



RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)
DIRECTOR'S REPORT AND AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

GENERAL INFORMATION

COUNTRY OF INCORPORATION AND DOMICILE	United Republic of Tanzania
NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES	Relief to Development Society (REDESO) is a national non-governmental organization, registered under the Non-Governmental Organization Act, 2002 with Certificate No. 1466 in Tanzania. The Organization is non-partisan as well as non-sectarian. REDESO is concerned with relief and development to Local and international displaced communities as well as other vulnerable Local communities. The organization is one of the leading project implementing partners of UNHCR in refugee camps and Local communities in Tanzania. The organization implements both humanitarian and sustainable community development programs in Dar es Salaam, Kagera, Kigoma, Shinyanga and Simiyu Regions.
POSTAL ADDRESS	P.O.BOX 2621 KINONDONI DAR ESS SALAAM
BANKERS	CRDB, NMB, NBC, DTB
COMPANY REGISTRATION NUMBER	Certificate No. 1466
AUDITORS	TMCASSOCIATES Certified Public Accountants Registered Auditor NBAA Member firm P.O. BOX 33074 Y2K Building, Y2K Street Plot No1323 Block E Tegeta- Dar es Salaam

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

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RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

DIRECTORS' RESPONSIBILITIES AND APPROVAL

The directors are required in terms of the Tanzanian Companies Act 2002 to maintain adequate accounting records and are responsible for the content and integrity of the director's report and audited financial statements and related financial information included in this report. It is their responsibility to ensure that the director's report and audited financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with International Financial Reporting Standards. The external auditors are engaged to express an independent opinion on the director's report and audited financial statements.

The director's report and audited financial statements are prepared in accordance with International Financial Reporting Standards and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company 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 company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company 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 management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the director's report and audited financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to December 31, 2024 and, in light of this review and the current financial position, they are satisfied that the company has or had access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's director's report and audited financial statements. The director's report and audited financial statements have been examined by the company's external auditors and their report is presented on pages 15 to 16.

The director's report and audited financial statements set out on page 17, which have been prepared on the going concern basis, were approved by the board of directors on 28/06/2024 and were signed on their behalf by:

Approval of financial statements

Director



RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

DIRECTORS' REPORT

REPORT OF DIRECTORS TO THE FINANCIAL STATEMENTS

1. INTRODUCTION

In compliance with the Tanzania Financial Reporting Standards (TFRS) No. 1 the Directors have the pleasure to submit their fifth yearly report together with the audited financial statements for the year ended 31 December 2023, which disclose the state of affairs of Relief to Development Society (REDESO).

The Financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRSs).

2. ESTABLISHMENT

Relief to Development Society is a national non-governmental organization, registered under the Non-Governmental Organization Act, 2002 with Certificate No. 1466 in Tanzania. The Organization is non-partisan as well as non-sectarian. REDESO is concerned with relief and development to Local and international displaced communities as well as other vulnerable Local communities. The organization is one of the leading project implementing partners of UNHCR in refugee camps and Local communities in Tanzania. The organization implements both humanitarian and sustainable community development programs in Dar es Salaam, Kagera, Kigoma, Shinyanga and Simiyu Regions.

3. VISION STATEMENT

A community where refugees and other vulnerable people have access to equal opportunities.

4. MISSION STATEMENT

REDESO strives to provide relief services and promote sustainable development to vulnerable communities through capacity enhancement interventions.

5. GOVERNANCE

5.1 COMPOSITION OF BOARD OF DIRECTORS

Table: I

	NAME	POSITION	QUALIFICATION	D.O.B.	NATIONALITY
1	Mr. Senen E. Mponda	Chairman	Advocate of the High Court	19/07/1964	Tanzanian
2	Mr. Joseph A. Karwima	Vice Chairman	Quantity Surveyor	25/11/1956	Tanzanian
3	Ms. Agnes V. Lwabuti	Treasurer	Accountant	15/11/1957	Tanzanian
4	Ms. Rehema O. Shuku	Member	Pharmacist	14/06/1982	Tanzanian
5	Mr. Andrew A. Edward	Member	Advocate of the High Court	10/06/1982	Tanzanian
6	Ms. Edith R. Prosper	Member	Form Six	20/07/1969	Tanzanian
7	Mr. Abeid H. Kasaizi	Secretary/CEO	MBA-International Business	15/11/1965	Tanzanian

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

DIRECTORS' REPORT

5.2 MEETINGS OF THE BOARD OF DIRECTORS

During the year ended 31st December 2023, the Board of Directors held 2 meeting out of 3 meetings as per REDESO Constitution.

Table: II

Sn.	Name	Position	No. of Ordinary meeting attended
1	Mr. Senen E. Mponda	Chairperson	-
2	Mr. Joseph A. Karwima	Member	2
3	Ms. Agnes V. Lwabuti	Member	2
4	Ms. Rehema O. Shuku	Member	2
5	Mr. Andrew A. Edward	Member	2
6	Ms. Edith R. Prosper	Member	-
7	Mr. Abeid H. Kasaizi	Secretary	2

5.3 RESPONSIBILITIES OF THE BOARD OF DIRECTORS

The Board of Directors performed its responsibilities in accordance with the constitution. Main functions of the Board of Directors are to:

- Deliberate on the performance of prior investments and forthcoming investments;
- Review and adopt annual audit report and financial statements;
- Review past performance and set targets for the forthcoming year;
- Appoint External Auditor.

5.4 CESSATION OF MEMBERSHIP

Membership to the Board of Directors ceases after completion of term of **Six years** but can contest for re-election or following death or resignation of the Board member as stipulated in the constitution.

5.5 FIDUCIARY RESPONSIBILITY

All Board Members are considered to be independent both in character, judgment and free of relationships or circumstances, which could affect their judgment.

6. PRINCIPAL ACTIVITIES

- Promoting Sustainable Environmental Management Practices;
- Engaging in development initiatives that promote social and economic well – being and empowerment of communities;
- Collaborating with other stakeholders to provide relief services to victims of natural and man-made disasters; and
- Strengthening the Organization capacity for effective performance of its functions.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

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DIRECTORS' REPORT

7. ATTAINMENTS IN PHYSICAL TERMS

For the reporting period REDESO undertook six projects namely

7.1 Safe and Sustainable Environment for Persons with Specific Needs in Refugee Camps and Host Communities in Tanzania. Funded by HELPAGE INTERNATIONAL

OBJECTIVES

- I) Vulnerable refugees in two camps and host community members in Kigoma are independently using and managing civil society structures to build intergenerational cohesion resilience especially in agriculture.
- ii) Structures are in place at local and regional level in refugee camps and host communities with improved capacity to support disaster preparedness with functioning early warning and response system.
- iii) Peaceful coexistence of refugee and host community members has been strengthened and refugee host community working group has been established in the field of peaceful existence.
- iv) Coordinated and community-based protection, rehabilitation and psychosocial support structures for vulnerable refugee and members of host communities are operational in Kigoma Region.
- v) Vulnerable refugees and host community members have access to climate- adapted agricultural training and cooperative savings programs.

KEY ACHIEVEMENT

- I) 14 groups were trained on the group mainstreaming and management, business management, saving and loan schemes, sales and marketing hoping that the groups will receive the seed capital from the project as revolving fund.
- II) community structures (Community outreach team members, intergenerational groups and the community group members) were capacitated on the concepts of disaster and disaster management.
- III) district disaster committees were established and capacitated on disaster and disaster management, then facilitated to use the community disaster profiles and vulnerabilities information to prepare the district contingency plans.
- IV) The committees, refugee-host community working groups, older people associations and intergenerational groups established and capacitated during the first and second years of project implementation have been involved in the course of project implementation
- V) 25 Humanitarian and development actors have been trained on disaster risk reduction, protection and promoting inclusion. Trained organizations included: HelpAge International, IRC, Save the Children, DRC, Red Cross, Plan International, NRC, Ministry of Home Affairs, World Vision, SAWAKA, EWAKI, Jesuits Refugee Services, Christian Refugee Services, Disability Relief Service s, BABA WATOTO, KAGI's, OHIDE, NISHIKE MKONO, Kayd and Right to Play.
- VI) facilitated several meetings that brings together host and refugee communities to discuss and find joint solutions for the existence of the two communities.
- VII) Established 69 intergenerational groups at the local community in host and refugee camps.
- VIII) conducted the post distribution monitoring to capture the intergenerational vision progress, challenges and what is needed to intervene to reach the intended goals of the group expectations.
- IX) 44 community-based protection structures already established in the refugee camps and host community. In the refugee camps, there are 4 community-based structures including PWD committees, OP committees, community Leaders, and community outreach teams (frontline incentive workers). In the host community, 40 community-based structures have been established and capacitated on community-based protection and psychosocial support.

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X) 48 (9F, 39M) participants from various stakeholders such as government from (planning, social welfare and community development) departments, humanitarian actors (International Rescue Team, Danish Refugee Council, Plan International, HelpAge International and Save the Children) and community structures representatives (Old People Association, People with disabilities, youth and women) attended the workshop to develop a strategic and operational intergenerational counselling and referral pathway for children and older people

XI) 69 community based intergenerational groups in 43 villages in host community and 26 zones in the refugee camps with the purpose of identify and analyze community intergenerational challenges and strengthening towards addressing the challenges with the effective utilization of community groups' resources, skills and capacities.

XII) 74 members (41F, 33M) in poultry farming and bee keeping which were highly ranked activities that can be performed by PSN groups. Two groups in beekeeping (Walemavu Tunaweza and Umshonge group) and groups in poultry farming (Naruhaza, Fao and Wawata Mradi).

7.2 Enhancing Livelihood Resilience along the Sisal Value Chain in Shinyanga Region Tanzania, in Response to climate variability and COVID -19 Pandemic-Funded by Care International

PROJECT OBJECTIVES

I. Enhance the income, food security, and nutrition of small producers and processors along the sisal value chain in Shinyanga District.

II. Promote community-level advocacy for influencing planning and decision- making authority to include small sisal producers in village and district plans.

KEY ACHIEVEMENT

I. 133 youth and women were supported on improved horticultural practices for transformation from traditional farming to agribusiness farming. Women are 105 and men are 28.

II. 30 sisal value chain beneficiaries, trained nonfinancial record keeping, market strategy based on season calendar.

III. 14 youth trained in nursery establishment by using improved seed Zahabu F1.

IV. 4 groups supported to establish demonstration plots (Kakola, Lagana, Mihama and shagihilu) each group has an average of 15 members.

V. Two poultry demonstration housing were constructed at Negezi and Ngundangali for piloting improved breeds and good management then raised and distributed 450 parent stock.

VI. Seven entrepreneurs have ventured into poultry farming, collectively managing a total of 3,100 poultry in four villages.

7.3 Assistance to Refugees and Asylum seekers in Camps and Urban areas Funded by UNHCR

Project Objectives:

I. Persons of Concern received unconditional cash-based assistance to meet their basic needs.

II. PoC enjoy safe and comfortable accommodation

III. Newly arrived PoC can quickly and without any difficulty access offices of the relevant authorities.

IV. PoC receive assistance with their travel costs from Dar es Salaam to border regions or camps.

V. PoC are able to hold their social functions at a dedicated Refugee Community Centre.

KEY ACHIEVEMENT

I. 51 PoC participated in his exercise, group discussion was held based on gender, age and diversity to understand their challenges in the area of access to basic needs, education, health, livelihoods and durable solution.

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II. REDESO managed to reach and assist 126 PoC under ad hoc approach 70 male and 56 females.

III. 126 (female 56, male 70) PoC referred by UNHCR for protection purpose, and 63 PoC were supported with movement to the camp where total of 57 bus tickets were provided.

IV. 29 PoC (female 15, male 14) in urban areas provided with counselling sessions and psychosocial support in the area of living condition, good conduct, health problems, financial management and family affairs where 7 cases were refereed to MTI for medical attention and 1 case referee to IRC for education support.

V. 43 urban refugees and asylum seekers enabled to attend key commemorative international event (women's day) for awareness creation and campaign and advocacy on issues of interest to PoC like gender equality, right to girl's education, gender empowerment and refugee rights.

7.4 Natural Environment Protection through Climate Smart solution in Refugee Camps and Host communities in Kigoma - Funded by JAC

Project Objectives:

I. Awareness creation among the community on environmental protection and conservation,

II. Distribution of produced biomass charcoal briquettes,

III. Tree transplanting,

IV. Promote fabrication and use of fuel-efficient stoves and

V. Environment Committees in the host communities

KEY ACHIEVEMENT

I. 52 household with total individuals of 86 (19 male, 67 female) in Nduta camp were reached out for sensitization in environmental management.

II. 86 households and total individuals of 377 (156 Male and 221 female) were reached in Nyarugusu camp during awareness creation and sensitization in environmental management.

III. Fabrication of a total of 111 and 14 of fuel-efficient stove to the camps of Nduta and Nyarugusu respectively.

IV. REDESO managed to produce 20 metric tons of biomass charcoal briquette under centralized approach to save 80 households of Person with Specific Needs (PSN).

V. Managed to fabricate 80 beehives and procure honey harvesting kits (Overall coats with wire mesh helmet, gunboat, smoker control, protective gloves) which was distributed to community for supporting community-based forest protection groups on bee keeping activities. Kasulu 30 and Kibondo 50 beehives.

VI. Raised and planted different 59,300 and 90,300 tree seedling species in Nduta and host community respectively covering an area of 13ha.

7.5 Providing Solar Power for Refugee Camps and Host Communities in Tanzania - Funded by Littlesun

To ensure availability and accessibility of household solar lighting to vulnerable communities specifically in rural areas and refugee camps in Kigoma Region to ensure abundance supply of household lighting for improving protection based issues, health related issues and social economic status of the vulnerable community.

The project involved extensive stakeholder engagement, beneficiary identification, and a distribution plan developed in collaboration with local authorities and humanitarian partners. The distribution was carried out using the Kobo Collect tool to streamline the process. A total of 7,584 solar lamps, including 7,044 Little Solar Origin (LSO) and 540 Sun King Charger (SKC) units, were distributed across host districts and refugee camps, achieving 100% of the original target. The distribution benefited 87 villages in host communities and two refugee camps. Notably, 60.5% of the beneficiaries were women, indicating the project's positive impact on vulnerable women in the region.

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7.6 Ecosystem-based Adaptation for Rural Resilience (EbARR) - Funded by the GOVERNMENT

Project Objectives:

The project aims at increasing the resilience to climate change in rural communities by strengthening ecosystem resilience and diversifying livelihood.

The specific objectives are:

- I) improve stakeholders' capacity to adapt to climate change through Ecosystem-Based Adaptation (EbA) approaches and undertake resilience building response,
- II) increase 4 resilience in the targeted project sites through demonstration of EbA practices and improved livelihood and
- III) strengthened information based on EbA supporting an up-scaling strategy.

The intervention under EbARR approaches to the targeted project sites are:

- I) Watershed rehabilitation,
- II) Riverbank restoration and
- III) Rangeland restoration through natural regeneration, reforestation, pasture seeding, soil erosion control and sustainable management.

KEY ACHIEVEMENT

Mpwapwa District:

- Installed 160m³ of galvanised gabion with 97m³ two-side check dams in Ngh'ambi village.
- Established 20 stone check dams both normal (18) and 2-sided check dams with total volumes of 97m³.

Simanjoro District:

- Installed 40m³ stone and sandbag check dams (20 along the water stream at Block T Jitegemee street and 20 at Laangai water dam) and planted 18 live sisal species to control surface soil erosion at Laangai water dam and Block T Jitegemee street.
- Established 600meters running meters of graded infiltration ditches reinforced with sisal seedlings and 12 trash lines simultaneously to prevent soil erosion as well as sand siltation at Laangai water dam.
- Procured 80kg fodder seed including Chloris gayana (Rhodes grass 35 kg), Cenchrus ciliaris (African foxtail 35 kg) and Clitoria ternatea (Blue pea 10 Kg) for rangeland rehabilitation.

Mvomero District:

- Installed 605m³ of physical structures along riverbanks in Lukenge villages of which 230m³ are gabions and 375m³ are sand filled bags.
- Established tree nursery with 25,000 riparian vegetation seedlings to be planted in the watershed areas and riverbanks. Tree nursery establishment and management involved the community Village Environmental and Natural Resource Committee (VENRC) to provide them with knowledge and skills and to ensure sustainability on the intervention.

Kishapu District:

- Conducted detailed site measurement and sketched for gabion structures, infiltration ditches and check dams in Kiloleli, Mguda, Beledi and Mihama villages. Installation work will progress in the next phase after rain season has ended.

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Kaskazini A Zanzibar:

- Established a tree nursery of 45,000 tree seedlings at Matemwe Kijini Shehia with tree species including Khaya anthotheca, Delonox tegia, Senna siamea, Jacaranda memosfolia, Azadrachta indica, Citrus lemon, Pasfrola edulias, Artocarpus heterophylus and Carica papaya tree species.
- Engaged and provided hands-on training to 20 community members on establishment and management of tree nursery.

8. GOING CONCERN

The Directors believe that the organization has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the organization is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new materials changes that may adversely impact the organization. The directors are also not aware of any materials non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the organization

9. 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 financial and operation 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 behaviors towards all stakeholders.

The efficiency of any internal control system is depended 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 reasonable assurance that the procedures in place are operating effectively, the Board assessed the internal control systems throughout the year ended December 31st 2023 and is of the opinion that they met accepted criteria.

10. STATEMENT OF BOARD MEMBERS' RESPONSIBILITY

The Board Members are responsible to ensure that **REDESO** prepares a report that gives a true and fair view of the operating results of the organization under the Non-Governmental Organization Act No. 24 of 2002.

The Board Members confirm that suitable accounting principles have been used and applied consistently; reasonable and prudent judgments and estimates have been made in the preparation of the project report. The Board Members also, confirm that applicable accounting standards have been followed and the financial statement has been prepared on a going concern basis. The Board Members are responsible to ensure that **REDESO** keeps proper accounting records that disclose with reasonable accuracy at any time the financial position of the project.

They are also, responsible for safeguarding the assets of **REDESO** and taking reasonable steps for prevention and detection of frauds, errors and other irregularities. The Board Members are also responsible for maintenance of adequate systems of internal

11. EMPLOYEE'S WELFARE

Management and staff relationships have been cordial throughout the year under review. There were no unresolved conflicts with the existing members of staff.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

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DIRECTORS' REPORT

11.1 Board - Employee Relationship

A healthy relationship continues to exist between members of the Board and the employee. Employee complaints raised during the year were resolved mainly through the use of consultative meetings involving the Board and the employee. As a result, there were no unresolved complaints received by the Board from the employee during the financial year 2023.

The company believes on equally employment opportunities to all and as at 31 December 2023 REDESO operations were well managed. REDESO ensures that the best available person is appointed to any given position, free from discrimination of any kind and without regarding factors like, marital status, tribe, religion or disability.

11.2 Training

REDESO supported its employee to attend various professional trainings and workshops conducted by professional bodies like NBAA and PSPTB as part of the capacity building and skills development towards enhancing their professional competences.

11.3 Health and Safety

Effective health, safety and health risk management is a priority for the company. The NGO's management safety system delivers a safe working environment by continuous and effectively assessing the working environment.

11.4 Financial Assistance to Employees

During the financial year ended 31 December 2023 REDESO grant financial assistance such as loans to its employees through the Workers Association known as REDESO WATUMISHI SACCOS (REWASA).

12. PERSONS WITH DISABILITIES

The organization does not discriminate disabled persons. Disabled persons are recruited for those vacancies that they are able to fill. All necessary assistance is availed to them.

13. GENDER PARITY

REDESO is an equally 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, tribe, religion and disability that does not impair ability to discharge duties. As at 31 December 2023 REDESO had the following distribution of employees by gender:

	2023		2022	
GENDER	NUMBER	%	NUMBER	%
Male	17	61	71	78
Female	11	39	20	22
Total	28	100	91	100

14. SOLVENCY

The Board of Directors confirms that applicable accounting policies and standards have been observed and applied in the preparation of these Financial Statements. The Board of Directors confirms that company has adequate resources to meet current and future obligations.

15. ENVIRONMENTAL CONSERVATION

In order to conserve the environment, the company is keen to ensure that all kind of wastes generated are safely disposed of.

16. ANTI CORRUPTION INITIATIVES

The company maintains transparency in conducting its business and observes good governance principles and it also implements appropriate anti-corruption measures.

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17. CORPORATE GOVERNANCE

REDESO is committed to the highest standards of corporate governance. Its governance structure is flexible enough to adopt changes in the internal and external environment. The NGO adheres to global standards and practices of good corporate governance.

18. CORPORATE SOCIAL RESPONSIBILITIES

REDESO is committed in making tangible impact to the local and national communities. The Board of Directors believes in creating a better world for the NGO, Tanzanian citizens, staff families and neighboring countries.

During 2022 and 2023 no donations were made.

19. FIGHT AGAINST HIV AND AIDS

The company recognizes the seriousness of the HIV and AIDS epidemic and its negative impacts on the capacity to realize the National Agenda on making Tanzania free from the epidemic. REDESO has adopted the National HIV and AIDS Policy and prepared its HIV and AIDS strategies, which aims at raising HIV and AIDS awareness among its employees.

20. COMPLIANCE WITH THE LAWS AND REGULATIONS

In performing the NGO's activities stipulated in its constitution the Board of Directors ensures that the company complies with various laws and regulations having impact on NGO's operations.

21. SERIOUS PREJUDICIAL MATTERS

During the year ended 31st December, 2023, there were no any prejudicial matters to report as required by the Tanzania Financial Reporting Standards No. 1- Directors' Report.

22. EVENTS AFTER REPORTING PERIOD

There were no material events, adjusting or non-adjusting, which have occurred between the reporting date and the date when Financial Statements are authorized for issue by the Board of Directors.

23. ACCOUNTING POLICIES

The NGO adopted International Financial Reporting Standards (IFRSs) as it is basis of financial reporting framework. A summary of the key accounting policies has been provided in the financial statements and were consistently applied during the year under review.

24. IMPACT AND RESPONSES TO COVID-19 PANDEMIC

During the year Covid -19 pandemic did not adversely affect the company's operations.

Generally, the NGO responded positively to the Government's strategies of combating the Covid-19 pandemic through insisting its employees and stakeholders to wear face masks, hand washing and using hand sanitizer and conducting meetings on line.

25. STATEMENT OF COMPLIANCE

The Board of Directors Report has been prepared in full compliance with requirements of the Tanzania Financial Reporting Standards No.1-Directors' Report.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

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26. AUDITORS

TMC Associates was appointed auditors of the organizational financial statements for the year ended December 31, 2023. They have expressed their willingness to continue in office and are eligible for re-appointment.

The financial statements set out on pages 17 to 31, which have been prepared on the going concern basis, were approved by the board of directors on 28/06/2024 and were signed on its behalf by:

By Order of the Board



28/06/2024

Director

Date

DECLARATION OF THE HEAD OF FINANCE/ACCOUNTING OF RELIEF TO DEVELOPMENT SOCIETY (REDESO) TANZANIA

The National Board of Accountants and Auditors (NBAA), according to the power conferred under the Auditors and Accountants (Registration) Act. No. 33 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied with a declaration issued by the Head of Finance/Accounting responsible for the preparation of financial statements of the entity concerned. It is the duty of a Professional Accountant to assist the Board of Directors/Governing Body/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 CPA PHILLIBERT MUJANJABI being Project Financial Controller of **RELIEF TO DEVELOPMENT SOCIETY (REDESO) TANZANIA** hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31/12/2023 have been prepared in compliance with applicable accounting standards and statutory requirements. I thus confirm that the financial statements give a true and fair view position of **RELIEF TO DEVELOPMENT SOCIETY (REDESO) TANZANIA** as on that date and that they have been prepared based on properly maintained financial records.

Signed by: Phillibert Mujanjab

Position: Project Financial Controller

NBAA Membership No.: GA 9796

Date: 28/06/2024





INDEPENDENT AUDITOR'S REPORT

To the Shareholder of Relief to Development Society, Tanzania (REDESO)

Opinion

We have audited the financial statements of Relief to Development Society, Tanzania (REDESO) (the NGO) set out on pages 17 to 31, which comprise the statement of financial position as at December 31, 2023, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows and statement of Budget versus actual for the year then ended, and notes to the director's report and audited financial statements, including material accounting policy information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Relief to Development Society, Tanzania (REDESO) as at December 31, 2023, and its financial performance and cash flows and budget vs actual for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS) and the requirements of the Tanzanian Companies Act 2002.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. 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 NGO in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (Parts 1, 3 and 4A) (IESBA Code) and other independence requirements applicable to performing audits of financial statements in United Republic of Tanzania. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and in accordance with other ethical requirements applicable to performing audits in United Republic of Tanzania. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the document titled "Relief to Development Society, Tanzania (REDESO) financial statements for the year ended December 31, 2023", which includes the Directors' Report as required by the Tanzanian Companies Act 2002. The other information does not include the financial statements and our auditor's report thereon.

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

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

Responsibilities of the Directors for the Director's Report And Audited Financial Statements

The directors are responsible for the preparation and fair presentation of the director's report and financial statements in accordance with International Public Sector Accounting Standards (IPSAS) and the requirements of the Tanzanian Companies Act 2002, and for such internal control as the directors determine is necessary to enable the preparation of director's report and financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the NGO's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the NGO or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT

Auditor's Responsibilities for the Audit of the Director's Report and Audited Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing 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 director's report and audited financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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.



TMCASSOCIATES

MICHAEL NSHANGEKI (FCPA 678)
Managing
Partner
Certified Public
Accountants
Registered
Auditor
NBAA Member firm



Date: 28/06/2024

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report and Audited Financial Statements for the year ended December 31, 2023

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2023

Figures in Tanzanian Shilling	Note(s)	2023	2022
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	293,653,207	282,486,643
Investment	3	1,250,000	1,250,000
		<u>294,903,207</u>	<u>283,736,643</u>
Current Assets			
Trade and other receivables	4	142,628,082	127,361,381
Prepayments	5	22,167,971	-
Cash and cash equivalents	6	31,808,860	98,217,439
		<u>196,604,913</u>	<u>225,578,820</u>
Total Assets		<u>491,508,120</u>	<u>509,315,463</u>
EQUITY AND LIABILITIES			
EQUITY			
Capital Fund	7	251,749,207	282,486,644
Accumulated Fund		179,028,923	214,429,465
		<u>430,778,130</u>	<u>496,916,109</u>
LIABILITIES			
Current Liabilities			
Trade and other payables	8	60,729,990	12,399,355
Total Equity and Liabilities		<u>491,508,120</u>	<u>509,315,464</u>

The financial statements and the notes on page 4, were approved by the board of directors on the 28/06/2024 and were signed on its behalf by:

Name: ABEID KASAIZI Title: CEO Signature: [Signature]

Name: AGNES LUABU Title: SFM Signature: [Signature]

The accounting policies on pages 22 to 25 and the notes on pages 26 to 31 form an integral part of the audited financial statements.



RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report and Audited Financial Statements for the year ended December 31, 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Figures in Tanzanian Shilling	Note(s)	2023	2022
GRANTS RECEIVED		TZS	TZS
Assistance to refugees and asylum seekers in Camps and urban areas	11	232,000,000	2,983,523,260
Safe and Sustainable Environment for PSN in Refugee & Host community	12	319,068,800	619,490,205
Environmental conservation in Nyarugusu refugee Camp & Kasulu DC		-	23,148,284
Little sun Foundation	13	16,665,242	-
Enhancing business resilience along the sisal value chain - Shinyanga	14	91,798,838	-
Ecosystem-based adaptation for Rural Resilience - EBARR	15	199,989,858	-
Natural Environment Protection through Climate Smart solution in Refugee Camps and Host communities in Kigoma - JAC		124,145,155	-
NET GRANTS RECEIVED		983,667,893	3,626,161,749
SPENT GRANTS		-	-
Assistance to refugees and asylum seekers in Camps and urban areas	11	226,948,624	2,979,139,313
Safe and Sustainable Environment for PSN in Refugee & Host community	12	319,068,800	619,490,205
Environmental conservation in Nyarugusu refugee Camp & Kasulu DC		-	23,132,877
Little sun Foundation	13	16,665,242	-
Enhancing business resilience along the sisal value chain - Shinyanga	14	91,798,838	-
Ecosystem-based adaptation for Rural Resilience - EBARR	15	199,989,858	-
Natural Environment Protection through Climate Smart solution in Refugee Camps and Host communities in Kigoma - JAC		124,145,155	-
Refund IRC		-	15,407
Refund UNHCR		5,051,376	4,383,948
TOTAL SPENT GRANTS		983,667,893	3,626,161,749
SURPLUS/DEFICIT A		-	-
OTHER INCOME			
Local income sources	10a	85,086,218	40,818,587
OTHER EXPENDITURE			
REDESO local expenses	10b	85,086,218	40,818,587
SURPLUS/DEFICIT FOR THE YEAR B		-	-
NET SURPLUS FOR THE YEAR A & B		-	-

The accounting policies on pages 22 to 25 and the notes on pages 26 to 31 form an integral part of the audited financial statements.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report and Audited Financial Statements for the year ended December 31, 2023

STATEMENT OF CHANGES IN EQUITY

Figures in Tanzanian Shilling	Capital Fund	Accumulated Fund	Total equity
Balance at January 1, 2022	311,731,438	187,325,499	499,056,937
Consolidation Adjustment /PICS	-	27,103,966	27,103,966
Depreciation for the year	(29,244,794)	-	(29,244,794)
Total Change	(29,244,794)	27,103,966	(2,140,828)
Balance at January 1, 2023	282,486,644	214,429,465	496,916,109
Consolidation Adjustment	-	(35,400,542)	(35,400,542)
Increase in capital fund	2,250,000	-	2,250,000
Depreciation for the year	(32,987,437)	-	(32,987,437)
Total change	(30,737,437)	(35,400,542)	(66,137,979)
Balance at December 31, 2023	251,749,207	179,028,923	430,778,130
Note(s)	7		

The accounting policies on pages 22 to 25 and the notes on pages 26 to 31 form an integral part of the audited financial statements.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report and Audited Financial Statements for the year ended December 31, 2023

STATEMENT OF CASH FLOWS

Figures in Tanzanian Shilling	Note(s)	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		-	-
ADJUSTMENTS FOR NON-CASH ITEMS:			
Depreciation, amortization, impairments and reversals of impairments		32,987,437	-
CHANGES IN WORKING CAPITAL:			
(Increase) decrease in trade and other receivables		(37,434,672)	13,540,205
Increase (decrease) in trade and other payables		48,330,635	(25,723,891)
Cash generated from operations		43,883,400	(12,183,686)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	2	(44,154,000)	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Movement in capital fund	7	(30,737,437)	-
Transfer to/ from consolidation adjustment		-	27,103,966
Accumulated fund		(35,400,542)	-
Net cash from financing activities		(66,137,979)	27,103,966
Total cash movement for the year		(66,408,579)	14,920,280
Cash and cash equivalents at the beginning of the year		98,217,439	83,297,160
Cash and cash equivalents at the end of the year	6	31,808,860	98,217,440

The accounting policies on pages 22 to 25 and the notes on pages 26 to 31 form an integral part of the audited financial statements.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report and Audited Financial Statements for the year ended December 31, 2023

STATEMENT OF BUDGET VS ACTUAL

Details	Budget Jan - Dec 2023	Actual Jan-Dec 2023	Over Budget	% of Budget
GRANTS RECEIVED	TZS	TZS	TZS	
Assistance to refugees and asylum seekers in Camps and urban areas	232,000,000	232,000,000	-	0%
Safe and Sustainable Environment for PSN in Refugee & Host community	319,068,800	319,068,800	-	0%
Litle sun Foundation	16,665,242	16,665,242	-	0%
Enhancing business resilience along the sisal value chain - Shinyanga	91,798,838	91,798,838	-	0%
Ecosystem-based adaptation for Rural Resilience - EBARR	199,989,858	199,989,858	-	0%
Natural Environment Protection through Climate Smart solution in Refugee Camps and Host communities in Kigoma - JAC	124,145,155	124,145,155	-	0%
NET GRANTS RECEIVED	983,667,893	983,667,893	-	0%
SPENT GRANTS				
Assistance to refugees and asylum seekers in Camps and urban areas	232,000,000	226,948,624	5,051,376	-2%
Safe and Sustainable Environment for PSN in Refugee & Host community	319,068,800	319,068,800	-	0%
Litle sun Foundation	16,665,242	16,665,242	-	0%
Enhancing business resilience along the sisal value chain - Shinyanga	91,798,838	91,798,838	-	0%
Ecosystem-based adaptation for Rural Resilience - EBARR	158,848,200	158,848,200	-	0%
Natural Environment Protection through Climate Smart solution in Refugee Camps and Host communities in Kigoma - JAC	124,145,155	124,145,155	-	0%
TOTAL SPENT GRANTS	983,667,893	978,616,517	5,051,376	-1%
Surplus Refunded To DONORS			5,051,376	

The accounting policies on pages 22 to 25 and the notes on pages 26 to 31 form an integral part of the audited financial statements.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

ACCOUNTING POLICIES

1. Reporting Entity

Relief to Development Society (REDESO) is a national non-governmental organization, registered under the Non-Governmental Organization Act, 2002 with Certificate No. 1466 in Tanzania. The Organization is non-partisan as well as non-sectarian. REDESO is concerned with relief and development to Local and international displaced communities as well as other vulnerable Local communities. The organization is one of the leading projects implementing partners of UNHCR in refugee camps and Local communities in Tanzania. The organization implements both humanitarian and sustainable community development programs in Dar es Salaam, Kagera, Kigoma, Shinyanga and Simiyu Regions.

1.1 Basis of preparation

These financial statements have been prepared on accrual basis under the historical cost, unless otherwise stated, and in accordance with the International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Tanzanian Shillings (TZS)

Going concern

The financial statements have been prepared on going concern basis which assumes that the organization will continue in operational existence for the foreseeable future.

Statement of compliance

The annual financial statements have been prepared in accordance with and comply with the International Public Sector Accounting Standards (IPSAS) and the requirement of Non-Governmental Organization Act, 2002 (revised 2005).

Changes In Accounting Policy and Disclosures

REDESO adopted the International Public Sector Accounting Standards (IPSAS) to replace the International Financial Reporting Standards (IFRS). IPSAS is more appropriate financial reporting framework to the organization standards and interpretations as reflected to pronouncement issued by NBAA. Adopted financial reporting framework had no impact to the financial performance or financial position of the organization during the year under reporting.

The accounting policies adopted are consistent with those of the previous financial year. Standards that are issued but not yet effective and those which are effective for accounting period beginning on or after 01st January 2023 are listed below:

IPSAS 41 – Financial Instruments – Effective from 1st January 2022, with early adoption encouraged.

IPSAS 42 – Social Benefits – Effective date from 1st January 2022, with early adoption encouraged.

New and amended standards and interpretations that became effective during the year did not have any impact on the accounting policies, financial position or performance of the organization.

Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all periods presented, unless otherwise stated.

These accounting policies are consistent with the previous period.

1.2 Property, plant and equipment

In the REDESO financial records and financial statements, fixed assets acquired are initially capitalized and depreciated through the capital fund over their expected useful lives using the straight-line method.

Gains and losses on disposal of property and equipment are determined by reference to their carrying amount and are considered in determining the surplus or deficit.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

ACCOUNTING POLICIES

1.2 Property, plant and equipment (continued)

An item of property and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the receipts and payments statement in the year the item is derecognized.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and impairment losses except for land which is not depreciated.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Rates
Land and Buildings	Straight line	4%
Office machinery and equipment	Straight line	12.5%
Office furniture	Straight line	12.5%
Motor vehicles	Straight line	12.5%
Working equipment	Straight line	12.5%
Motor cycles	Straight line	25%

1.3 Financial instruments

Trade and other receivables

Trade and other receivables are carried at the original invoice amount less the provision made for the impairment of these receivables. Such impairment of trade and other receivables is established if there is objective evidence that the organization will not be able to collect all amounts due according to the original terms of the receivables.

Trade and other payables

Trade and other payables are carried at the fair value of the consideration paid in future for the goods or services that have been received or supplied or invoiced or formally agreed with the supplier.

Cash and cash equivalents

Cash and cash equivalents shall comprise cash at hand and deposits held at call with banks. Bank overdrafts, if any, are to be reported under current liabilities.

1.4 Tax

Income Tax

Income tax is recognized as an expense and included in the statement of comprehensive income. Current taxation for current and prior periods is, to the extent unpaid, recognized as a tax payable in the statement of financial position. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognized as a tax receivable in the statement of financial position. Current taxation liabilities and current taxation assets are measured at the amount expected to be paid to/ (recovered from) the tax authorities, using the tax rates and tax legislation that have been enacted or substantively enacted at the reporting date.

1.5 Impairment of assets

At each reporting date, the organization assesses whether there is any indication that any asset (Property, plant and equipment intangible assets or goodwill) may be impaired. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount. If the carrying amount is lower it is reduced to its estimated recoverable amount, and an impairment loss is recognized immediately in profit or loss.

1.6 Share capital and equity

Equity instruments issued by the company are recognized at the proceeds received, net of direct issue costs.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

ACCOUNTING POLICIES

1.7 Judgments

In the process of applying the organization's accounting policies, management has made the following judgment which has the most significant effect on the amounts recognized in the financial statements

1.8 Provisions and contingencies

Provisions are recognized when the organization has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the obligation.

Contingent assets and contingent liabilities are not recognized. Contingencies are disclosed in .

1.9 Revenue recognition

The Organization's revenue comprises of grants revenue from donors.

Revenue from non-exchange transactions

Grants

Grant receipts represent funds received from various donors to meet projects operating expenditures. General grants receipts are recognized when revenue received. Grants for implementation of contractual project activities is recognized to the extent that the project related expenses are incurred. Contributions received but not yet utilized are deferred and included in liabilities. The deferred grant revenue amounts recorded in the statement of financial position represent the amount of grant revenue received but not utilized by the reporting date.

- Grant revenue used to acquire property and equipment is referred as capital grant. The capital grants are amortized on a systematic basis to match the depreciation or amortization charge on the assets.
- All grants income except those in form of income tax benefits are measured at the fair value of the asset received or receivable.

1.10 Recognition of expenditure

Expenditure in respect of goods and services is generally recognized in the statement of performance at the time when they are incurred.

1.11 Translation of foreign currencies

Foreign currency transactions

Transactions denominated in foreign currencies during the period are converted to Tanzania shillings at rates ruling at the transaction dates. Assets and liabilities at the reporting date, which are expressed in foreign currencies, are translated into Tanzania shillings at rates ruling at that date (closing rate).

1.12 Significant Accounting judgments, Estimates and Assumptions

The preparation of the organization's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date.

However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

ACCOUNTING POLICIES

1.13 Budget information

The annual budget is prepared on the accrual basis, that is, all planned costs and revenue are presented in a single statement to determine the needs of the organization. As a result of the adoption of the accrual basis for budgeting purposes, there are no basis or timing differences that would require reconciliation between the actual comparable amounts and the amounts presented as a separate additional financial statement in the statement of comparison of budget and actual amounts. Explanatory comments are provided in the notes to the annual financial statements; first, the reasons for overall growth or decline in the budget are stated, followed by details of overspending or under-spending online items. These budget figures are those approved by governing board at the beginning of and during the year following a period of consultation with the public.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

NOTES TO THE DIRECTOR'S REPORT AND AUDITED FINANCIAL STATEMENTS

Figures in Tanzanian Shilling

2023

2022

2. PROPERTY, PLANT AND EQUIPMENT

Particulars	Land and buildings	Office Furniture	Office Machinery and equipment	Motor Vehicles	Motor Cycles	Working Equipment	Total
	TZS	TZS	TZS	TZS	TZS	TZS	TZS
Cost as at 01.01.2023	686,704,669	40,018,164	66,922,770	114,417,570	35,233,000	15,000,000	958,296,173
Additions/(deletions)	-	-	2,250,000	41,904,000	-	-	44,154,000
Cost as at 31.12.2023 (A)	686,704,669	40,018,164	69,172,770	156,321,570	35,233,000	15,000,000	1,002,450,173
							-
Depreciation as at 01.01.2023	404,218,025	40,018,165	66,922,770	114,417,570	35,233,000	15,000,000	675,809,530
Charge for the year	27,468,187	-	281,250	5,238,000	-	-	32,987,437
Depreciation as at 31.12.2023 (B)	431,686,212	40,018,165	67,204,020	119,655,570	35,233,000	15,000,000	708,796,967
NBV AS AT 31.12.2023 (A-B)	255,018,457	-	1,968,750	36,666,000	-	-	293,653,207
NBV AS AT 31.12.2022	282,486,644	-	-	-	-	-	282,486,644

3. INVESTMENTS AT FAIR VALUE

This consists of 5000 shares of TZS 250/= in NICO

1,250,000

1,250,000

4. TRADE AND OTHER RECEIVABLES

TMCA	4,522,549	7,522,549
AVOTICK LTD	3,336,750	2,152,262
Galaxy project	3,336,750	2,152,262
CLASSIC	588,254	150,325
KUYELA	15,060,431	9,925,662
Tanzania Multi consult	13,070,312	13,070,312
DESIGN	25,715,851	18,950,072
KAMU	18,301,689	14,742,441
Rental Debtors: KEPOCO	58,695,496	58,695,496
Total trade and other receivables	142,628,082	127,361,381

5. PREPAYMENTS

Prefinance EbAR

22,167,971

-

The Prepayment of TZS 22,167,971 represent Prepaid expenses for EbAR.

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

NOTES TO THE DIRECTOR'S REPORT AND AUDITED FINANCIAL STATEMENTS

Figures in Tanzanian Shilling	2023	2022
6. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of:		
CRDB Holland house (CARE INTERNATIONAL) TZS - ENHANCING SHY	216,267	23,972
NBC Corporate branch (HELP AGE)	5,730,776	100,000
NBC Corporate branch (UNHCR) Urban	6,385,715	24,747,292
CRDB Shinyanga Branch (OXFAM)	89,601	89,601
NMB Kibondo (HELP AGE)	251,328	198,505
NMB Kibondo (UNHCR)	180,000	3,637,241
DTB DSM Rent account	121,827	793,024
NMB DSM-General Account	1,481,855	24,724,745
REDESO Education Account-Kibondo-Field	14,155,142	158,719
NMB-Kasulu	88,974	88,974
CRDB Holland house (Little Sun Foundation) Dollar	3,107,376	43,655,366
	31,808,861	98,217,439
7. CAPITAL FUND		
Opening Balance	282,486,644	311,731,438
Increase in capital fund	2,250,000	-
Less; Depreciation	(32,987,437)	(29,244,794)
	251,749,207	282,486,644
8. TRADE AND OTHER PAYABLES		
Unspent grant -Enhancing Biz Res. SHY	249,845	-
Environmental Conservation Project	-	15,407
Audit fee payables	3,000,000	8,000,000
Unspent grant JAC	36,322,423	-
Unspent grant EbAR	7,498,183	-
Unspent grant - safe and sustainable environment	5,683,599	-
Unspent grant Littlesun	2,924,564	-
Un spent Grant UNHC	5,051,376	4,383,948
	60,729,990	12,399,355
9. UNSPENT GRANTS		
NBC Corporate branch (UNHCR) Urban	5,051,376	4,383,948
Environmental Conservation Project	-	15,407
Safe and Sustainable Environment for PSN in Refugee & Host community	8,722,935	-
Natural Environment Protection through Climate Smart solution in Refugee Camps JAC	35,322,423	-
Enhancing business resilience along the sisal value chain - Shinyanga	249,845	-
	49,346,579	4,399,355

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

Director's Report And Audited Financial Statements for the year ended December 31, 2023

NOTES TO THE DIRECTOR'S REPORT AND AUDITED FINANCIAL STATEMENTS

Figures in Tanzanian Shilling		2023	2022
10. OTHER OPERATING INCOME			
Note 10 (a)	LOCAL INCOME		
	AVOTIC Limited rent	4,379,289	4,379,289
	CLASSIC rent	4,379,289	4,379,289
	GALAX rent	4,379,289	4,379,289
	DESIGN CONCERN	6,765,779	6,765,779
	KUYELA rent	5,134,769	5,134,769
	KAMU rent	3,559,248	3,559,248
	Other incomes PICS	18,544,370	12,220,925
	Amortized grant	37,944,187	-
	Total	85,086,220	40,818,587
Note 10 (b)	REDESO Local expenses		
	Audit fees and expense	3,000,000	8,000,000
	Bank charges	927,475	340,934
	Board meeting expenses	1,000,000	1,400,000
	Membership fees & seminars	400,000	800,000
	staff travel	1,397,000	450,000
	Administration costs	36,890,075	25,077,653
	Funeral expenses	700,000	1,000,000
	Air ticket	1,000,000	1,150,000
	Fuel for vehicle & generator	627,481	-
	Staff travel allowances	1,200,000	1,600,000
	Medical expense support	-	1,000,000
	Amortization expense	37,944,187	-
	Total	85,086,218	40,818,587

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

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NOTES TO THE DIRECTOR'S REPORT AND AUDITED FINANCIAL STATEMENTS

11. ASSISTANCE TO REFUGEES AND ASYLUM SEEKERS

Details	Jan-Dec 2023	Budget	Over Budget	% of Budget
Income				
Note 11. Assistance to refugees & asylum				
OA8: Wellbeing and basic needs	232,000,000	232,000,000		100
Net Total Income	232,000,000	232,000,000		100
EXPENSES				
Note 11B. Assistance to refugees & asylum				
OA8: Wellbeing and basic needs	226,948,624	232,000,000	-5,051,376	98
Total expenses	226,948,624	232,000,000	-5,051,376	98

12. SAFE AND SUSTAINABLE ENVIRONMENT FOR PSN IN REFUGEE & HOST COMMUNITY

	Jan-Dec 2023	Budget	Over Budget	% of Budget
Income				
Safe and Sustainable Environment for PSN in Refugee camp& Host Communities	319,068,800	319,068,800	-	100
Total Income	319,068,800	319,068,800	-	100
Expenses				
1.2. 10R Admin Cost	26,615,177	24,810,437	1,804,740	107
R2 Monitoring and Evaluation	2,670,000	5,902,143	-3,232,143	-
R1.3 Staff Cost	159,737,493	177,897,250	-18,159,757	90
R1.2 Stakeholder workshop on the Development of strategic and Operational plan for DRR	36,496,258	36,500,000	-3,742	100
R1.5 Undertake quarterly coord and complementary meetings	2,541,800	2,560,000	-18,200	99
R2.1 Conduct Regional Stakeholder workshop (Peace coexistence mechanism)	10,440,482	10,449,000	-8,518	100
R2.2 Establish the Refugee Host Community working group	920,000	924,000	-4,000	100
R2.3 Support the Implementation of Quick impact	3,759,000	3,764,360	-5,360	100
R3.1 Organize Regional stakeholders `workshop to dev a strategic and Oper	17,125,600	17,125,600		100
R3.3 Training of community-based protection actors and MHPSS practitioners	2,665,660	2,665,660		100
R4.2.2 Facilitate Community dialogue/symposium during international days	8,067,410	8,108,715	-41,305.12	99
R4. 2 Intergenerational Awareness Campaigns on Protec	7,355,000	7,365,093	-10,092.74	100
R5.1 Conduct market survey for potential climate adaptive livelihood	9,212,184	9,212,184		100
R5.3 Provision of Critical inputs for other climate adaptive livelihood interventions	2,530,000	2,540,000	-10,000.00	100
1.2.7R Travel cost	18,809,801	18,857,250	-47,449	100
R5 Documentation of project learning-b annual from year 2	1,400,000	1,400,000		100
Committed Expenses	8,722,935		8,722,935	-
Total Expense	319,068,800	330,081,692	-11,012,892	97

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

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NOTES TO THE DIRECTOR'S REPORT AND AUDITED FINANCIAL STATEMENTS

13. LITLE SUN FOUNDATION

	Jan-Dec 2023	Budget	Over Budget	% of Budget
Income				
Litle sun FOUNDATION	16,665,242	16,665,242	-	100
Total Income	16,665,242	16,665,242	-	100
	-	-	-	-
Expense				
Litle sun FOUNDATION	16,665,242	16,665,242	-	100
Total Expenses	16,665,242	16,665,242	-	100

14. ENHANCING BUSINESS RESILIENCE ALONG THE SISAL VALUE CHAIN - SHINYANGA

	Jan-Dec 2023	Budget	Over Budget	% of Budget
Income				
Enhancing business resilience along the sisal value chain - Shinyanga	91,798,838	92,739,706	-940,868	99
Total Income	91,798,838	92,739,706	-940,868	99
	-	-	-	-
Expense				
1. Personnel	35,048,849	36,958,410	-1,909,561	95
2. Project Activities	30,345,363	26,981,296	3,364,067	112
5.1 Admin support	26,154,781	28,800,000	-2,645,219	91
Committed Expenses	249,845			-
Total Expense	91,798,838	92,739,706	-1,190,714	99

15. ECOSYSTEM-BASED ADAPTATION FOR RURAL RESILIENCE - EBARR

	Jan-Dec 2023	Budget	Over Budget	% of Budget
Income				
PREFINANCE- EBARR -income	41141658	-	-	-
Ecosystem-based adaptation- EBARR -income	158,848,200	-	-	-
Total Income	199,989,858	-	-	-
Expense				
EbAR SALARIES	66,271,885	-	-	-
Reimbursable expenses	126,219,790	-	-	-
Committed expenses EbAR	7,498,183	-	-	-
Total Expense	199,989,858	-	-	-

RELIEF TO DEVELOPMENT SOCIETY, TANZANIA (REDESO)

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NOTES TO THE DIRECTOR'S REPORT AND AUDITED FINANCIAL STATE

16. EXPLANATION OF VARIANCES

The variances on one project is explained as follows:

Project 1: Assistance to refugees and asylum seekers in Camps and urban areas TZS 5,051,376 was

unspent grants subsequently refunded to the respective donors.

Annex 1: CONTRACTUAL COMMITMENT

Particulars	31/12/2023	31/12/2022
NBC Corporate branch (UNHCR) Urban	5,051,376	4,383,947.66
Environmental Conservation Project	-	15,407.15
Safe and Sustainable Environment for PSN in Refugee & Host community	8,722,935	-
Natural Environment Protection through Climate Smart solution in Refugee Camps and Host communities in Kigoma - JAC	35,322,423	-
Enhancing business resilience along the sisal value chain - Shinyanga	249,845	-
TOTAL	49,346,579	4,399,354.81

ANNEX 2. PARTNER INTEGRITY CAPACITY SUPPORT

Particulars	31/12/2023
Audit fees TMC associates	3,000,000
Board meeting expenses	1,500,000.00
Fuel for vehicle	700,000.00
Air tickets	1,246,127.00
Administration Costs	432,666.23
DSA to staff for local travel	650,000.00
NNG Registration & other fees	2,000,000.00
Security Services cost	1,200,000.00
Professional Seminars & fees	1,000,000.00
Total	11,728,793.23