TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)

FINANCIAL STATEMENTS

YEAR ENDED APRIL 30, 2025

McCay Duff LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

979 Bank Street, Suite 210
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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

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

We have reviewed the accompanying financial statements of Tanzania Education and Micro-Business Opportunity (TEMBO) (the organization) that comprise the statement of financial position as at April 30, 2025, and the statements of changes in net assets, operations and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Practitioner's Responsibility

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

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

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

Basis for Qualified Conclusion

In common with many charitable organizations, the Organization derives revenue from the general public in the form of donations and fundraising, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Organization. Therefore, we were unable to determine whether any adjustments might have been found necessary with respect to donation and fundraising revenue, net revenue, and cash flows from operations for the year ended April 30, 2025 and April 30, 2024 and current assets and net assets as at April 30, 2025 and April 30, 2024. Our conclusion on the financial statements for the year ending April 30, 2024 was modified accordingly.

(continues)

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

Qualified Conclusion

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Tanzania Education and Micro-Business Opportunity (TEMBO) as at April 30, 2025, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

McCay Duff LLP

McCay Duff LLP,
Licensed Public Accountants.

Ottawa, Ontario,
September 8, 2025

TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)

STATEMENT OF FINANCIAL POSITION

APRIL 30, 2025

	2025	2024
ASSETS		
CURRENT		
Cash	$ 90,030	$ 123,616
Short-term investments	27,408	26,350
Accounts receivable	500	-
Prepaid expenses	3,306	200
	$ 121,244	$ 150,166
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	$ 4,299	$ 3,899
Deferred contribution *(Note 4)*	52,228	76,378
	56,527	80,277
NET ASSETS	64,717	69,889
	$ 121,244	$ 150,166

Approved on behalf of the Board

______________________________ *Director*

______________________________ *Director*

TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)
STATEMENT OF CHANGES IN NET ASSETS
YEAR ENDED APRIL 30, 2025

	Unrestricted Fund	Reserve Fund (note 5)	2025	2024
BALANCE - BEGINNING OF YEAR	$ 44,889	$ 25,000	$ 69,889	$ 110,097
Net revenue (expenses) for the year	(5,172)	-	(5,172)	(40,208)
BALANCE - END OF YEAR	$ 39,717	$ 25,000	$ 64,717	$ 69,889

TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)
STATEMENT OF OPERATIONS
YEAR ENDED APRIL 30, 2025

	2025	2024
REVENUES		
General	$ 90,559	$ 89,650
Sponsorship	75,002	74,267
Volunteer travel	32,395	26,946
Fundraising events	24,243	29,529
Informal Education	23,275	13,102
Solar panels grant	17,500	-
Learning in Longido	13,481	12,670
Interest income	3,442	2,611
Girls Hostel	400	-
Micro-Business	194	199
	280,491	248,974
EXPENSES		
Grant to Tembo (Tanzania)	184,881	189,445
Grant to Learning in Longido	49,330	56,066
Travel	32,395	26,946
Professional fees	6,796	6,103
Administration	6,423	6,041
Fundraising	5,303	3,294
Marketing	535	1,287
	285,663	289,182
NET REVENUE (EXPENSES) FOR THE YEAR	$ (5,172)	$ (40,208)

TANZANIA EDUCATION AND MICRO-BUSINESS OPPORTUNITY (TEMBO)
STATEMENT OF CASH FLOWS
YEAR ENDED APRIL 30, 2025

	2025	2024
OPERATING ACTIVITIES		
Net revenue (expenses) for the year	$ (5,172)	$ (40,208)
Changes in non-cash working capital:		
Accounts receivable	(500)	-
Prepaid expenses	(3,106)	1,442
Accounts payable and accrued liabilities	400	501
Deferred contribution	(24,150)	10,902
	(27,356)	12,845
Cash flow used by operating activities	(32,528)	(27,363)
INVESTING ACTIVITY		
Change in short-term investments	(1,058)	(5,000)
CHANGE IN CASH POSITION DURING THE YEAR	(33,586)	(32,363)
Cash position - beginning of year	123,616	155,979
CASH POSITION - END OF YEAR	$ 90,030	$ 123,616

1. PURPOSE OF THE ORGANIZATION

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

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

Revenue recognition

The Organization follows the deferral method of accounting for contributions.

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

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

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

Use of Estimates

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

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the organization is in the capacity of management, are initially measured at cost.

In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date

Contributed services

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

3. FINANCIAL RISKS AND CONCENTRATION OF RISKS

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

4. DEFERRED CONTRIBUTIONS

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

	Balance - Beginning of Year	Plus: Amounts Received	Less: Revenue Recognized	Balance - End of Year
Micro-business	$ 4,693	$ 705	$ 194	$ 5,204
Sponsorship - Vocational	47,982	18,000	38,541	27,441
Sponsorship - General	18,608	28,904	29,324	18,188
Sponsorship - Girl impact study	294	-	294	-
Learning in Longido	3,444	11,432	13,481	1,395
Solar panels project	-	17,500	17,500	-
Fundraising events - TEMBO 500/ Quingenti	1,357	-	1,357	-
	$ 76,378	$ 76,541	$ 100,691	$ 52,228

5. RESERVE FUND

On August 16, 2016, the Organization’s Board of Directors approved the creation of an internally restricted Reserve Fund for the long-term financial stability of the Organization in order to ensure it can meet its financial obligations to its partner organizations.

6. RELATED PARTY TRANSACTIONS

During the year, members of TEMBO (Canada) Board of Directors made donations totalling $21,037 (2024 - $22,189) to donation revenue.