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AFRICAN PHILANTHROPY NETWORK (APN)

(Registration Number I-NGO/R2/000123)

**THE REPORT BY THOSE CHARGED WITH GOVERNANCE AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023**

AFRICAN PHILANTHROPY NETWORK (APN)

**REPORT BY THOSE CHARGED WITH GOVERNANCE
FOR THE YEAR ENDED 31 DECEMBER 2023**

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ORGANISATION INFORMATION

AGM	Annual General Meeting
APN	Africa Philanthropy Network
FCS	Foundation for Civil Society
IFRS	International Financial Reporting Standards
IPSAS	International Public Sector Accounting Standards
NBAA	National Board of Accountants and Auditors
NGOs	Non-Governmental Organisations
NSSF	National Social Security Fund
PSOs	Philanthropic Support Organisations
TFRS	Tanzania Financial Reporting Framework

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ORGANISATION INFORMATION

REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS

Samsa Real Estate,
Plot No. 84/36 G, Apartment No. 8A Rashid Kawawa Road,
P. O. Box 10011,
Dar Es Salaam,
Tanzania.

BANKERS

CRDB Bank PLC,
Mikocheni, Branch,
P. O. Box 34022,
Dar Es Salaam,
Tanzania.

AUDITOR

Mazars,
85k Building Kinondoni Road,
P. O. Box 78999,
Dar Es Salaam,
Tanzania.

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REPORT BY THOSE CHARGED WITH GOVERNANCE

1. INTRODUCTION

The Board Members of African Philanthropy Network (APN) are pleased to submit their annual report together with the audited financial statements for the year ended 31 December 2023, which disclose the state of affairs of the International Non-Governmental Organisation as at that date. This report has been prepared in accordance with the Tanzania Financial Reporting Standards (TFRS) No.1, Report by Those Charged with Governance issued by National Board of Accountants and Auditors (NBAA).

2. CORPORATE OUTLOOK ESTABLISHMENT AND MANDATE/INCORPORATION

Africa Philanthropy Network (APN) is the continent-wide network of organizations and individuals in Africa and its diaspora who promotes the culture of philanthropic giving as a driver for social and structural change. APN members include Grant makers both foundations and funds, CSOs, academic and research institutions, as well as philanthropy networks and support organizations. The network was established in 2009, and legally registered in 2019 under the Non- Governmental Organization Act, 2002, (R.E 2019) with a registration number I-NGO/R2/000123.

3. VISION

APN envision a strong and effective philanthropic community, striving to build equitable and just societies in Africa.

4. MISSION

To enhance solidarity, connection, and influence of the work of members in elevating the practice of philanthropy that benefit African communities.

5. PHILOSOPHY AND VALUES

Ubuntu is our philosophy!

Our working is guided by ubuntu philosophy and guided by the following values: Dignity, Solidarity and Equity.

6. PRINCIPAL ACTIVITIES

APN is a space for its members in Africa and the diaspora to interrogate and intervene in the power dynamics that shape how resource mobilization, distribution, and spending impact the possibilities of transformative work in Africa. APN works to strengthen an African philanthropy support infrastructure that is capable, strong and self-resilient to accelerate the growth of community philanthropy and catalyse its impact.

7. EXTERNAL ENVIRONMENT ANALYSIS

For the year under review, the APN managed to perform its activities as planned except for few research activities which were partially completed because of the inability of the consultants to submit on time.

8. STRATEGIC OBJECTIVES

In 2023, the APN recorded good progress from the implementation of planned activities. The activity implementation was to contribute in achieving three strategic objectives, namely:

- Aggregate existing and produce new data and spaces that continue (re)shaping the philanthropy narrative.
- Dialogue and influence for an enabling environment for philanthropic giving to flourish through responsive policy change; and
- Strengthen APN's institutional capacity to grow a continent-wide network of members and partners.

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9.1 Produced new data and spaces that shapes the narrative.

This objective was significantly achieved by conducting action research, peer learning events, interviews with young people; and organise sessions to collect youth voices on continental development frameworks such as AfCTFA. The key achievements are discussed below.

9.1.1 Four circles of action research and studies conducted and initiated have increased generation of data and information required to facilitate understanding of the context and settings in which philanthropic practices are undertaken.

- Women and Philanthropy Study was finalized: This study was implemented in six countries (Burkina Faso, Ethiopia, Ghana, Mozambique, Kenya, and Uganda), between 2022 and 2023, resulting in six national reports and the synthesis report to be published in 2024.
- Mapping of Philanthropy Support Actors (PSAs) in Sub-Saharan Africa: This is a continued mapping of existing PSA in sub-Saharan Africa whereby a total of 876 actors from 43 countries have so far been identified and are presented through the [Digital Map](#) published in the APN website. The findings indicate that one side, there are more not-for-profit organizations promoting giving, in the landscape than other categories of actors. On the other side, there is a limited number of media institutions involved, emphasizing on the need to mobilize more media houses, journalists, storytellers and other media professionals. The study also revealed that private philanthropists rarely give for social causes, another area that required advocacy.
- Corporate Social Investment (CSI): The study of CSI has been initiated in six countries in Africa; namely Ethiopia, Tanzania, Uganda, Ghana, Mozambique, and Kenya; aiming to understand effective mechanisms that can be deployed to enable Civil Society Actors (CSAs) to access even more resources for social justice work. We aim to reach out and include about 3 more countries by the end of 2024.
- Village Savings and Loans Association (VSLA): The documentation of narratives to celebrate the success on VSLA practices in many women spaces and a few core groups was initiated in Tanzania. We aim to collect experiences from more countries on what work and what does not work, policy framework and existing opportunities for communities to adopt this powerful collective resource pooling mechanism.

9.1.2 Peer learning and networking activities organized have achieved significant milestones in facilitating connection, collaboration, and networking among members.

- Initiation of the APN Round Table conversations is a notable achievement with the first event been held on 15th March 2023. APN members who attended had a space to virtually connect to share about their mission, and highlight key priority areas for 2023 and beyond.
- The members breakfast meeting convened on October 4, in Nairobi, Kenya provided a platform for old and new members to introduce themselves, discuss their organizations' missions and initiatives, and explore potential collaborations for the future.
- Members #GivingAndPower WhatsApp group continued to be a safe space for sharing about events organized by members, employment and funding opportunities, and knowledge products including webinar reports, podcasts, research reports and other publications.

9.1.3 Conversations with youth leaders as a strategy for enhancing capacity and demonstrating their agency were done with good results.

- APN continued to nurture with the Young African Leaders Conversations as a crucial platform for involving and engaging young individuals in philanthropic endeavours. The platform serves as a space for young people to share their ideas, perspectives on African philanthropy, and experiences in using philanthropy to create social change in their communities. An active WhatsApp group with 31 youth leaders has been initiated and is fully functioning.

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- Eleven (11) youth leaders, seven female and four males from the Democratic Republic of Congo, Tanzania, Malawi, Cameroon, South Africa, Kenya and Zambia have been interviewed between February to November. The purpose for interviews was to showcasing their efforts in advocating for social change in their respective communities. All interviews can be found [here](#).

9.1.4 Youth Voices in the African Continental Free Trade Area (AfCFTA).

This initiative focuses on the crucial role of young people (who are Africa's majority) in driving the ambitious goals of the African Continental Free Trade Area (AfCFTA). APN aim to discover how the youth are already making a significant impact and explore the untapped potential they possess to further promote free trade within Africa.

- Four (4) workshops were successfully organized. One to mark the Africa Day in Johannesburg, the second one in Zanzibar at the East Africa Philanthropy Conference, the third in Senegal at the 4th African Philanthropy Conference and the fourth one was conducted online to mark the International Youth Day.
- In total 206 participants, of which 88 females and 118 males attended from different countries. These conversations created awareness and discussed about what need to be put in place, for youth to be part of realizing AfCFTA, and other development frameworks like Africa Agenda 2063.

9.2 Dialogue and influence for an enabling environment for philanthropic giving policy change.

In achieving this objective, the activities related to promoting social justice grant making, supporting the strengthening of networks, publication of new knowledge, and collection of stories to showcase different forms of African philanthropy were implemented with great success. The key achievements, challenges and lessons learned are discussed below.

9.2.1 Foster conceptual clarity and the role of social justice philanthropy in transformative change

The overall goal is to understand how philanthropy, particularly with a focus on social justice, can contribute to meaningful and transformative changes in societal structures and conditions. The Social Justice Grant-making Charter was crafted through an extensive collaboration with our members, validated and launched in Zanzibar, June 27, 2023 in collaboration with EAPN. The launch was combined with the masterclass, titled "Wielding and Sharing Power to Deepen Social Justice Philanthropy." The objective of the Masterclass was for participants to critically examine their understanding of power as both a personal and communal tool and how it either facilitates or impedes pursuit of equality through social justice philanthropy. You can access the [Report](#) of the Masterclass and the launch of the Social Justice Charter.

9.2.2 Strengthen Networking and Partnerships

More philanthropy platforms at national and regional network were supported aiming to enhance the collaboration among actors (organizations and individuals) engaged in philanthropic activities within a specific countries and geographical region in Africa.

- We have enhanced our work relationship with not only our members but also other pan-African philanthropic support organization (CAPSI, APF, EPIC Africa, African Rising, IPASA, SAYOF) just to mention a few; as a key strategy for deepening our engagements.
- Participated in the "Re-imagining pan-African and Feminist Philanthropies" workshop which took place in Naivasha, Kenya from 1-3 February 2023. The initiative is being implemented with APN members (TrustAfrica and Urgent Action Fund Africa), steeped in the rich histories, ideas and practices that underlie both pan-African and feminist philanthropies. The initiative was launched in Addis Ababa on the 5th of June 2023.
- Organized the National Advocacy and Influencing workshop in Johannesburg, South Africa,

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from 28th to 31st March for Giving for Change (GfC) program partners. The workshop was a great success and achieved significant outputs to include: (i) Enhanced understanding of the program lobby and advocacy objectives, (ii) Assessment of country partners readiness for advocacy, and (iii) develop national advocacy and influencing roadmap with specific collective and specific actions.

- CSO Week in Ethiopia and Tanzania: The APN attending the CSO week in Addis Ababa Ethiopia from 7-9 June and the in Tanzania from 23 – 27 October. During these gathering the importance of working in collaboration and need to acknowledge the value of domestic resources and recognizing community philanthropy as a key development strategy was discussed. The need for collaboration and to prioritize access to financing so as to empower CSAs to enable implementation of the Localization Agenda was also discussed. Both meetings were attended by Government officials, donors, INGOs, religion, media institutions and many CSOs.
- At the regional level, we participated and supported the East Africa Philanthropy Network Conference (EAPN) in June 2023; participated in the launch of #ShiftThePower program in Malawi, AGAG legacy conference which took place in Johannesburg from 7-9 October; and the IPASA annual conference from 2-4 November 2023. These meetings provided a space to share our experience, learn and engage in partnerships.
- Collaborated with the Centre on African Philanthropy and Social Investment (CAPSI), East Africa Philanthropy Network (EAPN), Trust Africa, Southern Africa Trust, and the Africa Philanthropy Forum (APN) to co-organize the 4th African Philanthropy Conference that was held in Senegal in August 2023. You can find more information about the conference at <https://africanphilanthropyconference.com/>.
- Co-hosting WINGS Forum in Nairobi Kenya from 3-5 October, bringing the world philanthropy community to Africa. And, hosted an African night celebration on the 4th October to showcase African philanthropy by Coumba Toure, a renowned storyteller. APN had an opportunity of interviewing Coumba after the session, click this [link](#) to read the full interview.
- Global Fund for Community Foundation's #ShiftThePower Summit in Bogota: APN participated in the #ShiftThePower summit, which took place in Bogota, Colombia from the 5th to 7th of December. The Summit offered a space to share experiences, learn, and connect with actors worldwide. Several insights caught our attention, to include: (i) need for a global civil society and funding system that embraces innovative approaches to decision-making and action, (ii) undeniable power of collective effort and collaboration in driving meaningful change, (iii) profound impact of intersectional organizing, solidarity, activism, and transformative leadership, (iv) transformative potential of love and healing in shaping a more just and equitable world, and (v) recognition and appreciation of indigenous knowledge as a wellspring of wisdom and guidance.

9.2.3 Showcase African Philanthropy Practices and Increase the Narrative

During the year, APN has successfully managed to showcase African philanthropic practices and to generate new narratives through commissioned and provision of small catalytic grants to facilitate data collection. All produced advocacy products were disseminated as messages and booklets. The following activities contributed to the achievement in these efforts:

- We continued to collect commissioned stories on the role of African philanthropy. During the six months we have published 27 articles and stories in our [Simulizi Blog](#).
- APN continued to host essay competition for youth aged 18 – 35 across the continent. This time the theme was “African Philanthropy Practice in the Age of Ongoing Climate Change.” A total of 68 submissions were evaluated by independent media team to select 5 winners. The five winning essays can be accessed on [APN 2023 Essay Booklet](#).
- Booklet of success stories of the role of African philanthropy in transformative change the 2022 Africa Philanthropy Review Report resulted in the creation of the “[2022 State of](#)

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[Philanthropy booklet](#)". This publication underscores the transformative influence of African philanthropy on social change and sustainable development.

9.2.4 Communications for advocacy of policy and practice for philanthropy

Relevant messages were derived from existing narratives aligned with monthly advocacy themes where new narratives were generated to specifically address advocacy goals and capture the attention of the target audience. Careful consideration was given to the selection of narratives, focusing on relevance, resonance, and the ability to evoke empathy and understanding.

- APN YouTube channel featuring conversations with members, partners and youth leaders. During the reporting period, APN has shared eleven videos on its YouTube channel, attracting a total of 269 viewers. All video clips are accessible in APN YouTube Channel.
- Produced newsletters on monthly basis, while noting an increased interest by stakeholders and increased subscriptions. All our monthly newsletters are available in our annual narrative reports.
- Social media (Twitter, Facebook, and LinkedIn): We have made a notable growth in social media followers, engagement, subscribers and viewers. Numbers reached in 2023 we have increased by Instagram 1686 (131%), FB 13,082 (4.9%), LinkedIn 1,941 (66.32%), and X 6,999 (11.8%).
- The planned targets on translation of messages from English to French was achieved to a greater extent. Members are of the opinion that the translation and interpretation of the contents, played a vital role in enhancing accessibility and visibility to reach a wider audience.

9.3 Strengthen APN's institutional capacity.

APN's aim to enhance the effectiveness in its operations and performance management was optimized during the year. The APN family (members, board, and staff) together contributed significantly on good governance, leadership, communications, financial management and accountability of the network.

- All board and members meetings were held as planned and with remarkable participation.
- Twenty-one (21) new members organizations have joined the network. Plans to review our membership strategy are underway, while hoping to expand on geographical converge and forms of philanthropic giving; and also, to invite individual members.
- The Secretariat operated smoothly with competent staff from Tanzania, Kenya, Cameroon, Zimbabwe, and South Africa. All operating virtually, with headquarters in Dar Es Salaam Tanzania.
- The communications system was reviewed to include the updating of the website, systems support for internal and external advocacy, and social media platforms: Tweeter, Facebook, Instagram and LinkedIn. The Monitoring and Learning (MEL) framework is informed by the annual plan of operation and regional context. It is designed to track progress of the implementation of planned activities at the secretariat and collaborative activities of members. It is also tracking compliances with the laws and partners.
- Strengthened resources mobilization efforts and financial accountability by inviting new strategic partnerships and new member. A total estimated annual budget was USD \$ 655,120 and the budget of USD \$ 731,186.11 was raised through the year. We are thankful and remained accountable to all our members and donors for the trust and generous support.
- APN has received an unqualified audit in 2023. The audit of 2023 Annual Financials is scheduled to commence on the 5th February 2024.

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9. RESOURCES

The APN is as strong because of the following resources, some are tangibles and others are intangibles.

i. Intellectual resources

This is a collection of how the brand is perceived, its intellectual property, technical know-how and ability to be creative and innovative in provision of product and deployment of technologies. Product and services need to be reflective of the ever-evolving philanthropic practices for continuous adaptability and sustainability. Furthermore, the APN ensures that its credibility and reputation credentials remain solid driven by rigorous multi-stakeholder engagement, compliance with regulatory requirements and a strategic communication approach. In this regard, APN has continued to perform well on the key parameters around intellectual resources.

ii. Human resources

APN has a strong governance board, leadership, and a competent employee by 31st December 2023. As the only continent-wide network of organizations and individuals in Africa and its diaspora, APN claims its members as a resource. APN members include Grantmakers, CSOs promoting African philanthropy, academic and research institutions, as well as philanthropy networks and support organizations.

iii. Natural resources

Africa philanthropy entails natural resources protection and its benefits to humanity. APN members are committed to promoting financial flows. APN was conceived as a space for its members in Africa and the diaspora to interrogate and intervene in the power dynamics that shape how resource mobilization, distribution, and spending impact the possibilities of transformative work in Africa.

10. RISK MANAGEMENT AND INTERNAL CONTROL

APN secretariat identified, reviewed, and mitigated all potential risks with regard to its reputation, programmatic and operations on quarterly basis through well institutionalized participatory planning and budgeting, reviews, monitoring and learning processes. In addition to that, the APN monitors all project related risks.

All policies and working documents are being reviewed on annual basis and submitted to the Board for approval. Board resolutions are timely implemented and reported in Board meetings.

The Secretariat has also ensured adequate internal financial control systems are in place and adhered to on an ongoing basis to provide reasonable assurance regarding the effectiveness and efficiency of operations, safeguard of the assets, reliability of accounting records, and compliance with applicable laws and regulations of the land.

APN adhere to financial management policies and guidelines for its internal controls and increased efficiency. While no internal control system provides absolute assurance against misstatement or losses, the Network has moved from the use of excel application to ZOHO Books online accounting system. The Board observes all internal control measures throughout the financial period and has an opinion that they meet the accepted criteria.

APN faces the following risks.

Financial Risk

APN seeks to minimize its exposure to financial risk. Among the two major possible sources of financial risks are: (i) assets that may be exposed to financial risks are cash, or cash equivalents, receivables, and prepayment; and (ii) liabilities from the suppliers and its staff.

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Credit Risk

Credit risks might arise from cash and cash equivalents, deposits with financial institutions and outstanding annual membership subscriptions fees. In order to mitigate this, APN uses reputable banks for her deposits, and makes close follow for membership fees.

Liquidity Risk

APN ensures it implements planned activities with enough budget and cash availability. It is APN's policy not to plan on deficit budget. In addition, our Donors and members settle their commitments as per agreed.

Foreign Exchange Risk

APN monitors the implication of inflation and exchange rates very closely. During the years, we experience high depreciation of TZS and limited access of the foreign current, both lead to the loss of income. These losses were factored into the plans and budget throughout the year and communicated to respective funder.

Operational Risk

APN has in place different policies, rules, and procedures guiding its implementation.

Compliance Risk

APN minimizes compliance risks by ensuring that all planned activities are conducted in accordance with laws, regulations, codes of conduct and standards of good practice, applicable in all the jurisdictions it operates in. APN also is conforming to internal policies and standards of operation, and with the highest ethical standards.

11. STAKEHOLDERS RELATIONSHIP

APN is a function of its members and supporters. The secretariat ensures that its members are fully engaged with the identification, decision making, planning, implementation and review of the implemented activities. The Board is responsible to the approval of the annual plan of activities and the budget. It is also making decisions on the policies to guide the work of the secretariat, while the secretariat is charged with the day-to-day management and effective coordination of its members.

12. LIQUIDITY

During the financial year 2023 the APN liquidity is strong with a ratio of 1.01, the liquidity is expected to remain strong in future because of APN policy to implement activities only when the cash flow allows.

13. SOLVENCY

The Network's financial position is as indicated in the statement of financial position.

14. EMPLOYEE'S WELFARE

Management and Employees Relationship

APN is an equal opportunity employer. It is a space that is free from discrimination of any kind and without regard to factors like gender, class, life orientation, tribe, religion and disability which does not impair ability to discharge relevant duties.

Training Program

Trainings are provided for all members, and staffs as part of the APN's capacity building and peer learning activities, both online and in-persons.

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Medical Services

Depending on the employment status and availability of funds, the network considers medical insurance cover for its staff in different African countries.

Occupational Health and Safety

The Organisation has health and safety guidelines which ensure that a strong culture of safety always prevails. A safe working environment is ensured for all employees as necessary.

Persons with disabilities

APN is an equal opportunity employer, and it observes gender equality and social inclusion in all its undertakings, employments, and other engagements.

Employee Benefit Plan

The Network is contributing to the retirement schemes as required by the law.

15. GENDER PARITY

The Organisation is committed to ensuring gender parity. As of 31 December 2023, the Secretariat had the following number of staff: -

	2023	2022
Male	5	5
Female	5	5
Total	10	10

16. POLITICAL AND CHARITABLE DONATIONS

The Organization did not make any political or charitable donations during the period.

17. ORGANISATION POLICY DOCUMENTS

The mother policy of the Network is the Constitution, from which all other policies, operating guidelines and strategic document are derived. Example of such documents include a focus on finance, procurement, human resources (i.e., staff, consultants, volunteers), annual operating plans and budgets.

18. CORPORATE SOCIAL RESPONSIBILITY

APN is a not-for-profit charity with a broad mandate to promote social justice.

19. CORPORATE GOVERNANCE

APN's governance consist of the APN Assembly, and the board.

Appointed Board of Directors

The APN Assembly, also referred to as the general meeting of members is the principal organ of the Network. APN Assembly is composed of nine organizational members. APN draw its members from organisations and diaspora community to include Grant makers (both foundations and funds), community foundations, philanthropy support organizations/networks, human right organizations, academic/research institutions and other CSOs who are promoting African philanthropy. The Board is the second principal organ of the network. The members of the Board as appointed by the APN Assembly continue to hold office during the period and to the date of this report. The members were:

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No	Name	Organization	Position	Qualification	Nationality	Appointed
1.	Francis Kiwanga	The Foundation for Civil Society	Executive Director	Lawyer	Tanzanian	2019
2.	Ebrima Sall	TrustAfrica	Executive Director	Economist & Researcher	Senegalese	2019
3.	Jenny Hudgson	Global Fund for Community Foundation	Executive Director	Social Scientist	South African	2019
4.	Grace Maingi	Kenya Community Development Foundation (KCDF)	Chief Executive Officer	Human Rights Lawyer	Kenyan	2019
5.	Evans Okinyi	East Africa Philanthropy Network	Executive Director	Economist	Kenyan	2019
6.	Francoise Moudouthe	African Women Development Fund (AWDF)	Executive Director	Gender and Justice Expert	Cameroonian	2019
7.	Ndanatsei Tawamba	Urgent Action Fund-Africa	Partnership and Engagement Director	Human Rights Lawyer	Zimbabwean	2019
8.	Raymond Muchemwa	Southern Africa Trust	Acting Executive Director	Accountant	South African	2019
9.	Mukami Marete	East Africa Sexual Health and Rights Initiative (EASHRI)	Co-Executive Director	Finance Administration	Kenyan	2020
10.	Stigmata Tenga	Africa Philanthropy Network	Executive Director	Anthropologist	Tanzanian	2019

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Attendance of Board of Director Meetings

During the period ended 31 December 2023, two (2) Ordinary Board meetings were held as per constitution. And the Board was ready to provide guidance when required and to provide necessary approvals via round robin.

S/n	Name	Position	Meeting attendance
1	Francis Kiwanga,	Board Chairperson	2/2
2	Ebrima Sall	Treasurer	1/2
3	Jenny Hudgson	Secretary	2/2
4	Grace Maingi	Member	2/2
5	Evans Okinyi	Member	2/2
6	Francoise Moudouthe	Member	2/2
7	Ndanatsei Tawamba	Member	2/2
8	Raymound Muchemwa	Member	2/2
9	Mukami Marete	Member	1/2
10	Stigmata Tenga	Executive Director	2/2

Source: Board of Director meeting minutes

The Board discussed the following issues in their meetings held during the period ended:

- a. Approved the 2022 Audited Financial Statements and the Narrative Annual Report,
- b. Noted the 2023 progressive report.
- c. Approved the 2023 Annual output budget.
- d. Recruited and approved the APN new auditor and audit cost.
- e. Appointed 21 new organization to become members.
- f. Approved Victoria Falls in Zimbabwe to be the venue of 2024 Assembly.

20. ACCOUNTING POLICIES

The principal accounting policies adopted by the organization have been set out in Note 4.

21. PREJUDICIAL ISSUES

The Network has no prejudicial issues pending in any tribunal.

22. STATEMENT OF COMPLIANCE

Board of Directors confirm that report of those charged with governance has been prepared in accordance with Tanzania Financial Reporting Standards (TFRS) 1 issued by National Board of Accountants and Auditors (NBAA) and the operational activities of the Organization are in compliant with all relevant laws and regulations in Tanzania.

23. RESPONSIBILITIES OF THE AUDITORS

Auditors are responsible to provide assurance of the correctness and consistency of information contained in the report by those charged with governance and those provided in the financial statements.

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24. AUDITORS

Mazars Tanzania was appointed by the Board of Directors as the organization's external auditors for the year ended 31 December 2023. The Auditors have expressed willingness to continue in office and are eligible for re-appointment. The audit firm is registered by National Board of Accountants and Auditors (NBAA) and issued with registration number PF 183, the firm is also registered by Tanzania Revenue Authority and issued with Tax Identification Number 127-089-032. The office location of the auditors is 85K Building, 4th Floor, Kinondoni Road.

Approved by the Board of Directors on 15/4, 2024 and signed on its behalf by:



Mr. Francis Kiwanga
Chairperson



Dr. Stigmata Tenga
Executive Director

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STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Board of directors is required under the Non-Governmental Organisations Act of 2002 and the Non-Governmental Organisations (Amendments) Regulations of 2018 of Tanzania (together, the "NGO Act and Regulations") to keep proper records and books of accounts, which should lead to the preparation of financial statements of the African Philanthropy Network (APN) each financial year that present fairly the state of affairs of the African Philanthropy Network (APN). The members also confirm compliance with the provision of the requirement of Tanzania Financial Reporting Standards 1 (TFRS 1) and all other statutory legislation relevant to the company.

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (IPSAS), Tanzania Financial Reporting Standard on Directors' Report and in the manner required by the Non-Governmental Organisation Act, 2002. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The Board Members accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards and in the manner required by the Non-Governmental Organisations Act, 2002. The directors accept responsibility for the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

The members are of the opinion, that the financial statements present fairly the state of the financial affairs of the African Philanthropy Network (APN) and of its operating results 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

Nothing has come to the attention of the Organization to indicate that the African Philanthropy Network (APN) will not remain a going concern for at least twelve months from the date of this statement.

Approved by the Board of Directors on 15/4, 2024 and signed on its behalf by:



Mr. Francis Kiwanga.
Chairperson



Dr. Stigmata Tenga.
Executive Director

AFRICAN PHILANTHROPY NETWORK (APN)

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

DECLARATION OF THE HEAD OF ACCOUNTING

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 Accounting responsible for the preparation of financial statements of the entity concerned.

It is the duty of a Professional Accountant to assist those charged with governance 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 as under those charged with governance' Responsibility Statement on an earlier page.

I, Magaluda Magobe, being the Head of Finance of the African Philanthropy Network (APN) hereby acknowledge my responsibility of ensuring that financial statements for the year ended on 31 December 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 the African Philanthropy Network (APN) as 31 December 2023 and that they have been prepared based on properly maintained financial records.



Signed by: Magaluda Magobe

Position: Chief Accountant

NBAA Membership No: ACPA 801

Date: 08/04/2024

REPORT OF THE INDEPENDENT AUDITORS TO THOSE CHARGED WITH GOVERNANCE OF AFRICA PHILANTHROPY NETWORK (APN)**Unqualified Opinion**

We have audited the accompanying financial statements of African Philanthropy Network (APN) which comprise the statement of financial position as at 31 December 2023 and the statement of financial performance, the statement of changes in net assets, the cash flow statement, and the statement of comparison of budget and actual amounts for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of African Philanthropy Network (APN) as at 31 December 2023, its Incomes and Expenditures and its Cash flows for the year then ended in accordance with International Public Sector Accounting Standards and the requirements of Non-Governmental Organisation Act, 2002 (R.E 2019) of Tanzania.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

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, or 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 Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards, and for such internal controls as management determines is 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, management is 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 management either intends to liquidate the NGO or to cease operations, or have no realistic alternative but to do so. Those charged with governance are responsible for overseeing the NGO's financial reporting process.

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 decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management'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 NGO'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 NGO 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 financial information of the entities or business activities within the NGO to express an opinion on the financial statements. We are responsible for the direction, supervision, and performance of the NGO 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.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

This report is made solely to the members, as a body, in accordance with the Non-Governmental Organisation Act, 2002. Our audit work has been undertaken so that we might state to the members' those matters we are required to state to them in our auditor's report pursuant to the Act and our letter of engagement and for no other purposes.

We report to you, based on our audit, that:

- We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purpose of our audit.
- The Organization Report is consistent with the financial statements.
- Information specified by law regarding director remuneration and transactions with the organization is disclosed; and
- The Organization's statement of financial position and statement of financial performance and other are in agreement with the books of account.

Shilekirwa

Witness Shilekirwa (FCPA 993)

For and on behalf of Mazars
Certified Public Accountants
Dar es Salaam.

Date: 15/04/ 2024



AFRICAN PHILANTHROPY NETWORK (APN)

REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

STATEMENT OF FINANCIAL POSITION

ASSETS	Notes	2023 TZS	USD	2022 TZS	USD
Non-Current Assets					
Property, Plant and Equipment	6	13,032,280	5,709	24,226,985	10,576
		13,032,280	5,709	24,226,985	10,576
Current Assets					
Cash and Cash Equivalent	7	875,476,112	372,545	628,597,633	271,573
Other Receivable		9,934,235	3,924	42,386,374	18,148
		885,410,347	376,469	670,984,007	289,720
TOTAL ASSETS		898,442,627	382,178	695,210,992	300,296
EQUITY AND LIABILITIES					
Reserve					
Accumulated Funds		(24,396,225)	(10,426)	7,330,278	3,190
Total Equity		(24,396,225)	(10,426)	7,330,278	3,190
Non-Current Liabilities					
Deferred Capital grant	9	13,032,280	5,709	22,220,763	9,663
		13,032,280	5,709	22,220,763	9,663
Current Liabilities					
Deferred Income	10	839,809,599	357,948	606,412,326	261,842
Creditors and Accruals	11	69,996,973	28,948	59,247,625	25,555
		909,806,572	386,896	665,659,952	287,397
Total liabilities		922,838,852	392,178	687,880,714	297,060
Total Liabilities and Equity		898,442,627	382,178	695,210,992	300,250

The financial statements on pages 17 to 33 were approved by the Board of Directors on 15/12/2024 and were signed on its behalf by:


 Dr. Stigmata Tenga
 Executive Director

AFRICAN PHILANTHROPY NETWORK (APN)

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

STATEMENT OF FINANCIAL PERFORMANCE

	Notes	2023 TZS	USD	2022 TZS	USD
INCOME					
Grant	12	1,481,611,671	597,421	1,457,244,091	633,880
Other Income	13	100,727,965	40,442	255,110,024	105,702
		<u>1,582,339,636</u>	<u>637,863</u>	<u>1,712,354,115</u>	<u>739,582</u>
EXPENSES					
Peer Learning Enabling	14	436,614,300	177,389	928,771,089	401,983
Environment Institutional	15	794,424,925	317,172	561,952,646	241,467
Strengthening	16	351,300,411	143,302	221,630,380	96,133
		<u>1,582,339,636</u>	<u>637,863</u>	<u>1,712,354,115</u>	<u>739,582</u>
Surplus/ (deficit for the year)		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>



Dr. Stigmata Tenga
Executive Director

AFRICAN PHILANTHROPY NETWORK (APN)

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

STATEMENT OF CHANGE IN NET ASSETS

	Accumulated Fund	
	TZS	USD
Year ended 31 December 2022	7,330,278	3,190
Surplus for the year	-	-
At 31st December 2022	7,330,278	3,190
Year ended 31 December 2023	7,330,278	3,190
Prior year adjustment	(31,726,503)	(13,616)
Surplus/(deficit) for the year	-	-
At 31 December 2023	(24,396,225)	(10,426)



Dr. Stigmata Tenga
Executive Director

AFRICAN PHILANTHROPY NETWORK (APN)

REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

STATEMENT OF CASH FLOWS

	2023 TZS	USD	2022 TZS	USD
Cash flow from operating activities				
Surplus/(deficit) for the year	-		-	
Prior year adjustments	4,184,359	1,819	-	-
Depreciation	7,010,346	3,048	28,437,439	12,362
Amortization of capital grants				
Operating cash from operating activities before movements of working capital	11,194,705	4,867	28,437,439	12,362
Movements in working Capital				
Decrease/(increase) in receivables	32,452,139	14,223	(6,556,243)	(2,567)
Increase/(decrease) in creditors and accruals	10,749,348	3,393	43,147,625	18,555
Movements in working Capital	43,201,487	17,617	36,591,383	15,988
Net cash flow from operating activities	54,396,191	22,484	65,028,822	28,351
Cashflow from Investing activities				
Disposal of Property, Plant and Equipment	-	-		
Purchase of Property, Plant and Equipment	-		(879,980)	(383)
Net cash flow from Investing activities	-	-	(879,980)	(383)
Cashflow from Financing activities				
Increase/(decrease) in deferred capital grant	(40,914,986)	(17,617)	(27,557,459)	(11,980)
Increase/(decrease) in deferred income	233,397,272	96,106	(129,558,956)	(58,146)
	192,482,286	78,489	(157,116,415)	(70,126)
Net (decrease)/increase in cash and cash equivalent	246,878,478	100,973	(92,967,574)	(42,158)
Cash and cash equivalent at the beginning of the year	628,597,633	271,572	721,565,204	313,730
Cash and cash equivalent at the end of the year	875,476,112	372,545	628,597,631	271,572



Dr. Stigmata Tenga
Executive Director

AFRICAN PHILANTHROPY NETWORK (APN)

REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

	Original budget		Actual amount on comparisons		Difference amount final budget and actual (Variance)		Notes
	TZS	USD	TZS	USD	TZS	USD	
INCOME							
Grant	1,488,644,955	600,120	1,474,601,324	594,373	14,043,631	5,747	(a)
Members subscriptions fees	74,417,364	30,000	59,254,507	24,281	15,162,858	5,719	(b)
Other Income	62,014,470	25,000	41,473,459	16,160	20,541,012	8,840	(c)
	1,625,076,790	655,120	1,575,329,289	634,815	49,747,500	20,305	
EXPENSES							
Peer Learning	442,039,144	178,200	436,614,300	177,389	5,424,844	811	(d)
Enabling Environment	795,025,509	320,500	794,424,925	317,172	600,584	3,328	(e)
Institutional Strengthening	388,012,148	156,420	351,300,411	143,302	36,711,737	13,118	(f)
	1,625,076,800	655,120	1,582,339,636	637,863	42,737,165	17,257	
Surplus/ (deficit for the year)	-	-	-7,010,346	-3,048	7,010,336	3,048	


Dr. Stigmata Tenga
Executive Director

AFRICAN PHILANTHROPY NETWORK (APN)

REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

1. REPORTING ENTITY

APN is the continent-wide network of organizations and individuals in Africa and its diaspora who promotes the culture of philanthropic giving as a driver for social and structural change. APN members include Grant makers both foundations and funds, CSOs, academic and research institutions, as well as philanthropy networks and support organizations. The network was established in 2009, and legal registered in 2019 under the NGOs Act with a registration number I-NGO/R2/000123

Operation of the NGO

The principal activities of the NGO are described under those charged with governance's report.

2. 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) and United State Dollar (USD) except when otherwise indicated.

Going concern

The financial statements have been prepared on going concern basis which assumes that the organisation 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 Organisation Act, 2002 (revised 2005).

3. CHANGES IN ACCOUNTING POLICY AND DISCLOSURES

African Philanthropy Network (APN) adopted the International Public Sector Accounting Standards (IPSAS) to replace the International Financial Reporting Standards (IFRS) in 2021. IPSAS is more appropriate financial reporting framework to the organisation 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 July 2020 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.

4. 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.

NOTES TO THE FINANCIAL STATEMENTS

a) Revenue recognition

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

Revenue from non-exchange transactions

Grants

Grant receipts represents 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 utilised 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 amortisation 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.

b) 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.

c) Translation of Foreign Currencies

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).

d) Property, Plant and Equipment

As of 1 January 2023, the Entity has changed its method of depreciation from straight-line to reducing balance. Fixed assets acquired are initially capitalized and depreciated through the capital fund over their expected useful lives using the reducing balance method. The nature and amount of a change in an accounting estimate that has an effect in the current period has been accounted for as per IPSAS 3 and disclosed in note 10.

The annual rates used for this purpose are:

Details	Rate
Computer and accessories	37.5%
Printer	37.5%
Furniture and Fittings	12.5%

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

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 derecognition 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.

AFRICAN PHILANTHROPY NETWORK (APN)

REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) **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.

f) **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.

g) **Cash and Bank**

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.

h) **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.

i) **Provision 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.

j) **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.

k) **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.

AFRICAN PHILANTHROPY NETWORK (APN)

**REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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 on line 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.

5. 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.

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 recognised in the financial statements:

Useful life of assets

Critical estimates are made by the management in determining depreciation rates and useful life for property and equipment.

6 **PROPERTY, PLANT AND EQUIPMENT IN TZS**

Details	Computers & Accessories	Printers	Furniture & Fittings	Total
Currency	TZS	TZS	TZS	TZS
Depreciation rate	38%	38%	13%	
Costs/Revaluation				
At January 2022	63,059,334	9,131,000	10,048,585	82,238,918
Additions			879,979	879,979
At December 2022	63,059,334	9,131,000	10,928,564	83,118,898
At January 2023	63,059,334	9,131,000	10,928,564	83,118,898
Disposal	(20,700,351)			(20,700,351)
At December 2023	42,358,983	9,131,000	10,928,564	62,418,547
Accumulated Depreciations:				
At 1st January 2022	26,003,090	3,334,492	1,116,884	30,454,466
Depreciation charge adjusted 2022	23,647,250	3,424,125	1,366,071	28,437,445
At 31st December 2022	49,650,340	6,758,617	2,482,955	58,891,911
At 1st January 2023	49,650,340	6,758,617	2,482,955	58,891,911
Disposal	(16,515,991)			(16,515,991)
Depreciation charges At 31st December 20223	5,059,400	894,910	1,056,035	7,010,345
	38,193,749	7,653,528	3,538,990	49,386,266
Net Book Values:				
At 31st December 2022	13,408,993	2,372,383	8,445,609	24,226,985
At 31st December 2023	4,165,234	1,477,472	7,389,574	13,032,280

AFRICAN PHILANTHROPY NETWORK (APN)

REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS (Continued)

PROPERTY, PLANT AND EQUIPMENT				
6	IN USD			
Details	Computers & Accessories	Printers	Furniture & Fittings	Total
	USD	USD	USD	USD
Currency				
Depreciation rate	38%	38%	13%	
Costs/Revaluation:				
At January 2022	27,463	3,978	4,370	35,811
Additions			383	383
At December 2022	<u>27,463</u>	<u>3,978</u>	<u>4,753</u>	<u>36,194</u>
At January 2023	27,463	3,978	4,753	36,194
Disposal	(8,999)			(8,999)
At December 2023	<u>18,464</u>	<u>3,978</u>	<u>4,753</u>	<u>27,195</u>
Accumulated Depreciations:				
		2,300		
At 1st January 2022	11,317	1,452	486	13,255
Depreciation charge	10,280	1,489	594	12,362
At 31st December 2022	<u>21,597</u>	<u>2,941</u>	<u>1,080</u>	<u>25,617</u>
At 1st January 2023	21,597	2,941	1,080	25,617
Disposal	(7,180)			(7,180)
Depreciation charge	2,200	389	459	3,048
At 31st December 2023	<u>16,617</u>	<u>3,330</u>	<u>1,539</u>	<u>21,485</u>
Net Book Values:				
At 31st December 2022	<u>5,866</u>	<u>1,037</u>	<u>3,673</u>	<u>10,576</u>
At 31st December 2023	<u>1,847</u>	<u>648</u>	<u>3,214</u>	<u>5,709</u>

AFRICAN PHILANTHROPY NETWORK (APN)

REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	2023	2023	2022	2022
	TZS	USD	TZS	USD
7 CASH AND CASH EQUIVALENT				
Africa Philanthropy Network EUR	1,114,749	429	1,689,148	634
Africa Philanthropy Network TZS	245,464,729	98,551	64,334,074	27,519
Africa Philanthropy Network USD	89,045,644	34,714	41,788,647	17,775
Africa Philanthropy LTD	119,874,754	50,298	56,729,595	24,376
APN-Giving for Change	55,220,790	23,064	132,819,943	57,031
Fixed deposit	364,755,445	165,489	330,579,840	143,952
Petty Cash	-	-	656,387	285
Total for Cash and Cash equivalent	875,476,112	372,545	628,597,633	271,573
8 RECEIVABLES				
Prepayments Rent	9,934,200	3,873	8,392,488	3,570
Other Receivables	-	-	4,273,606	1,828
Membership	-	-	-	-
Subscriptions fees	-	-	29,720,280	12,750
Total Other Current Assets	9,934,200	3,873	42,386,374	18,148
9 DEFERRED CAPITAL GRANTS				
Balance at start	22,220,763	9,663	49,778,222	21,643
Adjustments of prior errors	(2,178,137)	(906)	879,980	383
Amortization of Grants	(7,010,346)	(3,048)	(28,437,439)	(12,363)
Balance at the year end	13,032,280	5,709	22,220,763	9,663
10 DEFERRED INCOME				
Balance at start	606,412,326	261,842	735,971,282	319,988
Grants Received from Donors	1,707,998,597	690,479	1,300,127,676	563,754
Transfer to Capital Grants	-	-	(979,980)	(383)
Amortization of Grants	(1,474,601,324)	(594,373)	(1,428,806,652)	(621,517)
	839,809,599	357,948	606,312,326	261,842

AFRICAN PHILANTHROPY NETWORK (APN)

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FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	2023	2023	2022	2022
	TZS	USD	TZS	USD
11 CREDITORS AND ACCRUALS				
Audit fees payable	17,121,191	7,000	16,203,298	7,000
Tax Payables	-		,879,782	,567
Other liabilities	46,930,782	19,548	39,164,545	16,988
Payee Payables	3,395,000	1,400		
Un earned membership subscription fee.	2,550,000	1,000		
	69,996,973	28,948	59,247,625	25,555
12 GRANT INCOME				
Amortised Revenue grants	1,474,601,324	594,373	1,428,806,652	621,517
Amortised Capital grants	7,010,346	3,048	28,437,439	12,363
	1,481,611,671	597,421	1,457,244,091	633,880
13 OTHER INCOME				
Member subscription fees	59,254,507	24,281	68,643,870	28,442
Other Income	41,473,459	16,160	186,466,154	77,260
	100,727,965	40,442	255,110,024	105,702
14 PEER LEARNING EXPENSES				
Accommodation/lodging	969,089	393	3,538,489	1,494
Air tickets	426,600	183	36,214,764	15,661
Advertising, Promotion and Publications	-	-	4,925,011	2,139
Awards to showcase, storytelling and news narratives	-	-	20,824,842	8,881
Bank charges for withholding tax (Goodchance and Scholastica) NSSF(Kelvin and Fortunata)	4,851,902	1,971	11,478,016	4,918
Basic Salaries- Pensionable	2,040,000	800	16,164,400	7,028
Conference Facilities			114,745,806	50,090
Consultance fees	177,044,616	72,034	82,488,682	121,570
Employer Contributions to NSSF	-	-	1,432,440	623

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FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	2023	2023	2022	2022
	TZS	USD	TZS	USD
14 PEER LEARNING EXPENSES (Continued)				
Entertainments	-	-	683,178	292
Food and refreshments	-	-	1,294,875	558
Ground Travel	-	-	764,832	330
Internet	770,162	330	-	-
Loss from exchange rates	-	-	96,646	42
miscellaneous expense	-	-	1,150,000	500
Penalties	-	-	224,986	98
Per diem/M&IE	-	-	21,377,921	9,190
Retainer consultants	26,554,500	11,100	73,673,613	31,770
Specific Task				
Consultants	222,673,881	90,044	323,169,828	140,499
Stationaries			14,522,761	6,300
Video-Photo-Production	1,283,550	533	-	-
Total	436,614,300	177,389	928,771,089	401,983
15 ENABLING ENVIRONMENT				
Accommodation/lodging	49,584,568	19,573	2,036,213	885
Air tickets	90,912,521	35,987	10,934,821	4,754
Advertising, Promotion and Publications	1,374,800	554		
Annual year bonus and Gifts	347,879	145		
APN Membership	2,638,925	1,034	1,165,500	500
Awards to showcase, storytelling and news narratives	123,411,686	48,990	147,420,624	62,767
Bank charges	10,553,753	4,236	6,966,614	2,978
Conference Facilities	44,623,585	17,598	12,169,993	5,174
consultance fees	70,794,568	28,426	27,297,057	11,928
Entertainments	785,840	304	-	-
Employer Contributions to NSSF	372,960	160	-	-
Food and refreshments	1,679,845	698	765,256	326
Ground Travel	6,299,921	2,556	1,708,763	729
Miscellaneous expense	1,252,200	540	-	-
Per diem/M&IE	76,882,822	30,377	19,898,814	8,513
Retainer consultants	81,398,200	32,300	55,278,150	23,593

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REPORT BY THOSE CHARGED WITH GOVERNANCE AND FINANCIAL STATEMENTS
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

	2023	2023	2022	2022
	TZS	USD	TZS	USD
15 ENABLING ENVIRONMENT (Continued)				
Specific Task				
Consultants	229,885,139	93,036	276,310,841	119,319
Video-Photo-Production	1,073,724	441		
Visa expenses	551,988	216		
Total	794,424,925	317,172	561,952,646	241,467
16 INSTITUTIONAL STRENGTHENING				
Accommodation/lodging	26,739,348	10,664	-	-
Airtickets	8,784,820	3,580	-	-
Airtime charges	1,892,869	770	-	-
Annual year bonus and Gifts	31,106,345	12,035	-	-
APN				
Membership/Conference				
Registration fee	1,200,500	500	-	-
Advertising, Promotion and Publications	-	-	2,244,087	976
Audit fees accruals for the year 2022 but will be paid 2023	17,885,000	7,000	16,317,016	7,000
Bank charges	5,078,344	2,041	3,101,831	1,328
Basic Salaries-Pensionable	21,608,035	8,800	20,240,000	8,800
Casual Labor	2,569,979	1,062	-	-
Conference Facilities	20,500,728	8,528	4,600,000	2,000
consultance fees	19,665,796	7,890	22,372,670	9,717
Depreciation expenses	7,010,345	3,048	28,437,439	12,362
Electricity Charges	5,775,000	2,343	5,774,991	2,508
Employer contribution for WC	293,709	121	-	-
Entertainments	500,036	210	-	-
Employer Contributions to NSSF	1,794,395	720	2,208,000	960
Food and refreshments	1,194,487	490	607,200	264
Fuel charges	3,227,124	1,322	-	-
Ground Travel	3,817,923	1,554	2,421,762	1,053
insurance	89,268	36	1,597,764	695
Internet	6,894,939	2,784	6,860,192	2,976
Loss from exchange rates			775,515	334
Miscellaneous expense	5,721,765	2,424	1,579,213	687

AFRICAN PHILANTHROPY NETWORK (APN)

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FOR THE YEAR ENDED 31 DECEMBER 2023**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	2023	2023	2022	2022
	TZS	USD	TZS	USD
16 INSTITUTIONAL STRENGTHENING(Continued)				
Office and equipment maintenance	1,364,997	561	294,998	128
Penalties	1,350,000	579	224,986	98
Rent charges	49,286,464	20,656	48,787,921	21,141
Specific Task Consultants	79,736,430	32,814	41,610,887	18,092
Stationaries	4,132,071	1,643	4,291,915	1,866
Telephone charges	1,416,132	595	2,550,125	1,109
Taxes	1,917,000	748	-	-
Water, Security and Sewerage	6,050,024	2,532	-	-
Website/Zoho/Zoom Subscriptions fees	2,568,034	1,034	4,731,867	2,039
Amortization expenses	-	-	-	-
Per diem/M&IE	10,128,508	4,219	-	-
Total for Operating Expenses	<u>351,300,413</u>	<u>143,302</u>	<u>221,630,380</u>	<u>96,133</u>

17 CHANGE IN ACCOUNTING ESTIMATE - DEPRECIATION METHOD

As of 1 January 2023, APN has changed its method of depreciation from straight-line to reducing balance. The nature and amount of a change in an accounting estimate that has effect in the current period are as follows:

Nature of Change:

APN previously used the straight-line method for depreciating its fixed assets, evenly allocating the cost of the assets over their estimated useful lives. With the change in accounting estimate, the Entity has adopted the reducing balance method, which accelerates depreciation in the early years of an asset's life and reduces it in later years, reflecting a reassessment of the expected pattern of consumption of the economic benefits embodied in the assets over their remaining useful lives.

18 EVENTS AFTER THE REPORTING DATE

Events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

Those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and those that are indicative of conditions that arose after the reporting period (non-adjusting events after the reporting period).

There was no any subsequent events that have occurred which are either to be disclosed or to be adjusted in the financial statements that could materially affect the 2023 financial statements.

AFRICAN PHILANTHROPY NETWORK (APN)

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FOR THE YEAR ENDED 31 DECEMBER 2023**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

19 EXPLANATION FOR THE VARIANCES BETWEEN ACTUAL AND BUDGETED AMOUNT

- (a) The increase is due to the network were able to raise some of planned fundings.
- (b) The increase associated with the collection made from new members joined the network and collection of existing members who were unable to pay in the previous year.
- (c&d) The increase is due to the increased procurement of consultants to undertake the research and planned activities and limited fund.
- (e &f) The increase is due to the raise adequate funding, and implementation and submission of final outputs by our catalytic grant partners