



**HOPE EMPOWERMENT AND DEVELOPMENT
ORGANIZATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024.**

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION
ANNUAL REPORTS AND AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

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HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

ORGANISATION INFORMATION

BOARD OF DIRECTORS

Gervas Issangya	Chairperson	Tanzanian
Eunice Kuzwa	Managing Director	Tanzanian
Upendo Kuzwa	Secretary	Tanzanian
Judith Inega	Treasury	Tanzanian
Bryceson Mswia	Member	Tanzanian
Edwin Kuzwa	Administrator	Tanzanian

REGISTERED OFFICE

Usa River
P. O. Box 269
Arusha, Tanzania

PRINCIPAL BANKERS

CRDB Bank Plc
Arusha branch
P. O. Box 54
Arusha, Tanzania

INDEPENDENT AUDITOR

Timeless Business Solution,
East African Community Road,
AICC Plot, Block No. 3, Sekei,
3rd Floor, K344 Kilimanjaro Wing, AICC Complex,
P. O. Box 12454,
Arusha, Tanzania.

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 31 DECEMBER 2024

The Directors, as those charged with governance, present this report and the audited financial statements for the financial year ended 31 December 2024, which disclose the state of affairs of the Organization.

REGISTRATION

The Organization is registered in Tanzania under the Non-Governmental Organizations Act No. 24 of 2002 with Registration No 00NGO/1195 dated 26th September 2007.

VISION

To have local community members making significant progress creating more human and sustainable life for themselves.

MISSION

To create an environment in which the local population feels safe and will grasp the opportunities to develop their destiny and their country future.

PRINCIPAL ACTIVITIES

The principal activities of the Organization are:

- To capacitate communities in access to social education
- To strengthen vocational training and capacitate Community Based Organizations and Community's income Generating Groups on community development programs
- Empower the community with life skills and income-generating activities.

COMPOSITION OF THE BOARD

The directors of the Organization at the date of this report and who have served since 2007, except where otherwise stated, are: -

	Name	Position	Age	Qualifications / Discipline	Nationality	Date of Appointment
1	Gervas Issangya	Chair-person	1960	Bachelor in development studies	Tanzanian	2020
2	Eunice Kuzwa	Managing Director	1953	Diploma in communication and business Management.	Tanzanian	2007
3.	Upendo Kuzwa	Executive Secretary	1979	Bachelor in Education.	Tanzanian	2007
3	Judith Inega	Treasurer	1976	Treasury	Tanzanian	2010
4	Bryceson Mswia	Member	1959	Certificate in Tour Guide	Tanzanian	2007
6	Edwin Kuzwa	Administrator	1977	Doctor, Diploma in clinic officer	Tanzanian	2007

The Organization secretary as of 31.12.2024 was Upendo Kuzwa

GOVERNANCE MATTERS

The Board members consist of six members apart from the Executive no other members hold executive positions in the Organization. The Board takes overall responsibility for the Organization, including responsibility for identifying key risk areas, considering and monitoring investment decisions, considering significant financial matters, and reviewing the performance of management business plans and budgets. The Board is also responsible for ensuring that a comprehensive system of internal control policies and procedures is operative and for compliance with sound corporate governance principles.

The Board is required to meet at least two times a year. The Board delegates the day-to-day management of the operations to senior management. Senior Management is invited to attend board meetings and facilitates the effective control of all the Organization's operational activities, acting as a medium of communication and coordination between all the various business units.

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

The Board met four times during the year.

MANAGEMENT

The Management of the Organization is under the Executive Director and is organized in the following departments.

1. Finance and administration department
2. Operations department

CURRENT AND FUTURE DEVELOPMENT PLANS

The Organization will continue to improve its performance through the introduction of innovative programs, focusing on value-added community services and selective expansion of its operations while carefully managing both costs and risks.

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 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;
- Projects/Program sustainability under normal as well as adverse conditions; and
- Responsible behaviors towards all stakeholders.

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

The Board assessed the internal control systems throughout the financial year ended 2024 and is of the opinion that they met the acceptance criteria.

SOLVENCY EVALUATION

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

POLITICAL AND CHARITABLE DONATIONS

The Organization did not make any political donations during the year. There were no donations made to charitable organizations during the year.

SOCIAL RESPONSIBILITY

Apart from charity work that was done by the organization during the year under review, there were no issues on social responsibility that was performed by Hope Empowerment and Development organization during the same period.

APPOINTMENT OF AUDITORS

The auditors, Timeless Business Solution, were appointed by the Organization, in accordance with provisions of the Tanzania NGOs Act 2002, to audit the financial statements for the year ended 31. December.2024 Although there are no defined rotation requirements, they have expressed their willingness to continue in office and are eligible for re-appointment.

Auditor's registered office is at East African Community Road, Arusha International Conference Centre, Kilimanjaro Wing, Third Floor, Room No. K344, P. O. Box 12454, Arusha. The firm is registered with the National Board of Accountants and Auditors (NBAA) under Reg. No. PF 411 and with Tanzania Revenue Authority (TRA) under TIN No. 140-489-565.

RESPONSIBILITY OF THE AUDITORS

In connection with the audit of the Financial Statements, the auditors' responsibility is to express an opinion on the financial statements based on their audit done in accordance with International Standards on Auditing. Regarding the report by those charged with governance, the responsibility of the auditors is to read the report by those charged with governance and, in doing so, consider whether the information herein is materially inconsistent with the Financial Statements of their knowledge obtained in the audit or otherwise appears to be materially misstated. If they conclude that there is a material misstatement of the report by those charged with governance, they are required to report that fact in their report.

STATEMENT OF COMPLIANCE

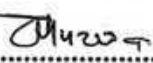
The report by those charged with Governance has been prepared in full compliance with Tanzania Financial Reporting Standard No. 1 (Report by those Charged with Governance) and constitutes an integral part of the financial statements. The report has also complied with all other statutory legislations.

Approved by those charged with Governance on 22/3/2025 and signed on their behalf by:


.....

Gervas Issangya
Chairperson

22/03/2025
Date


.....

Eunice Kuzwa
Managing Director

22/03/2025
Date

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

STATEMENT OF RESPONSIBILITIES BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 31 DECEMBER 2024

The NGOs Act, 2002 requires the Directors, as those charged with governance, to keep proper books of account which give a true and fair view of the state of affairs of the Organization at the end of the financial year and of its operating results for that year. It also requires the Directors to ensure that the Organization keeps proper accounting records that disclose with reasonable accuracy the financial position of the Organization. The Directors are also responsible for safeguarding the assets of the Organization.

The Directors are responsible for the preparation of financial statements that give a true and fair view in accordance with International Public Sector Accounting Standards (IPSASs) and the requirements of the NGOs Act, 2002, and for such internal controls as Directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

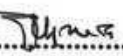
The Directors accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and in the manner required by the NGOs Act, 2002. The Directors are of the opinion that the financial statements give a true and fair view of the state of affairs of the Organization and of its operating results. The Directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

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

Approved by the board directors and signed on its behalf by:


.....
Gervas Issangya
Chairperson

22/03/2025
.....
Date


.....
Eunice Kuzwa
Managing Director

22/03/2025
.....
Date

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

DECLARATION OF THE FINANCIAL ACCOUNTANT

FOR THE YEAR ENDED 31 DECEMBER 2024

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

A Professional Accountant must assist the Board of Directors in discharging the responsibility of preparing financial statements of an entity showing the true and fair view of the entity's 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 as under their Responsibility statement on the foregoing page.

I David Masha..... being the Financial Accountant of Hope Empowerment and Development Organization hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31st December,2024 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 Hope Empowerment and Development Organization as on that date and that they have been prepared based on properly maintained financial records.

Signature: David Masha.....

NBAA Membership No: 4146.....

Date: 24/03/2025.....

INDEPENDENT AUDITOR'S REPORT

To the Members of Hope Empowerment and Development Organization

Report on the Audit of Financial Statements

Our Opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial performance of the Organization for the year ended 31st December 2024 in accordance with the International Public Sector Accounting Standards and requirements of the Tanzania NGOs Act, No. 24 of 2002.

What we have audited

We have audited the accompanying financial statements of Hope Empowerment and Development Organization which comprise;

- i. Statement of Financial Position
- ii. Statement of Financial Performance for the year that ended,
- iii. Statement of Changes in net assets for the year that ended,
- iv. Statement of Cash Flows for the year that ended, and
- v. Notes to the Financial Statements and summary of significant accounting policies and other explanatory notes.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Organization by the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), together with the ethical requirements of the National Board of Accountants and Auditors (NBAA) that are relevant to our audit of the financial statements in Tanzania. We have fulfilled our other ethical responsibilities in accordance with IESBA Code and the ethical requirements of the NBAA.

Other Information

The Board is responsible for the other information, which comprises the report by those charged with Governance, Statement of directors' responsibility, and Declaration of the Head of Finance.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements of our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, 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 Board of Directors for the Financial Statements

The Board is responsible for the preparation of Financial Statements that give a true and fair view in accordance with Financial Reporting Standards and the requirements of the NGOs Act, No. 24 of 2002, and for such Internal controls as the Board determines are necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Board 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 the Board either intends to liquidate the Organization or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the 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 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 decision of users taken based on these Financial Statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not to express 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 the Board.
- Conclude on the appropriateness of the Board'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 auditors' report to the related disclosures in the Financial Statements or, if such disclosure is inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Organization 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.
- Obtain sufficient appropriate audit evidence regarding the entity's financial information or operational activities within the Organization to express an opinion on the Financial Statements. We are responsible for the direction, supervision, and performance of the Organization audit. We remain responsible for our audit opinion.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the current period's financial statements and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Jennifer Amin.



Signed by Jennifer Amin ACPA-PP4492

Timeless Business Solution
Arusha, Tanzania

Date: 24/03/2025



HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

STATEMENT OF RECEIPTS AND PAYMENT
FOR THE YEAR ENDED 31st DECEMBER, 2024

	NOTE	2024 TZS	2023 TZS
Income	4	44,803,379	26,682,338
Direct Program cost	5	29,415,400	15,347,200
Gross Surplus		15,387,979	11,335,138
LESS: EXPENDITURE			
Administrative Costs	6	14,563,635	10,179,665
Depreciation	10	1,260,889	1,441,016
Financial Costs	7	225,779	110,338
TOTAL EXPENDITURE		16,050,303	11,731,019
Surplus before taxation		(662,324)	(395,881)
Income tax		-	-
Surplus/(Deficit) for the year		(662,324)	(395,881)

Approved by the board directors and signed on its behalf by:


.....
Gervais Issangya
Chairperson

22/03/2025
.....
Date


.....
Eunice Kuzwa
Managing Director

22/03/2025
.....
Date

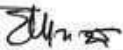
HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2024

		2024	2023
ASSETS:	NOTES	TZS	TZS
Non-Current Assets			
Property, Plant and Equipment	10	8,826,220	10,087,109
		8,826,220	10,087,109
CURRENT ASSETS			
Cash and cash Equivalent	8	570,633	528,512
		570,633	528,512
TOTAL ASSETS		9,396,853	10,615,621
EQUITY AND LIABILITIES			
Accumulated Deficit / Surplus		7,969,920	8,632,244
		7,969,920	8,632,244
CURRENT LIABILITIES			
Account payable	9	1,426,933	1,983,377
TOTAL LIABILITIES		1,426,933	1,983,377
TOTAL EQUITY & LIABILITIES		9,396,853	10,615,621

Approved by the board directors and signed on its behalf by:


.....
Gervais Issangya
Chairperson

22/03/2025
.....
Date


.....
Eunice Kuzwa
Managing Director

22/03/2025
.....
Date

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION
STATEMENT OF NET ASSETS AS AT 31ST DECEMBER 2024

	Accumulated Fund TZS	Total Equity TZS
As at 1 st Jan, 2024	8,632,244	8,632,244
Surplus /(deficit) for the year	(662,324)	(662,324)
As at 31 st December, 2024	7,969,920	7,969,920
As at 1 st Jan, 2023	(1,521,876)	(1,521,876)
Addition	10,550,000	10,550,000
Surplus /(deficit) for the year	(395,881)	(395,881)
As at 31 st December, 2023	8,632,244	8,632,244

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

STATEMENT OF CASH FLOWS AS AT 31. DECEMBER.2024

	2024	2023
	TZS	TZS
CASH FLOW FROM/ (USED IN) OPERATIONS		
Receipt from donor	44,803,379	26,682,338
Payments	(44,204,814)	(25,637,203)
Increase/(decrease) in Payables	(556,444)	(691,974)
Net Cash Flow from Operating Activities	42,121	353,161
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant, and Equipment	-	(10,550,000)
Net Cash Used in Investing Activities	-	(10,550,000)
CASH FLOW FROM FINANCING ACTIVITIES		
Additional fund	-	10,550,000
Net Cash Used in Financing Activities	-	10,550,000
Net (Decrease)/Increase in Cash and Cash Equivalents	42,121	353,161
Cash and Cash Equivalents as at Beginning	528,512	175,351
Cash and Cash Equivalents as at End	570,633	528,512

d) Fixed assets

Fixed assets are expensed in the statement of income and expenditure in full on the date of acquisition. A detailed record is maintained for all fixed assets held. The held fixed assets are depreciated at the following annual rates.

Description	Rate p.a. (%)
Tools and pieces of equipment	12.5
Office Furniture	12.5

e) Cash and Cash Equivalents

Hope Empowerment and Development organization cash comprises cash in hand and demand deposits with banks. Cash equivalents comprise short-term bank deposits with an original maturity of specific months.

f) Risk Management

Risk is an inherent feature of the activities of the organization. Hope Empowerment and Development organization accomplishes managing risk by having in place appropriate functional structures, systems, and procedures. These structures, systems, and procedures evolve continuously in response to changes in the environment in which the organization operates.

The following are the main types of risks the organization is exposed to in the course of executing its operations:

- Operational Risk
- Liquidity Risk

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31ST DECEMBER,2024

	2024	2023
	TZS	TZS
INCOME		
Deferred Income B/F	528,512	175,351
Donations	26,915,500	16,510,499
Parent Contribution	17,930,000	10,525,000
Deferred Income C/F	(570,633)	(528,512)
TOTAL.	44,803,379	26,682,338
DIRECT COST		
Children food	19,006,400	14,020,000
Student Uniform	4,500,000	330,000
Student transport	2,688,000	-
School fees	1,700,000	-
Medical expenses	1,200,000	-
Stationary	321,000	997,200
TOTAL	29,415,400	15,347,200
ADMINISTRATION COST		
Staff cost	8,941,000	4,356,000
Repair and Maintenance	1,400,000	2,103,365
Utilities	1,261,800	841,500
Transportation cost	658,835	1,131,000
Office Expenses	658,000	736,800
Audit and Accounting Fees	650,000	600,000
Internet expenses	572,700	361,000
NSSF employer	306,000	-
Fees for NGO	100,000	50,000
WCF contribution cost	15,300	-
TOTAL	14,563,635	10,179,665
FINANCE		
Bank charges	225,779	110,338
	225,779	110,338

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31ST DECEMBER 2024

	2024	2023
	TZS	TZS
8 CASH IN HAND AND CASH EQUIVALENT		
Cash at hand	528,512	89,749
Cash at Bank	42,121	438,763
TOTAL	570,633	528,512
9 ACCOUNTS PAYABLE		
Audit Fee Payable	623,350	1,045,000
Withholding tax service	156,300	
Fee for NGO	50,000	50,000
Withholding Tax on Audit fee	26,650	55,000
Program Implementation Cost	-	304,865
Deferred Income C/F	570,633	528,512
	1,426,933	1,983,377

10 HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION
PROPERTY, PLANT AND EQUIPMENT
FOR THE YEAR ENDED 31ST DECEMBER 2024

PARTICULARS	TOOLS & EQUIPMENT 12.5% TZS	OFFICE FURNITURE 12.5% TZS	TOTAL TZS
COST/REVALUATION			
As At 1.1.2024	7,943,800	3,900,000	11,843,800
Additions	-	-	-
As At 31.12.2024	7,943,800	3,900,000	11,843,800
DEPRECIATION			
As At 1.1.2024	1,269,191	487,500	1,756,691
Charge for the Year	834,326	426,563	1,260,889
As At 31.12.2024	2,103,517	914,063	3,017,580
NET B V 31.12.2024	5,840,283	2,985,938	8,826,220
COST/REVALUATION			
As At 1.1.2023	1,293,800	-	1,293,800
Additions	6,650,000	3,900,000	10,550,000
As At 31.12.2023	7,943,800	3,900,000	11,843,800
DEPRECIATION			
As At 1.1.2023	315,676	-	315,676
Charge for the Year	953,516	487,500	1,441,016
As At 31.12.2023	1,269,191	487,500	1,756,691
NET B V 31.12.2023	6,674,609	3,412,500	10,087,109