285	85 446,412	(4,432,283)	-	-	1,290,871,871	193,557,815	533,428	33,395	(2,005,689)	8,776,157	(8,331,039)	(738,379)	1,477,870,171	8,534,423,509
Office Furniture and Fittings	53,007,175	18,974,591	(3,271,240)	(2,168,111)	(301,741)	-	97,001,520	112,687,611	112,687,611	-	(2,136,479)	(5,000,867)	(18,347,537)	(954,097)	353,181,744	353,181,744
Other drawings	9,021,117	5,604,730	-	-	-	-	17,865,598	972,837	429,686	-	-	-	(66,127)	-	1,342,446	16,654,062
Other equipment and installations	14,331,003	1,423,003	5,173,793	(21,536,149)	-	-	62,300,770	11,164,009	-	-	-	(5,100,197)	(548,158)	(1,278,188)	81,495,596	91,495,596
Other Office equipment	402,695,702	70 196,072	17,126,333	(23,895,086)	473,862	46,455,060	244,588,111	48,858,448	59,197	59,197	(1,707)	(2,270,931)	(17,034,938)	(2,844,938)	271,183,975	257,965,966
Other Public Building	413,031,076	19,294,408	89 720,772	(3,766,920)	392,352	-	515,233,286	98,962,685	10,402,897	36,300	264,317	3,468,266	(43,838)	-	72,728,505	442,464,758
Other specialized motorized vehicles (inc. inspectors and field work)	6,780	6,780	143,136	(419,523)	-	-	3,831,136	1,235,059	407,795	-	-	(77,586)	(25,200)	-	1,334,058	2,287,060
Paintings	3,641,620	-	-	(96,009)	-	86,700	-	-	-	-	-	-	-	-	-	-
Parks	8,948	6,297	-	-	-	-	5,669	5,968	-	-	-	-	-	-	5,968	-
Photographic Equipment	86,845	6,297	-	-	-	-	852,142	250,254	8,812	-	-	-	-	-	260,066	562,076
Plant and Machinery	19,836	-	-	-	-	-	105,696	6,598	-	-	-	-	-	-	31,120	75,466
Post, lay buildings and related structures	3 790,018,389	60,397,289	363,377,236	(64,415,960)	13,188,361	(322,861)	4,153,865,104	815,091,592	248,526,669	403,300	(2,568,137)	(1,656,288)	(24,800,188)	(44,133)	1,034,741,892	3,118,950,522
Precision Tools, Weights and Measures (Measurements)	233,072,888	71,224	-	(17,949)	-	-	219,080,322	712	-	-	-	-	-	-	715	219,080,907
Printers, Scanners, Photocopiers and Fax Machine	154,390,482	6,322,400	481,383	(108,254)	-	42,855,135	205,811,104	2,045,200	4,178,975	-	-	1,063,280	-	(108,254)	7,179,201	188,451,803
Printing and reprographic machinery	27,424,016	2,801,551	4,892,373	179,724	-	(1,171,424)	34,197,243	7,815,231	6,961,748	-	(691,641)	(80,959)	237,862	(11,241)	14,221,004	19,976,239
Pumps	1,002,985	38,160	-	-	-	-	1,069,145	83,643	56,144	-	-	-	-	-	136,387	920,158
Railway locomotives and rolling stocks	5,482,661	775,533	37,514	(15,102)	-	-	6,647,167	1,746,128	452,040	18,892	-	-	-	-	4,893,007	4,893,007
Rescue and Fire Engines/Vehicles	305,185,187	39,435	-	-	-	-	308,570,341	48,841,079	12,882,859	-	-	-	-	-	1,787,160	247,468,004
Road cleaning and clearing equipment	5,202,867	-	-	-	-	-	149,932,832	24,452,864	3,008,014	-	-	-	-	-	61,103,937	121,871,834
Roads	2,584,343	-	-	(3,302,246)	-	-	2,000,549	1,053,855	186,965	-	-	-	-	-	28,060,088	1,299,141
Schools	1,533,206,576	1,533,206,576	103,658,819	-	-	-	2,594,263	-	49,192	-	-	-	(40,908)	(39,116)	702,204	1,899,141
Schools, laboratories and facilities	17,759,094,238	-	-	(67,831,022)	-	-	2,792,994,471	-	49,192	-	-	-	-	-	8,897	2,805,889
Scientific Equipment	1,032,216,848	30,910,607	50,135,161	(144,357)	1,715,822	624,114	1,115,459,745	154,890,564	15,541,244	129,881	-	(772,767)	(22,196,053)	(13,454,942)	4,102,200,112	15,278,817,517
Scientific Instruments and Tools	12,062,867	1,038,429	-	-	886,694	(1,981,711)	12,016,381	4,739,961	1,280,586	-	-	3,040,749	(3,182)	-	173,939,256	941,990,489
Security radio equipment and installations	213,831	2,903,971	-	(5,814)	-	-	4,095,032	412,173	337,475	-	-	(811,446)	-	-	9,417,982	6,899,289
	32,210,206	884,125	-	(1,990,942)	-	-	31,364,289	17,701,094	2,448,514	-	-	(54,349)	(2,720)	-	748,576	3,348,154
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	20,592,228	11,412,090

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Power System	70 657 471	2 382 211	233 945	(13 116 836)	-	(2 388 720)	-	58 056 666	10 122 089	2 343 706	-	-	302 134	(733 024)	(330 209)	11 646 643	48 421 343
Ships, boats, and ferries	115 683 794	2 200 123	5 038 681	-	-	(26 983 680)	-	96 555 918	41 829 620	5 883 456	-	-	(10 316 024)	-	-	29 307 652	67 150 866
Site preparation	-	-	-	-	792 000	-	-	752 000	-	-	-	-	-	-	-	-	722 000
Sound and Public Address Systems	7 903	-	-	-	-	-	-	7 903	3 468	1 511	-	-	-	-	-	4 878	2 824
Spent goods	7 722	-	-	-	-	-	-	7 722	618	309	-	-	-	-	-	8 217	6 795
State houses, residences, apartments, hotels and restaurants	142 727 392	770 345	14 298 821	(4 508 727)	-	189 068	-	153 318 968	16 342 210	2 673 869	-	-	(8 894)	(851 232)	-	18 372 033	134 846 985
Storage Equipment	21 502 533	319 051	6 021 983	-	-	-	-	27 643 577	1 250 498	507 460	-	-	-	-	-	2 243 023	25 600 554
Strategic Spares	64 006 116	-	-	-	-	-	-	64 906 119	4 656 357	2 183 547	-	-	-	-	-	7 059 904	57 546 214
Survey equipment and installations	213 780	-	-	-	-	-	-	218 760	119 418	21 876	-	-	-	-	-	141 292	77 468
Telecommunications, power, navigation and broadcasting vehicles	31 528 610	245 802	34 744 873	-	-	-	-	70 537 285	18 033 306	7 111 631	-	-	-	-	-	28 944 637	44 412 646
Telecommunications buildings and infrastructure	118 544 707	282 831	-	-	-	-	-	118 867 538	10 469 878	2 306 301	-	-	-	-	-	28 729 977	69 137 961
Telecommunications infrastructure, networks and equipment	468 856 157	32 329 151	25 571 481	(5 343)	(10 174)	(14 338 873)	-	530 422 401	411 762 990	20 846 220	-	-	4 857 137	(3 070)	-	438 549 340	90 884 360
Town houses and apartments	1 114 000	-	-	-	-	-	-	1 114 000	-	-	-	-	-	-	-	(783 990)	1 897 990
Trucks, Tractor, Trailers, semi-trailers	2 545 576	383 037	186 633	-	-	108 595	-	3 234 316	603 247	178 819	-	-	-	-	-	826 131	2 406 165
Traffic control equipment	41 115	-	-	-	-	-	-	82 790	6 334	8 279	-	-	41 071	-	-	16 613	69 177
TV and Radios	5 053	-	1 900	-	-	(2 816)	-	103 914	31 013	14 866	-	-	-	-	-	58 048	47 311 770
Warehouses	598 338	2 536 507	1 796 562	-	-	-	-	4 838 905	11 837	86 798	-	-	-	-	-	108 725	1 637 454 048
Water System, Wells, Ponds and Water Schemes	1 028 271 643	71 028 803	668 407 360	(32 382 805)	-	(34 560 896)	-	1 808 838 303	282 754 685	84 398 751	-	-	-	-	-	181 495 922	13 176 525 813
Work-in-Progress	10 790 098 535	4 063 145 961	170 644 000	(1 897 474 018)	(1 038 521)	(147 874 567)	(27 351 684)	13 175 625 813	9 611 625 794	3 687 126 782	-	-	(1 270 806)	(175 692 114)	(11 627 061)	1 827 454 048	74 397 687 732
	60 061 688 881	6 952 007 228	3 308 548 947	(2 386 678 772)	114 926 669	(716 688 069)	(64 637 564)	87 279 338 386	9 611 625 794	3 687 126 782	-	-	(37 728 422)	(252 277 653)	(39 786 197)	42 397 681 796	74 397 687 732

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

87. INTANGIBLE ASSETS

	At 01 Jul TZS ('000)	Addition Monetary TZS ('000)	Addition Non Monetary TZS ('000)	Transfers TZS ('000)	Revaluation Adjustment TZS ('000)	Adjustment TZS ('000)	Disposal TZS ('000)	30 Jun TZS ('000)
30 JUNE 2021								
Computer Software								
Other Intangible Assets	348,038,912	12,872,821	12,570,755	1,805,875	(14,600)	(22,764,793)	(4,250,894)	348,058,175
Research and Development	285,545,132	1,532,808	170,382	330,029	(1,087,000)	(2,754,921)	-	285,736,530
Right of use of Assets	1,528,089	-	-	-	-	-	-	1,528,089
Right to Land Use	160,826,564	-	1,579,639	-	-	-	(552,666)	161,853,537
Work-In-Progress	2,737,627	548,872	26,019	(1,923,321)	-	-	(22,691)	1,366,506
	808,474,324	14,954,701	14,466,503	12,583	(1,101,600)	(25,519,714)	(4,826,251)	806,460,545
30 JUNE 2020								
Computer Software								
Other Intangible Assets	249,595,790	87,569,829	28,268,287	(82,930)	208,649	1,405,159	(8,317)	348,375,477
Research and Development	293,830,366	1,778,143	236,751	(140,847)	-	(155,116)	-	295,550,287
Right of use of Assets	1,030,591	483,142	32,356	-	-	-	-	1,525,089
Right to Land Use	108,641,516	611,690	51,375,358	-	-	-	-	160,628,564
Work-In-Progress	1,424,419	2,065,082	215,982	(910,031)	-	-	-	2,785,452
	654,522,682	72,878,886	81,147,744	(1,133,808)	208,649	1,250,043	(8,317)	808,863,879
	279,259,190	88,245,066	2,844,591	-	(1,143,275)	(1,438,637)	(4,203,570)	353,562,366
	166,661,818	40,168,687	127,326	-	(12,122)	(11,923,200)	(6,318)	185,041,603
	38,384,050	20,188,012	-	-	-	4,091	-	58,546,886
	544,902	168,000	-	-	-	-	-	712,902
	18,975	26,937,002	-	-	-	-	-	26,956,977
	-	-	-	-	10	-	-	10
	-	-	-	-	-	-	-	-
	203,610,745	87,501,701	127,326	-	(12,112)	(11,923,109)	(6,318)	279,260,178
						(39,055)		529,603,701
								2,785,452

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

88. BIOLOGICAL ASSETS

30 JUNE 2021	Opening Balance	FairValue	FairValue Physical	Regeneration Increase	Monetary Increase	NonMonetary Increase	Sales Decrease	Harvest Decr	Distribution Decr	Degeneration Decr	Other Changes	Total Amount	Consumable	Bearer	Mature	Immature	Held for Distribution	Held for Sale
Description	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Bees	33,710	-	-	-	-	-	540	-	-	-	-	33,170	-	-	-	-	-	-
Bushes	3,570,110	-	-	-	-	-	-	890,000	232,927	-	-	2,447,183	-	-	534,248	-	-	534,248
Certified Seed	-	-	-	-	-	-	-	-	-	-	-	5,280	-	-	-	-	-	-
Dairy Cattle	-	-	-	25,610	466,319	-	3,050	-	-	55,851	-	9,382,746	-	-	582,335	-	-	582,335
Fish	51,786	-	-	-	19,465	-	-	-	-	-	-	71,251	-	-	-	-	-	-
Fruit Trees	2,816,773	-	41,340	67,801	32,429	-	-	1,209,294	600,877	18,775	-	1,231,397	-	-	91,315	-	-	91,315
Livestock	6,635,264	-	115,562	2,230,741	100,130	32,170	137,429	-	42,567	62,238	-	8,871,633	-	-	9,241	-	-	9,241
Pigs	184,710	20,000	-	13,830	7,780	2,000	-	-	-	4,910	-	223,410	-	-	78,300	-	-	78,300
Poultry	204,073	-	-	-	9,690	1,300	-	-	14,600	100	-	181,830	-	-	32,888	-	-	32,888
Rabbits	4,379	-	-	370	-	20	-	-	1,320	150	-	3,298	-	-	370	-	-	370
Sheep	138,993	-	-	1,070	5,560	-	-	-	-	1,160	-	144,463	-	-	3,345	-	-	3,345
Snubs	6,715,503	28,838	-	-	-	-	-	-	-	-	-	6,744,341	-	-	6,670,316	-	-	6,670,316
Trees in Plantation	125,675,634	2,100,000	1,097,292	4,223,190	3,171,944	1,138,122	-	143,898	81,908	1,143,959	-	136,026,418	390,086	21,853,951	6,998,539	201,960	201,960	6,998,539
Vines	361,846	-	-	823	-	-	-	-	-	-	-	362,646	-	-	362,647	-	-	362,647
TOTAL	155,457,199	2,140,838	1,244,194	6,563,435	3,818,587	1,173,612	141,019	2,261,738	976,899	1,287,143	0	166,739,067	390,086	30,265,966	15,201,764	201,960	283,760	15,201,764
30 JUNE 2020																		
Description	TZS ('000)	TZS ('000)	TZS ('000)	Regeneration Increase	Monetary Increase	NonMonetary Increase	Sales Decrease	Harvest Decr	Distribution Decr	Degeneration Decr	Other Changes	Total Amount	Consumable	Bearer	Mature	Immature	Held for Distribution	Held for Sale
TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Bees	27,018	-	-	-	-	-	566	-	-	-	-	33,710	-	-	-	-	-	-
Bushes	3,570,110	-	-	-	-	-	-	-	-	-	-	3,570,110	-	-	1,384,248	1,000,000	-	534,248
Dairy Cattle	8,047,898	601	700	973,630	467,422	500,714	703,457	136,432	343	188,315	-	8,962,418	-	-	610,975	2,000	1,200	7,104,107
Fish	38,718	19,478	-	-	-	-	-	395	16	-	-	51,786	-	-	51,730	1,740	-	36,754
Fruit Trees	1,267,187	37,709	-	1,599,970	5,387	8,650	-	-	-	130	-	2,816,773	418,847	301,965	42,915	958,650	-	51,565
Livestock	6,699,526	188,944	95,344	88,220	17,504	69,361	408,796	13,180	34,259	24,200	-	6,635,464	360,000	466,286	507,386	500,580	-	222,286
Pigs	216,895	740	-	37,450	250	1,800	41,645	9,000	-	21,750	-	184,710	-	-	86,350	71,350	-	99,793
Poultry	292,671	-	-	90,531	-	3,200	-	1,760	-	180,569	-	204,073	3,500	46,298	54,298	7,023	-	46,298
Rabbits	3,879	-	-	770	-	-	-	-	-	270	-	4,379	-	-	380	1,070	-	130
Sheep	124,808	-	1,150	27,730	2,340	19,740	18,080	1,320	-	19,375	-	138,993	-	-	3,435	-	-	101,740
Snubs	6,391,517	-	-	338,586	-	-	-	15,300	-	300	-	6,715,503	-	-	6,670,316	-	-	6,670,316
Trees in Plantation	101,918,937	7,599,055	88,494	5,107	228,931	16,314,015	94,882	72,160	-	311,863	-	125,675,634	2,451,071	22,776,834	24,441,001	38,904	15,871,758	9,356,147
Vines	299,545	-	-	510	-	61,790	-	-	-	-	-	361,846	-	-	361,847	4,000	61,790	300,057
TOTAL	128,850,711	7,640,527	165,688	3,163,504	721,844	16,986,553	1,255,456	249,547	34,516	746,812	-	155,460,399	3,233,418	32,759,964	34,813,930	2,622,537	15,344,748	24,823,441

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

89. INVESTMENT IN ASSOCIATES AND JOINT VENTURES

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Airtel (T) Limited	2,657,584	2,657,584
Aluminium Africa (ALAF) Limited	27,781,574	27,781,574
Chinese Tanzania Joint Shipping Co. Limited	23,504,090	23,504,090
East African Cables (T) Limited	3,917,832	3,917,832
InFlight Catering Services Co. Ltd	1,760,522	1,760,522
Kariakoo Market corporation	42,916,349	42,916,349
Keko Pharmaceuticals Limited	3,472,855	3,472,855
Kilombero Sugar Co. Limited	30,407,157	30,407,157
Mbeya Cement Co. Limited	13,595,474	13,595,474
Mbinga Coffee Curing	4,550,062	4,550,062
Mbozi Coffee Curing	3,244,357	3,244,357
Moshi Leather Company	866,156	866,156
National Microfinance Bank (NMB)	371,059,600	371,059,600
NBC BANK LTD	80,425,400	80,425,400
New Africa Hotel	206,384	206,384
Other Associates	937,691,439	1,048,247,708
PUMA	82,514,100	82,514,100
SUMA JKT ANIT ASFALT	1,600,000	1,600,000
Tanganyika Planting Co.(TPC)	40,032,155	40,032,155
Tanzania Pharmaceuticals Limited	9,265,437	9,265,437
Tanzania Zambia Railway Authority (TAZARA)	371,195,000	371,195,000
TAZAMA Pipelines Limited	413,125	413,125
TIPER	24,574,869	24,574,869
Usafiri Dar-es-Salaam (UDA)	93,442,178	93,442,178
Total	2,171,093,698	2,281,649,967

90. INVESTMENTS IN SUBSIDIARIES

	30-June-2021	30-June-2020
	TZS '000	TZS '000
APC Investment Limited (JV between NBAA and GEPF)	6,842,801	3,359,513,811
Azania Bank Limited	92,082,828	95,193,609
International House Property Limited	-	30,759,001
Karanga leather Industry Co.	63,831,642	71,271,333
Maimba Ginja	6,700,000	-
Msamvu Properties Limited	16,692,390	16,692,390
Mwanza Commercial Complex	410,704,432	402,809,252
Mzizima Properties Limited	321,481	321,481
Pension Properties Limited	50,166	43,666
UTT	-	155,285,444
Watumishi Housing LTD	673,542	13,582,572
Total	597,899,282	4,145,472,559

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

91. INVESTMENTS IN LOCAL GOVERNMENT LOANS BOARD (LGLB)

These are investments made by Local Government Authorities (LGAs) to the Local Government Loans Board (LGLB). Upon consolidation, these are eliminated in full.

92. NON-CURRENT ASSETS HELD FOR SALE

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Generators	10,912	10,912
Motor Vehicles (Administrative)	54,671	1,798,187
Non-Current Asset held for sale	467,712	345,725
Total	533,295	2,154,824

93. PAYABLES AND ACCRUALS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Routine repair and maintenance paid	189,366,884	151,938,239
Social Benefits	219,990,118	130,943,074
Subsidies and Transfer	24,457,924	25,467,764
Supplies and consumables	5,409,976,095	5,825,188,039
Wages, Salaries and Employee Benefits	790,267,043	542,241,279
Construction Wip	23,343,241	259,144,021
Defined Contribution Scheme	41,411,053	7,876,752
Finance Cost	19,191,256	279,358,803
Grants, transfers and subsidies to	(77,995,280)	(109,070)
Other Payable Non Cash	459,953,532	281,134,397
Other Payables	7,454,558,157	6,951,048,983
Total	14,554,520,025	14,454,232,281

94. CURRENCY IN CIRCULATION

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Notes		
Notes issued	10,143,314,840	7,664,544,958
Less: Notes in Custody	(4,579,524,145)	(2,571,256,561)
Notes in Circulation	5,563,790,695	5,093,288,397
Coins		
Coins issued	161,135,867	161,136,567
Less: Coins in Custody	(20,249,149)	(29,104,144)
Coins in Circulation	140,886,718	132,032,423
Total currency in circulation	5,704,677,413	5,225,320,820

Currency in circulation represents the face value of notes and coins in circulation. Notes and coins held by the Bank as cash in main vault, intermediary vault and cashier/teller at the end of financial year have been deducted from notes and coins issued to reflect actual liability for notes and coins in circulation. The notes and coins in circulation figure of TZS 5,704,677.4 million (2020: TZS 5,225,320.8 million) includes banknotes that were phased out in 2003 with the face value of TZS 99,386.9 million (2020: TZS 99,386.9 million) still in circulation.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

95. DEPOSITS – BANKS AND NON-BANKS FINANCIAL INSTITUTIONS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Clearing	3,327,359,547	3,518,298,396
Current accounts	177,147,438	40,675,034
Deposits and balances due to other banks	204,005,611	407,081,199
Domestic Banks Foreign Currency Deposits	47,889,707	23,664,688
Fixed deposits	157,073,754	37,155,530
Savings accounts	230,502,782	222,651,799
Special deposits	185,339,120	99,070,404
Total	4,329,317,959	4,348,597,050

Domestic deposits include, general purpose deposits, clearing balances and Statutory Minimum Reserve (SMR). SMR deposits are based on a ratio determined by the Bank to the total deposits of the banks and non-bank financial institution for monetary policy purposes. Banks and non-bank financial institutions are required to hold at the Bank of Tanzania a prescribed percentage of their total deposits as prescribed in circular No.1 issued on 30 April 2015 in accordance with Section 44 of the Bank of Tanzania Act, 2006 and Sections 4 and 71 of the Banking and Financial Institutions Act, 2006.

96. DEPOSIT FROM GOVERNMENTS

Upon consolidation, these are eliminated in full.

97. DEPOSITS – OTHERS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Bank drafts issued	403,804	560,510
Debt Conversion Scheme	2,098,960	2,098,960
Debt Service cash cover	1,937,640	1,937,640
Deposit Insurance Fund	2,687,458	10,437,136
Deposit staff	23,406,021	32,902,621
Development Finance Guarantee Fund	134,000	513,162
Economic Empowerment Programme	3,342,894	2,019,005
EFT Pension	1,389,655	-
Export Credit Guarantee Fund	2,798,025	5,583,373
Government obligations settlements	63,997,807	33,063,456
Key Rental Deposits	174,833	56,812
Mirathi Deposit	157,189	-
Mwalimu Julius K Nyerere Memorial Scholarship Fund	26,061	931,054
Other Funds	319,088,979	-
Redemption of Government Stock/Bonds	395,940,773	38,610
Small and Medium Enterprises Guarantee Fund	147,743	1,496,712
Unapplied Deposit Account	1,954,434	-
Total	819,686,276	91,639,051

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

98. FOREIGN CURRENCY FINANCIAL LIABILITIES

Foreign currency financial liabilities consist of the following:

	<u>30-June-2021</u>	<u>30-June-2020</u>
	<u>TZS '000</u>	<u>TZS '000</u>
Multilateral Debt Relief Initiative Fund	18,294,333	18,282,535
Other Foreign Currency Deposits	33,474,514	36,838,811
Other Foreign Currency Financial Liabilities	11,257,255	11,253,548
Special Projects	1,506,017,124	1,346,115,508
Total	<u>1,569,043,226</u>	<u>1,412,490,402</u>

Special Projects Funds:

These are Government funds received from donors for financing various Government projects. The projects are managed and monitored by the Ministry of Finance and Planning or other appointed project implementation agency. As at 30 June 2021, the total balance in respect of Special Project accounts aggregated to TZS 1,506,017.1 million (2020: TZS 1,346,115.5 million).

Non Paris Club Liabilities Escrow:

This account represents funds deposited by the Government under memorandum of economic and financial policies arrangement pending agreement with the relevant group of non-Paris creditors. As at 30 June 2021, the account had a balance of TZS 11,257.0 million (2020: TZS 11,253.5 million).

Multilateral Debt Relief Initiative Funds:

Multilateral debt initiative funds relate to debt relief relating to cancellation of Government of the United Republic of Tanzania indebtedness to the IMF under the IMF-Multilateral Debt Relief Initiative (MDRI). As at 30 June 2021, the fund had a balance amounting to TZS 18,294.3 million (2020: TZS 18,282.5 million).

99. INTERNATIONAL MONETARY FUND (IMF) RELATED BALANCES

	<u>30-June-2021</u>		<u>30-June-2020</u>	
	<u>SDR '000</u>	<u>Equivalent TZS '000</u>	<u>SDR '000</u>	<u>Equivalent TZS '000</u>
Assets				
Holdings of SDR's	6,775	22,217,849	6,359	20,100,182
Quota in IMF	397,800	1,304,531,756	397,800	1,257,328,887
	<u>404,575</u>	<u>1,326,749,605</u>	<u>404,159</u>	<u>1,277,429,069</u>
Liabilities				
IMF Account No.1	338,071	1,108,659,994	338,071	1,094,743,24
IMF Account No.2	3	11,463	3	11,046
	<u>338,074</u>	<u>1,108,671,457</u>	<u>338,074</u>	<u>1,094,754,287</u>

The Tanzania's quota in IMF stood at SDR 397.8 million equivalent to TZS 1,304,531.8 million (2020: SDR 397.8 million equivalent to TZS 1,257,328.9 million). On a quarterly basis, the IMF pays interest (remuneration) to those members who have a remunerated reserve tranche position at the adjusted rate of remuneration. As at 30th June 2021, reserve tranche stood at SDR 59.7 million (2020: SDR 59.7 million) whereas the adjusted rate of remuneration was 0.05 percent (2020: 0.5 percent)

100. ALLOCATION OF SPECIAL DRAWING RIGHTS (SDRs)

Allocation of SDRs	<u>190,511</u>	<u>624,756,632</u>	<u>190,511</u>	<u>602,150,585</u>
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THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

101. BORROWING (PUBLIC DEBTS)

STATEMENT OF OUTSTANDING PUBLIC DEBT

	30-June-2021 TZS '000	30-June-2020 TZS '000
364 Days Treasury Bills	1,366,939,731	1,486,734,426
AB Svensk ExportKredit	10,876,842	10,153,612
African Development Bank (ADB)	607,932,472	382,438,750
African Development Fund (ADF)	5,527,772,841	4,918,819,412
Arab Bank for Economic Development (BADEA)	133,941,376	109,993,962
China Development Bank (CDB)	254,140,700	367,842,968
COGEFAR-IMPRESIT	13,186,347	13,172,478
Credit Suisse AG	3,146,643,071	2,204,007,767
Danske Bank of Denmark	19,684,910	42,813,391
Duty Draw Back Scheme	44,643	-
Eastern & S.African Trade & Dev Bank -TDB	1,925,308,333	2,307,940,000
European Investment Bank (EIB)	221,258,109	201,331,066
EXIM Bank of INDIA	949,578,410	946,478,061
EXIM China	3,904,224,888	3,959,800,017
Export - Import Bank of Korea	1,043,115,370	866,432,389
Fifteen Years Bonds	3,384,762,607	2,714,676,907
Five Years Bonds	1,478,519,720	1,575,738,920
Government Net Deficit Position	(57,195,928)	(64,663,442)
Government of Angola	12,727,941	12,714,554
Government of Austria	1,370,164	1,568,402
Government of Belgium	7,301,587	3,419,535
Government of France	374,958,168	300,418,684
Government of India	37,305,935	37,266,697
Government of Iran	1,487,449,812	1,407,600,042
Government of Iraq	1,180,629,356	1,052,714,316
Government of Japan/JICA	1,140,210,221	1,144,794,975
Government of Kuwait	175,711,914	160,916,184
Government of Libya	142,519,891	142,369,992
Government of Poland	169,040,080	160,233,656
Government of Romania	271,371	271,085
Government of Russia	15,800,967	18,941,218
Government of Saud Arabia	49,640,902	37,913,969
Government of Spain	44,081	942,844
Government of United Arab Emirates (U.A.E)	41,675,333	48,725,894
Government Stocks	252,724,430	252,724,429
Hong Kong & Shanghai Bank Corporation -HSBC	530,100,671	376,939,798
INGBANK N.V of Netherlands	33,781,276	39,712,541
International Development Association (IDA)	19,189,274,330	17,674,265,439
International Fund For Agricultural Development (IFAD)	575,406,591	575,259,284
Intersoma SPA	4,128,626	4,124,285
Japan Bank for International Cooperation	423,116,639	422,671,613
Mogurt Hungarian Trading Company- M/Veh	4,969,606	4,964,379
Nigerian Trust Fund (NTF)	72,011,357	33,642,617
NMB Loan	18,342,069	18,342,069
Nordic Development Fund (NDF)	49,032,828	47,930,462
OPEC Fund for International Development	179,554,720	187,914,732
People's Republic of China	260,988,837	237,997,681
Raiffeison Bank of International AG	16,503,775	15,632,284
Seven Years Bonds	1,846,049,210	1,850,777,410
Special Bonds	892,484,405	1,027,673,228
Standard chartered Bank	1,634,705,989	352,902,030
Tax Reserve Certificate	352,397	386,365,039
Twenty Years Bonds	231,211,789	-
Two Years Bonds	800,185,200	614,601,070
Uni Credit Austria	14,773,526	13,993,402
Vickers PLC	2,345,647	6,213,697
Total	55,799,436,083	50,719,170,218

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

102. OTHER BORROWINGS BY GOVERNMENT ENTITIES

Upon consolidation, these are eliminated in full.

103. BOT LIQUIDITY PAPERS

	30-June-2021	30-June-2020
	TZS '000	TZS '000
BOT liquidity papers	39,824,212	117,592,191
Accrued interest	186,302	1,196,442
Total	40,010,514	118,788,633

As at 30 June 2021 the maturities profile of BOT Liquidity Papers held to maturity were as follows:

	Cost	Accrued	Cost	Accrued
35-Day Treasury Bills	-	-	1,995,408	3,581
91-Day Treasury Bills	3,039,990	23,127	7,909,898	32,373
182-Day Treasury Bills	36,784,222	163,175	31,504,589	312,786
364-Day Treasury Bills	-	-	76,182,296	847,802
Total	39,824,212	186,302	117,592,191	1,196,442

These are financial instruments issued by the Bank under the open market operations to manage liquidity levels in the economy. Interest incurred on these instruments is accrued and recognised in profit and loss account as interest expenses.

104. OTHER FINANCIAL LIABILITIES

	30-June-2021	30-June-2020
	TZS '000	TZS '000
Items in Course of Settlement	3,408,577	17,730,881
Others financial liabilities	62,375,644	296,503,949
Total	65,784,221	314,234,830

105. PENSION FUNDS ACTUARIAL LIABILITIES

Defined contribution scheme	20,017,000,000	19,095,594,000
Total	20,017,000,000	19,095,594,000

106. EMPLOYEES BENEFIT LIABILITIES

Accrued pay	88,540,620	236,765,815
Annual leave	14,249,257	12,160,788
Defined benefit obligation	115,504,627	104,619,862
Long service leave	17,906,417	1,888,587
Other employees' benefits	128,293,873	138,742,310
Retirement gratuities	157,749,417	2,667,660
Sick leave	1,226,882	915,252
Total	523,471,093	497,760,274

107. RETIREMENT BENEFITS OBLIGATIONS

Retirement benefits obligations	758,437,088	482,830,920
Total	758,437,088	482,830,920

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

108. PROVISIONS

Description	01 July TZS ('000)	Addition Provisions TZS ('000)	Amount Utilised TZS ('000)	Unused Amount Reversed TZS ('000)	Discount Unwinding TZS ('000)	30-June TZS ('000)
30-June-2021						
Asset Retirement Obligation	33,845,320	562,000	0	3,670,000	0	30,737,320
Decommissioning Liability	83,775,167	0	0	0	0	83,775,167
Insurance Contract	717,957,576	155,970,913	0	0	0	873,928,489
Leave Pay	21,031	44,518	0	0	0	65,549
Legal Cases	60,507,432	844,992	0	0	0	61,352,424
Other Expenses	15,917,953	6,467,264	0	4,307,296	0	18,077,921
	912,024,479	163,889,687	0	7,977,296	0	1,067,936,870
30-June-2020						
Asset Retirement Obligation	33,119,320	726,000	0	0	0	33,845,320
Decommissioning Liability	85,649,167	675,000	0	0	2,549,000	83,775,167
Insurance Contract	713,753,868	4,203,708	0	0	0	717,957,576
Leave Pay	0	21,031	0	0	0	21,031
Legal Cases	60,507,432	0	0	0	0	60,507,432
Other Expenses	11,502,545	7,656,254	3,240,846	0	0	15,917,953
	904,532,331	13,281,993	3,240,846	0	2,549,000	912,024,478

109. DEFERRED INCOME (REVENUE)

Upon consolidation, these are eliminated in full.

110. DEFERRED INCOME (DEVELOPMENT)

Upon consolidation, these are eliminated in full.

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

111. STATEMENT OF GUARANTEES

EXPORT CREDIT GUARANTEE SCHEME												
No	Borrower	Product	Financing Institution	2024/2021		2019/2020		Level of Guarantee	Issue Date (DD/MM/YY)	Expiry Date (DD/MM/YY)	Loan Status	Duration (Years)
				Loan Amount in (TZS '000')	Guaranteed Amount in (TZS '000')	Loan Amount in (TZS '000')	Guaranteed Amount in (TZS '000')					
1	Morogoro Canas Mills	Textile	CRDB Bank	15,468,667.00	11,601,500.25	15,468,667.00	11,601,500.25	75%	07/01/2006	07/01/2016	Term Loan	10
2	Kagera Sugar Limited*	Sugar	Stanbic Bank	0.00	0.00	94,265,000.00	75,412,000.00	80%		27/09/2020	Term Loan	
3	Kagera Sugar Limited*	Sugar	Syndication	0.00	0.00	0.00	8,000,000.00				interest for 7 nyears	
4	Comba Estate	Various Vegetables	Standard Chartered Bank	5,426,000.00	4,069,000.00	5,426,000.00	4,069,000.00	75%	06/01/2005	06/01/2010	Restructured Team Loan	5
5	Unnat Fruits Processing Ltd.	Juice Concentrates	Exim Bank	4,800,635.188	3,600,476.391	4,800,635.188	3,600,476.391	75%	19/02/2009	25/08/2010	Term Loan	1.5
6	Musoma Dairy Ltd (USD 762,003 at 1,598.43/ USD on 27th March 2013)	Dairy products	PTA BANK	1,218,008.455	913,506.341	1,218,008.455	913,506.341	75%	28/03/2015	27/03/2018	1st Short Term Loan Extended	1
7	Musoma Dairy Ltd (USD 2,250,000 at 1,598.43/ USD on 27th March 2013)	Dairy products	PTA BANK	3,596,467.500	2,697,350.625	3,596,467.500	2,697,350.625	75%	28/03/2015	27/03/2018	Restructured Medium Term Loan Extended	1
8	Musoma Dairy Ltd (USD 1,048,400 at 1,598.43/ USD on 27th March 2013)	Dairy products	PTA BANK	1,675,794.012.00	837,897.006	1,675,794.012	837,897.006	50%	28/03/2015	27/03/2018	Loan Extended 2nd Short Term	1
9	Centze Pivot Kagera Sugar Company	irrigation system	TIB	0	0	25,000,000.00	20,000,000.00	0.8		44437	Term loan	1
10	125 PCS in Shinyanga, Tabora, Kagera, Kigoma,Ruvuma&Mbeya	Tobacco Inputs	NMB	40,857,747.90	30,643,310.925	40,857,747.90	30,643,310.96	0.75	40925	41291	Term Loan	1
11	216 PCS in Mtwara, Lindi, Ruvuma, Coast & Tanga	Cashewnuts	NMB	54,086,290.52	54,086,290.52	54,086,290.52	54,086,290.52	1	31/ 06/ 2012	3 06 2013	Short Term	1
12												
13	124 PCS in Tabora, Mbeya, Shinyang, Kagera, Kigoma & Ruvuma	Tobacco Inputs	NMB	52,945,053.612	39,708,790.209	52,945,053.612	39,708,790.209	75%	02/11/2013	02/11/2014	Short Term	1
14	24 AMCCOS in Tabora, Ruvuma, Kagera, Shinyanga and Kigoma	Tobacco Inputs	NMB	3,551,143.95	2,663,357.96	3,551,143,995.00	2,663,357,966.25	75%	13/05/2014	13/05/2015	Short Term	1
15	65 AMCCOS in Tabora, Mbeya, Kagera, Katavi, Shinyanga & Kigoma	Tobacco Inputs	NMB	29,048,818,000.80	21,786,613,500.60	29,048,818,000.80	21,786,613,500.60	75%	21/01/2015	21/01/2016	Short Term	1
16	39AMCCOS in Iringa, Chunya, Mpanda & Manyoni	Tobacco Inputs	CRDB	2,891,581,550.67	2,168,686,163.00	2,891,581,550.67	2,168,686,163.00	75%	25/02/2015	24/02/2016	Short Term	1
17	137 AMCCOS in Tabora, Kahama & Kigoma	Tobacco Inputs	CRDB	1,203,001,755.00	902,251,316.25	1,203,001,755.00	902,251,316.25	75%	25/02/2015	25/02/2016	Short Term	1
18	M/S BIOSUSTAIN Tanzania (Ltd)	Cotton	NMB	1,961,670,228.00	980,835,114.00	1,961,670,228.00	980,835,114.00	50%	25/06/2015	30/06/2021	Restructured Term Loan	4
19	70 AMCCOS in Tabora, Kagera, Mbeya, Katavi, Geita, Ruvuma, Shinyanga, Singida and Kigoma	Tobacco Inputs	NMB	1,214,392,670.00	910,794,502.80	1,214,392,670.00	910,794,502.80	75%	15/01/2016	14/01/2017	Short Term	1
20	23 AMCCOS in Chunya and Mpanda	Tobacco inputs	CRDB	0.00	0.00	506,226,693.00	379,670,019.75	75%		14/01/2017	short term	1

THE GOVERNMENT OF TANZANIA
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

21	111 AMCOS in Sikonge, Urambo, Tabora, Shinyanga and Kigoma Regions	Tobacco Inputs	CRDB	518,989,027.90	389,241,770.93	518,989,027.90	389,241,770.93	75%	16/02/2018	15/02/2019	Short Term	1
22	81 AMCOS in Tabora, Mbeya, Kagera, Shinyanga, Katavi and Kigoma Regions	Tobacco Inputs	NMB	72,530,000.00	54,397,500.00	72,530,000.00	54,397,500.00	75%	16/02/2018	15/02/2019	Short Term	1
23	19 AMCOS in Chunya, Mbeya Region	Tobacco Inputs	CRDB	298,610,640.00	223,957,980.00	298,610,640.00	223,957,980.00	75%	16/02/2018	15/02/2019	Short Term	1
24	Saki AMCOS in Urambo Tabora Region	Tobacco Inputs	CRDB	64,350,240.90	32,175,120.15	64,350,240.30	32,175,120.15	50%	16/02/2018	31/08/2021	Restructured Loan	4
25	Usunganya AMCOS in Urambo Tabora Region	Tobacco Inputs	CRDB	790,058,538.20	395,029,269.10	790,058,538.20	395,029,269.10	50%	16/02/2018	31/08/2025	Restructured Loan	8
26	Tumbi AMCOS in Urambo Tabora Region	Tobacco Inputs	CRDB			84,417,050.98	42,208,525.49	50%		31/08/2020	Restructured Loan	5
27	Uhindi AMCOS in Urambo Tabora Region	Tobacco Inputs	CRDB	335,035,352.22	167,517,676.11	335,035,352.22	167,517,676.11	50%	16/02/2018	31/08/2022	Restructured Loan	5
28	4 AMCOS & 1 Union in Tabora and dduvuma Region	Tobacco Inputs	NMB			1,751,581,662.00	1,313,686,246.50	50%		11/03/2019	Short Term	1
GRAND TOTAL				222,024,846,153.22	178,832,980,154.16	343,632,071,559.20	283,980,544,945.90					

SME-SMALL AND MEDIUM ENTERPRISE GUARANTEE SCHEME

No.	Borrower	Product	Beneficiary Institution	2020/2021		2019/2020		Guarantee Amount (TZS'000')	Guarantee Level (%)	Duration		Status
				Loan Amount (TZS'000')	Guarantee Amount (TZS'000')	Loan Amount (TZS'000')	Guarantee Amount (TZS'000')			Tenure	To	
1	Kisigo Estate Farm P.O. Box 190 Mulindi, IRINGA	Agriculture	TIB Bank	500,000.00	250,000.00	500,000.00	250,000.00	50	50	5	10/01/2013 30/09/2021	Outstanding loan Restructured to expire Jan 2023
TOTAL				500,000.00	250,000.00	500,000.00	250,000.00					

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

112. FUNDS OPERATING WITH MDAS

No.	Vote	Name of MDA	Fund Description	30-June-2021 TZS '000	30-June-2020 TZS '000
1	28	Tanzania Police Force	(i) Canteen/Duty free shops		105,147
			(ii) Police Force Corporation Sole		13,236
2	37	Prime Minister's Office	National Relief Fund	5,814,536	5,842,096
3	43	Ministry of Agriculture, Cooperatives and Food Security	(i) Self Help Funds		271,717
4	48	Ministry of Lands, Housing and Urban Devel.	Housing Loan		9,255,863
5	69	Ministry of Natural Resources and Tourism	(i) National Fund For Antiquities		112,975
			(ii) Tanzania Forest Fund		13,503,371
			(iii) Tourism Development Levy		227,065
6	53	Ministry of Health Community Development Gender Elderly and Children	Women Development Fund (WDF)	1,358,010	1,351,067
7	96	Ministry of Information Culture and Sports	Maliya Sports College	37,315	65,736
8	65	Ministry of Labour, Youth, Employment, and Persons with Disability	Youth Development Fund	173,563	153,823
9	5	National Irrigation Commission	(i) Irrigation Development Fund (IDF)	893,409	308,185
			(ii) Resilient Natural Resource Management for Tourism and Growth (REGROW)	43,737	43,737
			(iii) Dakawa Irrigation Scheme	5,595,356	5,711,381
			GRAND TOTAL	13,915,926	36,965,399

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

113. CONTINGENT LIABILITIES AND ASSETS

Vote	Vote Name	Amount TZS '000	Nature of Contingent Liability
69	Ministry of Natural Resources and Tourism	2,248,448	Civil Case No. 11/2013. The claimant sues for TZS 2,248,447,750/= as a result of the loss the Company suffered in 2004 when the Government banned export of logs outside the Country.
		11,600,000	Case No. 146 of 201. Declaration that the Plaintiff is lawful registered owner of Plot No. 461, 462, 463, 465 and 466 and a permanent injunction restraining the Defendants from interfering in his lawful ownership of the said plots of land and developments thereto.
		300,000	Case No. 27 of 2007. Plaintiffs are opposing the act of confiscating their motorvehicle, one rifle and one shotgun.
		250,000	Case No. 8 of 2007. Compensation for damages suffered upon being refused to be granted transport permit for mtundu logs by the Defendant
		1,000,000	Civil Case No. 35/2016 This case refers the suit (Miscellaneous Application) originates from Notice of Seizure of logs made by Tanzania Forest Services Agency issued on 18th Januari, 2016.
		171,020	Civil Case No. 73/2018 The case originated from Economic case No. 2 of 1999 where the defendant were found guilty of criminal charges hence institution of this case.
		40,190	Civil Case No. 42/2016 The case originated from criminal case number 118/2013 where the defendant were found guilty of criminal charges hence the institution of this case.
		150,000	Misc land Case No. 129/2010 compensation for destroyed farm produce and a house for allegations that he is dwelling inside the forest reserve while the claimant maintains that he is the lawful owner of the plot since 1975.
		98,519	Manyara Wildlife Safari refuses to pay.
		15,858,177	
52	Ministry of Health and Social Welfare	10,159	Case CMA Kigoma . Said Malolo Vs.MOI (Kigoma RRH) & RHH Maweni.
		200,000	Case 1/20019 Dr. Sabius Mchau Vs PS (MOH) & Attorney General
		950,000	Case No.129/2012. Sisti Marishay (Suing as friends of Emmanuel Didas Vs.The Board of Trustees MOI, Permanent Secretary –MoHSW & Attorney General.
		15,159	CMA 120/2019 .Jibu Malilo Said- Moi (Maweni RRH)
		13,242,385	Case No. 42/2020 M.A. Kharaf & Sons Ltd
		11,150	CMA/DSM/TEM/70/2017, Nsubi Mwangaba
		14,428,852	
57	Ministry of Defence and National Service	95,008	Civil case No. 176/2017 John Timoth Nyaisanga Just Dear Investment
		4,913,132	Commercial Case No.40/2015, Baco and Ayub Trading Co. Ltd
		500,000	Land case No. 85/2018, Said Lipite & Others
		5,508,140	
49	Ministry of Water	10,000	Case No.16/2010. Michael Madaha Vs.P/S-Ministry of Water & Attorney General.
		56,960	Case No. 28/2010 Hilal A.Sharif Vs Chalinze Water Project and Attorney General.
		128,971	Case No. 28/2010. Ally Y.Mgidange Vs. P/S-Ministry of Water and Attorney General.
		229,841	Case No. 28/2010. Nurdin Amir Vs.P/S-Ministry of Water & Attorney General.
		204,251	Case No.28/2010. Boy Rajabu Vs.P/S-Ministry of Water & Attorney General
		164,225	Case No.28/2010. Ramadhan M.Juma Vs.P/S-Ministry of Water & Attorney General.
		140,000	Charles Mahamba
		80,000	CMA/TAB/58/2015 Elias John Kitambi
		15,500	High Court Case No. 201 of 2016 Seif Ally Mateke V. Ahamad Athuman
		3,778,358	Technofab (India)- Delhi Supreme Court
		4,808,106	
43	Ministry of Agriculture	900,000	Case No.169/2001. Elda J.Makoye Vs P/S-MoAFSC
		4,536,075	Case No. 39/2006. Afriscan Construction Co.Ltd Vs.PS-Ministry of Water
		5,436,075	
98	Ministry of Works	151,703	Case No.60/2009. Eustace Augustino Vs.P/S-Ministry of Works & Attorney General.
		2,700,000	Case No.10/2008. Fulgence Mudei Vs.P/S-Ministry of Works
		93,600	Case No.7/2010. Arbogasti Sangiri Vs.MoW
		11,800	Case No.77/2010. Ludovick Masha Vs.TAMISEMI,MoW and Attorney General
		300,000	Land Case No.159/2016. Enock Rocky Mwakasa Vs PS -MOI, PS- Ministry of Lands, Housing and Human Settlements & AG
		499,306	Case No. 12 of 2014. Endasangu Co. Ltd Vs AG- Additional compensation
		1,270,448	Land Case No. 466 of 2017 Domini Daniel Lema Vs AG
		5,026,857	
58	Ministry of Energy and Minerals	69,028,500	Case No. 24524/TO Heritage Rukwa Limited Vs Government and TPDC of USD 30,000,000.
		425,675,750	ICSID Case NoARB/15/41. Standard Chartered Bank
		494,704,250	
96	Ministry of Information, Culture and Arts	461,000	Employment Labour case no. CMA/ARS/MED/500/2015 Daniel Mpuye Gervas Vs MICAS
		64,351	Case No. CMA/DSM/ILA/R.538/2018 Sofia M. Komba Vs MICAS & AG
		525,351	
23	Accountant General's	1,446,126	Epicor licence subscription
		275,216	Unpaid rent
		1,721,342	
55	Commission for Human Rights and Good Governance	275,000	Case No.82/2007 Commission suing Private Institution -CHRAGG & AG Vs Info Wise Tech Ltd.
		275,000	
21	The Treasury	50,000	Court cases: Guarantee issued by the Bank of Tanzania to CRDB Bank for the loan issued to Landmark Solution since 2006, Land Mark Solution defaulted, CRDB take the issue to the Court of Law. The case is still in the court.
		42,921,859	Loan Refinancing: Refinancing and structured financing facilities.
		1,025,939	Small and Medium enterprises guarantee: Guarantee issued to small and medium enterprises as at 30 th June 2019, (1,075,939,270.00 – 50,000,000 for Land Mark who defaulted.
		283,980,545	Export Credit Guarantee: Guarantee issued to Export Credit Guarantee as 30 th June 2020.
		327,978,343	
22	Wanging'ombe District Council	5,000	Case No. 37 of 2020 Mhongole Family Vs Mhaji Village
		10,000	Case No. 90 of 2016 Melick Msemwa and Others vs. Senkali ya kijiji cha Usita
		2,000	Case No. 64 of 2020 Mfuse Family Vs. Mhaji Village
		17,000	
	Grand Total	876,287,492	

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

114. STATEMENT OF LOSSES

VOTE	REPORTING ENTITY	LOSS OF MONEY, GOODS AND UNLAWFUL EXPENDITURE REQUESTED FOR CONDEMNATION				REVENUE UNCOLLECTABLE	GRAND TOTAL	VERIFICATION STATUS	
		CASH	NUGATORY EXPENDITURE	STORES	SUB TOTAL			AMOUNT VERIFIED	AMOUNT NOT VERIFIED
		TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000		
TIRA	Tanzania Insurance Regulatory Authority	7,713	-	11,320	19,033		19,033	-	19,033
GPSA	Government Procurement Services Agency		-	98,483	98,483		98,483	12,768	85,715
VT07	Treasury Registrar		-		-	1,322,684	1,322,684	1,322,684	-
VT23	Accountant Generals Department	12,040	-		12,040		12,040	-	12,040
VT28	Ministry of Home Affairs - Police Forces	2,489	-		2,489		2,489	2,482	7
VT33	Ethics Secretariat		-	9,818	9,818		9,818	9,818	0
TIC	Tanzania Investment Centre	9,749	-		9,749		9,749	9,749	(0)
VT40	DMC - Dodoma	19,259	-		19,259		19,259	-	19,259
	DMC - Kinondoni	18,156	-		18,156		18,156	-	18,156
	PMC - Kimara	9,272	-		9,272		9,272	-	9,272
	DMC - Rufiji	5,000	-		5,000		5,000	-	5,000
	RMC - Kisutu	179,627	-		179,627		179,627	-	179,627
	Msajili - Rufaa	15,943	-		15,943		15,943	-	15,943
VT42	National Assembly Fund	4,572	-		4,572		4,572	-	4,572
VT43	Ministry of Agriculture	17,577	-	85,664	103,241		103,241	42,695	60,546
VT44	Ministry of Industry & Trade	9,147	-		9,147		9,147	-	9,147
VT46	Ministry of Education & Vocational Training		-	74,504	74,504		74,504	65,000	9,504
VT48	Ministry of Lands, Housing and Human Settlement	58,078	-	121,971	180,049		180,049	180,045	4
VT49	Ministry of Water	31,119	-		31,119		31,119	-	31,119
VT52	Ministry of Health Community Development, Gender Elderly & Children	147,254	-	5,683,542	5,830,796		5,830,796	5,681,058	149,738
VT53	Comm. Dev., Women & Children		159,311	2,015	161,326		161,326	-	161,326
VT62	Ministry of Works and Transport (Transport)			384,689	384,689	-	384,689	384,689	(0)
VT63	Halmashauri ya wilaya ya Chato			23,440	23,440		23,440	23,440	0
VT69	Ministry of Tourism & Natural Resources	57,704			57,704	874,853	932,557	-	932,557
VT70	Halmashauri ya Wilaya ya Longido			56,442	56,442		56,442	56,442	(0)
	Halmashauri ya Wilaya ya Monduli			29,868	29,868		29,868	29,868	0
	Halmashauri ya Wilaya ya Meru			153,057	153,057		153,057	153,057	(1)
	Halmashauri ya Wilaya ya Karatu			127,902	127,902		127,902	33,420	94,482
VT73	RAS - IRINGA			32,488	32,488		32,488	32,488	(0)
	Iringa District Council			131,005	131,005		131,005	131,005	(1)
	Iringa Municipal Council			249,968	249,968		249,968	249,968	(1)
	Kilolo District Council			60,548	60,548		60,548	60,548	(0)
	Mufindi District Council			79,127	79,127		79,127	79,127	-
VT 80	Mtwara District Council			41,059	41,059		41,059	41,059	-
	Mtwara Municipal Council			236,059	236,059		236,059	236,059	-
	Newala District Council			19,759	19,759		19,759	-	19,759
	Newala Town Council			307,606	307,606		307,606	307,606	-
VT81	RAS - Mwanza		51,456		51,456		51,456	-	51,456
VT 82	Mbinga District Council			215,090	215,090		215,090	215,090	0
	Songea Municipal Council			186,150	186,150		186,150	186,150	0
	Songea District Council			187,991	187,991		187,991	187,991	(0)
	Tunduru District Council			42,863	42,863		42,863	42,863	0
	Nyasa District Council			35,594	35,594		35,594	35,594	0
VT83	RAS - Shinyanga			37,979	37,979		37,979	-	37,979

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

VT 84	RAS Singida			20,564	20,564		20,564	20,564	-
	Singida Municipal Council			14,849	14,849		14,849	14,849	-
	Iramba District Council			9,270	9,270		9,270	9,270	(0)
	Manyoni District Council			9,702	9,702		9,702	9,702	0
	Singida District Council			9,019	9,019		9,019	-	9,019
VT 86	Korogwe Town Council			9,535	9,535		9,535	9,535	-
	Muheza District Council			28,030	28,030		28,030	28,030	-
VT87	RAS - Kagera			318,161	318,161		318,161	318,161	(0)
VT88	Temeke Municipal Council			108,017	108,017		108,017	108,017	(0)
VT91	Drug Control and Enforcement Authority			17,402	17,402		17,402	-	17,402
VT92	TACAIDS			5,150	5,150		5,150	-	5,150
VT93	Immigration Department	61,589			61,589		61,589	-	61,589
VT95	RAS - Manyara		300,000	32,635	332,635		332,635	32,635	300,000
	Babati District Council			126,677	126,677		126,677	126,677	-
	Hanang District Council			15,843	15,843		15,843	15,843	-
	Kiteto District Council			95,952	95,952		95,952	95,952	-
	Mbulu District Council			20,818	20,818		20,818	20,818	-
	Mbulu Town Council			15,280	15,280		15,280	15,280	-
	Simanjiro District Council			81,416	81,416		81,416	81,416	-
VT96	Min. of Info, Culture & Sports			4,657	4,657		4,657	-	4,657
VT98	Ministry of Works, Transport and Communication - (Works)				-	39,118	39,118	39,118	-
VT99	Min of Livestock Development and Fisheries (Livestock)			3,938	3,938		3,938	-	3,938
TOTAL		666,286	510,767	9,672,915	10,849,968	2,236,655	13,086,623	10,758,630	2,327,993

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

115. CREDIT RISK

	30 Jun 2021	Up To 1 Month	1 - 3 Months	3 - 12 Months	1 - 3 Years	3 - 5 Years	Over 5 Years	Elimination
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Cash and Cash Equivalent	8,258,856,568	7,202,937,302	4,279,308,015	1,138,560,519	907,898,480	1,716,461	712,114	(5,272,276,322)
Equity Investments	1,739,895,227	1,739,895,227	-	-	-	-	-	-
Fixed Deposits/Placements	488,216,707	609,604,318	-	-	-	-	-	-
Foreign Currency Marketable Securities	6,255,042,431	108,671,448	322,777,397	1,682,346,557	581,227	4,140,665,802	-	(141,387,611)
Government Securities	3,271,623,256	9,598,113,456	-	-	-	-	-	-
Holdings of Special Drawing Rights (SDRs)	22,217,849	22,217,849	-	-	-	-	-	(6,326,490,200)
Loans Receivables	8,300,183,122	15,480,556,290	5,852	340,661	508,981	303,431	-	-
Other Financial Assets	1,666,112,462	1,666,112,462	-	-	-	-	-	(7,181,532,093)
Prepayments	2,823,012,795	2,822,748,866	76,848	187,081	-	-	-	-
Quota in International Monetary Fund (IMF)	1,304,531,756	1,304,531,756	-	-	-	-	-	-
Receivables	11,513,815,633	10,831,436,861	5,131,803,038	928,174,054	4,408,209,561	131,949,050	271,614,638	(10,189,371,569)
Total	45,623,507,806	51,386,826,835	9,733,971,150	3,749,608,872	5,317,198,249	4,274,634,744	272,326,752	(29,111,067,796)
	30 Jun 2020	Up To 1 Month	1 - 3 Months	3 - 12 Months	1 - 3 Years	3 - 5 Years	Over 5 Years	Elimination
	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)	TZS ('000)
Cash and Cash Equivalent	7,933,593,784	2,615,012,331	8,503,552,080	865,903,769	192,255,456	3,402,064	-	(4,246,531,915)
Equity Investments	1,669,596,192	1,669,596,192	-	-	-	-	-	-
Fixed Deposits/Placements	581,697,080	723,391,893	-	-	-	-	-	-
Foreign Currency Marketable Securities	6,201,955,789	1,910,664	387,050,141	1,205,660,303	4,607,334,681	-	-	(141,694,813)
Government Securities	1,228,831,670	6,381,744,033	-	-	13,575,341	2,721,203	5,858,827	(5,175,067,734)
Holdings of Special Drawing Rights (SDRs)	20,100,182	20,100,182	-	-	-	-	-	-
Loans Receivables	10,862,066,176	11,006,375,067	14,967	692,864	42,246,032	-	-	(187,262,754)
Other Financial Assets	210,247,501	222,276,376	-	-	-	-	-	(12,028,875)
Prepayments	3,020,737,072	3,020,737,072	-	-	-	-	-	-
Quota in International Monetary Fund (IMF)	1,257,328,887	1,257,328,887	-	-	-	-	-	-
Receivables	8,245,171,434	883,668,228	5,885,226,879	2,141,993,202	506,764,083	169,147,249	443,900,403	(1,785,528,610)
Total	41,231,325,767	27,802,140,924	14,775,844,068	4,214,250,138	5,362,175,593	175,270,516	449,769,230	(11,548,114,701)

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

116. LIQUIDITY RISK

	30-Jun-21 TZS ('000)	Up To 1 Month TZS ('000)	1 - 3 Months TZS ('000)	3 - 12 Months TZS ('000)	1 - 3 Years TZS ('000)	3 - 5 Years TZS ('000)	Over 5 Years TZS ('000)	Elimination TZS ('000)
Allocation of Special Drawing Rights (SDRs)	624,756,632	624,756,632	-	-	-	-	-	-
Borrowings (Public Dept)	55,799,436,083	430,282,407	737,060,277	7,017,809,308	6,019,756,033	8,360,532,000	41,954,193,014	(8,720,196,956)
BoT Liquidity Papers	40,010,514	40,010,514	-	-	-	-	-	-
Deposit - Others	819,686,276	5,882,096,637	-	-	-	-	-	(5,062,410,361)
Deposits from Banks and Non-Bank Financial Institutions	4,329,317,959	4,352,028,858	-	-	-	-	-	(22,710,899)
Employee Benefits Liabilities	523,471,093	523,471,093	-	-	-	-	-	-
Foreign Currency Financial Liabilities	1,569,043,226	1,569,043,226	-	-	-	-	-	-
IMF Related Liabilities	1,108,671,457	1,108,671,457	-	-	-	-	-	-
Other Financial Liabilities	65,784,221	530,222,753	-	-	-	-	-	(464,438,532)
Payables and Accruals	14,554,520,025	4,125,535,169	3,120,371,245	1,962,178,554	1,660,081,810	2,085,907,785	1,600,445,462	-
Total	79,434,697,486	19,186,118,746	3,857,431,522	8,979,987,862	7,679,837,843	10,446,439,785	43,554,638,476	(14,269,756,748)
	3 0 June 2020	Up To 1 Month	1-3Months	3-12Months	1-3Years	3-5Years	Over5Years	Elimination
	TZS('000)	TZS('000)	TZS('000)	TZS('000)	TZS('000)	TZS('000)	TZS('000)	TZS('000)
Allocation of Special Drawing Rights (SDRs)	602,150,585	602,150,585	-	-	-	-	-	-
Borrowings (Public Dept)	50,719,170,218	385,089,822	612,413,116	4,983,044,597	8,683,868,104	8,721,750,998	33,370,529,585	(6,037,526,004)
BoT Liquidity Papers	118,788,633	118,788,633	-	-	-	-	-	-
Deposit - Others	91,639,051	4,226,089,407	-	-	-	-	-	(4,134,450,356)
Deposits from Banks and Non-Bank Financial Institutions	4,348,597,050	4,490,291,863	-	-	-	-	-	(141,694,813)
Employee Benefits Liabilities	497,760,274	497,760,274	-	-	-	-	-	-
Foreign Currency Financial Liabilities	1,412,490,402	1,412,490,402	-	-	-	-	-	-
IMF Related Liabilities	1,094,754,287	1,094,754,287	-	-	-	-	-	-
Other Financial Liabilities	314,234,830	555,625,982	-	-	-	-	-	-
Payables and Accruals	14,454,232,281	2,291,042,990	2,569,533,730	5,794,441,814	2,437,032,826	1,135,567,452	226,613,469	(241,391,152)
Total	73,653,817,611	15,674,084,245	3,181,946,846	10,777,486,411	11,120,900,930	9,857,318,450	33,597,143,054	(10,555,062,325)

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

117. RELATED PARTY DISCLOSURE

Related party disclosure with the Government of United Republic of Tanzania (Tanzania Mainland) includes the Members of CABINET who are principal Executives and have significant influence over the decision of the Government. During the financial year 2020/21 there were no conflicting interests for reporting under this aspect.

118. EVENTS AFTER THE REPORTING DATE

There was no significant material post balance sheet event which required adjustment or disclosure in the financial statements.

119. TAX COMMITMENTS AND CONTINGENCIES

Commitments

There were no commitments in relation to tax revenue as of 30th June 2021 (30th June 2020: NIL).

Contingent Assets

A contingent asset is a possible asset that arises from past events, and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the TRA. In line with TRA operations, contingent assets result from:

Court cases

At the closure of financial year 2020/21, TRA had 1065 tax cases (2019/20 1097 tax cases) at various appellate machineries with a total value of TZS 356,993,780,399,399 and USD 137,800,582 (2019/20 TZS 360,081,657,690,115 and USD 181,430,252)

Table 11: TRA Cases at Appellate Machineries

YEAR	NUMBER OF CASES	COURT OF APPEAL (CAT)		TAX REVENUE APPEALS TRIBUNAL (TRAT)		TAX REVENUE APPEALS BOARD (TRAB)		TOTAL	
		TZS' 000	USD	TZS' 000	USD	TZS' 000	USD	TZS' 000	USD
2016	9	-	-	-	-	1,363,497,492	-	1,363,497,492	-
2017	24	-	-	-	-	349,857,277,007	2,486,082	349,857,277,007	2,486,082
2018	41	-	-	586,365	-	288,291,885	-	288,878,250	-
2019	147	-	-	64,142,273	-	528,461,523	5,355,122	592,603,796	5,355,122
2020	340	426,298,140	110,337,804	514,519,000	16,695,467	1,886,425,582	-	2,827,242,722	127,033,271
2021	504	45,488,042	-	558,863,390	-	1,459,929,702	2,926,107	2,064,281,134	2,926,107
Total 30/06/2021	1065	471,786,182	110,337,804	1,138,111,028	16,695,467	355,383,883,190	10,767,311	356,993,780,400	137,800,582
Total 30/06/2020	1097	176,832,219	150,137,310	2,681,308,050	23,451,738	357,223,517,422	7,841,204	360,081,657,691	181,430,252

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

119. TAX COMMITMENTS AND CONTINGENCIES (Continued)

Note:

- (a) The amount under Tax Revenue Appeals Board (TRAB) includes one case with a total value of TZS 343,500,000,000,000 currently under negotiation out of the Court. Upon conclusion of the negotiations, the matter will be referred back to the TRAB for settlement finalization.
- (b) Out of the reported cases from TRAB and TRAT, TZS 4,918,635,230 and TZS 10,781,548,231 respectively relate to tax cases for TRA Zanzibar.

Goods in Customs Warehouses (Un-entered Goods)

These are goods which have been abandoned/seized/detained in customs area, and have remained un-entered for more than twenty-one days from the day of importation/seizure/detention. These goods are then moved to customs warehouses. The goods are undergoing auction/disposal procedures after lapse 30 days of advertising to the public as per requirement of the law.

During the year ended 30th June 2021 there were 354 transactions (2020: 3513 transactions) with estimated taxes amounting to TZS 6,842,623,778 (2020: TZS 40,287,400,050) at various stages of auctions after it was found that importers of such goods have not shown up to clear their consignments after statutory period has elapsed. The goods are at various Customs controlled areas as shown in Table 8.

Table 12: Goods in Customs Warehouses (Un-entered Goods)

No.	Description	30-June-2021		30-June-2020	
		Number of items	Estimated Taxes TZS '000	Number of items	Estimated Taxes TZS '000
1	Goods at TPA & TICTS	127	2,636,600	245	9,879,913
2	Goods at ICDs	89	3,433,194	974	25,851,928
3	Goods at Bonded Warehouses	12	272,161	27	713,229
4	Goods at the Regions	126	500,668	2,267	3,842,329
	Total	354	6,842,623	3,513	40,287,399

Goods Awaiting Clearance Procedures

These are goods which have been imported in the country through various entry points at manifest level. The goods await Clearing Agent /Importers to lodge declarations through clearance system (TANCIS) for assessment of duties and taxes before release is issued by Customs. During the year ended 30th June 2021 there were 12,770 transactions at ports, airports and border posts (2020: 29,291 transactions) waiting for initiation of clearance procedures as depicted in Table 9.

Table 13: Analysis of Goods Awaiting Clearance Procedures by Entry Point

No.	Entry Point	Number of Transactions as at 30 June 2021	Number of Transactions as at 30 June 2020
1	Sear Ports	2,644	11,975
2	Airports	5,202	11,604
3	Land Border Ports	4,924	5,712
	Total	12,770	29,291

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

119. TAX COMMITMENTS AND CONTINGENCIES (Continued)

For these types of goods, particularly containerized cargo, it is not possible to determine its value and taxes since the goods have been imported but not declared in the clearance system. Tax to be collected on these kinds of goods will depend on the assessments that will be issued after accomplishment of clearance procedures.

Goods Subjected to Suspense Procedures

These are goods imported and stored in the licensed Custom Bonded Warehouses, Manufacturing under Bond (MUB) and Exports Processing Zones (EPZ) under Suspense Procedures. It should be noted that the goods could be re-exported to another country hence no taxes can be collected for such transaction. It is not possible to determine the taxes to be collected since the goods can be imported in the country or re-exported to another country. The assessment of taxes to be collected is determined when intention to enter such goods into home use is made by the licensee. There were 3762 transactions (2020: 1972 transactions) with estimated taxes amounting to TZS 201,051,981,045 (2020: TZS 143,608,557,889) under Customs control as at 30th June 2021 as shown in Table 10.

Table 14: Estimated Taxes for Goods Subjected to Suspense Procedures

No.	Description	2020/2021			2019/2020		
		Number of Items / Transactions	Stock Value TZS '000	Estimated Taxes TZS '000	Number of Items / Transactions	Stock Value TZS '000	Estimated Taxes TZS '000
1	Goods Imported for MUB	1,167	17,285,218	3,111,339	119	12,346,584	2,222,385
2	Goods Warehoused	1,752	303,646,831	144,232,245	1,251	216,890,594	103,023,032
3	Goods Imported for EPS	843	298,379,983	53,708,397	602	213,128,560	38,363,141
	Total	3,762	619,312,032	201,051,981	1,972	442,365,738	143,608,558

Contingent Liabilities

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of TRA, or present obligation that do not meet the recognition criteria set out by IPSAS 19 because either it is not probable that an outflow of resources embodying economic benefit or service potential will be required to settle the obligation or a sufficiently reliable estimate of the amount of the obligation cannot be made. In this case, TRA has contingent liability where possibility of an outflow of economic resources was considered and the fair value of the contingent liability was estimated to be TZS 1,039,544,418,423 (2020: TZS 760,247,558,844 and USD 91,175,198). Depending on nature of the claim, upon completion of verification and approval process, the approved amount shall be settled either through Treasury funds, escrow account or Commissioner General Refund Others account.

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

119. TAX COMMITMENTS AND CONTINGENCIES (Continued)

Table 15: Contingent Liabilities as at 30th June 2021 by Departments

No.	Department	2020-2021		2019-2020	
		Amounts in TZS '000	Amounts in USD	Amounts in TZS '000	Amounts in USD
1	Large Taxpayers (LTD)	965,900,625	-	658,294,781	90,925,117
2	Domestic Revenue Department (DRD)	39,827,201	-	54,580,738	250,081
3	Customs and Excise Department (CED)	33,469,908	-	47,372,040	-
4	Headquarters (HQ)	346,685	-	-	-
	Total	1,039,544,419	-	760,247,559	91,175,198

120. TAX EXEMPTIONS AND RELIEF

Tax exemptions are reductions or eliminations of the taxes normally imposed on individuals and organizations by the United Republic of Tanzania as provided for by tax laws. In order to be eligible for tax exemption, an organization must meet certain criteria that are specifically provided in the tax laws.

Exemptions and relief are generally incentives, waiver and/or benefits granted to taxpayers for payment of Import Duty, VAT, Excise Duty, income tax and Fuel levy under the Tanzania Investment Act, the Mining Act, and relevant Government Notices applicable to Religious and Charitable Organizations, Donor Funded Projects and Investors. Exemptions and relief granted during the financial year under review are shown below:

Table 16: Tax exemptions and Relief

Descriptions	30-June-2021 TZS '000	30-June-2020 TZS ,000
Customs and Excise	805,715,299	1,009,046,614
Domestic Revenue(DRD<D)	790,370,596	520,459,126
Grand Total	1,596,085,895	1,529,505,740

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

121. NATURAL RESOURCES AND TOURISM

Government of the United Republic of Tanzania conserves and protects the natural and cultural resources. The total area of natural forests in Tanzania is estimated to be 33.5 million hectares of forests and woodlands. These forests and woodlands are an important resources base for various economic activities in the country. The following are details of the natural resources.

Forest Division

Description	Area (000ha)	Percentage
TYPE OF FOREST		
Closed forests	1,400	4.18
Mangroves	115	0.34
Woodlands	31,985	95.48
Total	33,500	100.00
USE OF FOREST LAND		
Net productive area	23,755	78.04
Unproductive area	9,745	21.96
Total	33,500	100.00
LEGAL STATUS		
Forest reserves	13,059	38.98
Forest or woodlands within parks	2,000	5.97
Public forest lands	18,441	55.05
Total	33,500	100.00

Antiquities Division

The National Cultural Heritage Resources is administered by the Ministry of Natural Resources and Tourism through the Division of Antiquities. The Ministry has conducted researches on more than 500 sites country wise. 128 sites have been declared as Gazettes sites in the National Cultural Heritage Register. Among the 128 sites, seventeen (17) are directly administered by the Division of Antiquities and are open to public visitation.

Cultural and Heritage Assets:

Cultural and Heritage Assets are reported according to IPSAS 17 which requires a disclosure of the same. The Government through the Ministry of Natural Resources and Tourism conserved and protected these area for tourism and educational purposes:

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

121. NATURAL RESOURCES AND TOURISM (Continued)

No.	Site Name	Location		Type of Heritage	Importance
		Region	District		
1	Olduvai Gorge	Arusha	Ngorongoro	Archaeological and Palaeontological Site	Tourism / Education
2	Laetoli Footprints	Arusha	Ngorongoro	Archaeological and Palaeontological Site	Tourism / Education
3	Amboni Caves	Tanga	Tanga Urban	Geological Site	Tourism / Education
4	Tongoni Ruins	Tanga	Tanga Urban	Swahili Cultural Site	Tourism / Education
5	Bagamoyo Historical Town	Coastal	Bagamoyo	Historic Town	Tourism / Education
6	Caravan Serai Museum	Coastal	Bagamoyo	Slaves and Ivory Trade	Tourism / Education
7	Kaole Ruins	Coastal	Bagamoyo	Swahili Cultural Site	Tourism / Education
8	Kolo Rock Arts	Dodoma	Kondoa	Rock Art Painting	Tourism / Education
9	Dr. Livingstone Tembe, Kwihara	Tabora	Tabora Urban	Historic structure/house	Tourism / Education
10	Dr. David Livingstone Memorial Museum, Ujiji	Kigoma	Kigoma Urban	Historic site	Tourism / Education
11	Mbozi Meteorite	Mbeya	Mbozi	Geological Site/ Meteorite	Tourism / Education
12	Isimila Stone Age	Iringa	Iringa Rural	Stone Age Artefacts (Acheulian)	Tourism / Education
13	Kalenga Chief Mkwawa Mausoleum	Iringa	Iringa Urban	National Monument	Tourism / Education
14	Kilwa Kisiwani and Songo Mnara Ruins	Lindi	Kilwa	Early Coastal Settlement (Late Iron Age)	Tourism / Education
15	Kunduchi Ruins	Dar es Salaam	Kinondoni	Swahili cultural site	Tourism / Education
16	Mwl. Nyerere Memorial Museum	Dar es Salaam	Kinondoni	Museum	Tourism / Education
17	Engaruka Ancient Irrigation System Ruins	Arusha	Monduli	Historic Irrigation furrow	Tourism / Education

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

121. NATURAL RESOURCES AND TOURISM (Continued)

Wildlife Division

Protected Area Category	Number	Area (Km ²)
National Park	16	57,365
Ngorongoro Conservation Area	1	8,300
Game Reserve	28	114,782
Game Controlled Area	43	58,565

Forest and Beekeeping

Protected Area Category	Number	Area
Forest Plantation	19	308,442Ha
Natural Forest Reserve	405	13,891,139Ha
Forests in General Lands		2,405,000Ha
Game Controlled Areas	43	58,565Km ²

The List of United Republic of Tanzania National Parks and Game Reserves:

National Parks

Name	Area (Km ²)	Name	Area (Km ²)
Arusha	552	Rubondo Island	456
Gombe Stream	52	Serengeti	14,763
Katavi	4,471	Tarangire	2,850
Kilimanjaro	1,668	Udzungwa	1,990
Lake Manyara	648	Mkomazi	3,245
Mahale Mountains	1,613	Saadani	1,062
Mikumi	3,230	Kitulo	465
Ruaha	20,300	Burigi Chato National Park	4,707
TOTAL	32,534	TOTAL	2729,538

Game Reserves

Name	Area (Km Square)	Name	Area (Km Square)
Biharamulo	1,300	Moyowosi	6,000
Burigi	2,200	Msanjesi	210
Grumeti	2,000	Mpanga Kipengele	1,574.25
Ibanda	200	Muhesi	2,000
Ikorongo	3,000	Pande Forest	12
Kigosi	7,000	Rukwa	4,000
Kijereshi	300	Rumanyika	800
Kimisi	1,026.23	Rungwa	9,000
Kizigo	4,000	SaaNane	0.5
Lukwati	3,146	Lwafi	2,228
Lukwikwa/Lumesule	444	Selous	50,000
Maswa	2,200	Ugalla	5,000
Liparamba	570.99	Swagaswaga	871
Mkungunero	700	Uwanda	5,000

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

122. COMMITMENTS

Commitments are future expenses and liabilities to be incurred on contracts that have been entered into at the balance sheet date. Commitments are classified as Capital commitments (aggregate amount of capital expenditure contracted for but not recognized as paid or provided for at balance sheet date), Non-cancellable operating leases with a lease term of more than one year, and Other non-cancellable commitments (these may include consulting contracts)

Table 17: Commitments

Vote	Vote Name	Amount TZS '000	Nature of Commitment
07	Treasury Registrar	155,539,933	Unpaid salary deductions
22	Public Debt and General Services	3,200,000	Bank Charges
		9,746,991	Credit Suisse
78	RAS - Mbeya	5,907,230	Construction of Mbeya Regional Commissioner's Office
96	Ministry of Information, Culture and Sports	1,252,908	Construction of National Stadium
	Wanging'ombe District Council	121,000	Construction of Kidugala Secondary School
		121,000	Construction of Malangali Secondary School
		91,000	Construction of 3 Classroom and Toilet pit Uhenga Secondary School
		500,000	Construction of Saja Health Centre
		500,000	Construction of Ilembula Health Centre
		90,000	Completion of 3 laboratory rooms at Igosi, Saja and Maria Nyerere Sec School
		140,000	Construction of Dr. Dugange Sec School
		17,000	Completion of Boys Dormitories at Igima Sec School
		30,000	Construction of Philipo Mangula Sec School
		60,000,000	Construction of 3 classrooms at Makonga Sec School

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

123. CASH FLOW RECONCILIATION (INDIRECT METHOD)

	2021	2020
	TZS ('000)	TZS ('000)
Surplus/ Deficit for the Period	5,205,275,943	14,016,293,598
Add/ (Less) Non Cash		
Amortazation of Intangible Asset	88,245,066	87,501,701
Debt forgiveness	(44,035)	(20,512,136)
Depreciation Cost - PPE	3,320,127,131	3,057,126,782
Depreciation of Investment Property - Carried at Cost	9,454,789	11,907,443
Fair value gains on biological assets	(1,115,223)	(4,259,272)
Fair value gains on equity investments	(205,452,354)	-
Fair value gains on government securities	(127,315,621)	(32,004)
Fair value gains on investment property	(276,577,954)	(402,326,883)
Fair value losses on equity investments	-	702,391,126
Gain on actuarial valuation of defined benefit plans	-	(16,587,795)
Gain on Financial Asset	-	(5,749,391,078)
Gain on Marketable Securities	-	(125,476,503)
Gains on foreign currency translation	-	(56,079,382)
Impairment of Intangible Asset	2,844,591	127,326
Impairment of Investment Property	2,865,747	2,861,456
Impairment of Loan	35,450,506	49,854,001
Impairment of Property, Plant and Equipment	82,757,707	19,022,676
Impairment of Receivable	660,023,841	90,675,800
Loss of foreign currency translation	722,120,945	-
Loss on disposal of assets	1,105,228	99,437,793
Loss on financial Asset	23,130,949	-
Loss on Marketable Securities	84,113,602	-
Losses on actuarial valuation of defined benefit plans	9,491,952	-
Other Revenue	(329,954,625)	(381,719,833)
Provision for obsolete inventories	6,256,679	1,116,561
Share of Surplus of Associates and Joint Ventures	(2,369,608)	(62,465,436)
Use of goods and services	651,923,273	43,732,289
Add/ (Less) Change in Working Capital		
(decrease) in escrow Asset	(149,469)	(457,261)
Employee Benefits liabilities	25,710,819	174,939,569
Increase/(decrease) in deposit	708,768,134	1,754,778,979
Inventories	99,952,219	607,520,897
Payables	(78,326,340)	(2,367,469,727)
Prepayments	424,528,501	6,465,551
Receivables	269,235,256	5,276,449,515
Use of goods and services	427,270,089	(1,581,303,313)
Net Cash Flow from Operating Activities	11,839,347,737	15,234,122,440

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

124. QUOTED PRICES OF SHARES

	30-June-2021	30-June 2020
	TZS	TZS
CRDB Bank Plc (CRDB)	295	145
DCB Commercial Bank (DCB)	240	290
Dar es salaam Stock Exchange (DSE)	1,300	900
East African Breweries Limited (EABL)	3,900	3,660
Jubilee Holdings Limited (JHL)	7,600	5,400
Kenya Airways Limited (KA)	80	60
KCB Group Limited (KCB)	910	790
Maendeleo Bank Plc (MBP)	490	490
Mwalimu Commercial Bank Plc (MCB)	500	500
Mkombozi Commercial Bank Plc (MKCB)	780	780
Mufindi Community Bank Limited (MuCoBa)	400	400
National Investments Company Limited (NICOL)	225	165
NMB Bank Plc (NMB)	2,340	2,340
National Media Group Limited (NMG)	530	330
Precision Air Services Plc (PAL)	400	400
Swala Oil and Gas (Tanzania) Plc (SWALA)	490	490
Swissport Tanzania Plc (SWIS)	1,120	1,300
Tanzania Breweries Limited (TBL)	10,900	10,900
Tanzania Cigarette Company Limited (TCC)	17,000	17,000
Tanga Cement Company Plc (TCCL)	405	600
TCCIA Investment Plc (TICL)	350	350
TOL Gases Limited (TOL)	500	600
Tanzania Portland Cement Company Plc (TPCC)	3,600	2,200
TATEPA Limited (TTP)	120	120
Vodacom Tanzania Limited (VODA)	770	850
Yetu Microfinance Bank Plc (YETU)	550	550

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

125. RESTATEMENT OF PRIOR YEAR BALANCES

Restatements of prior period balances resulted on Reclassification within categories and Differences due to audit adjustments for entities which completed annual audit after audit of consolidated financial statements.

	Restated		
	30/06/2020	30/06/2020	Difference
	TZS '000	TZS '000	TZS '000
Statement of Financial Performance			
Taxes Revenue	19,529,822,560	19,515,049,756	14,772,804
Revenue From Exchange Transactions	4,197,499,321	4,186,935,497	10,563,824
Social Contributions	1,720,489,467	2,959,340,481	(1,238,851,014)
External Assistance - Grants and Aid	1,139,117,302	1,119,675,142	19,442,160
Finance Income	30,649,081	31,780,129	(1,131,048)
Levies	515,125,437	587,945,673	(72,820,236)
Fees, Fines, Penalties and Forfeits	2,736,270,332	3,068,906,144	(332,635,812)
Other Revenue	6,414,671,991	3,575,415,051	2,839,256,940
Debt Forgiveness	20,512,136	19,486,135	1,026,001
Fair Value Gains on Government Securities	32,004	-	32,004
Fair Value Gains on Investment Properties	402,326,883	358,898,460	43,428,423
Fair Value Gains on Biological Assets	4,259,272	4,188,922	70,350
Fair Value Gains on Actuarial Valuation of Defined Benefit Plans	16,387,795	12,999,480	3,388,315
Fair Value Gain on Equity Investments	-	31,851,100	(31,851,100)
Fair Value Gains on Financial Assets	5,749,391,078	153,903,613	5,595,487,465
Gains on Foreign Currency Translation	109,190,073	200,323,881	(91,133,808)
Wages, Salaries and Employee Benefits	10,277,414,637	10,212,359,528	65,055,109
Supplies and Consumables Used	4,566,214,493	4,809,424,553	(243,210,060)
Routine Repair and Maintenance Expenses	1,252,548,900	1,263,614,346	(11,065,446)
Social Benefits	3,232,243,803	3,050,609,815	181,633,988
Finance Costs	1,900,849,781	2,665,908,483	(765,058,702)
Other Expenses	2,393,584,874	1,577,946,188	815,638,686
Provision for Obsolete Inventories	1,116,561	6,798,098	(5,681,537)
Grants, Transfers and Subsidies Issued	959,603,232	550,794,140	408,809,092
Depreciation of Property, Plant and Equipment	3,057,126,782	3,003,802,394	53,324,388
Depreciation of Investment Properties	11,907,443	11,626,479	280,964
Amortization of Intangible Assets	87,501,701	56,232,154	31,269,547
Impairment of Property, Plant and Equipment	19,022,676	11,662,546	7,360,130
Impairment of Intangible Asset	127,326	52,952	74,374
Impairment of Investment Property	2,861,456	2,220,680	640,776
Impairment of Receivables	90,675,800	367,874,397	(277,198,597)
Impairment of Loans	49,854,001	47,185,742	2,668,259
Fair Value Losses on Equity Investments	702,391,126	-	702,391,126
Fair Value Losses on Government Securities	-	28,599,175	(28,599,175)
Loss on Foreign Currency Translation	53,110,691		53,110,691
Losses on Disposal of Assets	99,437,793	943,364	98,494,429
Share of Surplus of Associates and Joint Ventures	62,465,436	101,106,788	(38,641,352)

THE GOVERNMENT OF TANZANIA

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE, 2021
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	Restated		
	30/06/2020	30/06/2020	Difference
	TZS '000	TZS '000	TZS '000
Statement of Financial Position			
Cash and Cash Equivalent	7,933,593,784	7,002,904,470	930,689,314
Fixed Deposits/Placements	581,697,080	266,451,471	315,245,609
Equity Investments	1,669,596,192	1,668,686,278	909,914
Government Securities	1,228,831,670	1,230,069,507	(1,237,837)
Receivables	8,245,171,434	9,759,706,948	(1,514,535,514)
Loans Receivables	10,862,066,176	9,694,857,776	1,167,208,400
Prepayments	3,020,737,072	2,815,458,587	205,278,485
Inventories	1,283,519,069	1,453,799,454	(170,280,385)
Deferred Currency Cost	34,035,017	34,035,017	-
Other Financial Assets	210,247,501	186,499,117	23,748,384
Investment Property	7,946,022,531	7,853,968,685	92,053,846
Property Plant and Equipment	74,991,557,132	75,398,176,874	(406,619,742)
Intangible Asset	529,603,701	376,037,491	153,566,210
Biological Assets	155,460,399	155,601,748	(141,349)
Investments in Associates and Joint Ventures	2,281,649,967	1,373,239,799	908,410,168
Investments in Controlled Entities (Subsidiaries)	4,145,472,559	893,529,474	3,251,943,085
Non Current Assets Held for Sale	2,154,824	7,057,449	(4,902,625)
Payables and Accruals	14,454,232,281	12,463,522,434	1,990,709,847
Deposits from Banks and Non-Bank Financial Institutions	4,348,597,050	235,840,458	4,112,756,592
Deposit - Others	91,639,051	3,556,316,244	(3,464,677,193)
Borrowings (Public Dept)	50,719,170,218	51,327,545,512	(608,375,294)
Other Borrowings by Government Entities	-	6,283,458,935	(6,283,458,935)
Other Financial Liabilities	314,234,830	632,169,384	(317,934,554)
Employee Benefits Liabilities	497,760,274	430,906,570	66,853,704
Retirement Benefits Obligations	482,830,920	488,351,876	(5,520,956)
Provisions	912,024,478	968,984,449	(56,959,971)
Taxpayer Fund	41,292,780,108	42,768,409,170	(1,475,629,062)
Foreign Currency Revaluation Reserves	9,225,266	38,917,117	(29,691,851)
Fair Value Reserves	210,902,665	2,686,335,411	(2,475,432,746)
Deferred Tax Reserves	64,755,077	-	64,755,077
Defined Benefit (Actuarial) Reserves	(5,630,146)	18,409,937	(24,040,083)
Revaluation Surplus	112,858,311	473,809,604	(360,951,293)
Other Reserves	9,148,474,551	8,203,498,930	944,975,621
Minority Interest	491	165,209	(164,718)
Accumulated surpluses/(deficits)	(18,455,995,054)	(30,528,719,016)	12,072,723,962


CPA. Leonard J. Mkude
Accountant General

Date

11th March, 2022