

TANZANIA HOME ECONOMICS ASSOCIATION (TAHEA)

MWANZA

CONSOLIDATED

**AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

ORGANIZATION INFORMATION

PRINCIPAL ADDRESS:

PLACE OF OPERATION

Tanzania Home Economics Association (TAHEA),
P. O. Box 11242,
Mwanza,
Tanzania.
TIN:103-397-898
Info@Tahea.Or.Tz.

BANKERS:

CRDB Bank PLC,
Mwanza Branch,
P.O. Box 1333,
Mwanza, Tanzania.

Standard chartered Bank,
Mwanza Branch,
P.O. Box 1334,
Mwanza, Tanzania.

LEGAL ADVISORS

Mr. Oscar Twakazi,
MWAUSA,
P.O. Box 317
Mwanza, Tanzania.

AUDITORS:

Claritas International
4th Floor, 395 URSINO Building
Morocco | Mwai Kibaki Road
P. O. Box 76062
Dar es salaam, Tanzania
Tel: +255 (0) 22 2666 670
Fax: +255 (0) 22 2666 671
Email: info@claritas.co.tz
Website: www.claritas.co.tz

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

1. INTRODUCTION

The Directors are pleased to present their report together with the audited financial statements of the Organization for the year ended 31 December 2022, which disclose the state of affairs of Tanzania Home Economics Association (TAHEA) (the "Organization").

2. REGISTRATION OF THE ORGANIZATION

Tanzania Home Economics Association (TAHEA) is a Professional National Non-Government Organization (NGO) founded in March, 1980. The Organization was registered in October, 14th 1980 under the Tanzania Society Ordinance with its registration number being SO.6179. And later TAHEA attained a certificate of NGO Compliance No. 1732 on 4th of December, 2006 under NGO Act of 2002.

3. MISSION

TAHEA's mission is to empower families and communities in Mwanza and Tanzania as a whole, to transform their lives socially, economically and with Gender Perspective. We do that through education, training, and information sharing and consultancy. In order to achieve this, TAHEA uses the expertise of its professional members to facilitate development processes by networking and collaborating with other organizations having similar vision and mission.

4. VISION

Our Vision gives us a sense of direction and destination, it captures our aspirations for improved standards of living with sufficient food, well-educated and a strong economic base which is the basis for what TAHEA stands for, as a non-profit professional organization. Our Vision and our values guide the choices and the decisions we make every day in serving individuals, families and communities.

We envision a society which is well educated, with improved living standards, sufficient in food and a strong economic base.

5. PRINCIPAL OBJECTIVES AND CORE PROGRAMS

Objectives

TAHEA's objectives include the following:

- 1) To promote and strengthen home economics, agriculture, education, health and nutrition, housing and habitat so as to improve livelihood of communities.
- 2) To promote and advocate for the protection of human rights of communities.
- 3) To cooperate with various state and non-state actors in fighting against gender discrimination, environmental degradation, corruption and poverty.
- 4) To support and establish initiatives for economic and social empowering for women, young people and vulnerable groups.
- 5) To cooperate and affiliate with national and international organizations/ agencies which supports objectives/ programs similar to our aims and objectives.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

Our Core Programs

- Early Childhood Development
- School readiness
- Afterschool programs for Literacy and Numeracy improvement (6-8 years)
- Youth Programs
- Agriculture programs
- Habitat (Adequate housing)
- Community Health Programs (health, nutrition, WASH, environment)
- Capacity Building (organization development & programming to CBOs/ NGOs)
- Consultancy

Our target

- Families (children, youths, parents)
- Community Based Organizations (CBOs)
- Local Government
- Other like-minded CSOs
- Donors/ Grant makers/ Funders

6. ACHIEVEMENTS FOR THE YEAR

1) A new Board

TAHEA Mwanza uses all available opportunities to strengthen the organization in maintaining its identity and agency, structure and function, strategy and programming, learning and adaptation, relationships, human resource development and financial resources. We have a board which oversees our work and guides us to observe governance aspects. A new Board has been put in place for the period of 2021/ 2026. The new Board has 4 members outside the organization and 3 members within the organization, the Board meets 2 times a year and has held its first meeting in December, 2022.

2) TAHEA Management and Administration

TAHEA Management committee has been able to hold 6 scheduled management meetings and 2 ad-hoc meetings for year 2022. It has been able to hold 12 Programs meetings for year 2022 and 4 staff meetings.

3) TAHEA Administration

TAHEA Mwanza has been able to raise a total amount of 95,591,755.28 Tanzania shillings own resources from its small income generating activities, members and friends' contributions, research and consultancy services which has enabled the organization to pay 7 support staff including 3 security guards. TAHEA also paid for office rent, and legal fees for year 2022.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The Organisation achieved the following for the year ended 31st December 2022,

- (i) Leadership Skill Project Implemented,
- (ii) Programs/ projects overall implementation reached 90% with the exception of 2 projects ISRP where classroom construction needed additional money for completion and SAM/ PETS programs which had a late commencement.
- (iii) Audits for 2021 were completed and reports were submitted to the government.
- (iv) Proposals were developed for all programs and submitted to donors for 2023 funding, and
- (v) Business Registration for resource mobilization was successfully done.

7. CHALLENGES

-The year 2022 has been a difficult year for fundraising due to Covid 19, however TAHEA Mwanza put in place some strategy to cope with the situation, one was to scale down number of staff and the second strategy was to bring in a company for Security Services.

- To register a business company which will do business and its proceedings to go to the organization which is a non-profit entity.

8. PRINCIPAL ACTIVITIES

The principal activities of the Association include facilitating development process among resource poor families and communities but also to support them to realise their potentials to improve their living standards both socially and economically. TAHEA achieves these objectives by providing education, mobilising training, information sharing and consultancy. TAHEA ensures the above activities are realised by working with development partners to help finance the activities. During the year under review TAHEA worked with the following partners:

- Cotswold Foundation
- Better Way Foundation
- PAHWaYP
- Children in Crossfire
- Centre for International potatoe (CIP)
- Foundation for Civil Society (FCS)

9. RESULTS

The Organisation's results for the year are set out in the Statement of Comprehensive Income on this report.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

10. FINANCIAL STATUS

Activities of Tanzania Home Economics Association (TAHEA) are financed by the funds transferred from the Funds received from Institution fees from different projects / Nutri Co. Ltd. Funds for running the programme activities were disbursed directly to Organization maintained bank account. The funds received and expended for the year ended 31 December 2022 and the state of the financial position on that date is presented in the Statement of Financial Activities and the Statement of Financial Position respectively.

Remaining funds for the year ended 31 December 2022 have been deferred to the financial year commencing 01 January 2023 to 31 December 2023. These are project remaining funds which will be utilized in the corresponding financial year of the Organization. The expenditure resulting to the surplus have been accrued and reported under trade and other payables in the statement of financial position.

11. MEMBERS OF THE ORGANISATION

The following are members of the Organisation since its establishment in 1980.

S/N	Name	Nationality
1	Mrs. Asia Kapande	Tanzanian
2	Ms. Mary Kabati	Tanzanian
3	Mrs. Joyce MsangiMayanda	Tanzanian
4	Mr. Bundala Ramadhani	Tanzanian
5	Mrs. Anna Bayona	Tanzanian
6	Mrs. DrusilaMsunga	Tanzanian
7.	Ms. DeodathaKomba	Tanzanian
8.	Mrs.KhadijaMwanaupanga	Tanzanian
9.	Mr. Triphone Bayona	Tanzanian
10.	Miss. LetisiaMasalu	Tanzanian
11.	Mrs. Gaudensia Bamugileki	Tanzanian
12.	Mrs. Magdalena Shiyyo	Tanzanian
13.	Mrs. Patricia Makwaia	Tanzania
14.	Mrs. Salome Nzingula	Tanzanian
15.	Mrs. Monica Ngosso	Tanzanian

12. CORPORATE GOVERNANCE

The Board of Directors consists of six (6) directors. The Board takes overall responsibility for the Organization, including responsibility for identifying key risk areas, considering significant financial matters, and reviewing the performance of management and budgets. The Board is also responsible for ensuring that a comprehensive system of internal control policies and procedures is operative, and for compliance with sound corporate governance principles.

The Board is required to meet at least four (4) times a year. During the year the Board conducted

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

2 (two) meetings. Key matters discussed during these meetings related to the implementation of ongoing projects and resource mobilisation for the projects, annual report 2022, audited accounts for 2022, planned activities and budget for year 2023.

The Board delegates the day to day management of the organization to the management. Management is invited to attend Board meetings and facilitates the effective control of all the Organization's operational activities, acting as a medium of communication between the Board and the Organization.

The members of the Board of Directors are committed to the principles of good corporate governance and recognize the need to conduct the business in accordance with generally accepted best practice.

Composition of the Board of Directors

The following persons served the company during the year under review and up to the date of signing this report:

Name	Nationality	Position	Profession	Date of appointment
Dr. Sospatro S. Ngallaba	Tanzanian	Chairperson	Public Health Doctor	2022
Mrs. Esther Musa	Tanzanian	Member	Finance	2022
Ms. Maimuna Kanyamala	Tanzanian	Member	Social Worker	2022
Mr. Oscar Gabriel Twakazi	Tanzanian	Member	Lawyer	2022
Mr. Sibtain Mohammad Meghji	Tanzanian	Member	Business	2022
Ms. Mary Kabati	Tanzanian	Secretary	Education	2022

The Secretary to the Governing Board up to the date of this report was Ms. Mary Kabati (Executive Director).

13. PERFORMANCE FOR THE YEAR

- Total income Tanzania Home Economics Association (TAHEA) decreased by TZS 15 million from TZS 909 million in 2021 to TZS 893 million in 2022. The decrease in income during the year was mainly due to decrease in the number of projects.
- Expenses for the year decreased by TZS 73 million from TZS 931 million in 2021 to TZS 858 million in 2022. The decrease was due to decrease in administrative expenses.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

14. RISK MANAGEMENT AND INTERNAL CONTROL

The Board accepts final responsibility for the risk management and internal control systems of the Organization. It is the task of Directors to ensure that adequate internal financial and operational control systems are developed and maintained on an ongoing basis in order to provide reasonable assurance regarding:

- The effectiveness and efficiency of operations;
- The safeguarding of the Organization's assets;
- Compliance with applicable laws and regulations;
- The reliability of accounting records;
- Operational sustainability under normal as well as adverse conditions; and
- Responsible behaviours towards all stakeholders.

The efficiency of any internal control system is dependent on the strict observance of prescribed measures. There is always a risk of non-compliance of such measures by staff. Whilst no system, of internal control can provide absolute assurance against misstatement or losses, the Organization's system is designed to provide the Board with reasonable assurance that the procedures in place are operating effectively.

The Board assessed the internal control systems throughout the financial year ended 31 December 2022 and is of the opinion that they met accepted criteria.

15. SOLVENCY AND GOING CONCERN

The Board of Directors considers the Organization to be solvent as the current ratio/Quick ratio of the Organisation is 7.78. Moreover, the Board of the Directors is of the opinion that the grantors and donors will continue to provide grants and donations to fund the activities of the Organisation. Furthermore, Tanzania Home Economics Association (TAHEA) has confirmed its commitment to continue providing financial support to the Tanzania Home Economics Association (TAHEA) for its continued operation.

16. EMPLOYEE WELFARE

The Organization's employment terms are reviewed as needed in consultation with legal experts and with regard to requirements stipulated by the Organization's donors to ensure they continue to meet statutory and market conditions. The Organization communicates with its employees through regular staff meetings and through a formal performance appraisal process. The organization undertakes appropriate measures to ensure safe working conditions.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Board/employee relationship

The relationship between the Board and employees continued to be cordial during the year. There were no unresolved complaints received by the Board from the employees during the year.

Management/employee relationship

A healthy relationship continues to exist between management and employees. There were no unresolved complaints received by the management from the employees during the year.

Employee Benefits

Employees are members of the National Social Security Fund ("NSSF"). The Organisation contributes 10% of gross salary to NSSF on behalf of all permanent employees. This plan is a defined contribution plan.

Disabled Persons

It is organization policy to give equal opportunities to disabled persons for vacancies they are able to fill.

17. GENDER PARITY

The Organization is an equal opportunity employer. It gives equal access to employment opportunities and ensures that the best available person is appointed to any given position free from discrimination of any kind and without regard to factors like gender, marital status, tribes, religion, and disability which does not impair ability to discharge duties.

During the year ended 31 December 2022, the Organization had 16 employees: 7 females and 9 males (2021: 16 employees, 7 female and 9 males).

18. ACCOUNTING STANDARDS

During the financial period ended 31 December 2022, the Organization adopted International Public Sector Accounting Standards (IPSAS) in preparation of financial statements following the requirements issued by Tanzania National Board of Accountants and Auditors (NBAA) in June 2020 (Tech pronouncement No 3 of 2020). The Organization decided to adopt it earlier from the effective date mentioned in the pronouncement as suggested and encouraged by NBAA.

Previously, the Organization prepared its financial statements in compliance with International Financial Reporting Standards (IFRS). After the current change, all the policies and principles used in the preparation of these financial statements complies fully with IPSAS.

19. EVENTS AFTER REPORTING DATE

There were no subsequent events that have occurred after reporting date which are either required to be disclosed or to be adjusted in the financial statements that could materially affect the financial statements.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

20. POLITICAL AND CHARITABLE DONATIONS

The Organisation did not make any political or charitable donations during the year.

21. AUDITORS

For the year ended 31 December 2022, The Board appointed Claritas International to be auditors, the organization have expressed their willingness to continue in office and are eligible for re-appointment.

By the order of the Advisory Committee

Mabach

Board Secretary

13/4/2023

Date

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

BOARD OF DIRECTORS' STATEMENT OF RESPONSIBILITY FOR THE YEAR ENDED 31 DECEMBER 2022

The Directors of Tanzania Home Economics Association (TAHEA) are responsible for the preparation of financial statements for each financial year which give the true and fair view of the state of affairs of the Organization as at the end of the financial year and its financial performance for that year. They are also responsible to ensure that the Organization maintains proper accounting records that disclose, with reasonable accuracy, the financial position of the Organization. Furthermore, they are responsible for safeguarding the assets of the Organization and hence for taking reasonable steps for the prevention and detection of fraud, error and other irregularities.

The Directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS) and relevant statutory requirements relating to financial reporting. The Directors are of the opinion that the financial statements give the true and fair view of the state of affairs of the Organization as at the end of the financial year and of its surplus for the year in accordance with International Public Sector Accounting Standards (IPSAS).

The Directors further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement.

The Directors have assessed the ability of the Organization to continue as going concern.

By the order of the advisory Committee

A. Akabani

Board Secretary

13/4/2023.

Date

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

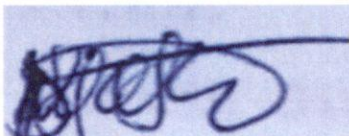
DECLARATION OF THE HEAD OF FINANCE FOR THE YEAR ENDED 31 DECEMBER 2022

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

It is the duty of a Professional Accountant to assist Organization and Management to discharge the responsibility of preparing financial statements of an entity showing true and fair view of the entity position and performance in accordance with International Public Sector Accounting Standards (IPSAS), Non-Government Act 2002 and donor's requirements. Full legal responsibility for the preparation of financial statements rests with the Directors as under Directors' responsibility statement on the earlier page.

I, Dorothy Charles Ngassa being the Consultant of Tanzania Home Economics Association (TAHEA) hereby acknowledge my responsibility of reviewing the financial statements for the year ended 31st December 2022 and confirming that they have been prepared in compliance with International Public Sector Accounting Standards (IPSAS) and relevant statutory requirements relating to financial reporting.

I thus confirm that the financial statements give a true and fair view of the financial performance of the Organisation for the year ended 31st December 2022 and its financial position as on that date and that they have been prepared based on properly maintained financial records.



Signature:

Name: **CPA Dorothy Charles Ngassa**

Position: Consultant TAHEA

NBAA Membership No: **ACPA-PP 3795**

Date: 13/4/2023



To the Board of Directors,
Tanzania Home Economics Association (TAHEA),
P.O. Box 11242,
Mwanza, Tanzania.

REPORT OF THE INDEPENDENT AUDITOR

TO THE MEMBERS OF TANZANIA HOME ECONOMICS ASSOCIATION (TAHEA) FOR THE YEAR ENDED 31 DECEMBER 2022

Report on the Audit of the financial statements

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position Tanzania Home Economics Association (TAHEA) as at 31 December 2022 and its financial performance and cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) and the requirements of the Non-Government Organization Act 2002 and donor's requirements.

What we have audited

The financial statements of Tanzania Home Economics Association (TAHEA) comprise:

- the Statement of financial activities as at 31 December 2022;
- the Statement of financial position as at 31 December 2022;
- the Statement of changes in net assets for the year the ended;
- the Statement of cash flows for the year then ended; and
- the Notes to the financial statements, which include a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the ethical requirements of the National Board of Accountants and Auditors (NBAA) that are relevant to our audit of the financial statements in Tanzania. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the ethical requirements of the NBAA.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF TANZANIA HOME ECONOMICS ASSOCIATION (TAHEA) MWANZA

Other information

The Directors are responsible for the other information. The other information comprises report of the Directors as required by the Non-Government Organization Act 2002. The other information does not include the financial statements and our Auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not provide any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Directors' responsibilities for the financial statements

The Directors are responsible for the preparation of the financial statements that present a true and fair view in accordance with International Financial Reporting Standards and for such internal control as the Directors determine 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, the Directors are responsible for assessing the Organization'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 the Directors either intend to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

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

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 International Standards of Auditing (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.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF TANZANIA HOME ECONOMICS ASSOCIATION (TAHEA) MWANZA

Auditor's responsibilities for the audit of the financial statements (Continued)

As part of an audit in accordance with ISAs, we exercise professional judgement 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- 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.
- Conclude on the appropriateness of Directors' 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 Organization'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 Organization to cease to continue as a going concern.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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 the Directors 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.

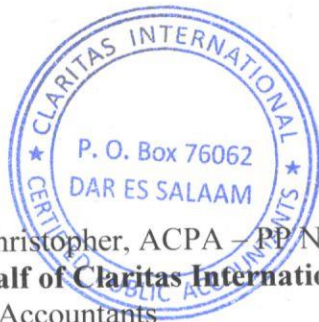
INDEPENDENT AUDITOR'S REPORT (CONTINUED)

**TO THE MEMBERS OF TANZANIA HOME ECONOMICS ASSOCIATION (TAHEA)
MWANZA**

Auditor's responsibilities for the audit of the financial statements (Continued)

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the Organizations' 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.

Signed by:



CPA Chrisant Christopher, ACPA - PP No. 1781
For and on behalf of Claritas International
Certified Public Accountants

Dar es Salaam

Date

14/4/2023

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

STATEMENT OF FINANCIAL PERFORMANCE

		2022		2021
	Note	Actual TZS	Budget TZS	Actual TZS
INCOME				
Donations	5	734,423,049	814,882,936	813,420,515
Internally generated income	6	78,218,460	80,346,145	95,591,755
Total Income		812,641,509	895,229,081	909,012,270
EXPENDITURE				
Vutamdogo		-	-	1,358,731
Integrated School Redness Program (ISRP) CIC		275,552,032	280,825,850	284,869,636
Extended Early Childhood Development Children and Families		-	-	318,003,871
TAHEA General Purpose		77,871,107	115,370,000	3,055,119
Cotswold Foundation		34,251,761	34,500,000	104,307,382
Capacity Building		-	-	21,728,951
Promote Adequate Housing for Women Foundation For Civil Society (FCS)		-	-	33,044,783
PAHWAY		16,932,835	25,516,735	165,014,156
Betterway foundation		129,653,742	129,653,742	-
Center of International Sweet Potatoes		235,691,798	249,444,338	-
		80,473,461	87,013,272	-
Total Expenditure		850,426,736	922,323,937	931,382,629
Deficit for the year before Exchange gain		(37,785,226)	(27,094,856)	(22,370,359)
Exchange (loss) / gain		(20,744,113)	-	332,544
Deficit for the year		(58,529,339)	(27,094,856)	(22,037,815)

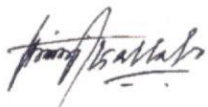
TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

STATEMENT OF FINANCIAL POSITION

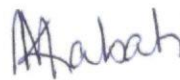
	<u>Notes</u>	<u>2022</u> TZS	<u>2021</u> TZS	<u>2020</u> TZS
ASSETS				
Non-current assets				
Property and equipment	7	26,282,624	30,009,746	34,423,100
Current assets				
Cash and cash equivalents	8	72,139,583	64,792,013	85,596,623
TOTAL ASSETS		<u>98,422,207</u>	<u>94,801,759</u>	<u>120,019,723</u>
FUNDS AND LIABILITIES				
Funds				
Capital Fund	9	26,282,625	30,009,746	34,423,100
General Fund	10	(6,788,669)	(1,263,707)	7,451,890
Restricted Fund	11	69,664,546	63,743,420	77,065,641
Total		<u>89,158,502</u>	<u>92,489,459</u>	<u>118,940,631</u>
Current liabilities				
Trade and other payables	12	9,263,705	2,312,300	1,079,092
TOTAL FUNDS AND LIABILITIES		<u>98,422,207</u>	<u>94,801,759</u>	<u>120,019,723</u>

The financial statements were approved for issue by the Board of Directors on
and signed on its behalf by:



Chairperson Board of Director
Dr. Sospatro Ngallaba

Date.. 13/4/2023



Secretary Board of Directors
Ms. Asia Kapande

Date.. 13/4/2023

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

STATEMENT OF CHANGES IN EQUITY/NET ASSETS

	Capital Funds	General Fund	Restricted Funds	Total Fund
	TZS	TZS	TZS	TZS
For the year ended 31 December 2022				
As at 11 January 2022	30,009,746	(1,263,707)	63,743,420	92,489,459
Balance as restated	30,009,746	(1,263,707)	63,743,420	92,489,459
Deficit for the period	-	(5,524,962)	5,921,126	(43,175,370)
Depreciation charge	(3,727,121)	-	-	(3,727,121)
As at 31 December 2022	<u>26,282,625</u>	<u>(6,788,669)</u>	<u>69,664,546</u>	<u>89,158,502</u>
For the year ended 31 December 2021				
As at 01 January 2021	34,423,100	8,530,982	77,065,641	120,019,723
Prior year adjustments	-	(1,079,092)	-	(1,079,092)
Balance as restated	34,423,100	7,451,890	77,065,641	118,940,631
Deficit for the year	-	(8,715,597)	(13,322,221)	(22,037,818)
Depreciation charge	(4,413,354)	-	-	(4,413,354)
As at 31 December 2021	<u>30,009,746</u>	<u>(1,263,707)</u>	<u>63,743,420</u>	<u>92,489,459</u>

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

STATEMENT OF CASHFLOW

	Notes	<u>2022</u> TZS	<u>2021</u> TZS
Cash flows from operating activities:			
Deficit for the year		(58,529,339)	(22,037,818)
Adjustment for non-cash items			
(Decrease)/increase in payables and accruals		<u>(6,951,406)</u>	<u>1,237,086</u>
Net cash flows used in the operations		<u>(65,480,745)</u>	<u>(20,800,732)</u>
Net movement in cash and cash equivalents			
Cash and cash equivalents at start of the year		64,792,013	(20,800,732)
Cash and cash equivalents at end of the year		<u>7,347,570</u>	<u>85,596,745</u>
Cash And Cash Equivalents At 31 December		<u>72,139,583</u>	<u>64,792,013</u>
Represented by			
Cash at bank		<u>72,139,583</u>	<u>64,792,013</u>

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Tanzania Home Economics Association (TAHEA) is a national professional non-governmental organization established on 14 October 1980. It is registered under the Tanzania Societies Ordinance with registration No. SO6179. It has regional chapters, which include TAHEA Mwanza. The regional chapters are autonomous in their regions addressing issues which affect them specifically in their region.

TAHEA's goals include the promotion of improved quality of the life of families, individuals and the communities at large. TAHEA strives to achieve these goals through emphasis on education (ECD and girl child); Agriculture through improved production; Health (through nutrition and reproductive health) and Micro Finance.

2. GOING CONCERN

The directors believe that the Organization will continue as a going concern on the following grounds:

- (i) Applicable accounting standards have been followed and that the financial statements have been prepared on a going concern basis.
- (ii) The Board of directors has reasonable expectation that Tanzania Home Economics Association (TAHEA) has adequate resources to continue in operational existence for the foreseeable future.

The directors have assessed the Organization's future cash flows and concluded that there is no matter which makes them believe that the Organization will not continue as a going concern.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the organization's financial statements.

(i) Basis of preparation

The financial statements of the Organisation have been prepared on a historical cost basis unless otherwise stated. The cashflow statement is prepared using indirect method. The financial statements are prepared on accrual basis.

(ii) Statement of compliance

The financial statements of Tanzania Home Economics Association (TAHEA) have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) issued by the International Public Sector Accounting Board (IPSAB) and Non-Government Organizations (NGO) Act of 2002 and its relevant regulations. The financial statements are presented in Tanzania Shilling (TZS) which is the functional and reporting currency of the Organization.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(ii). Statement of compliance (continued)

The preparation of financial statements in conformity with IPSAS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying entity's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the Organization's financial statements are disclosed in the financial statements.

(a) Changes in accounting policy and disclosures

(i) *New and amended standards that are effective but not adopted by the organization*

The Organisation started early application of IPSAS in preparation of financial statements at the current financial year ended 31 December 2022. According to the technical pronouncement no 3 of 2020 the application of IPSAS in preparation of financial statements was effective for reporting periods beginning on or after 1 July, 2022.

During the year ended 31 December 2022, there were no new/amended standards that were effective. The accounting policies and disclosures did not change from 2020 despite this being the first period for the Organization to apply the International Public Sector Accounting Standards (IPSAS) in preparation of its financial statements.

(ii) *New and amended standards that are issued but not effective*

The following amendments to standards were issued during the period beginning 1st January 2022 and ending 31st December 2022 but they are not effective and have been not early adopted by the Organization in preparation of these financial statements.

Standard	Key requirements	Effective date
IPSAS 33: First-time Adoption of Accrual Basis (IPSASs)	The standard is amended to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 were issued	1 st January 2023
IPSAS 21: Impairment of Non Cash Generating Assets	The standard is emended to ensure consistency of impairment guidance to account for revalued assets in the scope of IPSAS 17, Property, Plant and Equipment and IPSAS 31, Intangible Assets.	1 st January 2023
IPSAS 19: Provisions, contingent liabilities and contingent assets	The standard is amended to provides additional guidance on collective and individual services. It explains that public sector do not recognize a provision for collective and individual services.	1 st January 2023

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(ii). New and amended standards that are issued but not effective (continued)

In responding to the global COVID-19 pandemic and the challenges it has created, on 6th November 2020, the IPSAB issued pronouncement on **COVID-19 Deferral of Effective Dates**, which delays the effective dates of recently published Standards and Amendments to IPSAS by one year to January 1, 2023. The purpose of the pronouncement is to provide stakeholders with additional implementation time.

The standards and Amendments which are impacted include:
IPSAS 41, Financial Instruments; IPSAS 42, Social Benefits, Long-term Interest in Associates and Joint Ventures (Amendments to IPSAS 36) and Prepayment Features with Negative Compensation (Amendments to IPSAS 41) and Improvements to IPSAS, 2019.

(b) Revenue

Revenue includes only gross inflows of the economic benefits or services potential received and receivable by the Organization on its own account which results into increase in its assets or decrease in liabilities.

The main sources of revenue of the Organization are Income of the Association are in form of subscription fees from members and donations from well-wishers.

(i) Revenue from non-exchange transactions

Revenue from non -exchange transactions include grants and donations.

Grants

Grants comprises of cash received by the Organisation from its affiliate, partners and Tanzania Home Economic Association (TAHEA). Grants that impose specific future performance or time conditions are recognized as revenue only when the performance conditions are met or such time has elapsed. Unconditional grants are recognized as income when they are received.

In case of grants received for the purpose of acquiring non-current assets, the revenue is recognised at the same rate of depreciation amount of the period. These rates are normally specified by the grantor.

Donations

Donations are voluntary transfers of assets in terms of cash and good in kinds received by the Organisation free from stipulations. They are recognized as assets and revenue when it is probable that the future economic benefits or service potential will flow to the Organisation and the fair value of the assets can be measured reliably.

With donations, the making of the donation and the transfer of legal title are often simultaneous, in such circumstances, there is no doubt as to the future economic benefits flowing to the Organisation.

**TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Cash and cash equivalents

For the purpose of cash flow statement, cash and cash equivalents comprise cash in hand and deposits held at call with banks.

(d) Foreign currency translation

(i) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The financial statements are presented in Tanzania Shillings, which is the Organization's functional and presentation currency.

(ii) Transactions and balances

Local and foreign currency transactions are translated into the Tanzanian Shillings using the exchange rates prevailing at the dates of the transactions. Monetary items at the statement of financial position date, which are expressed in foreign currencies, are translated into Tanzanian Shillings at the rates ruling at that date. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the period end exchange rates of monetary items denominated in foreign currencies are recognised in surplus or deficit.

(e) Expenses

These are decreases in economic benefits or services potential during the reporting period in the form of outflows or consumption of assets or incurrences of liabilities that result in decreases in net assets. They are recorded and recognised in the financial statements when they occur (not when cash and cash equivalents is paid)

Expenses by nature on the statement of financial performance are analysed in terms of nature.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Property and equipment

Property and equipment acquired during the year are written off to the Statement of Comprehensive Income. The assets are then capitalised and transferred to the Capital Fund. Depreciation thereon is also charged to Capital Fund and not to the Statement of Comprehensive Income.

- i. Motor vehicles / cycles and equipment bought for a Relief Project are depreciated over the life of the Project.
- ii. Office and other equipment are depreciated at the rate of 33.3% per annum on a reducing balance basis. Computers and computer accessories are categorised as office equipment.
- iii. Motor vehicles / cycles and equipment, which are non-project related, are depreciated at the rate of 25% per annum on a reducing balance basis.
- iv. Furniture and fittings bought with TAHEA's own funds are depreciated at 12.5% per annum on a reducing balance basis. Furniture and fittings bought with Project funds are expensed on purchase.
- v. Land and Buildings

Buildings are depreciated on the reducing balance basis at the rate of 4% per annum. Land is not depreciated.

A separate inventory of fixed assets is also maintained for control and monitoring purposes.

Depreciation on assets is charged on straight-line method to allocate their cost over their estimated useful lives, as follows:

<u>Details</u>	<u>Depreciation rates</u>
Furniture and fittings	12.5%
Computers and accessories	33.3%
Motor Vehicle	25.0%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) Employee benefits

(i) Retirement benefit plans

The Association contributes to a statutory pension scheme, National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Fund Act. The company's obligations under the scheme are limited to specific contributions legislated from time to time and are currently 10% of the employees' gross salary.

The Organisation's contributions are charged to the Statement of Comprehensive Income in the period to which they relate.

(ii) Short-term benefits

The cost of all short-term employee benefits, such as salaries, allowances and leave pay which are measured on an undiscounted basis and recognized during the period in which the employee renders the related service. The Organization recognizes the cost of performance bonuses only when it has a present legal or constructive obligation to make such payment, and a reliable estimate can be made.

(k) Financial Instruments

The Organization recognizes a financial asset or a financial liability in its statement of financial position when, and only when it becomes party to the contractual provisions of the instrument.

Financial liabilities

The Organization's financial liabilities include only trade and other payables. Trade and other payables are obligations to pay for goods or services that have been acquired in the ordinary course of the operations from suppliers. Trade and other payables are classified as current liabilities if payment is due within one year or less, and if not they are presented as non-current liabilities.

Trade and other payables are recognized initially at fair value which is the transaction price and subsequently measured at transaction price which is the invoice price because they are due with short period of time ("less than a year") and do not carry any interest rate.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Derecognition of financial liabilities

A financial liability is derecognized when,

- The obligation under the liability is discharged or cancelled or expires;
- When 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 surplus or deficit.

(k) Income tax

The income tax expense for the year is the tax payable on the current year's taxable income based on the applicable income tax rate in accordance with the Income Tax Act, 2004 adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the accounting period in Tanzania where the Organization operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with the Income Tax Act, 2004 interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Current tax assets and tax liabilities are offset where the Organization has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

The current rate of income tax is 30% (2021: 30%)

(l) Related parties

The Organization regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Organization, or vice versa. Members of key management are regarded as related parties and comprise the key management personnel of the Organisation.

Mr. Oscar Twakazi a member of the Board of Directors of the TAHEA agreed to provide legal counsel to the Association for a reasonable fee of TZS. 1,200,000 per annum. The fee is to cover a few cost items only but to a larger extent the services are considered a contribution to the Association.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

4. FINANCIAL RISK MANAGEMENT

The Organization is potentially exposed to variety of financial risks, including market risks, credit risks, and liquidity risks. These risks arise in the normal course of the Organization's operations. The risk management policies are established to identify and analyses the risks faced by the Organization, to set appropriate risk limits and controls, and to monitor adherence to risk limits. There policies are reviewed regularly to reflect changes in market conditions and organization operations.

The Director are responsible for monitoring compliance with the risk management policies and procedures, and for reviewing the adequacy of risk management framework in relation to the risks faced by the Organization.

The information about Organization's exposure to these risks including policies and processes for measuring and managing risks, have been analysed below. Further the quantitative disclosures are included throughout these financial statements.

(i) Credit Risk

Credit risk is the risk that the counterparty to any financial transaction may not be able to fulfill its obligation on due date. The Organization does not have any significant concentration of credit risk.

Credit risk is the risk of financial loss to the Organization if counterparties to financial instruments fail to meet their contractual obligations and it arises principally from the Organisation's cash and cash equivalents and receivables. The carrying amount of financial assets represents the maximum credit exposure.

The maximum exposure to credit risk as at 31December 2022.

	2022	2021
	TZS	TZS
Cash and cash equivalent	<u>72,139,583</u>	<u>64,792,013</u>

(i) Liquidity risk

Liquidity risk is the risk of Organization not being able to meet its obligations as they fall due. The Organization's approach to managing liquidity risk is to ensure that sufficient liquidity is available to meet its liabilities when due, without incurring unacceptable losses or risking damage to the Organization reputation.

The Organization ensures that it has sufficient cash on demand to meet Organization's daily expenditure. The Organization minimizes liquidity risk by managing its cash flows using budgetary controls.

The table below analyses the Organization's financial liabilities that will be settled on a net basis based on the remaining period at the statement of financial position. The amounts disclosed in the table below are the contractual undiscounted cash flows and they are due within 12 months.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. FINANCIAL RISK MANAGEMENT (CONTINUED)

	<u>2022</u> TZS	<u>2021</u> TZS
Accounts payable	<u>9,263,706</u>	<u>2,312,300</u>

(ii) Market risk

Market risk is the risk that arises from changes in market prices, such as foreign exchange rates, interest rates and related risks that are bound to affect the Organization's revenue which mostly is received in foreign currencies. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing the return on the risk.

(iii) Foreign currency risk

The Organization operates wholly within Tanzania and its assets and liabilities reported in local currency. Foreign currency risk is managed at an operational level and monitored by the finance department. Exposure to losses is managed through prompt payment of outstanding liabilities and holding of bank balance in relevant foreign currency.

The Organization has limited transaction currency exposure on its daily operations as most of its transactions are denominated in Tanzania Shillings, the Organization's functional and presentation currency.

5. DONATIONS

Income under this category was raised from the following sources:

	<u>2022</u> TZS	<u>2021</u> TZS
Integrated School Redness Program (ISRP)	233,527,100	287,414,485
Better Way Foundation (BWF)	224,977,500	326,740,000
Cotswold Foundation	34,477,000	34,432,030
PAHWAY	129,540,000	164,834,000
Foundation For Civil Society (FCS)	25,416,735	-
Center of International Sweet Potatoes	86,484,714	-
Balance at 31 December 2022	<u>734,423,049</u>	<u>813,420,515</u>

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. INTERNALLY GENERATED INCOME

Income under this category was raised from the following sources

	<u>2022</u> TZS	<u>2021</u> TZS
Funds received from Institution fees from different projects / Nutri Co. Ltd (Jan-Dec 2022)	56,162,000	53,489,580
Fund from Global Peace Network (GPN)	6,272,987	28,501,566
Environment International Ltd	-	9,420,720
Funds from the president fellows Research Village of Hope	12,397,688	-
Amani Girls' Home	3,360,000	1,650,000
Interest received	-	2,490,000
	25,785	39,889
Balance at 31 December 2022	<u>78,218,460</u>	<u>95,591,755</u>

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. PROPERTY AND EQUIPMENT

7.1 For the year ended 31 December 2022

	<u>Land</u>	<u>Motor Vehicles</u>	<u>Motor Cycles</u>	<u>Furniture & Equipment</u>	<u>Computer & Accessories</u>	<u>Total</u>
	TZS	TZS	TZS	TZS	TZS	TZS
<u>Cost / Valuation</u>						
At 1 January 2022	15,000,000	109,700,000	56,000,000	10,285,000	26,700,000	217,685,000
<u>Depreciation</u>						
At 1 January 2022	-	98,785,009	55,002,195	8,927,488	24,960,563	187,675,255
Charge for the year	-	2,728,748	249,451	169,689	579,233	3,727,121
At 31 December 2022	-	101,513,757	55,251,646	9,097,177	25,539,796	191,402,376
<u>Net Book Value</u>						
At 31 December 2022	15,000,000	8,186,243	748,354	1,187,823	1,160,204	26,282,624

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. PROPERTY AND EQUIPMENT (CONTINUED)

7.2 For the year ended 31 December 2021

	<u>Land</u>		<u>Motor Vehicles</u>		<u>Motor Cycles</u>		<u>Furniture and equipment</u>		<u>Computer and Accessories</u>		<u>Total</u>	
	TZS	TZS	TZS	TZS	TZS	TZS	TZS	TZS	TZS	TZS	TZS	TZS
<u>Cost / Valuation</u> At 1 January 2021	15,000,000	109,700,000	56,000,000	10,285,000	26,700,000	217,685,000						
<u>Depreciation</u> At 1 January 2021	-	95,146,678	54,669,593	8,733,557	24,712,072	183,261,900						
Charge for the year	-	3,638,331	332,602	193,931	248,491	4,413,355						
At 31 December 2021	-	98,785,009	55,002,195	8,927,488	24,960,563	187,675,255						
<u>Net Book Value</u> At 31 December 2021	15,000,000	10,914,991	997,805	1,357,512	1,739,437	30,009,745						

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. BANK BALANCE

The unspent fund balance at the year-end was represented by the balance on the bank account as follows:

	<u>2022</u> TZS	<u>2021</u> TZS
CRDB Bank Plc	2,475,038	2,127,684
Standard Chartered Bank (T) Limited Mwanza, Branch:		
Project account balances:		
Cotswold Foundation	35,146,047	34,875,259
Better Way Foundation	13,752,540	24,977,876
WE EFFECT	368,429	113,747
Children in Crossfire	-	2,697,447
Integrated School Redness Program (ISRP) CIC	5,273,818	-
Foundation For Civil Society	8,583,900	-
Center of International Sweet Potatoes (CIP)	6,539,812	-
Total	<u>72,139,584</u>	<u>64,792,013</u>

9. CAPITAL FUND

The balance on this account represents amounts expended on fixed assets as reduced by depreciation.

	<u>2022</u> TZS	<u>2021</u> TZS
Balance at 1 January	30,009,746	34,423,100
Depreciation charge for the year	<u>(3,727,121)</u>	<u>(4,413,354)</u>
Total	<u>26,282,625</u>	<u>30,009,746</u>

10. GENERAL FUND

The balance on this account relates to accumulated (deficit) / surplus as follows:

	<u>2022</u> TZS	<u>2021</u> TZS
Balance at 1 January	(1,263,707)	8,530,982
Prior year adjustment	-	(1,079,092)
Balance as Re-stated	(1,263,707)	7,451,890
Deficit for the year	(5,524,962)	(6,188,183)
Balance at 31 December	<u>(6,788,669)</u>	<u>(1,263,707)</u>

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. RESTRICTED FUNDS

The balance on this account is made up as follows:

	Unspent Balance at 1 Jan. 2021	Income during the year	Total Income available for the year	Expenditure for the year	Unspent Balance at 31 Dec. 2021
	TZS	TZS	TZS	TZS	TZS
Cotswold Foundation	34,920,808	34,477,000	69,397,808	(34,251,761)	35,146,047
Betterway Foundation	24,466,838	224,977,500	249,444,338	(235,691,798)	13,752,540
Center of International Sweet Potatoes (CISP)	528,558	86,484,714	87,013,272	(80,473,461)	6,539,812
Foundation For Civil Society (FCS)	100,000	25,416,735	25,516,735	(16,932,835)	8,583,900
PAHWAYP	113,742	129,540,000	129,653,742	(129,285,313)	368,429
Integrated School Redness Program (ISRP)					
CIC	47,298,750	233,527,100	280,825,850	(275,552,032)	5,273,818
Total	107,428,696	734,423,049	841,851,745	(772,187,199)	69,664,546

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12. ACCOUNTS PAYABLES

The balance on this account is made up as follows:

	<u>2022</u>	<u>2021</u>
	TZS	TZS
Accrued expenses:		
Audit fee	<u>9,263,705</u>	<u>2,312,300</u>

13. 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 or operational decisions.

Key management personnel are considered to be related party to the Organisation. These are those persons having authority and responsibility for planning, directing and controlling the activities of the Organization, directly or indirectly, including any director (whether executive or non-executive) of that Organization.

During the year ended 31st December 2022, there were no related party transactions.

14. COMMITMENT AND CONTINGENCIES

a) Capital commitments

As at 31 December 2022, the Organization had no contractual approved or unapproved commitments.

b) Contingencies

The Directors are of the opinion that there are no contingent liabilities as at 31 December 2022.

15. SUBSEQUENT EVENTS

There were no event(s) after the reporting period which require adjustment or disclosure in the financial statements of the Organization.

16. COMPARATIVE FIGURES

Previous year's figures have been regrouped whenever necessary in order to make them comparable with the current year figures.

TANZANIA HOME ECONOMIC ASSOCIATION (TAHEA) CONSOLIDATED

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17. THE APPLICATION OF IPSAS

During the period retrospective 01 January 2021, the Organization started to apply International Public Sector Accounting Standards (IPSAS) in preparation of its financial statements from the International Financial Reporting Standards (IFRS) used in the previous year. This follows the Technical Pronouncement No. 3 of 2020 issued in June 2020 by the National Board of Accountants and Auditors in Tanzania (NBAA). All the significant policies in preparation of these financial statements have been changed to comply with IPSAS.