

**TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED APRIL 30, 2024**



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**INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT**

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To the Members of Tanzania Education and Micro-Business Opportunity (TEMBO)

We have reviewed the accompanying financial statements of Tanzania Education and Micro-Business Opportunity (TEMBO) (the organization) that comprise the statement of financial position as at April 30, 2024, and the statements of changes in net assets, operations and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

*Practitioner's Responsibility*

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

**Basis for Qualified Conclusion**

In common with many charitable organizations, the Organization derives revenue from the general public in the form of donations and fundraising, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Organization. Therefore, we were unable to determine whether any adjustments might have been found necessary with respect to donation and fundraising revenue, net revenue, and cash flows from operations for the year ended April 30, 2024 and April 30, 2023 and current assets and net assets as at April 30, 2024 and April 30, 2023. Our conclusion on the financial statements for the year ending April 30, 2023 was modified accordingly.

(continues)



**McCay Duff LLP**  
CHARTERED PROFESSIONAL ACCOUNTANTS

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Independent Practitioner's Review Engagement Report to the Members of Tanzania Education and Micro-Business Opportunity (TEMBO) (*continued*)

*Qualified Conclusion*

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Tanzania Education and Micro-Business Opportunity (TEMBO) as at April 30, 2024, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

*McCay Duff LLP*

McCay Duff LLP,  
Licensed Public Accountants.

Ottawa, Ontario,  
August 28, 2024

**TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)**  
**STATEMENT OF FINANCIAL POSITION**  
**APRIL 30, 2024**

	2024	2023
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 123,616	\$ 155,979
Short-term investments	26,350	21,350
Prepaid expenses	200	1,642
	<b>\$ 150,166</b>	<b>\$ 178,971</b>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 3,899	\$ 3,398
Deferred contribution ( <i>Note 4</i> )	76,378	65,476
	80,277	68,874
<b>NET ASSETS</b>	<b>69,889</b>	<b>110,097</b>
	<b>\$ 150,166</b>	<b>\$ 178,971</b>

Approved on behalf of the Board

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**YEAR ENDED APRIL 30, 2024**

	Unrestricted Fund	Reserve Fund (note 5)	2024	2023
<b>BALANCE - BEGINNING OF YEAR</b>	\$ 90,097	\$ 20,000	\$ 110,097	\$ 119,764
Transfer to Reserve Fund	(5,000)	5,000	-	-
Net revenue (expenses) for the year	(40,208)	-	(40,208)	(9,667)
<b>BALANCE - END OF YEAR</b>	<b>\$ 44,889</b>	<b>\$ 25,000</b>	<b>\$ 69,889</b>	<b>\$ 110,097</b>

**TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)**  
**STATEMENT OF OPERATIONS**  
**YEAR ENDED APRIL 30, 2024**

	2024	2023
<b>REVENUES</b>		
General	\$ 89,650	\$ 91,467
Sponsorship	74,267	69,046
Informal Education	13,102	7,970
Volunteer travel	26,946	2,493
Girls Hostel	-	1,584
Learning in Longido	12,670	18,041
Micro-Business	199	153
Fundraising events	29,529	29,687
Fence project grant	-	30,490
Interest income	2,611	1,525
	<u>248,974</u>	<u>252,456</u>
<b>EXPENSES</b>		
Administration	6,041	5,739
Fundraising	3,294	6,264
Grant to Tembo (Tanzania) (Note 6)	189,445	187,617
Grant to Learning in Longido (Note 6)	56,066	53,128
Marketing	1,287	1,368
Professional fees	6,103	5,514
Travel	26,946	2,493
	<u>289,182</u>	<u>262,123</u>
<b>NET REVENUE (EXPENSES) FOR THE YEAR</b>	<u>\$ (40,208)</u>	<u>\$ (9,667)</u>

**TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED APRIL 30, 2024**

	2024	2023
<b>OPERATING ACTIVITIES</b>		
Net revenue (expenses) for the year	\$ (40,208)	\$ (9,667)
Changes in non-cash working capital:		
Prepaid expenses	1,442	(112)
Accounts payable and accrued liabilities	501	250
Deferred contribution	10,902	12,794
	<u>12,845</u>	<u>12,932</u>
Cash flow from (used by) operating activities	<u>(27,363)</u>	<u>3,265</u>
<b>INVESTING ACTIVITY</b>		
Change in short-term investments	<u>(5,000)</u>	<u>(5,013)</u>
<b>CHANGE IN CASH POSITION DURING THE YEAR</b>	<b>(32,363)</b>	<b>(1,748)</b>
Cash position - beginning of year	<u>155,979</u>	<u>157,727</u>
<b>CASH POSITION - END OF YEAR</b>	<b><u>\$ 123,616</u></b>	<b><u>\$ 155,979</u></b>

**TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED APRIL 30, 2024**

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**1. PURPOSE OF THE ORGANIZATION**

The Organization was originally incorporated without share capital on March 2, 2011 under the Canada Corporations Act, and received certification of continuance under the Canada Not-for-profit Corporations Act on August 19, 2014. The Organization is a registered charity, and is exempt from income tax. The Organization raises funds to educate and empower girls and women through education sponsorship, microbusiness, and informal education.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Revenue recognition

The Organization follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Revenue from fundraising events is recognized in the year in which the related event is held. If received in advance for a future event, this revenue is deferred until the event has taken place.

Investment income includes dividends and interest received on investments. Revenue is recognized in the year in which the income is received or receivable, if the amount can be reasonably estimated and collection reasonably assured.

Use of Estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenditures and disclosure of contingent assets and liabilities. These estimates are reviewed periodically and adjustments are made to net revenue (expense) as appropriate in the year they become known.

Financial instruments

The Organization's financial instruments consist of cash, short-term investments and accounts payable and accrued liabilities.

The Organization initially measures its financial assets and liabilities at fair value.

The Organization subsequently measures all its financial assets and liabilities at cost or amortized cost. Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of any write-down or subsequent recovery is recognized in net revenue. A previously recognized write-down can be reversed to the extent of the improvement

Contributed services

The operations of the Organization depend on the contribution of time by volunteers. The fair value of donated services cannot be reasonably determined and are therefore not reflected in these financial statements.

**3. FINANCIAL RISKS AND CONCENTRATION OF RISKS**

It is management's opinion that the Organization is not exposed to significant interest rate, liquidity, market, currency or credit risks arising from its financial instruments. There has been no change to the risk exposure from the prior year.



**TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED APRIL 30, 2024**

**4. DEFERRED CONTRIBUTIONS**

Deferred contributions are restricted for use towards the applicable expenses for which the funding was received.

	Balance - Beginning of Year	Plus: Amounts Received	Less: Revenue Recognized	Balance - End of Year
Micro-business	\$ 4,282	\$ 610	\$ 199	\$ 4,693
Sponsorship - Vocational	41,609	50,000	43,627	47,982
Sponsorship - General	10,427	37,321	29,140	18,608
Sponsorship - Girl impact study	294	-	-	294
Learning in Longido	4,189	11,925	12,670	3,444
Fundraising events - Village Walk	1,675	-	1,675	-
Fundraising events - TEMBO 500/ Quingenti	-	1,357	-	1,357
TEC Grant	3,000	3,400	6,400	-
	<u>\$ 65,476</u>	<u>\$ 104,613</u>	<u>\$ 93,711</u>	<u>\$ 76,378</u>

**5. RESERVE FUND**

On August 16, 2016, the Organization's Board of Directors approved the creation of an internally restricted Reserve Fund for the long-term financial stability of the Organization in order to ensure it can meet its financial obligations to its partner organizations. During the fiscal year, the Board of Directors approved a transfer of \$5,000 to the Reserve Fund.

**6. RELATED PARTY TRANSACTIONS**

TEMBO (Canada) partners with two independent organizations in Tanzania, TEMBO and Learning in Longido (LIL) to carry out the mandate of providing education and empowerment for girls and women in Longido District. There are two members of the TEMBO (Canada's) Board of Directors on both TEMBO and LIL's Board of Directors and seven Tanzanian citizens on the Board of TEMBO and nine Tanzanian citizens on the Board of Directors of LIL. As the Organization exerts significant influence over TEMBO and LIL, the two organizations are related to TEMBO (Canada). TEMBO (Canada) provides funding to both organizations in order to carry out their day to day activities. Both TEMBO and LIL predominantly rely on the funding from the Organization. These transactions were carried out in the normal course of operations and are recorded at the exchange amount.

During the year, members of TEMBO (Canada) Board of Directors made donations totalling \$22,189 (2023 - \$24,166) to donation revenue.