

2023 Annual Report & Financial Statements

Metropolis Healthcare Uganda Ltd.

External Auditors:



Springs & Tugye Associates LLP

Certified Public Accountants
2nd Floor, Kisozi House Complex,
Plot 6/8, Nakasero Lane,
P. O. Box 142808
Kampala, Uganda.

May 2024

METROPOLIS HEALTHCARE UGANDA LTD.

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For the year ended 31st December 2023

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METROPOLIS HEALTHCARE UGANDA LTD.

Corporate Information

For the year ended 31st December 2023

COUNTRY OF INCORPORATION	: Uganda
LEGAL FORM	: Private Limited Company
DIRECTORS	: Mr. Sushil Kanubhai Shah : Ms. Ameera Sushil Shah
SECRETARY	: Equity Trustees Limited Kampala Uganda
REGISTERED OFFICE	: Buganda Road Kampala, Uganda
AUDITORS	: Springs & Tugye Associates LLP Certified Public Accountants Kampala, Uganda
BANKERS	: Standard Chartered Bank Kampala, Uganda
TAX REFERENCE NUMBER	: 1021915646

METROPOLIS HEALTHCARE UGANDA LTD.

Report of the Directors

For the year ended 31st December 2023

Directors' Report

The Directors submit their report together with the audited financial statements for the year ended **31st December 2023** which disclose the state of affairs of the company.

Principal activities

The principal activity of the Company is to carry business of lab testing and other allied activities.

Results

The results of the Company for the year ended **31st December 2023** are shown in the statement of comprehensive income on page 7 and the appropriations there from in the statement of changes in equity on page 9.

Financial Results

**For year ended
31st Dec 2023**

Loss before taxation	(663,303,811)
Taxation	196,378,556
Appropriations/Dividends	-
Loss for the year transferred to Retained Earnings	<u><u>(466,925,255)</u></u>

Dividends

Directors do not recommend the payment of dividends in respect of the year.

Directors

The names of directors who held office to the date of this report are shown on page 1.

Auditors

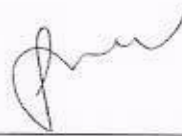
Springs & Tugye Associates LLP were appointed as auditors during the year and will continue in office in accordance with section 167(2) of the Companies Act.

The Financial Statements were approved at the meeting of directors held on

BY ORDER OF THE BOARD



Director



Director

METROPOLIS HEALTHCARE UGANDA LTD.

Statement of Directors' Responsibilities

For the year ended 31st December 2023

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The companies Act, 2012 requires the directors to prepare financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its operating results for that period. It also requires the directors to ensure the company maintains proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company. They are also responsible for safeguarding the assets of the company.

The directors are responsible for preparation and fair presentation of financial statements that give a true and fair view in accordance with international financial reporting standards (IFRS) for Small Medium-sized Entities (SMEs) and the requirements of the Ugandan company's Act, and for such internal controls as directors determine are necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

The directors accept responsibility for the periodic financial statements, which have been prepared using appropriate accounting policies supported by responsible and prudent judgments and estimates, in conformity with International Financial Reporting Standards (IFRS) for Small Medium-sized Entities (SMEs) and in a manner required by the companies Act. The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the company as at **31st December 2023** and of its operating results for the year then ended. The directors further confirm the accuracy and completeness of the accounting records maintained by the company which has been relied upon in the preparation of the financial statements, as well as the adequacy of the systems of internal financial controls.

The directors certify that to the best of their knowledge, the information furnished to the auditors for the purpose of the audit was correct and is an accurate representation of company's financial transactions.

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

The Financial Statements were approved at the meeting of directors held on

BY ORDER OF THE BOARD



Director



Director

**Metropolis Healthcare Uganda Limited
Accounts to 31st December, 2023**

**Independent Auditor's Report to
Metropolis Healthcare Uganda Limited**

Report on the Audit of the Financial Statements

We have audited the financial statements of Metropolis Healthcare Uganda Limited which comprise the statement of financial position as at 31st December, 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Opinion

In our opinion, the accompanying financial statements on pages 7 to 10 give a true and fair view of the financial position of Metropolis Healthcare Uganda Limited as at 31st December, 2023, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) for SMEs, the Companies Act, 2012.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and Guidelines issued by the Institute of Certified Public Accountants of Uganda. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (IESBA Code)* together with the ethical requirements that are relevant to our audit of the financial statements in Uganda, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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 ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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 our 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 Company'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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company 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.

We 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 we identify during our audit.

We also provide those charged with governance with a statement that we 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, we 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. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Report on Other Legal and Regulatory Requirements

As required by the Companies Act, 2012, we report to you based on our audit, that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
2. In our opinion, proper books of account have been kept by the Company so far as appears from our examination of those books; and
3. The Company's statement of financial position and statement of comprehensive income are in agreement with the books of account.

The engagement partner on the audit resulting in this independent auditor's report is CPA Maria Nabbanja Ssentamu – P0079.



Maria Nabbanja Ssentamu
Springs & Tugye Associates LLP
Certified Public Accountants of Uganda



METROPOLIS HEALTHCARE UGANDA LTD.

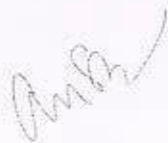
Statement of Comprehensive Income

For the year ended 31st December 2023

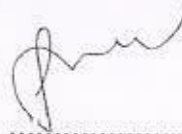
	Notes	For year ended 31st Dec 2023 (in Shs.)	For period ended 31st Dec 2022 (in Shs.)
Revenue		1,032,106,891	94,197,504
Direct Expenses	2	(603,323,393)	(86,807,182)
Gross Profit		428,783,498	7,390,322
Administrative Expenses	4	(776,020,917)	(292,569,996)
Profit/(Loss) before depreciation and Finance cost		(347,237,419)	(285,179,674)
Finance Cost	5	(201,325,208)	2,301,572
Depreciation	6	(114,741,184)	(65,679,015)
Profit/(Loss) before tax		(663,303,811)	(348,557,117)
Taxation	13	196,378,556	104,140,501
Profit/(Loss) after tax		(466,925,255)	(244,416,616)
Other Comprehensive Income		-	-
Total Comprehensive profit/(loss)		(466,925,255)	(244,416,616)

The accompanying notes no. 1 to 17 are integral part of the financials statements.

The Financial Statements were approved by the Board of Directors on and are signed on their behalf by:



..... DIRECTOR



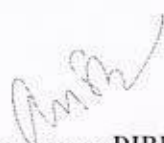
.....DIRECTOR

METROPOLIS HEALTHCARE UGANDA LTD.*Statement of Financial Position**As at 31st December 2023*

	Notes	As at 31st Dec 2023 (in Shs.)	As at 31st Dec 2022 (in Shs.)
Non-current assets			
Property, Plant and Equipment	5	391,650,300	506,041,484
Deferred Tax Asset	14	313,602,022	117,223,466
Total Non-current assets		705,252,322	623,264,950
Current assets			
Inventories	6	49,052,788	43,232,329
Trade and other receivables	8	624,652,064	267,009,379
Cash and Bank Balances	9	394,872,204	37,813,370
Total Current Assets		1,068,577,056	348,055,078
TOTAL ASSETS.....		1,773,829,378	971,320,028
Equity & Liabilities			
Capital and Reserves			
Share Capital	10	25,000,000	25,000,000
Reserves and surplus		(741,868,791)	(274,943,536)
Total Equity		(716,868,791)	(249,943,536)
Non current Liabilities			
Borrowings	11	1,717,780,595	889,703,190
Total Non current Liabilities		1,717,780,595	889,703,190
Current Liabilities			
Trade and other payables	12	772,917,572	331,560,375
Income Tax Payable	14	-	-
Total Current Liabilities		772,917,572	331,560,375
TOTAL EQUITY AND LIABILITIES.....		1,773,829,378	971,320,029

The accompanying notes no. 1 to 17 are integral part of the financials statements.

The Financial Statements were approved by the Board of Directors on and are signed on their behalf by:



.....DIRECTOR



.....DIRECTOR

METROPOLIS HEALTHCARE UGANDA LTD.

Statement of Changes in Equity

For the year ended 31st December 2023

	Share Capital (in Shs.)	Retained Earnings (in Shs.)	Total (in Shs.)
As at 1st January 2023	25,000,000	(274,943,536)	(249,943,536)
Shares Issued during the year	-	-	-
Net profit / (Loss) for the year	-	(466,925,255)	(466,925,255)
Add/Less : Appropriations/Dividends	-	-	-
As at 31st December 2023	<u>25,000,000</u>	<u>(741,868,791)</u>	<u>(716,868,791)</u>
Balance as on 1st July 2022	25,000,000	(30,526,920)	(5,526,920)
Shares Issued during the period	-	-	-
Net profit / (Loss) for the period	-	(244,416,616)	(244,416,616)
Add/Less : Appropriations/Dividends	-	-	-
As at 31st December 2022	<u>25,000,000</u>	<u>(274,943,536)</u>	<u>(249,943,536)</u>

The accompanying notes no. 1 to 17 are integral part of the financials statements.

The Financial Statements were approved by the Board of Directors on and are signed on their behalf by :



.....DIRECTOR



.....DIRECTOR

METROPOLIS HEALTHCARE UGANDA LTD.

Statement of Cash-Flows


For the year ended 31st December 2023

	For year ended 31st Dec 2023 (in Shs.)	For period ended 31st Dec 2022 (in Shs.)
Cash flows from operating activities		
Operating Loss before Tax	(663,303,811)	(348,557,117)
Adjustment for:		
Depreciation	114,741,184	65,679,015
Operating loss before working Capital changes	<u>(548,562,627)</u>	<u>(282,878,102)</u>
Changes in working capital		
Decrease/(increase) in Trade receivables	(357,642,685)	183,834,936
Decrease/(Increase) in inventories	(5,820,459)	(43,232,329)
Increase/(Decrease) in Trade & other payables	441,357,197	303,578,281
Cash generated/(used) in operations	<u>(470,668,574)</u>	<u>161,302,786</u>
Withholding Tax	-	-
Net cash generated/(used) in operating activities	<u>(470,668,574)</u>	<u>161,302,786</u>
Cash flows from investing activities		
Purchase of Property and Equipment	(350,000)	(571,720,499)
Proceeds from disposal of assets	-	-
Net cash flow from investing activities	<u>(350,000)</u>	<u>(571,720,499)</u>
Cash flows from financing activities		
Issue of share capital	-	-
Loan received/Paid	828,077,405	(25,417,075)
Net cash flow from financing activities	<u>828,077,405</u>	<u>(25,417,075)</u>
Net increase in cash & cash equivalents	<u>357,058,831</u>	<u>(435,834,788)</u>
Cash & cash equivalents at the beginning of the period	37,813,370	473,648,158
Cash & cash equivalents at the end of the period (refer note 8)	<u><u>394,872,201</u></u>	<u><u>37,813,370</u></u>

The accompanying notes no. 1 to 17 are integral part of the financials statements.

The Financial Statements were approved by the Board of Directors on _____ and are signed on their behalf by :


.....DIRECTOR


.....DIRECTOR

METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

1 SIGNIFICANT ACCOUNTING POLICES

The principal accounting policies adopted in the preparation of these financial statements are set out below

i BASIS FOR PRESENTATION AND MEASUREMENT

The financial statements are prepared in compliance with International Financial Reporting Standards (IFRS) for SMEs. The financial statements are presented in the functional currency, Uganda shilling (Ushs) under the historical cost convention.

USE OF ESTIMATES AND JUDGEMENTS

The preparation of financial statements in conformity with IFRS for SMEs requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on the directors' best knowledge of current events and actions, actual results ultimately may differ from those estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and any future periods affected.

During the period, areas involving a higher degree of judgement or complexity or where assumptions and estimates are significant to the financial statements are disclosed in Note 2

The financial statements have been prepared on a going concern basis which assumes that the company will be in operational existence for the foreseeable future. The validity of this assumption depends on the related parties and directors continuing support by providing adequate funding.

The principal accounting policies adopted in preparation of these financial statements are set out Below :
Unless otherwise stated, the accounting policies are consistent.


ii REVENUE RECOGNITION

The company recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when the specific criteria have been met for each of the company's activities as described below. The amount of revenue is not considered to be reliably measured until all contingencies relating to the revenue have been resolved. The company bases its estimates on historical results, taking into consideration the type of customer, type of transaction and specifics of each arrangement.

iii TRANSLATION OF FOREIGN CURRENCY

Transactions in foreign currencies during the year are converted into Ugandan Shillings at rates ruling at the transaction dates. Exchange differences arising on settlement of a foreign currency asset/liability are recognised as Realised exchange gain/loss on settlement of the transactions. Assets and liabilities at the balance sheet date, which are expressed in foreign currencies, are translated into Ugandan Shillings at rates ruling at that date. The resulting differences from conversion and translation are dealt with in the profit and loss account in the year in which they arise.

Director's initials


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METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

iv TAXATION

(i) Corporation tax

Taxation is provided on the basis of results for the year as adjusted in accordance with Income Tax Act, Cap 340.

(ii) Deferred Taxation

Deferred tax is provided using the liability method for all temporary timing differences arising between the tax bases of assets and liabilities and their carrying values for financial reporting purposes. Currently enacted tax rates are used to determine deferred tax. Deferred tax assets are recognized only to the extent that it is probable that future taxable profits will be available against which temporary timing differences can be utilized.

v IMPAIRMENT

At each balance sheet date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. Impairment loss occurs where the asset is carried in the books at more than its recoverable amount. An asset is carried at more than its recoverable amounts if its carrying amount exceeds the amounts to be recovered through use or sale of the asset. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. Where it is not possible to estimate the recoverable amount of an individual asset, the directors estimate the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately.

vi INVENTORIES

Inventories are stated at the lower of cost and net realizable value. Cost is determined by the weighted average method. Net realizable value is the estimate of selling price in the ordinary course of business, less the costs of completion and selling expenses.


vii PROVISIONS

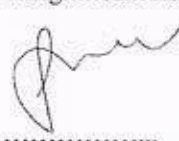
Provisions are recognised when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

viii CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand and other short term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

Director's initials


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METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

ix PROPERTY, PLANT & EQUIPMENTS

All property, plant and equipment is stated at historical cost less depreciation.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost can be reliably measured. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to the statement of comprehensive Income during the financial period in which they are incurred.

Depreciation is calculated on the reducing balance basis to write down the cost of each asset, to its residual value over its estimated useful life using the following annual rates

Asset	Rate
Electrical Fittings	15.00%
Furniture & Fixtures	15.00%
IT Equipment	30.00%
Lab Equipment	30.00%
Leasehold Improvements	15.00%
Motor Vehicle	15.00%
Office Equipment	15.00%

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining operating profits/losses.

x BORROWINGS

Interest bearing borrowings are initially measured at fair value and are subsequently at amortised cost, using the effective interest rate method. All Borrowing Costs have been recognised as an Expense in the profit or loss in the year in which they are incurred except for those attributable to the Factory building and Plant and machinery which are in work in progress have been capitalized.

xi 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. All other leases are classified as operating leases.

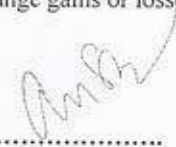
xii TRADE AND OTHER RECIEVABLES

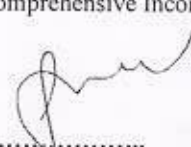
Most sales are made on the basis of credit terms ,and the receivables do not bear interest. Where credit is extended beyond normal credit terms, receivables are measured at amortised cost using the effective interest method. At the end of each reporting period the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that amounts are not recoverable. If so, an impairment loss is recognised immediately in the statement of comprehensive Income.

xiii TRADE AND OTHER PAYABLES

Trade payables are obligations on the basis of normal credit terms and do not bear interest. Trade payables denominated in a foreign currency are translated into Uganda Shillings using the exchange rate at the reporting date. Foreign exchange gains or losses are included in the statement of comprehensive Income.

Director's initials


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METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

2 CRITICAL JUDGEMENT AND KEY SOURCES OF ESTIMATION

Key sources of estimation

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amounts of the assets and liabilities within the next financial year are discussed below.

Allowance for doubtful debts

Allowance for doubtful debts is determined using a combination of factors to ensure that the trade receivables are not overstated due to uncollectibility. The allowance for doubtful debts for all customers is based on a variety of factors, including the overall quality and aging of the receivables, continuing credit evaluations of the customers' financial conditions and collateral requirements from customers in certain circumstances.

In particular, specific provisions for individual accounts are recorded when the company becomes aware of the customers' inability to meet its financial obligation such as in the case of determination in the customer's operating results or financial position.

Property Plant and equipment

The cost of property and equipment is depreciated over the estimated useful life, which is based on expected usage of the asset. Expected usage physical wear and tear which depends on the operational factors. Management has not considered any residual value as it is deemed immaterial.

Leasehold improvements

Management determined the estimated useful life and the related depreciation charges for its leasehold improvements. The estimate is based on the assumption that the company will renew its annual lease over the estimated useful life. Depreciation charge would change significantly should the annual lease not be renewed. Management will increase the depreciation charge when the useful life is less than the previously estimated useful life.

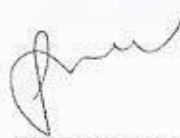
Financial Instruments

Financial assets and liabilities that are not basic financial instruments are carried at their fair value recorded with changes in fair value recorded in other comprehensive incomes. When no active exists or when quoted prices are not otherwise available, judgement is required in determining fair value.

Director's initials



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METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

	For year ended 31st Dec 2023 (in Shs.)	For period ended 31st Dec 2022 (in Shs.)
3 DIRECT EXPENSES		
Opening Stock	43,232,329	-
Local Purchase	138,544,225	96,595,800
Outsource Test	470,449,627	33,443,711
Clearing & forwarding	150,000	-
Closing Stock	(49,052,788)	(43,232,329)
TOTAL DIRECT EXPENSES	603,323,393	86,807,182
4 ADMINISTRATIVE EXPENSES		
a Employment Expenses		
Salaries and Wages	412,789,675	117,551,584
NSSF Contribution	41,278,968	10,578,843
Immigration expenses	8,708,625	6,210,354
Local Service Tax	-	470,000
Total Employment Expenses	462,777,268	134,810,781
b Other Administrative Costs		
Audit Fees	6,248,211	2,504,434
Consultancy Fees	10,630,011	8,786,961
Rent - Housing Staff	-	14,741,702
Rent for Lab	109,160,000	24,000,000
Bio Medical Waste	-	150,000
Business Promotion Expenses	684,953	3,158,000
Cleaning Expenses	3,887,141	570,000
Courier Charges	3,770,667	655,000
Electricity Expenses	13,847,586	3,709,980
Fuel Expenses	9,691,700	2,600,020
Housekeeping Expenses	6,113,833	1,250,000
Local Conveyance	4,316,315	1,589,000
Marketing Expenses	5,119,335	6,371,200
Telephone & Internet	5,471,170	1,753,300
Motor Vehicle expenses	2,251,600	526,000
Office Expenses	3,932,200	1,286,986
Preliminary expenses	50,204,924	58,461,207
Printing & Stationery	3,306,333	13,202,700
Professional Fees	1,268,015	5,185,638
Provision for Bad Debts	-	952,115
Repair & maintenance	15,409,078	-
Rates & Taxes	12,300,720	300,000
Security Charges	-	1,230,000
Staff Welfare	38,988,643	3,733,800
Transport Charges	4,913,415	298,000
Water Charges	1,727,800	743,172
Total Administrative Expenses	776,020,917	292,569,996
5 FINANCE COSTS		
Insurance	658,651	229,668
Bank Charges	8,192,237	1,667,408
Interest Expenses	134,248,822	19,145,089
Realised Exchange Loss	-	(840,070)
Unrealised Exchange Loss	58,225,497	(22,503,667)
TOTAL FINANCE COSTS	201,325,208	(2,301,572)

Director's initials 



METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

6 PROPERTY, PLANT AND EQUIPMENT

Particulars	Electrical Fittings		Furniture & Fixtures		IT Equipment		Lab Equipment		Leasehold Improvements		Motor Vehicle		Office Equipment		Total (in Shs.)
	(in Shs.)	15%	(in Shs.)	15%	(in Shs.)	30%	(in Shs.)	30%	(in Shs.)	15%	(in Shs.)	15%	(in Shs.)	15%	
COST :															
As at 01.01.2023	18,539,700		48,457,863		27,844,700		276,155,000		67,224,702		46,230,000		87,268,534		571,720,499
Additions	-		-		150,000		-		-		-		200,000		350,000
Disposal	-		-		-		-		-		-		-		-
As at 31.12.2023	18,539,700		48,457,863		27,994,700		276,155,000		67,224,702		46,230,000		87,468,534		572,070,499
DEPRECIATION :															
As at 01.01.2023	1,390,478		3,634,340		4,176,705		41,423,250		5,041,353		3,467,250		6,545,140		65,679,015
Depreciation on Disposal	-		-		-		-		-		-		-		-
Charge for the year	2,572,383		6,723,528		7,145,399		70,419,525		9,327,427		6,414,413		12,138,509		114,741,184
As at 31.12.2023	3,962,861		10,357,868		11,322,104		111,842,775		14,369,280		9,881,663		18,683,649		180,420,199
NET BOOK VALUE :															
As at 31st December 2023	14,576,839		38,099,995		16,672,597		164,312,225		52,855,422		36,348,338		68,784,885		391,650,300
As at 31st December 2022	17,149,223		44,823,523		23,667,995		234,731,750		62,182,449		42,762,750		80,723,394		506,041,484

Note :

In line with the above net book values also directors found out that there were no any indicators of impairments. Because the proceeds on disposal are expected to exceed the net carrying amount of the asset and liability, no impairment loss has been recognised.

Director's initials:



METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

	As at 31st Dec 2023 (in Shs.)	As at 31st Dec 2022 (in Shs.)
7 INVENTORY		
Stock In Hand	49,052,788	43,232,329
TOTAL INVENTORY	<u>49,052,788</u>	<u>43,232,329</u>
8 TRADE AND OTHER RECIEVABLES		
Sundry Debtors	391,417,791	18,555,200
Advance payment to suppliers	-	1,557,000
Prepaid Expenses	215,519,703	236,832,765
Deposit	10,400,000	7,400,000
Other advances	2,947,000	-
WHT receivable	4,367,570	2,664,414
TOTAL TRADE AND OTHER RECIEVABLES	<u>624,652,064</u>	<u>267,009,379</u>
9 CASH AND BANK BALANCES		
Cash on hand	4,909,456	6,261,179
Bank Balances	389,962,748	31,552,191
TOTAL CASH AND BANK BALANCES	<u>394,872,204</u>	<u>37,813,370</u>

For the purposes of the cash flow statement, the year end cash and cash equivalents comprise the above.

10 SHARE CAPITAL

Authorized share capital

25,000 shares of shs.1,000/- each 25,000,000 25,000,000

Issued, Subscribed & fully paid up capital.

25,000 shares of shs.1,000/- each 25,000,000 25,000,000

TOTAL SHARE CAPITAL 25,000,000 25,000,000

All the share capital is authorized fully issued ,subscribed and paid for.

11 BORROWINGS

Metropolis Healthcare (Mauritius) Ltd 1,717,780,595 889,703,190

TOTAL BORROWINGS 1,717,780,595 889,703,190

12 TRADE AND OTHER PAYABLES

Sundry Creditors 493,333,413 202,191,166

NSSF Payble 8,599,146 4,671,859

Payee Payble 18,997,959 8,580,261

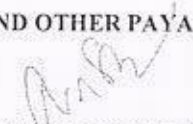
Provision 43,350,536 40,860,485

Consultancy fees Payable - 3,487,213

Interest on Loan payable 208,636,520 71,769,391

TOTAL TRADE AND OTHER PAYABLES 772,917,572 331,560,375

Director's initials





METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

	For year ended 31st Dec 2023 (in Shs.)	For period ended 31st Dec 2022 (in Shs.)
13 Tax		
Current tax	-	-
Deferred tax for current year	(196,378,556)	(104,140,501)
	<u>(196,378,556)</u>	<u>(104,140,501)</u>
The tax on the company's profit before tax differs from the theoretical amount that would arise using the basic rate as follows:		
(Loss)/profit before tax	(663,303,811)	(348,557,117)
Tax calculated at a tax rate of 30%	(198,991,143)	(104,567,135)
Tax effect of:		
Expenses not deductible for tax purposes	2,612,587	426,635
Recognition of deferred tax for prior periods	-	-
Tax charge	<u>(196,378,556)</u>	<u>(104,140,501)</u>

14 Deferred Tax

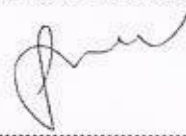
A Deferred tax is calculated, in full, on all temporary timing differences under the liability method using a principle tax rate of 30%. The movement on the deferred tax account is as follow

	At 31st Dec 2023 (in Shs.)	At 31st Dec 2022 (in Shs.)
Deferred tax liabilities		
Unrealised forex gain	-	2,185,744
Excess of depreciation over capital allowances	20,963,644	8,085,255
	<u>20,963,644</u>	<u>10,270,999</u>
Deferred tax assets		
Unrealised forex Loss	(56,039,753)	-
Interest U/s 25	(172,225,508)	(37,976,686)
Tax losses carried forward	(838,038,457)	(363,039,201)
	<u>(1,045,340,074)</u>	<u>(390,744,888)</u>
Net deferred tax liability/(Asset) @ 30%	<u>(313,602,022)</u>	<u>(117,223,466)</u>

Note :

Deferred tax asset are recognised only to the extent that realisation of the related tax benefit is probable

Director's initials

METROPOLIS HEALTHCARE UGANDA LTD.

Notes to the Financial Statements

For the year ended 31st December 2023

15 Related party Transactions

List of Related Companies

Mr. Sushil Kanubhai Shah

Ms. Ameera Sushil Shah

Metropolis Healthcare (Mauritius) Ltd

Metropolis Healthcare (India) Ltd

Relationship

Director

Director

Common Directorship

Common Directorship

Related Party Transactions :

Name of Parties	Interest Expenses	Rendering of Outsourced services
Metropolis Healthcare (Mauritius) Ltd	134,248,822	
Metropolis Healthcare (India) Ltd		470,449,627
TOTAL	134,248,822	470,449,627

Balances as at 31st December 2023

Name of Party	Amount Receivable	Amount Payable
Metropolis Healthcare (Mauritius) Ltd	-	1,717,780,595
Interest Accrued on Loan	-	208,636,520
TOTAL	-	1,926,417,115

Directors Remuneration for the year : NIL

16 CONTINGENT LIABILITY

No Provision has been recognised in the financial statements as the management does not consider it probable that any liability will arise.

17 EVENTS AFTER THE END OF THE REPORTING PERIOD

There were not any events between statement of financial position's date and the reporting date that have come to the attention of the management for any disclosure or any provisions.

18 APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved by the Board of directors and authorized for issue on


.....DIRECTOR


.....DIRECTOR


METROPOLIS HEALTHCARE UGANDA LTD.

Tax computation

For the year ended 31st December 2023

	For year ended 31st Dec 2023 (in Shs.)	For period ended 31st Dec 2022 (in Shs.)
Profit/Loss as per financial statements	(663,303,811)	(348,557,117)
<u>Add: Dis-allowables expenses</u>		
Depreciation/Amortization	114,741,184	65,679,015
Local Service Tax	-	470,000
Provision for Bad Debts	-	952,115
Immigration expenses	8,708,625	-
Interest on loan disallowed Under section 25	134,248,822	19,145,089
Unrealised Forex Loss / (Gain)	58,225,497	(22,503,667)
	<u>(347,379,683)</u>	<u>(284,814,565)</u>
<u>Less: Allowable Deductions</u>		
Wear & Tear allowance	(127,619,573)	(73,764,270)
ADJUSTED PROFIT/ (LOSS) FOR THE PERIOD	<u><u>(474,999,256)</u></u>	<u><u>(358,578,835)</u></u>
Loss brought forward	(363,039,201)	(4,460,366)
Taxable income	<u><u>(838,038,457)</u></u>	<u><u>(363,039,201)</u></u>
Corporation tax at 30%	-	-

Directors initials


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METROPOLIS HEALTHCARE UGANDA LTD.

Wear and Tear Schedule

For the year ended 31st December 2023

	Class I 40%	Class II 30%	Class III 20%	Total (in Shs.)
W.D.V as at 01/01/2023	22,275,760	234,731,750	240,948,719	497,956,229
Add : Additions	150,000	-	200,000	350,000
Disposals	-	-	-	-
As at 31/12/2022	22,425,760	234,731,750	241,148,719	498,306,229
Less wear & tear	8,970,304	70,419,525	48,229,744	127,619,573
W.D.V as at 31/12/2022	13,455,456	164,312,225	192,918,975	370,686,656

Directors initials



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