

Charity Registration No. 1115625

Company Registration No. 5354695 (England and Wales)

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr Abdul Shakiry Mr K Sharifi Dr Z S Habib
Charity number	1115625
Company number	5354695
Registered office	Unit 1D Crusader House 289 Cricklewood Broadway London London UK NW2 6NX
Independent examiner	ZAM Mushtaq Ltd First Floor 2 Woodberry Grove London N12 0DR

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

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SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report and financial statements for the year ended 31 December 2020.

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 Companies Act 2006 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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The charity's objects are to support:

- Al Shakiry Charity for Social Solidarity and its five affiliated Branches in Iraq.
- Iraqi Community in London.
- To promote the efficiency and effectiveness of charities and the efficient use of charitable resources in Iraq and the United Kingdom by providing information, guidance, training and technical and professional support and assistance.
- Relief of Poverty: The prevention or relief of poverty in Iraq and among Iraqi communities (in particular widows and orphans, the sick, disabled, elderly and internally forced displaced people) by providing: sponsorship, financial support and services to individuals in need and/or charities or other organisations working to prevent or relieve poverty.
- Community Capacity Building: To develop the capacity and skills of the members of the socially and economically disadvantaged Iraqi communities in Iraq and London in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society.
- Social Inclusion: To promote social inclusion for the public benefit of communities in Iraq by preventing people from becoming socially excluded, relieving the needs of those who are socially excluded and assisting them to integrate into society.

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

We rely on the support we receive from our volunteers. This enables us to carry out our work and save on our administration expenses. During 2020 six volunteers (working from home) supported the activities of our office. Their combined input (in the below categories) amounted to an accumulated 2076 volunteering hours, which represented a saving to the Charity resources of approximately £27,750

Category	No. of Volunteers	Volunteer Hours
Fundraising	2	200
Administration	1	768
Finance	1	756
Translations & Media	1	210
Management	1	192
Totals	6	2076

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Achievements and performance

London Head Office is the hub for administration and fundraising activities in London as well as Iraq, and is responsible for the day to day management, administration and operation of Shakiry Charity for Social Solidarity in a professional and sound manner for the benefit of people in need.

We develop and promote fundraising activities for the purpose of securing donations and sponsorships to support disadvantaged and vulnerable citizens in Iraq.

Our programs to encourage social inclusion and capacity building amongst the Iraqi Community in London comprise participation in social events, training programs and workshops (especially for women), and participation in events and bazaars.

We uphold clear and transparent record keeping of all our activities, and fundraising initiatives. All Donors and Beneficiaries are issued with a relevant registration number, and Donors have access, through our streamlined IT system to trace the path of their donation from source to beneficiary, thereby ensuring that all donations reach the intended recipient/project.

In collaboration with Al Shakiry Charity for Social Solidarity in Baghdad, we provide advice and support to the ongoing development of our Branches and Charity Shops in Iraq.

Our Branches are:

1. Najaf Branch (Opened in January 2010)
2. Bayaa Branch (Opened in June 2010)
3. Sadr City Branch (Opened in November 2011)
4. Grayaat Branch (Opened in March 2012)
5. Basra Branch (Opened in September 2017)

The branches are instrumental in providing support to vulnerable citizens, living in poverty, suffering from illness and/ or disability, or facing a crisis situation. Staff and volunteers regularly carry out home visits to assess the wellbeing of the needy and destitute families. Special Appeals from destitute citizens for financial support are highlighted in our weekly website newsletters, and circulated to our registered donors and sponsors.

For more detailed information on the achievements of Shakiry Charity for Social Solidarity please see our website www.shakirycharity.org.

Support to Orphans through our sponsorship program remains the core activity of Shakiry Charity. Our target during 2019 was to provide monthly support to 183 orphans.

The high rate of orphans in Iraq has been accredited to wars and ethnic conflicts and cleansing the country has suffered. Further decline, due to negligent and inefficient government services, poor water supplies and overall hygiene has also impacted negatively on citizens, especially the most needy.

High levels of pollution in water, soil and air has resulted in an increase in medical ailments, and in particular the spread of cancer. Health problems remain exasperated by non- compliance of the government to legal controls of the environment, and below average health services.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Achievements registered by the Charity during 2020 were

1. Shakiry Charity's activities might have ceased during the months of lockdown had it not been for our sound management, competency in planning, and ability to lead the workforce under the most challenging of times. We were able to significantly reduce the negative impacts of the situation on poor communities, and to continue to function positively and provide the communities we serve with food, clothing and the support they needed.
2. Under Covid19 restrictions, public activities, such as education, training and counselling courses were prohibited from taking place. SC Management seamlessly and efficiently facilitated a change from promoting guidance and educational programs to groups, to instead focus on the needs of individuals and families, meeting with them individually at appointed times, and following up on assigned activities, and highlighting successful outcomes.
3. ASC staff and volunteers were provided with protective working clothes, masks and gloves. Cautiously monitored visits by workers were made by arrangement to the homes of families in need. In doing so, we were able to continue to distribute benefits to them within the days and times allowed for movement, at all times observing the commitment not to mix with them. This controlled response and management was a positive factor in ensuring that the needs of the most vulnerable were met during this time of desolation.
4. At branch level administrative expenses were reduced by decreasing the number of employees (selecting the most qualified for the job), monitoring working hours, reducing expenses (e.g transportation and other unnecessary bills), focusing on effective and beneficial service activities, limiting the hours of working from homes and instead allocating time to field work.
5. As the virus spread in Iraq, and everyone was forced to stay home, under the guidance of SC London, new volunteers were recruited in residential areas close to the needy families, where they were able to establish communication the families. These volunteers contributed effectively to accomplishing many tasks without any financial mandate, and this has become positive with its general results.
6. The branches worked towards allocating monetary contributions to buy food, medicine and other necessary household needs for families. The purpose of this was to expand the scope of service to more families. This was a positive move which attracted new donors. This was monitored by SC management from London.
7. SC administration staff and volunteers maintained daily communication daily through internet and telephone calls. Regular general meetings for the departments, were initiated and carried out every quarter. Members of the Board of Trustees were invited to attend. Meetings and work reports were documented on a regular basis.
8. Our media awareness programs and humanitarian campaigns to support individual destitute families in health and home related matters were suspended on account of our branches being closed to the public. We were unable to meet people's urgent needs, and this normally successful activity almost ceased.
9. SC was restricted from hosting special gala events for fundraising purposes, and receiving income through our donation boxes ceased as shops were closed. SC embarked on a mass communication drive with our donors. We offered to collect donations from donor's homes. We expanded our lines of communications through social media, email and telephone. In doing so, we connected personally with donors who responded positively.
10. During 2020, ASC and our branches were honoured to receive acknowledgement and thanks from the President of the Council of Ministers in Iraq for our active and positive contributions in servicing the community, raising awareness and helping poor families during the difficult months of lockdown. Mention was made of the number of successful campaigns we undertook. This achievement reflects the efficiency and effectiveness, clarity of thought and strong direction of our Trustees, Staff and Volunteers throughout 2020 despite the daunting obstacles which presented during this pandemic year.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1. Statistics:

2. The number of new needy families during 2020 and the total number of families registered with the branches of the Shakiry Charity for Social Solidarity are as follows:

Shakiry Charity Branches in Iraq	Total newly registered families in 2020	Total newly registered families at the branch
Bayaa	8	338
Grayaat	58	1242
Sadr City	15	213
Najaf	215	652
Basra	26	428
Totals	322	2873

2. Cash and in-kind contributions to the London branches and the Foreign Exchange for 2020

Branch Name (Local – Iraq)	Local cash Donations IQD	Local in-kind Donations IQD	London Donations IQD	Total IQD Donations to needy families
Bayaa	21.114.000	13.225.000	14.005.000	48.344.000
Grayaat	8.591.000	2.781.000	26.395.000	37.767.002
Sadr City	4.201.000	5.769.500	35.535.000	45.505.500
Najaf	19.756.250	41.127.500	33.315.000	94.198.750
Basra	8.525.000	13.705.000	45.546.000	67.776.000
Totals	62.187.250	76.608.000	154.795.002	293.591.252

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

3. Charity Bank loans to needy families to promote businesses.

Loans were allocated for new projects to families wishing to learn and work whilst under lockdown at home.

Branch name	Total Loans	Total Value	Repayment	Balance	Project Loans	Project Type
Bayaa Centre	16	2,700.000	2,500.000	200.000	4	Pastry industry 4
Grayaat Centre	12	1,579.000	1,579.500	0000000	3	Pastry industry 3
Sadr Centre	86	16,348.100	15,110.500	1,237.600	18 10	Pastry industry Cleaning and laundry
Najaf Centre	103	24,116.750	16,713.000	7,403.750	18 8 1	Pastry industry Cleaning & laundry MTR Cargo Tricycle
Basra Centre	178	74,576.500	72,107.500	2,469.000	28 26 2 4 13 9	Pastry industry Cleaning & laundry Baking Sewing Machines Fish & chicken grill Frozen food industry
Total	395	119,320.850	108,010.500	11,310.350	144	

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

CORE PROJECTS FUNDED AND MANAGED BY SHAKIRY CHARITY

1. Individual Relief

a. Sponsoring orphans and/or disabled children

b. Special Appeals

2. Group Relief

3. Charity Bank

PROJECTS

1. Individual Relief

Sponsoring orphans and/or disabled children

£28,520 (approx. IQD 43,350,000*) was raised to sponsor 173 orphaned/disabled children from destitute families. Each child received £15 (approximately IQD 25,000*) monthly.

Special Appeals

£29,480 (approx. IQD 44,810,000*) was received from Special Appeals/Newsletters on Shakiry Charity website. These appeals were requests for financial support from individuals and families in immediate need of emergency help.

2. Group Relief

Food and Clothing

The Food and Clothing Voucher system for needy children and families is functioning effectively. Each family registered with one of our Branches receive 10 x vouchers valued IQD 5000 each (total value = IQD 50,000). Vouchers are redeemed at Shakiry Charity shops. Families use these vouchers according to buy foods and goods according to their household needs. During 2020, the total amount raised for this project was £44,480* (approximately IQD 67,611,000*) which provided for 1132 families.

3. Charity Bank for Small Businesses

The Charity Bank (Fund) facilitates loans to destitute and unemployed citizens, in particular women, creating an opportunity for them to learn a skill, purchase equipment and material, to enable them to become self-sufficient, earn a living, and provide for their families. Applicants need to meet certain criteria to qualify for an interest free loan. Generally, the loans are repaid in monthly instalments over a period of 12 – 24 months (depending on the total value of the loan).

During 2020 a total of 395. loans total value £78,500 (approx. IQD 119.320.850*) were approved and granted under the Charity Bank for Small Businesses Program. The current capital of the Charity Bank is £56,792 (approximately IQD 86.324.000*).

Note: 1. * = Rate of Exchange during this financial year fluctuated between £1.00 = 1520 IQD

2. From time to time we transfer a higher amount than actual donation we receive. This is paid by SCSS through our unrestricted donations account.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Charity Bank Loans

	2020	2019	2018	2017	2016
Iraqi Home Products Program*	43	62	20	19	24
SS Sewing Machine	04	04	18	05	31
Bread Oven			04	0	0
Fabrics (for Sewing Program)			0	0	0
Medical Support			02		
Welfare Support			76	02	0
Other loans		5	0	01	0
Shakiry Charity Shops		81			
Pastry Industry	71				
Cleaning & Laundry	44				
MTR Cargo Tricycle	01				
Total	163	152	120	27	55

Iraqi Home Products Program* (I.H.P) refers to loans for materials and equipment in order to produce Iraqi home products (e.g. clothing, tr

Financial review

The Trustees have reviewed the reserves of the charity. Deficit for the year amounted to £ 9,817 This refers to the transfer of funds from the UK Charity Bank Fund (account) to the Charity Bank in Iraq. Conscientious efforts are made in keeping overhead costs down through efficiency drives.

General Funds

As at 31 December 2020 unrestricted general funds, were £62,855 represented by debtors of £12,864 cash at bank of £58,792 and creditors of £314. Please see details in financial statements in page 15.

Restricted Funds

Restricted funds held were £10,148.

The Trustees of Shakiry Charity have agreed that provision for the day to day operational expenses of the Charity are currently covered by the Chair.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees manage the internal and external risks to SCSS through regular reviews of the financial position and internal control environment. SCSS operates a comprehensive annual planning and budgeting system and any significant changes to these plans are subject to the specific approval of Management and Trustees. The financial reporting system compares results with these plans on a regular basis.

Income

As a charity, SCSS is dependent on the continuing financial support of its donors. The fundraising team implement the fundraising strategy. Gathering and sharing the stories of destitute citizens in need is a key focus along with the continued additional diversification of our income base. Maintaining a solid fundraising plan and professional fundraising team is a priority.

Recruitment

An inability to attract/retain such personnel would lead to difficulty in sustaining SCSS's current financial model.

Reputation

Damage to reputation is a risk for any organization and particularly important for a charity. Well-developed communication and safeguarding processes, both internal to SCSS and with network partners, are key to minimizing this risk.

Trustees and Management of Shakiry Charity, working together with dedicated staff and volunteers will continue to provide support and relief from suffering to disadvantaged and vulnerable citizens in Iraq. Our goal for 2020 was to focus on **"The Child"** whether orphan or from a poor family. Instead, due to Covid-19, our focus shifted to caring in general and providing wholeheartedly for families and individual humanitarian needs during the extended lockdown periods. The Corona Virus pandemic restricted many of the fundraising programmes we had planned.

Fundraising Strategy for Shakiry Charity for 2021

1. Increase communication within local community groups to create greater awareness and gain support for our aims and objectives.
2. Improved regular updates and communication with existing donors and sponsors of orphans to raise the level of donations.
3. In the event that restrictions on social contact, events, gatherings and distribution of brochures are maintained by Covid-19 restrictions, we will embrace communication through electronic means (messages, phone, WhatsApp, Instagram).
4. We will launch a new voucher which will be called a **Compassion/Mercy Card**. The purpose of this card will be to honour the deceased by way of donating food baskets to needy and hungry families.
5. We will continue to expand our network of donation boxes displayed in food stores and specialized shops and engage the help of volunteers for this purpose.
6. We will seek to attract a group of young volunteers who are passionate about the work that we are doing, support our objectives, and are ready to promote humanitarian support with us in this field, in particular we will encourage university and college students studying from home who need to obtain work experiences.
7. We will continue to engage in successful seasonal campaigns, Covid19 restrictions permitting, such as during the month of Ramadan - Eid al-Fitr and Eid al-Adha. Also, our Back to School and Winter Warmth Program.
8. Our core programs throughout the year will focus on increasing sponsorship for families, orphans and people with special needs, as well as raising donations to provide relief from suffering.

Structure, governance and management

The charity is a company limited by guarantee incorporated on 7 February 2005 and registered as a charity on 31 July 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up directors are required to contribute an amount of £10.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr Abdul Shakiry

Mr K Sharifi

Mr H Shakiry

(Resigned 11 June 2021)

Dr Z S Habib

Mr S Bati

(Resigned 30 November 2020)

Under the requirements of the Memorandum and Articles of Association, the appointment of a Director/Trustee is a lifetime appointment. The charity may by an ordinary, or online resolution appoint a person who is willing to act to be a director; and the charity is required to file this information with both Companies House and Charity Commission

The Annual General Meeting was held on 22nd January 2020. The charity will recruit new trustees with relevant experience, expertise and professionalism to lead SCSS forward, as and when required. Mr A.S. Shakiry and Mr K Sharifi, both founding members of Shakiry Charity, continue to devote their time in a volunteering capacity as Trustees of the charity (Chair and Vice Chair respectively) and in the day to day management, as they have done since inception in 2005.

The board of trustees and the senior management team (SMT – Mr A.S. Shakiry, Mr K. Sharifi and Mr S Bati) are the key management personnel of SCSS, in charge of directing, controlling, running and operating the charity. Trustees give of their time freely and no trustee remuneration was paid in the year.

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

Mr Abdul Shakiry

Trustee

Dated: 28 September 2021

Mr K Sharifi

Trustee

Dated: 28 September 2021

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

I report to the trustees on my examination of the financial statements of Shakiry Charity for Social Solidarity (the charity) for the year ended 31 December 2020.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that 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 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.

 (T. MUSHTAQ).

ZAM Mushtaq Ltd

First Floor
2 Woodberry Grove
London
N12 0DR

Dated: 28 September 2021

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Income and endowments from:							
Donations and legacies	3	81,539	90,517	172,056	74,985	84,018	159,003
Other income	4	9	-	9	182	-	182
Total income		81,548	90,517	172,065	75,167	84,018	159,185
Expenditure on:							
Raising funds	5	4,435	-	4,435	6,294	-	6,294
Charitable activities	6	44,470	139,677	184,147	61,576	125,000	186,576
Total resources expended		48,905	139,677	188,582	67,870	125,000	192,870
Net incoming/ (outgoing) resources before transfers		32,643	(49,160)	(16,517)	7,297	(40,982)	(33,685)
Gross transfers between funds		(42,460)	42,460	-	-	-	-
Net expenditure for the year/ Net movement in funds		(9,817)	(6,700)	(16,517)	7,297	(40,982)	(33,685)
Fund balances at 1 January 2020		72,672	16,848	89,520	65,375	57,830	123,205
Fund balances at 31 December 2020		62,855	10,148	73,003	72,672	16,848	89,520

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	11		1,661		687
Current assets					
Debtors	12	12,864		26,122	
Cash at bank and in hand		58,792		62,711	
		<u>71,656</u>		<u>88,833</u>	
Creditors: amounts falling due within one year	13	(314)		-	
Net current assets			71,342		88,833
Total assets less current liabilities			<u>73,003</u>		<u>89,520</u>
Income funds					
Restricted funds			10,148		16,848
Unrestricted funds			62,855		72,672
			<u>73,003</u>		<u>89,520</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2020.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

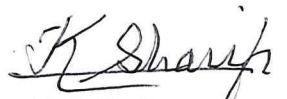
The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 28 September 2021



Mr Abdul Shakiry
Trustee



Mr K Sharifi
Trustee

Company Registration No. 5354695

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

Shakiry Charity for Social Solidarity is a private company limited by guarantee incorporated in England and Wales. The registered office is Unit 1D, Crusader House, 289 Cricklewood Broadway, London, London, NW2 6NX, UK.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 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)" (as amended for accounting periods commencing from 1 January 2016). 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 applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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 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.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Expenditure

Expenses are included in the financial statements as they become due.

Expenses include VAT where applicable as the company cannot reclaim it.

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% on cost
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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 net income/(expenditure) for the year.

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.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

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.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

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.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020 £	2020 £	2020 £	2019 £	2019 £	2019 £
Donations and gifts	68,387	90,517	158,904	74,985	84,018	159,003
Government grants received	13,152	-	13,152	-	-	-
	<u>81,539</u>	<u>90,517</u>	<u>172,056</u>	<u>74,985</u>	<u>84,018</u>	<u>159,003</u>

4 Other income

	Unrestricted funds	Total
	2020 £	2019 £
Other income	<u>9</u>	<u>182</u>

5 Raising funds

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
<u>Fundraising and publicity</u>		
Seeking donations, grants and legacies	-	3,519
Volunteer expenses	3,941	2,775
Other fundraising costs	494	-
	<u>4,435</u>	<u>6,294</u>
Fundraising and publicity	<u>4,435</u>	<u>6,294</u>

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

6 Charitable activities

	Charitable Expenditure 2020 £	Charitable Expenditure 2019 £
Staff costs	12,058	29,017
Depreciation and impairment	554	229
Website Maintenance	11,001	11,199
Rent and rates	10,796	13,842
Premises Insurance	243	228
Electricity charges	1,231	1,545
Printing, postage and stationery	1,225	916
Telephone	827	552
Cleaning	120	420
Bank and paypal	765	1,009
Sundry expenses	1,422	1,131
Computer hardware and software costs	373	438
Motor Expenses	614	-
Travelling Costs	240	-
	<u>41,469</u>	<u>60,526</u>
Grant funding of activities (see note 7)	139,677	125,000
Share of governance costs (see note 8)	3,001	1,050
	<u>184,147</u>	<u>186,576</u>
Analysis by fund		
Unrestricted funds	44,470	61,576
Restricted funds	139,677	125,000
	<u>184,147</u>	<u>186,576</u>
For the year ended 31 December 2019		
Unrestricted funds	61,576	
Restricted funds	125,000	
	<u>186,576</u>	

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

7 Grants payable	Charitable Expenditure 2020 £	Charitable Expenditure 2019 £
Grants to institutions: Al Shakiry Charity - Iraq	139,677	125,000

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

8 Support costs

	Support costs £	Governance costs £	2020 £	2019 £
Independent Examiner fees	-	950	950	950
Accountancy fees	-	2,051	2,051	100
	-	3,001	3,001	1,050
Analysed between Charitable activities	-	3,001	3,001	1,050

9 Trustees

None of the 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:

	2020 Number	2019 Number
Admin	1	4
Employment costs	2020 £	2019 £
Wages and salaries	11,928	27,525
Social security costs	130	968
Other pension costs	-	524
	12,058	29,017

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

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

11 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 January 2020	13,638
Additions	1,528
	<u>15,166</u>
At 31 December 2020	
Depreciation and impairment	
At 1 January 2020	12,951
Depreciation charged in the year	554
	<u>13,505</u>
At 31 December 2020	
Carrying amount	
At 31 December 2020	<u>1,661</u>
At 31 December 2019	<u>687</u>

12 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Other debtors	<u>12,864</u>	<u>26,122</u>

13 Creditors: amounts falling due within one year

	2020 £	2019 £
Other taxation and social security	14	-
Accruals and deferred income	300	-
	<u>314</u>	<u>-</u>

14 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £- (2019 - £524).

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

15 Analysis of net assets between funds

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Fund balances at 31 December 2020 are represented by:						
Tangible assets	1,661	-	1,661	687	-	687
Current assets/ (liabilities)	54,494	16,848	71,342	71,985	16,848	88,833
	<u>56,155</u>	<u>16,848</u>	<u>73,003</u>	<u>72,672</u>	<u>16,848</u>	<u>89,520</u>

16 Related party transactions

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

A former trustee retired during the year. The former trustee was given a staff loan in the year but it was repaid in full before the year end.