



ASSOCIATION marinecultures.org

**TRUSTEES' REPORT
AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

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ORGANIZATION INFORMATION

PRINCIPAL PLACE OF ACTIVITIES:

Jambiani Kibijia
Zanzibar

REGISTERED OFFICE:

P.o. Box 210
House 65
Jambiani Kibijia, Zanzibar - Tanzania
www.marinecultures.org
Registration Number Z0000008818
TIN 110-483-058

BANKERS:

People's Bank of Zanzibar (Pbz)
Zanzibar, Tanzania

EXTERNAL AUDITORS:

Alim Consultants
Registered Auditors And Tax Consultants
P. o. Box 1828,
Migombani Mnara Wa Mbao
Zanzibar

**Association marinecultures.org
BOARD OF TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

1.1 INTRODUCTION

The board of trustees is pleased to submit the annual report together with audited accounts for the year ended 31st December 2022

1.2 BACKGROUND/ESTABLISHMENT

Association marinecultures.org is organized as non-profit association on the island of Zanzibar in the Indian Ocean with headquarters in Zurich, Switzerland. marinecultures.org is organized as an association and was founded in 2008. We are financed by membership fees, donations and project contributions.

1.3 REGISTERED OFFICE

The Registered office of the organization is situated at Jambiani, within south, Unguja, Zanzibar.

1.2 MISSION AND VISION

Mission:

Coastal inhabitants may improve their livelihoods thanks to income from ecologically compatible aquaculture. This reduces pressure on the local marine ecosystem and protects natural resources.

Vision:

Association marinecultures.org supports people in coastal regions of Zanzibar in the development and application of sustainable methods for the use of the sea and implements measures for the protection of marine resources in cooperation with local communities and authorities.

Association marinecultures.org
BOARD OF TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022

1.3 ASSOCIATION'S PURPOSE

- a) Research, development, establishment and promotion of a sustainable use of the sea in all areas, in particular improving the protection of the sea and coastal regions through aquaculture, in harmony with local people, local communities and eco- and economic systems.

1.4 ASSOCIATION ACTIVITIES

Growing sponges

On the east coast of Zanzibar marinecultures builds sponge farms and train women to become sponge farmers who earn a decent income. Natural sponges are a high-quality products popular in cosmetics, body care and painting.

Protecting coral reefs

In the coral farm in the lagoon of Jambiani the association grows corals for the reforestation of damaged reefs. Together with the community it builds artificial reefs, install buoys for fishing and diving boats to prevent anchor damage. Most importantly, these activities draw attention to the ecological importance of coral reefs.

Conserving fish stocks

To enable fish stocks to recover, marinecultures work with fishermen and local authorities to set up protected areas. Closed seasons for octopus can protect their populations and increase catch rates at the same time. The aim is to work with the communities and the authorities to achieve sustainable fishing in coastal waters.

Association marinecultures.org
BOARD OF TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022

1.6.1 BOARD OF TRUSTEES

The Current Members

SN	NAME	POSITION
1.	Saleh Sadique Osman	Advisory Board Member, Authorities
2.	Mrisho Haji Vuai	Advisory Board Member, Administration
3.	Dr. Narriman Jiddawi	Advisory Board Member, Research
4.	Hassan Suha Hassan	Advisory Board Member,
5.	Patricia Elias	Advisory Board Member,
6.	Chrtistian Vaterlaus	Managing Director / Member of the Board
7.	Cornelia Sacchi	Administration / Member of the Board

4.1 DONATIONS

During the Year 2022 there were both cash and in-kind donors who contributed to the organization as listed below:-

✿ Cash Donations	TZS 100,033,399
✿ In-Kind donations	TZS 121,980,088

In addition to donations, the organization also generated income from other sources amounting to TZS 198,851,555

4.2 ACCUMULATED FUND

There is un-utilized fund by Association marinecultures.org during the year of 2022. Although un-utilized fund planned to be used for the up coming period as intended.

4.3 DIRECT AND OPERATIONAL EXPENSES

Direct and operational expenses were wholly and exclusive for the purpose of organization, the following expenses incurred during the year 2022 :-


- a) Programme Expenses
- b) Personnel Costs
- c) Office Expenses
- d) Professional Fee
- e) Capital expenditure that is alien to the purpose of the donations

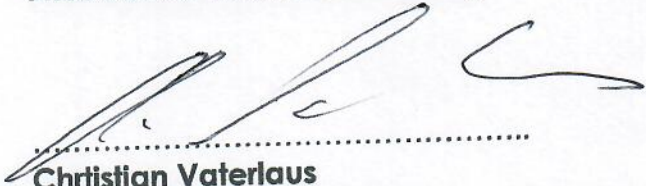
**Association marinecultures.org
BOARD OF TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

4.4 AUDITORS

The board of Trustees of Association marinecultures.org has appointed Alim Consultants as their auditors who expressed their willingness to continue in office to conduct statutory audit in accordance with Zanzibar Non-governmental Organization (NGOs) Policy and it is eligible for the reappointment.

BY THE ORDER OF Association marinecultures.org's BOARD OF TRUSTEES


.....
Mrisho Haji Vuai
Advisory Board Member, Authorities
Association marinecultures.org


.....
Christian Vaterlaus
Managing Director / Member of the Board
Association marinecultures.org



Date: 25 / 9 / 2023

Date: 25 / 9 / 2023

**Association marinecultures.org
DECLARATION TO THE HEAD OF ACCOUNTS/FINANCE
FOR THE YEAR ENDED 31 DECEMBER 2022**

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

It is the duty of a professional accountant to assist the Board/Governing Body/Management to discharge the responsibility of preparing financial statements of an entity showing true and fair view of the entity's position and performance in accordance with applicable International Accounting Standards and statutory financial reporting requirements. Full legal responsibility for the preparation of financial statements rests with the Board of Trustees.

I, ZAINAB Ali Mohammed being the Finance and Operations Manager of the Association marinecultures.org have the responsibility of ensuring that financial statements for the year ended 31st December, 2022 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 Association Marineculture.org as on that date and that they have been prepared based on properly maintained financial records.

Signed by: Zainab Ali Mohammed

Position: REVIEWER OF FINANCIAL STATEMENTS

NBAA Membership No: EA 8152



**REPORT OF THE INDEPENDENT AUDITORS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Ref: ALIM/MARINEORG/AUDIT/2022/01

To : The Board of Trustees and Members
Association marinecultures.org

Opinion

We have audited the financial statements of Association marinecultures.org for the year ended 31st December 2022, which set out on page 13 to 15, which comprise of statement of financial position, the statement of income and expenditures, and cash flow statement for the year then ended. The financial statements are in agreement with the accounting records and we obtained the information and explanations we considered necessary for our audit.

In our opinion, the financial statements give a true and fair view of the financial position of the state of affairs of the foundation as at 31st December 2022 and its profit and loss account and cash flows statement for the year ended 31st December 2022 were prepared in accordance with the International Financial Reporting Standards.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors Responsibilities under the audit of financial statements section of our report. We are independent of the foundation in accordance with International Ethics Standards Board for Accountants, Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our responsibility and the evidence obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The board of trustees is responsible for the other information. The other information comprises the Board of Trustees Report as required by the constitution of AAF, Statement of Board of Trustees Responsibilities and Declaration of Head of Finance. The other information does not include the financial statements and our auditor's report thereon.

**REPORT OF THE INDEPENDENT AUDITORS
FOR THE YEAR ENDED 31 DECEMBER 2022**

In connection with our audit of financial statements, our responsibilities are to read the information and in doing so, consider whether the other information is materially inconsistent with financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If based on the work we have performed, we conclude that there is a materially misstatement of this other information, we are required to report that fact. We have nothing to report in this regards.

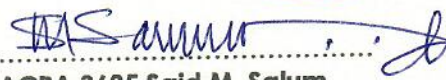
Management's Responsibility for the Financial Statements

First Trustees are responsible for the preparation of these financial statements in accordance with the constitution, and for such internal control as board determines necessary to enable the preparation of financial statements that are free from material misstatement, 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 about 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.




.....
ACPA 3685 Said M. Salum
Alim Consultants
Certified Public Accountants

26-09-2023

.....
Date


Association marinecultures.org
STATEMENT OF INCOME & EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2022

Particular	Notes	31-Dec-22
INCOME		
Income	2	406,548,000
Other Income	3	14,317,000
Total Income		<u>420,865,000</u>
DEVELOPMENT EXPENDITURE		
Programme Expenses	4	56,700,000
Personnel Costs	5	217,548,000
Office Expenses	6	82,106,000
Repair and Maintenance	7	9,128,000
Governance meetings	8	-
Professional Fee	9	6,000,000
Total Development Expenditure		<u>371,482,000</u>
Un-Utilized Funds:		49,383,000
Net Income/(Expenditure)		<u>123,601,000</u>
Un-Utilized Fund b/f		<u>172,984,000</u>
Un-Utilized Fund c/f		

Notes to the financial statements on page 10 to 12 form part of these financial statements

Auditor's Report on page 8-9

The Board of Trustees approved the financial statements on 25.1.23/2023 and was signed on its behalf by:



Mrisho Haji Vual
Advisory Board Member, Authorities
Association marinecultures.org





Christian Vaterlaus
Managing Director /
Member Of The Board
Association
marinecultures.org

Association marinecultures.org
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

Particular	Notes	31-Dec-22
ASSETS:		
Non-Current Assets	10	23,255,000
Current Assets		
Bank and Cash in Hand	11	231,306,000
Account Receivables	12	181,000
Total Current Assets		<u>231,487,000</u>
Total Assets		<u><u>254,742,000</u></u>
LIABILITIES AND NET ASSETS		
Net Assets		
Accumulated Fund		<u>172,984,000</u>
Liabilities		-
Non-Current Liabilities		
Current Liabilities		
Other Account Paybles	13	81,758,000
Differed Income	14	-
Payroll Payables	15	-
Total Current Liabilities		<u>81,758,000</u>
Total Net Assets and Liabilities		<u><u>254,742,000</u></u>

Notes to the financial statements on page 10 to 12 form part of these financial statements

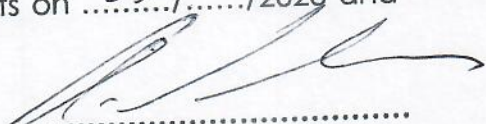
Auditor's Report on page 8-9

The Board of Trustees approved the financial statements on 25/9/2023 and was signed on its behalf by:



Mrisho Haji Vuai
Advisory Board Member, Authorities
Association marinecultures.org





Christian Vaterlaus
Managing Director /
Member Of The Board
Association
marinecultures.org


Association marinecultures.org
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 31 DECEMBER 2022

Particular	Notes	31-Dec-22
Cash flow from operating activities		
Net Income/(Expenditure) for the year	10	172,984,000
Depreciation Expense		8,902,000
		181,886,000
Adjusted for working capital movement:		
Accounts Receivable	12	(181,000)
Accounts Payable	13	81,758,000
Differed Income	14	-
Payroll Payable	15	-
		263,463,000
Net cash flow from operating activities		
Cash flow from investing activities		
Purchase of Fixed Assets	10	3,449,000
Net cash flow from Investing activities		3,449,000
Cash and Cash Equivalent:		
Net cash flow during the year		266,912,000
Add: Opening cash and cash equivalent		-
Cash and cash equivalent at 31st December		266,912,000

Notes to the financial statements on page 10 to 12 form part of these financial statements

Auditor's Report on page 8-9

The Board of Trustees approved the financial statements on ^{25/9}...../...../2023 and was signed on its behalf by:



Mrisho Haji Vuai
Advisory Board Member, Authorities
Association marinecultures.org





Christian Vaterlaus
Managing Director /
Member Of The
Association
marinecultures.org

Association marinecultures.org
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1. SIGNIFICANT ACCOUNTING POLICIES

i. Cost Basis

Financial statements are prepared on the historical cost basis of accounting.

ii. Accrual Basis

Transactions are recorded on accrual basis only i.e. income and expenditure are recognized when it is earned or incurred respectively.

iii. Expenditure

All materials and small value assets are expensed during the period of procurement.

iv. Currency Use

The accounts are expressed in Tanzania Shillings (TZS).

v. Foreign Currency Transactions and Exchange Rate

Transactions denominated in foreign currency are reported into the reporting currency at the rate ruling on the transaction date and closing balances at the closing date. For TZS,USD, EUR & GBP cash balance rate revalued as at 31st December 2022

vi. Income(Fund)

Total revenue represents funds received from donors, membership subscription, donations and other activities.

vii. Fixed Assets

Fixed assets are capitalized in Balance Sheet of Association marinecultures.org. The value of fixed assets valued at net amount of TZS 23,255,000 being the difference between acquisition cost/Opening balance of TZS 35,606,000 0 and the accumulated depreciation of 2022 amounting TZS12,351,000. The value is from purchases of machineries and equipments and boats and accessories which are owned and operated by Marineculture association.

viii. Financial Year

The organisation's financial year starts on 1 January of each year and end on 31 December of the same year.

Association marinecultures.org
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE: 2	31-Dec-22
Income	
Membership fees	14,620,000
Support Contributions	169,915,000
Cash Donations	100,033,000
In-Kind Donations	121,980,000
Total Income	<u>406,548,000</u>

NOTE: 3	31-Dec-22
Other Income	
Sales sponge stock COVID 2020	14,317,000
Exchange Gain	-
Total Other Income	<u>14,317,000</u>

NOTE: 4	31-Dec-22
Programme Expenses	
Expenses for Materials goods and services	56,700,000
Health Care	-
Education	-
Other Costs	-
Total Programme Expenses	<u>56,700,000</u>

NOTE: 5	31-Dec-22
Management Personnel	
Salaries and Wages	199,470,000
ZSSF Employer Contributions	18,078,000
Total Management Personnel	<u>217,548,000</u>

Association marinecultures.org
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE: 6	31-Dec-22
Office Expenses	
Room Expenses	1,320,000
Vehicles Expenses	8,239,000
Insurance Expenses	6,189,000
Energy and Disposal	5,617,000
Administrative and IT	29,557,000
Advertising	11,042,000
Extra ordinary cost	4,769,000
Depreciation Expenses	8,902,000
Finance Costs	6,471,000
Total Office Expenses	<u>82,106,000</u>

NOTE: 7	31-Dec-22
Repair and Maintenance	
Building Repairs	9,128,000
Computer Repairs	-
Other Repairs and Maintenance	-
Total Repair and Maintenance	<u>9,128,000</u>

NOTE: 8	31-Dec-22
Governance meetings	
Annual General Meeting	-
Board of Trustees	-
Financial Committee	-
Stakeholders Meeting	-
Total Governance meetings	<u>-</u>

NOTE: 9	31-Dec-22
Professional Fee	
Auditor's Fee	6,000,000
Consultancy and Facilitators	-
Legal & Professional Fees	-
Total Professional Fee	<u>6,000,000</u>

Association marinecultures.org
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE: 10

Non-Current Assets

	Machineries and Equipments	Computers & Accessories	Boats and Accessories	Total
Cost				
Balances at 1st January 2022	-	-	35,606,000	35,606,000
Additions	-	-	-	-
Disposals	-	-	-	-
Balances at 31st December 2022	-	-	35,606,000	35,606,000
Accumulated depreciation				
Balances at 1st January 2022	-	-	3,449,000	3,449,000
Depreciation for the 2022	-	-	8,902,000	8,902,000
Disposals	-	-	-	-
Balances at 31st December 2022	-	-	12,351,000	12,351,000
Carrying value				
Balances at 31st December 2022	-	-	23,255,000	23,255,000

Association marinecultures.org
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE: 11	31-Dec-22
Bank and Cash in Hand	
Cash in Hand	45,665,000
Cash Card	11,745,000
Bank -TZS	<u>173,896,000</u>
Total Bank and Cash in Hand	<u>231,306,000</u>

NOTE: 12	31-Dec-22
Account Receivables	
Trade Receivable	<u>181,000</u>
Total Account Receivables	<u>181,000</u>

NOTE: 13	31-Dec-22
Other Account Payables	
Audit Fees Payable	6,000,000
Provision	<u>75,758,000</u>
Total Other Account Payables	<u>81,758,000</u>

NOTE: 14	31-Dec-22
Differed income	
Deffered Income; Cash Donations	-
Differed income; In-Kind Donations	<u>-</u>
Total Differed Income	<u>-</u>

NOTE: 15	31-Dec-22
Payroll & Other Payable	
PAYE	-
SDL - Payable	-
ZSSF - Payable	-
WHT Payables	<u>-</u>
Total Payroll & Other Payable	<u>-</u>