PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

CONTENTS **PAGE**

ORGANISATION INFORMATION

BOARD OF DIRECTORS

Name	Designation	Nationality	Organization
Ezekiel John Massawe	Chairperson	Tanzanian	SMECAO
Daria Rugumira	Vice Chairperson	Tanzanian	ADP Mbozi
Patrice Gwasma	Treasurer	Tanzanian	COSITA
Mary Egid Mavanza	Director	Tanzanian	SAIPRO
Laurent Kaburire (PhD)	Director	Tanzanian	INNODEV
Donati Alex Senzia	Secretary	Tanzanian	PELUM Tanzania

CHIEF OFFICERS

Donati Alex Senzia	Country Coordinator
Rehema Fidelis	Programs Manager
Solile Pastory	Interim Finance and Admin Manager

REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS
: Old Dar es Salaam Road
Kigurunyembe Mizambarauni, Plot No.445
P.O. Box 390
Tanzania.

TAX CONSULTANT
: City Associates
4th Floor, Rissa Tower, Kariakoo
P.O. Box 75587
Dar es Salaam
Tanzania.

PRINCIPAL BANKERS
: CRDB Bank
Mandela Branch
P.O. Box 150
Morogoro
Tanzania

Exim Bank Tanzania Limited
Morogoro Branch
P.O. Box 6033
Morogoro
Tanzania

REPORT OF THE DIRECTORS

The Board of Directors of the PELUM Tanzania has the pleasure to present their annual report and the audited financial statements for the year ended 31 December 2022, which disclose the state of affairs of the Organization. The directors' report has been prepared in accordance with the Tanzania Financial Reporting Standards (TFRS) No. 1, Directors' The Report of Those Charged with Governance.

BACKGROUND

Participatory Ecological Land Use Management (PELUM) Tanzania is a legally registered network of Non Governmental Organizations (NGOs) that have come together to facilitate and promote networking, learning and advocacy in participatory ecological agriculture. PELUM Tanzania was founded in 1995 and was officially registered as a Trust Fund in June, 2002. In February 2008, PELUM Tanzania complied with the NGO Act of 2002 with registration No. 1978. By December 2022, the number of PELUM Tanzania Member Organizations was 46. PELUM Tanzania is a member of a regional network called PELUM Association currently operating in 11 countries in Eastern, Central and Southern Africa promoting ecological land use management. PELUM Association members are: PELUM Tanzania, Rwanda, Uganda, Kenya, Zambia, Zimbabwe, Malawi, Lesotho, Ethiopia, Swaziland and Botswana.

VISION

Prosperous smallholder farmers deriving livelihoods from ecological agriculture.

MISSION

To strengthen capacity of Member Organizations in ecological agriculture for improved smallholder farmers' livelihood.

PRINCIPAL ACTIVITY

PELUM Tanzania core business is the promotion of ecological agriculture through: strengthening capacity of Member Organization, documentation and communication, networking, and advocacy. There have been no material changes to the nature of the organization's activities from the prior year.

COMPOSITION OF THE BOARD OF DIRECTORS

The Board of directors of the Organization at the date of this report are shown in page 1.

CORPORATE GOVERNANCE

The Directors are committed to the principles of good corporate governance and recognize the need to conduct the business in accordance with generally accepted best practice. In so doing the Directors therefore confirm that:

- The Directors met regularly throughout the year;
- They retain full and effective control over the Organization and monitor day to day operation of the organization;
- There are regular reviews of financial and operational results;
- The Directors accept and exercises responsibility for strategic and policy decisions, the approval of budgets and the monitoring of performance; and
- They bring skills and experience from their own spheres of business to complement the professional experience and skills of the management team.

The organization is committed to the principles of effective corporate governance, and the directors also recognize the importance of integrity, transparency and accountability.

MANAGEMENT

The Management of the Organization is under the Country Coordinator (Executive Director) and is organized in the following units.

- Programs
- Monitoring, Evaluation and Learning
- Finance and Administation

REPORT OF THE DIRECTORS (CONTINUED)

FUTURE DEVELOPMENT PLANS

The organization will continue to improve its performance and continue to focus on strengthening the capacity of Member organizations.

RESULTS	2022 TZS	2021 TZS
Deficit for the year	(32,370,177)	(18,283,183)
Tax charge	-	-
Deficit for the year	**(32,370,177)**	**(18,283,183)**

DIRECTORS' INTEREST

PELUM Tanzania is a non - Governmental Organization, under NGOs Act no. 24 of 2002, thus does not have a share Capital.

RISK MANAGEMENT AND INTERNAL CONTROL

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

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

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

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

The risk management includes:

• Delegation

Overall objectives of the organization are agreed by the Directors, which delegates the day-to-day operations to management for execution. There is a clear Organization structure, detailing lines of authority and reporting.

• Budgets

Detailed annual budgets are prepared by the management and they are reviewed and approved by the Board.

• Competence

Staff skills are maintained both by a formal recruitment process and a performance appraisal system, which identifies training needs. Also, necessary training both in house and externally, helps to consolidate existing staff skills and competences.

RELATED PARTY TRANSACTIONS AND BALANCES

As per ISA 550 – Related Parties, PELUM Tanzania had no related parties

REPORT OF THE DIRECTORS (CONTINUED)

EMPLOYEES' WELFARE

Management and Employees' Relationship

There was continued good relations between employees and management for the year 2022**.** There were no complaints received by Management from the employees during the year**.**

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

Medical Assistance

All PELUM staff members along with a maximum of four dependents were availed with medical insurance cover provided by Assemble Insurance Tanzania. The same cover is guaranteed by the Board of Directors for the upcoming years.

Employees Benefit Plan

The organization pays contributions to National Social Security Fund (NSSF) on mandatory basis which is a defined contribution plan for all employees. The employer contributes 10% while the employees contribute 10% of the basic salary to the pension schemes respectively.

The number of employees during the year was 16.

Workers Compensation Fund (WCF)

The organization pays monthly contributions to the WCF on a mandatory basis. During the year year, the organization contributed to WCF at the rate of 0.6% from January to June and there after the rate was reduced to 0.5% as per prevailing laws and regulations.

Financial help

The organization did not provide any financial assistance to employees for the year ended.

Disabled Persons

The organization does not segregate against disabled persons. Howeve,r for the year ended 31 December 2022, the organization did not have a disabled employee.

Gender parity

The organization had 16 employees and six volunteers at the year end for which 8 were female and 14 male. The top management is composed of two female and a male.

ENVIRONMENTAL CONTROLS

The organization is committed to the prevention of environmental pollution and is in compliance with relevant environmental laws in the area where it operates.

ACCOUNTING POLICIES AND CRITICAL JUDGEMENT AND ESTIMATES

Results of the organization are sensitive to the accounting policies, assumptions and estimates that underlie the preparation of the financial statements. When preparing the financial statements, it is the management responsibility to select suitable accounting policies and to make judgments and estimates that are reasonable and prudent. The accounting policies that are deemed critical to our results and financial position, in terms of the materiality of the items to which the policies are applied and the high degree of judgment involved, including the use of assumptions and estimation, are described in Notes 1 and 3 to the financial statements.

REPORT OF THE DIRECTORS (CONTINUED)

FUNDING AND EXPENDITURE

During the year 2022, the organization received funding from Bread for the World (BftW), SeedChange and Global Affairs Canada, Food and Agricuture Organization of the United Nations (FAO), Landesa, and Swiss Agency for Development and Cooperation (SDC) via Tanzania Organic Agriculture Movement (TOAM). Budget was additionally funded through membership fees and membership contribution. Funds unused as at 31st December 2022 were carried forward for use in approved programs in year 2023.

PERFORMANCE OF THE YEAR

Towards attainment of its mission, eight projects were implemented in 2022 namely: Jiko Lishe (nutritional kitchen), Land Rights, Our Seeds Our Rights continuation, Rural Women Cultivating Change, Small Projects to strengthen local agro-ecological development initiatives (IMARIKA), Construction of Office Premises for the promotion of ecological agriculture, and Promoting Ecological Organic Agriculture (EOA). Main activities implemented in the year were related to construction of office premises, promoting and enhancing smallholder farmers' land rights, seed rights, women social and economic empowerment, gender based violence, and access to ecological organic agriculture information. Main achievements for the year 2022 include:

Increased land tenure security for smallholder farmers: Total of 2,200 Certificates of Customary Rights of Occupancy (CCRO) were issued to Ikongosi and Ikongosi Juu villagers in Mufindi District Council, Iringa region while 2,500 CCRO were distributed to Bwawani Villagers in Kilombero District, Morogoro Region. CCRO ensure land tenure security of smallholder farmers and encourages farmers to invest confidently in ecological agriculture. Issuance of CCRO has strengthened land rights of women, widow, youth, and elders as has enabled them to legally own the land individually and or jointly. Total of 451 farmers (218 female and 233 male) were imparted knowledge on Land Policy, Land Acts and land rights. The knowledge was imparted to village government leaders, members of Village Land Council, Village Adjudication Committee members, women, and youths from twelve (12) villages in Morogoro and Manyara regions. The imparted knowledge has strengthened women's land rights, land ownership, and control over land other productive resources. The villages involved were Mkobwe, Chagongwe, Kisitwi and Masenge in Gairo District, Morogoro Region; Qwam, Kuta, Mahheri and Murray in Mbulu District, Manyara Region; and Mamire, Endagile, Mwinkantsi and Kwaraa in Babati District, Manyara Region.

Social and Economic Empowerment of Women : Total of 1,617 smallholder women and men farmers (72% women), were facilitated to organize themselves into 94 farmer groups for social and economic activities in six districts of Morogoro, Gairo, Babati, Mbulu, Mwanga and Same. Members of the established groups were imparted knowledge on agroecology, savings and credits, access to agro-markets, gender-based violence, and leadership. This has contributed to increased women's economic security and control over productive resources and property, and participation in agroecology farming practices.

FIDUCIARY RESPONSIBILITIES

Board of directors as stewards of public trust always acted for the good of the organization rather than for the benefit of themselves throughout the period. Reasonable care was exercised in all decisions taken by the Board without placing the Board under unnecessary risks.

SERIOUS PREJUDICIAL ISSUES

In the opinion of the Board, there are no serious prejudicial issues that may affect the organization.

EVENTS AFTER REPORTING PERIOD

There are no material events, adjusting or non-adjusting, which have occurred between the reporting date and the date when the financial statements are authorized for issue.

REPORT OF THE DIRECTORS (CONTINUED)

SOLVENCY

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future activities and operations and that the realization of assets and settlements of liabilities, contingent obligations and commitments will occur in the ordinary course of activities.

The ability of the organization to continue as going concern is dependent on a number of many factors. The most significant of these is the directors to continue mobilizing funding for the ongoing activities of the organization.

Based on the current funding agreements, the board of directors has reasonable expectation that PELUM Tanzania has adequate resources to continue in operational existence for the foreseeable future.

RELATIONSHIP WITH STAKEHOLDERS

PELUM Tanzania continued to maintain a good relationship with all stakeholders including beneficiaries, funding partners and regulators.

POLITICAL AND CHARITABLE DONATIONS

The organization neither made charitable donations nor political donations.

AUDITORS

The organization auditor's City Associates expressed their willingness to continue in office in accordance with section 170 of the Companies Act 2002 and were re-appointment as Organization Auditor for the year 2022 at the Board's 44th meeting held in Morogoro on May 19, 2022.

Approved by the board of directors o April 13, 2023 and signed on its behalf by:

Name	Designation	Signature	Date
Ezekiel John Massawe	Board Chairperson		April 13, 2023
Donati Alex Senzia	Secretary		April 13, 2023

STATEMENT OF DIRECTORS' RESPONSIBILITIES

It is the directors' responsibility under NGO Act 2002 to maintain adequate accounting records and is responsible for the content and integrity of the financial statements and related financial information included in this report. It is its responsibility to ensure that the financial statements fairly present the state of affairs of the organization as at the end of the financial year and the results of its operations and cash flows for the year then ended, in conformity with organisation's internal policies and procedures and donor requirements and requirements of the Tanzanian NGO Act 2002. The external auditors are engaged to express an independent opinion on the financial

The financial statements are prepared in accordance with internal control policies and procedures, and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the organization and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the organization and all employees are required to maintain the highest ethical standards in ensuring the organization's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the organization is on identifying, assessing, managing and monitoring all known forms of risk across the organization. While operating risk cannot be fully eliminated, the organization endeavors to minimize it by ensuring that appropriate infrastructure, controls, systems and ethical behavior are applied and managed within predetermined procedures and constraints.

The Directors are of the opinion based on the information and explanations given by the management that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

Directors' acknowledges that they are responsible for establishing appropriate policies and procedures to prevent non-compliance with laws and regulations (NOCLAR), including whistleblowing procedures as a necessary part of good internal governance.

The Directors have reviewed the organization's cash flow forecast for the year to 31 December 2023 and, in the light of this review and the current financial position, it is satisfied that the organization has access to adequate funding from donors to continue in operational existence for the foreseeable future.

The external auditor's are responsible for independently reviewing and reporting on the organization's financial statements. The financial statements have been examined by the organization's external auditor and their report is presented on pages 7 to 9.

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary		April 13, 2023

DECLARATION OF THE HEAD OF FINANCE/ACCOUNTING

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

It is the duty of a Professional Accountant to assist the Board of Directors/Management to discharge the responsibility of preparing financial statements of an entity showing true and fair view of the entity position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the Board of Directors/Governing Body as under Directors Responsibility statement on an earlier page.

I, **Solile Pastory** hereby confirm that financial statements for the year ended 31 December 2022 have been prepared in compliance with applicable accounting standards and statutory requirements.

I further confirm that the financial statements give a true and fair view position of PELUM Tanzania as on that date and that they have been prepared based on properly maintained financial records.

Signed by: ____

Name: Solile Pastory

Position: Interim Finance and Administration Manager

NBAA Registration/Membership No: GA 10839

Date: April 13, 2023

CITY ASSOCIATES
Certified Public Accountants
Rissa building, 4th Floor,
Lumumba Street/ Lumumba Road,
Lumumba, Kariakoo
P. O. Box 75587, Dar es Salaam, Tanzania

Tel: +255(788)108308
+255(714)818101
Email: info@cityassociates.com
www.cityassociates.co.tz

INDEPENDENT AUDITOR'S REPORT
TO THE DIRECTORS OF PELUM TANZANIA

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of PELUM Tanzania, which comprise the combined statement of financial position as at 31st December 2022, and the combined statement of comprehensive income, combined statement of changes in reserve, and combined statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at 31st December 2022, and its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (IPSAS) Accrual basis and the requirements of the Non-Governmental Organizations 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 Accountant's Code of Ethics for Professional Accountants (IESBA Code) together with the National Board of Accountants and Auditors (NBAA) Code of Ethics and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards (IPSAS) Accrual basis and the requirements of the Non-Governmental Organizations Act, 2002, and for such internal control as management determines is necessary to enable the presentation of financial statements that are free from material misstatement whether due to fraud or error.

In preparing the combined financial statements, management is 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 management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these combined financial statements.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE DIRECTORS OF PELUM TANZANIA

Report on the Audit of the Financial Statements (continued)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

A further description of the auditor's responsibilities for the audit of the financial statements is given in the Appendix to Independent Auditor's report. This description forms part of our auditor's report.

This report, including the opinion, has been prepared for, and only for, the Organization's members as a body in accordance with the Tanzanian Non-Governmental Organizations Act, 2002 and for no other purpose.
As required by the Non-Governmental Organizations Act, 2002 we report to you, based on our audit 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 those books; and

(iii) the Organization's statement of financial position and statement of comprehensive income are in agreement with the books of account.

City associates

City Associates
Certified Public Accountants
Dar es Salaam

Signed by:

____

Azizi Abdul Munisi,
NBAA registration number: ACPA 2864
Engagement Partner
Ref: CA/01/2023

Date: 13 April 2023

Report on the Audit of the Financial Statements (continued)

Appendix to Independent Auditors Report

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism 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 Organization's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by managements.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.

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

COMBINED STATEMENT OF COMPREHENSIVE INCOME

Income	Notes	2022 TZS	2021 TZS
Local contributions	1	115,114,636	107,255,930
Grant income	2	1,533,388,625	842,074,755
Total income		**1,648,503,261**	**949,330,685**
Expenditures			
Personnel costs	3	770,577,131	513,661,635
Program costs	4	531,684,012	311,820,468
Institutional development	5	1,440,000	5,279,200
Other administration expenses	6	375,892,397	136,852,565
Total expenditure		**1,679,593,540**	**967,613,868**
Surplus/Deficit for the year		**(31,090,279)**	**(18,283,183)**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 23 to 27 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

COMBINED STATEMENT OF FINANCIAL POSITION

	Notes	2022 TZS	2021 TZS
ASSETS			
Non - Current Assets			
Property and equipment	9	1,203,265,289	164,265,682
Total Non - Current Assets		**1,203,265,289**	**164,265,682**
Current Assets			
Trade and other receivables	7	78,755,754	69,205,474
Cash and cash equivalents	8	1,476,672,671	580,372,250
Total Current Assets		**1,555,428,425**	**649,577,724**
TOTAL ASSETS		**2,758,693,714**	**813,843,406**
EQUITY AND LIABILITIES			
Equity			
Accumulated earnings		114,656,213	206,526,924
Members fund		100,000	100,000
Revaluation reserve		99,636,003	-
Total equity		**214,392,216**	**206,626,924**
Long term liabilities			
Differed capital grants	13	197,972,360	14,562,500
Other long term liabilities	11	82,688,969	33,883,399
Total Non-Current Liabilities		**280,661,329**	**48,445,899**
CURRENT LIABILITIES			
Trade and other payables	10	2,263,640,169	558,770,583
Total Current Liabilities		**2,263,640,169**	**558,770,583**
TOTAL EQUITY AND LIABILITIES		**2,758,693,714**	**813,843,406**

The financial statements on pages 10 to 25 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 23 to 27 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

COMBINED STATEMENT OF CHANGES IN RESERVE FOR THE YEAR

For the year ended 31 December 2022	**Members fund**	**Revaluation reserve TZS**	**Accumulated earnings TZS**	**Total TZS**
Surplus brought forward	100,000	-	206,526,924	206,626,924
Prior year adjustments	-	-	17,417	17,417
Revaluation surplus	-	99,636,003	-	99,636,003
Transfer to deferred income	-	-	(60,797,848)	(60,797,848)
Surplus/(Deficit) for the year	-	-	(31,090,279)	(31,090,279)
Accummulated Surplus	**100,000**	**99,636,003**	**114,656,214**	**214,392,217**
For the year ended 31 December 2021				
Surplus brought forward	-	-	226,004,736	226,004,736
Members fund	100,000	-	-	-
Prior year adjustments	-	-	(1,194,629)	(1,194,629)
Surplus/(deficit) for the year	-	-	(18,283,183)	(18,283,183)
Accummulated surplus	**100,000**	**-**	**206,526,924**	**206,526,924**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 23 to 27 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

COMBINED STATEMENT OF CASH FLOWS FOR THE YEAR

	Notes	2022 TZS	2021 TZS
Cash flow from operating activities			
Cash generated in operations	12	1,702,440,364	314,896,308
Tax paid		-	-
Net cash flow from operating activities		**1,702,440,364**	**314,896,308**
Cash flow from investing activities:			
Acquisition of non current assets		(1,038,355,373)	(40,655,758)
Proceedings from disposal		-	2,675,500
Adjustment for long term liabilities		48,805,571	9,215,087
Net Cash flow from Investing activities		**(989,549,802)**	**(28,765,171)**
Cash flow from financing Activities:			
Capital grants		183,409,859	14,562,500
Capital fund		-	-
Net cash flow from financing activities		**183,409,859**	**14,562,500**
Net Increase/Decrease in cash and cash equivalents		**896,300,421**	**300,693,637**
Cash and cash equivalents at the start of the year		580,372,250	279,678,613
Net Increase/Decrease in cash and cash equivalents		896,300,421	300,693,637
Cash and cash equivalents at the end of the year		**1,476,672,671**	**580,372,250**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 23 to 27 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

VARIANCE ANALYSIS REPORT AS AT 31 DECEMBER 2022

	ACTUAL TZS	BUDGET TZS	%	VARIANCE TZS
INCOME:				
Local contributions	115,114,636	120,000,000	-4%	(4,885,364)
Grant Income	1,533,388,625	1,570,000,000	-2%	(36,611,375)
TOTAL INCOME	**1,648,503,261**	**1,690,000,000**		
EXPENDITURE:				
Personnel costs	770,577,131	770,500,000	0%	(77,131)
Program costs	531,684,012	548,000,000	3%	16,315,988
Institutional development	1,440,000	1,500,000	4%	60,000
Other administrative expenses	375,892,397	370,000,000	-2%	(5,892,397)
TOTAL EXPENDITURE	**1,679,593,540**	**1,690,000,000**		
SURPLUS / DEFICIT FOR THE YEAR	**(31,090,279)**	**-**		-
Capital Expenditure	**1,038,355,373**	**1,050,000,000**	**1%**	**11,644,627**

EXPLANATORY NOTES:

INCOME

The variance on the income was due to changes on the exchange rate.

EXPENDITURE

The variances on the expenditure are insignificant basing on the PELUM Tanzania policy.

1 BASIS OF PREPARATION

The preparation of financial statements in conformity with International Public Sector Accounting (IPSAS) requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the PELUM Tanzania accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed.

2 SIGNIFICANT ACCOUNTING POLICIES

a) Change in accounting policy and disclosure

i) New standards adopted by the organization

In the current year, the organization applied all relevant International Public Sector Accounting Standards (IPSAS) issued by the International Public Sectors Accounting Standards Board (IPSASB) that are mandatory effective for accounting periods that begin on 1 January 2021.

ii) New standards that are not yet effective and have not been early adopted by the organization

IPSAS 42, Social Benefit

The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting entity provides in its financial statements about social benefits as defined in this Standard. The information provided should help users of the financial statements and general purpose financial reports assess:

a) The nature of such social benefits provided by the entity
b) The key features of the operation of those social benefit schemes; and
c) The impact of such social benefits provided on the entity's financial performance, financial position and cash flows.

To accomplish that, this IPSAS establishes principles and requirements for;

a) Recognizing expenses and liabilities for social benefits
b) Measuring expenses and liabilities for social benefits
c) Presenting information about social benefits in the financial statements; and
d) Determining what information to disclose to enable users of the financial statements to evaluate the nature and financial effects of the social benefits provided by the reporting entity.

An entity that prepares and presents financial statements under the accrual basis of accounting shall apply this Standard in accounting for social benefits. This Standard applies to a transaction that meets the definition of a social benefit. This Standard does not apply to cash transfers that are accounted for in accordance with other Standards. The effective date of IPSAS 42 is January 1, 2022, earlier adoption has not been done as the entity do not have transaction which meet the definition of social benefit as per this standard.

IPSAS 41, Financial Instruments

The standards establishes new requirements for classifying, recognizing and measuring financial instruments to replace those in IPSAS 29, Financial Instruments: Recognition and Measurement and is applicable for financial statements covering period beginning on or after 1 January 2022. This standard is not expected to have a material impact on the Organization. IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:

- Applying a single classification and measurement model for financial assets that considers the characteristics of the asset's cash flows and the objective for which the asset is held
- Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and
- Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an entity's risk management strategies and the accounting treatment for instruments held as part of the risk management

Cash and cash equivalents are carried in the statement of financial position at face value. For the purpose of statement of cash flow, cash and cash equivalent comprise of cash at bank, cash in hand and cash held by staff as imprest.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

b) Standards issued but not yet effective (continued)

The following IPSAS were issued a couple of years ago and become effective in the dates

Standard issued but not effective	Effective for accounting period beginning on or after
IPSAS 41 Financial Instruments	1-Jan-23
IPSAS 42 Social Benefits	1-Jan-23
IPSAS 43 Leases	1-Jan-25
IPSAS 44 Non-current Assets Held for Sale and Discontinued Operations	1-Jan-25

c) Critical accounting estimates, judgments and assumptions

In the application of the accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other relevant factors. Such estimates and assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

The directors have made the following assumptions that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

(i) Fair value measurement and valuation process

In estimating the fair value of an asset or a liability, the Organization uses market-observable data to the extent if it is available. Where level 1 inputs are not available, the Organization enagages third party qualified valuers to perform the valuation techniques and input to the models.

(ii) Taxes

The Organization is subjected to several taxes and levies by various government and quasi-government regulatory bodies. As a rule of thumb, the Organization recognizes liabilities for the anticipated tax/levies payable with utmost care and diligence. However, significant judgment is usually required in the interpretation and applicability of those taxes /levies. Should it come to the attention of management, in one way or the other, that the initially recorded liability was erroneous, such differences will impact on the income and liabilities in the period in which such

(iii) Revenue recognition

In making their judgement, the directors considered the detailed criteria for the recognition of revenue from non exchange transactions (Transfers) as set out in IPSAS 23.

(iv) Equipment and investment property

Critical estimates are made by the management in determining depreciation rates and useful lives for equipment and investment property. The rates used are set out in the accounting policy under equipment and investment property.

(v) Useful lives of equipment and investment property

Management reviews the useful lives and residual values of the items of equipment and investment property on a regular basis. During the financial year, the directors determined no significant changes in the useful lives and residual values.

(vi) Operating lease commitments

The Organization reviews its non financial assets to assess the likelihood of impairment on an annual basis. In determining whether such assets are impaired, management makes judgments as to whether there are any conditions that indicate potential impairment of such assets.

The Organization has entered into leases over its premises. Management has determined that the Organization has not transfered substantially all the risks and rewards of ownership of these premises, therefore the leases have been classified as operating leases and accounted for accordingly.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

d) Revenue recognition

Revenue comprises the fair value of the consideration received from the donors, members and from performance of services in the ordinary course of business and is stated net of Value Added Tax (VAT), rebates and discounts.

The Organization recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when the specific criteria have been met for the Organization's activity. The amount of revenue is not considered to be reliably measured until all contingencies relating to the performance of services have been resolved.

e) Taxation

Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

Current tax liabilities (assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the tax authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and liabilities

A deferred tax liability is recognised for all taxable temporary differences, except to the extent that the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the transaction, affects neither accounting profit nor taxable profit/(tax loss).

A deferred tax asset is recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. A deferred tax asset is not recognised when it arises from the initial recognition of an asset or liability in a transaction at the time of the transaction, affects neither accounting profit nor taxable profit/(tax loss).

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

f) Translation of foreign currencies

A foreign currency transaction is recorded, on initial recognition in Tanzanian Shillings, by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

At the end of the reporting period:

- foreign currency monetary items are translated using the closing rate
- non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction and
- non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements are recognised in profit or loss in the period in which they arise.

The resulting differences from conversion and translation are dealt with in the statement of comprehensive income in the year in which they arise.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

g) Investment property

Revenue comprises the fair value of the consideration received from the donors, members and from performance of services in the ordinary course of business and is stated net of Value Added Tax (VAT), rebates and discounts.

Subsequent expenditure on investment property where such expenditure increases the future economic value in excess of the original assessed standard of performance is added to the carrying amount of the investment property. All other subsequent expenditure is recognized as an expense in the year in which it is incurred

h) Financial instruments

Financial assets and liabilities are recognised when the Organization becomes a party to the contractual provisions of the instrument. Management determines all classifications of financial assets at initial

Financial assets

The Organization's financial assets which include cash and cash equivalents, fall into the following categories:

(i) Loans and advances

Financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are classified as current assets where maturities are within 12 months of the statement of financial position date. All assets with maturities greater than 12 months after the statement of financial position date are classified as non-current assets. Such assets are carried at amortized cost using the effective interest rate method. Changes in the carrying amount are recognized in the

(ii) Held-to-maturity

Purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Organization commits to purchase or sell the asset.

Financial assets are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the statement of

Interest on overdue financial assets is recognized as it accrues.

Financial assets are derecognised when the rights to receive cash flows from the assets have expired or have been transferred and the Organization has transferred substantially all risks and rewards of ownership.

A financial asset is impaired if its carrying amount is greater than its estimated recoverable amount. Impairment of financial assets is recognised in the statement of comprehensive income under administrative expenses when there is objective evidence that the Organization will not be able to collect all amounts due per the original terms of the contract. Significant financial difficulties of the issuer, probability that the issuer will enter bankruptcy or financial reorganisation, default in payments and a prolonged declining fair value of the asset are considered indicators that the asset is impaired. Interest on overdue financial assets is recognised as it accrues.

The amount of the impairment loss is calculated as the difference between the assets carrying amount and the present values of expected future cash flows, discounted at the financial instrument's effective interest rate.

Subsequent recoveries of amounts previously written off/impaired are credited to the income statement/statement of changes in equity in the year in which they occur.

Gains and losses on disposal of assets whose changes in fair value were initially recognised in the statement of comprehensive income are determined by reference to their carrying amount and are taken into account in determining operating loss. On disposal of assets whose changes in fair value were initially recognised in equity, the gains/losses are recognised in the reserve, where the fair values were initially recognised. Any resultant surplus/deficit after the transfer of the gains/losses are transferred to retained earnings.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

h) Financial instruments (continued)

Management classifies financial assets as follows:

Fixed deposits are classified as held to maturity as the Organization has the intention and ability to hold these to maturity. These are carried at amortised cost. Cash and cash equivalents, trade and other receivables and tax recoverable are classified as loan and advances, and are carried at amortised

Management classify the fair values of financial assets based on the qualitative characteristics of the fair valuation as at the financial year end. The three hierarchy levels used by management are:

- **Level 1:** where fair values are based on non-adjusted quoted prices in active markets for identical financial assets.
- **Level 2:** where fair values are based on adjusted quoted prices and observable prices of similar financial assets.
- **Level 3:** where fair values are not based on observable market data.

Financial liabilities

The Organization's financial liabilities which include borrowing from related party and trade and other payables, fall into the following category:

- **Financial liabilities measured at amortized cost:** These include non interest borrowings from related party and trade and other payables. These are initially measured at fair value and subsequently measured at amortized cost, using the effective interest rate method.

Any difference between the proceeds (net of transaction costs) and the redemption value is recognised as interest expense in profit or loss under finance costs under the effective interest rate method.

Borrowings are initially recognised at fair value, net of transaction costs incurred and are subsequently stated at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised as interest expense in the statement of comprehensive income under

Fees associated with the acquisition of borrowing facilities are recognised as transaction costs of the borrowing to the extent that it is probable that some or all of the facilities will be acquired. In this case the fees are deferred until the draw down occurs. If it is not probable that some or all of the facilities will be acquired the fees are accounted for as prepayments under trade and other receivables and amortized over the period of the facility.

All financial liabilities are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the statement of financial position date.

Financial liabilities are derecognized when, and only when, the company's obligations are discharged, cancelled or expired.

Offsetting financial instruments

Revenue comprises the fair value of the consideration received from the donors, members and from performance of services in the ordinary course of business and is stated net of Value Added Tax (VAT), rebates and discounts.

Impairment of non financial assets

Non-financial assets that are carried at amortised cost are reviewed at the end of each reporting period for any indication that an asset may be impaired. If any such indication exists, an impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of asset's fair value less cost to sell and value in use.

Borrowings are initially recognised at fair value, net of transaction costs incurred and are subsequently stated at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the statement of comprehensive income. All other borrowing costs are recognised in profit or loss in the year in which they are incurred.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

h) Financial instruments (continued)

Financial liabilities (continued)

Trade and other payables

Trade and other payables are initially measured at fair value, and are subsequently measured at amortised cost, using the effective interest rate method.

Trade and other payables are classified as financial liabilities at amortised costs.

Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents comprise cash in hand and a

i) Comparatives

Where necessary, comparative figures have been adjusted/reclassified to conform with changes in presentation in the current year.

j) Equipment

Equipment are initially recorded at cost and thereafter stated at historical cost less depreciation. Historical cost comprises expenditure initially incurred to bring the asset to its location and condition

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

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using reducing balance method. The following annual rates are used for the

Asset	Rate %
Land	0
Building	5
Motor vehicles	37.5
Motor cycles	12.5
Bicycle	12.5
Computers	37.5
Furniture and Fittings	12.5

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at each statement of financial position date.

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

Gains and losses on disposal of assets are determined by comparing the proceeds with the carrying amount and are taken into account in determining profit before tax.

k) Deferred income

Deferred income represents the funds received from donors but not utilized by the end of reporting period and carried forward to the next period.

l) Provision for liabilities and charges

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

Revenue comprises the fair value of the consideration received from the donors, members and from performance of services in the ordinary course of business and is stated net of Value Added Tax (VAT),

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

j) Deferred income

Deferred income represents the funds received from donors but not utilized by the end of reporting period and carried forward to the next period.

k) Provision for liabilities and charges

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

Revenue comprises the fair value of the consideration received from the donors, members and from performance of services in the ordinary course of business and is stated net of Value Added Tax (VAT), rebates and discounts.

l) Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents comprises of cash in hand and in bank deposits held at call with banks and financial assets with maturity of less than 12 months, net of bank overdrafts (if any).

NOTES TO THE FINANCIAL STATEMENTS

	2022	2021
1 Local contributions	**TZS**	**TZS**
Membership fees	11,000,000	8,000,000
Mileage	11,357,500	4,822,000
Bank interest	196,202	4,146,830
Institutional ontribution	19,868,596	9,591,820
Level of effort	47,566,600	2,262,150
Voluntary contribution	3,191,000	5,140,000
Gift aid and donation	-	20,000,830
Cost sharing	19,300,150	7,292,300
Other income	2,634,588	46,000,000
	115,114,636	**107,255,930**
2 Income/Grants		
Grant income from donors		
- LANDESA Global	178,479,169	-
- BFTW Grants	695,403,937	569,648,446
- SDC via TOAM	58,132,499	23,000,000
- Seed Change	528,980,941	242,342,179
- FAO	22,715,700	146,630
Armotized capital grants	49,676,379	6,937,500
	1,533,388,625	**842,074,755**
3 Personnel costs		
Staff salaries	558,325,691	397,939,026
NSSF Contributions	55,787,570	39,613,905
Gratuity	55,787,570	39,613,904
Medical Insurance	75,294,934	18,178,492
Skills and Development Levy (SDL)	22,315,028	15,372,190
Worker's Compensation Fund (WCF)	3,066,338	2,944,118
	770,577,131	**513,661,635**
4 Program Cost		
(i) Leadership		
Public policy	6,270,790	57,311,884
Inception	-	5,020,000
Stakeholder engagement	1,615,000	13,605,000
Sub-total	**7,885,790**	**75,936,884**
(ii) Advocacy		
Policy dialogue	23,083,000	-
Policy engagement	15,489,500	15,787,400
Sub-total	**38,572,500**	**15,787,400**
(iii) Communication & public engagement		
Website & Branding	2,835,300	2,139,300
Documentation of achievements & experiences	920,000	-
Media engagement	-	7,294,300
Communication infrastructure	25,012,960	2,556,000
IEC	45,802,000	5,213,040
Sub-total	**74,570,260**	**17,202,640**

NOTES TO THE FINANCIAL STATEMENTS

		2022	2021
4	**Program Cost (continued)**	**TZS**	**TZS**
(iv)	**Capacity Building**		
	Strengthening staff capacity	18,897,900	8,179,250
	Strengthen members' capacity	52,543,200	54,289,200
	Strengthen farmers' capacity	147,196,898	45,720,594
	Sub-total	**218,637,998**	**108,189,044**
(v)	**Monitoring, Evaluation & Learning**		
	Routine MEL	65,846,214	52,555,200
	Work plan development	1,320,000	1,630,000
	Reflection meeting	34,737,050	40,519,300
	Sub-total	**101,903,264**	**94,704,500**
(vi)	**Management and Coordination**		
	Set up system	2,511,000	-
	Develop tools and format	4,558,000	-
	Trainning approval committee	1,225,000	-
	Call For SP grants application	1,859,400	-
	Proposal Approval	17,834,000	-
	Approval committee meeting	1,146,800	-
	Sub-total	**29,134,200**	**-**
(vii)	**VLUP and CCROs**		
	Survey land parcel	15,460,000	-
	Village land use plan	24,490,000	-
	CCROs	21,030,000	-
	Sub-total	**60,980,000**	**-**
	Total program cost	**531,684,012**	**311,820,468**
5	**Institutional Development**		
	Resource mobilization	1,440,000	5,279,200
		1,440,000	**5,279,200**
6	**Other administrative expenses**		
	Office rent	12,877,500	12,750,000
	Rates	-	11,800
	Stationery and supplies	3,995,000	2,287,700
	Office consumables & supplies	7,417,000	15,485,500
	Telecommunication	20,000	3,402,840
	Financial cost	6,669,934	11,883,149
	Office cleanliness	5,957,846	4,643,000
	Repair & maintenance	2,705,238	2,503,500
	Accessories	-	41,000
	Utility	2,304,519	1,716,558
	Office security	10,036,000	10,065,600
	Dues and subscription	1,125,000	2,100,000
	Postage & delivery	496,000	626,000
	Sub total	**53,604,037**	**67,516,647**

NOTES TO THE FINANCIAL STATEMENTS

	2022	2021
6 Other Administrative expenses (continued)	**TZS**	**TZS**
Administrative travel	9,728,600	7,988,000
Internet	12,094,136	6,000,000
Fire and safety	450,000	506,250
Legal fee	50,000	50,000
Vehicle maintenance	13,535,120	4,142,000
Vehicle fuel	5,655,000	3,831,800
Vehicle insurance	15,686,894	6,553,500
Depreciation	98,991,771	8,713,668
Cost share	51,300,000	7,292,300
Level of effort	47,566,600	-
Field assistant	27,000,000	-
Instutional cost	19,563,856	3,228,400
Charitable contributions	40,000	320,000
Grant capital purchase	-	5,850,000
Audit and other professional fee	20,626,383	14,860,000
Sub total	**322,288,360**	**69,335,918**
Total other administrative expenses	**375,892,397**	**136,852,565**

7 Trade and other receivables

Advance receivable	370,000	-
Staff Imprest	2,185,000	-
Prepaid health insurance	58,731,847	54,535,474
Membership Fees	14,820,000	11,670,000
Gratuity receivable	2,408,907	-
Grants receivable	240,000	-
Inter project advances	-	3,000,000
	78,755,754	**69,205,474**

The carrying amounts of the Organization's trade and other receivables are denominated in Tanzania Shillings.

In the opinion of the directors, the carrying amounts of trade and other receivables approximate to their fair value.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable mentioned above. The

8 Cash and cash equivalents

Cash in hand	1,420,052	847,584
Cash at bank	1,475,252,619	579,524,666
	1,476,672,671	**580,372,250**

For the purpose of the statement of cash flows, the year end cash and cash equivalents comprise the above.

The carrying amounts of cash and cash equivalents are denominated in the following currencies:

Tanzania Shillings	1,476,672,671	580,372,250
	1,476,672,671	**580,372,250**

The Organization is not exposed to credit risk on bank balances as these are held with a sound financial institution.

NOTES TO THE FINANCIAL STATEMENTS

9 Plant, Property and Equipment

PARTICULARS	LAND	BUILDING IN PROGRESS	VEHICLES	COMPUTER	FURNITURE & FITTINGS	TOTAL
Year ended 31 December 2022	**TZS**	**TZS**	**TZS**	**TZS**	**TZS**	**TZS**
Cost						
At start of the year	87,736,203	22,815,758	176,282,309	71,178,182	20,499,872	378,512,324
Additions	-	804,929,135	229,886,238	3,200,000	340,000	1,038,355,373
Revaluation surplus	-	-	99,636,003	-	-	99,636,003
At end of the year	**87,736,203**	**827,744,893**	**505,804,550**	**74,378,182**	**20,839,872**	**1,516,503,701**
Depreciation						
At start of the year	-	-	158,418,312	46,643,075	9,185,256	214,246,643
Charge during the year	-	-	93,338,879	4,735,539	917,353	98,991,771
At end of the year	**-**	**-**	**251,757,191**	**51,378,614**	**10,102,609**	**313,238,414**
Net book value	**87,736,203**	**827,744,893**	**254,047,359**	**22,999,568**	**10,737,263**	**1,203,265,287**
Year ended 31 December 2021						
Cost						
At start of the year	87,736,203	4,000,000	176,282,309	46,618,899	15,999,872	330,637,283
Additions	-	18,815,758	-	17,340,000	4,500,000	40,655,758
Transfer from USDA	-	-	-	41,805,000	-	41,805,000
Disposal and written off	-	-	-	(34,585,717)	-	(34,585,717)
At end of the year	**87,736,203**	**22,815,758**	**176,282,309**	**71,178,182**	**20,499,872**	**378,512,324**
Depreciation						
At start of the year	-	-	158,418,312	40,880,013	7,573,997	206,872,322
Charge during the year	-	-	-	7,102,409	1,611,259	8,713,668
Transfer from USDA	-	-	-	27,561,958	-	27,561,958
Disposal and written off	-	-	-	(28,901,305)	-	(28,901,305)
At end of the year	**-**	**-**	**158,418,312**	**46,643,075**	**9,185,256**	**214,246,643**
Net book value	**87,736,203**	**22,815,758**	**17,863,997**	**24,535,107**	**11,314,616**	**164,265,682**

NOTES TO THE FINANCIAL STATEMENTS

		2022	2021
10	**Trade and other payables**	**TZS**	**TZS**
	Telephone, communication and internet	-	1,702,840
	Audit fee	4,500,000	5,860,000
	Other payables	-	3,000,000
	Deffered revenue	2,258,967,265	548,105,538
	Refundable deposit payable	172,905	102,205
		2,263,640,170	**558,770,583**
11	**Other long term liabilities**		
	Gratuity payable	82,688,969	33,883,399
		82,688,969	33,883,399

In the opinion of the directors, the carrying amounts of trade and other payables approximate to their fair value.

The carrying amounts of trade and other payables are denominated in the following currencies:

Tanzania Shillings	2,263,640,168	558,770,583
US Dollars	-	-
	2,263,640,168	**558,770,583**

		2022	2021
12	**Cash flow from operating activities**		
	(Deficit) for the year	(31,090,274)	(18,283,183)
	Adjustment for non Cash items:		
	Depreciation	98,991,771	8,713,668
	Prior year adjustments	17,412	(1,194,629)
	Gift, aid and donation	-	(19,473,593)
	Loss on disposal	-	2,481,675
	Transfer to deferred income	(60,797,848)	-
		7,121,061	**(27,756,062)**
	Working capital changes:		
	(Increase)/Decrease in trade and receivables	(9,550,280)	(47,110,474)
	Increase/(Decrease) in trade and payables	1,704,869,584	389,762,844
	Net cash flow from operating activities	**1,702,440,364**	**314,896,308**
13	**Deffered capital grant**		
	At start of the year	14,562,500	5,757,788
	Capital grant received during the year	233,086,238	21,500,000
	Amortisation to other income (Note 2)	-	(5,757,788)
	Amortisation to income (Note 2)	(49,676,379)	(6,937,500)
	At end of the year	**197,972,359**	**14,562,500**

14 Share Capital

PELUM - Tanzania registered as Non-Governmental Organization, under NGO ACT Section 11(3) of Act no . 24 of 2002. Thus, PELUM -Tanzania does not have share capital.

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

PROJECT STATEMENT OF COMPREHENSIVE INCOME FOR PELUM TANZANIA

	Notes	2022	2021
Income		**TZS**	**TZS**
Local contributions	1	95,733,458	99,963,630
Total income		**95,733,458**	**99,963,630**
Expenditures			
Personnel costs	2	-	-
Program cost	3	5,027,664	50,611,514
Institutional development	4	1,440,000	5,279,200
Other administration expenses	5	120,404,638	26,378,315
Total expenditure		**126,872,302**	**82,269,029**
Surplus/Deficit for the year		**(31,138,844)**	**17,694,601**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 31 to 34 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR THE PROJECT FOR PELUM TANZANIA

ASSETS	**Notes**	**2022**	**2021**
Non - current assets		**TZS**	**TZS**
Property and equipment	9	184,104,937	133,444,324
Total Non - Current Assets		**184,104,937**	**133,444,324**
Current assets			
Trade and other receivables	6	19,688,907	14,670,000
Cash and cash equivalents	7	93,241,677	33,720,510
Total current assets		**112,930,584**	**48,390,510**
TOTAL ASSETS		**297,035,521**	**181,834,834**
EQUITY AND LIABILITIES			
Equity			
Retained earnings		114,709,849	144,951,435
Revaluation reserve		99,636,003	-
Total Equity		**214,345,852**	**144,951,435**
Non current liabilities			
Long term liabilities	10	82,688,969	33,883,399
Total Non-Current Liabilities		**82,688,969**	**33,883,399**
Current liabilities			
Trade and other payables	8	700	3,000,000
Total Current Liabilities		**700**	**3,000,000**
TOTAL EQUITY AND LIABILITIES		**297,035,521**	**181,834,834**

The financial statements on pages 27 to 34 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 31 to 34 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PTZ STATEMENT OF CHANGES IN RESERVE FOR THE YEAR

	Revaluation reserve	**Retained earnings**	**Total**
As at 31 December 2022	**TZS**	**TZS**	**TZS**
Surplus brought forward	-	144,951,435	144,951,435
Transfer from USDA	-	897,258	897,258
Prior year adjustments	-	-	-
Surplus for the year	-	(31,138,844)	(31,138,844)
Revaluation surplus	99,636,003	-	99,636,003
Accummulated surplus	**99,636,003**	**114,709,849**	**214,345,852**
As at 31 December 2021			
Surplus brought forward	-	128,534,071	128,534,071
Prior year adjustments	-	(1,277,237)	(1,277,237)
Surplus for the year	-	17,694,601	17,694,601
Accummulated surplus	**-**	**144,951,435**	**144,951,435**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 31 to 34 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CASH FLOWS FOR PELUM TANZANIA

	Notes	2022	2021
Cash flow from operating activities		**TZS**	**TZS**
Cash generated in operations	11	11,055,598	(973,386)
Tax paid		-	-
Net cash flow from operating activities		**11,055,598**	**(973,386)**
Cash flow from investing activities:			
Acquisition of non current assets		(340,000)	(2,896,900)
Proceedings from disposal		-	2,675,500
Adjustment for long term liabilities		48,805,569	9,317,312
Net Cash flow from Investing activities		**48,465,569**	**9,095,912**
Cash flow from financing activities:			
Capital Grants		-	-
Capital Fund		-	-
Net cash flow from financing activities		**-**	**-**
Net Increase/Decrease in Cash and Cash Equivalents		**59,521,167**	**8,122,526**
Cash and cash equivalents at the start of the year		33,720,510	25,597,984
Net Increase/Decrease in cash and cash equivalents		59,521,167	8,122,526
Cash and cash equivalents at the end of the year		**93,241,677**	**33,720,510**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 31 to 34 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR PELUM TANZANIA

	2022 TZS	2021 TZS
1 Local contributions		
Membership fees	11,000,000	8,000,000
Mileage	11,357,500	4,822,000
Bank Interest	115,174	4,146,830
Institutional contribution	19,868,596	9,591,820
Level of effort	47,566,600	2,262,150
Voluntary contribution	3,191,000	5,140,000
Gift aid and donation	-	20,000,830
Other income	2,634,588	46,000,000
	95,733,458	**99,963,630**

2 Personnel costs		
Staff salaries	-	-
NSSF employer's expense	-	-
Gratuity expense	-	-
Medical expenses	-	-
Worker's compensation fund	-	-
	-	**-**

3 Program Cost		
(i) Networking & Collaboration		
Networking	270,000	2,460,920
Leaning visit	-	-
Sub-total	270,000	2,460,920
(ii) Communication & Public Engagement	-	**-**
Website & Branding	-	800,000
IEC	-	-
Sub-total	-	800,000
(iv) Capacity Building		
Strengthening Staff Capacity	60,000	
Strengthen Members' Capacity	-	
Strengthen Farmers' Capacity	4,390,000	45,720,594
Sub-total	4,450,000	45,720,594
(v) Monitoring, Evaluation & Learning		
Work plan Development	307,664	1,630,000
Sub-total	**307,664**	**1,630,000**
Total program Cost	**5,027,664**	**50,611,514**

NOTES TO THE FINANCIAL STATEMENTS FOR PELUM TANZANIA (CONTINUED)

		2022	2021
4	**Institutional Development**	**TZS**	**TZS**
	Resource mobilization	1,440,000	5,279,200
		1,440,000	**5,279,200**

5	**Other administration expenses**		
	Rates	-	11,800
	Stationery and supplies	84,000	213,600
	Office consumables & supplies	2,098,000	1,533,000
	Financial cost	747,564	3,302,697
	Office Cleanliness	-	295,000
	Repair & Maintenance	1,150,000	402,000
	Accessories	-	41,000
	Utility	185,000	237,000
	Dues & subscriptions	1,125,000	2,100,000
	Administrative travel	420,000	1,285,000
	Postage and delivery	-	295,500
	Fire and safety	-	506,250
	Legal fee	50,000	50,000
	Vehicle maintenance	5,895,300	1,032,000
	Vehicle Insurance	6,399,600	4,545,000
	Depreciation	49,315,391	1,776,168
	Cost Share	51,300,000	7,292,300
	Assistance to Individual &PPP	-	-
	Charitable contributions	40,000	320,000
	Audit fee	1,594,783	1,140,000
		120,404,638	**26,378,315**

6	**Trade and other receivables**		
	Advance receivable	370,000	-
	Staff imprest	2,090,000	-
	Membership fees	14,820,000	11,670,000
	Prepaid expenses:-NGO fee	2,408,907	-
	Loan receivable	-	3,000,000
		19,688,907	**14,670,000**

7	**Cash and cash equivalents**		
	Cash in hand	159,600	39,050
	Cash at bank	93,082,077	33,681,460
		93,241,677	**33,720,510**

NOTES TO THE FINANCIAL STATEMENTS FOR PELUM TANZANIA (CONTINUED)

	2022 TZS	2021 TZS
8 Trade and other payables		
Audit Fees	-	-
Other payables	700	3,000,000
	700	**3,000,000**
10 Long term liabilities		
Gratuity payables	82,688,969	33,883,399
	82,688,969	**33,883,399**
11 Cash flow from operating activities		
Surplus/(Deficit) for the year	(31,138,844)	17,694,601
Adjustment for non Cash items:		
Depreciation	49,315,391	1,776,168
Prior year adjustment	-	(1,277,237)
Gift, aid and donation	897,258	(19,473,593)
Revaluation surplus	-	-
Loss on disposal	-	2,481,675
Net cash flow from operating activities before working Capita	**19,073,805**	**1,201,614**
Working Capital changes:		
Increase/(Decrease) in receivables	(5,018,907)	1,050,000
Increase/(Decrease) in long term liabilities	-	-
Increase/(Decrease) in payables	(2,999,300)	(3,225,000)
Net cash flow from operating activities	**11,055,598**	**(973,386)**

NOTES TO THE FINANCIAL STATEMENTS

9 Plant, Property and Equipment

PARTICULARS	LAND	BUILDING IP	VEHICLES	COMPUTER	FURNITURE & FITTINGS	TOTAL
	TZS	TZS	TZS	TZS	TZS	TZS
Year ended 31 December 2022						
Cost						
At start of the year	87,736,203	6,556,900	176,282,309	54,178,182	15,999,872	340,753,466
Additions	-	-	-	-	340,000	340,000
Revaluation surplus	-	-	99,636,004	-	-	99,636,004
At end of the year	**87,736,203**	**6,556,900**	**275,918,313**	**54,178,182**	**16,339,872**	**440,729,470**
Depreciation						
At start of the year	-	-	158,418,312	40,268,075	8,622,756	207,309,143
Charge during the year	-	-	44,062,500	4,335,539	917,352	49,315,391
At end of the year	**-**	**-**	**202,480,812**	**44,603,614**	**9,540,108**	**256,624,533**
Net book value	**87,736,203**	**6,556,900**	**73,437,501**	**9,574,568**	**6,799,764**	**184,104,937**
Year ended 31 December 2021						
Cost						
At start of the year	87,736,203	4,000,000	176,282,309	46,618,899	15,999,872	330,637,283
Additions	-	2,556,900	-	340,000	-	2,896,900
Transfer from USDA	-	-	-	41,805,000	-	41,805,000
Disposal and written off	-	-		- 34,585,717	-	(34,585,717)
At end of the year	**87,736,203**	**6,556,900**	**176,282,309**	**54,178,182**	**15,999,872**	**340,753,466**
Depreciation						
At start of the year	-	-	158,418,312	40,880,013	7,573,997	206,872,322
Charge during the year	-			727,409	1,048,759	1,776,168
Transfer from USDA	-			27,561,958	-	27,561,958
Disposal and written off	-			(28,901,305)	-	(28,901,305)
At end of the year	**-**	**-**	**158,418,312**	**40,268,075**	**8,622,756**	**207,309,143**
Net book value	**87,736,203**	**6,556,900**	**17,863,997**	**13,910,107**	**7,377,116**	**133,444,324**

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

SMALL PROJECTS (IMARIKA PROJECT)

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR SMALL PROJECTS (IMARIKA PROJECT)

	Notes	2022	2021
Income		**TZS**	**TZS**
Local contributions	1	-	-
Grant income	2	372,655,599	128,055,867
Total income		**372,655,599**	**128,055,867**
Expenditures			
Personnel costs	3	222,771,346	77,648,334
Program cost	4	70,305,400	6,880,000
Other administrative expenses	5	79,578,853	15,786,243
Total expenditure		**372,655,599**	**100,314,577**
Surplus/Deficit for the year		**-**	**27,741,290**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 39 to 42 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR SMALL PROJECTS (IMARIKA PROJECT)

ASSETS	**Notes**	**2022**	**2021**
Non - current assets		**TZS**	**TZS**
Equipment		106,470,160	14,562,500
Total non - current assets		**106,470,160**	**14,562,500**
Current assets			
Trade and other receivables	6	16,526,995	18,839,327
Cash and cash equivalents	7	617,092,967	87,044,436
Total current assets		**633,619,962**	**105,883,763**
TOTAL ASSETS		**740,090,122**	**120,446,263**
EQUITY AND LIABILITIES			
Equity			
Members fund		100,000	100,000
Retained earnings		-	27,741,290
Total equity		**100,000**	**27,841,290**
Non-current liabilities			
Deferred capital grants	10	106,470,160	14,562,500
Other long term liabilities	11	-	-
Total non-current liabilities		**106,470,160**	**14,562,500**
Current liabilities			
Trade and other payables	8	633,519,962	78,042,473
Total current liabilities		**633,519,962**	**78,042,473**
TOTAL EQUITY AND LIABILITIES		**740,090,122**	**120,446,263**

The financial statements on pages 35 to 42 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinat		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 39 to 42 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CHANGES IN RESERVE FOR SMALL PROJECTS (IMARIKA PROJECT)

	2022 TZS	2021 TZS
Surplus brought forward	27,841,290	-
Prior year adjustments	-	-
Members fund	-	100,000
Surplus/Deficit for the year	-	27,741,290
Transfer to deferred income	(27,741,290)	-
Accumulated surplus	**100,000**	**27,841,290**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 39 to 42 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CASH FLOWS FOR SMALL PROJECTS (IMARIKA PROJECT)

		2022	2021
Cash flow from operating activities	**Notes**	**TZS**	**TZS**
Cash generated in operations	9	566,653,168	93,881,936
Tax paid		-	-
Net cash flow from operating activities		**566,653,168**	**93,881,936**
Cash flow from investing activities:			
Acquisition of non current assets		(128,512,296)	(21,500,000)
Increase of long term liabilities		-	-
Net cash flow from investing activities		**(128,512,296)**	**(21,500,000)**
Cash flow from financing Activities:			
Capital grants		91,907,660	14,562,500
Members fund		-	100,000
Net Cash flow from financing Activities		**91,907,660**	**14,662,500**
Net Increase/Decrease in Cash and Cash Equivalents		**530,048,531**	**87,044,436**
Cash and Cash Equivalents at the Start of the year		**87,044,436**	**-**
Cash and Cash Equivalents at the end of the year		**617,092,967**	**87,044,436**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 46 to 48 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR SMALL PROJECTS (IMARIKA PROJECT)

	2022 TZS	2021 TZS
1 Local contributions		
Other income	-	-
	-	**-**
2 Income/Grants		
Grant income from BftW for:		
- Small projects	336,050,962	121,118,367
- Armotised capital grant income	36,604,637	6,937,500
	372,655,599	**128,055,867**
3 Personnel costs		
Staff salaries	159,336,272	57,278,136
NSSF employer's expense	15,933,627	5,727,814
Gratuity expense	15,933,627	5,727,814
WCF contribution	877,710	343,668
SDL employer's expense	6,373,451	2,291,126
Medical expenses	24,316,659	6,279,776
	222,771,346	**77,648,334**
4 Program Cost		
(i) Networking & Collaboration		
Networking	-	-
Leaning visit	-	6,880,000
Sub-total	**-**	**6,880,000**
(ii) Advocacy		
Policy dialogue	-	-
Policy engagement	-	-
Sub-total	**-**	**-**
(iii) Communication & Public Engagement		
Website & branding	-	-
Documentation of achievements & experiences	-	-
Media engagement	-	-
IEC	-	-
Sub-total	**-**	**-**
(iv) Capacity Building		
Strengthening staff capacity	2,660,000	-
Strengthen members' capacity	25,103,200	-
Strengthen farmers' capacity	-	-
Sub-total	**27,763,200**	**-**

NOTES TO THE FINANCIAL STATEMENTS FOR SMALL PROJECTS (CONTINUED)

		2022 TZS	2021 TZS
4	**Program Cost (continued)**		
(v)	**Monitoring, Evaluation & Learning**		
	Routine MEL	12,088,000	-
	Work plan development	1,320,000	-
	Sub-total	**13,408,000**	**-**
(vi)	**Management and Coordination**		
	Set up system	2,511,000	
	Develop tools and format	4,558,000	-
	Trainning approval committee	1,225,000	-
	Call for SP grants application	1,859,400	-
	Proposal approval	17,834,000	
	Approval committee meeting	1,146,800	-
	Sub-total	**29,134,200**	**-**
	Total program cost	**70,305,400**	**6,880,000**
5	**Other administrative expenses**		
	Office rent	6,438,750	-
	Stationery and supplies	3,009,000	122,000
	Office consumables & supplies	2,351,000	130,000
	Telecommunication	-	852,840
	Financial cost	455,328	115,203
	Office cleanliness	2,554,000	639,500
	Repair & maintenance	1,240,238	-
	Utility	465,000	200,000
	Office security	1,699,200	1,699,200
	Administrative travel	1,205,000	3,190,000
	Internet	4,439,998	-
	Fire and safety	450,000	-
	Vehicle maintenance	1,875,652	300,000
	Vehicle fuel	1,089,000	200,000
	Vehicle insurance	5,100,550	-
	Audit fee	10,601,500	1,400,000
	Depreciation	36,604,637	6,937,500
		79,578,853	**15,786,243**
6	**Trade and other receivables**		
	Staff Imprest	95,000	-
	Prepaid expenses	16,431,995	18,839,327
		16,526,995	**18,839,327**

NOTES TO THE FINANCIAL STATEMENTS FOR SMALL PROJECTS (CONTINUED)

		2022	2021
7	**Cash and cash equivalents**	**TZS**	**TZS**
	Cash in hand	453,937	48,000
	Cash at bank	616,639,030	86,996,436
		617,092,967	**87,044,436**

8	**Trade and other payables**		
	Deffered revenue	631,719,962	75,789,633
	Audit Fee	1,800,000	1,400,000
	Telephone bill	-	852,840
		633,519,962	**78,042,473**

9	**Cash flow from operating activities**		
	Surplus/(Deficit) for the year	-	27,741,290
	Adjustment for non cash items:		
	Depreciation	36,604,637	6,937,500
	Prior year adjustment	-	-
	Understated surplus	-	-
	Change of net assets	**-**	**-**
	Net cash flow from operating activities before working	**36,604,637**	**34,678,790**
	Working capital changes:		
	Increase/(decrease) in receivables	2,312,332	(18,839,327)
	Increase/(decrease) in long term liabilities	-	-
	Increase/(decrease) in payables	555,477,489	78,042,473
	Transfer to deferred income	(27,741,290)	
	Net cash flow from operating activities	**566,653,168**	**93,881,936**

		2022	2021
10	**Deffered capital grant**	**TZS**	**TZS**
	At start of the year	14,562,500	-
	Grant received during the year	128,512,296	21,500,000
	Amortisation	(36,604,637)	(6,937,500)
	At end of the year	**106,470,160**	**14,562,500**

NOTES TO THE FINANCIAL STATEMENTS FOR SMALL PROJECTS (CONTINUED)

11 Equipment's

Year ended 31 December 2022	**COMPUTERS TZS**	**FURNITURES TZS**	**VEHICLES TZS**	**TOTAL TZS**
Cost				
At start of the year	17,000,000	4,500,000	-	21,500,000
Additions	-	-	128,512,296	128,512,296
At end of the year	**17,000,000**	**4,500,000**	**128,512,296**	**150,012,296**
Depreciation				
At start of the year	6,375,000	562,500	-	6,937,500
Charge during the year	3,984,375	492,188	32,128,074	36,604,637
At end of the year	**10,359,375**	**1,054,688**	**32,128,074**	**43,542,137**
Net book value	**6,640,625**	**3,445,313**	**96,384,222**	**106,470,160**
Year ended 31 December 2021 (Restated)				
Cost				
At start of the year	-	-	-	-
Additions (Restated)	17,000,000	4,500,000	-	21,500,000
At end of the year	**17,000,000**	**4,500,000**	**-**	**21,500,000**
Depreciation				
At start of the year	-	-	-	-
Charge during the year (restated)	6,375,000	562,500	-	6,937,500
At end of the year	**6,375,000**	**562,500**	**-**	**6,937,500**
Net book value	**10,625,000**	**3,937,500**	**-**	**14,562,500**

Restatement

In 2021 the cost incurred on Small Project to purchase computers and furniture's were expensed as required by the donor on donor project report, as a result the same treatment was assumed when preparing the organization report. However, due to the fact that the donor will not take the assets from the organization at the end of the project, then it become worthwhile to capitalize the assets in the organization financial statements because no specific condition was attached to assets that the organization will breach to disqualify from capitalizing the assets.

Effect of restatement

The effect on equipment's is as indicated on the equipment note above.

Effect on profit for the year

Decrease of expenses (procurements)	21,500,000
Increase of depreciation (charge for the year)	(6,937,500)
Decrease of grant income (transfer to capital grany	(21,500,000)
Increase of armotized capital grant	6,937,500
Increase/(decrease) of profit for the year	**-**

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

BREAD FOR THE WORLD (BftW) PHASE II PROJECT

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR BftW PHASE II PROJECT

	Notes	2022	2021
Income		**TZS**	**TZS**
Local contributions	1	19,300,150	5,292,300
Grant income	2	351,651,772	429,390,191
Total income		**370,951,922**	**434,682,491**
Expenditures			
Personnel costs	3	174,778,044	207,751,942
Program cost	4	178,599,248	179,772,390
Other administrative expenses	5	17,574,630	50,659,373
Total expenditure		**370,951,922**	**438,183,705**
Surplus/Deficit for the year		**-**	**(3,501,214)**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 46 to 48 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR BftW PHASE II PROJECT

	Notes	2022	2021
ASSETS			
Non - current assets		**TZS**	**TZS**
Property and equipment		-	-
Total non - current assets		**-**	**-**
Current assets			
Trade and other receivables	6	18,253,439	10,121,802
Cash and cash equivalents	7	223,002,393	71,351,902
Total current assets		**241,255,832**	**81,473,704**
TOTAL ASSETS		**241,255,832**	**81,473,704**
EQUITY AND LIABILITIES			
Equity			
Reserves		-	29,776,656
Total Equity		**-**	**29,776,656**
Non-current liabilities			
Long term liabilities		-	-
Total non-current liabilities		**-**	**-**
Current liabilities			
Trade and other payables	8	241,255,832	51,697,048
Total current liabilities		**241,255,832**	**51,697,048**
TOTAL EQUITY AND LIABILITIES		**241,255,832**	**81,473,704**

The financial statements on pages 43 to 48 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 46 to 48 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CHANGES IN RESERVE FOR BftW PHASE II PROJECT

	2022 TZS	2021 TZS
Surplus brought forward	29,776,656	33,277,870
Prior year adjustments	-	-
Surplus/Deficit for the year	-	(3,501,214)
Understated surplus	-	-
Transfer to deferred income	(29,776,656)	-
Accummulated Surplus	**-**	**29,776,656**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 46 to 48 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CASH FLOWS FOR BftW PHASE II PROJECT

	Notes	2022 TZS	2021 TZS
Cash flow from operating activities			
Cash generated in operations	9	151,650,491	(25,793,807)
Tax paid		-	-
Net cash flow from operating activities		**151,650,491**	**(25,793,807)**
Cash flow from investing activities:			
Acquisition of non current assets		-	-
Adjustment for long term liabilities		-	-
Net Cash flow from Investing activities		**-**	**-**
Cash flow from financing activities:			
Deferred revenue		-	-
Long term liabilities		-	-
Net cash flow from financing activities		**-**	**-**
Net Increase/Decrease in cash and cash equivalents		**151,650,491**	**(25,793,807)**
Cash and cash equivalents at the start of the year		71,351,902	97,145,709
Cash and cash equivalents at the end of the year		**223,002,393**	**71,351,902**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 46 to 48 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR BftW PHASE II PROJECT

	2022 TZS	2021
1 Local contributions		
Other income	19,300,150	5,292,300
	19,300,150	**5,292,300**
2 Income/Grants		
Grant income from BftW for:		
- Our seeds our rights	351,651,772	429,390,191
	351,651,772	**429,390,191**
3 Personnel costs		
Staff salaries	126,462,544	162,501,952
NSSF employer's expense	12,601,255	16,070,196
Gratuity expense	12,601,255	16,070,196
WCF Contribution	684,029	1,386,715
SDL employer's expense	5,040,502	8,348,949
Medical Expenses	17,388,459	3,373,934
	174,778,044	**207,751,942**
4 Program Cost		
(i) Networking & Collaboration		
Networking	-	54,123,500
Leaning visit	-	-
Sub-total	**-**	**54,123,500**
(ii) Advocacy		
Policy dialogue	23,083,000	-
Policy Engagement	15,489,500	15,787,400
Sub-total	**38,572,500**	**15,787,400**
(iii) Communication & Public Engagement		
Website & Branding	2,835,300	1,339,300
Documentation of achievements & experiences	920,000	-
Media engagement	-	7,048,800
IEC	24,355,000	5,213,040
Sub-total	**28,110,300**	**13,601,140**
(iv) Capacity Building		
Strengthening staff capacity	16,177,900	8,179,250
Strengthen members' capacity	7,080,000	47,181,600
Strengthen farmers' capacity	50,918,348	-
Sub-total	**74,176,248**	**55,360,850**

NOTES TO THE FINANCIAL STATEMENTS FOR BftW PHASE II PROJECT(CONTINUED)

		2022 TZS	2021 TZS
4	**Program cost (continued)**		
(v)	**Monitoring, evaluation & learning**		
	Routine MEL	7,865,150	10,620,200
	Reflection meeting	29,875,050	30,279,300
	Sub-total	**37,740,200**	**40,899,500**
	Total program cost	**178,599,248**	**179,772,390**
5	**Other administrative expenses**		
	Office rent	-	10,625,000
	Stationery and supplies	772,000	1,562,500
	Office consumables & supplies	299,000	1,822,500
	Financial cost	1,035,017	1,776,215
	Office cleanliness	625,000	2,030,500
	Repair & maintenance	315,000	1,616,500
	Utility	355,119	512,758
	Office security	1,699,200	5,817,600
	Administrative travel	-	3,483,000
	Internet	908,026	6,000,000
	Postage and delivery	-	155,000
	Vehicle maintenance	2,586,168	1,406,000
	Vehicle fuel	3,250,000	3,631,800
	Audit fee	5,730,100	10,220,000
		17,574,630	**50,659,373**
6	**TRADE AND OTHER RECEIVABLES**		
	Prepaid expenses	18,253,439	10,121,802
		18,253,439	**10,121,802**
7	**CASH AND CASH EQUIVALENTS**		
	Cash in hand	263,773	417,392
	Cash at bank	222,738,620	70,934,510
		223,002,393	**71,351,902**

NOTES TO THE FINANCIAL STATEMENTS FOR BftW PHASE II PROJECT

		2022	2021
8	**Trade and other payables**	**TZS**	**TZS**
	Deffered revenue	241,255,832	50,847,048
	Telephone bill	-	850,000
		241,255,832	**51,697,048**

9	**Cash flow from operating activities**		
	Surplus/(Deficit) for the year	-	(3,501,214)
	Adjustment for non Cash items:		
	Depreciation	-	-
	Prior year adjustment	-	-
	Understated Surplus	-	-
	Transfer to deferred income	(29,776,656)	**-**
	Net cash flow from operating activities before working	**(29,776,656)**	**(3,501,214)**
	Working Capital changes:		
	Increase/(Decrease) in Receivables	(8,131,637)	(5,871,802)
	Increase/(Decrease) in Long Term Liabilities	-	-
	Increase/(Decrease) in Payables	189,558,784	(16,420,791)
	Net cash flow from operating activities	**151,650,491**	**(25,793,807)**

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

EOA PROJECT

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR EOA PROJECT

		2022	2021
Income	**Notes**	**TZS**	**TZS**
Grant income	1	58,132,499	23,000,000
Total income		**58,132,499**	**23,000,000**
Expenditures			
Program cost	2	49,784,960	19,835,600
Institutional development	3	-	-
Other administrative expenses	4	8,347,539	3,404,191
Total expenditure		**58,132,499**	**23,239,791**
Deficit for the year		**-**	**(239,791)**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 53-54 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR EOA PROJECT

ASSETS	**Notes**	**2022**	**2021**
Non - current assets		**TZS**	**TZS**
Property and equipment		-	-
Total non - current assets		**-**	**-**
Current assets			
Cash and cash equivalents	6	20,616,441	-
Total current assets		**20,616,441**	**-**
TOTAL ASSETS		**20,616,441**	**-**
EQUITY AND LIABILITIES			
Equity			
Reserves		(102,205)	(102,205)
Total equity		**(102,205)**	**(102,205)**
Current liabilities			
Trade and other payables	5	20,718,646	102,205
Total current liabilities		**20,718,646**	**102,205**
TOTAL EQUITY AND LIABILITIES		**20,616,441**	**-**

The financial statements on pages 49 to 53 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinato		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 53-54 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CHANGES IN RESERVE FOR EOA PROJECT

	2022 TZS	2021 TZS
Surplus brought forward	(102,205)	137,586
Prior year adjustments	-	-
Deficit for the year	-	(239,791)
Overstated Surplus	-	-
Accummulated surplus	**(102,205)**	**(102,205)**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 53-54 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF CASH FLOWS FOR EOA PROJECT

		2022	2021
Cash flow from operating activities	**Notes**	**TZS**	**TZS**
Cash generated in operations	7	20,616,441	(137,586)
Tax paid		-	-
Net cash flow from operating activities		**20,616,441**	**(137,586)**
Cash flow from investing activities:			
Acquisition of non current assets		-	-
Adjustment for Long term Liabilities		-	(102,205)
Net Cash flow from Investing activities		**-**	**(102,205)**
Cash flow from financing Activities:			
Capital Grants		-	-
Capital Fund		-	-
Net Cash flow from financing Activities		-	-
Net Increase/Decrease in Cash and Cash Equivalents		**20,616,441**	**(239,791.00)**
Cash and Cash Equivalents at the Start of the year		-	239,791.00
Cash and Cash Equivalents at the end of the year		**20,616,441**	-

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 53-54 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR EOA PROJECT

		2022 TZS	2021 TZS
1	**Income/Grants**		
	Grants from other donors(SDC via TOAM)	58,132,499	23,000,000
		58,132,499	**23,000,000**
2	**Program Cost**		
(i)	**Communication & public engagement**		
	Communication infrastructure	25,012,960	2,556,000
	Sub-total	**25,012,960**	**2,556,000**
(ii)	**Capacity Building**		
	Strengthen members' capacity	20,360,000	7,107,600
	Sub-total	**20,360,000**	**7,107,600**
(iii)	**Monitoring, Evaluation & Learning**		
	Routine MEL	-	5,852,000
	Reflection meeting	4,412,000	4,320,000
	Sub-total	**4,412,000**	**10,172,000**
	Total program cost	**49,784,960**	**19,835,600**
3	**Institutional development**		
	Resource mobilization	-	-
		-	**-**
4	**Other administrative expenses**		
	Financial cost	273,837	175,791
	Institutional cost	8,073,702	3,228,400
		8,347,539	**3,404,191**
5	**Trade and other payables**		
	Bank deposit refundable to PELUM Tanzania	122,205	102,205
	Diferred revenue	20,596,441	-
		20,718,646	**102,205**
6	**Cash and cash equivalents**		
	Cash in hand	-	-
	Cash at bank	20,616,441	-
		20,616,441	**-**

NOTES TO THE FINANCIAL STATEMENTS FOR EOA PROJECT (CONTINUED)

	2022	2021
7 Cash flow from operating activities	**TZS**	**TZS**
Surplus/(Deficit) for the year	-	(239,791)
Adjustment for non cash items:		
Prior year adjustment	-	-
Net cash flow from operating activities before working	**-**	**(239,791)**
Working capital changes:		
Increase/(Decrease) in payables	20,616,441	102,205
Net cash flow from operating activities	**20,616,441**	**(137,586)**

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

RWCC PROJECT

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR RWCC PROJECT

Income	**Notes**	**2022 TZS**	**2021 TZS**
Local contribution	1	81,028	-
Grant income	2	542,052,684	242,470,408
Total income		**542,133,712**	**242,470,408**
Expenditures			
Personnel costs	3	373,027,737	184,464,804
Program Cost	4	87,801,040	27,417,464
Other Administrative expenses	5	81,304,935	29,308,238
Total expenditure		**542,133,712**	**241,190,506**
Surplus/Deficit for the year		**-**	**1,279,902**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 59 to 61 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR RWCC PROJECT

		2,022	**2021**
ASSETS	**Notes**	**TZS**	**TZS**
Non - current assets			
Equipments	9	91,502,199	-
Total non - current assets		**91,502,199**	**-**
Current assets			
Cash and cash equivalents	6	287,610,528	150,520,302
Trade and other receivables	7	24,286,413	25,574,345
Total current assets		**311,896,941**	**176,094,647**
TOTAL ASSETS		**403,399,140**	**176,094,647**
EQUITY AND LIABILITIES			
Equity			
Reserves		-	1,279,902
Total equity		**-**	**1,279,902**
Long term liabilities			
Deffered capital grants	10	91,502,199	-
Total non-current liabilities		**91,502,199**	**-**
Current liabilities			
Trade and other payables	8	311,896,940	174,814,745
Total current liabilities		**311,896,940**	**174,814,745**
TOTAL EQUITY AND LIABILITIES		**403,399,140**	**176,094,647**

The financial statements on pages 55 to 61 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 59 to 61 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CHANGES IN RESERVE FOR RWCC PROJECT

	2022 TZS	2021 TZS
Surplus / Deficit brought forward	1,279,902	-
Prior year adjustments	-	-
Surplus for the year	-	1,279,902
Transfer to deferred income	(1,279,902)	-
Understated surplus	-	-
Accummulated Surplus/Dificity	**-**	**1,279,902**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 59 to 61 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CASH FLOWS FOR RWCC PROJERCT

Cash flow from operating activities	**Notes**	**2022 TZS**	**2021 TZS**
Cash generated in operations	**9**	150,161,968	150,520,302
Tax paid		-	-
Net cash flow from operating activities		**150,161,968**	**150,520,302**
Cash flow from investing activities:			
Acquisition of equipment		(104,573,942)	-
Net Cash flow from Investing activities		**(104,573,942)**	**-**
Cash flow from financing Activities:			
Differed capital grants		91,502,199	-
Net Cash flow from financing Activities		**91,502,199**	**-**
Net Increase/Decrease in Cash and Cash Equivalents		**137,090,225**	**150,520,302**
Cash and Cash Equivalents at the Start of the year		150,520,302	-
Cash and Cash Equivalents at the end of the year		**287,610,527**	**150,520,302**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 59 to 61 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR RWCC PROJECT

		2022 TZS	2021 TZS
1	**Local contributions**		
	Bank charges	81,028	-
		81,028	**-**
2	**Income/Grants**		
	Grant from GAC	528,980,941	242,470,408
	Armotised capital grant (Note 10)	13,071,743	-
		542,052,684	**242,470,408**
3	**Personnel costs**		
	Staff salaries	272,526,875	141,963,438
	NSSF employer's expense	27,252,688	14,196,345
	Gratuity expense	27,252,688	14,196,344
	Medical insurance	33,589,815	8,524,782
	Skills and Development Levy (SDL)	10,901,074	4,732,115
	Worker's Compensation Fund (WCF)	1,504,597	851,780
		373,027,737	**184,464,804**
4	**Program Cost**		
(i)	**Leadership**		
	Public policy	6,000,790	727,464
	Inception	-	5,020,000
	Stakeholder engagement	1,615,000	6,725,000
	Sub-total	**7,615,790**	**12,472,464**
(ii)	**Capacity Building**		
	Strengthen farmers' capacity	59,907,850	-
	Sub-total	**59,907,850**	**-**
(iii)	**Monitoring, Evaluation & Learning**		
	Routine MEL	-	-
	Work plan development	19,827,400	14,945,000
	Reflection meeting	450,000	-
	Sub-total	**20,277,400**	**14,945,000**
	Total Program Cost	**87,801,040**	**27,417,464**
5	**Other Administrative expenses**		
	Office rent	6,438,750	
	Audit fee	2,700,000	2,100,000
	Stationery and supplies	-	358,000
	Office consumables & supplies	2,669,000	12,000,000
	Telecommunication	-	2,550,000
	Financial cost	586,586	301,638
	Office cleanliness	2,395,000	1,338,000
	Repair & maintenance	-	485,000
	Accessories	-	50,000
	Utility	1,299,400	766,800
	Office security	5,097,600	2,548,800
	Sub-total	**21,186,336**	**22,498,238**

NOTES TO THE FINANCIAL STATEMENTS FOR RWCC PROJECT (CONTINUED)

		2022	2021
4	**Other Administrative expenses(continue)**	**TZS**	**TZS**
	Administrative travel	4,620,000	30,000
	Internet	6,746,112	-
	Vehicle maintenance	3,178,000	830,000
	Vehicle fuel	1,316,000	-
	Vehicle insurance	4,186,744	150,000
	Depreciation	13,071,743	-
	Field assistant	27,000,000	
	Capital expenditure	-	5,850,000
	Sub-total	**60,118,599**	**6,860,000**
	Total other administrative expenses	**81,304,935**	**29,358,238**
6	**Cash and cash equivalents**		
	Cash in hand	459,800	162,200
	Cash at bank	287,150,728	150,358,102
		287,610,528	**150,520,302**
7	**Trade and other receivables**		
	Prepaid health insurance	24,046,413	25,574,345
	Grants receivable	240,000	-
		24,286,413	**25,574,345**
8	**Trade and other payables**		
	Audit fees	2,700,000	2,100,000
	Deffered revenue	309,196,940	172,714,745
		311,896,940	**174,814,745**
9	**Cash flow from operating activities**		
	Surplus/(Deficit) for the year	-	1,279,902
	Adjustment for non cash items:		
	Depreciation	13,071,743	**-**
	Transfer to deferred income	(1,279,902)	**-**
	Net cash flow from operating activities before working	**11,791,841**	**1,279,902**
	Working Capital changes:		
	Increase/(Decrease) in payables	137,082,195	174,814,745
	Increase/(Decrease) in receivables	1,287,932	(25,574,345)
	Net cash flow from operating activities	**150,161,968**	**150,520,302**

NOTES TO THE FINANCIAL STATEMENTS

9 Equipments

PARTICULARS	**VEHICLES TZS**	**COMPUTER TZS**	**TOTAL TZS**
Year ended 31 December 2022			
Cost			
At start of the year	-	-	-
Additions	101,373,942	3,200,000	104,573,942
At end of the year	**101,373,942**	**3,200,000**	**104,573,942**
Depreciation			
At start of the year	-	-	-
Charge during the year	12,671,743	400,000	13,071,743
At end of the year	**12,671,743**	**400,000**	**13,071,743**
Net book value	**88,702,199**	**2,800,000**	**91,502,199**

10 Deffered capital grant	**2022 TZS**	**2021 TZS**
At start of the year	-	-
Grant received during the year	104,573,942	-
Amortisation (Note 1)	(13,071,743)	-
At end of the year	**91,502,199**	**-**

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

LANDESA GLOBAL PROJECT

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR LANDESA GLOBAL PROJECT

	Notes	2022 TZS	2021 TZS
Income			
Local contribution	1	-	-
Grant income	2	41,934,669	-
Total income		**41,934,669**	**-**
Expenditures			
Program cost	3	35,125,000	-
Personnel costs	4	-	-
Other administrative expenses	5	6,761,100	-
Total expenditure		**41,886,100**	**-**
Surplus/Deficit for the year		**48,569**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 66 to 67 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR LANDESA GLOBAL PROJECT

		2022	2021
ASSETS	**Notes**	**TZS**	**TZS**
Non - current assets			
Property and equipment		-	-
Total non - current assets		**-**	**-**
Current assets			
Cash and cash equivalents	6	48,569	-
Trade and other receivables	7	-	-
Total current assets		**48,569**	**-**
TOTAL ASSETS		**48,569**	**-**
EQUITY AND LIABILITIES			
Equity			
Capital grant		-	-
Reserves		48,569	-
Total equity		**48,569**	**-**
Current liabilities			
Trade and other payables	8	-	-
Total current liabilities		**-**	**-**
TOTAL EQUITY AND LIABILITIES		**48,569**	**-**

The financial statements on pages 62 to 67 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 59 to 61 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CHANGES IN RESERVE FOR LANDESA GLOBAL PROJECT

	2022 TZS	2021 TZS
Surplus brought forward	-	-
Prior year adjustments	-	-
Deficit for the year	48,569	-
Overstated surplus	-	-
Accummulated surplus	**48,569**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 66 to 67 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CASH FLOWS FOR LANDESA GLOBAL PROJERCT

	Notes	2022 TZS	2021 TZS
Cash flow from operating activities			
Cash generated in operations	9	48,569	-
Tax paid		-	-
Net cash flow from operating activities		**48,569**	**-**
Cash flow from investing activities:			
Acquisition of property and equipment		-	-
Net Cash flow from Investing activities		**-**	**-**
Cash flow from financing activities:			
Capital grants		-	-
Capital fund		-	-
Net cash flow from financing activities		**-**	**-**
Net increase/decrease in cash and cash equivalents		**48,569**	**-**
Cash and cash equivalents at the start of the year		-	-
Cash and cash equivalents at the end of the year		**48,569**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 66 to 67 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR LANDESA GLOBAL PROJECT

		2022 TZS	2021 TZS
1	**Local contributions**		
	Other income	-	-
		-	**-**
2	**Income/Grants**		
	Grant income from LANDESA for:		
	- Landesa Global	41,934,669	-
		41,934,669	**-**
3	**Program Cost (continued)**		
	(i) Capacity Building		
	Strengthening Staff Capacity	-	-
	Strengthen Members' Capacity	-	-
	Strengthen Farmers' Capacity	9,367,000	-
		9,367,000	
	(ii) Monitoring, Evaluation & Learning		
	Routine MEL	25,758,000	
	Work plan Development	-	
	Reflection Meeting	-	
		25,758,000	
	Total program cost	35,125,000	-
4	**Personnel costs**		
	Staff salaries	-	
	NSSF employer's expense	-	
	Gratuity expense	-	
	WCF contribution	-	
	Medical expenses	-	
		-	**-**
5	**Other administrative expenses**		
	Repair & maintenance	43,846	-
	Administrative travel	100,000	-
	Level of effort	6,006,600	-
	Institutional cost	610,654	-
		6,761,100	**-**

NOTES TO THE FINANCIAL STATEMENTS FOR LANDESA GLOBAL PROJECT

		2022 TZS	2021 TZS
6	**Cash and cash equivalents**		
	Cash in hand	-	-
	Cash at bank	48,569	-
		48,569	**-**
7	**Trade and other receivables**		
	Prepaid Office rent	-	-
	Prepaid Health insurance	-	-
		-	**-**
8	**Trade and other payables**		
	Telephone, communication and internet	-	-
	Audit fees	-	-
	Deffered revenue	-	-
	Staff imprest	-	-
		-	**-**
9	**Cash flow from operating activities**		
	Surplus/(Deficit) for the year	48,569	-
	Adjustment for non Cash items:		
	Overstated surplus	-	-
	Net cash flow from operating activities before working	**48,569**	**-**
	Working Capital changes:		
	Increase/(Decrease) in payables	-	-
	Increase/(Decrease) in receivables	-	-
	Net cash flow from operating activities	**48,569**	-

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

LANDESA TANZANIA PROJECT

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR LANDESA Tanzania PROJECT

Income	**Notes**	**2022 TZS**	**2021 TZS**
Grant income	1	136,544,500	-
Total income		**136,544,500**	**-**
Expenditures			
Personnel costs	2	-	-
Program cost	3	82,325,000	-
Other administrative expenses	4	54,219,500	-
Total expenditure		**136,544,500**	**-**
Surplus/Deficit for the year		**-**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 72 to 73 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR LANDESA TANZANIA PROJECT

ASSETS	Notes	2022 TZS	2021 TZS
Non - current assets			
Property and equipment		-	-
Total non - current assets		**-**	**-**
Current assets			
Cash and cash equivalents	5	-	-
Trade and other receivables	6	-	-
Total current assets		**-**	**-**
TOTAL ASSETS		**-**	**-**
EQUITY AND LIABILITIES			
Equity			
Capital grant		-	-
Reserves		-	-
Total equity		**-**	**-**
Current liabilities			
Trade and other payables	7	-	-
Total Current Liabilities		**-**	**-**
TOTAL EQUITY AND LIABILITIES		**-**	**-**

The financial statements on pages 68 to 73 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 72 to 73 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CHANGES IN RESERVE FOR LANDESA Tanzania PROJECT

	2022	2021
	TZS	TZS
Surplus / Deficit brought forward	-	-
Prior year adjustments	-	-
Surplus for the year	-	-
Understated Surplus	-	-
Accummulated Surplus/Dificity	**-**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 72 to 73 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CASH FLOWS FOR LANDESA Tanzania PROJERCT

		2022	2021
Cash flow from operating activities	**Notes**	**TZS**	**TZS**
Cash generated in operations	**8**	-	-
Tax paid		-	-
Net cash flow from operating activities		**-**	**-**
Cash flow from investing activities:			
Acquisition of Property and Equipment		-	-
Net Cash flow from Investing activities		**-**	**-**
Cash flow from financing Activities:			
Capital Grants		-	-
Capital Fund		-	-
Net Cash flow from financing Activities		**-**	**-**
Net Increase/Decrease in Cash and Cash Equivalents		**-**	**-**
Cash and Cash Equivalents at the Start of the year		-	-
Cash and Cash Equivalents at the end of the year		**-**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 72 to 73 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR LANDESA Tanzania PROJECT

		2022 TZS	2021 TZS
1	**Income/Grants**		
	Grant from LANDESA	136,544,500	-
		136,544,500	**-**
2	**Personnel costs**		
	Staff salaries	-	-
	NSSF employer's expense	-	-
	Gratuity expense	-	-
	Medical Insurance	-	-
	Skills and Development Levy (SDL)	-	-
	Worker's Compensation Fund (WCF)	-	-
		-	**-**
3	**Program Cost**		
	(i) Communication & Public Engagement		
	IEC	11,080,000	-
	Sub-total	**11,080,000**	**-**
	(ii) Capacity Building		
	Strengthen farmers' capacity	10,265,000	-
	Sub-total	**10,265,000**	**-**
	(iii Monitoring, Evaluation & Learning		
	Routine MEL	-	-
	Work plan development	-	-
	Reflection Meeting	-	-
	Sub-total	**-**	**-**
	(iv VLUP and CCROs		
	Survey Land Parcel	15,460,000	-
	Village Land Use Plan	24,490,000	-
	CCROs	21,030,000	-
	Sub-total	**60,980,000**	**-**
	Total Program Cost	**82,325,000**	**-**
4	**Other Administrative expenses**		
	Level of Effort	41,560,000	-
	Office Cleanliness	340,000	-
	Office Security	1,440,000	-
	Institutional cost	10,879,500	-
	Total other administrative expenses	**54,219,500**	**-**

NOTES TO THE FINANCIAL STATEMENTS FOR LANDESA Tanzania PROJECT (CONTINUED)

		2022	2021
5	**Cash and cash equivalents**	**TZS**	**TZS**
	Cash in hand	-	-
	Cash at bank	-	897,258
		-	**897,258**
6	**Trade and other receivables**		
	Prepaid Office rent	-	-
	Prepaid health insurance	-	-
		-	**-**
7	**Trade and other payables**		
	Telephone, communication and internet	-	-
	Audit fees	-	-
	Payable to Sub-grantee	-	-
	Staff imprest	-	-
		-	**-**
8	**Cash flow from operating activities**		
	Surplus/(Deficit) for the year	-	(63,257,971)
	Adjustment for non cash items:		
	Depreciation	-	-
	Net cash flow from operating activities before working	**-**	**(63,257,971)**
	Working Capital changes:		
	Increase/(Decrease) in payables	-	(2,990,900)
	Increase/(Decrease) in receivables	-	2,125,000
	Net cash flow from operating activities	**-**	**(64,123,871)**

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

FAO-JIKO LISHE PROJECT

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR FAO-JIKO LISHE PROJECT

	Notes	2022 TZS	2021 TZS
Income			
Grant income	1	22,715,700	-
Total income		**22,715,700**	**-**
Expenditures			
Personnel costs	2	-	-
Program cost	3	22,715,700	-
Other administrative expenses	4	-	-
Total expenditure		**22,715,700**	**-**
Surplus/Deficit for the year		**-**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 78 to 79 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR FAO-JIKO LISHE PROJECT

ASSETS	Notes	2022 TZS	2021 TZS
Non - current assets			
Property and equipment		-	-
Total non - current assets		**-**	**-**
Current assets			
Cash and cash equivalents	5	44,526,944	-
Trade and other receivables	6	-	-
Total current assets		**44,526,944**	**-**
TOTAL ASSETS		**44,526,944**	**-**
EQUITY AND LIABILITIES			
Equity			
Capital grant		-	-
Reserves		-	-
Total equity		**-**	**-**
Equity			
Long term liabilities		-	-
Total non-current liabilities		**-**	**-**
Current liabilities			
Trade and other payables	7	44,526,944	-
Total current liabilities		**44,526,944**	**-**
TOTAL EQUITY AND LIABILITIES		**44,526,944**	**-**

The financial statements on pages 74 to 79 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	Designation	Signature	Date
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 78 to 79 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CHANGES IN RESERVE FOR FAO-JIKO LISHE PROJECT

	2022 TZS	2021 TZS
Surplus / Deficit brought forward	-	-
Prior year adjustments	-	-
Surplus for the year	-	-
Understated Surplus	-	-
Accummulated Surplus/Dificity	**-**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 78 to 79 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CASH FLOWS FOR FAO-JIKO LISHE PROJECT

		2022	2021
Cash flow from operating activities	**Notes**	**TZS**	**TZS**
Cash generated in operations	8	44,526,944	-
Tax paid		-	-
Net cash flow from operating activities		**44,526,944**	**-**
Cash flow from investing activities:			
Acquisition of Property and Equipment		-	-
Net Cash flow from Investing activities		**-**	**-**
Cash flow from financing Activities:			
Capital Grants			
Capital Fund			
Net Cash flow from financing Activities		**-**	**-**
Net Increase/Decrease in Cash and Cash Equivalents		**44,526,944**	**-**
Cash and Cash Equivalents at the Start of the year		-	-
Cash and Cash Equivalents at the end of the year		**44,526,944**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 78 to 79 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR FAO-JIKO LISHE PROJECT

		2022 TZS	2021 TZS
1	**Income/Grants**		
	Grant from FAO	22,715,700	-
		22,715,700	**-**
2	**Personnel costs**		
	Staff salaries	-	-
	NSSF employer's expense	-	-
	Gratuity expense	-	-
	Medical Insurance	-	-
	SDL	-	-
	Worker's Compensation Fund	-	-
		-	**-**
3	**Program Cost**		
	(i) Communication & Public Engagement		
	IEC	10,367,000	-
		10,367,000	**-**
	(ii) Capacity Building		
	Strengthen Farmers' Capacity	12,348,700	-
		12,348,700	**-**
	(iii) Monitoring, Evaluation & Learning		
	Routine MEL	-	-
	Work plan Development	-	-
	Reflection Meeting	-	-
		-	**-**
	Total Program Cost	**22,715,700**	**-**
4	**Other Administrative expenses**		
	Office rent	-	-
	Stationery and supplies	-	-
	Office Consumables & supplies	-	-
	Telecommunication	-	-
	Financial Cost	-	-
	Office Cleanliness	-	-
	Repair & Maintenance	-	-
	Accessories	-	-
	Utility	-	-
	Office Security	-	-
	Administrative Travel	-	-
	Vehicle Insurance	-	-
	Grant capital purchase	-	-
	Audit fee	-	-
		-	**-**

NOTES TO THE FINANCIAL STATEMENTS FOR FAO-JIKO LISHE PROJECT (CONTINUED)

		2022	2021
5	**Cash and cash equivalents**	**TZS**	**TZS**
	Cash in hand	-	-
	Cash at bank	44,526,944	-
		44,526,944	**-**
6	**Trade and other receivables**		
	Prepaid Office rent	-	-
	Prepaid Health insurance	-	-
		-	**-**
7	**Trade and other payables**		
	Deffered revenue	44,526,944	-
		44,526,944	**-**
8	**Cash flow from operating activities**		
	Surplus/(Deficit) for the year	-	-
	Adjustment for non cash items:		
	Depreciation	-	-
	Net cash flow from operating activities before working	**-**	**-**
	Working Capital changes:		
	Increase/(Decrease) in payables	44,526,944	-
	Increase/(Decrease) in receivables	-	-
	Net cash flow from operating activities	**44,526,944**	**-**

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

COMPLETION OF OFFICE PREMISES PROJECT

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR COMPLETION OF OFFICE PREMISES PROJECT

	Notes	2022	2021
Income		**TZS**	**TZS**
Local contribution	1	-	-
Grant income	2	1,680,000	-
Total income		**1,680,000**	**-**
Expenditures			
Personnel costs	3	-	-
Other administrative expenses	4	1,680,000	-
Total expenditure		**1,680,000**	**-**
Surplus/Deficit for the year		**-**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 84 to 85 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR COMPLETION OF OFFICE PREMISES PROJECT

		2022	2021
ASSETS	**Notes**	**TZS**	**TZS**
Non - current assets			
Property and equipment		47,585,426	-
Total non - current assets		**47,585,426**	**-**
Current assets			
Cash and cash equivalents	5	154,312,809	-
Trade and other receivables		-	-
Total current assets		**154,312,809**	**-**
TOTAL ASSETS		**201,898,235**	**-**
EQUITY AND LIABILITIES			
Equity			
Capital grant		-	-
Reserves		-	-
Total equity		**-**	**-**
Current liabilities			
Trade and other payables	7	201,898,235	-
Total current liabilities		**201,898,235**	**-**
TOTAL EQUITY AND LIABILITIES		**201,898,235**	**-**

The financial statements on pages 80 to 85 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 84 to 85 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF CHANGES IN RESERVE FOR COMPLETION OF OFFICE PREMISES PROJECT

	2022 TZS	2021 TZS
Surplus brought forward	-	-
Prior year adjustments	-	-
Deficit for the year	-	-
Overstated Surplus	-	-
Accummulated Surplus	**-**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 84 to 85 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF CASH FLOWS FOR COMPLETION OF OFFICE PREMISES PROJERCT

	Notes	2022 TZS	2021 TZS
Cash flow from operating activities			
Cash generated in operations	9	201,898,235	-
Tax paid		-	-
Net cash flow from operating activities		**201,898,235**	**-**
Cash flow from investing activities:			
Acquisition of Property and Equipment		(47,585,426)	-
Net Cash flow from Investing activities		**(47,585,426)**	**-**
Cash flow from financing Activities:			
Capital Grants		-	-
Capital Fund		-	-
Net Cash flow from financing Activities		-	-
Net Increase/Decrease in Cash and Cash Equivalents		**154,312,809**	**-**
Cash and Cash Equivalents at the Start of the year		-	-
Cash and Cash Equivalents at the end of the year		**154,312,809**	**-**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 84 to 85 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR COMPLETION OF OFFICE PREMISSES PROJECT

	2022 TZS	2021 TZS
1 Local contributions		
Other income	-	-
	-	**-**
2 Income/Grants		
Grant income from BftW for:		
- Office premises construction	1,680,000	-
	1,680,000	**-**
3 Personnel costs		
Staff salaries	-	-
NSSF employer's expense	-	-
Gratuity expense	-	-
WCF Contribution	-	-
	-	**-**
4 Other administrative expenses		
Postage and Delivery	270,000	-
Administrative Travel	1,410,000	-
	1,680,000	**-**
5 Cash and cash equivalents		
Cash in hand	-	-
Cash at bank	154,312,809	-
	154,312,809	**-**
6 Trade and other receivables		
Prepaid office rent	-	-
Prepaid health insurance	-	-
	-	**-**
7 Trade and other payables		
Audit fees	-	-
Deffered revenue	201,898,235	**-**
	201,898,235	**-**

NOTES TO THE FINANCIAL STATEMENTS FOR COMPLETION OF OFFICE PREMISSES

		BUILDING IP TZS	TOTAL TZS
8	**Property and equipments**		
	Year ended 31 December 2022		
	Cost		
	At start of the year	-	-
	Additions	47,585,426	47,585,426
	At end of the year	**47,585,426**	**47,585,426**
	Depreciation		
	At start of the year	-	-
	Charge during the year	-	-
	At end of the year	**-**	**-**
	Net book value	**47,585,426**	**47,585,426**
	Year ended 31 December 2021		
	Cost		
	At start of the year	-	-
	Additions	-	-
	At end of the year	**-**	**-**
	Depreciation		
	At start of the year	-	-
	Charge during the year	-	-
	At end of the year	**-**	**-**
	Net book value	**-**	**-**

		2022 TZS	2021 TZS
9	**Cash flow from operating activities**		
	Surplus/(Deficit) for the year	**-**	**-**
	Adjustment for non Cash items:		
	Overstated surplus	-	-
	Net cash flow from operating activities before working	**-**	**-**
	Working Capital changes:		
	Increase/(Decrease) in payables	201,898,235	-
	Increase/(Decrease) in receivables	-	-
	Net cash flow from operating activities	**201,898,235**	-

PARTICIPATORY ECOLOGICAL LAND USE MANAGEMENT

(PELUM TANZANIA)

OFFICE PREMISES PROJECT

INDIVIDUAL PROJECTS FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF COMPREHENSIVE INCOME FOR OFFICE PREMISES PROJECT

		2022	2021
Income	**Notes**	**TZS**	**TZS**
Local contribution	1	-	2,000,000
Grant income	2	6,021,202	19,139,888
Total income		**6,021,202**	**21,139,888**
Expenditures			
Personnel costs	3	-	12,821,523
Other administrative expenses	4	6,021,202	6,318,365
Total expenditure		**6,021,202**	**19,139,888**
Surplus/Deficit for the year		**-**	**2,000,000**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 90 to 91 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

STATEMENT OF FINANCIAL POSITION FOR OFFICE PREMISES PROJECT

		2022	2021
ASSETS	**Notes**	**TZS**	**TZS**
Non - current assets			
Property and equipment	7	773,602,567	16,258,858
Total non - current assets		**773,602,567**	**16,258,858**
Current assets			
Cash and cash equivalents	5	36,220,343	236,837,842
Trade and other receivables		-	-
Total current assets		**36,220,343**	**236,837,842**
TOTAL ASSETS		**809,822,910**	**253,096,700**
EQUITY AND LIABILITIES			
Equity			
Reserves		-	1,982,588
Total equity		**-**	**1,982,588**
Current assets			
Trade and other payables	8	809,822,910	251,114,112
Total current liabilities		**809,822,910**	**251,114,112**
TOTAL EQUITY AND LIABILITIES		**809,822,910**	**253,096,700**

The financial statements on pages 86 to 91 were authorised and approved for issue by the Board of Directors on April 13, 2023 and were signed on its behalf by:

Name	**Designation**	**Signature**	**Date**
Ezekiel John Massawe	Chairperson		April 13, 2023
Donati Alex Senzia	Secretary/Country Coordinator		April 13, 2023

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 90 to 91 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CHANGES IN RESERVE FOR OFFICE PREMISES PROJECT

	2022 TZS	2021 TZS
Surplus brought forward	1,982,588	-
Prior year adjustments	-	-
Deficit for the year	-	2,000,000
Transfer to deferred income	(2,000,000)	
Understated surplus	17,412	(17,412)
Accummulated Surplus	**-**	**1,982,588**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 90 to 91 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

PROJECT STATEMENT OF CASH FLOWS FOR OFFICE PREMISES PROJERCT

		2022	2021
Cash flow from operating activities	**Notes**	**TZS**	**TZS**
Cash generated in operations	9	556,726,210	161,422,700
Tax paid		-	-
Net cash flow from operating activities		**556,726,210**	**161,422,700**
Cash flow from investing activities:			
Acquisition of property and equipment		(757,343,709)	(16,258,858)
Net cash flow from investing activities		**(757,343,709)**	**(16,258,858)**
Cash flow from financing activities:			
Capital grants		-	-
Capital fund		-	-
Net cash flow from financing activities		**-**	**-**
Net Increase/decrease in cash and cash equivalents		**(200,617,499)**	**145,163,842**
Cash and cash equivalents at the start of the year		236,837,842	91,674,000
Cash and cash equivalents at the end of the year		**36,220,343**	**236,837,842**

The accounting policies on pages 16 to 22 and notes to the financial statements on pages 90 to 91 form an integral part of these financial statements.

Report of the independent auditor - page 9 to 11

NOTES TO THE FINANCIAL STATEMENTS FOR OFFICE PREMISSES PROJECT

		2022 TZS	2021 TZS
1	**Local contributions**		
	Other income	-	2,000,000
		-	**2,000,000**
2	**Income/Grants**		
	Grant income from BftW for:		
	- Office premises construction	6,021,202	19,139,888
		6,021,202	**19,139,888**
3	**Personnel costs**		
	Staff salaries	-	10,596,300
	NSSF employer's expense	-	1,059,630
	Gratuity expense	-	1,059,630
	WCF Contribution	-	105,963
		-	**-**
4	**Other administrative expenses**		
	Stationery and supplies	-	24,700
	Office consumables & supplies	130,000	-
	Financial cost	20,000	6,118,165
	Office cleanliness	3,571,602	-
	Postage and delivery	-	175,500
	Fire and safety	226,000	-
	Vehicle maintenance	2,073,600	-
		6,021,202	**6,318,365**
5	**Cash and cash equivalents**		
	Cash in hand	82,942	180,942
	Cash at bank	36,137,401	236,656,900
		36,137,401	**236,656,900**
6	**Trade and other receivables**		
	Prepaid expenses	-	-
	Prepaid health insurance	-	-
		-	**-**

NOTES TO THE FINANCIAL STATEMENTS FOR OFFICE PREMISSES PROJECT

		BUILDING IP TZS	TOTAL TZS
7	**Property and equipments**		
	Year ended 31 December 2022		
	Cost		
	At start of the year	16,258,858	16,258,858
	Additions	757,343,709	757,343,709
	At end of the year	**773,602,567**	**773,602,567**
	Depreciation		
	At start of the year	-	-
	Charge during the year	-	-
	At end of the year	**-**	**-**
	Net book value	**773,602,567**	**773,602,567**
	Year ended 31 December 2021		
	Cost		
	At start of the year	-	-
	Additions	16,258,858	16,258,858
	At end of the year	**16,258,858**	**16,258,858**
	Depreciation		
	At start of the year	-	-
	Charge during the year	-	-
	At end of the year	**-**	**-**
	Net book value	**16,258,858**	**16,258,858**

		2022 TZS	2021 TZS
8	**Trade and other payables**		
	Audit fee	-	2,360,000
	Deffered revenue	809,772,910	248,754,112
	Staff imprest	50,000	-
		809,822,910	**251,114,112**
9	**Cash flow from operating activities**		
	Surplus/(Deficit) for the year	-	2,000,000
	Adjustment for non Cash items:		
	Overstated surplus	17,412	(17,412)
	Transfer to deferred income	(2,000,000)	
	Net cash flow from operating activities before working	**(1,982,588)**	**1,982,588**
	Working Capital changes:		
	Increase/(Decrease) in payables	558,708,798	159,440,112
	Increase/(Decrease) in receivables	-	-
	Net cash flow from operating activities	**556,726,210**	161,422,700

APPENDIX 1

PELUM Tanzania Member Organizations by December 31, 2022

S/N	Organization
1	A CT- Diocese of Mount Kilimanjaro
2	ACT- Diocesan Dev. Office of Mara
3	ADP Mbozi
4	Aqua Alimenta Tanzania
5	Caritas Iringa
6	Caritas & Dev Office of Sumbawanga
7	Caritas Kigoma
8	CARITAS MAHENGE
9	CHEMA
10	Community Economic Empowerment and Legal Support (CEELS)
11	COSITA
12	DDSCDO
13	IAS
14	INADES-Formation Tanzania
15	INNODEV
16	Intergrated Rural Dev. Organisation
17	Isangati ADO
18	Island of Peace
19	JBDI
20	KAESO
21	Laela Agricultural Centre (LAC),
22	MIFIPRO
23	Mogabiri Farm Extn. Centre (MFEC)
24	MVIWATA
25	MWAKAUMU
26	Mwanza Rural Housing Programme (MRHP)
27	Nyakatonto Youth Development Tanzania
28	One World Sustainable Livelihood
29	RECODA
30	RUSUDEO
31	SAIPRO
32	SHALOM
33	SMECAO
34	TAGRODE
35	TIDO
36	Tushiriki
37	Tumaini Community Services Organization (TCSO)
38	WISE
39	YES I DO