



10 YEARS OF  
**LOVE, HOPE & COURAGE**

TUMAINI LA MAISHA TANZANIA

ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021

# TUMAINI LA MAISHA TANZANIA

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## TUMAINI LA MAISHA TANZANIA

### LIST OF ABBREVIATION

BLS	Basic Life Support
BSc	Bachelor of Science
CHI	Children's Health Ireland
DNA	Deoxyribonucleic Acid
EIR	Effective Interest Rate
EMRS	Electronic Management Record System
IAS	International Accounting Standard
IASB	International Accounting Standards Board
ICT	Information Communication Technology
IFRIC	International Financial Reporting Interpretation Committee
IFRS	International Financial Reporting Standards
IGA	Income Generating Activity
INCTR	International Network for Cancer Treatment and Research
KCMC	Kilimanjaro Christian Medical Centre
MNH	Muhimbili National Hospital
MoHCDGEC	Ministry of Health, Community Development, Gender, Elderly and Children
MSc	Master of Science
NCCN	National Children's Cancer Network
NGO	Non-Government Organization
NHIF	National Health Insurance Fund
NIHR	National Institute for Health and care Research
NSSF	National Social Security Number
PhD	Doctor of Philosophy
TLM	Tumaini La Maisha Tanzania
UK	United Kingdom
US	United States

## TUMAINI LA MAISHA TANZANIA

### ORGANISATION INFORMATION

#### Principal Place of Operation and Registered Office

Tumaini La Maisha Tanzania,  
Muhimbili National Hospital,  
Kalenga Street / Upanga West,  
P. O. Box 65030,  
Dar es Salaam,  
Tanzania.

#### Taxpayer Information

Taxpayer Identification No: 118-977-173

#### Bankers

First National Bank,  
Peninsula Branch,  
P. O. Box 72290,  
Dar es Salaam,  
Tanzania.

NMB Bank PLC,  
Muhimbili Branch,  
P. O. Box 9213,  
Dar es Salaam,  
Tanzania.

#### Directors

Dr. Gerald Mongella  
Dr. Blandina Lugendo  
Dr. Julius Mwaiselage  
Ms. Nisha Shah- Sanghvi  
Mr. Philip Saliboko

#### Auditors

HLB TANZANIA,  
Certified Public Accountants,  
2nd Floor, Acacia Estates,  
Plot. No. 84, Kinondoni Road,  
P. O. Box 20651,  
Dar es Salaam,  
Tanzania.

# TUMAINI LA MAISHA TANZANIA

## DIRECTORS' REPORT

### 1. Introduction

The organisation directors are glad to submit the directors' report together with the audited financial statements for the year ended 31 December 2021, which disclose the state of affairs of the Organization as at year end.

### 2. The Organisation Background

Tumaini la Maisha is a local NGO registered on 24 October 2011 under the Non-Governmental Organizations Act, 2002 with Registration No. 00001435. It is dedicated to supporting children with cancer and increasing awareness of childhood cancer among health care professionals and parents across Tanzania. The Paediatric Oncology Programme at Muhimbili National Hospital in Dar es Salaam is the only one of its kind in the country. The programme currently treats more than 800 new children annually in its two wards at Muhimbili National Hospital and 11 partner centers across the country.

TLM has supported MNH to improve the quality of clinical services to children with cancer. International donor organizations and individual philanthropists, as well as a wide range of local supporters that include the Tanzanian business sector and the diplomatic community have joined hands to support these efforts. TLM coordinates the implementation of all activities aimed to strengthen clinical service provision through a Paediatric Oncology Programme in close dialogue with the Ministry of Health, Community Development, Gender, Elderly and Children (MoHCDGEC).

TLM has been established to provide clinical and non-clinical support to children with cancer and to raise awareness of childhood cancer in Tanzania. TLM works to ensure the long-term sustainability of the Pediatric Oncology Programme through local and international fundraising as well as advocacy with the Government of Tanzania to meet its obligations.

### 3. Mission, Vision, and Objectives

#### Mission

Children with cancer in Tanzania have appropriate access to quality services leading to cure rates seen in resource rich settings.

#### Vision

No child in Tanzania suffers or dies unnecessarily from cancer.

#### Goal

All children living in Tanzania who develop cancer:

- Are diagnosed in a timely fashion to enable treatment with curative intent.
- Have appropriate access to good quality pediatric oncology services.
- Should live no more than 4 hours away from a participating National Children's Cancer Network site.

#### Objectives

The strategic objectives of the Organization are:

- To build a National clinical network to reach every child with cancer in Tanzania.
- To strengthen the quality of care offered by the partner collaborative sites in the network; and
- To ensure NGO core Strengthening and capacity building for TLM

TLM's core values are:

- Commitment - to reach and provide free treatment to every child with cancer in Tanzania

DIRECTORS' REPORT (CONTINUED)

- Excellency - to provide the highest quality of care and to use all available resources effectively and efficiently.
- Partnership - to work continuously in collaboration with the Ministry of Health, the national Pediatric Oncology Network, Children's Health Ireland (CHI), Muhimbili University of Health and Allied Sciences (MUHAS) and our donors and supporters to make our vision of a comprehensive and coordinated national service a reality.
- Integrity - to ensure accountability and transparency with all funding received and services offered for children in treatment.
- The Now & the Future - maintaining two equal priorities: providing the absolute best for children now by whatever means available, while constantly striving for local system strengthening for the children of the future.

**4. Principle Activities**

In the year 2021, the organization rolled out the first year of its 2021-2025 Strategic Plan with a focus to improve quality free Pediatric Oncology care across Tanzania and this involves providing access free cancer treatment to all children in need sooner and closer to their homes by removing geographical and financial barriers.

**5. Performance for the year**

During the year Tumaini La Maisha Tanzania continued to undertake its activities through the new 5 Year Strategic Plan (January 2021- December 2025). The activities carried in the year include:

**5.1 Building a National Clinical Network to Reach Every Child with Cancer (NCCN)**

This year, two collaborative centers were added to the NCCN, the new centers are: St. Francis Referral Hospital in Ifakara and Dodoma Regional Referral Hospital in Dodoma.

**5.2 Strengthening the Quality of the Service**

***5.2.1 Trainings & Research***

A two-weeks training for two Doctors, two Nurses and one lab scientist from St. Francis Hospital was conducted at Pediatric Oncology ward in Muhimbili National Hospital. In addition, two pharmacists from the new collaborative center went for training to one of our partnering centers in Bugando Hospital. Built the capacity of the pathology team at MNH through supporting one (1) pathologist to pursue an International Fellowship in Molecular pathology for the duration of 12 months. A ten-week course Pediatric Oncology Nursing Course was conducted for all the nurses at the Pediatric Cancer Unit at Muhimbili National Hospital which greatly improved the treatment of children with cancer at the ward and the general moral at the workplace.

Several research studies were conducted during this reporting period: the SALAMA-Acute Leukemia Mutations in Africa. A collaboration with Systems Biology Ireland, University College Dublin, the Little Princess Trust UK, Children's Cancer and Leukemia Group and Muhimbili National Hospital. The study will inform better treatment of Leukemia patients and their specific case challenges through tackling the limited availability of genetic information and therefore the 'gap' between childhood cancer treatment in resource rich and resource poor settings. Second research that is on its 2nd year was underway this year NIHR-Oxford-MNH-MUHAS-SEREN research group that aims to build local capacity for precise, low-cost, low-

Maintenance, patient-near DNA diagnostics solutions to prevent the needless deaths of thousands of children and young adults with blood diseases in Sub-Saharan Africa. This research has enabled number of cases of children with cancer to respond well to the treatment.

DIRECTORS' REPORT (CONTINUED)

**5.2.2 Free chemotherapy drugs provision**

We continued providing medication to all patients free of charge during the period to all the collaborative centers that required chemotherapy and other supportive drugs to treat the children. To ensure quality service of partner sites drugs supply lines this year we focus our attention strengthening a secure supply chain for the distribution of chemotherapy and other essential medications, in particular – cold chain products. We purchased of temperature trackers, cold boxes and discussions with our distributors to ensure safe and timely delivery and conducted training to all collaborative partner centers old chain handling and management.

**5.2.3 Palliative Care Services**

A 10week Palliative care training was done to medical personnel at Muhimbili National Hospital, the availability of morphine and other specialist supportive care medications at all treatment site.

**5.2.4 TLM CleverCancerCare APPS**

This is one of the key innovative projects in the pipeline; creating automated chemotherapy prescribing tools and Database app. It's currently on its final stages and once accomplished it will greatly enhance the pediatric childhood cancer care treatment in Tanzanian and Africa.

**5.2.5 Adherence to Treatment Initiatives and Supports**

To reduce number of cases of abscondence from treatment in the year 2021, TLM continued providing School and play therapy programs to patients at Muhimbili National Hospital. No less than 400 hundred children benefited on this program.

Outpatient and family housing programme continued during this period at Muhimbili National Hospital and 2 other collaborative center hospitals, this enabled for families to stay at the hostel while attending follow up clinics. Transport services were provided during the period for all patients attending treatment at all collaborative center hospitals to come to the hospital and to go back home.

Supporting families' access to health care and to fund government health insurance for each child and providing and Counseling and palliative care services to patients and their family was conducted by Tumaini La Maisha Tanzania during the period.

**5.3 Core Strengthening and Capacity Building**

Staff development was major area given high priority during the period, five certificate courses across the principles of fundraising have been made available to staff, volunteers, and board members. These included Annual Sustainability, Purposeful Boards, Powerful Fundraising, Fundraising for Small Nonprofits and Advanced Digital Fundraising.

**6. Target groups and Beneficiaries**

All children with cancer in Tanzania are direct beneficiaries; indirect beneficiaries are their caregivers and families.

**7. Systems, policies and Financial Regulations**

Policies, procedures, and regulations followed during the year have been developed by the Tumaini La Maisha Tanzania management team to support the service of the Organization's Programs.

**8. Board Members and Directors**

The Board Members and Directors of Tumaini La Maisha Tanzania at the date of this report, all of whom have held office since 1 January 2021 unless otherwise stated, are:

## DIRECTORS' REPORT (CONTINUED)

Name	Position	Nationality	Appointment Date	Qualification
Dr. Gerald Mongella	Chairperson	Tanzanian	2011	ICT Expert
Dr. Blandina Lugendo	Secretary	Tanzanian	2011	BSc, MSc, and PhD in Marine Ecology
Dr. Julius Mwaisalage	Member	Tanzanian	2020	MD, PHD
Mr. Philip Saliboko	Treasurer	Tanzanian	2021	B.Sc. (Electronics), MBA
Ms. Nisha Sanghvi	Member	Tanzanian	2020	BFA in Graphic Design with minor in Art History

Out of the 5 Board Members, Dr. Gerald Mongella and Dr. Blandina Lugendo are founding Board Members, no Director holds executive positions in the organization. The Board has the overall responsibility of the organization, including responsibility for identifying key risks, monitoring the project operations, deciding on significant financial matters, approving the performance of management, strategic plans, 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 organization is committed to the principles of effective corporate governance and embrace integrity, transparency, and accountability as its core values. Tumaini La Maisha Tanzania is professionally managed, and its policies and operations are directed, controlled, and managed in conformity with Good Corporate Governance Principles.

The Board is required to meet at least four times a year. During the year in consideration, the Board conducted 4 ordinary meetings.

These meetings deliberated on matters relating to the control and performance of the programme.

## 9. Key management Personnel of the Entity

The Management team is headed by the Chief Executive Officer (CEO) who manages day to day activities of the programme. The CEO is assisted by the management team which is comprised of Medical Program Officer, Chief of Operations and CFO/Donor Manager.

Total number of paid staff is 42 comprising of core programme staff, medical staff and supporting staff; 40 were contractual staff and 2 were MoU staff. The gender compositions were 15 males and 27 females.

The management of the organization is under the Chief Executive Officer and is organized in the following sections:

- Clinical & Non-clinical Services Section.
- Administration Section; and
- Donor and Finance Section.

## 10. Donors

The implementation of the 2021 planned activities were mainly made possible through financial support from The Big Heart Foundation, Irish Aid, Mo Dewji Foundation, Electric Aid, Pan African Energy, University of Oxford, Kenneally International Foundation, Export Trading Company, TLM Ireland, TLM UK, Slipway Hotel, Reader Rabbits, Shaban Robert sec School, Kids College, HOPAC, Beckers/Cordes - Stiftung, HLB Tanzania, DHL and general community. The financial support from donors in conjunction with the commitment of TLM Board of Directors and staff made implementation of activities during the year successful.

## DIRECTORS' REPORT (CONTINUED)

The Board of Directors wishes to record their appreciation to all donors who supported TLM so generously throughout the year.

### 11. Directors' Emoluments

The organization did not pay Directors' fees during the year.

### 12. TLM Performance and Achievement for the year 2021

Tumaini La Maisha Strategic Plan, it is a 5-year strategic plan 2021 to 2025. 2021 is the first year of implementation of this Strategic Plan; this report will be covering this year.

Access to quality chemotherapy and supportive care medications is an area that in the year we worked to strengthen and maintain the quality of drugs issued and timely deliverance and administration of the drugs. All children on treatment for cancer in all our 11 partner sites continued receiving chemotherapy treatment free of charge in the year 2021. We continued to partner with our transportation partners, DHL who have provided free services in delivering the medicine to the partner sites all over the Country, this has made it possible for all children on treatment to continue receiving medication closer to home and not having to travel all the way to Muhimbili National Hospital for treatment.

At Muhimbili National Hospital (MNH) we strengthened the capacity of the core team by employing additional 3 doctors based at MNH to provide support in the treatment of the children. As well as adding 6 nurses at the Paediatric Oncology wards. We also strengthened partnership with our newest centre: Sokoine Hospital in Lindi, centres serving the Lindi region and nearby regions of Mtwara and Songea.

To improve adherence to cancer treatment and reduce incidences of loss to follow up, we provided intensive psychosocial support to the children on treatment and caregivers at the centres, particularly at Muhimbili National Hospital. This had enabled improved patient and family experience and thereby improve adherence to care. These supports include palliative care support for child and family in dealing with terminal illness, school and play therapy sessions for children on treatment at the hospital, transport support to and from the hospital for patient and caregiver and Income Generating Activities (IGA) or skills program at the hospital for caregiver. We also supported 4 staff to attend a Palliative Care training for health and Social Welfare Professional short course at Muhimbili University of Health and Allied Sciences (MUHAS). This course is run in partnership with the Palliative Care Trainers and the Trainers and Research Network of Tanzania. The course was attended by 1 Paediatric Specialist, 1 Paediatric Registrar, 1 Assistant Nursing Officer and Parent & Family Liaison Officer.

The course focused both on theory and practice of palliative care, pain management and psychosocial implications for care.

School and Play Therapy programs and outpatient family housing programs; - these were only implemented at one centre which is Muhimbili National hospital, for the other centres this target was not reached due to financial constraints. Transport assistance was provided to all children who were treated at the hospital this included new patients and those continuing with treatment to enable them to come to the hospital, that they come on time for treatment and reduce children defaulting or lost to follow up.

The skills & school program continued this year with all caregivers and parents who were at the hospital during treatment of their child were taught various IGA skills. And for the skills learnt they were able to show case their products at the hostel, Artisan Market and Handmade from Tanzania.

## DIRECTORS' REPORT (CONTINUED)

Nutrition program was further improved as we hired a nutritional specialist after receiving grant from an international donor, this has greatly improved adherence to treatment by the child as well as improving their tolerance to chemotherapy and general improvement of their health well-being.

In the past years we have completed several training courses for doctors and nurses in Basic and Advanced Paediatric Life Support (BLS, APLS). Nurse In-Charges of Paediatric Oncology who had received training on BLS in the past now conducted their own lead Basic Life Support training to other nurses and health workers at the Paediatric Oncology ward. In addition, we have completed two weeks training for two Doctors, two Nurses and one pharmacist from Sokoine Hospital at Paediatric Oncology ward in Muhimbili National Hospital. In addition, two nurses from our Paediatric Oncology ward here at Muhimbili National went to train as clinical instructor to KCMC in which 20 nurses from KCMC were trained on basic paediatric oncology course, on early warning signs for childhood cancer and childhood cancer treatment. We conducted an outreach training to medical staff at Lindi region on early symptoms and signs that a child with malignancy would present with the help of the posters.

In order to have a reliable, accurate and nationwide data source both to understand the impact of our efforts and identify areas of urgent paediatric oncology need, an EMRS specifically for paediatric oncology, has been designed. It is currently undergoing rigorous beta testing before planned roll out to all partner centres as they join.

### 13. Corporate Governance

#### Code of Corporate Practice and Conduct

TLM is committed to the principles of effective corporate governance and the Board is of the opinion that the programme currently complies with principles of Good Corporate Governance.

#### The Board of Directors

The Board is chaired by a chairperson, who has no Directorship functions. The roles of the Chairperson and the CEO are separate, with each having set of responsibilities. The Board is confident that its members have the knowledge, commitment, and experience to lead the programme. The Non-Executive Directors are independent of management and exercise their independent judgment. With their depth of experience, they add value to the Board's deliberations.

The Board is required to meet at least four times a year. The Board delegates the day-to-day management of the programme to the CEO, assisted by the management team. The management is always invited to attend the Board meetings to report on the progress of the TLM's programmes results and financial performance on quarterly basis.

It is the programme's philosophy to manage and control its business on various level of responsibility. The management meets regularly on weekly basis to review operations, key financial indicators, and the overall operation strategies of the programme.

#### Risk management and internal control

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

- The effectiveness and efficiency of operations;
- The safeguarding of the programme assets (including information);
- Compliance with the applicable laws, regulations and supervisory requirements

**DIRECTORS' REPORT (CONTINUED)**

- The reliability of the accounting records; and
- Operation sustainability under normal as well as adverse conditions and responsible behaviour 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 noncompliance of such measures by staff. Consequently, even a strict and efficient internal control system can provide no more than a reasonable measure of assurance in respect of the above-mentioned objective. The Board assessed the internal control systems throughout the financial year ended 31 December 2021 and is of the opinion that they met acceptable criteria.

**Ethical behaviour**

The Programme's Code of Conduct governs all activities, internal relations and interactions with stakeholders in accordance with its ethical values. It is expected of all staff to maintain the higher level of integrity and honesty in dealing with children, donors, suppliers, government agencies and all stakeholders.

**Business ethics and organizational integrity**

The Programme's Code of Conduct commits it to the highest standards of integrity, conduct and ethics in its dealings with all parties concerned, including its directors, managers, employees, members, suppliers and other stakeholders. The Directors and staff are expected to fulfil their ethical obligations in such a way that the services are run strictly according to human rights competitive practices.

**Financial reporting and auditing**

The directors accept final responsibility for the preparation of the annual financial statements which fairly present: The financial position of the programme as at the end of the year under review, The financial results of the operations, as well as the cash flows for that period.

The responsibility for compiling the annual financial statements was delegated to the management. The external auditors report on whether the annual financial statements are fairly presented.

The Directors are satisfied that during the year under review

- Adequate accounting records were maintained;
- An effective system of internal control and risk management, monitored by management was maintained;
- Appropriate accounting policies, supported by reasonable and prudent judgments and estimates, were used consistently;
- The financial statements were compiled in accordance with International Public Sector Accounting Standards;
- The Directors are also satisfied that no material event has occurred between the financial year end and the date of this report. The Directors are of the opinion that the programme still requires more resources and commitments at its disposal to operate the programmes for whole period of its five years 2021 - 2025 Strategic Plan; and
- The financial statements have been prepared on a going concern basis.

**14.Going Concern**

The Directors are satisfied that TLM has the resources to continue in operations for the foreseeable future. Furthermore, they have confirmed that they are not aware of any material uncertainties that may cast significant doubt upon the TLM ability to continue as a

**DIRECTORS' REPORT (CONTINUED)**

going concern. Therefore, the financial statements have been prepared on the going concern basis.

**15.Accounting Policies**

The annual financial statements are prepared on the underlying assumption of a going concern. TLM accounting policies, which are laid out on pages 19 to 23 are subject to an annual review to ensure compliance with International Public Sector Accounting Standards (IPSAS).

**16.Solvency**

The Board of Directors confirms that applicable accounting standards have been followed and that the financial statements have been prepared on a going concern basis. The Board of Directors has reasonable expectation that organisation has adequate resources to continue in operational existence for the foreseeable future.

**17.Acquisition and Disposals**

During the year ended 31 December 2021 TLM acquired office furniture, and office equipment. The total cost for these acquisitions amount to TZS 10,011,577. The detailed cost for each class of asset is presented in note 15&16 of the financial statements.

**18.Gender Parity**

The TLM 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. As at 31 December 2021 TLM had staff distribution which shows male were 36% and female 64%.

Gender	2021	2020
Male	15	18
Female	27	24
Total	<u>42</u>	<u>42</u>

**19.Political and Charitable Donations**

TLM did not make any political donations as well as donations to charitable and other programmes during the year.

**20. Employee Welfare****Management/employee relationship**

The relationship between employees and management was good during the reporting period. Any complaints were resolved through discussions and work morale was good. There were no unresolved complaints from employees.

**Benefits**

Employees received pay for annual leave which is distributed evenly during the 12 months. Another benefit which is statutory in nature is that employees are members of National Social Security Fund (NSSF) and National Health Insurance Fund (NHIF) whereby the TLM contributed 10% and 3% of the basic salary of each employee accordingly.

**Training**

On job training programs were developed to ensure TLM and the working partners' employees were adequately trained at all levels. During the year, only one training was conducted for the nurses and doctors for palliative care. TZS 37,867,280 was spent for staff training to improve employees' technical skills, hence their effectiveness.

DIRECTORS' REPORT (CONTINUED)

conducted for the nurses and doctors for palliative care. TZS 37,867,280 was spent for staff training to improve employees' technical skills, hence their effectiveness.

**Persons with Disability**

TLM's policy is to give equal opportunities to disabled persons for any available vacancies.

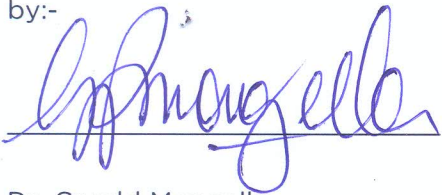
**21.Environmental Matters**

The TLM complied with standards of Industrial Safety and Environmental Regulations established by various authorities to the best of its knowledge.

**22. Auditors**

HLB TANZANIA were appointed to audit TLM financial statements for the year ended 31 December 2021 and have expressed their willingness to continue in office and are eligible for re-appointment.

Approved by board of directors on 28<sup>th</sup> June 2022 and signed on its behalf by:-



Dr. Gerald Mongella

Board Chairperson

28/06/2022

Date



Mr. Philip Saliboko

Treasurer

28/06/2022

Date

STATEMENT OF DIRECTORS' RESPONSIBILITIES  
FOR THE YEAR ENDED 31 DECEMBER 2021

It is the responsibility of the directors to prepare financial statements for each financial period that gives a true and fair view of the state of affairs of the organization as at the end of the financial year and of the financial activities of the Organization for the year. The directors are also responsible for keeping proper accounting records which disclose the reasonable accuracy at any time the financial position of the organisation. Directors are also responsible for safeguarding the assets of the organisation ensuring the Organization comply with all regulatory and legal requirements and for taking reasonable steps for prevention and detecting 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 accordance with International Public Sector Accounting Standards (IPSAS) and in conformity with NGO's funding agreements.

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 Organisation and its financial activities 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 whether due to fraud or error.

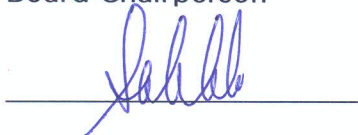
Nothing has come to the attention of the directors to indicate that the organisation will not remain a going concern for at least twelve months from the date of this statement.

Approved by the Board of directors on 28<sup>th</sup> June 2022 and signed on its behalf by:-



Dr. Gerald Mongella

Board Chairperson



Mr. Philip Saliboko

Treasurer

28/06/2022

Date

28/06/2022

Date

TUMAINI LA MAISHA TANZANIA

DECLARATION OF THE HEAD OF FINANCE  
FOR THE YEAR ENDED 31 DECEMBER 2021

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 2021, 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 the Professional Accountant to assist Tumaini La Maisha Tanzania to discharge the responsibility of preparing financial statements of the Organization that show a true and fair view of the Organization's position and performance in accordance with International Public Sector Accounting Standards (IPSAS). Full legal responsibility for the preparation of financial statements rests to board of directors as disclosed in the Statement of Responsibility by Tumaini La Maisha Tanzania on page 10.

I, Eliwangu E. Mlaki being the Head of Finance, hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31 December 2021 have been prepared in compliance with International Public Sector Accounting Standards (IPSAS) and other statutory requirements.

I thus confirm that the financial statements give a true and fair view position of Tumaini La Maisha as at 31 December 2021 and that they have been prepared based on properly maintained financial records.

Signed by: Eliwangu E. Mlaki

Position: CFO & Donor Manager.

NBAA Membership No.: GA8813

Date: 28/06/2022

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TUMAINI LA MAISHA TANZANIA

### Opinion

We have audited the financial statements of Tumaini La Maisha Tanzania (TLM), which comprise the Statement of Financial Position as at 31 December 2021, the Statement of Income and Expenditure, and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory notes as set out on pages 15 to 29.

In our opinion, the accompanying financial statements present a true and fair view of the financial position of Tumaini La Maisha (TLM) as at 31 December 2021, and of its financial performance and cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) and the Non-Government Organization Act 2002.

### 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 are independent of the organization 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 Tanzania, 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.

### 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. We have determined that there are no key audit matters to communicate in our report.

### Other Information

The Directors are responsible for the other information. The other information comprises the information included in Directors' Report and the Statement of directors' responsibilities but does not include the financial statements and our audit reports thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

### Directors' responsibility for the Financial Statements

The directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with International Public Sector Accounting Standards and for such internal control as the Board members 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 Board members 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 Board members 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 organisation's financial reporting process.

### **Auditor's Responsibility**

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 on 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.

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 the Board of directors.
- Conclude on the appropriateness of Board members' 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 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.

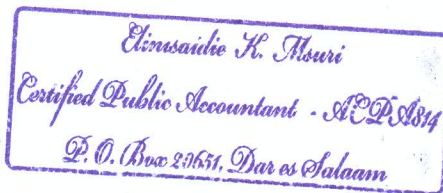
## Report on Other Legal and Regulatory Requirements

Based on our audit we report that:

- i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- ii) In our opinion proper books of account have been kept by the Organization, so far as appears from our examination of the books of account; and
- iii) The organization's statement of financial position and statement of profit or loss and other are in agreement with the books of account.

Yours faithfully,

  
CPA Elinisaidie K. Msuri - ACPA 814



For and On Behalf of HLB TANZANIA

Certified Public Accountants

Dar es Salaam

Date: .....

28/06/2022

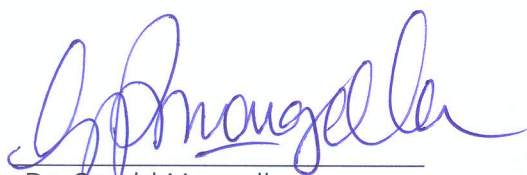
## TUMAINI LA MAISHA TANZANIA

STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2021

	Notes	2021 TZS	2020 TZS
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property and Equipment	15	220,077,046	299,548,313
Intangible Assets	16	2,439,011	1,522,371
		<u>222,516,057</u>	<u>301,070,684</u>
<b>Current Assets</b>			
Inventory	17	682,577,880	481,493,160
Receivables	18	124,141,405	115,906,900
Cash and cash equivalents	19	109,618,291	165,036,166
		<u>916,337,576</u>	<u>762,436,226</u>
<b>Total Assets</b>		<u><u>1,138,853,633</u></u>	<u><u>1,063,506,910</u></u>
<b>LIABILITIES AND RESERVE</b>			
<b>Liabilities</b>			
Payables and accruals	20	184,351,392	351,039,239
Deferred Grant	21	942,502,241	671,532,787
Deferred Asset	22	12,000,000	40,934,884
<b>Total Liabilities</b>		<u>1,138,853,633</u>	<u>1,063,506,910</u>
<b>NET ASSETS</b>			
Fund Balance		<u>-</u>	<u>-</u>
<b>Total Liabilities and Reserves</b>		<u><u>1,138,853,633</u></u>	<u><u>1,063,506,910</u></u>

The notes on pages 19 to 29 form an integral part of these financial statements.

The financial statements on pages 15 to 18 were approved by the Board of Directors on 28th June 2022 and were signed on its behalf by:



Dr. Gerald Mongella  
Board Chairperson

Date: 28/06/2022



Mr. Philip Saliboko  
Treasurer

Date: 28/06/2022

TUMAINI LA MAISHA TANZANIA

STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 TZS	2020 TZS
<b>REVENUE FROM NON-EXCHANGE TRANSACTIONS</b>			
Restricted Funds	4	1,206,432,805	1,397,220,173
Unrestricted Funds	5	1,005,706,883	648,667,396
Donated Goods and Services	6	18,340,400	21,965,915
Other Income	7	43,683,462	13,593,016
Special Events	8	75,659,348	62,000,750
		<u>2,349,822,898</u>	<u>2,143,447,250</u>
<b>EXPENDITURE</b>			
Admin expenses	9	225,598,448	206,164,743
Clinical Care Program expenses	10	1,714,210,708	1,232,294,555
Non-Clinical Care Program expenses	11	343,918,912	355,605,790
Training and Twinning Program expenses	12	37,867,280	3,300,000
Projects cost	13	9,678,650	243,187,397
Outreach expenses	14	18,548,900	43,730,750
COVID Related Expenses		-	59,164,015
Total Expenses		<u>2,349,822,898</u>	<u>2,143,447,250</u>
 Surplus/Deficit		 <u>-</u>	 <u>-</u>

The notes on page 19 to 29 form an integral part of these financial statements.

TUMAINI LA MAISHA TANZANIA

CASH FLOWS STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 TZS	2020 TZS
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Receipts</b>		
Grants Received	2,212,139,688	1,459,220,923
Collections from Special Events	75,659,348	648,667,396
Other Receipts	1,683,462	13,593,016
<b>Total</b>	<b>2,289,482,498</b>	<b>2,121,481,335</b>
<b>Payments</b>		
Admin Expenses	138,179,538	206,164,743
Clinical Care Program	1,820,272,644	1,312,278,157
Non-Clinical Care Program	343,918,912	355,605,790
Training and Twinning Program	37,867,280	3,300,000
Projects	9,678,651	243,187,398
Outreach	18,548,900	-
Covid related	-	59,164,014
<b>Total</b>	<b>2,368,465,925</b>	<b>2,179,700,102</b>
<b>Net Cash flow from operating activities</b>	<b>(78,983,427)</b>	<b>(58,218,767)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Acquisition of fixture, furniture, and fittings	-	(30,415,998)
Proceeds from Disposal of Asset	42,000,000	-
<b>Net cash flow from investing activities</b>	<b>42,000,000</b>	<b>(30,415,998)</b>
<b>Net change in Cash and Cash Equivalent</b>	<b>(36,983,427)</b>	<b>(88,634,765)</b>
Cash and cash equivalents at start of year	165,036,166	253,670,931
Loss on Translation of foreign currency	(18,434,448)	-
<b>Cash and cash equivalents at end of year</b>	<b>109,618,291</b>	<b>165,036,166</b>

Notes on page 19 to 29 form part of these financial statements.

TUMAINI LA MAISHA TANZANIA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Original Budget (A)	Actual Amount on comparable basis (B)	Difference(A-B)	% Difference
Admin Expenses	26.1	132,044,320	136,040,142	(3,995,822)	-3.03%
		<u>132,044,320</u>	<u>136,040,142</u>	<u>(3,995,822)</u>	
Clinical Care Programs					
Staff Costs	26.2	70,835,166	125,777,625	(54,942,459)	-77.56%
Drugs and Supplies	26.3	845,106,066	1,201,812,537	(356,706,471)	-42.21%
		<u>915,941,232</u>	<u>1,327,590,162</u>	<u>-411,648,930</u>	
Non-Clinical Programs					
Nutrition Programme	26.4	86,223,847	98,944,722	(12,720,875)	-14.75%
Play Therapy		46,589,172	46,764,556	(175,384)	-0.38%
School Running		50,297,892	50,736,166	(438,274)	-0.87%
Office and Housing		75,864,516	80,655,243	(4,790,727)	-6.32%
Transport		44,225,688	42,634,581	1,591,107	3.60%
Fundraising	26.5	19,000,000	203,700	18,796,300	98.93%
		<u>322,201,115</u>	<u>319,938,968</u>	<u>2,262,147</u>	
Outreach	26.6	72,264,000	25,208,100	47,055,900	65.12%
		<u>72,264,000</u>	<u>25,208,100</u>	<u>47,055,900</u>	
Projects	26.7	78,233,144	9,678,650	68,554,493	87.63%
		<u>78,233,144</u>	<u>9,678,650</u>	<u>68,554,493</u>	
Total		<u>1,448,419,811</u>	<u>1,793,247,922</u>	<u>-344,828,112</u>	

## TUMAINI LA MAISHA TANZANIA

### NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

#### 1. Organization Information

Tumaini la Maisha is a local NGO dedicated to supporting children with cancer and increasing awareness of childhood cancer among health care professionals and parents across Tanzania. The Paediatric Oncology Programme at Muhimbili National Hospital in Dar es Salaam is the only one of its kind in the country. The Programme currently treats more than 700 children annually in its two wards at Muhimbili National Hospital and 11 partner centers across the country, but with an estimated population of over 60 million people, Tanzania would expect to see up to 4,500 new cases of childhood cancer each year.

The financial statements for the year ended 31 December 2021 were authorized for issue in accordance with a resolution by Tumaini La Maisha Tanzania. Details of the Organization information are disclosed on page iii of the Annual Report and Financial Statements for the Tumaini La Maisha Tanzania.

#### 2. Significant Accounting Policies

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

##### a) Basis of accounting

The financial statements are prepared on an accruals basis of accounting under the historical cost convention, and in accordance with International Public Sector Accounting Standards (IPSAS).

##### b) Statement of Compliance

These Financial Statements have been prepared in accordance with Accrual Basis International Public Sector Accounting Standards (IPSASs) and the requirements of the Non-Governmental Organizations Act, 2002.

##### c) Date of First Adoption of Accrual Basis IPSASs

The date of adoption of IPSASs is the date that an entity adopts accrual basis IPSASs for the first time. It is the start of the reporting period in which the first-time adopter adopts accrual basis IPSASs and for which it presents its first transitional IPSAS financial statements or its first IPSAS financial statements. The date of first adoption of Accrual Basis IPSASs for Tumaini La Maisha is 01 January 2021.

Tumaini La Maisha has prepared its Financial Statements under full compliance with Accrual Basis IPSASs and has made earlier application of IPSAS 33 without any transitional exemptions and provisions.

A first-time adopter applies this Standard if its first IPSAS financial statements are for a period beginning on or after 01 January 2021 although earlier application is permitted. This Standard is applied from the date on which a first-time adopter adopts accrual basis IPSASs and during the period of transition. This Standard permits a first-time adopter to apply transitional exemptions and provisions that may impact fair presentation.

##### d) Significant Accounting Policies

The financial statements have been prepared on a going concern basis. The statements also comply with International Public Sector Accounting Standards (IPSAS) for the accrual basis of accounting in as far as the IPSAS adopted is concerned.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**General reserves**

General reserves represent unrestricted funds that are available for use at the discretion of the directors in furtherance of the objects of the Company. No reserve was available during the year under review.

**e) Foreign currency translation**

**i. *Functional and presentation currency***

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

**ii. *Transactions and balances***

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at yearend exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of income and expenditure.

**f) Revenue recognition**

Revenue comprises of Revenue from Non-Exchange Transactions (Transfers).

Revenue includes only the gross inflows of economic benefits or service potential received and receivable by the entity on its own account. Exchange transactions are transactions in which one entity receives assets or services, or has liabilities extinguished, and directly gives approximately equal value (primarily in the form of cash, goods, services, or use of assets) to another entity in exchange.

Revenue is measured at the fair value of the consideration received or receivable and is recognized only when it is probable that the economic benefits or service potential associated with the transaction will flow to the entity.

All funds received from Development Partners are recognised upon approval and signing of the contractual commitment by donors. Grants received in respect of revenue expenditure are credited to income and expenditure statement in the same period in which the related revenue expenditure is charged, the balance of unspent grant is carried forward as deferred grant for implementation of the pending project activities in the subsequent period. Income is mainly categorized into three:

1. Restricted Grants – Grants received and restricted to particular project.
2. Unrestricted Grants – Grants received and can be used for various purposes.
3. Donated Goods and Service – These are non-monetary items and services received during the year.
4. Other Income – These includes all other types of income not covered under the three categories above such as interest income, gain or loss in forex.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## g) Property, Plant and equipment and depreciation

Property and equipment are stated at cost less accumulated depreciation and any impairment in value. Depreciation is charged on a straight-line basis to write off the cost of the assets over their expected useful economic lives. The annual rates of depreciation adopted, which have been consistently applied, are as indicated below: -

Detail	Depreciation rate
Computer and Equipment	33.3%
Motor Vehicles	25%
Furniture and fittings	12.5%
Intangible Asset	33.3%

## h) Computer software development Costs

Costs associated with maintaining computer software programmes are recognized as an expense as incurred. However, expenditure that enhances or extends the benefits of computer software programme beyond their original specifications and lives is recognized as capital improvement and added to the original cost of the software. Computer software recognized as assets is amortized using the straight-line method over a period of 3 years.

## i) Financial assets

*(i) Classification*

All financial assets of the Organization are in the category of receivables.

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These are classified as current assets except for maturities greater than 12 months, otherwise they are classified as non-current. The Organization's receivables comprise staff debtors and grant receivable in the statement of financial position.

*ii) Recognition and measurement*

Receivables are initially recognized at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method.

## j) Impairment of assets

The carrying amounts of the Organizations' assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, the applicable assets' recoverable amount is estimated, and impairment loss is recognized in the income and expenditure statement.

## k) Other receivables

Other receivables consist of funds deposited to vendors and employees in the normal course of the business. Advances and prepaid expenses are recognized upon payment and derecognized when service has been rendered.

## l) Grants receivable

Grants receivables comprise contractual commitments from donors and development partners. Grant receivables are initially recognized at contracted value and subsequently measured at amortized cost based on actual amounts receivable from donors less provision for impairment.

The un-received fund and unspent grant which are part of the contract is treated grants receivable and deferred grant carried forward to the next period.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**m) Cash and Cash Equivalents**

For the purpose of statement of cash flow, cash and cash equivalents comprise cash in hand and cash at bank.

**n) Deferred capital grants / Asset**

Donations received to acquire property and equipment are capitalized and credited to deferred capital grant account. Deferred capital grant account is amortized in the statement of income and expenditure over the estimated useful lives of the assets concerned.

**o) Deferred income grants**

Deferred income grant represents funds received but not spent during the year of which there is an obligation to conduct donor funded activities per contractual commitments made between donors/development partners and the Organization.

Also, it includes grants amount recorded on the statement of financial position to represents the total amount of grants per funding agreements less the amount received.

**p) Employee Benefits**

**Retirement Benefit Costs**

As required by the Tanzanian laws and regulations, TLM contributes to NSSF statutory pension schemes for its employees. The contributions are computed based on rates determined by prevailing legislations (Currently it is limited to 20% per month based on employee's monthly salaries). The TLM's contributions to the funds are included as resources expended in the period paid.

**q) Accounts payable**

Accounts payable are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are presented as current liabilities unless payment is not due within twelve months after year end. If not, they are presented as non-current liabilities.

**r) Impairment of non-financial assets**

Assets that are subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs to sell and value in use. For purposes of assessing impairment, assets are grouped at the lowest levels for which these are separately identifiable cash flows (cash-generating units).

**s) Expenditure recognition**

The effects of expenses are recognised when they occur (and not as cash or its equivalents is paid) and they are recorded in the accounting records and reported in the financial statements of the periods to which they relate.

**t) Capital Expenditure**

Capital expenditure comprises purchase price for fixed assets including import duties, and non-refundable purchase taxes, any costs directly attributable to bringing the asset to the

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

location and condition necessary for it to be capable of operating in the manner intended, and other direct costs.

TLM is a charitable organisation as per government notice number 615 of 23 December 1994 and therefore is exempted from the corporation tax on income or surplus.

**u) Inventories**

Inventories are stated at the lower of cost and net realizable value.

**v) Donated Assets / Goods / Services**

Donated assets, goods or services are recorded at the invoice value advised by donors or at estimated market value if invoice is not advised by the donors.

**3. Critical Accounting Estimates and Judgements**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**3.1 Impairment of grant receivable**

The Organization reviews its grant receivable balances to assess impairment on an annual basis. In determining whether an impairment loss should be recorded in the statement of income and expenditure, the Organization makes judgements using estimates based on historical loss experience for its donors/development partners. It is on this basis that management have determined the risk of recoverability based on days outstanding.

**4. Restricted Funds**

	2021 TZS	2020 TZS
Corporate and Business Grants	251,218,350	40,231,574
Individual Contributions	30,886,956	8,087,998
Non-profit Organisation Grants	924,327,499	1,248,900,601
	<u>1,206,432,805</u>	<u>1,397,220,173</u>

**5. Unrestricted Funds**

Non-profit Organization Grants	869,533,529	488,916,699
Corporate / Business Grants	117,552,800	72,412,478
Individual	18,620,554	87,338,219
	<u>1,005,706,883</u>	<u>648,667,396</u>

**6. Donated Goods and Services**

Donated Professional Services	11,600,000	11,530,000
Donated Goods	6,740,400	10,435,915
	<u>18,340,400</u>	<u>21,965,915</u>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7. Other Income

	2021 TZS	2020 TZS
Other types of income	43,673,455	-
Gain in Forex	-	277,937
Interest-Savings, Short-term Fixed Deposit	10,007	13,315,079
	<u>43,683,462</u>	<u>13,593,016</u>

## 8. Special Events

Special Events Contributions	14,615,989	19,448,000
Special Events Piggy bank	61,043,359	42,552,750
	<u>75,659,348</u>	<u>62,000,750</u>

## 9. Admin Expenses

Personnel Cost	136,040,142	138,901,470
Membership Due	50,000	100,000
Depreciation	57,384,462	47,688,228
Audit Fees	11,600,000	11,530,000
WHT Expense	52,320	576,751
Bank Charges	2,037,076	7,368,294
Exchange Gain or Loss	18,434,448	-
	<u>225,598,448</u>	<u>206,164,743</u>

## 10. Clinical Program Costs

Drugs and Supplies	430,889,625	458,604,264
Personnel Costs	1,283,321,083	773,690,291
	<u>1,714,210,708</u>	<u>1,232,294,555</u>

## 11. Non-Clinical care Program

<b>Play Therapy</b>		
Play therapy equipment	2,347,000	2,394,000
Personnel Costs	44,417,556	45,655,856
<b>Sub total</b>	<u>46,764,556</u>	<u>48,049,856</u>

**School Programs**

School Stationaries / Books / Skills items	7,299,300	7,090,000
School Snacks	5,362,000	5,868,000
Personnel Costs	38,074,866	38,974,036
<b>Sub total</b>	<u>50,736,166</u>	<u>51,932,036</u>

**Nutrition Programme**

Spices / Antioxidants	19,820,200	13,520,000
Fruits & Vegetables	29,371,400	26,494,200

## TUMAINI LA MAISHA TANZANIA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

	2021 TZS	2020 TZS
Nuts & beans	5,366,000	4,271,000
Personnel Costs	44,387,122	38,501,239
<b>Sub total</b>	<b>98,944,722</b>	<b>82,786,439</b>
<b>Transport Program</b>		
Meals / Transport for patients	23,486,809	16,005,900
Local Travel & Meeting expenses	5,359,000	2,829,000
Fuel / Maintenance / Parking	4,540,000	13,158,400
Tax / Insurance	1,062,000	601,800
Personnel Costs	8,186,772	8,838,199
<b>Sub total</b>	<b>42,634,581</b>	<b>41,433,299</b>
<b>Office and Housing</b>		
Cartridges	1,110,000	1,000,000
Broadband internet	2,803,000	2,260,000
Stationary / Printing	5,829,200	5,106,400
Office repairs / Maintenance	29,313,241	41,205,284
Mobile Phone cost	4,765,000	4,568,000
Cleaning and detergent	720,000	-
Health Attendants	15,372,806	-
Kitchen running cost	-	371,000
House maintenance	-	1,042,000
Personnel	-	25,249,994
TLM Events	97,000	701,182
Hostel Items	11,828,300	22,650,000
Legal Fees	-	30,000
Fire extinguisher services	-	320,000
Piggy Bank Expenses	106,700	10,785,900
Fines, Penalties, Judgments	675,000	2,475,000
Housing cost	-	7,298,400
Gas	2,732,000	2,443,000
Cleaners	13,592,920	-
Health insurance	-	2,000,000
Staff Condolences	1,000,000	1,000,000
Conference, Convention, Meeting	9,984,000	-
Advertising Expenses	2,579,420	-
COVID related expenses	1,970,000	-
Office Refreshment	360,300	-
Postage, Mailing Service	-	118,000
Office Refreshment	-	241,000
Registration Fees	-	539,000
<b>Sub total</b>	<b>104,838,887</b>	<b>131,404,160</b>
<b>Total</b>	<b>343,918,912</b>	<b>355,605,790</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 12. Training and Twinning Programs

	2021 TZS	2020 TZS
Training	37,867,280	3,300,000
	<u>37,867,280</u>	<u>3,300,000</u>

## 13. Projects

Water Project	9,678,650	111,646,315
Cold Room Construction	-	12,096,180
Intensive Care Units Project	-	119,444,902
	<u>9,678,650</u>	<u>243,187,397</u>

## 14. Outreach

Sengerema	16,825,000	8,679,750
Lindi	1,299,900	35,051,000
Mbeya	424,000	
	<u>18,548,900</u>	<u>43,730,750</u>

## 15. Plant and Equipment

	Computer Equipment TZS	Motor Vehicle TZS	Furniture Fixture and Fittings TZS	Total TZS
At 1 January 2021	30,447,398	50,163,498	340,142,179	420,753,075
Revaluation Gain/Loss	-	(8,163,498)	-	(8,163,498)
Additions	2,283,632		5,727,945	8,011,577
Revaluation	-	12,000,000	-	12,000,000
Disposal	-	(42,000,000)	-	(42,000,000)
At 31 December 2021	<u>32,731,030</u>	<u>12,000,000</u>	<u>345,870,124</u>	<u>390,601,154</u>
Depreciation				
At 1 January 2021	18,257,745	1,065,115	101,881,901	121,204,761
Charge for the year	9,865,286	7,000,000	40,519,176	57,384,462
Disposal	-	(8,065,115)	-	(8,065,115)
At 31 December 2021	<u>28,123,031</u>	<u>-</u>	<u>142,401,077</u>	<u>170,524,108</u>
Net book value At 31 December 2021	<u>4,607,999</u>	<u>12,000,000</u>	<u>203,469,047</u>	<u>220,077,046</u>
Net book value At 31 December 2020	<u>12,189,653</u>	<u>49,098,383</u>	<u>238,260,278</u>	<u>299,548,313</u>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 16. Intangible Assets

	Computer Software TZS	Total TZS
<b>Cost</b>		
At start of year	1,920,000	1,920,000
Additions	2,000,000	2,000,000
At end of year	<u>3,920,000</u>	<u>3,920,000</u>
<b>Depreciation</b>		
At start of year	397,629	397,629
Charge for the year	1,083,360	1,083,360
At end of year	<u>1,480,989</u>	<u>1,480,989</u>
<b>Net book value</b>		
At 31 December 2021	<u>2,439,011</u>	<u>2,439,011</u>
At 31 December 2020	<u>1,522,371</u>	<u>1,522,371</u>

## 17. Inventory

	2021 TZS	2020 TZS
Drugs	666,466,680	472,122,360
Supplies	16,111,200	9,370,800
	<u>682,577,880</u>	<u>481,493,160</u>

## 18. Receivables

Grant Receivable	115,300,000	115,300,000
Imprest Receivable - Transport	523,400	506,900
Project Advances	19,000	-
Equipment and supply	8,299,005	-
Staff Loan	-	100,000
	<u>124,141,405</u>	<u>115,906,900</u>

The carrying amounts of accounts receivable are denominated in the following currencies

United States dollars	115,300,000	115,300,000
Tanzanian Shillings	8,841,405	606,900
	<u>124,141,405</u>	<u>115,906,900</u>

## 19. Cash and Cash Equivalents

NMB-TZS	106,463,307	48,287,842
NMB USD	468,101	5,556,203
NMB EURO	1,462,299	1,013,863
Petty Cash	264,900	845,000
Mobile Money	959,684	1,561,758
Un-deposited Funds	-	195,000
	<u>109,618,291</u>	<u>165,036,166</u>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 20. Payables and Accruals

	2021 TZS	2020 TZS
Supplier for Drugs	162,321,900	319,170,100
Supplier for Equipment	-	31,869,139
Other Payables	1,040,000	-
Payroll Payables	20,989,492	-
	<u>184,351,392</u>	<u>351,039,239</u>

## 21. Deferred Grant

At start of year	671,532,787	1,081,593,382
Received not spent	411,875,548	317,222,868
Deferred Grant receivable	115,300,000	115,300,000
Deferred Goods in Kind (GIK)	36,950,545	-
Less: Recognised During the Year	<u>(293,156,639)</u>	<u>(842,583,463)</u>
At end of year	<u>942,502,241</u>	<u>671,532,787</u>

## Deferred Grants / Commitments

TLM's general contractual approach is to account and pay after delivery of work and scrutiny of reports. In 2021 several payments were not made due to partial delivery or inadequate provision of evidence/reporting. Operating costs do not include contractual commitments made but not paid out because the delivery of work and scrutiny of reports was outstanding as at year end. The total outstanding value of signed direct program contracts not yet paid on 31 December 2021 was TZS 411,875,548 (2020: TZS 317,222,868).

As at 31 December 2021, TLM had commitment as listed in the table below:

Commitments as at 31 Dec 2021	Purpose	Received (TZS)	Balance (TZS)
The Big Heart Foundation	Construction & Equipping of PICU & NICU	636,070,143	96,000,000
IIPAN	Salary for Nutritionist and Assistant nutritionist	25,261,618	12,743,212
Esther Ireland	Importation charges Ireland to Tanzania	23,400,000	21,499,400
Irish Aid	Chemo Drugs, NCCN expansion support and Core Staff Support	520,000,000	281,632,936
			<u>411,875,548</u>

## 22. Deferred Asset

Deferred asset relates to donated Toyota Van in February 2021, was revalued at TZS 12,000,000 as at the year-end 2021.

## 23. 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 by participating in its financial or operational policy decisions.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Remuneration paid to key management personnel who were on contractual terms is as set out below:

	2021 TZS	2020 TZS
Senior Management Staff Salaries and Benefits	109,499,742	131,652,036
	<u>109,499,742</u>	<u>131,652,036</u>

## 24. Contingent Liability and Commitments

### Contingencies

There were no contingent liabilities as at 31 December 2021.

## 25. Comparatives and Prior Year Adjustment

Where necessary, the figures have been adjusted and re-grouped to conform to changes in presentation in the current year.

## 26. Explanation of Major Variance in The Statement of Comparison between Budget and Actual Amounts

### 26.1 Admin Expenses

The difference was due to a decrease of PAYE costs during the year, WCF contribution went down by 0.4% and Donor manager salary was decreased during the year, also new communication officer was employed.

### 26.2 Clinical staff cost

The cost was increased during the year due to an increase in nurses' overtime and doctors' call during the year also all the nurses and doctors who were under MoU were given full contracts and started to benefit with pension funds and Health insurance benefits during the year.

### 26.3 Drug and Supply

The purchase of drugs and supply was increased during the year due to the bulk purchase of chemo drugs to foresee the limited supply and prices increase during the Covid19.

### 26.4 Nutrition Program

Expenses are more than budgeted because during the year F-100 Coconut based supplement was introduced which was not initially budgeted and apart from an increase in the cost of spices also one nutrition assistant was employed.

### 26.5 Fundraising

Due to covid19 measures two planned fundraising activities St. Patrick ball and Nafasi Festival postponed during the year.

### 26.6 Outreach

The budget included the cost of setup new outreach centre at Kigoma which was unsuccessful during the year and the money was used to purchase chemo drugs for the other outreach centres.

### 26.7 Project

The budget included the service contract which includes maintenance service and partially repair. The construction of one plant was finished during the year and we received free service agreement.