



TUMAINI LA MAISHA TANZANIA

ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022

# TUMAINI LA MAISHA TANZANIA

## TABLE OF CONTENTS

LIST OF ABBREVIATION .....	ii
ORGANISATION INFORMATION.....	iii
DIRECTORS' REPORT .....	4
STATEMENT OF DIRECTORS' RESPONSIBILITIES .....	12
DECLARATION OF THE HEAD OF FINANCE.....	13
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TUMAINI LA MAISHA TANZANIA .....	14
STATEMENT OF FINANCIAL POSITION .....	17
STATEMENT OF INCOME AND EXPENDITURE.....	19
CASH FLOWS STATEMENT .....	20
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS .....	21
NOTES TO THE FINANCIAL STATEMENT .....	23

## TUMAINI LA MAISHA TANZANIA

### LIST OF ABBREVIATION

ALSAC	American Lebanese Syrian Associated Charities
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
MoH	Ministry of Health
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

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 members charged with governance submit their report together with the audited financial statements for the year ended 31<sup>st</sup> December 2022, which disclose the state of affairs of Tumaini La Maisha Tanzania, herein referred to as the "Organization".

The members charged with governance of Tumaini La Maisha Tanzania, referred to as the "Organization", are submitting the report and audited financial statements for the year ended 31<sup>st</sup> December 2022.

### 2. Incorporation

Tumaini la Maisha is a local NGO registered on 24<sup>th</sup> October 2011 under the Non-Governmental Organizations Act, 2002 with Registration No. 00001435.

### 3. Principal Activities

The principal activities of the Organization involve providing Clinical and Non-Clinical support to children with cancer, as well as raising awareness of childhood cancer in Tanzania. TLM aims to ensure the long-term sustainability of the Pediatric Oncology Programme through local and international fundraising and advocacy to the Government of Tanzania to meet its obligation. This includes building a National children cancer network to reach every child with cancer and strengthening the quality of the service. In 2022, the second year of its 2022-2025 Strategic Plan was rolled out with a focus on improving the quality of free Pediatric Oncology care across Tanzania.

### 4. Performance for the year

Tumaini La Maisha's overall goal is for children with cancer in Tanzania to have appropriate access to quality services leading to cure rates seen in resource-rich settings by 2025. Our working objective is to improve the quality of free pediatric oncology care across Tanzania and provide access to all children in need.

This year marked the second year of rolling out of the 5-year strategic plan (2021-2025). In the current financial year (2022), the program implemented various projects and activities aimed at strengthening the quality of services and care. The activities carried in the year include:

#### 4.1 Building a National Clinical Network to Reach Every Child with Cancer (NCCN)

This year, four collaborative centers were added to the NCCN, the new centers hospitals are: Consolata Ikonda Hospital in Iringa, Ligula Hospital in Mtwara, Hydom Hospital in Manyara and Bombo Hospital in Tanga. TLM further signed an mou agreement with new and existing centers bringing the total number of eight.

#### 4.2 Quality of Care Improved Across The NCCN network

##### 4.2.1 Trainings & Research

The organization also conducted various trainings to medical staff, particularly to the staff of newly joined center hospitals that joined NCCN network, training that was conducted at the hub MNH included oncology pharmacy and nutrition training at KCMC; and lab/flow cytometry training at MNH and KCMC.

## TUMAINI LA MAISHA TANZANIA

In addition, medical teams from the three new partner sites came to MNH for a two-week practical training. TLM also supported a lab scientist working at MNH at a masters' level who is to start their training in the coming year. A one-day training was also conducted to 10 district and regional hospitals in Dar es Salaam on EWS of common childhood cancers.

The research studies continued during this reporting period, including the SALAMA- Acute Leukemia Mutations in Africa and the NIHR-Oxford-MNH-MUHAS-SEREN research group. The various trainings and researches are aimed to strengthen the quality of services for the children with cancer.

### 4.2.2 Free chemotherapy drugs provision and secure medical supply lines in operation

The Organization was able to secure reliable suppliers to supply chemo drugs during the period along with donations from various supporters. One partner hospital site this year its medical staff (pharmacist, doctor and two supporting staff) were trained on TLM medication stock management. Secure medicine lines were strengthened in the period with the usage of cold chain boxes, and they were able to send to the NCCN partner hospital chemo drugs of total value of TZS 266,667,900/=

### 4.2.3 TLM CleverCancerCare APP

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 of permission processes and meetings with the Ministry of Health. The app has the potential to enhance the pediatric childhood cancer care treatment in Tanzanian and Africa.

### 4.2.4 Adherence to Treatment Initiatives and Supports

To reduce number of cases of abscond from treatment in the year 2022, TLM continued providing School and play therapy programs to patients at Muhimbili National Hospital. More than 400 hundred children benefited on this program.

Outpatient and family housing programme continued during this period at MNH 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.

## 4.3 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.

## 5. Organisation objectives and strategies

### 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
- 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.

## 6. Future prospects/developments

Overall, the organization has made significant progress in achieving its strategic objectives set out in the 5-year plan. For instance, they have added three new hospitals to the National Children's Cancer

## **TUMAINI LA MAISHA TANZANIA**

Network, provided medical-based short-term training to healthcare professionals, and offered free cancer treatment to children. To continue its long-term objective of building a National Children's Cancer Network, the organization will continue to expand and reach out to new partner hospitals. Education and training, adherence to treatment initiatives and support, core strengthening and capacity building, and increasing partnerships and public engagement will be crucial to achieving these goals.

### **7. Environmental, Social and Governance**

The organization is committed to addressing Environmental, Social and Governance issues, and has taken steps to measure its impact on the initiatives it implements. Its primary objective is to ensure easy access to childhood cancer treatment for all children diagnosed with the disease. In addition, the organization is committed to procuring chemo drugs and related medications that comply with government regulations and have a longer shelf life, thus reducing the need to dispose of expired medications and the negative impact on the environment.

### **8. Resources**

As the only NGO in Tanzania providing treatment and care to children with cancer, the organization plays a crucial role in the healthcare system. However, this also means that it faces unique challenges in terms of resources, including funding and staffing. The organization will continue to identify and secure resources to ensure that it can sustain its operations and continue to expand its reach to more children in need. This may involve seeking funding from a variety of sources, including grants, donations, and partnerships with other organizations. The organization will also need to ensure that it has sufficient staffing to provide high-quality care and services to children with cancer, which may involve recruiting and retaining qualified medical professionals and support staff.

### **9. Directorate**

The directors of the Organization are as outlined on page 8.

### **10. Stakeholders relationship**

In the past year, the Organization has maintained a strong partnership with Muhimbili National Hospital, which serves as the main hub of operations and where the Organization has set up its offices. Additionally, two new hospital centers were added to the National Children's Cancer Network, bringing the total number of partner sites to 15. The Organization values its relationships with its partners and stakeholders and will continue to work towards strengthening these partnerships in order to improve the quality of care and treatment for children with cancer in Tanzania.

### **11. Financial risk management objectives and policies**

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.

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;
- The reliability of the accounting records; and
- Operation sustainability under normal as well as adverse conditions and responsible behavior towards all stakeholders.



## **TUMAINI LA MAISHA TANZANIA**

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 2022 and is of the opinion that they met acceptable criteria.

### **12. 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;

### **13. Organization governance**

The Organization places great emphasis on adopting the best practices in organizational governance, with a commitment from the Board, management, and employees to uphold core values such as transparency, integrity, honesty, and accountability. All staff are required to abide by the code of ethics, which serves as a guiding principle for ethical behavior in the workplace. By prioritizing good governance, the Organization aims to achieve excellent performance and fulfill its mission of providing quality care and treatment to children with cancer in Tanzania.

The Organization has a code of ethics' which all staff are required to abide by.

#### **Members charged with Governance**

The members charged with Governance, particularly the Board of Directors, have several functions within the Organization. These include:

Providing strategic direction: The Board is responsible for setting the overall strategic direction of the Organization and ensuring that its goals and objectives are aligned with its mission and vision. Oversight and accountability: The Board is responsible for ensuring that the Organization is run in a responsible and accountable manner, and that the resources of the Organization are used effectively and efficiently to achieve its objectives. Risk management: The Board is responsible for identifying and managing risks to the Organization, including financial, legal, and reputational risks. Appointment and evaluation

## TUMAINI LA MAISHA TANZANIA

of senior management: The Board is responsible for appointing the senior management of the Organization and ensuring that they are evaluated on their performance. Compliance: The Board is responsible for ensuring that the Organization complies with all applicable laws, regulations, and standards. Financial oversight: The Board is responsible for overseeing the financial management of the Organization, including approving budgets, financial statements, and audits.

Overall, the Board plays a crucial role in the governance of the Organization, ensuring that it is managed effectively, efficiently, and ethically to achieve its mission and vision.

### Composition of directors

The Board Members and Directors of Tumaini La Maisha Tanzania at the date of this report, all of whom have held office since January 1 2022, unless otherwise stated, are

<i>Name</i>	<i>Position</i>	<i>Date of Birth</i>	<i>Nationality</i>	<i>Qualification</i>	<i>Date of appointment/resignation</i>
Dr. Gerald Mongella	Chairperson	1969	Tanzanian	Doctorate Degree of Philosophy in Humanities Ethics & Business Management, ICT Expert	2011
Dr. Blandina Robert Lugendo	Secretary	1970	Tanzanian	BSc, MSc and PhD in Marine Ecology	2011
Mr. Phillip Gerald Saliboko	Treasurer	1972	Tanzanian	B.Sc. (electronics) MBA	2020
Dr. Julius Mwaisalage	Member	1969	Tanzanian	MD, PhD	2016
Ms. Nisha Sanghvi	Member	1974	Tanzanian	BFA-Graphic Design with minor in Art History	2020

The directors of Tumaini La Maisha Tanzania are appointed in accordance with the Board Constituting and Board Charter, as well as the requirements of the Tanzanian NGO Act, 2002. The Board comprises five members, including founding Board Members Dr. Gerald Mongella and Dr. Blandina Lugendo. None of the directors hold executive positions in the organization.

The Board is responsible for the overall governance of the organization, including identifying key risks, monitoring project operations, making decisions on significant financial matters, approving management performance, strategic plans and budgets. The Board is also responsible for ensuring that a comprehensive system of internal control policies and procedures is in place, and for compliance with sound corporate governance principles. Tumaini La Maisha Tanzania upholds integrity, transparency, and accountability as its core values and is committed to effective corporate governance principles. The organization is professionally managed, and its policies and operations are directed, controlled, and managed in conformity with good corporate governance principles. Additionally, the organization is responsible for maintaining good relationships with all stakeholders, including the Chairman, Secretary, and Treasurer.

## TUMAINI LA MAISHA TANZANIA

Outlined below is the attendance of the members at the quarterly board meetings, held during the year:

<i>Name</i>	<i>Q1 held on 24.03.2022</i>	<i>Q2 held on 21.07.2022</i>	<i>Q3 held on 25.11.2022</i>	<i>Q4 not held during the year</i>	<i>Attendance %</i>
Dr. Gerald Mongella	YES	YES	YES	N/A	100%
Dr. Blandina Robert Lugendo	YES	YES	YES	N/A	100%
Mr. Phillip Gerald Saliboko	YES	YES	YES	N/A	100%
Dr. Julius Mwaisalage	NO	NO	YES	N/A	33%
Ms. Nisha Sanghvi	YES	YES	YES	N/A	100%

### Director's evaluation and training

The Board itself regularly underwent self-assessment and evaluation in order to improve the internal governance of the Board. However, in 2022, no trainings were held for the Directors.

### 14. Employees

A founding value of the Organization was to provide equal opportunities and a workplace that was representative of the wider communities in which they operated. The goal was to make sure to continue to empower the careers, aspirations and ambitions of their people. The Organization was committed to treating all people equally and nurturing great talent, regardless of gender. This culture that helped to recruit and retain the exceptional team. The organization promoted diversity within the organization and beyond.

The total number of paid staff was 42 comprising of core programme staff, medical staff and supporting staff. 40 were contractual staff and 2 were MoU staff. The gender compositions were as illustrated below:

	2022	2021
No. of Males	11	15
No. of Female	31	27
<b>TOTAL</b>	<b>42</b>	<b>42</b>

The day-to-day management of the Organization is handled by various departments as outlined below:

<i>Departments</i>	<i>Department Head</i>	<i>Responsibility/Function</i>	<i>No. of members</i>
Admin & Medical	Dr. Patricia Scanlan	CEO	41 staff
Admin & Operations	Ms. Lilian Ndyetabula	COO	40 Staff
Financial	Ms. Eliwangu Mlaki	CFO/DM	1 Staff
Medical Operation	Dr. Primus Ewald	Medical Director	27 Staff

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

## **TUMAINI LA MAISHA TANZANIA**

### **15. Employees welfare**

During the past year, the Organization reviewed its employment terms annually to ensure they met statutory and market conditions. Both employees and the employer contributed to NSSF, but the Organization did not contribute to any other private Pension Fund. To motivate employees, the Organization provided training and held regular monthly meetings, as well as teamwork building activities on the Annual Retreat day celebrations. Confirmed employees could apply for loans depending on their need and circumstances, with the Organization guaranteeing loans from the bank.

### **Disabled persons**

The Organization's policy remained to accept disabled persons for employment, as long as they were able to fill the required vacancies. There were no cases of staff becoming disabled while employed during the year.

### **16. Political and Charitable Donations**

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

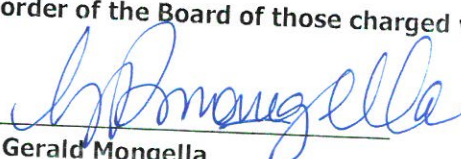
### **17. Auditor**

The Organization's auditor, HLB TANZANIA, has expressed its willingness to continue in office in accordance with Tanzania Companies Act 2002. The details of the firm are provided on page iii.

### **18. Responsibility by those charged with governance**

The members charged with governance have accepted responsibility for preparing these financial statements, which present a true and fair view of the Organization up to the date of approval of the audited financial statements, in compliance with the applicable standards, rules, regulations, and legal provisions. The members also confirm that the provisions of the requirements of TFRS 1 and all other statutory legislations relevant to the Organization have been complied with.

**By order of the Board of those charged with Governance**

  
Dr. Gerald Mongella  
Board Chairperson

29/06/2023  
Date

  
Mr. Philip Saliboko  
Treasurer

29/06/2023  
Date

## TUMAINI LA MAISHA TANZANIA

### STATEMENT OF DIRECTORS' RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER 2022

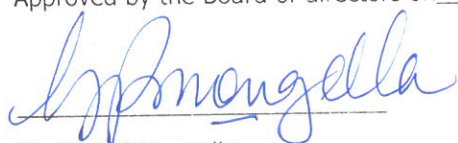
It is the responsibility of the directors to prepare financial statements for each financial period that gives a true and fair view of the state of affairs of the organization as at the end of the financial year and of the financial activities of the Organization for the year. The directors are also 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 29/06/ 2023 and signed on its behalf by:-



Dr. Gerald Mongella

29/06/2023

Date

#### Board Chairperson



Mr. Philip Saliboko

29/06/2023

Date

#### Treasurer



**TUMAINI LA MAISHA TANZANIA**


**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 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 11.

I, Eliwangu E. Mlaki being the Head of Finance, hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31 December 2022 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 2022 and that they have been prepared based on properly maintained financial records.

Signed by: Eliwangu E. Mlaki 

Position: CFO & Donor Manager

NBAA Membership No.: GA 8813

Date: 29/06/2023

## TUMAINI LA MAISHA TANZANIA

### 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 2022, 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 16 to 32.

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 2022, 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

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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

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## TUMAINI LA MAISHA TANZANIA

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: 30/06/2023

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TUMAINI LA MAISHA TANZANIA  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2022**

	Notes	2022 TZS	2021 TZS
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property and Equipment	15	71,341,780	220,077,046
Intangible Assets	16	1,133,651	2,439,011
		<u>72,475,431</u>	<u>222,516,057</u>
<b>Current Assets</b>			
Inventory	17	529,986,341	682,577,880
Receivables	18	362,733,912	124,141,405
Cash and cash equivalents	19	361,942,702	109,618,291
		<u>1,254,662,955</u>	<u>916,337,576</u>
<b>Total Assets</b>		<u><u>1,327,138,386</u></u>	<u><u>1,138,853,633</u></u>
<b>LIABILITIES AND RESERVE</b>			
<b>Liabilities</b>			
Payables and accruals	20	15,100,000	184,351,392
Deferred Grant	21	1,312,038,386	942,502,241
Deferred Asset	22	-	12,000,000
<b>Total Liabilities</b>		<u>1,327,138,386</u>	<u>1,138,853,633</u>
<b>NET ASSETS</b>			
Fund Balance		<u>-</u>	<u>-</u>
<b>Total Liabilities and Reserves</b>		<u><u>1,327,138,386</u></u>	<u><u>1,138,853,633</u></u>

The notes on pages 20 to 32 form an integral part of these financial statements.

## TUMAINI LA MAISHA TANZANIA

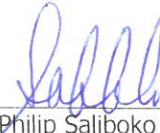
The financial statements on pages 16 to 19 were approved by the Board of Directors on 29/06/2023 and were signed on its behalf by:



Dr. Gerald Mongella

**Board Chairperson**

Date: 29/06/2023



Mr. Philip Saliboko

**Treasurer**

Date: 29/06/2023

TUMAINI LA MAISHA TANZANIA

STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 TZS	2021 TZS
<b>REVENUE</b>			
<b>REVENUE FROM EXCHANGE TRANSACTION</b>			
IGA - Income generating activities		6,865,000	-
<b>REVENUE FROM NON-EXCHANGE TRANSACTIONS</b>			
Restricted Funds	4	1,262,843,848	1,206,432,805
Unrestricted Funds	5	527,981,454	1,005,706,883
Donated Goods and Services	6	702,275,635	18,340,400
Other Income	7	5,555,737	43,683,462
Special Events	8	144,078,112	75,659,348
		<b>2,649,599,786</b>	<b>2,349,822,898</b>
<b>EXPENDITURE</b>			
Admin expenses	9	467,795,577	225,598,448
Clinical Care Program expenses	10	1,649,671,554	1,714,210,708
Non-Clinical Care Program expenses	11	381,427,886	343,918,912
Training and Twinning Program expenses	12	13,889,950	37,867,280
Projects cost	13	91,817,919	9,678,650
Outreach expenses	14	44,996,900	18,548,900
<b>Total Expenses</b>		<b>2,649,599,786</b>	<b>2,349,822,898</b>
<b>Surplus/Deficit</b>		<b>-</b>	<b>-</b>

The notes on page 20 to 32 form an integral part of these financial statements.

TUMAINI LA MAISHA TANZANIA

CASH FLOWS STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2022

	2022	2021
	TZS	TZS
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Receipts</b>		
Grants Received	1,797,690,302	2,212,139,688
Collections from Special Events	144,078,112	75,659,348
Other Receipts	14,459	1,683,462
<b>Total</b>	<b>1,941,782,873</b>	<b>2,289,482,498</b>
<b>Payments</b>		
Admin Expenses	174,651,774	138,179,538
Clinical Care Program	1,142,480,868	1,820,272,644
Non-Clinical Care Program	240,162,329	343,918,912
Training and Twinning Program	13,889,950	37,867,280
Projects	91,817,919	9,678,651
Outreach	44,996,900	18,548,900
<b>Total</b>	<b>1,707,999,740</b>	<b>2,368,465,925</b>
<b>Net Cash flow from operating activities</b>	<b>233,783,133</b>	<b>(78,983,427)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Acquisition of fixture, furniture, and fittings	-	-
Proceeds from Disposal of Asset	13,000,000	42,000,000
<b>Net cash flow from investing activities</b>	<b>13,000,000</b>	<b>42,000,000</b>
Net change in Cash and Cash Equivalent	246,783,133	(36,983,427)
Cash and cash equivalents at start of year	109,618,291	165,036,166
Loss on Translation of foreign currency	5,541,278	(18,434,448)
<b>Cash and cash equivalents at end of year</b>	<b>361,942,702</b>	<b>109,618,291</b>

Notes on page 20 to 32 form part of these financial statements.

TUMAINI LA MAISHA TANZANIA

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	Original Budget (A)	Actual Amount on comparable basis (B)	Difference(A-B)	% Difference
Admin Expenses	26.1	169,799,939	173,275,594	(3,475,655)	(2%)
		<u>169,799,939</u>	<u>173,275,594</u>	<u>(3,475,655)</u>	
<b>Clinical Care Programs</b>					
Staff Costs	26.2	384,861,508	377,382,509	7,478,998	2%
Toto Afya Card	26.3	24,000,000	17,721,600	6,278,400	26%
Drugs and Supplies	26.4	960,000,000	1,227,224,425	(267,224,425)	(28%)
		<u>1,368,861,508</u>	<u>1,622,328,534</u>	<u>(253,467,027)</u>	
<b>Non-Clinical Programs</b>					
Nutrition Programme	26.5	119,518,552	108,387,400	11,131,152	9%
Play Therapy	26.6	51,143,821	48,165,808	2,978,013	6%
School Running	26.7	59,789,284	52,256,740	7,532,544	13%
Office and Housing	26.8	136,870,299	129,983,575	6,886,724	5%
Transport cost	26.9	164,278,988	170,833,680	(6,554,692)	(4%)
Fundraising	26.10	22,000,000	16,675,000	5,325,000	24%
		<u>553,600,944</u>	<u>526,302,203</u>	<u>27,298,741</u>	
Outreach	26.11	62,000,000	44,996,900	17,003,100	27%
		<u>62,000,000</u>	<u>44,996,900</u>	<u>17,003,100</u>	

TUMAINI LA MAISHA TANZANIA

Training	26.12	88,000,000	13,889,950	74,110,050	84%
		88,000,000	13,889,950	74,110,050	
Project	26.13	200,121,432	91,817,919	108,303,513	54%
		200,121,432	91,817,919	108,303,513	
Total		2,442,383,823	2,472,611,100	(30,227,278)	

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2022

**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 2022 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.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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.

#### **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.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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.

**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

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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.

### **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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**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 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.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 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

	2022	2021
	TZS	TZS
Corporate and Business Grants	294,856,575	251,218,350
Individual Contributions	36,683,214	30,886,956
Non-profit Organisation Grants	931,304,059	924,327,499
	<u>1,262,843,848</u>	<u>1,206,432,805</u>

## 5. Unrestricted Funds

Non-profit Organization Grants	287,446,478	869,533,529
Corporate / Business Grants	184,842,528	117,552,800
Individual	55,692,448	18,620,554
	<u>527,981,454</u>	<u>1,005,706,883</u>

- Unrestricted Non-profit grants includes the money we receive from TLM Ireland of which last year we did not request much fund compared to 2021.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 6. Donated Goods and Services

Donated Professional Services	11,600,000	11,600,000
Donated Goods	71,263,820	6,740,400
Donated Services	274,441,774	-
Donated Drugs	344,970,041	-
	<u>702,275,635</u>	<u>18,340,400</u>

- The services (DHL and donated services from TLM Ireland) and Drug donations were not included on previous financial statements but is the donation that we receive every year and we are starting to include it in our reports.

## 7. Other Income

	2022	2021
	TZS	TZS
Other types of income		43,673,455
Gain in Forex	5,541,278	-
Interest-Savings, Short-term Fixed Deposit	14,459	10,007
	<u>5,555,737</u>	<u>43,683,462</u>

## 8. Special Events

Special Events Income	350,000	14,615,989
Special Events Piggy bank	83,278,470	61,043,359
Kili- Marathon	9,497,042	-
Plant for Life	50,952,600	
	<u>144,078,112</u>	<u>75,659,348</u>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 9. Admin Expenses

Personnel Cost	173,276,505	136,040,142
Membership Due	50,000	50,000
Depreciation/Amortization	1,305,360	57,384,462
Audit Fees	11,600,000	11,600,000
WHT Expense	351,500	52,320
Bank Charges	973,769	2,037,076
Admin donations (CEO and Consultation services)	143,503,177	-
Exchange Loss/ Revaluation Loss	136,735,266	18,434,448
	<u>467,795,577</u>	<u>225,598,448</u>

- The admin costs are high this year because we started to accounting for services donated through TLM Ireland i.e. CEO service and consultant services. Also during the year, we revalued our Asset to the loss of TZS 136,735,266.

## 10. Clinical Program Costs

Drugs and Supplies	1,267,971,545	430,889,625
Personnel Costs	381,700,009	1,283,321,083
	<u>1,649,671,554</u>	<u>1,714,210,708</u>

## 11. Non-Clinical care Program

## Play Therapy

Play therapy equipment	534,400	2,347,000
Personnel Costs	47,631,409	44,417,556
<b>Sub total</b>	<u>48,165,809</u>	<u>46,764,556</u>

## School Programs

School Stationaries / Books / Skills items	7,148,000	7,299,300
School Snacks	5,172,000	5,362,000
Personnel Costs	39,936,740	38,074,866
<b>Sub total</b>	<u>52,256,740</u>	<u>50,736,166</u>



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

	2022	2021
	TZS	TZS
<b>Nutrition Programme</b>		
Spices / Antioxidants	12,480,000	19,820,200
Fruits & Vegetables	25,140,600	29,371,400
Nuts & beans	4,844,500	5,366,000
Personnel Costs	65,922,300	44,387,122
<b>Sub total</b>	<b>108,387,400</b>	<b>98,944,722</b>
<b>Transport Program</b>		
Meals / Transport for patients	34,941,150	23,486,809
Local Travel & Meeting expenses	3,298,700	5,359,000
Fuel / Maintenance / Parking	-	4,540,000
Tax / Insurance	-	1,062,000
Personnel Costs	4,394,731	8,186,772
<b>Sub total</b>	<b>42,634,581</b>	<b>42,634,581</b>
<b>Office and Housing</b>		
Cartridges	1,200,000	1,110,000
Broadband internet	1,655,000	2,803,000
Stationary / Printing	4,478,600	5,829,200
Office repairs / Maintenance	9,003,150	29,313,241
Mobile Phone cost	3,220,000	4,765,000
Cleaning and detergent	907,500	720,000
Health Attendants	18,362,314	15,372,806
TLM Events	6,608,500	97,000
Hostel Items	-	11,828,300
Piggy Bank Expenses	5,761,500	106,700
Fines, Penalties, Judgments	-	675,000
Housing cost	53,444,900	-
Gas	1,671,900	2,732,000
Cleaners	16,289,742	13,592,920
Staff Condolences	-	1,000,000

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Conference, Convention, Meeting	5,845,900	9,984,000
Advertising Expenses	-	2,579,420
COVID related expenses	-	1,970,000
Office Refreshment	331,000	360,300
Registration Fees	698,350	-
Volunteering services	505,000	-
<b>Sub total</b>	<b>129,983,356</b>	<b>104,838,887</b>
<b>Total</b>	<b>381,427,886</b>	<b>343,918,912</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 12. Training and Twinning Programs

	2022	2021
	TZS	TZS
Training	13,889,950	37,867,280
	<u>13,889,950</u>	<u>37,867,280</u>

## 13. Projects

Water Project	7,370,707	9,678,650
ABG Machine	36,000,000	-
Cold Room Construction	46,875,612	-
PICU & NICU	1,571,600	-
	<u>91,817,919</u>	<u>9,678,650</u>

## 14. Outreach

Sengerema	15,000,000	16,825,000
Lindi	1,500,000	1,299,900
Mbeya	-	424,000
KCMC	25,000,000	-
Ifakara	1,182,000	-
Outreach Visit	2,314,900	-
	<u>44,996,900</u>	<u>18,548,900</u>

## 15. Plant and Equipment

	Computer Equipment	Motor Vehicle	Furniture Fixture and Fittings	Total
	TZS	TZS	TZS	TZS
At 1 January 2022	4,607,999	12,000,000	203,469,047	220,077,046
Additions	-	-	-	-

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Revaluation Gain/ Loss)	46,140,501		(182,469,047)	(136,328,546)
Disposal	-	(12,000,000)	-	(12,000,000)
<b>At 31 December 2021</b>	<b>50,748,500</b>	<b>-</b>	<b>21,000,000</b>	<b>71,748,500</b>

- During the year we contracted a professional valuer to access the value of assets, in the previous 5 years we have been evaluating internally. During the revaluation many of our fixed assets was teared and wearied and remained with low value.

## 16.Intangible Assets

	Computer Software TZS	Total TZS
<b>Cost</b>		
At start of year	3,920,000	3,920,000
Additions	-	-
<b>At end of year</b>	<b>3,920,000</b>	<b>3,920,000</b>
<b>Depreciation</b>		
At start of year	1,480,989	1,480,989
Charge for the year	1,305,360	1,305,360
<b>At end of year</b>	<b>2,786,349</b>	<b>2,786,349</b>
<b>Net book value</b>		
<b>At 31 December 2022</b>	<b>1,133,651</b>	<b>1,133,651</b>
<b>At 31 December 2021</b>	<b>2,439,011</b>	<b>2,439,011</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 17. Inventory

	2022	2021
	TZS	TZS
Drugs	514,475,081	666,466,680
Supplies	15,511,260	16,111,200
	<u>529,986,341</u>	<u>682,577,880</u>

## 18. Receivables

Fund Receivable from TLM Ireland & TLM UK	353,038,657	115,300,000
Imprest Receivable - Transport	1,282,250	523,400
Project Advances	114,000	19,000
Equipment and supply	8,299,005	8,299,005
	<u>362,733,912</u>	<u>124,141,405</u>

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

Euro	353,038,657	115,300,000
Tanzanian Shillings	9,695,255	8,841,405
	<u>362,733,912</u>	<u>124,141,405</u>

- This year receivable went a bit higher because we included the balance from TLM Ireland and TLM UK which was not received during the year.

## 19. Cash and Cash Equivalents

NMB-TZS	12,318,852	106,463,307
NMB USD	1,672,031	468,101
NMB EURO	327,541,019	1,462,299
Petty Cash	838,350	264,900
Mobile Money	19,572,450	959,684
	<u>361,942,702</u>	<u>109,618,291</u>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 20. Payables and Accruals

	2022	2021
	TZS	TZS
Supplier for Drugs	15,100,000	162,321,900
Supplier for Equipment	-	-
Other Payables	-	1,040,000
Payroll Payables	-	20,989,492
	<u>15,100,000</u>	<u>184,351,392</u>

## 21. Deferred Grant

At start of year	942,502,241	671,532,787
Received not spent	408,048,504	411,875,548
Deferred Grant receivable	353,038,657	115,300,000
Deferred Goods in Kind (GIK)	15,511,260	36,950,545
Deferred Drugs	512,362,370	-
Less: Recognised During the Year	<u>(1,123,248,379)</u>	<u>(293,156,639)</u>
At end of year	<u>1,108,214,653</u>	<u>942,502,241</u>

## Deferred Grants / Commitments

TLM's general contractual approach is to account and pay after delivery of work and scrutiny of reports. In 2022 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 2022 was TZS 408,048,504 (2021: TZS 411,875,548).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

As at 31 December 2022, TLM had commitment as listed in the table below:

Commitments as at 31 Dec 2022	Purpose	Received (TZS)	Balance (TZS)
Irish Aid	Chemo Drugs, NCCN expansion support and Core Staff Support	648,725,000	220,903,837
The Big Heart Foundation	Construction & Equipping PICU & NICU	-	60,000,000
IIPAN	Salary for Nutritionists	55,968,425	32,550,919
Pan African Energy	Support the delivery of Paediatric Oncology services in Sokoine Referral Hospital Lindi Region and Dar es Salaam, Tanzania.	118,549,938	9,190,000
Mo Dewji Foundation	Chemo Drugs and Non Medical programs	100,000,000	50,000,000
Direct Relief	Support for the construction of a Cold Room	69,510,000	20,089,548
Wentworth Gas & Wentworth Foundation	Chemo Drug, NCCN Expansion and Palliative Care Training	49,567,572	2,314,000
Wing Of Support	Chemo Drug & Salary For Nurses	65,000,000	13,000,200
			408,048,504

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 22. Deferred Revenue Grants

<i>Donor Name</i>	<i>Purpose</i>	<i>Opening Balance</i>	<i>Grants Received during the year</i>	<i>Total Available for the Year</i>	<i>Grant released to income</i>	<i>Balance at the end of the period</i>
		(A) TZS	(B) TZS	(C)=(A)+(B) TZS	(D) TZS	(E)=(C)-(D) TZS
Irish Aid	Chemo Drugs, NCCN Expansion Support and Core Staff Support	281,632,936	648,725,000	930,357,936	709,454,099	220,903,837
The Big Heart Foundation	Construction & Equipping PICU & NICU	96,000,000	-	96,000,000	36,000,000	60,000,000
IIPAN	Salary for Nutritionists	12,743,212	55,968,425	68,711,637	36,160,718	32,550,919
Esther Ireland	Importation Charges	21,499,400	12,100,000	33,599,400	33,599,400	-
Pan African Energy	Support the delivery of Paediatric Oncology services in Sokoine Referral Hospital Lindi Region and Dar es Salaam, Tanzania.	-	118,549,938	118,549,938	109,359,938	9,190,000
Mo Dewji Foundation	Chemo Drugs and Non Medical programs	-	100,000,000	100,000,000	50,000,000	50,000,000
Direct Relief	Support for the construction of a Cold Room	-	69,510,000	69,510,000	-	69,510,000
Wentworth Gas & Wentworth Foundation	Chemo Drug, NCCN Expansion and Palliative Care Training	-	49,567,572	49,567,572	39,458,583	10,108,990
Love Hope Strength Foundation	Support Staff Costs and procurement of Chemo	-	165,847,930	165,847,930	58,977,000	106,870,930
TLM Ireland	Support Operation services	-	121,098,548	121,098,548		121,098,548
St. Jude - ALSAC	Global Scholar Program	-	41,705,180	41,705,180	-	41,705,180
Wing Of Support	Chemo Drug & Salary For Nurses	-	65,000,400	65,000,400	32,000,200	33,000,200
<b>TOTAL</b>		<b>411,875,548</b>	<b>1,448,072,993</b>	<b>1,859,948,541</b>	<b>1,105,009,938</b>	<b>754,938,604</b>



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 23. Deferred Asset

Deferred asset relates to donated Toyota Van was revalued at TZS 12,000,000 as at the year-end 2021 and disposed during the year of income 2022 for TZS 13,000,000.

## 24. 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.

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

	2022	2021
	TZS	TZS
Senior Management Staff Salaries and Benefits	133,416,282	109,499,742
	<u>133,416,282</u>	<u>109,499,742</u>

## 25. Contingent Liability and Commitments

## Contingencies

There were no contingent liabilities as at 31 December 2022.

## 26. 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.

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

## 27.1 Admin Expenses

The difference is due to Youth Coordinator salary which was employed on October 2022 with the main role of fundraising but were not budgeted at start of year.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**27.2 Clinical staff cost**

The difference is due to turnover of Pharmacist and Nurse who got another opportunity somewhere else and the replacement of their vacancies was not done immediately during the year.

**27.3 Toto Afya Card**

We expected to assist families to get birth certificates for their children during the process of getting Toto Afya Card but during the year we realized most of the families had already have children birth certificates.

**27.4 Drug and Supply**

During the year there are more than 30% increase of new cases who needed chemo support which is more than expected annual increase of 20% for the new cases.

**27.5 Nutrition Program**

Expenses are less than budgeted because implementation of protein ball supplement were started at July instead of January as planned during budgetary process.

**27.6 Play Therapy**

During the year we had a lot of people walked in for a visit and brought many items for play therapy that reduces costs from our end.

**27.7 School Running Program**

The expenses are less than budgeted because during the year one teacher retired and the process of getting a new teacher was not finished immediately, also during the year we got a special project activity of making 500 bookmarks Interchurch Medical Assistance (IMA World Health).

**27.8 Office and Housing**

No major repair and maintenance during the year.

**27.9 Transport Cost**

During the year we supported Lukemia patients with transport for checkup in the nearest hospital twice a month.

**27.10 Fundraising**

We manage to purchase Kibubu boxes from a supplier with the lower price than expected



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**27.11 Outreach**

All transportation of sample was fully covered by DHL and there were decrease in number of patients who have to travel to Muhimbili National Hospital (MNH) because were attended directly at St. Francis Hospital – Ifakara

**27.12 Training**

The difference was due to the reasons that most of the trainings were not incurred or paid by our organization during the year. This include:

- Palliative care training was not done during the year as it was postponed by organizers to 2023.
- Nurses training was done but cost was covered by Global Hope.
- Basic Life Support (BLS) Training was covered by Muhimbili National Hospital.
- For non-medical trainings there are number of courses which were done through the support of ALSAC who incurred the costs"

**27.13 Project**

The fund for Water project was approved in December and received in January 2023. Also change in Hospital Management delays the construction of cold room