

IRAQI WELFARE ASSOCIATION

England & Wales · Charity number 1058672

Details

Status Registered

Legal form Other

Registered 1996-10-15

Register [View on the Charity Commission register](#)

Contact

Address 85 York Street
London
W1H 4QA

Phone 02045 295126

Email mail@iraqiwelfare.org

Website www.iraqiwelfare.org

Activities

Objects: 1.TO RELIEVE POVERTY AMONGST THE IRAQI COMMUNITY,PARTICULARLY BY THE PROVISION OF ADVICE AND INTERPRETING SERVICES TO IRAQI REFUGEES;2.TO ADVANCE EDUCATION BY THE PROVISION OF CLASSES AND TRAINING TO MEMBERS OF THE IRAQI COMMUNITY;3.TO RELIEVE SICKNESS AND PROTECT AND PRESERVE PUBLIC HEALTH,PARTICULARLY BY THE PROVISION OF ADVICE,TRANSLATION ASSISTANCE TO PATIENTS AND EDUCATIONAL CLASSES ON HEALTH ISSUES;4.TO PROVIDE FACILITIES FOR THE RECREATION AND OTHER LEISURE-TIME OCCUPATION OF THE PUBLIC WITH THE OBJECT OF IMPROVING THEIR CONDITIONS OF LIFE,PARTICULARLY,BUT WITHOUT PREJUDICE TO THE GENERALITY OF THE FOREGOING, BY THE PROVISION OF SUMMER CAMPS AND YOUTH AND COMMUNITY ACTIVITIES.

Activities: The IWA Provides since 1991:* Free advice on All type of Benefits, Housing, Education, etc.* Free advice on Immigration and residency status in the UK* Family mediation and reconciliation * Children Camps and Social Family Gatherings* Free English Language, Training workshops and IT Courses* purchase & deliver clothes, presents and stationary to Orphans in Iraq

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Human Resources, Provides Services, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body, Other Charitable Activities
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Accommodation/housing, Arts/culture/heritage/science, Amateur Sport, Environment/conservation/heritage, Economic/community Development/employment, Human Rights/religious Or Racial Harmony/equality Or Diversity, Recreation
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** NOT DEFINED - IN PRACTICE,GREATER LONDON
- Iraq
- Throughout England

Finances

Period end	Income	Expenditure	Assets	Employees
2025-07-31	£96,287	£161,655	-	-
2024-07-31	£675,561	£823,504	£135,192	7
2023-07-31	£792,827	£809,954	£283,135	8
2022-07-31	£1,186,004	£1,123,573	£300,262	8
2021-07-31	£994,847	£914,450	£237,831	4
2020-07-31	£359,686	£413,307	-	-

Trustees

Name	Role	Appointed
DR ABDUL SAHIB EL-RADHI	Chair	
Dr Adnan Abdulamir Hashim		2025-03-16
Dr Haidar Hassan		2025-03-16
Mohammed Jamil		2025-03-16
Tariq Omran		2024-10-10
Thamir Sadik Mohammed Hassan		2025-03-16

Accounts

Charity registration number 1058672 (England and Wales)

IRAQI WELFARE ASSOCIATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2025

IRAQI WELFARE ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr A S El-Radhi Dr A Hashim Mr T Hassan Mr T S Omran Mr M Jamil Dr H Hassan
Senior management	E Al-Ebadi
Charity number	1058672
Principal address	85 York Street London United Kingdom W1H 4QA
Independent examiner	Deitch Cooper LLP 3 Hobbs House Harrovia Business Village Bessborough Road Harrow Middlesex United Kingdom HA1 3EX

IRAQI WELFARE ASSOCIATION

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IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JULY 2025

The Trustees present their annual report and unaudited financial statements for the year ended 31 July 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The charity's objectives are:

- (1) to relieve poverty amongst the Iraqi community, particularly by the provision of advice and interpreting services to Iraqi refugees;
- (2) to advance education by the provision of classes and training to members of the Iraqi community.
- (3) to relieve sickness and protect and preserve public health, particularly by the provision of advice, translation assistance to patients and educational classes on health issues.
- (4) to provide facilities for the recreation and other leisure-time occupation of the public with the object of improving their conditions of life, particularly, but without prejudice to the generality of the foregoing, by the provision of summer camps and youth and community activities.

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

The charity was set up to assist with the increasing number of refugees in the UK, and the growing number of Iraqis in the UK, have met their objectives through provision of financial support to individuals in poverty in Iraq, the provision of free advisory services in Family, immigration, housing and state benefits. Furthermore the charity has established a monthly community newsletter, and offers a variety courses, workshops on learning English, learning new skills and supporting people into employment, focusing on real life English that can help learners in their daily lives. Also the charity focuses on various activities for the Youth and run several camps and kids club to on team work, self-confidence and excel in their future and educational achievement.

Significant factors

In January 2025 the Charity Commission opened a statutory enquiry into the Charity. The Trustees have engaged professional advisors for the purpose of obtaining a satisfactory conclusion to the enquiry and to ensure compliance with Charity law. The Trustees have communicated with the Charity Commission on all questions raised on a timely basis and wish to state categorically that all income is applied in the furtherance of charitable activities and all expenditure has been incurred towards the charity's charitable objectives. Revenue received by the Charity has suffered as a result of the enquiry compared to previous years. The Trustees expect that the resultant negative impact on income and its effect on carrying out charitable activities will remain until the Charity Commission has completed and closed the enquiry.

Financial review

The Charity's principal source of income were voluntary donations donated to the charity to use its discretion in furthering its objects with a focus on helping orphans and disadvantaged families mainly in Iraq. Other income is coming from grants and charitable activities.

Total income amounted to £96,287 (2024: £675,561). Total expenditure on charitable activities amounted to £161,655 (2024: £823,504). This year there was a deficit for the year of £65,368 (2024: £147,943 deficit). The deficit has arisen due to the charity spending funds this year that were donated in previous years. An increase in revenue to previous levels is expected in the future. Total fund balances at 31 July 2025 were £69,824 (2024: £135,192), which will be carried forward for expenditure in forthcoming years. All funds are unrestricted funds designated to the charitable objects of the charity.

IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

Reserves policy

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's support costs expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Major risks

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, Policies, Systems and procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of the policies and procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, users and visitors to all our activities and centres. These policies and procedures are periodically reviewed to ensure that they continue to comply with legislation and meet the needs of the charity.

Plans for future periods

The charity intends to continue its activities in pursuance of its listed defined objectives.

The charity has voted to change its dated constitution and a new version will be submitted to the Charity Commission for their approval. The main change is to change the structure of the charity to become a Charitable Incorporated Organisation (CIO).

Structure, governance and management

The organisation was registered as a charity on 15th October 1996 and is governed by its constitution dated 20th April 1996.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Dr A S El-Radhi	(Elected 15 January 2024, Re-elected 16 March 2025)
Mrs M Al Momen	(Resigned 11 September 2024)
Dr A Hashim	(Elected 16 March 2025)
Ms A Al-Ebadi	(Resigned 11 September 2024)
Mr T Hassan	(Elected 16 March 2025)
Mr T S Omran	(Appointed 10 October 2024, Elected 16 March 2025)
Dr K Shubber	(Appointed 15 January 2024, Resigned 15 January 2025)
Mr M Jamil	(Elected 16 March 2025)
Dr H Hassan	(Elected 16 March 2025)
Mr A Hlaiyil	(Elected 16 March 2025, Resigned 15 May 2025)
Dr A Hadawi	(Elected 15 January 2024, Resigned 16 March 2025)
Mrs M Bakir	(Elected 15 January 2024, Resigned 15 October 2024)
Mrs A Hadawi	(Elected 15 January 2024, Resigned 15 November 2024)
Mr M Gashamee	(Appointed 12 November 2024, Resigned 15 March 2025)

Recruitment and appointment of trustees

Details of the method of recruitment and appointment of trustees are contained within the charity's constitution. At the end of their term the previous trustees vacate their position and new trustees are elected.

IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

Organisational structure

The Management Committee of the Iraqi Welfare Association comprises its Trustees and the Executive Director who should meet, according to the constitution, at least six times during their term, and is responsible for the strategic direction and policy of the charity. The trustees are responsible for approving all actions taken. The Executive Director is a senior management role involved in day-to-day operations and management of the charity.

The charity has produced a set of policy documents to enable the charity to operate within the Charity Commission's rules and procedures, and Government's legislation, and also to protect the name and integrity of the charity.

The charity has produced and adopted the following policies;

- Complaints Procedures
- Anti-corruption and anti-bribery policy
- Youth & vulnerable adult safeguarding Policy
- Data protection Policy
- Reserve Policy
- Equal Opportunities Policy
- Finance Policy and Procedures
- Volunteering Policy

Trustees' declaration on unaudited financial statements

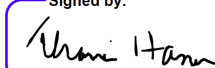
The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

In relation to the financial statements which comprise the statement of financial activities, the statement of financial position and the related notes:

- The Trustees approve these financial statements and confirm that they are responsible for them, including selecting suitable appropriate accounting policies, applying them consistently and making, on a reasonable and prudent basis, the judgements underlying them. They have been prepared on the going concern basis on the grounds that the Charity will continue in operation.
- The Trustees confirm that they have made available to Deitch Cooper LLP, all the Charity's accounting records and provided all the information necessary for the compilation of the financial statements.
- The Trustees confirm that to the best of their knowledge and belief, the accounting records reflect all transactions of the Charity for the year ended 31 July 2025.

The Trustees' report was approved by the Board of Trustees.

Signed by:

 1C6B10584276481...
 Mr T Hassan
Trustee

20 April 2026

IRAQI WELFARE ASSOCIATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF IRAQI WELFARE ASSOCIATION

I report to the Trustees on my examination of the unaudited financial statements of Iraqi Welfare Association (the Charity) for the year ended 31 July 2025.

Responsibilities and basis of report

As the Trustees of the Charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011.

I report in respect of my examination of the Charity's financial statements carried out under section 145 of the Charities Act 2011. In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011.

Independent examiner's statement - Charity Commission enquiry

Your attention is drawn to the fact that the charity is co-operating with the Charity Commission in respect of an ongoing statutory enquiry that includes, but is not limited to, investigation of certain transactions that are recognised in these financial statements. We are aware that the Trustees and their representatives have been in communication with the Charity Commission over the matters raised, however the enquiry is not officially closed. Our conclusions are not qualified in this respect.

I confirm that apart from the matter of concern set out above, no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the Charity as required by section 130 of the Charities Act 2011.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination.

I confirm that there are no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the unaudited financial statements to be reached.

Deitch Cooper LLP

3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
Middlesex
HA1 3EX
United Kingdom
20 April 2026

IRAQI WELFARE ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2025

	Notes	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Income from:			
Donations and legacies	3	87,901	637,425
Charitable activities	4	6,695	36,403
Investments	5	1,691	1,733
Total income		96,287	675,561
Expenditure on:			
Charitable activities	6	161,655	823,504
Total expenditure		161,655	823,504
Net expenditure and movement in funds		(65,368)	(147,943)
Reconciliation of funds:			
Fund balances at 1 August 2024		135,192	283,135
Fund balances at 31 July 2025		69,824	135,192

The statement of financial activities includes all gains and losses recognised in the year.

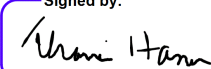
All income and expenditure derive from continuing activities.

IRAQI WELFARE ASSOCIATION

STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	12		2		2
Current assets					
Debtors	13	76,099		25,555	
Cash at bank and in hand		-		113,240	
		76,099		138,795	
Creditors: amounts falling due within one year	14	(6,277)		(3,605)	
Net current assets			69,822		135,190
Total assets less current liabilities			69,824		135,192
The funds of the Charity					
Unrestricted funds			69,824		135,192
			69,824		135,192

The financial statements were approved by the Trustees on 20 April 2026

Signed by:

1C6B10584276481...
Mr T Hassan
Trustee

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies

Charity information

Iraqi Welfare Association is an unincorporated charitable trust and public benefit entity. The address of the principal office is 85 York Street, London, W1H 4QA.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the Charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities not to prepare a statement of cash flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. In the opinion of the Trustees, there are no matters that are likely to prevent the charity from continuing as a going concern for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives. The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. Unrestricted funds include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

Restricted funds are funds that are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are funds that are subject to specific conditions by donors that the capital must be maintained by the Charity.

1.4 Income

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Gift Aid recoverable is recognised at the time of the donation to the extent that it is able to be recovered.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies (Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Donations and gifts	57,939	497,371
Gift Aid	25,704	113,315
Grants received	4,258	26,739
	<u>87,901</u>	<u>637,425</u>

Income from grants is applied to the charitable purposes designated within the grant applications.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

4 Charitable activities

	Immigration services	Activities	Total 2025	Immigration services	Activities	Total 2024
	2025	2025		2024	2024	
	£	£	£	£	£	£
Income from charitable activities	2,250	4,445	6,695	15,550	20,853	36,403

5 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	1,691	1,733

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

6 Expenditure on charitable activities

	Financial Assistance	Newsletter and Magazines	Events and Functions	Total	Financial Assistance	Newsletter and Magazines	Events and Functions	Total
	2025	2025	2025	2025	2024	2024	2024	2024
	£	£	£	£	£	£	£	£
Direct costs								
Staff costs	47,224	-	-	47,224	55,697	-	-	55,697
Depreciation and impairment	-	-	-	-	667	-	-	667
Donations to Iraq	34,106	-	-	34,106	603,045	-	-	603,045
Other grants to Iraqi charities and not-for-profit groups	-	-	-	-	9,465	-	-	9,465
Iraqi youth appeals and programmes	-	-	-	-	12,200	-	15,000	27,200
Directly attributable charitable expenditure	-	1,000	16,864	17,864	3,077	4,613	22,436	30,126
	<u>81,330</u>	<u>1,000</u>	<u>16,864</u>	<u>99,194</u>	<u>684,151</u>	<u>4,613</u>	<u>37,436</u>	<u>726,200</u>
Share of support and governance costs (see note 8)								
Support	57,601	-	-	57,601	93,306	-	-	93,306
Governance	4,860	-	-	4,860	3,998	-	-	3,998
	<u>143,791</u>	<u>1,000</u>	<u>16,864</u>	<u>161,655</u>	<u>781,455</u>	<u>4,613</u>	<u>37,436</u>	<u>823,504</u>
Analysis by fund								
Unrestricted funds	<u>143,791</u>	<u>1,000</u>	<u>16,864</u>	<u>161,655</u>	<u>781,455</u>	<u>4,613</u>	<u>37,436</u>	<u>823,504</u>

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

7 Description of charitable activities

Financial Assistance

Financial assistance comprises grants and donations to Iraq and to charities and not-for-profit groups supporting the welfare of the wider Iraqi community.

Newsletter and Magazines

Expenditure towards the costs of newsletters and magazines that are distributed to the general public and Iraqi community.

Events and Functions

Events and Functions comprises expenditure on various organised trips, activities, programmes and Youth development programmes.

8 Support costs allocated to activities

	2025 £	2024 £
Premises costs	14,018	43,085
Communications and IT	1,236	4,794
General office costs	2,136	6,244
Finance costs	46	359
Insurance	1,963	1,465
Legal and professional fees	36,605	34,914
Volunteers	825	1,815
Travel costs	772	630
Governance costs	4,860	3,998
	<u>62,461</u>	<u>97,304</u>
Analysed between:		
Financial Assistance	<u>62,461</u>	<u>97,304</u>
	2025 £	2024 £
Governance costs comprise:		
Accountancy	-	698
Independent examination	4,860	3,300
	<u>4,860</u>	<u>3,998</u>

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

9 Trustees

During the year Ms A Al-Ebadi received remuneration amounting to £1,096 (2024: £11,674). Also during the year, Ms A Al-Ebadi invoiced the Charity consultancy fees amounting to £nil (2024: £3,466) in respect of additional expert professional services relating to charitable activities. Ms A Al-Ebadi is a permanent employee. Her remuneration is a salary in respect of her continuing duties of that employment and her additional duties as a Trustee are not remunerated. The Trustees consider that any conflicts of interest arising were able to be mitigated, however on 11 September 2024, Ms A Al-Ebadi resigned as a Trustee to continue providing her services as an employee without any conflicts of interest arising at a later date.

None of the other Trustees received any remuneration or benefits from the Charity during the year.

10 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
	7	7
Employment costs	2025	2024
	£	£
Wages and salaries	47,224	55,697

There were no employees whose annual remuneration was more than £60,000.

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

12 Tangible fixed assets

	Fixtures and fittings £	Computers £	Total £
Cost			
At 1 August 2024	1,173	3,983	5,156
At 31 July 2025	1,173	3,983	5,156
Depreciation and impairment			
At 1 August 2024	1,171	3,983	5,154
At 31 July 2025	1,171	3,983	5,154
Carrying amount			
At 31 July 2025	2	-	2
At 31 July 2024	2	-	2

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

12 Tangible fixed assets (Continued)

13 Debtors	2025 £	2024 £
Amounts falling due within one year:		
Other debtors	69,426	15,558
Prepayments and accrued income	6,673	9,997
	<u>76,099</u>	<u>25,555</u>

14 Creditors: amounts falling due within one year	2025 £	2024 £
Other creditors	1,517	-
Accruals and deferred income	4,760	3,605
	<u>6,277</u>	<u>3,605</u>

15 Analysis of net assets between funds

	Unrestricted funds 2025 £
At 31 July 2025:	
Tangible assets	2
Current assets/(liabilities)	69,822
	<u>69,824</u>

	Unrestricted funds 2024 £
At 31 July 2024:	
Tangible assets	2
Current assets/(liabilities)	135,190
	<u>135,192</u>

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

16 Operating lease commitments

Lessee

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases relating to land and buildings, which fall due as follows:

	2025 £	2024 £
Within one year	5,250	5,250

17 Related party transactions

During the period Mr E Al-Ebadi, the Executive Director, made payments on behalf of the charity amounting to £1,517 (2024: £nil) which had not been reclaimed by the reporting date and are within other creditors (2024: £nil). During the period, a company controlled by Mr E Al-Ebadi invoiced the charity £25,000 in respect of professional services provided (2024: £27,500) and no amounts were outstanding at the reporting date.

There were no other disclosable related party transactions (2024: none).

Accounts

Charity registration number 1058672 (England and Wales)

IRAQI WELFARE ASSOCIATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2024

IRAQI WELFARE ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr A S El-Radhi Dr A Hashim Mr T Hassan Mr T S Omran Mr M Jamil Dr H Hassan
Charity number	1058672
Principal address	85 York Street London United Kingdom W1H 4QA
Independent examiner	Deitch Cooper LLP 3 Hobbs House Harrovia Business Village Bessborough Road Harrow Middlesex HA1 3EX

IRAQI WELFARE ASSOCIATION

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Statement of financial position	6
Statement of cash flows	7
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IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JULY 2024

The Trustees present their annual report and unaudited financial statements for the year ended 31 July 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The charity's objectives are:

- (1) to relieve poverty amongst the Iraqi community, particularly by the provision of advice and interpreting services to Iraqi refugees;
- (2) to advance education by the provision of classes and training to members of the Iraqi community.
- (3) to relieve sickness and protect and preserve public health, particularly by the provision of advice, translation assistance to patients and educational classes on health issues.
- (4) to provide facilities for the recreation and other leisure-time occupation of the public with the object of improving their conditions of life, particularly, but without prejudice to the generality of the foregoing, by the provision of summer camps and youth and community activities.

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

The charity was set up to assist with the increasing number of refugees in the UK, and the growing number of Iraqis in the UK, have met their objectives through provision of financial support to individuals in poverty in Iraq, the provision of free advisory services in Family, immigration, housing and state benefits. Furthermore the charity has established a monthly community newsletter, and offers a variety courses, workshops on learning English, learning new skills and supporting people into employment, focusing on real life English that can help learners in their daily lives. Also the charity focuses on various activities for the Youth and run several camps and kids club to on team work, self-confidence and excel in their future and educational achievement.

Significant factors

Although this financial statement is for the period August 2023 to July 2024, it was prepared and finalised in May 2025. It was important to note that In January 2025 the Charity Commission opened a statutory enquiry into the Charity. The Trustees have communicated with the Charity Commission on all questions raised on a timely basis and wish to state categorically that all income is applied in the furtherance of charitable activities and all expenditure has been incurred towards the charity's charitable objectives. The Trustees look forward to the matter being closed in the forthcoming year and will provide further details in their financial statements for the year 2024/2025.

Financial review

The Charity's principal source of income were voluntary donations donated to the charity to use its discretion in furthering its objects with a focus on helping orphans and disadvantaged families mainly in Iraq. Other income is coming from grants and charitable activities.

Total income amounted to £675,561 (2023: £792,827). Total expenditure on charitable activities amounted to £823,504 (2023: £809,954). This year there was a deficit for the year of £147,943 (2023: £17,127 deficit). The deficit has arisen due to the charity spending funds this year that were donated in previous years. Total fund balances at 31 July 2024 were £135,192 (2023: £283,135), which will be carried forward for expenditure in forthcoming years. All funds are unrestricted funds designated to the charitable objects of the charity.

IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

Reserves policy

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's support costs expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Major risks

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, Policies, Systems and procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of the policies and procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, users and visitors to all our activities and centres. These policies and procedures are periodically reviewed to ensure that they continue to comply with legislation and meet the needs of the charity.

Plans for future periods

The charity intends to continue its activities in pursuance of its listed defined objectives.

The charity has voted to change its dated constitution and a new version has been submitted to the Charity Commission for their approval. The main changes are:

- To extend the election of trustees to 2 years instead of 1 year to enhance continuity and effective management
- To extend its objectives to provide assistance and help to needy Iraqis wherever they may be, specifically orphans in Iraq

Structure, governance and management

The organisation was registered as a charity on 15th October 1996 and is governed by its constitution dated 20th April 1996, as amended on 15th April 2018.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Dr A S El-Radhi	
Mrs M Al Momen	(Resigned 11 September 2024)
Dr A Hashim	(Resigned 15 January 2024, Reappointed 16 March 2025)
Ms A Al-Ebadi	(Resigned 11 September 2024)
Mr T Hassan	(Resigned 15 January 2024, Reappointed 16 March 2025)
Mr T S Omran	(Resigned 15 January 2024, Reappointed 10 October 2024)
Dr K Shubber	(Appointed 15 January 2024, Resigned 15 January 2025)
Mr M Jamil	(Appointed 16 March 2025)
Dr H Hassan	(Appointed 16 March 2025)
Mr A Hlaiyil	(Appointed 16 March 2025, Resigned 15 May 2025)
Dr A Alatabbi	(Resigned 15 January 2024)
Dr A Hadawi	(Appointed 15 January 2024, Resigned 16 March 2025)
Mrs M Bakir	(Appointed 15 January 2024, Resigned 15 October 2024)
Mrs A Hadawi	(Appointed 15 January 2024, Resigned 15 November 2024)
Mr M Gashamee	(Appointed 12 November 2024, Resigned 15 March 2025)

Recruitment and appointment of trustees

Details of the method of recruitment and appointment of trustees are contained within the charity constitution. At the end of their term the previous trustees vacate their position and new trustees are elected.

IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

Organisational structure

The trustees of the Iraqi Welfare Association is its Management Committee who should meet, according to the constitution, at least six times during their term, and is responsible for the strategic direction and policy of the charity.

The charity has produced a set of policy documents to enable the charity to operate within the Charity Commission's rules and procedures, and Government's legislation, and also to protect the name and integrity of the charity.

The charity has produced and adopted the following policies;

- Complaints Procedures
- Anti-corruption and anti-bribery policy
- Youth & vulnerable adult safeguarding Policy
- Data protection Policy
- Reserve Policy
- Equal Opportunities Policy
- Finance Policy and Procedures
- Volunteering Policy

Trustees' declaration on unaudited financial statements

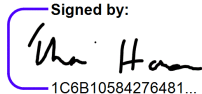
The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

In relation to the financial statements which comprise the statement of financial activities, the statement of financial position, the statement of cash flows and the related notes:

- The Trustees approve these financial statements and confirm that they are responsible for them, including selecting the appropriate accounting policies, applying them consistently and making, on a reasonable and prudent basis, the judgements underlying them. They have been prepared on the going concern basis on the grounds that the Charity will continue in operation.
- The Trustees confirm that they have made available to Deitch Cooper LLP, all the Charity's accounting records and provided all the information necessary for the compilation of the financial statements.
- The Trustees confirm that to the best of their knowledge and belief, the accounting records reflect all transactions of the Charity for the year ended 31 July 2024.

The Trustees' report was approved by the Board of Trustees.

Signed by:



1C6B10584276481...

Mr T Hassan

Trustee

28 May 2025

IRAQI WELFARE ASSOCIATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF IRAQI WELFARE ASSOCIATION

I report to the Trustees on my examination of the unaudited financial statements of Iraqi Welfare Association (the Charity) for the year ended 31 July 2024.

Responsibilities and basis of report

As the Trustees of the Charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011.

I report in respect of my examination of the Charity's financial statements carried out under section 145 of the Charities Act 2011. In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011.

Independent examiner's statement - Charity Commission enquiry

Since the Charity's gross income exceeded £250,000, the independent examiner must be a member of a body listed in section 145 of the Charities Act 2011. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

Your attention is drawn to the fact that the charity is co-operating with the Charity Commission in respect of an ongoing statutory enquiry that includes, but is not limited to, investigation of certain transactions that are recognised in these financial statements. We are aware that answers to these questions have been communicated to the Charity Commission before preparation of the financial statements, however the enquiry is not officially closed.

I confirm that apart from the matter of concern set out above, no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the Charity as required by section 130 of the Charities Act 2011.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination.

I confirm that there are no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the unaudited financial statements to be reached.

Deitch Cooper LLP

3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
Middlesex
HA1 3EX
28 May 2025

IRAQI WELFARE ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from:			
Donations and legacies	3	637,425	763,756
Charitable activities	4	36,403	27,382
Investments	5	1,733	1,689
Total income		675,561	792,827
Expenditure on:			
Charitable activities	6	823,504	809,954
Total expenditure		823,504	809,954
Net expenditure and movement in funds		(147,943)	(17,127)
Reconciliation of funds:			
Fund balances at 1 August 2023		283,135	300,262
Fund balances at 31 July 2024		135,192	283,135

The statement of financial activities includes all gains and losses recognised in the year.

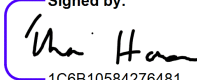
All income and expenditure derive from continuing activities.

IRAQI WELFARE ASSOCIATION

STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	12		2		669
Current assets					
Debtors	13	25,555		171,290	
Cash at bank and in hand		113,240		117,795	
		138,795		289,085	
Creditors: amounts falling due within one year	14	(3,605)		(6,619)	
Net current assets			135,190		282,466
Total assets less current liabilities			135,192		283,135
The funds of the Charity					
Unrestricted funds			135,192		283,135
			135,192		283,135

The financial statements were approved by the Trustees on 28 May 2025

Signed by:

1C6B10584276481...
Mr T Hassan
Trustee

IRAQI WELFARE ASSOCIATION

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JULY 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash absorbed by operations	18		(6,288)		(106,277)
Investing activities					
Investment income received		1,733		1,689	
Net cash generated from investing activities			1,733		1,689
Net cash generated from financing activities			-		-
Net decrease in cash and cash equivalents			(4,555)		(104,588)
Cash and cash equivalents at beginning of year			117,795		222,383
Cash and cash equivalents at end of year			113,240		117,795

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies

Charity information

Iraqi Welfare Association is an unincorporated charitable trust and public benefit entity. The address of the principal office is 85 York Street, London, W1H 4QA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)". The Charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. In the opinion of the Trustees, there are no matters that are likely to prevent the charity from continuing as a going concern for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives. The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. Unrestricted funds include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

Restricted funds are funds that are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are funds that are subject to specific conditions by donors that the capital must be maintained by the Charity.

1.4 Income

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies (Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	610,686	747,177
Grants received	26,739	16,579
	<u>637,425</u>	<u>763,756</u>

Income from grants is applied to the charitable purposes designated within the grant applications.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

4 Charitable activities

	Immigration services	Activities	Total 2024	Immigration services	Activities	Total 2023
	2024	2024		2023	2023	
	£	£	£	£	£	£
Income from charitable activities	15,550	20,853	36,403	12,867	14,515	27,382

5 Income from investments

	Unrestricted funds 2024	Unrestricted funds 2023
	£	£
Interest receivable	1,733	1,689

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

6 Expenditure on charitable activities

	Financial Assistance	Newsletter and Magazines	Events and Functions	Total	Financial Assistance	Newsletter and Magazines	Events and Functions	Total
	2024	2024	2024	2024	2023	2023	2023	2023
	£	£	£	£	£	£	£	£
Direct costs								
Staff costs	55,697	-	-	55,697	74,501	-	-	74,501
Depreciation and impairment	667	-	-	667	995	-	-	995
Donations to Iraq	603,045	-	-	603,045	563,111	-	-	563,111
Other grants to Iraqi charities and not-for-profit groups	9,465	-	-	9,465	-	-	-	-
Iraqi youth appeals and programmes	12,200	-	15,000	27,200	-	-	20,500	20,500
Directly attributable charitable expenditure	3,077	4,613	22,436	30,126	-	3,399	23,794	27,193
	<u>684,151</u>	<u>4,613</u>	<u>37,436</u>	<u>726,200</u>	<u>638,607</u>	<u>3,399</u>	<u>44,294</u>	<u>686,300</u>
Share of support and governance costs (see note 8)								
Support	93,306	-	-	93,306	117,342	-	-	117,342
Governance	3,998	-	-	3,998	6,312	-	-	6,312
	<u>781,455</u>	<u>4,613</u>	<u>37,436</u>	<u>823,504</u>	<u>762,261</u>	<u>3,399</u>	<u>44,294</u>	<u>809,954</u>
Analysis by fund								
Unrestricted funds	<u>781,455</u>	<u>4,613</u>	<u>37,436</u>	<u>823,504</u>	<u>762,261</u>	<u>3,399</u>	<u>44,294</u>	<u>809,954</u>

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

7 Description of charitable activities

Financial Assistance

Financial assistance comprises grants and donations to Iraq and to charities and not-for-profit groups supporting the welfare of the wider Iraqi community.

Newsletter and Magazines

Expenditure towards the costs of newsletters and magazines that are distributed to the general public and Iraqi community.

Events and Functions

Events and Functions comprises expenditure on various organised trips, activities, programmes and Youth development programmes.

8 Support costs allocated to activities

	2024 £	2023 £
Premises costs	43,085	56,082
Communications and IT	4,794	3,174
General office costs	6,244	6,384
Finance costs	359	1,950
Insurance	1,465	1,547
Legal and professional fees	34,914	48,205
Volunteers	1,815	-
Travel costs	630	-
Governance costs	3,998	6,312
	<u>97,304</u>	<u>123,654</u>
Analysed between:		
Financial Assistance	<u>97,304</u>	<u>123,654</u>
	2024 £	2023 £
Governance costs comprise:		
Audit fees	-	3,780
Accountancy	698	2,532
Independent examination	3,300	-
	<u>3,998</u>	<u>6,312</u>

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

9 Trustees

During the year Ms A Al-Ebadi received remuneration from the Charity amounting to £11,674 (2023: £8,168). Also during the year, Ms A Al-Ebadi invoiced the Charity consultancy fees amounting to £3,466 (2023: £nil) in respect of additional expert professional services relating to charitable activities. Ms A Al-Ebadi was a permanent employee to the charity before being appointed as a Trustee. Her remuneration was a salary in respect of her continuing duties of that employment not in respect of any additional duties as a Trustee. The Trustees considered that it was in the best interests of the charity for her to remain an employee and any conflicts of interest could be mitigated. Following the Charity Commission's Inspectors visit and their recommendation, on 11 September 2024, Ms A Al-Ebadi resigned as a Trustee to be able to continue providing her services as an employee without any conflicts of interest arising at a later date.

None of the other Trustees received any remuneration or benefits from the Charity during the year.

10 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
	7	8
Employment costs	2024 £	2023 £
Wages and salaries	55,697	74,501

There were no employees whose annual remuneration was more than £60,000.

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

12 Tangible fixed assets

	Fixtures and fittings £	Computers £	Total £
Cost			
At 1 August 2023	1,173	3,983	5,156
At 31 July 2024	1,173	3,983	5,156
Depreciation and impairment			
At 1 August 2023	1,171	3,316	4,487
Depreciation charged in the year	-	667	667
At 31 July 2024	1,171	3,983	5,154
Carrying amount			
At 31 July 2024	2	-	2
At 31 July 2023	2	667	669

13 Debtors

	2024 £	2023 £
Amounts falling due within one year:		
Other debtors	15,558	162,862
Prepayments and accrued income	9,997	8,428
	25,555	171,290

14 Creditors: amounts falling due within one year

	2024 £	2023 £
Other taxation and social security	-	219
Accruals and deferred income	3,605	6,400
	3,605	6,619

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

15 Analysis of net assets between funds

	Unrestricted funds 2024 £
At 31 July 2024:	
Tangible assets	2
Current assets/(liabilities)	135,190
	<u>135,192</u>
	Unrestricted funds 2023 £
At 31 July 2023:	
Tangible assets	669
Current assets/(liabilities)	282,466
	<u>283,135</u>

16 Operating lease commitments

Lessee

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases relating to land and buildings, which fall due as follows:

	2024 £	2023 £
Within one year	<u>5,250</u>	<u>5,250</u>

17 Related party transactions

During the period a close family member of a Trustee invoiced the Charity professional fees amounting to £nil (2023 - £500). During the year, a company controlled by a close family member of a Trustee invoiced the charity £27,500 in respect of professional services provided (2023 - £30,000).

There were no other disclosable related party transactions (2023 - none).

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

18	Cash absorbed by operations	2024 £	2023 £
	Deficit for the year	(147,943)	(17,127)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(1,733)	(1,689)
	Depreciation and impairment of tangible fixed assets	667	995
	Movements in working capital:		
	Decrease/(increase) in debtors	145,735	(87,979)
	(Decrease) in creditors	(3,014)	(477)
	Cash absorbed by operations	<u>(6,288)</u>	<u>(106,277)</u>

19 Analysis of changes in net funds

The Charity had no material debt during the year.

Accounts

Charity registration number 1058672

IRAQI WELFARE ASSOCIATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023

IRAQI WELFARE ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr A S El-Radhi Mrs M Al Momen Dr A Hashim Ms A Al-Ebadi Mr T S Omran Dr K Shubber
Charity number	1058672
Principal address	85 York Street London United Kingdom W1H 4QA
Auditor	Deitch Cooper LLP 3 Hobbs House Harrovia Business Village Bessborough Road Harrow Middlesex HA1 3EX

IRAQI WELFARE ASSOCIATION

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IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JULY 2023

The Trustees present their annual report and financial statements for the year ended 31 July 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The charity's objectives are;

- The relief of poverty, sickness and distress and the advancement of education, particularly among Iraqis wherever they may be.
- To provide or assist in the provision of facilities in the interest of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities, by reasons of their youth, age infirmity or disability, financial hardship with object of improving their conditions of life.
- To promote social inclusion of members of the Iraqi community in the UK by preventing them from becoming socially excluded and assisting them to integrate in society.
- To be a resource for members of the Iraqi community by providing advice, assistance. Support, training and workshops in order to develop their skills, capacities and to enable them to fully participate in society

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

The charity was set up to assist with the increasing number of refugees in the UK, and the growing number of Iraqis in the UK, have met their objectives through the provision of free advisory services in Family, immigration, housing and state benefits. Furthermore the charity has established a monthly community newsletter, and offers a variety courses, workshops on learning English, learning new skills and supporting people into employment, focusing on real life English that can help learners in their daily lives. Also we focus on various activities for the Youth and run several camps and kids club to on team work, self-confidence and excel in their future and educational achievement.

Financial review

The Charity's principal source of income were voluntary donations conditioned to be sent to help orphans and disadvantaged families mainly in Iraq. Other income is coming from grants and charitable activities.

Total income amounted to £792,827 (2022: £1,186,004). Total expenditure on charitable activities amounted to £809,954 (2022: £1,123,573). This year there was a deficit of £17,127 (2022: £62,431 surplus). Total fund balances at 31 July 2023 comprised £ 283,135 (2022: £300,262). All funds are unrestricted funds designated mainly to be donated to orphans and families in need.

Reserves policy

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

Major risks

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, Policies, Systems and procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of the policies and procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, users and visitors to all our activities and centres. These policies and procedures are periodically reviewed to ensure that they continue to comply with legislation and meet the needs of the charity.

Plans for future periods

The charity intends to continue its activities in pursuance of its listed defined objectives.

Structure, governance and management

The organisation was registered as a charity on 15th October 1996 and is governed by its constitution dated 20th April 1996, as amended on 15th April 2018.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Dr A S El-Radhi

Mrs M Al Momen

Dr A Hashim

Ms A Al-Ebadi

Mr T Hassan

(Resigned 20 February 2024)

Mr T S Omran

Dr K Shubber

(Appointed 20 February 2024)

Recruitment and appointment of trustees

Details of method of recruitment and appointment of trustees are contained within the charity constitution.

Organisational structure

Iraqi Welfare Association has a Management Committee who meet every 6 weeks and are responsible for the strategic direction and policy of the charity.

IWA has produced a set of policy documents to enable the charity to operate within the Charity Commission's rules and procedures, and Government's legislation, and also to protect the name and integrity of the charity.

We have produced and adopted the following policies;

- Complaints Procedures
- Anti-corruption and anti-bribery policy
- Youth & vulnerable adult safeguarding Policy
- IWA Data protection Policy
- Reserve Policy
- Equal Opportunities Policy
- Finance Policy and Procedures
- Volunteering Policy

IRAQI WELFARE ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

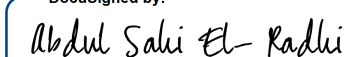
In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees' report was approved by the Board of Trustees.

DocuSigned by:



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Dr A S El-Radhi

Trustee

2 May 2024

IRAQI WELFARE ASSOCIATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF IRAQI WELFARE ASSOCIATION

Opinion

We have audited the financial statements of Iraqi Welfare Association (the 'Charity') for the year ended 31 July 2023 which comprise the statement of financial activities, the statement of financial position, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 July 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

IRAQI WELFARE ASSOCIATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF IRAQI WELFARE ASSOCIATION

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine 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, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 (UK) 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- we identified the laws and regulations applicable to the charity through discussions with management and from our knowledge and experience of the sector and activities of the charity;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities (Accounts and Reports) Regulations 2008 and the Charities Act 2011;
- we assessed the extent of compliance with the laws and regulations identified through making enquiries of management and inspecting documentation; and
- we identified laws and regulations which were communicated within the audit team and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the financial statements to material misstatements including obtaining an understanding of how fraud might occur by making enquiries of management and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls we performed the following procedures:

- we performed analytical procedures to identify any unusual or unexpected relationships;
- we assessed whether judgements and assumptions made in determining the accounting estimates set out in the accounting policies were indicative of potential bias; and
- we investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations we designed procedures which included, but were not limited to, agreeing financial statement disclosures to underlying supporting documentation and remaining alert for actual and potential litigation and claims during our other audit procedures. We did not identify any key audit matters relating to irregularities, including fraud.

IRAQI WELFARE ASSOCIATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF IRAQI WELFARE ASSOCIATION

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

Use of our report

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Deitch Cooper LLP

2 May 2024

Statutory Auditor

3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
Middlesex
HA1 3EX

Deitch Cooper LLP is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

IRAQI WELFARE ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from:			
Donations and legacies	3	763,756	1,182,751
Charitable activities	4	27,382	-
Investments	5	1,689	3,253
Total income		<u>792,827</u>	<u>1,186,004</u>
Expenditure on:			
Charitable activities	6	809,954	1,123,573
Total expenditure		<u>809,954</u>	<u>1,123,573</u>
Net income/(expenditure) and movement in funds		(17,127)	62,431
Reconciliation of funds:			
Fund balances at 1 August 2022		<u>300,262</u>	<u>237,831</u>
Fund balances at 31 July 2023		<u><u>283,135</u></u>	<u><u>300,262</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

IRAQI WELFARE ASSOCIATION

STATEMENT OF FINANCIAL POSITION

AS AT 31 JULY 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12		669		1,664
Current assets					
Debtors	13	171,290		83,311	
Cash at bank and in hand		117,795		222,383	
		289,085		305,694	
Creditors: amounts falling due within one year	14	(6,619)		(7,096)	
Net current assets			282,466		298,598
Total assets less current liabilities			283,135		300,262
The funds of the Charity					
Unrestricted funds			283,135		300,262
			283,135		300,262

The financial statements were approved by the Trustees on 2 May 2024

DocuSigned by:

Abdul Sahi El-Radhi

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Dr A S El-Radhi

Trustee

IRAQI WELFARE ASSOCIATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash absorbed by operations	18		(106,277)		(17,437)
Investing activities					
Investment income received		1,689		3,253	
Net cash generated from investing activities			1,689		3,253
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(104,588)		(14,184)
Cash and cash equivalents at beginning of year			222,383		236,567
Cash and cash equivalents at end of year			117,795		222,383

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

Charity information

Iraqi Welfare Association is an unincorporated charitable trust and public benefit entity. The address of the principal office is 85 York Street, London, W1H 4QA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity.

1.4 Income

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds general 2023 £	Unrestricted funds general 2022 £
Donations and gifts	747,177	1,149,906
Grants received	16,579	32,845
	<u>763,756</u>	<u>1,182,751</u>

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

4 Charitable activities

	Immigration services 2023 £	Activities 2023 £	Total 2023 £	Total 2022 £
Income from charitable activities	12,867	14,515	27,382	-

5 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Rental income	-	3,000
Interest receivable	1,689	253
	1,689	3,253

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

6 Expenditure on Charitable Activities

	Financial Assistance	Newsletter and Magazines	Events and Functions	Total 2023	Financial Assistance	Newsletter and Magazines	Events and Functions	Total 2022
	2023	2023	2023		2022	2022	2022	
	£	£	£	£	£	£	£	£
Staff costs	74,501	-	-	74,501	85,601	-	-	85,601
Depreciation	995	-	-	995	995	-	-	995
Directly attributable costs	563,111	3,399	44,294	610,804	700,143	4,957	124,237	829,337
	<u>638,607</u>	<u>3,399</u>	<u>44,294</u>	<u>686,300</u>	<u>786,739</u>	<u>4,957</u>	<u>124,237</u>	<u>915,933</u>
Share of support costs (see note 7)	117,342	-	-	117,342	201,406	-	-	201,406
Share of governance costs (see note 7)	6,312	-	-	6,312	6,234	-	-	6,234
	<u>762,261</u>	<u>3,399</u>	<u>44,294</u>	<u>809,954</u>	<u>994,379</u>	<u>4,957</u>	<u>124,237</u>	<u>1,123,573</u>

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

7 Support costs allocated to activities

	2023 £	2022 £
Premises costs	56,082	134,245
Communications and IT	3,174	261
General office costs	6,384	16,900
Finance costs	1,950	390
Insurance	1,547	832
Legal and professional fees	48,205	48,778
Governance costs	6,312	6,234
	<u>123,654</u>	<u>207,640</u>

Analysed between:

Financial Assistance	<u>123,654</u>	<u>207,640</u>
----------------------	----------------	----------------

	2023 £	2022 £
Governance costs comprise:		
Audit fees	3,780	3,600
Accountancy	2,532	2,634
	<u>6,312</u>	<u>6,234</u>

8 Net movement in funds

	2023 £	2022 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	3,780	3,600
Depreciation of owned tangible fixed assets	995	995
	<u></u>	<u></u>

9 Trustees

During the year Ms A Al-Ebadi received remuneration from the Charity amounting to £8,168 (2022: £6,342). None of the other Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

10 Employees

The average monthly number of employees during the year was:

2023 Number	2022 Number
<u>8</u>	<u>8</u>

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

10 Employees (Continued)

Employment costs	2023 £	2022 £
Wages and salaries	74,501	85,601

There were no employees whose annual remuneration was more than £60,000.

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

12 Tangible fixed assets

	Fixtures and fittings £	Computers £	Total £
Cost			
At 1 August 2022	1,173	51,360	52,533
Disposals	-	(47,377)	(47,377)
At 31 July 2023	1,173	3,983	5,156
Depreciation and impairment			
At 1 August 2022	1,171	49,698	50,869
Depreciation charged in the year	-	995	995
Eliminated in respect of disposals	-	(47,377)	(47,377)
At 31 July 2023	1,171	3,316	4,487
Carrying amount			
At 31 July 2023	2	667	669
At 31 July 2022	2	1,662	1,664

13 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Other debtors	162,862	25,417
Prepayments and accrued income	8,428	57,894
	171,290	83,311

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

14 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	219	441
Other creditors	-	655
Accruals and deferred income	6,400	6,000
	<u>6,619</u>	<u>7,096</u>

15 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 August 2022 £	Incoming resources £	Resources expended £	At 31 July 2023 £
General funds	<u>300,262</u>	<u>792,827</u>	<u>(809,954)</u>	<u>283,135</u>
Previous year:	At 1 August 2021 £	Incoming resources £	Resources expended £	At 31 July 2022 £
General funds	<u>237,831</u>	<u>1,186,004</u>	<u>(1,123,573)</u>	<u>300,262</u>

16 Operating lease commitments

Lessee

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases relating to land and buildings, which fall due as follows:

	2023 £	2022 £
Within one year	<u>5,250</u>	<u>26,250</u>

17 Related party transactions

During the period a close family member of a Trustee invoiced the Charity professional fees amounting to £500 (2022 - none). There were no other disclosable related party transactions (2022 - none).

IRAQI WELFARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

18 Cash generated from operations	2023 £	2022 £
(Deficit)/surplus for the year	(17,127)	62,431
Adjustments for:		
Investment income recognised in statement of financial activities	(1,689)	(3,253)
Depreciation and impairment of tangible fixed assets	995	995
Movements in working capital:		
(Increase) in debtors	(87,979)	(78,311)
(Decrease)/increase in creditors	(477)	701
Cash absorbed by operations	(106,277)	(17,437)

19 Analysis of changes in net funds

The Charity had no material debt during the year.

Accounts

Iraqi Welfare Association
Financial Statements
31 July 2022

DEITCH COOPER LLP
1st Floor, 3 Hobbs House
Harrovian Business Village
Bessborough Road
Harrow
HA1 3EX

Iraqi Welfare Association

Financial Statements

Year ended 31 July 2022

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Statement of financial position	9
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Iraqi Welfare Association

Trustees' Annual Report

Year ended 31 July 2022

The trustees present their report and the financial statements of the charity for the year ended 31 July 2022.

Reference and administrative details

Registered charity name Iraqi Welfare Association

Charity registration number 1058672

Principal office 85 York Street
London
W1H 4QA
United Kingdom

The trustees

Mr Thamir Hassan	
Dr Abdul Sahib El-Radhi	
Ms Amina Al-Ebadi	
Mr Maher George	(Resigned 15 December 2021)
Dr Adnan Hashim	
Mrs Malak Al Momen	(Appointed 15 December 2021)
Ms Nidhal Al-Jiboury	(Resigned 15 December 2021)
Mr Tariq Omran	

Auditor Deitch Cooper LLP
1st Floor, 3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
HA1 3EX

Bankers Triodos Bank
Deanery Road
Bristol
BS1 5AS

Introduction to Trustees Report

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the Charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Structure, governance and management

Governing Document

The organisation was registered as a charity on 15th October 1996 and is governed by its constitution dated 20th April 1996, as amended on 15th April 2018.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Organisational Structure

Iraqi Welfare Association has a Management Committee of 7 trustees who meet every 6 weeks and are responsible for the strategic direction and policy of the charity.

Risk Management

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Organisation's Polices

IWA has produced a set of policy documents to enable the charity to operate within the Charity Commission's rules and procedures, and Government's legislation, and also to protect the name and integrity of the charity.

We have produced and adopted the following polices;

- Complaints Procedures
- Anti-corruption and anti-bribery policy
- Youth & vulnerable adult safeguarding Policy
- IWA Data protection Policy
- Reserve Policy
- Equal Opportunities Policy
- Finance Policy and Procedures
- Volunteering Policy

Objectives and activities

The charity's objectives are;

- The relief of poverty, sickness and distress and the advancement of education, particularly among Iraqis wherever they may be.
- To provide or assist in the provision of facilities in the interest of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities, by reasons of their youth, age infirmity or disability, financial hardship with object of improving their conditions of life.
- To promote social inclusion of members of the Iraqi community in the UK by preventing them from becoming socially excluded and assisting them to integrate in society.
- To be a resource for members of the Iraqi community by providing advice, assistance. Support, training and workshops in order to develop their skills, capacities and to enable them to fully participate in society.

The Trustees have complied with the duty in section 17 of the Charities Act 2011.

The Trustees have paid due regard to guidance on public benefit issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

The charity was set up to assist with the increasing number of refugees in the UK, and have met their objectives through the provision of free advisory services in immigration, housing and state benefits. Furthermore the charity has established a weekly newsletter called Al-Mahjer, and offers creative English courses with Faith Action, focusing on real life English that can help learners in their daily lives.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Financial review

Against the backdrop of limited resources the charity has continued to plan or develop its services. With the aid of sound financial management and the support of both its staff and volunteers, the charity has achieved a satisfactory outcome for the year, with sufficient resources to continue its normal activities in the forthcoming years. The charity has a policy of keeping at least 6 months support costs as reserve at all times, which for the year is £100,000.

Plans for future periods

The charity intends to continue its activities in pursuance of its listed defined objectives.

Trustees' responsibilities statement

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

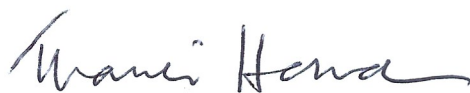
The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 20 June 2023 and signed on behalf of the board of trustees by:



Mr Thamer Hassan
Trustee

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association

Year ended 31 July 2022

Opinion

We have audited the financial statements of Iraqi Welfare Association (the 'charity') for the year ended 31 July 2022 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 July 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association (continued)

Year ended 31 July 2022

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, 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.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine 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, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association (continued)

Year ended 31 July 2022

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 (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of an audit in accordance with ISAs (UK), 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' 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 charity'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 charity 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.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association *(continued)*

Year ended 31 July 2022

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.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mohamedkazim Bhaloo (Senior Statutory Auditor)

For and on behalf of
Deitch Cooper LLP

1st Floor, 3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
HA1 3EX

20 June 2023

Iraqi Welfare Association
Statement of Financial Activities
Year ended 31 July 2022

		2022		2021
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	1,182,751	1,182,751	988,659
Investment income	5	3,253	3,253	6,188
Total income		<u>1,186,004</u>	<u>1,186,004</u>	<u>994,847</u>
Expenditure				
Expenditure on charitable activities	6,7	1,123,573	1,123,573	914,450
Total expenditure		<u>1,123,573</u>	<u>1,123,573</u>	<u>914,450</u>
Net income and net movement in funds		<u>62,431</u>	<u>62,431</u>	<u>80,397</u>
Reconciliation of funds				
Total funds brought forward		237,831	237,831	157,434
Total funds carried forward		<u>300,262</u>	<u>300,262</u>	<u>237,831</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 11 to 17 form part of these financial statements.

Iraqi Welfare Association
Statement of Financial Position
31 July 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	14	1,664	2,659
Current assets			
Debtors	15	83,311	5,000
Cash at bank and in hand		<u>222,383</u>	<u>236,567</u>
		305,694	241,567
Creditors: amounts falling due within one year	16	<u>7,096</u>	<u>6,395</u>
Net current assets		<u>298,598</u>	<u>235,172</u>
Total assets less current liabilities		<u>300,262</u>	<u>237,831</u>
Net assets		<u>300,262</u>	<u>237,831</u>
Funds of the charity			
Unrestricted funds		<u>300,262</u>	<u>237,831</u>
Total charity funds	17	<u>300,262</u>	<u>237,831</u>

These financial statements were approved by the board of trustees and authorised for issue on 20 June 2023, and are signed on behalf of the board by:



Mr Thamir Hassan
Trustee

The notes on pages 11 to Error! Bookmark not defined. form part of these financial statements.

Iraqi Welfare Association

Statement of Cash Flows

Year ended 31 July 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income	62,431	80,397
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	995	1,095
Dividends, interest and rents from investments	(3,000)	(6,000)
Other interest receivable and similar income	(253)	(188)
Interest payable and similar charges	390	210
Accrued (income)	(52,894)	-
Accrued expenses	180	2,874
<i>Changes in:</i>		
Trade and other debtors	(25,417)	-
Trade and other creditors	521	575
Cash generated from operations	(17,047)	78,963
Interest paid	(390)	(210)
Interest received	253	188
Net cash (used in)/from operating activities	(17,184)	78,941
Cash flows from investing activities		
Dividends, interest and rents from investments	3,000	6,000
Purchase of tangible assets	-	(2,667)
Net cash from investing activities	3,000	3,333
Net (decrease)/increase in cash and cash equivalents	(14,184)	82,274
Cash and cash equivalents at beginning of year	236,567	154,293
Cash and cash equivalents at end of year	222,383	236,567

The notes on pages 11 to 17 form part of these financial statements.

Iraqi Welfare Association
Notes to the Financial Statements
Year ended 31 July 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 85 York Street, London, W1H 4QA.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the general objectives of the charity.

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilised in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents and are shown separately in the financial statements.

Designated funds are funds which have been set aside or utilised for a specific purpose and are not available for general use. Some designated funds can be recognised as income over a period, and these are shown in the movement of funds and in the income and expenditure account.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprising the costs associated with attracting voluntary income.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It included both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Support costs are incurred to facilitate activities and include the central office functions such as general management, payroll administration, budgeting and accounting, information technology, human resources and finance.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 25% straight line
Equipment	- 25% straight line

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
HMRC Gift Aid	276,797	276,797	132,158	132,158
Donations	870,134	870,134	767,664	767,664
Events & Trips	2,975	2,975	1,506	1,506
Grants received	32,845	32,845	87,331	87,331
	<u>1,182,751</u>	<u>1,182,751</u>	<u>988,659</u>	<u>988,659</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	3,000	3,000	6,000	6,000
Bank interest receivable	253	253	188	188
	<u>3,253</u>	<u>3,253</u>	<u>6,188</u>	<u>6,188</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Financial Assistance	700,143	700,143	665,225	665,225
Newsletter and Magazines	4,957	4,957	3,698	3,698
Events and Functions	124,237	124,237	78,415	78,415
Support costs	294,236	294,236	167,112	167,112
	<u>1,123,573</u>	<u>1,123,573</u>	<u>914,450</u>	<u>914,450</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Financial Assistance	700,143	294,236	994,379	832,337
Newsletter and Magazines	4,957	—	4,957	3,698
Events and Functions	124,237	—	124,237	78,415
	<u>829,337</u>	<u>294,236</u>	<u>1,123,573</u>	<u>914,450</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

8. Analysis of support costs

	Financial Assistance £	Total 2022 £	Total 2021 £
Staff costs	85,601	85,601	62,103
Premises	134,245	134,245	34,858
Communications and IT	261	261	391
General office	16,900	16,900	5,415
Finance costs	390	390	210
Governance costs	6,234	6,234	3,552
Insurance	832	832	903
Legal & professional fees	48,778	48,778	58,407
Depreciation	995	995	1,094
	<u>294,236</u>	<u>294,236</u>	<u>166,933</u>

9. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	<u>995</u>	<u>1,095</u>

10. Auditors remuneration

	2022 £	2021 £
Fees payable for the audit of the financial statements	<u>3,600</u>	<u>—</u>

11. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>—</u>	<u>750</u>

12. Staff costs

The average head count of employees during the year was 8 (2021: 6).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

14. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 August 2021 and 31 July 2022	<u>1,173</u>	<u>51,360</u>	<u>52,533</u>
Depreciation			
At 1 August 2021	1,171	48,703	49,874
Charge for the year	–	995	995
At 31 July 2022	<u>1,171</u>	<u>49,698</u>	<u>50,869</u>
Carrying amount			
At 31 July 2022	<u>2</u>	<u>1,662</u>	<u>1,664</u>
At 31 July 2021	<u>2</u>	<u>2,657</u>	<u>2,659</u>

15. Debtors

	2022 £	2021 £
Prepayments and accrued income	57,894	5,000
Other debtors	<u>25,417</u>	–
	<u>83,311</u>	<u>5,000</u>

16. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	6,000	5,820
Social security and other taxes	441	575
Other creditors	<u>655</u>	–
	<u>7,096</u>	<u>6,395</u>

17. Analysis of charitable funds

Unrestricted funds

	At 1 August 2021 £	Income £	Expenditure £	At 31 July 2022 £
General funds	<u>237,831</u>	<u>1,186,004</u>	<u>(1,123,573)</u>	<u>300,262</u>

	At 1 August 2020 £	Income £	Expenditure £	At 31 July 2021 £
General funds	<u>157,434</u>	<u>994,847</u>	<u>(914,450)</u>	<u>237,831</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

18. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	2022	2022
	£	£
Tangible fixed assets	1,664	1,664
Current assets	305,694	305,694
Creditors less than 1 year	(7,096)	(7,096)
Net assets	300,262	300,262

	Unrestricted Funds	Total Funds
	2021	2021
	£	£
Tangible fixed assets	2,659	2,659
Current assets	241,567	241,567
Creditors less than 1 year	(6,395)	(6,395)
Net assets	237,831	237,831

19. Analysis of changes in net debt

	At 1 Aug 2021	Cash flows	At 31 Jul 2022
	£	£	£
Cash at bank and in hand	<u>236,567</u>	<u>(14,184)</u>	<u>222,383</u>

20. Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£	£
Within one year	<u>26,250</u>	<u>5,250</u>

Iraqi Welfare Association
Financial Statements
31 July 2022

DEITCH COOPER LLP
1st Floor, 3 Hobbs House
Harrovian Business Village
Bessborough Road
Harrow
HA1 3EX

Iraqi Welfare Association

Financial Statements

Year ended 31 July 2022

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Statement of financial position	9
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Iraqi Welfare Association

Trustees' Annual Report

Year ended 31 July 2022

The trustees present their report and the financial statements of the charity for the year ended 31 July 2022.

Reference and administrative details

Registered charity name Iraqi Welfare Association

Charity registration number 1058672

Principal office 85 York Street
London
W1H 4QA
United Kingdom

The trustees

Mr Thamir Hassan	
Dr Abdul Sahib El-Radhi	
Ms Amina Al-Ebadi	
Mr Maher George	(Resigned 15 December 2021)
Dr Adnan Hashim	
Mrs Malak Al Momen	(Appointed 15 December 2021)
Ms Nidhal Al-Jiboury	(Resigned 15 December 2021)
Mr Tariq Omran	

Auditor Deitch Cooper LLP
1st Floor, 3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
HA1 3EX

Bankers Triodos Bank
Deanery Road
Bristol
BS1 5AS

Introduction to Trustees Report

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the Charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Structure, governance and management

Governing Document

The organisation was registered as a charity on 15th October 1996 and is governed by its constitution dated 20th April 1996, as amended on 15th April 2018.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Organisational Structure

Iraqi Welfare Association has a Management Committee of 7 trustees who meet every 6 weeks and are responsible for the strategic direction and policy of the charity.

Risk Management

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Organisation's Polices

IWA has produced a set of policy documents to enable the charity to operate within the Charity Commission's rules and procedures, and Government's legislation, and also to protect the name and integrity of the charity.

We have produced and adopted the following polices;

- Complaints Procedures
- Anti-corruption and anti-bribery policy
- Youth & vulnerable adult safeguarding Policy
- IWA Data protection Policy
- Reserve Policy
- Equal Opportunities Policy
- Finance Policy and Procedures
- Volunteering Policy

Objectives and activities

The charity's objectives are;

- The relief of poverty, sickness and distress and the advancement of education, particularly among Iraqis wherever they may be.
- To provide or assist in the provision of facilities in the interest of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities, by reasons of their youth, age infirmity or disability, financial hardship with object of improving their conditions of life.
- To promote social inclusion of members of the Iraqi community in the UK by preventing them from becoming socially excluded and assisting them to integrate in society.
- To be a resource for members of the Iraqi community by providing advice, assistance. Support, training and workshops in order to develop their skills, capacities and to enable them to fully participate in society.

The Trustees have complied with the duty in section 17 of the Charities Act 2011.

The Trustees have paid due regard to guidance on public benefit issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

The charity was set up to assist with the increasing number of refugees in the UK, and have met their objectives through the provision of free advisory services in immigration, housing and state benefits. Furthermore the charity has established a weekly newsletter called Al-Mahjer, and offers creative English courses with Faith Action, focusing on real life English that can help learners in their daily lives.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Financial review

Against the backdrop of limited resources the charity has continued to plan or develop its services. With the aid of sound financial management and the support of both its staff and volunteers, the charity has achieved a satisfactory outcome for the year, with sufficient resources to continue its normal activities in the forthcoming years. The charity has a policy of keeping at least 6 months support costs as reserve at all times, which for the year is £100,000.

Plans for future periods

The charity intends to continue its activities in pursuance of its listed defined objectives.

Trustees' responsibilities statement

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

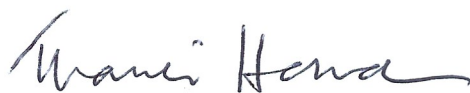
The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 20 June 2023 and signed on behalf of the board of trustees by:



Mr Thamer Hassan
Trustee

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association

Year ended 31 July 2022

Opinion

We have audited the financial statements of Iraqi Welfare Association (the 'charity') for the year ended 31 July 2022 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 July 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association (continued)

Year ended 31 July 2022

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, 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.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine 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, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association (continued)

Year ended 31 July 2022

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 (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of an audit in accordance with ISAs (UK), 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' 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 charity'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 charity 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.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association *(continued)*

Year ended 31 July 2022

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.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mohamedkazim Bhaloo (Senior Statutory Auditor)

For and on behalf of
Deitch Cooper LLP

1st Floor, 3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
HA1 3EX

20 June 2023

Iraqi Welfare Association
Statement of Financial Activities
Year ended 31 July 2022

		2022		2021
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	1,182,751	1,182,751	988,659
Investment income	5	3,253	3,253	6,188
Total income		<u>1,186,004</u>	<u>1,186,004</u>	<u>994,847</u>
Expenditure				
Expenditure on charitable activities	6,7	1,123,573	1,123,573	914,450
Total expenditure		<u>1,123,573</u>	<u>1,123,573</u>	<u>914,450</u>
Net income and net movement in funds		<u>62,431</u>	<u>62,431</u>	<u>80,397</u>
Reconciliation of funds				
Total funds brought forward		237,831	237,831	157,434
Total funds carried forward		<u>300,262</u>	<u>300,262</u>	<u>237,831</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 11 to 17 form part of these financial statements.

Iraqi Welfare Association
Statement of Financial Position
31 July 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	14	1,664	2,659
Current assets			
Debtors	15	83,311	5,000
Cash at bank and in hand		<u>222,383</u>	<u>236,567</u>
		305,694	241,567
Creditors: amounts falling due within one year	16	<u>7,096</u>	<u>6,395</u>
Net current assets		<u>298,598</u>	<u>235,172</u>
Total assets less current liabilities		<u>300,262</u>	<u>237,831</u>
Net assets		<u>300,262</u>	<u>237,831</u>
Funds of the charity			
Unrestricted funds		<u>300,262</u>	<u>237,831</u>
Total charity funds	17	<u>300,262</u>	<u>237,831</u>

These financial statements were approved by the board of trustees and authorised for issue on 20 June 2023, and are signed on behalf of the board by:



Mr Thamir Hassan
Trustee

The notes on pages 11 to Error! Bookmark not defined. form part of these financial statements.

Iraqi Welfare Association

Statement of Cash Flows

Year ended 31 July 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income	62,431	80,397
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	995	1,095
Dividends, interest and rents from investments	(3,000)	(6,000)
Other interest receivable and similar income	(253)	(188)
Interest payable and similar charges	390	210
Accrued (income)	(52,894)	-
Accrued expenses	180	2,874
<i>Changes in:</i>		
Trade and other debtors	(25,417)	-
Trade and other creditors	521	575
Cash generated from operations	(17,047)	78,963
Interest paid	(390)	(210)
Interest received	253	188
Net cash (used in)/from operating activities	(17,184)	78,941
Cash flows from investing activities		
Dividends, interest and rents from investments	3,000	6,000
Purchase of tangible assets	-	(2,667)
Net cash from investing activities	3,000	3,333
Net (decrease)/increase in cash and cash equivalents	(14,184)	82,274
Cash and cash equivalents at beginning of year	236,567	154,293
Cash and cash equivalents at end of year	222,383	236,567

The notes on pages 11 to 17 form part of these financial statements.

Iraqi Welfare Association
Notes to the Financial Statements
Year ended 31 July 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 85 York Street, London, W1H 4QA.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the general objectives of the charity.

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilised in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents and are shown separately in the financial statements.

Designated funds are funds which have been set aside or utilised for a specific purpose and are not available for general use. Some designated funds can be recognised as income over a period, and these are shown in the movement of funds and in the income and expenditure account.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprising the costs associated with attracting voluntary income.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It included both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Support costs are incurred to facilitate activities and include the central office functions such as general management, payroll administration, budgeting and accounting, information technology, human resources and finance.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 25% straight line
Equipment	- 25% straight line

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
HMRC Gift Aid	276,797	276,797	132,158	132,158
Donations	870,134	870,134	767,664	767,664
Events & Trips	2,975	2,975	1,506	1,506
Grants received	32,845	32,845	87,331	87,331
	<u>1,182,751</u>	<u>1,182,751</u>	<u>988,659</u>	<u>988,659</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	3,000	3,000	6,000	6,000
Bank interest receivable	253	253	188	188
	<u>3,253</u>	<u>3,253</u>	<u>6,188</u>	<u>6,188</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Financial Assistance	700,143	700,143	665,225	665,225
Newsletter and Magazines	4,957	4,957	3,698	3,698
Events and Functions	124,237	124,237	78,415	78,415
Support costs	294,236	294,236	167,112	167,112
	<u>1,123,573</u>	<u>1,123,573</u>	<u>914,450</u>	<u>914,450</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Financial Assistance	700,143	294,236	994,379	832,337
Newsletter and Magazines	4,957	–	4,957	3,698
Events and Functions	124,237	–	124,237	78,415
	<u>829,337</u>	<u>294,236</u>	<u>1,123,573</u>	<u>914,450</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

8. Analysis of support costs

	Financial Assistance £	Total 2022 £	Total 2021 £
Staff costs	85,601	85,601	62,103
Premises	134,245	134,245	34,858
Communications and IT	261	261	391
General office	16,900	16,900	5,415
Finance costs	390	390	210
Governance costs	6,234	6,234	3,552
Insurance	832	832	903
Legal & professional fees	48,778	48,778	58,407
Depreciation	995	995	1,094
	<u>294,236</u>	<u>294,236</u>	<u>166,933</u>

9. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	<u>995</u>	<u>1,095</u>

10. Auditors remuneration

	2022 £	2021 £
Fees payable for the audit of the financial statements	<u>3,600</u>	<u>—</u>

11. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>—</u>	<u>750</u>

12. Staff costs

The average head count of employees during the year was 8 (2021: 6).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

14. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 August 2021 and 31 July 2022	<u>1,173</u>	<u>51,360</u>	<u>52,533</u>
Depreciation			
At 1 August 2021	1,171	48,703	49,874
Charge for the year	<u>–</u>	<u>995</u>	<u>995</u>
At 31 July 2022	<u>1,171</u>	<u>49,698</u>	<u>50,869</u>
Carrying amount			
At 31 July 2022	<u>2</u>	<u>1,662</u>	<u>1,664</u>
At 31 July 2021	<u>2</u>	<u>2,657</u>	<u>2,659</u>

15. Debtors

	2022 £	2021 £
Prepayments and accrued income	57,894	5,000
Other debtors	<u>25,417</u>	<u>–</u>
	<u>83,311</u>	<u>5,000</u>

16. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	6,000	5,820
Social security and other taxes	441	575
Other creditors	<u>655</u>	<u>–</u>
	<u>7,096</u>	<u>6,395</u>

17. Analysis of charitable funds

Unrestricted funds

	At 1 August 2021 £	Income £	Expenditure £	At 31 July 2022 £
General funds	<u>237,831</u>	<u>1,186,004</u>	<u>(1,123,573)</u>	<u>300,262</u>

	At 1 August 2020 £	Income £	Expenditure £	At 31 July 2021 £
General funds	<u>157,434</u>	<u>994,847</u>	<u>(914,450)</u>	<u>237,831</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

18. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	2022	2022
	£	£
Tangible fixed assets	1,664	1,664
Current assets	305,694	305,694
Creditors less than 1 year	(7,096)	(7,096)
Net assets	300,262	300,262

	Unrestricted Funds	Total Funds
	2021	2021
	£	£
Tangible fixed assets	2,659	2,659
Current assets	241,567	241,567
Creditors less than 1 year	(6,395)	(6,395)
Net assets	237,831	237,831

19. Analysis of changes in net debt

	At 1 Aug 2021	Cash flows	At 31 Jul 2022
	£	£	£
Cash at bank and in hand	<u>236,567</u>	<u>(14,184)</u>	<u>222,383</u>

20. Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£	£
Within one year	<u>26,250</u>	<u>5,250</u>

Iraqi Welfare Association
Financial Statements
31 July 2022

DEITCH COOPER LLP
1st Floor, 3 Hobbs House
Harrovian Business Village
Bessborough Road
Harrow
HA1 3EX

Iraqi Welfare Association

Financial Statements

Year ended 31 July 2022

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Iraqi Welfare Association

Trustees' Annual Report

Year ended 31 July 2022

The trustees present their report and the financial statements of the charity for the year ended 31 July 2022.

Reference and administrative details

Registered charity name Iraqi Welfare Association

Charity registration number 1058672

Principal office 85 York Street
London
W1H 4QA
United Kingdom

The trustees

Mr Thamir Hassan	
Dr Abdul Sahib El-Radhi	
Ms Amina Al-Ebadi	
Mr Maher George	(Resigned 15 December 2021)
Dr Adnan Hashim	
Mrs Malak Al Momen	(Appointed 15 December 2021)
Ms Nidhal Al-Jiboury	(Resigned 15 December 2021)
Mr Tariq Omran	

Auditor Deitch Cooper LLP
1st Floor, 3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
HA1 3EX

Bankers Triodos Bank
Deanery Road
Bristol
BS1 5AS

Introduction to Trustees Report

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the Charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Structure, governance and management

Governing Document

The organisation was registered as a charity on 15th October 1996 and is governed by its constitution dated 20th April 1996, as amended on 15th April 2018.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Organisational Structure

Iraqi Welfare Association has a Management Committee of 7 trustees who meet every 6 weeks and are responsible for the strategic direction and policy of the charity.

Risk Management

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Organisation's Polices

IWA has produced a set of policy documents to enable the charity to operate within the Charity Commission's rules and procedures, and Government's legislation, and also to protect the name and integrity of the charity.

We have produced and adopted the following polices;

- Complaints Procedures
- Anti-corruption and anti-bribery policy
- Youth & vulnerable adult safeguarding Policy
- IWA Data protection Policy
- Reserve Policy
- Equal Opportunities Policy
- Finance Policy and Procedures
- Volunteering Policy

Objectives and activities

The charity's objectives are;

- The relief of poverty, sickness and distress and the advancement of education, particularly among Iraqis wherever they may be.
- To provide or assist in the provision of facilities in the interest of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities, by reasons of their youth, age infirmity or disability, financial hardship with object of improving their conditions of life.
- To promote social inclusion of members of the Iraqi community in the UK by preventing them from becoming socially excluded and assisting them to integrate in society.
- To be a resource for members of the Iraqi community by providing advice, assistance. Support, training and workshops in order to develop their skills, capacities and to enable them to fully participate in society.

The Trustees have complied with the duty in section 17 of the Charities Act 2011.

The Trustees have paid due regard to guidance on public benefit issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

The charity was set up to assist with the increasing number of refugees in the UK, and have met their objectives through the provision of free advisory services in immigration, housing and state benefits. Furthermore the charity has established a weekly newsletter called Al-Mahjer, and offers creative English courses with Faith Action, focusing on real life English that can help learners in their daily lives.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Financial review

Against the backdrop of limited resources the charity has continued to plan or develop its services. With the aid of sound financial management and the support of both its staff and volunteers, the charity has achieved a satisfactory outcome for the year, with sufficient resources to continue its normal activities in the forthcoming years. The charity has a policy of keeping at least 6 months support costs as reserve at all times, which for the year is £100,000.

Plans for future periods

The charity intends to continue its activities in pursuance of its listed defined objectives.

Trustees' responsibilities statement

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

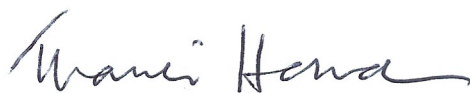
The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 20 June 2023 and signed on behalf of the board of trustees by:



Mr Thamer Hassan
Trustee

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association

Year ended 31 July 2022

Opinion

We have audited the financial statements of Iraqi Welfare Association (the 'charity') for the year ended 31 July 2022 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 July 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association (continued)

Year ended 31 July 2022

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, 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.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine 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, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association (continued)

Year ended 31 July 2022

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 (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of an audit in accordance with ISAs (UK), 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' 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 charity'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 charity 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.

Iraqi Welfare Association

Independent Auditor's Report to the Members of Iraqi Welfare Association *(continued)*

Year ended 31 July 2022

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.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mohamedkazim Bhaloo (Senior Statutory Auditor)

For and on behalf of
Deitch Cooper LLP

1st Floor, 3 Hobbs House
Harrobian Business Village
Bessborough Road
Harrow
HA1 3EX

20 June 2023

Iraqi Welfare Association
Statement of Financial Activities
Year ended 31 July 2022

		2022		2021
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	1,182,751	1,182,751	988,659
Investment income	5	3,253	3,253	6,188
Total income		<u>1,186,004</u>	<u>1,186,004</u>	<u>994,847</u>
Expenditure				
Expenditure on charitable activities	6,7	1,123,573	1,123,573	914,450
Total expenditure		<u>1,123,573</u>	<u>1,123,573</u>	<u>914,450</u>
Net income and net movement in funds		<u>62,431</u>	<u>62,431</u>	<u>80,397</u>
Reconciliation of funds				
Total funds brought forward		237,831	237,831	157,434
Total funds carried forward		<u>300,262</u>	<u>300,262</u>	<u>237,831</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 11 to 17 form part of these financial statements.

Iraqi Welfare Association
Statement of Financial Position
31 July 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	14	1,664	2,659
Current assets			
Debtors	15	83,311	5,000
Cash at bank and in hand		<u>222,383</u>	<u>236,567</u>
		305,694	241,567
Creditors: amounts falling due within one year	16	<u>7,096</u>	<u>6,395</u>
Net current assets		<u>298,598</u>	<u>235,172</u>
Total assets less current liabilities		<u>300,262</u>	<u>237,831</u>
Net assets		<u>300,262</u>	<u>237,831</u>
Funds of the charity			
Unrestricted funds		<u>300,262</u>	<u>237,831</u>
Total charity funds	17	<u>300,262</u>	<u>237,831</u>

These financial statements were approved by the board of trustees and authorised for issue on 20 June 2023, and are signed on behalf of the board by:



Mr Thamir Hassan
Trustee

The notes on pages 11 to Error! Bookmark not defined. form part of these financial statements.

Iraqi Welfare Association

Statement of Cash Flows

Year ended 31 July 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income	62,431	80,397
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	995	1,095
Dividends, interest and rents from investments	(3,000)	(6,000)
Other interest receivable and similar income	(253)	(188)
Interest payable and similar charges	390	210
Accrued (income)	(52,894)	-
Accrued expenses	180	2,874
<i>Changes in:</i>		
Trade and other debtors	(25,417)	-
Trade and other creditors	521	575
Cash generated from operations	(17,047)	78,963
Interest paid	(390)	(210)
Interest received	253	188
Net cash (used in)/from operating activities	(17,184)	78,941
Cash flows from investing activities		
Dividends, interest and rents from investments	3,000	6,000
Purchase of tangible assets	-	(2,667)
Net cash from investing activities	3,000	3,333
Net (decrease)/increase in cash and cash equivalents	(14,184)	82,274
Cash and cash equivalents at beginning of year	236,567	154,293
Cash and cash equivalents at end of year	222,383	236,567

The notes on pages 11 to 17 form part of these financial statements.

Iraqi Welfare Association
Notes to the Financial Statements
Year ended 31 July 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 85 York Street, London, W1H 4QA.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the general objectives of the charity.

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilised in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents and are shown separately in the financial statements.

Designated funds are funds which have been set aside or utilised for a specific purpose and are not available for general use. Some designated funds can be recognised as income over a period, and these are shown in the movement of funds and in the income and expenditure account.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprising the costs associated with attracting voluntary income.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It included both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Support costs are incurred to facilitate activities and include the central office functions such as general management, payroll administration, budgeting and accounting, information technology, human resources and finance.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 25% straight line
Equipment	- 25% straight line

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
HMRC Gift Aid	276,797	276,797	132,158	132,158
Donations	870,134	870,134	767,664	767,664
Events & Trips	2,975	2,975	1,506	1,506
Grants received	32,845	32,845	87,331	87,331
	<u>1,182,751</u>	<u>1,182,751</u>	<u>988,659</u>	<u>988,659</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	3,000	3,000	6,000	6,000
Bank interest receivable	253	253	188	188
	<u>3,253</u>	<u>3,253</u>	<u>6,188</u>	<u>6,188</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Financial Assistance	700,143	700,143	665,225	665,225
Newsletter and Magazines	4,957	4,957	3,698	3,698
Events and Functions	124,237	124,237	78,415	78,415
Support costs	294,236	294,236	167,112	167,112
	<u>1,123,573</u>	<u>1,123,573</u>	<u>914,450</u>	<u>914,450</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Financial Assistance	700,143	294,236	994,379	832,337
Newsletter and Magazines	4,957	–	4,957	3,698
Events and Functions	124,237	–	124,237	78,415
	<u>829,337</u>	<u>294,236</u>	<u>1,123,573</u>	<u>914,450</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

8. Analysis of support costs

	Financial Assistance £	Total 2022 £	Total 2021 £
Staff costs	85,601	85,601	62,103
Premises	134,245	134,245	34,858
Communications and IT	261	261	391
General office	16,900	16,900	5,415
Finance costs	390	390	210
Governance costs	6,234	6,234	3,552
Insurance	832	832	903
Legal & professional fees	48,778	48,778	58,407
Depreciation	995	995	1,094
	<u>294,236</u>	<u>294,236</u>	<u>166,933</u>

9. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	<u>995</u>	<u>1,095</u>

10. Auditors remuneration

	2022 £	2021 £
Fees payable for the audit of the financial statements	<u>3,600</u>	<u>—</u>

11. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>—</u>	<u>750</u>

12. Staff costs

The average head count of employees during the year was 8 (2021: 6).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

14. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 August 2021 and 31 July 2022	<u>1,173</u>	<u>51,360</u>	<u>52,533</u>
Depreciation			
At 1 August 2021	1,171	48,703	49,874
Charge for the year	<u>–</u>	<u>995</u>	<u>995</u>
At 31 July 2022	<u>1,171</u>	<u>49,698</u>	<u>50,869</u>
Carrying amount			
At 31 July 2022	<u>2</u>	<u>1,662</u>	<u>1,664</u>
At 31 July 2021	<u>2</u>	<u>2,657</u>	<u>2,659</u>

15. Debtors

	2022 £	2021 £
Prepayments and accrued income	57,894	5,000
Other debtors	<u>25,417</u>	<u>–</u>
	<u>83,311</u>	<u>5,000</u>

16. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	6,000	5,820
Social security and other taxes	441	575
Other creditors	<u>655</u>	<u>–</u>
	<u>7,096</u>	<u>6,395</u>

17. Analysis of charitable funds

Unrestricted funds

	At 1 August 2021 £	Income £	Expenditure £	At 31 July 2022 £
General funds	<u>237,831</u>	<u>1,186,004</u>	<u>(1,123,573)</u>	<u>300,262</u>

	At 1 August 2020 £	Income £	Expenditure £	At 31 July 2021 £
General funds	<u>157,434</u>	<u>994,847</u>	<u>(914,450)</u>	<u>237,831</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

18. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	2022	2022
	£	£
Tangible fixed assets	1,664	1,664
Current assets	305,694	305,694
Creditors less than 1 year	(7,096)	(7,096)
Net assets	300,262	300,262

	Unrestricted Funds	Total Funds
	2021	2021
	£	£
Tangible fixed assets	2,659	2,659
Current assets	241,567	241,567
Creditors less than 1 year	(6,395)	(6,395)
Net assets	237,831	237,831

19. Analysis of changes in net debt

	At 1 Aug 2021	Cash flows	At 31 Jul 2022
	£	£	£
Cash at bank and in hand	<u>236,567</u>	<u>(14,184)</u>	<u>222,383</u>

20. Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£	£
Within one year	<u>26,250</u>	<u>5,250</u>

Accounts

Iraqi Welfare Association
Unaudited Financial Statements
31 July 2021

FAIRMAN DAVIS
Chartered accountants
3 Exhibition House
Addison Bridge Place
London
W14 8XP

Iraqi Welfare Association

Financial Statements

Year ended 31 July 2021

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Iraqi Welfare Association

Trustees' Annual Report

Year ended 31 July 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 July 2021.

Reference and administrative details

Registered charity name Iraqi Welfare Association

Charity registration number 1058672

Principal office 85 York Street
London
W1H 4QA
United Kingdom

The trustees

Mr Thamir Hassan
Dr Abdul Sahib El-Radhi
Ms Amina Al-Ebadi
Mr Maher George
Dr Adnan Hashim
Ms Nidhal Al-Jiboury (Appointed 1 March 2021)
Ms Fatima Tayyar (Resigned 21 February 2021)
Mr Tariq Omran

Independent examiner Abdul Virji FCA
3 Exhibition House
Addison Bridge Place
London
W14 8XP

Structure, governance and management

Governing Document

The organisation was registered as a charity on 15th October 1996 and is governed by its constitution dated 20th April 1996, as amended on 15th April 2018.

Organisational Structure

Iraqi Welfare Association has a Management Committee of 7 trustees who meet every 6 weeks and are responsible for the strategic direction and policy of the charity.

Risk Management

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2021

Structure, governance and management *(continued)*

Organisation's Policies

IWA has produced a set of policy documents to enable the charity to operate within the Charity Commission's rules and procedures, and Government's legislation, and also to protect the name and integrity of the charity.

We have produced and adopted the following policies;

- Complaints Procedures
- Anti-corruption and anti-bribery policy
- Youth & vulnerable adult safeguarding Policy
- IWA Data protection Policy
- Reserve Policy
- Equal Opportunities Policy
- Finance Policy and Procedures
- Volunteering Policy

Objectives and activities

The charity's objectives are;

- The relief of poverty, sickness and distress and the advancement of education, particularly among Iraqis wherever they may be.
- To provide or assist in the provision of facilities in the interest of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities, by reasons of their youth, age infirmity or disability, financial hardship with object of improving their conditions of life.
- To promote social inclusion of members of the Iraqi community in the UK by preventing them from becoming socially excluded and assisting them to integrate in society.
- To be a resource for members of the Iraqi community by providing advice, assistance. Support, training and workshops in order to develop their skills, capacities and to enable them to fully participate in society.

The Trustees have complied with the duty in section 17 of the Charities Act 2011.

Achievements and performance

The Trustees consider that the performance of the charity this year has been satisfactory.

Financial review

Against the backdrop of limited resources the charity has continued to plan or develop its services. With the aid of sound financial management and the support of both its staff and volunteers, the charity has achieved a satisfactory outcome for the year, with sufficient resources to continue its normal activities in the forthcoming years. The charity has a policy of keeping at least 6 months support costs as reserve at all times, which for the year is £100,000.

Plans for future periods

The charity intends to continue its activities in pursuance of its listed defined objectives.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2021

The trustees' annual report was approved on 12 May 2022 and signed on behalf of the board of trustees by:

Mr Thamir Hassan
Trustee

Iraqi Welfare Association

Independent Examiner's Report to the Trustees of Iraqi Welfare Association

Year ended 31 July 2021

I report to the trustees on my examination of the financial statements of Iraqi Welfare Association ('the charity') for the year ended 31 July 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Abdul Virji FCA
Independent Examiner

3 Exhibition House
Addison Bridge Place
London
W14 8XP

Iraqi Welfare Association
Statement of Financial Activities
Year ended 31 July 2021

		2021		2020
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	988,659	988,659	347,643
Investment income	5	6,188	6,188	12,043
Total income		<u>994,847</u>	<u>994,847</u>	<u>359,686</u>
Expenditure				
Expenditure on charitable activities	6,7	914,450	914,450	413,307
Total expenditure		<u>914,450</u>	<u>914,450</u>	<u>413,307</u>
Net income/(expenditure) and net movement in funds		<u>80,397</u>	<u>80,397</u>	<u>(53,621)</u>
Reconciliation of funds				
Total funds brought forward		157,434	157,434	211,055
Total funds carried forward		<u>237,831</u>	<u>237,831</u>	<u>157,434</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 8 to 14 form part of these financial statements.

Iraqi Welfare Association
Statement of Financial Position
31 July 2021

	Note	2021 £	£	2020 £
Fixed assets				
Tangible fixed assets	13		2,659	1,087
Current assets				
Debtors	14	5,000		5,000
Cash at bank and in hand		236,567		154,293
		<u>241,567</u>		<u>159,293</u>
Creditors: amounts falling due within one year	15	<u>6,395</u>		<u>2,946</u>
Net current assets			<u>235,172</u>	<u>156,347</u>
Total assets less current liabilities			<u>237,831</u>	<u>157,434</u>
Net assets			<u><u>237,831</u></u>	<u><u>157,434</u></u>
Funds of the charity				
Unrestricted funds			<u>237,831</u>	<u>157,434</u>
Total charity funds	16		<u><u>237,831</u></u>	<u><u>157,434</u></u>

These financial statements were approved by the board of trustees and authorised for issue on 12 May 2022, and are signed on behalf of the board by:

Mr Thamir Hassan
Trustee

The notes on pages 8 to 14 form part of these financial statements.

Iraqi Welfare Association

Statement of Cash Flows

Year ended 31 July 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income/(expenditure)	80,397	(53,621)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	1,095	854
Dividends, interest and rents from investments	(6,000)	(12,000)
Other interest receivable and similar income	(188)	(43)
Interest payable and similar charges	210	362
Accrued expenses/(income)	2,874	(2,694)
<i>Changes in:</i>		
Trade and other creditors	575	(1,639)
Cash generated from operations	78,963	(68,781)
Interest paid	(210)	(362)
Interest received	188	43
Net cash from/(used in) operating activities	78,941	(69,100)
Cash flows from investing activities		
Dividends, interest and rents from investments	6,000	12,000
Purchase of tangible assets	(2,667)	(1,315)
Net cash from investing activities	3,333	10,685
Net increase/(decrease) in cash and cash equivalents	82,274	(58,415)
Cash and cash equivalents at beginning of year	154,293	212,708
Cash and cash equivalents at end of year	236,567	154,293

The notes on pages 8 to 14 form part of these financial statements.

Iraqi Welfare Association
Notes to the Financial Statements
Year ended 31 July 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 7 Rutherford Way, Wembley, HA9 0BP, Middlesex.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the general objectives of the charity.

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilised in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents and are shown separately in the financial statements.

Designated funds are funds which have been set aside or utilised for a specific purpose and are not available for general use. Some designated funds can be recognised as income over a period, and these are shown in the movement of funds and in the income and expenditure account.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprising the costs associated with attracting voluntary income.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It included both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Support costs are incurred to facilitate activities and include the central office functions such as general management, payroll administration, budgeting and accounting, information technology, human resources and finance.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 25% straight line
Equipment	- 25% straight line

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
HMRC Gift Aid	132,158	132,158	79,752	79,752
Donations	767,664	767,664	237,217	237,217
Events & Trips	1,506	1,506	1,785	1,785
Grants received	87,331	87,331	28,889	28,889
	<u>988,659</u>	<u>988,659</u>	<u>347,643</u>	<u>347,643</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Income from investment properties	6,000	6,000	12,000	12,000
Bank interest receivable	188	188	43	43
	<u>6,188</u>	<u>6,188</u>	<u>12,043</u>	<u>12,043</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Financial Assistance	665,225	665,225	263,733	263,733
Newsletter and Magazines	3,698	3,698	7,270	7,270
Events and Functions	78,415	78,415	25,520	25,520
Support costs	167,112	167,112	116,784	116,784
	<u>914,450</u>	<u>914,450</u>	<u>413,307</u>	<u>413,307</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Financial Assistance	665,225	163,380	828,605	377,069
Newsletter and Magazines	3,698	–	3,698	7,270
Events and Functions	78,415	–	78,415	25,520
Governance costs	–	3,732	3,732	3,448
	<u>747,338</u>	<u>167,112</u>	<u>914,450</u>	<u>413,307</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

8. Analysis of support costs

	Financial Assistance	Total 2021	Total 2020
	£	£	£
Staff costs	62,103	62,103	20,327
Premises	34,858	34,858	28,505
Communications and IT	391	391	326
General office	5,415	5,415	5,285
Finance costs	210	210	362
Governance costs	3,552	3,552	3,450
Insurance	903	903	532
Legal & professional fees	58,407	58,407	56,509
Depreciation	1,094	1,094	855
Promotion	—	—	634
	<u>166,933</u>	<u>166,933</u>	<u>116,785</u>

9. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	<u>1,095</u>	<u>854</u>

10. Independent examination fees

	2021	2020
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>750</u>	<u>750</u>

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	<u>62,103</u>	<u>20,327</u>

The average head count of employees during the year was Nil (2020: 4).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

13. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 August 2020	1,173	48,693	49,866
Additions	–	2,667	2,667
At 31 July 2021	1,173	51,360	52,533
Depreciation			
At 1 August 2020	1,171	47,608	48,779
Charge for the year	–	1,095	1,095
At 31 July 2021	1,171	48,703	49,874
Carrying amount			
At 31 July 2021	2	2,657	2,659
At 31 July 2020	2	1,085	1,087

14. Debtors

	2021 £	2020 £
Prepayments and accrued income	5,000	5,000

15. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	5,820	2,946
Social security and other taxes	575	–
	6,395	2,946

16. Analysis of charitable funds

Unrestricted funds

	At 1 August 2020 £	Income £	Expenditure £	At 31 July 2021 £
General funds	157,434	994,847	(914,450)	237,831

	At 1 August 2019 £	Income £	Expenditure £	At 31 July 2020 £
General funds	211,055	359,686	(413,307)	157,434

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

17. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2021
	£	£
Tangible fixed assets	2,659	2,659
Current assets	241,567	241,567
Creditors less than 1 year	(6,215)	(6,215)
Net assets	<u>238,011</u>	<u>238,011</u>

	Unrestricted Funds	Total Funds 2020
	£	£
Tangible fixed assets	1,087	1,087
Current assets	159,293	159,293
Creditors less than 1 year	(2,946)	(2,946)
Net assets	<u>157,434</u>	<u>157,434</u>

18. Analysis of changes in net debt

	At 1 Aug 2020	Cash flows	At 31 Jul 2021
	£	£	£
Cash at bank and in hand	<u>154,293</u>	<u>82,274</u>	<u>236,567</u>

Accounts

CHARITY REGISTRATION NUMBER: 1058672

Iraqi Welfare Association
Unaudited Financial Statements
31 July 2020

FAIRMAN DAVIS
Chartered accountants
6 Exhibition House
Addison Bridge Place
London
W14 8XP

Iraqi Welfare Association

Financial Statements

Year ended 31 July 2020

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Iraqi Welfare Association

Trustees' Annual Report

Year ended 31 July 2020

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 July 2020.

Reference and administrative details

Registered charity name Iraqi Welfare Association

Charity registration number 1058672

Principal office 7 Rutherford Way
Wembley
Middlesex
HA9 0BP

The trustees

Mr Thamir Hassan
Dr Abdul Sahib El-Radhi
Ms Amina Al-Ebadi
Mr Maher George (Appointed 23 December 2019)
Dr Adnan Hashim (Appointed 23 December 2019)
Ms Fatima Tayyar
Mr Tariq Omran

Independent examiner Abdul Virji FCA
6 Exhibition House
Addison Bridge Place
London
W14 8XP

Structure, governance and management

Governing Document

The organisation was registered as a charity on 15th October 1996 and is governed by its constitution dated 20th April 1996, as amended on 1st September 1996.

Organisational Structure

Iraqi Welfare Association has a Management Committee of 7 trustees who meet quarterly and are responsible for the strategic direction and policy of the charity.

Risk Management

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Iraqi Welfare Association

Trustees' Annual Report *(continued)*

Year ended 31 July 2020

Structure, governance and management *(continued)*

Organisation's Policies

IWA has produced a set of policy documents to enable the charity to operate within the Charity Commission's rules and procedures, and Government's legislation, and also to protect the name and integrity of the charity.

We have produced and adopted the following policies;

- Complaints Procedures
- Anti-corruption and anti-bribery policy
- Youth & vulnerable adult safeguarding Policy
- IWA Data protection Policy
- Reserve Policy

Objectives and activities

The charity's objectives are;

• The relief of poverty, sickness and distress and the advancement of education, particularly among Iraqis wherever they may be. • To provide or assist in the provision of facilities in the interest of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities, by reasons of their youth, age infirmity or disability, financial hardship with object of improving their conditions of life. • To promote social inclusion of members of the Iraqi community in the UK by preventing them from becoming socially excluded and assisting them to integrate in society. • To be a resource for members of the Iraqi community by providing advice, assistance. Support, training and workshops in order to develop their skills, capacities and to enable them to fully participate in society.

The Trustees have complied with the duty in section 17 of the Charities Act 2011.

Achievements and performance

The Trustees consider that the performance of the charity this year has been satisfactory.

Financial review

Against the backdrop of limited resources the charity has continued to plan or develop its services. With the aid of sound financial management and the support of both its staff and volunteers, the charity has achieved a satisfactory outcome for the year, with sufficient resources to continue its normal activities in the forthcoming years. The charity has a policy of keeping at least 6 months support costs as reserve at all times, which for the year is £100,000.

Plans for future periods

The charity intends to continue its activities in pursuance of its listed defined objectives.

The trustees' annual report was approved on 6 July 2021 and signed on behalf of the board of trustees by:



Mr Tamir Hassan
Trustee

Iraqi Welfare Association

Independent Examiner's Report to the Trustees of Iraqi Welfare Association

Year ended 31 July 2020

I report to the trustees on my examination of the financial statements of Iraqi Welfare Association ('the charity') for the year ended 31 July 2020.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Abdul Virji FCA
Independent Examiner

6 Exhibition House
Addison Bridge Place
London
W14 8XP

6 July 2021

Iraqi Welfare Association
Statement of Financial Activities
Year ended 31 July 2020

		2020		2019
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	347,643	347,643	895,970
Investment income	5	12,043	12,043	12,000
Total income		<u>359,686</u>	<u>359,686</u>	<u>907,970</u>
Expenditure				
Expenditure on charitable activities	6,7	413,307	413,307	923,035
Total expenditure		<u>413,307</u>	<u>413,307</u>	<u>923,035</u>
Net expenditure and net movement in funds		<u>(53,621)</u>	<u>(53,621)</u>	<u>(15,065)</u>
Reconciliation of funds				
Total funds brought forward		211,055	211,055	226,120
Total funds carried forward		<u>157,434</u>	<u>157,434</u>	<u>211,055</u>

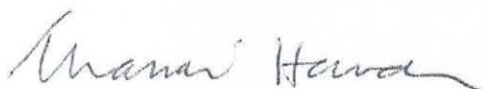
The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 13 form part of these financial statements.

Iraqi Welfare Association
Statement of Financial Position
31 July 2020

	Note	2020 £	£	2019 £
Fixed assets				
Tangible fixed assets	13		1,087	626
Current assets				
Debtors	14	5,000		5,000
Cash at bank and in hand		<u>154,293</u>		<u>212,708</u>
		159,293		217,708
Creditors: amounts falling due within one year	15	<u>2,946</u>		<u>7,279</u>
Net current assets			156,347	210,429
Total assets less current liabilities			157,434	211,055
Net assets			157,434	211,055
Funds of the charity				
Unrestricted funds			157,434	211,055
Total charity funds	16		157,434	211,055

These financial statements were approved by the board of trustees and authorised for issue on 6 July 2021, and are signed on behalf of the board by:



Mr Thamir Hassan
Trustee

The notes on pages 7 to 13 form part of these financial statements.

Iraqi Welfare Association

Statement of Cash Flows

Year ended 31 July 2020

	2020 £	2019 £
Cash flows from operating activities		
Net expenditure	(53,621)	(15,065)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	854	657
Dividends, interest and rents from investments	(12,000)	(12,000)
Other interest receivable and similar income	(43)	—
Interest payable and similar charges	362	1,073
Accrued (income)/expenses	(2,694)	2,820
<i>Changes in:</i>		
Trade and other creditors	(1,639)	(1,019)
Cash generated from operations	(68,781)	(23,534)
Interest paid	(362)	(1,073)
Interest received	43	—
Net cash used in operating activities	(69,100)	(24,607)
Cash flows from investing activities		
Dividends, interest and rents from investments	12,000	12,000
Purchase of tangible assets	(1,315)	—
Net cash from investing activities	10,685	12,000
Net decrease in cash and cash equivalents	(58,415)	(12,607)
Cash and cash equivalents at beginning of year	212,708	225,315
Cash and cash equivalents at end of year	154,293	212,708

The notes on pages 7 to 13 form part of these financial statements.

Iraqi Welfare Association

Notes to the Financial Statements

Year ended 31 July 2020

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 7 Rutherford Way, Wembley, HA9 0BP, Middlesex.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the general objectives of the charity.

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilised in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents and are shown separately in the financial statements.

Designated funds are funds which have been set aside or utilised for a specific purpose and are not available for general use. Some designated funds can be recognised as income over a period, and these are shown in the movement of funds and in the income and expenditure account.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprising the costs associated with attracting voluntary income.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It included both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Support costs are incurred to facilitate activities and include the central office functions such as general management, payroll administration, budgeting and accounting, information technology, human resources and finance.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 25% straight line
Equipment	- 25% straight line

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations				
HMRC Gift Aid	79,752	79,752	162,296	162,296
Donations	237,217	237,217	723,574	723,574
Events & Trips	1,785	1,785	7,100	7,100
Grants received	28,889	28,889	3,000	3,000
	<u>347,643</u>	<u>347,643</u>	<u>895,970</u>	<u>895,970</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Income from investment properties	12,000	12,000	12,000	12,000
Bank interest receivable	43	43	—	—
	<u>12,043</u>	<u>12,043</u>	<u>12,000</u>	<u>12,000</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Financial Assistance	263,733	—	263,733
Newsletter and Magazines	7,270	—	7,270
Events and Functions	25,520	—	25,520
Support costs	116,784	—	116,784
	<u>413,307</u>	<u>—</u>	<u>413,307</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Financial Assistance	772,013	—	772,013
Newsletter and Magazines	4,795	—	4,795
Events and Functions	28,693	7,704	36,397
Support costs	109,830	—	109,830
	<u>915,331</u>	<u>7,704</u>	<u>923,035</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2020	Total fund 2019
	£	£	£	£
Financial Assistance	263,733	113,335	377,067	878,645
Newsletter and Magazines	7,270	—	7,270	4,795
Events and Functions	25,520	—	25,520	36,397
Governance costs	—	3,450	3,450	3,198
	<u>296,523</u>	<u>116,785</u>	<u>413,307</u>	<u>923,035</u>

8. Analysis of support costs

	Financial Assistance	Total 2020	Total 2019
	£	£	£
Staff costs	20,327	20,327	15,352
Premises	28,505	28,505	42,670
Communications and IT	326	326	600
General office	5,285	5,285	9,834
Finance costs	362	362	1,073
Governance costs	3,450	3,450	3,198
Insurance	532	532	522
Legal & professional fees	56,509	56,509	35,923
Depreciation	855	855	657
Promotion	634	634	—
	<u>116,785</u>	<u>116,785</u>	<u>109,829</u>

9. Net expenditure

Net expenditure is stated after charging/(crediting):

	2020	2019
	£	£
Depreciation of tangible fixed assets	<u>854</u>	<u>657</u>

10. Independent examination fees

	2020	2019
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>750</u>	<u>750</u>

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2020	2019
	£	£
Wages and salaries	<u>20,327</u>	<u>15,352</u>

The average head count of employees during the year was 4 (2019: 3).

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

11. Staff costs *(continued)*

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees

13. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 August 2019	1,173	47,378	48,551
Additions	–	1,315	1,315
At 31 July 2020	<u>1,173</u>	<u>48,693</u>	<u>49,866</u>
Depreciation			
At 1 August 2019	1,171	46,754	47,925
Charge for the year	–	854	854
At 31 July 2020	<u>1,171</u>	<u>47,608</u>	<u>48,779</u>
Carrying amount			
At 31 July 2020	<u>2</u>	<u>1,085</u>	<u>1,087</u>
At 31 July 2019	<u>2</u>	<u>624</u>	<u>626</u>

14. Debtors

	2020	2019
	£	£
Prepayments and accrued income	<u>5,000</u>	<u>5,000</u>

15. Creditors: amounts falling due within one year

	2020	2019
	£	£
Accruals and deferred income	2,946	5,640
Social security and other taxes	–	109
Other creditors	–	1,530
	<u>2,946</u>	<u>7,279</u>

Iraqi Welfare Association

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

16. Analysis of charitable funds

Unrestricted funds

	At 1 August 2019	Income £	Expenditure £	At 31 July 2020 £
General funds	211,055	359,686	(413,307)	157,434

	At 1 August 2018	Income £	Expenditure £	At 31 July 2019 £
General funds	218,416	907,970	(915,331)	211,055

17. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	1,087	1,087
Current assets	159,293	159,293
Creditors less than 1 year	(2,946)	(2,946)
Net assets	157,434	157,434

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	626	626
Current assets	217,708	217,708
Creditors less than 1 year	(7,279)	(7,279)
Net assets	211,055	211,055

18. Analysis of changes in net debt

	At 1 Aug 2019 £	Cash flows £	At 31 Jul 2020 £
Cash at bank and in hand	212,708	(58,415)	154,293