

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND AUDITED FINANCIAL
STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2025**

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

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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

Ips-Insight Management Consultancy
Certified Public Accountants
P.O.Box 32135
Dar Es Salaam

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

REPORT BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 31 DECEMBER 2025

The Directors, as those charged with governance, present this report and the audited financial statements for the financial year ended 31 December 2025, 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 31.12.2025 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 2025 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.

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 22/04/2026 and signed on their behalf by:


.....
Gervas Issangya
Chairperson


.....
Eunice Kuzwa
Managing Director

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

STATEMENT OF RESPONSIBILITIES BY THOSE CHARGED WITH GOVERNANCE FOR THE YEAR ENDED 31 DECEMBER 2025

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


.....
Eunice Kuzwa
Managing Director



INDEPENDENT AUDITORS 'REPORT

To the those charged with governance

Hope Empowerment and Development Organization

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 2025 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.

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

INDEPENDENT AUDITORS' REPORT (Continued)

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely 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 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 financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

Report on other Legal and Regulatory Requirements

As required by the Companies Act 12 2002 of Tanzania we report to you, based on our audit, that:

- i. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. The report by those charged with governance is consistent with the financial statements;
- iii. in our opinion, proper books of account have been kept by the company, so far as appears from our examination of those books; and
- iv. The statement of income and statement of financial position are in agreement with the books of account.

Certified Public Accountants



Philipina Eustack Sway (ACPA-PP 3463)
IPS - Insight Management Consultancy
DAR ES SALAAM, TANZANIA

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2025

	NOTES	2025 TZS	2024 TZS
Income			
Remmittance	4	65,699,344	44,204,814
Other Income	5	4,988,539	1,260,889
Total income		70,687,883	45,465,703
LESS: EXPENSES			
Direct Expenses	6	40,186,000	29,415,400
Administration Expenses	6	25,154,140	14,563,635
Finance Cost	7	359,204	225,779
Depreciation	8	4,988,539	1,260,889
Total Project Cost		70,687,883	45,465,703

These financial statements was approved on 2026 and signed by:

.....
Gervas Issangya
Chairperson

.....
Eunice Kuzwa
Managing Director

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2025

ASSETS:		2025	2024
Non-Current Assets	NOTE	TZS	TZS
Property, Plant and Equipment		79,651,570	10,087,109
CURRENT ASSETS			
Cash and cash Equivalent	7	1,257,359	570,633
TOTAL ASSETS		80,908,929	10,657,742
EQUITY AND LIABILITIES			
Capital Grants		79,651,570	10,087,109
Program deferred revenue		1,207,359	(285,667)
Total Equity		80,858,929	9,801,442
LIABILITIES			
Current liabilities			
Trade and other payables		50,000	856,300
TOTAL EQUITY AND LIABILITIES		80,908,929	10,657,742

These financial statements was approved on22/04/..... 2026 and signed by:

.....
Gervas Issangya
Managing Director

.....
Eunice Kuzwa
Managing Director

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

STATEMENT OF ACCUMULATED FUNDS FOR THE YEAR ENDED 31ST DECEMBER 2025

	Accumulated Funds	Total
	TZS	TZS
Balance at 01 January 2025	(285,667)	(285,667)
Deferred Income realized	1,493,026	1,493,026
Balance as at December 31, 2025	1,207,359	1,207,359
Balance at 01 January 2024	-	-
Deferred Income realized	(285,667)	(285,667)
Balance as at December 31, 2024	(285,667)	(285,667)

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST DECEMBER 2025

	2025 TZS	2024 TZS
CASH FLOWS OPERATING ACTIVITIES		
Cash Receipts	141,745,370	44,204,814
Cash payments	(66,505,644)	(44,162,693)
Net cash flows from operating activities	<u>75,239,726</u>	<u>42,121</u>
INVESTMENT ACTIVITIES		
Purchases of PPE	(74,553,000)	-
Net Cash Used in Investing Activities	<u>(74,553,000)</u>	<u>-</u>
FINANCING ACTIVITIES		
Deferred revenue	-	-
Net cash flows from financing activities	<u>-</u>	<u>-</u>
Net (Decrease)/Increase in Cash and Cash Equivalents	686,726	42,121
Cash and Cash Equivalents Beginning	570,633	528,512
Cash and Cash Equivalents as at end	<u>1,257,359</u>	<u>570,633</u>

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2025

1. STATEMENT OF COMPLIANCE

The financial statements have been prepared by International Public Sector Accounting Standards (IPSASs), the requirements of the Tanzania NGOs Act, No. 24 of 2002, and Tanzania Financial Reporting Standard No. 1 (the Report by those charged with Governance).

2. ADOPTION OF ACCOUNTING STANDARDS

Hope Empowerment and Development Organization fully adopted the International Public Sector Accounting Standards (IPSASs) in the year 2019 and Tanzania Financial Reporting Standard No. 1 (the Report by those charged with Governance) in 2025.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied throughout the period unless otherwise stated.

a) Basis of Preparation

The financial statement has been prepared in accordance with the Cash Basis IPSAS, *Financial Reporting under the cash basis of accounting*. The accounting policies have been applied consistently throughout the period.

b) Functional and presentation currency

Items included in the annual financial statements are measured using the currency of the primary economic environment in which the organization operates.

c) Income Recognition

Income represents donations. Hope Empowerment and Development Organization recognizes income from donors when the funds are approved for expenditure.

The donor partners are firm in their agreements that funds must be approved for use before expenditure and such expenditure must wholly be accounted for. All fund balances after expenditure must be returned to the respective donor.

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
Buildings	5.0

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 31 DECEMBER 2025

	2025 TZS	2024 TZS
4 DONOR FUNDS RECEIPTS		
Donation	99,490,370	26,915,500
Parent Contribution	42,255,000	17,930,000
Capital grants realized	(74,553,000)	-
Deffered Income realized	(1,493,026)	285,667
Funds allocated during the year	(65,699,344)	(44,204,814)
Differed Income Carried forward	-	926,353
5 OTHER INCOME		
Capital Grants depreciation realized	4,988,539	1,260,889
	<u>4,988,539</u>	<u>1,260,889</u>
6 DIRECT COST		
Food for Children	32,842,000	19,006,400
Student transport	7,344,000	2,688,000
Student Uniform	-	4,500,000
School fee	-	1,700,000
Medical expenses	-	1,200,000
Stationary	-	321,000
Total Direct Expenses	<u>40,186,000</u>	<u>29,415,400</u>
6 ADMINISTRATION EXPENSES		
Salary and wages	13,408,000	8,941,000
NSSF Contribution	618,800	306,000
WCF Contribution	30,940	15,300
Repair and maintainance office	433,200	1,400,000
Transportation	2,133,700	658,835
Utilities	1,081,600	1,261,800
Communication and Internet Cost	562,900	572,700
NGOs	80,000	100,000
Office Expenses	-	658,000
Wastage Collection	70,000	-
Board meeting expenses	440,000	-
Farming expenses	1,200,000	-
Fines and Penalty	3,000,000	-
Study tour expenses	1,395,000	-
Accounting & Auditing	700,000	650,000
Total Administration cost	<u>25,154,140</u>	<u>14,563,635</u>

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

	2025 TZS	2024 TZS
7 FINANCE COST		
Bank charges	<u>359,204</u>	<u>225,779</u>
8 DEPRECIATION		
Depreciation and Amortization	<u>4,988,539</u>	<u>1,260,889</u>
9 CASH & CASH EQUIVALENT		
ECO Bank	1,257,359	528,512
Cash on Hand	-	42,121
	<u>1,257,359</u>	<u>570,633</u>
10 CAPITAL GRANTS		
Open balance as at January	10,087,109	11,347,998
Capital grants Receive	74,553,000	-
Capital grants realized	(4,988,539)	(1,260,889)
Balance Carried forward	<u>79,651,570</u>	<u>10,087,109</u>
11 DEFERRED INCOME		
Revenue which is mainly from co-operative agreement wherein the organisation agrees to perform specified services is recognised only to the extent that program- related expenses are incurred. The amount of revenue not spent is shown as deferred income in the financial statements.		
Deferred income realised	1,493,026	-
Deferred Income carried forward	-	(285,667)
Balance carried forward	<u>1,493,026</u>	<u>(285,667)</u>
12 ACCOUNT PAYABLE		
Audit fee payable	-	623,350
Withholding tax on Audit fee	-	26,650
Withholding tax service	-	156,300
Fee for NGO	50,000	50,000
	<u>50,000</u>	<u>856,300</u>

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025**

14 CASH FLOW WORKINGS	2025	2024
14.1 Cash Receipts	TZS	TZS
Opening Balance - Receivables	-	-
Revenue from Non Exchange Transactions	141,745,370	44,204,814
Other Income	4,988,539	1,260,889
Less: Non Cash Income	(4,988,539)	(1,260,889)
Less: Closing Balance - Receivables	-	-
Cash Receipts for the Year	141,745,370	44,204,814
14.2 Cash Payments		
Opening Balance - Payables	856,300	1,454,865
Direct cost	40,186,000	29,415,400
Administration Cost	25,154,140	14,563,635
Bank charges	359,204	225,779
Prior year adjustment	(100,000)	(2,353,286)
Less: Non Cash Expense	-	-
Less: Closing Balance - Payables	50,000	856,300
Cash Payments for the Year	66,505,644	44,162,693

15 CURRENCY

These Financial statements are presented in Tanzania Shillings (TZS)

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

13 PROPERTY, PLANT AND EQUIPMENT

	Tools and other equipments 12.50% TZS	Furnitures & Fittings 12.50% TZS	Buildings 5.00% TZS	Total TZS
COST/VALUATION				
At 1 January 2025	7,943,800	3,900,000	-	11,843,800
Additions during the year	-	-	74,553,000	74,553,000
At 31 December 2025	<u>7,943,800</u>	<u>3,900,000</u>	<u>74,553,000</u>	<u>86,396,800</u>
ACCUMULATED DEPRECIATION				
At 1 January 2025	1,269,191	487,500	-	1,756,691
Charge for the year	834,326	426,563	3,727,650	4,988,539
At 31 December 2025	<u>2,103,517</u>	<u>914,063</u>	<u>3,727,650</u>	<u>6,745,230</u>
CURRING AMOUNT				
At 31 December 2025	<u>5,840,283</u>	<u>2,985,938</u>	<u>70,825,350</u>	<u>79,651,570</u>
At 31 December 2024	<u>6,674,609</u>	<u>3,412,500</u>	<u>-</u>	<u>10,087,109</u>

HOPE EMPOWERMENT AND DEVELOPMENT ORGANIZATION

TAX COMPUTATION FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	TZS	TZS
Profit per financial statements			-
Add back:			
Accounting Depreciation	1	<u>4,988,539</u>	<u>4,988,539</u>
Adjusted Profit			<u>4,988,539</u>
Income Tax Depreciation allow.			<u>(4,988,539)</u>
Taxable income	2		<u>-</u>
Tax applicable at individual tax rates			<u>-</u>

	CLASS III 12.50% TZS	CLASS III 5.00% TZS	TOTAL TZS
WEAR AND TEAR SCHEDULE			
At 1 January 2025 and	<u>10,087,109</u>	<u>-</u>	<u>10,087,109</u>
Additions	<u>-</u>	<u>74,553,000</u>	<u>74,553,000</u>
At 31/12/2025	<u>10,087,109</u>	<u>74,553,000</u>	<u>84,640,109</u>

WEAR AND TEAR			
Charge for the year	<u>1,260,889</u>	<u>3,727,650</u>	<u>4,988,539</u>
WDV c/f 31/12/2025	<u>8,826,220</u>	<u>70,825,350</u>	<u>79,651,570</u>

EXPLANATION

Accounting depreciation is not tax allowable expenses, instead depreciation allowance as provided for under Third Schedule to Income Tax Act 2008 (as revised) is allowed.

Not wholly and exclusive in production of income but subject to 2% of total income before deduction

Income Tax Act 2004, THIRD SCHEDULE Para 3-(2) (b)
Deferred tax Computation

Net book Value of PPE	<u>79,651,570</u>
Income Tax Carrying value of PPE	<u>79,651,570</u>
Accelerated Wear and Tear	-
Deferred Tax liability @30%	-
Tax loss carried forward	-
Net deffered tax liability	<u>-</u>