

**COMPREHENSIVE COMMUNITY BASED  
REHABILITATION IN TANZANIA (CCBRT)**

**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

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FOR THE YEAR ENDED 31 DECEMBER 2014

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**COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)**

**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**ORGANISATION INFORMATION**

***PRINCIPAL PLACE OF BUSINESS***

Comprehensive Community Based Rehabilitation in Tanzania  
Msasani Village  
Kimweri Road  
PO Box 23310  
Dar es Salaam  
Tanzania

***REGISTRATION***

Comprehensive Community Based Rehabilitation in Tanzania (CCBRT) is registered as a Society under the Societies Act, CAP 337 R.E 2002. Subsequently, it was registered as a Trustees Incorporation Ordinance, 1956 (revised in 2002 as The Trustees' Incorporation Act Cap 318).

***BANKERS***

Bank of Africa (Tanzania) Limited  
NDC Development House  
Ohio/Kivukoni Drive  
PO Box 3054  
Dar es Salaam  
Tanzania

NBC Limited  
Moshi Branch  
PO Box 3030  
Moshi  
Tanzania

***SOLICITORS***

IMMMA Advocates  
IMMMA House, Plot No. 357  
United National Road, Upanga  
PO Box 72484  
Dar es Salaam  
Tanzania

***AUDITORS***

PricewaterhouseCoopers  
Pemba House, Plot No. 369  
Toure Drive  
PO Box 45  
Dar es Salaam  
Tanzania

***BANKERS (CONTINUED)***

Bank M (Tanzania) Limited  
Money centre – 8, Ocean Road  
PO Box 96  
Dar es Salaam  
Tanzania

National Microfinance Bank limited  
Msasani Branch  
PO Box 33841  
Dar es Salaam  
Tanzania

# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

- 1 The Directors' submit their report together with the audited financial statements for the year ended 31 December 2014, which disclose the state of affairs of Comprehensive Community Based Rehabilitation in Tanzania ("the Organisation").

### 2 PRINCIPAL ACTIVITIES

Comprehensive Community Based Rehabilitation in Tanzania (CCBRT), a Tanzanian Society, was established in 1994 in response to the needs of people with disabilities in and around Dar es Salaam and the lack of accessible services to them. It comprises two community-based rehabilitation (CBR) programmes in Dar es Salaam and Moshi, a disability hospital, and an active international training programme.

CCBRT has two main areas of focus:-

- Disability Intervention
- Maternal and Newborn Healthcare.

In the second year of its 2013-2017 strategy, CCBRT has made good progress against its 2014 work plan and M&E framework targets and indicators with 70% on or above target.

### 3 RESULTS FOR THE YEAR

The net deficit for the year of TZS 3,155 million (2013: net surplus TZS 5,374 million) has been added to retained surplus.

### 4 TRUSTEES

The Trustees who held office during the year and to the date of this report were:

<u>Name</u>	<u>Nationality</u>
Dr. Willibrod P. Slaa	Tanzanian
Mr. E. F. Mnyone	Tanzanian
Mr. Geert Vanneste	Belgian

### 5 DIRECTORS

The Directors who held office during the year and to the date of this report were:

<u>Name</u>	<u>Nationality</u>	<u>Position</u>
Dr. Willibrod P. Slaa	Tanzanian	President
Mr. B. K. Tanna	British	Vice President
Mr. E. F. Mnyone	Tanzanian	Member
Prof. Godfrey Mmari	Tanzanian	Member
Mr. Erwin Telemans	Belgian	Treasurer & Secretary / CEO
Mr. J. Sutton	Irish	Member

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

DIRECTORS' REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2014

6 AUDITORS

The auditor, PricewaterhouseCoopers, has expressed its willingness to continue in office and is eligible for re-appointment. A resolution proposing the re-appointment of PricewaterhouseCoopers as auditor of the Organisation for the year ending 31 December 2015 will be put to the Annual General Meeting.

BY ORDER OF THE BOARD OF DIRECTORS



Dr. Willibrod P. Slaa  
President

29/05/2015  
Date



Mr Erwin Telemans  
Treasurer & Secretary / CEO

29/05/2015  
Date



COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

STATEMENT OF DIRECTORS' RESPONSIBILITIES  
FOR THE YEAR ENDED 31 DECEMBER 2014

The constitution of the Organisation requires the Directors to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Organisation as at the end of the financial period and of its surplus or deficit. It also requires the Directors to ensure that the Organisation keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the Organisation. The Directors is also responsible for safeguarding the assets of the Organisation.

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. The Directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Organisation and of its deficit in accordance with International Financial Reporting Standards. The Directors further accept responsibility for the maintenance of accounting records that 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 Organisation will not remain a going concern for at least twelve months from the date of this statement.



Dr. Willibrod P. Slaa  
President

29/05/2015  
Date



Mr Erwin Telemans  
Treasurer & Secretary / CEO

29/05/2015  
Date



**REPORT OF THE INDEPENDENT AUDITOR  
TO THE MEMBERS OF COMPREHENSIVE COMMUNITY BASED REHABILITATION  
IN TANZANIA (CCBRT)**

**Report on the financial statements**

We have audited the accompanying financial statements of Comprehensive Community Based Rehabilitation in Tanzania (the "Organisation"), which comprise statement of financial position as at 31 December 2014 and the statements of profit or loss and other comprehensive income, changes in reserves and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

*Directors' responsibility for the financial statements*

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such internal control, as the directors determine necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

*Auditor's responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, the accompanying financial statements give a true and fair view of the state of affairs of the Organisation as at 31 December 2014, and of its deficit and cash flows for the year then ended in accordance with International Financial Reporting Standards.

***Emphasis of matter***

Without qualifying our opinion we draw your attention to the fact that the appendices reported in page 28 to 32 are not covered in this opinion.

  
Nelson E. Msuya, FCPA – PP

**For and on behalf of PricewaterhouseCoopers**  
Certified Public Accountants  
Dar es Salaam

Date: 29 MAY 2015

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	<u>Note</u>	<u>2014</u> TZS'0000	<u>2013</u> TZS'000
<b>INCOME</b>			
Donations	4	14,102,367	19,149,460
Government grants	4	1,786,496	1,719,621
Contributions by patients	4	4,701,032	4,291,863
Other income	5	<u>1,737,157</u>	<u>1,081,784</u>
<b>Total income</b>		<b>22,327,052</b>	<b>26,242,728</b>
Operating costs	6	<u>(25,481,570)</u>	<u>(20,868,510)</u>
<b>(Deficit)/surplus for the year</b>		<b><u>(3,154,518)</u></b>	<b><u>5,374,218</u></b>



COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014

	Note	2014 TZ'000	2013 TZS'000 (Restated)	2012 TZS'000 (Restated)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	8	30,466,022	26,403,423	10,879,617
Intangible asset	9	9,911	34,741	69,483
Non-current receivables	11	32,607,343	30,586,808	8,062,040
		<u>63,083,276</u>	<u>57,024,972</u>	<u>19,011,140</u>
<b>Current assets</b>				
Inventories	10	2,369,197	1,920,266	2,365,603
Accounts receivables	11	11,786,879	12,794,831	11,801,550
Bank and cash balances	12	15,595,971	17,683,202	25,072,503
		<u>29,752,047</u>	<u>32,398,299</u>	<u>39,239,656</u>
<b>TOTAL ASSETS</b>		<u><b>92,835,323</b></u>	<u><b>89,423,271</b></u>	<u><b>58,250,796</b></u>
<b>RESERVES AND LIABILITIES</b>				
<b>RESERVES</b>				
Retained surplus		9,346,104	12,363,595	6,989,376
Revaluation reserve		1,903,377	2,134,055	-
<b>Total reserve</b>		<u><b>11,249,481</b></u>	<u><b>14,497,650</b></u>	<u><b>6,989,376</b></u>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Capital grant	13	27,590,448	24,302,945	10,947,941
<b>Current liabilities</b>				
Deferred income grants	14	52,319,122	49,607,391	39,226,018
Accounts payables	15	1,676,272	1,015,285	1,087,461
		<u>53,995,394</u>	<u>50,622,676</u>	<u>40,313,479</u>
<b>TOTAL LIABILITIES</b>		<u><b>81,585,842</b></u>	<u><b>74,925,621</b></u>	<u><b>51,261,420</b></u>
<b>TOTAL RESERVE AND LIABILITIES</b>		<u><b>92,835,323</b></u>	<u><b>89,423,271</b></u>	<u><b>58,250,796</b></u>

The financial statements on pages 5 to 25 were approved by the General Assembly on 29/05/2015 and signed on its behalf by:

Dr. Willibrod P. Slaa  
President

Mr Erwin Telemans  
Treasurer & Secretary / CEO



COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

STATEMENT OF CHANGES IN RESERVES

	<u>Retained surplus</u> TZS'000 (Restated)	<u>Revaluation reserve</u> TZS'000	<u>Total</u> TZS'000
At start of year	12,363,595	2,134,055	14,497,650
Deficit for the year	(3,154,518)	-	(3,154,518)
Asset write-off	-	(93,651)	(93,651)
Release from revaluation reserve	<u>137,027</u>	<u>(137,027)</u>	<u>-</u>
<b>At end of the year</b>	<b><u>9,346,104</u></b>	<b><u>1,903,377</u></b>	<b><u>11,249,481</u></b>
<b>Year ended 31 December 2013</b>			
At start of year	6,989,377	-	6,989,377
Surplus for the year	5,374,218	-	5,374,218
Revaluation reserve	<u>-</u>	<u>2,134,055</u>	<u>2,134,055</u>
<b>At end of the year</b>	<b><u>12,363,595</u></b>	<b><u>2,134,055</u></b>	<b><u>14,497,650</u></b>

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

STATEMENT OF CASH FLOWS

	<u>Note</u>	<u>2014</u> TZS '000	<u>2013</u> TZS '000 Restated
<b>Cash flow from operating activities</b>			
(Deficit) / surplus for the year		(3,154,518)	5,374,218
<i>Adjustments for non-cash items:</i>			
Depreciation	8	1,154,642	674,155
Amortisation of intangible asset	9	34,953	34,742
Amortisation of capital grant	13	(1,119,904)	(708,901)
Asset write off		27,005	-
Gain on disposal of property and equipment		(30,650)	(93,835)
<i>Change in working capital items</i>			
Inventory		(448,932)	445,338
Accounts receivables		(1,012,583)	(23,518,049)
Accounts payables		3,372,718	10,309,196
Net cash used in operations		<u>(1,177,269)</u>	<u>(7,483,136)</u>
<b>Cash flow from investing activities</b>			
Purchase of property, plant and equipment	8	(5,337,897)	(14,063,905)
Purchase of intangible asset	9	(10,123)	-
Proceeds on disposal of equipment		30,650	93,835
Net cash used in investing activities		<u>(5,317,370)</u>	<u>(13,970,070)</u>
<b>Cash flow from financing activities</b>			
Capital grant received	13	4,407,408	14,063,905
Net cash generated from financing activities		<u>4,407,408</u>	<u>14,063,905</u>
<b>Decrease in cash and cash equivalent</b>		<u>(2,087,231)</u>	<u>(7,389,301)</u>
<b>Movement in cash and cash equivalents</b>			
At start of year		17,683,202	25,072,503
Decrease		(2,087,231)	(7,389,301)
At end of year		<u>15,595,971</u>	<u>17,683,202</u>

# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA (CCBRT)

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### NOTES

#### 1 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 years presented, unless otherwise stated.

##### (a) Basis of preparation

The financial statements of Comprehensive Community Based Rehabilitation in Tanzania (CCBRT) have been prepared in accordance with International Financial Reporting Standards ("IFRS") and IFRIC interpretations. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of buildings.

Where a change in the presentation format between the prior year and current year financial statements has been made during the period, comparative figures have been restated accordingly. No presentational changes were made during the year.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Organisation's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2.

##### (b) Changes in accounting policy and disclosures

###### *(i) New and amended standards adopted by the Organisation*

The following standards have been adopted by the Organisation for the first time for the financial year beginning on or after 1 January 2014 and are relevant to the Organisation:

Amendment to IAS 32, 'Financial instruments: Presentation' on offsetting financial assets and financial liabilities. This amendment clarifies that the right of set-off must not be contingent on a future event. It must also be legally enforceable for all counterparties in the normal course of business, as well as in the event of default, insolvency or bankruptcy. The amendment also considers settlement mechanisms. The amendment did not have a significant effect on the Organisation financial statements.

Amendments to IAS 36, 'Impairment of assets', on the recoverable amount disclosures for non-financial assets. This amendment removed certain disclosures of the recoverable amount of CGUs which had been included in IAS 36 by the issue of IFRS 13.

Amendment to IAS 39, 'Financial instruments: Recognition and measurement' on the novation of derivatives and the continuation of hedge accounting. This amendment considers legislative changes to 'over-the-counter' derivatives and the establishment of central counterparties. Under IAS 39 novation of derivatives to central counterparties would result in discontinuance of hedge accounting. The amendment provides relief from discontinuing hedge accounting when novation of a hedging instrument meets specified criteria. The Organisation did not have a significant impact on the organisation financial statements.

# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### NOTES (CONTINUED)

#### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### (b) Changes in accounting policy and disclosures (continued)

###### *(i) New and amended standards adopted by the Organisation (continued)*

IFRIC 21, 'Levies', sets out the accounting for an obligation to pay a levy if that liability is within the scope of IAS 37 'Provisions'. The interpretation addresses what the obligating event is that gives rise to pay a levy and when a liability should be recognised. The Organisation is not currently subjected to significant levies so the impact on the Organisation is not material.

###### *(ii) New standards and interpretations that are not yet effective and have not been early adopted*

A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after 1 January 2014, and have not been applied in preparing these financial statements. None of these is expected to have a significant effect on the financial statements of the Organisation, except the following set out below:

IFRS 9, 'Financial instruments', addresses the classification, measurement and recognition of financial assets and financial liabilities. The complete version of IFRS 9 was issued in July 2014. It replaces the guidance in IAS 39 that relates to the classification and measurement of financial instruments. IFRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortised cost, fair value through OCI and fair value through profit or loss. The basis of classification depends on the entity's business model and the contractual cash flow characteristics of the financial asset. Investments in equity instruments are required to be measured at fair value through profit or loss with the irrevocable option at inception to present changes in fair value in OCI not recycling.

There is now a new expected credit losses model that replaces the incurred loss impairment model used in IAS 39. For financial liabilities there were no changes to classification and measurement except for the recognition of changes in own credit risk in other comprehensive income, for liabilities designated at fair value through profit or loss. IFRS 9 relaxes the requirements for hedge effectiveness by replacing the bright line hedge effectiveness tests. It requires an economic relationship between the hedged item and hedging instrument and for the 'hedged ratio' to be the same as the one management actually use for risk management purposes.

Contemporaneous documentation is still required but is different to that currently prepared under IAS 39. The standard is effective for accounting periods beginning on or after 1 January 2018. Early adoption is permitted. The Organisation is yet to assess IFRS 9's full impact.

IFRS 15, 'Revenue from contracts with customers' deals with revenue recognition and establishes principles for reporting useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. Revenue is recognised when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service. The standard replaces IAS 18 'Revenue' and IAS 11 'Construction contracts' and related interpretations. The standard is effective for annual periods beginning on or after 1 January 2017 and earlier application is permitted. The Organisation is assessing the impact of IFRS 15.

# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### NOTES (CONTINUED)

#### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### (c) Income

The Organisation derives its income from the following sources:

- (i) Donations in cash and in kind from development partners and other organisations; and
- (ii) Revenue from services rendered and medicines sold to patients (cost sharing).

Revenue is recognised as follows:

- (i) Donations income; Donations are recognised once there is reasonable assurance that the organisation will (a) comply with terms of the agreement(s); and b) there is reasonable assurance that the grant shall be received. Donations received in form of consumables materials (in-kind) are classified as revenue grants.
- (ii) Rendering of services; Revenue is recognized upon performance of services or delivery of goods when the amount can be reliably measured and it is probable that the future economic benefits will flow to the organisation.
- (iii) Interest income is recognised on a time proportion basis using the effective interest method on an accrual basis.

##### (d) Foreign currency translation

###### *(a) Functional and presentation currency*

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Tanzania shillings in thousands (TZS '000') which is the Organisation's functional and presentation currency.

###### *(b) Transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of profit or loss.

# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### NOTES (CONTINUED)

#### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### (e) Property and equipment

Property and equipment are initially recognised at cost. Buildings are subsequently measured at market value, based on valuations by external independent valuers, less depreciation. All other property and equipment are stated at historical cost less depreciation. Increases in the carrying amount arising on revaluation are credited to a revaluation reserve. Decreases that offset previous increases of the same asset are charged against the revaluation reserve; all other decreases are charged in the statement of profit or loss. Each year the difference between depreciation based on the revalued carrying amount of the asset (the depreciation charged in the statement of profit or loss) and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained surplus.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Organisation and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the statement of profit or loss during the financial period in which they are incurred.

Assets are depreciated starting in the month they are put into use. Depreciation on assets is calculated using the straight-line method to allocate their cost or revalued amounts to their residual values over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Rate (%)</b>
Buildings	4
Tools and Machinery	12.5
Motor vehicles	25
Motorcycles and bicycles	25
Equipment	12.5
Furniture and Fittings	12.5
Computers	33.33

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. The assets carrying amount is written down immediately to its recoverable amount if the assets carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposal are determined by comparing the proceeds with the carrying amount and are included in profit or loss within other income.

##### (f) Intangible assets

Cost incurred on computer software is initially accounted for at cost as intangible asset and subsequently measured at cost less any accumulated amortization and accumulated impairment losses. Amortization is calculated on straight line basis over the estimated useful life of 4 years. Costs incurred in maintaining computer software programmes are expensed as incurred.

# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### NOTES (CONTINUED)

#### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### (g) Inventory

Inventories are stated at the lower of cost and net realisable value. Cost is determined by the Weighted Average Cost method (WAC) less provision for impairment. Net realisable value is the estimated selling price in the ordinary course of business less applicable cost to sell. Provision is made where necessary for obsolete, expired and defective stocks.

##### (h) Financial assets

###### *(i) Classification*

All financial assets of the Organisation are in the category of loans and receivables.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These are classified as current assets except for maturities greater than 12 months, otherwise they are classified as non-current. The Organisation's loans and receivables comprise, 'trade and other receivables' and 'cash and cash equivalents' in the statement of financial position.

###### *(ii) Recognition and measurement*

Regular purchases and sales of financial assets are recognised on the trade-date – the date on which the Organisation commits to purchase or sell the asset. Receivables are subsequently carried at amortised cost.

###### *(iii) Offsetting financial instruments*

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

###### *(iv) Impairment*

The Organisation assesses at the end of each reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

Evidence of impairment may include indications that the debtors or a group of debtors is experiencing significant financial difficulty, the probability that they will enter bankruptcy or other financial re-organisation, and where observable data indicate that there is a measureable decrease in the estimated future cash flows.



# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### NOTES (CONTINUED)

#### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### (h) Financial assets (continued)

###### (iv) Impairment (continued)

For loans and receivables category, the amount of the loss is measured as a difference between the assets carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial assets original effective interest rate. The carrying amount of the asset is reduced and the amount of the loss is recognised in the statement of profit or loss.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the reversal of the previously recognised impairment loss is recognised in the statement of profit or loss.

##### (i) Taxation

###### (i) Current income tax

The Board of Directors consider the organisation to be exempt from income taxes based on the criteria in the Income Tax Regulations which accord this status to Organisations that perform charitable activities and whose surplus is within the required limits, or if higher is to be utilised for future charitable activities. The Income Tax Regulations require further an approval from the Commissioner of Income tax for the entity to be granted a charitable organisation status. This application was made and approved by Commissioner for Domestic Revenue on 7th November 2007.

###### (ii) Value added tax

Revenue, expenses and assets are recognised net of the amount of value added tax except where the value added tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the value added tax is recognised as part of the cost of acquisition of the asset or as part of expense item as applicable.

##### (j) Capital grants

Donations received in form of fixed assets are capitalized and credited to capital grant. Capital grants are amortized in the statement of profit or loss over the estimated useful lives of the assets concerned.

##### (k) Impairment of non-financial assets

Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs to sell and value in use. For purposes of assessing impairment, assets are grouped at the lowest levels for which these are separately identifiable cash flows (cash-generating units).

# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### NOTES (CONTINUED)

#### 2 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

##### (a) Critical accounting estimates and assumptions

The Organisation makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

##### *(i) Impairment of accounts receivable*

The Organisation reviews its debtor balances to assess impairment on an annual basis. In determining whether an impairment loss should be recorded in profit or loss, the Organisation makes judgements using estimates based on historical loss experience for its debtors. It is on this basis that management have determined the risk of recoverability based on days outstanding.

##### *(ii) Impairment of inventories*

The Organisation reviews its stock holdings and assess for impairment on an annual basis. In determining whether an impairment loss should be recorded in profit or loss, the Organisation assesses its inventory by assessing expiry dates on consumable and medicine stock.

#### 3 FINANCIAL RISK MANAGEMENT POLICIES

The Organisation's activities expose it to a variety of financial risks, namely: market risk, credit risk and liquidity risk. The Organisation's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on its financial performance. The Organisation does not hedge any of its risk exposures.

Financial risk management is carried out by the finance department under policies approved by the Board of Directors. Foreign currency risk is managed by billing customers in foreign currency so as to protect organisation from the volatility associated with local currency depreciation. Under this arrangement, increases or decreases in the organisation's foreign denominated liabilities are partially offset by gains and losses in foreign debtors. Efforts are also made to ensure significant liabilities are negotiated in local currency with prompt payment of outstanding amounts.

##### Market risk

##### *(i) Foreign exchange risk*

The Organisation enters into contracts denominated in foreign currencies especially in Euro (EUR) and United States Dollar (USD). In addition, the organisation has liabilities and assets denominated in foreign currencies. As a result, the organisation is subject to transaction and translation exposure from fluctuations in foreign currency exchange rates. Exposure to foreign currency risk is mitigated by the fact that foreign currency assets and liabilities are normally settled within a short period of time.

# COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### NOTES (CONTINUED)

#### 3 FINANCIAL RISK MANAGEMENT POLICIES (CONTINUED)

##### Market risk (continued)

##### *(i) Foreign exchange risk (continued)*

Management's policy to manage foreign exchange risk is to hold foreign currency bank accounts which act as a natural hedge for payment.

As at 31 December 2014, if the Tanzanian shilling weakened/strengthened by 5% against the US dollar with all other variables held constant, change in surplus for the year would have been TZS 1,003 million higher/lower mainly as a result of foreign exchange gains/losses on translation of US dollar denominated payables, receivables and cash.

As at 31 December 2014, if the Tanzanian shilling weakened/strengthened by 5% against the Euro with all other variables held constant, change in surplus for the year would have been TZS 37.6 million higher/lower mainly as a result of foreign exchange gains/losses on translation of Euro denominated payables, receivables and cash.

##### Credit risk

Credit risk arises from cash and cash equivalents and deposits with banks and financial institutions as well as credit exposures to customers, including outstanding receivables and committed transactions. Customers are assessed for credit quality by taking into account their financial position, past experience and other factors before being approved as credit customers.

There are no credit limits set by the management for its customers. The management approves all the credit transactions based on the historical information on trading transactions with customers to minimise exposure.

The amount that best represents the Organisation's maximum exposure to credit risk at 31 December 2014 is made up as follows:

	<u>2014</u> TZS '000	<u>2013</u> TZS '000
Cash at bank	15,561,259	17,625,764
Trade receivables	873,308	1,830,073
Other receivables (excluding prepayments)	<u>43,442,751</u>	<u>40,602,232</u>
	<u>59,877,318</u>	<u>60,058,069</u>

No collateral is held for any of the above assets.

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

3 FINANCIAL RISK MANAGEMENT POLICIES (CONTINUED)

*Liquidity risk*

Liquidity risk is the risk that the Organisation will not be able to meet its financial obligations as they fall due. Prudent liquidity risk management includes maintaining sufficient cash balances, and the availability of funding from various development partners.

The table below analyses the Organisation's financial liabilities that will be settled on a net basis into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date. The amounts disclosed in the table below are the contractual undiscounted cash flows.

		<b>Less than 1 year TZS '000</b>
<b>At 31 December 2014:</b>		
- trade and other payables		<u><b>1,068,789</b></u>
<b>At 31 December 2013:</b>		
- trade and other payables		<u>1,014,609</u>
<b>4 INCOME</b>	<b><u>2014</u> TZS'000</b>	<b><u>2013</u> TZS'000</b>
Donation received from development partners- Note 4(a)	4,871,808	11,961,860
Donation in Kind-Note 4(b)	296,615	222,821
Other donations-Note 4 (c)	3,513,029	1,150,930
Irish Embassy	1,324,975	1,381,737
CIDA	4,095,940	1,491,049
DANIDA	-	2,941,063
	<u><b>14,102,367</b></u>	<u>19,149,460</u>
Cost sharing from patients-Note 4 (d)	4,701,032	4,291,863
Government of Tanzania-Salary support	<u>1,786,496</u>	<u>1,719,621</u>
<b>Total income</b>	<u><b>20,589,895</b></u>	<u>25,160,945</u>

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

4 INCOME	<u>2014</u> TZS'000	<u>2013</u> TZS'000
<b>(a) Donation received from Development Partners</b>		
European Union	-	668,291
SIDA	3,036,135	7,537,457
CBM	1,270,034	1,800,407
Other development partners	<u>565,638</u>	<u>1,955,705</u>
	<u>4,871,807</u>	<u>11,961,860</u>
<b>(b) Donation in kind</b>		
Government -Medicines and other consumable materials	228,869	222,821
Other Donors -Medicines and other consumable materials	<u>67,746</u>	<u>-</u>
	<u>296,615</u>	<u>222,821</u>
<b>(c) Other donations</b>		
International Federation of Spina Bifina and Hydrocephalus	50,292	37,672
Latter Day Saint Church	8,261	31,670
Barclays Community Fund	80,391	-
MIC Tanzania Limited	111,626	-
Kupona Foundation	80,928	60,158
Other organizations and individuals	1,696,666	17,828
Children in Crossfire	27,268	-
Vodafone	<u>1,457,597</u>	<u>1,003,602</u>
	<u>3,513,029</u>	<u>1,150,930</u>
<b>(d) Cost sharing from patients</b>		
Programme income	4,701,032	2,192,647
Eye department	-	65
Orthopaedic department	-	100
Optical Shop	-	625,488
Credit Sales	<u>-</u>	<u>1,473,563</u>
	<u>4,701,032</u>	<u>4,291,863</u>

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

5 OTHER INCOME	<u>2014</u> TZS'000	<u>2013</u> TZS'000
Gain on disposal of property and equipment	30,650	93,835
Interest Income-call deposits	182,523	3,148
Amortisation of capital grant	1,119,904	708,901
Exchange gain on working capital items	378,564	177,948
Income from hostel, laundry and others	<u>25,516</u>	<u>97,952</u>
	<u>1,737,157</u>	<u>1,081,784</u>
6 OPERATING COSTS		
Salaries and other personnel cost	13,584,698	10,213,789
Patients' subsidies and Individual aid	573,079	737,853
Clearing and forwarding costs	15,557	(150)
Depreciation expenses	1,154,642	674,155
Amortization expense	34,953	34,742
Cost of consumables	2,637,733	2,809,044
Training	879,255	742,925
Consultancy	2,578,895	1,710,834
Rent, premises and utility costs	511,032	399,925
Repairs and maintenance	514,408	727,477
Security charges	126,323	117,738
Audit fee – current year	179,818	118,643
– prior period	66,179	88,302
Legal fee	30,368	17,079
Communication and advertisement	827,073	713,378
General and Administration expenses	479,286	742,059
Financial charges	62,896	54,842
Transport and motor vehicles expenses	547,333	596,036
Bad debts provision	651,037	369,839
Asset write-off	<u>27,005</u>	<u>-</u>
	<u>25,481,570</u>	<u>20,868,510</u>
7 INCOME TAX		

No income tax or obligation has been recognised in the financial statements given the loss position of the organisation. For charitable organisations, the Income Tax Act 2004 allows additional deduction which is equal to 25% of the organisation's income for the year in addition to normal expenses which are allowable for tax purposes. This incentive therefore continues to position the organisation in tax losses.

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

8 PROPERTY, PLANT AND EQUIPMENT

	Buildings		Motor vehicles		Motorcycle & bicycles		Equipment		Computers		Furniture & fittings		Tools and machinery		Capital work in-progress		Total	
	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000	TZS '000
<b>Year ended 31 December 2014</b>																		
Opening net book value	4,221,895	531,845	5,644	1,863,591	216,196	331,850	6,100	19,226,302	26,403,423									
Transfer	354,879	-	514	-	-	4,378	-	(359,771)	-									
Additions	43,283	208,640	-	970,905	131,272	395,354	4,687	3,583,756	5,337,897									
Depreciation charge	(283,013)	(238,227)	(1,935)	(408,275)	(132,445)	(89,346)	(1,401)	-	(1,154,642)									
Write-off	(120,656)	-	-	-	-	-	-	-	(120,656)									
<b>Closing net book value</b>	<b>4,216,388</b>	<b>502,258</b>	<b>3,709</b>	<b>2,426,735</b>	<b>215,023</b>	<b>642,236</b>	<b>9,386</b>	<b>22,450,287</b>	<b>30,466,022</b>									
<b>At 31 December 2014</b>																		
Valuation Cost	4,221,895	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,221,895
Accumulated depreciation	268,888	1,538,948	18,132	4,379,323	781,377	909,100	30,635	22,450,287	30,376,690									
	(274,395)	(1,036,690)	(14,423)	(1,952,588)	(566,354)	(266,864)	(21,249)	-	(4,132,563)									
<b>Net book value</b>	<b>4,216,388</b>	<b>502,258</b>	<b>3,709</b>	<b>2,426,735</b>	<b>215,023</b>	<b>642,236</b>	<b>9,386</b>	<b>22,450,287</b>	<b>30,466,022</b>									

(i) The Organisation's buildings were revalued 31 December 2013 by independent professional valuers, Proper Consult (T) Limited. Level 2 fair values for buildings were derived using an open market value basis. The revaluation surplus was credited to the revaluation reserve in the retained surplus. The most significant input into this valuation approach is the market rate per square metre. The three different fair value measurements are:

- Quoted prices (unadjusted) in active markets for identical assets and liabilities (Level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2); and
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

(ii) In 1997, the members of CCBRT set up a Trusteeship – The registered Trustees of Comprehensive Community Based Rehabilitation in Tanzania – to be the legal holder to the land title deed on which the society's hospital facilities have been constructed. The Trustees have granted the CCBRT the use of this parcel of land under the registered plot number 1490/1 Msasani for its charitable activities.

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

8 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

	Buildings TZS '000	Motor vehicles TZS '000	Motorcycle & bicycles TZS '000	Equipment TZS '000	Computers TZS '000	Furniture & fittings TZS '000	Tools and machinery TZS '000	Capital work in- progress TZS '000	Total TZS '000
<b>Year ended 31 December 2013</b>									
Opening net book value	1,834,581	764,390	6,180	1,442,427	148,227	216,897	10,188	6,456,728	10,879,618
Additions	253,259	-	-	722,635	159,520	158,917	-	12,769,574	14,063,905
Depreciation charge	-	(232,545)	(536)	(301,471)	(91,551)	(43,964)	(4,088)	-	(674,155)
Revaluation surplus	2,134,055	-	-	-	-	-	-	-	2,134,055
<b>Closing net book value</b>	<b>4,221,895</b>	<b>531,845</b>	<b>5,644</b>	<b>1,863,591</b>	<b>216,196</b>	<b>331,850</b>	<b>6,100</b>	<b>19,226,302</b>	<b>26,403,423</b>
<b>At 31 December 2013</b>									
Valuation	4,221,895	-	-	-	-	-	-	-	4,221,895
Cost	-	1,470,517	40,314	3,408,755	650,104	509,369	25,949	19,226,302	25,331,310
Accumulated depreciation	-	(938,672)	(34,670)	(1,545,164)	(433,908)	(177,519)	(19,849)	-	(3,149,782)
<b>Net book value</b>	<b>4,221,895</b>	<b>531,845</b>	<b>5,644</b>	<b>1,863,591</b>	<b>216,196</b>	<b>331,850</b>	<b>6,100</b>	<b>19,226,302</b>	<b>26,403,423</b>



COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

9	INTANGIBLE ASSETS	<u>2014</u> TZS'000	<u>2013</u> TZS'000
	At start of year	34,741	69,483
	Addition during the year	10,123	-
	Amortization charge	<u>(34,953)</u>	<u>(34,742)</u>
	At end of year	<u>9,911</u>	<u>34,741</u>
10	INVENTORY		
	Consumables	<u>2,369,197</u>	<u>1,920,266</u>
11	ACCOUNTS RECEIVABLES		
	Trade receivables	1,011,912	2,140,624
	Less: provision for impairment losses	<u>(138,604)</u>	<u>(310,551)</u>
	Trade receivables – net	873,308	1,830,073
	Prepayments	78,163	949,677
	Kupona Foundation	1,495,288	1,245,202
	Advances and imprest balances	104,155	21,483
	Donor receivable (appendix 1)	43,398,763	40,578,173
	Other receivables	291,853	2,233
	Impairment provision for other receivables	<u>(1,847,308)</u>	<u>(1,245,202)</u>
		44,394,222	43,381,639
	Less: non-current – portion of donor receivable	<u>(32,607,343)</u>	<u>(30,586,808)</u>
		<u>11,786,879</u>	<u>12,794,831</u>
	The carrying amounts of accounts receivables are denominated in the following currencies.		
	<b>Currency</b>		
	Tanzanian Shillings	1,508,520	1,516,644
	Euros	13,492,389	19,985,701
	United States Dollar	28,228,742	21,879,294
	GBP	1,164,571	-
		<u>44,394,222</u>	<u>43,381,639</u>

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

11 ACCOUNTS RECEIVABLES (CONTINUED)

	<u>2014</u>	<u>2013</u>
	TZS'000	TZS'000
<i>Movement on the provision for impairment of trade receivables are as follows:-</i>		
At start of year	310,551	69,354
Provisions	43,761	241,197
Write offs	<u>(215,708)</u>	<u>-</u>
At end of year	<u>138,604</u>	<u>310,551</u>
<i>Movement on the provision for impairment of other receivables are as follows:-</i>		
At start of year	1,245,202	1,203,503
Provisions	607,276	128,642
Write offs	<u>(5,169)</u>	<u>(86,943)</u>
At end of year	<u>1,847,308</u>	<u>1,245,202</u>

12 CASH AND BANK

Cash at bank	15,561,259	17,625,764
Cash in hand	<u>34,712</u>	<u>57,438</u>
	<u>15,595,971</u>	<u>17,683,202</u>

13 CAPITAL GRANT

At start of year	24,302,945	10,947,941
Received during the year	4,407,408	14,063,905
Amortization charge	<u>(1,119,904)</u>	<u>(708,901)</u>
At end of year	<u>27,590,448</u>	<u>24,302,945</u>

14 DEFERRED INCOME GRANTS

As at start of year	49,607,391	39,226,018
New commitment during the year (Note 16)	23,311,756	44,235,248
Non-cash items operating expenses	-	1,078,540
Property, plant and equipment additions (appendix 3)	<u>(4,407,408)</u>	<u>(14,063,905)</u>
Income recognised (appendix 3)	<u>(16,192,617)</u>	<u>(20,868,510)</u>
Net deferred income (appendix 2)	<u>52,319,122</u>	<u>49,607,391</u>

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

15 TRADE AND OTHER PAYABLES	<u>2014</u>	<u>2013</u>
	TZS'000	TZS'000
Trade payables	565,672	905,915
Accruals	220,472	109,434
Statutory liabilities	607,483	676
Advance payments-costs sharing from patients	282,385	-
CBR patients bond	260	260
	<u>1,676,272</u>	<u>1,015,285</u>
16 NEW COMMITMENTS DURING THE YEAR		
Canadian International Development Agency	14,931,500	-
Government of Tanzania	2,007,669	1,547,214
CBM	1,562,056	2,043,812
Irish Aid	1,467,961	855,457
GRM-HDIF	1,164,571	-
Other donors	1,068,886	917,707
Kupona Foundation	591,235	122,483
Smile Train	288,517	234,489
SFD-ICRC	138,063	117,507
IFHSB	28,606	50,883
FK	62,692	131,091
LFTW -B DGD	-	859,294
LFTW Belgium	-	416,173
DANIDA	-	2,702,703
Vodafone-USAID	-	13,508,826
KfW	-	18,153,629
EHfK	-	2,127,572
LftW - NL	-	47,073
WISE	-	399,334
	<u>23,311,756</u>	<u>44,235,248</u>

17 CAPITAL COMMITMENTS

Capital expenditure contracted for at the end of the reporting period but not yet incurred is TZS 799.5 million (2013: TZS 16,402 million). The capital commitment relates to the construction of a maternity hospital (Baobab).

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES (CONTINUED)

18 RELATED PARTY TRANSACTION AND BALANCES

Related party relationships exist between the Organisation, its partners, other organisation under common ownership and common directorship. Transactions with related parties are as follows:-.

	<u>2014</u> TZS'000	<u>2013</u> TZS'000
<b>(a) Funds received during the year</b>		
Kupona Foundation	<u>591,235</u>	<u>122,483</u>
<b>(b) Purchase of services</b>		
Advance on operating costs-Kupona Foundation	<u>250,086</u>	<u>128,642</u>
<b>(c) Outstanding balances-amounts due from related party</b>		
Kupona Foundation	<u>1,495,288</u>	<u>1,245,202</u>

**(d) Key management remuneration**

Key management personnel are described as those persons having authority and responsibility for planning, directing and controlling the activities of the organisation, directly or indirectly, including any director of the organisation.

Key management personnel compensation paid by the organisation are as follows:

	<u>2014</u> TZS'000	<u>2013</u> TZS'000
<b>Short term employee benefits</b>		
Salaries	1,078,698	1,174,587
Other short term benefits	<u>695,744</u>	<u>52,983</u>
Defined contributions plans	<u>1,774,443</u>	<u>1,227,570</u>

19 PRIOR YEAR ADJUSTMENT

The restatement of accounts receivable and deferred income grants relates commitments from various donors that had not been accounted in the general ledger.

	<u>As previously stated</u> TZS '000	<u>As restated</u> TZS '000	<u>Restatement</u> TZS '000
<b><u>As at 31 December 2013</u></b>			
<b>i) Effect on statement of financial position</b>			
Accounts receivable	2,803,465	43,381,638	40,578,173
Deferred Income grants	(9,029,218)	(49,607,391)	(40,578,173)
<b><u>As at 31 December 2012</u></b>			
<b>i) Effect on statement of financial position</b>			
Accounts receivable	789,293	19,863,590	19,074,297
Deferred Income grants	(20,151,721)	(39,226,018)	(19,074,297)

**COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOTES (CONTINUED)**

**20 ULTIMATE HOLDING ENTITY**

Comprehensive Community Based Rehabilitation in Tanzania (CCBRT) is registered as a Society under the Societies Act, CAP 337 R.E 2002. Subsequently, it was registered as a Trustees Incorporation Ordinance, 1956 (revised in 2002 as The Trustees' Incorporation Act Cap 318). The Organisation is under the stewardship of Trustees.

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
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APPENDIX 1 DONOR RECEIVABLE ANALYSIS

DONOR NAME	DONOR RECEIVABLE ANALYSIS							Receivable in TZS	Current	Non-current
	Opening contract balance	New commitment 2014	Cash received 2014	Receivables 2014	Exchange rate	Receivable in TZS	Current			
CIDA	CAD	3,000,000	-	1,000,000	2,000,000	1,484	2,968,961,300	1,484,480,650	1,484,480,650	
Vodafone-USAID	USD	8,158,367	-	1,353,797	6,804,570	1,726	11,743,218,033	2,336,361,202	9,406,856,831	
Elma	USD	1,375,010	-	-	1,375,010	1,726	2,372,970,258	-	2,372,970,258	
KW	EUR	7,500,107	-	2,024,893	5,475,214	2,097	11,482,004,208	-	11,482,004,208	
EHfK	EUR	700,000	-	-	700,000	2,097	1,467,961,425	419,417,550	1,048,543,875	
CBM Germany	EUR	748,807	-	502,386	246,421	2,097	516,766,460	-	516,766,460	
SDC2	USD	589,992	-	-	589,992	1,726	1,018,198,754	690,313,600	327,885,154	
DFATD-MH (CIDA)	CAD	-	10,000,000	3,389,387	6,610,613	1,484	9,813,327,083	4,732,603,260	5,080,723,823	
GRM-HDIF	GBP	-	434,434	-	434,434	2,681	1,164,570,715	277,459,240	887,111,476	
Fistula Foundation 2013-2014	USD	-	75,000	37,500	37,500	1,726	64,716,900	64,716,900	-	
Barclays Bank	TZS	-	93,490,847	-	93,490,847	1	93,490,847	93,490,847	-	
UNFPA (2014)	TZS	-	40,783,894	17,730,028	23,053,865	1	23,053,865	23,053,865	-	
Capda -Beach	USD	-	15,166	8,934	6,232	1,726	10,755,880	10,755,880	-	
ICRC	USD	-	80,000	-	80,000	1,726	138,062,720	138,062,720	-	
Government of Tanzania	TZS	-	1,568,509,691	1,047,805,578	520,704,113	1	520,704,113	520,704,113	-	
<b>Total</b>							<b>43,398,762,561</b>	<b>10,791,419,827</b>	<b>32,607,342,735</b>	

Note 11

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

APPENDIX 2 DONOR DEFERRED ANALYSIS

DONOR NAME	Opening commitment	New commitment 2014	Expenditure			Reserve/ Refund	Deferred income grants	Exchange rate	Deferred income grants (TZS)
			Capital expenditure	Operating expenditure	Total Expenditure in currency				
CIDA	3,000,000	-	-	1,039,061	1,039,061	-	1,960,939	1,484	2,910,976,625
SIDA	12,497,466	-	31,168	12,478,075	12,509,243	(11,777)	-	221	-
Vodafone-USAID	8,158,501	-	424,143	977,054	1,401,197	-	6,757,304	1,726	11,661,646,803
Elma	1,408,498	-	18,543	-	18,543	-	1,389,955	1,726	2,398,762,586
TIGO	116,932	-	44,172	67,280	111,452	5,480	-	1,726	-
EKN1	50,150	-	48,952	-	48,952	-	1,198	1,726	2,067,155
KfW	8,059,045	-	558,128	3,782	561,910	-	7,497,135	2,097	15,722,149,258
EHfK	877,608	-	203,441	14,411	217,852	-	659,756	2,097	1,383,565,932
CBM Germany	990,881	-	262,450	3,027	265,477	-	725,410	2,097	1,521,248,873
LfW - B DGD	249,421	-	27,880	241,474	269,354	(19,933)	-	2,097	-
WISE	120,371	-	-	100,529	100,529	-	19,842	1,726	34,242,771
SDC2	1,483,034	-	281,148	949	282,097	-	1,200,937	1,726	2,072,557,751
EU Employability	31,203	-	-	-	-	31,203	-	2,097	-
CBM EU - MNHC	209,179	-	-	189,386	189,386	-	19,656	2,097	41,220,206
DFATD-MH (CIDA)	-	10,000,000	17,951	1,740,124	1,758,075	-	8,241,925	1,484	12,234,978,789
GRM-HDIF	-	434,434	-	7,605	7,605	-	426,829	2,681	1,144,183,088
CBM Aus - Advocacy	-	295,573,312	4,379,275	276,659,250	281,038,525	-	14,534,787	1	14,534,787
CBM Aus - MNHC	21,550	310,683	1,450	295,158	296,608	-	35,625	2,097	74,709,037
CBM Switzerland - Annabelle	127,106	-	50,847	13,171	64,018	-	63,055	1,726	108,818,766
CBM Switzerland	-	70,000	-	-	-	-	70,000	1,726	120,804,880
CBM Aus - TCF	36,703	135,118	78,958	112,004	190,962	36,703	(55,844)	1,726	(96,374,682)
CBM 1941	-	31,654	2,136	32,191	34,327	(2,673)	-	2,097	-
J&J-Kupona 2014	-	135,000	-	103,765	103,765	-	31,235	1,726	53,904,654
CBM Canada - Italy	66,803,184	194,582,808	570,000	196,779,032	197,349,032	-	64,036,960	1	64,036,960
CBM Canada - Mwanza	3,414	-	-	-	-	-	3,414	1,726	5,892,156
<b>Sub total</b>									<b>51,473,926,395</b>

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

APPENDIX 2 DONOR DEFERRED ANALYSIS

DONOR NAME		Opening commitment	New commitment 2014	Expenditure			Reserve/ Refund	Deferred income grants	Exchange rate	Deferred income grants (TZS)
				Capital expenditure	Operating expenditure	Total Expenditure in currency				
IRISH AID	EUR	-	700,000	95,489	604,511	700,000	-	2,097	-	
IFHSB	EUR	7,419	13,641	-	22,951	22,951	(1,891)	2,097	-	
Fistula Foundation 2013-2014	USD	22,490	-	10,473	51,339	61,812	(39,322)	1726	-	
Fistula Foundation 2013-2014	USD	-	75,000	-	-	-	-	1,726	129,433,800	
Porticus	EUR	-	60,000	8,607	54,095	62,703	(2,703)	2,097	-	
Bona Officia	USD	-	9,992	-	10,337	10,337	(345)	1,726	-	
Vodacom Foundation TZ	TZS	-	122,811,000	-	94,374,210	94,374,210	28,436,790	1	-	
Barclays Bank	TZS	-	93,490,847	-	93,491,312	93,491,312	(465)	1	-	
UNFPA (2014)	TZS	-	40,783,894	-	40,783,894	40,783,894	-	1	-	
CIC 2013-2014	TZS	29,943,800	18,122,000	11,700,000	27,267,899	38,967,899	9,097,901	1	-	
Nuffic	EUR	-	4,524	-	1,285	1,285	-	2,097	6,793,503	
Motivation	USD	2,075	-	-	-	-	2,075	1,726	-	
LDS	TZS	14,908,870	-	-	8,261,490	8,261,490	-	1	6,647,380	
Wonderworks	USD	-	40,000	-	20,426	20,426	-	1,726	33,780,567	
Capda 2	USD	12,738	35,942	3,616	46,935	50,551	(1,871)	1,726	-	
Capda 3 Dap	USD	-	6,288	6,655	-	6,655	(367)	1,726	-	
Capda -Beach	USD	-	15,166	-	-	-	-	1,726	26,174,034	
ICRC	USD	101,417	80,000	-	11,543	11,543	101,417	1,726	118,141,995	
MH Corporate	TZS	125,160,750	-	47,306,561	43,277,625	90,584,186	-	1	34,576,564	
Kupona	USD	91,822	207,589	29,192	48,777	77,970	221,442	1,726	348,038,235	
<b>Sub total</b>									<b>703,705,533</b>	



COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

APPENDIX 2 DONOR DEFERRED ANALYSIS

DONOR NAME		Opening commitment	New commitment 2014	Capital expenditure	Expenditure			Reserve/ Refund	Deferred income grants	Exchange rate	Deferred income grants (TZS)
					Operating expenditure	Total Expenditure in currency	Deferred income grants				
Playground	TZS	-	16,676,204	3,385,000	2,040,000	5,425,000	-	11,251,204	1	11,251,205	
Smile Training-DH	USD	-	167,180	19,521	147,659	167,180	-	-	1,726	-	
FK	EUR	30,183	29,895	561	50,733	51,294	-	8,784	2,097	18,420,451	
CCBRT Donation	TZS	28,311,797	153,886,701	18,796,000	78,829,477	97,625,477	-	84,473,201	1	84,473,201	
Lifw - B	EUR	185,262	-	-	11,770	11,770	173,492	-	2,097	-	
Government	TZS	-	(2,007,669,203)	66,800,000	1,940,869,203	2,007,669,203	-	-	1	-	
Family Planning	TZS	-	48,154,351	-	-	-	48,154,351	-	1	-	
Lions Club	TZS	5,924,990	-	-	-	-	-	5,924,990	1	5,924,990	
Liliane funds	TZS	21,438,816	-	-	-	-	-	21,438,816	1	21,438,816	
Mabinti Donations	TZS	66,370,766	51,469,780	-	-	-	117,840,546	-	1	-	
Other Donors	TZS	10,157,357	-	-	-	-	10,157,357	-	1	-	
<b>Sub total</b>										<b>141,489,208</b>	
<b>Grand total</b>										<b>52,319,121,135</b>	
										<b>Note 14</b>	

COMPREHENSIVE COMMUNITY BASED REHABILITATION IN TANZANIA

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014

APPENDIX 3 CCBRT / DONOR CONTRIBUTION

Nature of expenditure	Capital expenditure	Operating expenditure
	TZS	TZS
Total Donor support	4,407,407,620	16,192,617,021
CCBRT External facility support		(789,011,118)
Unutilised consumable reported under inventory		(705,842,134)
Non cash items		1,867,636,566
Own and Reserve expenditures	940,611,808	8,916,169,934
<b>Sub-Total</b>	<b>940,611,808</b>	<b>9,261,947,905</b>
<b>TOTAL</b>	<b>5,348,019,428</b>	<b>25,481,570,270</b>
	NOTE 8 and Note 9	NOTE 6

Note

Cost of consumables financed by donors	Amount (TZS)
Cost of consumables utilised during the year (Note 6)	3,343,575,569
Utilised consumables reported under inventory	2,637,733,434
	705,842,134

Key

*1	CBM = Christian Blind Mission	*10	FK = Fredskorpset
*2	LfW = Light for the World	*11	LfW = Light For the World
*3	IFHSB = International Federation for Spina Bifida and Hydrocephalus	*12	LDS = Latter Day Saints
*4	WISE = Swiss Philanthropy Foundation through WISE	*13	NORAD = The Norwegian Agency for Development Cooperation
*5	SDC = Swiss Agency for Development and Cooperation	*14	SFD-ICRC = Special Fund for the Disabled - International Committee for Red Cross
*6	CIDA = Canadian International Development Agency	*15	EKN = Embassy Kingdom of Netherlands
*7	CIC = Children In Crossfire	*16	KfW = Kerditanstalt fuer Wiederaufbau
*8	DANIDA = Danish International Development Agency	*17	UNDP = United Nations Development Programme
*9	SIDA = Swedish International Development Cooperation Agency		