

Registered Company Number: 08612172

Registered Charity Number: 1162805

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

COMPANY INFORMATION

Trustees	Dr Awadh Salem Awdeh Alasaime Haroun Atallah Dr Alija Avdukic Dr Aqsa Noreen Aziz (Joined 9 th July 2023) Magdalena Samsuddin (Joined 9 th July 2023)
Company registration number	08612172
Charity registration number	1162805
Registered office	22 Sampson Road North Birmingham B11 1BL
Principal office	22 Sampson Road North Birmingham B11 1BL
Independent auditor	Grant Thornton UK LLP 17 th Floor 103 Colmore Row Birmingham B3 3AG
Bankers	Barclays Bank PLC 1 Churchill Place London E14 5HP
Solicitors	Bates Wells 10 Queen Street Place London EC4R 1BE

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

CONTENTS

	Page
Trustees' report	4 - 6
Independent auditor's report	7 - 10
Statement of financial activities	11
Balance sheet	12
Cash flow statement	13
Notes to the financial statements	14 - 19

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees present their annual report and the financial statements for the year ended 31 December 2023. The Trustees confirm that the annual report and financial statements of the company comply with the current statutory requirements, requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

International Waqf Fund is a company limited by guarantee by its Memorandum and Articles of Association. The company operates as a registered charity and is a subsidiary of Islamic Relief Worldwide (company number 02365572) which also operates as a registered charity. The wider Group includes TIC International Ltd and IR Mauritius. The Group is part of a wider network of affiliated but independent charitable entities around the world which share the "Islamic Relief" name.

Organisational structure

The charitable company is managed by the Board of Trustees, all of whom are Directors of the company acting in a voluntary capacity, who consider all significant matters such as strategy and major expenditure at their meetings. The Trustees are responsible for oversight of the charity delegating day-to-day operations to an Executive Director; the post was held by Mr Morshed Alam until February 2023 and by Dr. Mohammed Alsaghir subsequently.

Recruitment and appointment of Trustees

Trustees are appointed to the Board by decision from the board of Trustees of the parent Charity Islamic Relief Worldwide.

Induction and training of Trustees

Newly appointed Trustees are introduced to the operations of the Charity by staff and Trustees. They are familiarized with the Charity's governing documents and their responsibilities as Trustees. They also benefit from a structured governance training programme developed by the Humanitarian Academy for Development (HAD).

Risks and Uncertainties

The executive management team undertakes strategic and operational reviews to evaluate performance, identify organisational risks and to develop plans to address issues identified. The BOT reviews proposed plans and once approved they are delegated to the executive team for implementation. The executive team is responsible for implementation of the plans, with the Board of Trustees monitoring progress. To underpin the process of risk management, International Waqf Fund utilises specialist Risk Management software which is overseen by the Parent Company's Internal Audit function. The principal risks and uncertainties facing International Waqf Fund are: the risks of not being able to secure sufficient funds to meet the objectives of the organisation or to cover its operational costs and the risk of poor performance. The former risk has been mitigated by the formulation of a marketing plan whilst the latter has been addressed by the establishment of an Investment Committee.

Fundraising

International Waqf Fund adheres to all relevant statutory regulations including the Data Protection Act 2018 and the Charities Act 2011. It strives for best practice in fundraising by adhering to the Code of Fundraising Practice and is committed to the Fundraising Promise. The Charity's approach mainly utilises Digital Fundraising and does not use third party organisations to fundraise on its behalf. The Charity greatly values the generosity shown by all its donors and supporters.

Objectives and activities

The purpose of the Charity is to operate under Waqf (Islamic endowment) principles, investing donors funds and utilizing the returns for the following charitable objectives –

1. the advancement of education, by means including but not limited to:
 - a) establishing, operating, and maintaining schools
 - b) providing training, programmes, courses, seminars, classes, workshops, performances, scholarships, bursaries, awards, grants, books, equipment, and educational aids
 - c) establishing, maintaining, and operating libraries
 - d) establishing, maintaining, and operating educational training centre

TRUSTEES' REPORT (Continued) FOR THE YEAR ENDED 31 DECEMBER 2023

2. the relief and prevention of poverty, by means including, but not limited to:
 - a) the provision of emergency assistance to assist those people affected by conflict or disaster.
 - b) the provision of food supplies.
 - c) the provision of financial, technical, or other support for small business and enterprise development, which are owned by and/or primarily employ poor persons enabling them to generate a sustainable income and be self-sufficient.
 - d) initiatives to address unemployment.
3. the promotion and preservation of health and well-being and the prevention and treatment of disease, by means including, but not limited to:
 - a) the provision of safe and accessible water supplies and improved sanitation.
 - b) the relief, the care and welfare of children and in particular orphan children.
4. the advancement of sustainable development, by means including, but not limited to:
 - a) the preservation, conservation and the protection of the environment and the prudent use of resources.
 - b) the relief of poverty and the improvement of the conditions of life in socially and economically disadvantaged communities.
 - c) the promotion of sustainable means of achieving economic growth and regeneration (sustainable development meaning “development which meets the needs of the present without compromising the ability of future generations to meet their own needs”).
5. the promotion of the third sector organisations and the efficiency and effectiveness of third sector organisations (“third sector organisations” means charities, voluntary organisations and other forms of social enterprises established for public and community benefit)
6. the advancement of such other purposes as are exclusively charitable in England and Wales as the Trustees shall determine in their sole discretion.

Public Benefit

The Trustees approve strategic plans to deliver maximum public benefit and achieve the strategic objectives which fall under purposes defined by the Charities Act 2011. The Trustees have carefully considered the Charity Commission’s general guidance on public benefit in setting objectives and planning activities.

ACHIEVEMENTS, PERFORMANCE AND STRATEGY

Review of activities

The trustees are happy to report that during 2023 International Waqf Fund supported 12 projects. The charity also continued to sponsor Orphans in Gaza and Niger and maintained the microfinance project in Bosnia again in the year. The projects spanned in 14 countries : Afghanistan, Syria, Türkiye, Niger, Palestine, Iraq, Mali, Niger, South Sudan, Sri Lanka, Morocco Lebanon, India, Bosnia and Herzegovina.

The details of the projects are as follows –

- Earthquake Emergency Türkiye and Syria
- Improving Livelihoods and WASH status of Orphan Families in through household-based planning approach in Afghanistan
- Orphan Sponsorship in Gaza and Niger
- Supporting health and educational services for children with physical disability at Gaza Strip
- Ramadan Food Packs: India, Mali, Palestine and Syria
- Enhancing Education in Kurdistan region , Iraq
- Qurbani meat packs: Mali and Niger
- Restoration of Water sources and Education South Sudan
- AquaBoost - Empowering Communities with Safe Water in Sri Lanka.
- Emergency Earthquake Response Morocco
- “Launchpad” Providing Fresh Graduate Orphans Assistance and Skills to Secure an Enhanced Income in Lebanon
- Powering the dreams of entrepreneurial youth in Bosnia and Herzegovina
- Continue to use 2017 Microfinance funds to empower women through sustainable loans in Bosnia and Herzegovina.

TRUSTEES' REPORT (Continued) FOR THE YEAR ENDED 31 DECEMBER 2023

Remuneration Policy

Pay and remuneration of International Waqf Fund's key management personnel is set by reference to sector benchmarks. The Charity aims to keep staff pay within the median quartile of benchmarking exercises.

Financial Review

This was the fourth year of operation of the Charity and as such the Trustees are satisfied with the financial performance of the organization. A surplus of £150,116 of Unrestricted funds was generated in the year as well as a surplus of £376,212 against Endowment Funds. The accumulated balance of the Unrestricted Fund stood at £584,102 at the year-end whilst the accumulated balance against the Endowment Fund stood at £1,700,288. The Trustees are grateful to the donors for their generosity and regularly identify suitable investment opportunities for the endowment funds.

Strategy

The Charity has a marketing strategy to maximize donations and explores investment opportunities that provide the best returns given the risk appetite of the organization.

Statement of trustees' responsibilities

The Trustees (who are also directors of International Waqf Fund for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to ensure that:

- suitable accounting policies are adopted and applied consistently.
- methods and principles of the Charities SORP are followed.
- judgments and accounting estimates are reasonable and prudent.
- that applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- the financial statements are prepared on a going concern basis.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report was approved by the Trustees on 20th June 2024 and signed on their behalf by -



Haroun Atallah FRSA FCA
Chair of the Board of Trustee

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL WAQF FUND

Opinion

We have audited the financial statements of International WAQF Fund (the 'charitable company') for the year ended 31 December 2023, which comprise the Statement of Financial Activities and Income & Expenditure, the Balance Sheet, the Cashflow Statement and notes to the financial statements, 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 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 charitable company's affairs as at 31 December 2023 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 including FRS 102; The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Statement of Recommended Practice: Accounting and Reporting by Charities, 2019 Edition; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We have been appointed as auditor under the Companies Act 2006 and report in accordance with regulations made under that Act. 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 charitable company 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

We are responsible for concluding 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 charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the auditor's opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the company to cease to continue as a going concern.

In our evaluation of the trustees' conclusions, we considered the inherent risks associated with the charitable company's business model including effects arising from macro-economic uncertainties such as the cost of living crisis, we assessed and challenged the reasonableness of estimates made by the trustees and the related disclosures and analysed how those risks might affect the charitable company's financial resources or ability to continue operations over the going concern period.

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 charitable company'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.

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL WAQF FUND (Continued)

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, except to the extent otherwise explicitly stated in our report, 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 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report, prepared for the purposes of company law, included in the Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Strategic Report and the Directors' Report included in the Annual Report have been prepared in accordance with applicable legal requirements.

Matter on which we are required to report under the Companies Act 2006

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Directors' Report included in the Annual Report.

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 Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page x, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL WAQF FUND (Continued)

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

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the charitable company and the sector in which it operates. We determined that the following laws and regulations were most significant: The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102), Charities SORP (FRS 102), the Companies Act 2006, Charities Act 2011, Data Protection Act 2018 and The Charities (Protection and Social Investment) Act 2016;
- We understood how the charitable company is complying with these legal and regulatory frameworks by making inquiries of management and those charged with governance. We enquired of management and those charged with governance whether there were any instances of non-compliance with laws and regulations, or whether they had any knowledge of actual or suspected fraud. We corroborated the results of our enquiries through our review of board and other minutes and through our legal and professional expenses review;
- We assessed the susceptibility of the charitable company's financial statements to material misstatement, including how fraud might occur and the risk of material override of controls. Audit procedures performed by the engagement team included:
 - Identifying and assessing the design effectiveness of certain controls management has in place to prevent and detect fraud
 - Challenging assumptions and judgements made by management in its significant accounting policies
 - Identifying and testing journal entries, with a focus on unusual journals with specific risk characteristics and large value journals
 - Identifying and testing related party transactions
 - Inspecting the board and other committee minutes
 - Assessing the extent of compliance with the relevant laws and regulations as part of our procedures on the related financial statement item
- These audit procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error and detecting irregularities that result from fraud is inherently more difficult than detecting those that result from error, as fraud may involve collusion, deliberate concealment, forgery or intentional misrepresentations. Also, the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we would become aware of it;
- Assessment of the appropriateness of the collective competence and capabilities of the engagement team included consideration of the engagement team's:
 - understanding of, and practical experience with audit engagements of a similar nature and complexity through appropriate training and participation
 - knowledge of the charity sector
 - understanding of the legal and regulatory requirements specific to the charitable company including:
 - the provisions of the applicable legislation
 - guidance issued by the Charity Commission.

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL WAQF FUND (Continued)

- The team communications in respect of potential non-compliance with relevant laws and regulations included the potential for fraud in revenue through manipulation of income and management override of controls; and
- In assessing the potential risks of material misstatement, we obtained an understanding of:
 - the charitable company's operations, including the nature of its income and expenditure and its services and of its objectives and strategies to understand the classes of transactions, account balances, expected financial statement disclosures and business risks that may result in risks of material misstatement.
 - the charitable company's control environment, including:
 - the policies and procedures implemented by the charitable company to ensure compliance with the requirements of the financial reporting framework and relevant laws and regulations
 - the adequacy of procedures for authorisation of transactions and review of management accounts procedures to ensure that possible breaches of laws and regulations are appropriately resolved.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Grant Thornton UK LLP

Jim McLarnon ACA
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
Birmingham

Date: 20/6/2024

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES AND INCOME & EXPENDITURE FOR THE YEAR ENDED
31 DECEMBER 2023

	Unrestricted Funds £	Endowment Funds £	Total 2023 £	Total 2022 £	Note
Charitable Activities	475,397	376,212	851,610	1,028,714	3
Total Income	475,397	376,212	851,610	1,028,714	
Fundraising Expenditure	195,578	0	195,578	222,971	4
Charitable Expenditure	129,703	0	129,703	146,263	4
Total Expenditure	325,281	0	325,281	369,234	
Surplus on Activities	<u>150,116</u>	<u>376,212</u>	<u>526,328</u>	<u>659,480</u>	
Movement of Funds					
Funds Brought Forward	433,986	1,324,076	1,758,062	1,098,582	
Surplus in Year	150,116	376,212	526,328	659,480	
Funds Carried Forward	<u>584,102</u>	<u>1,700,288</u>	<u>2,284,390</u>	<u>1,758,062</u>	

The notes on pages 14 to 19 form part of these financial statements.

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

BALANCE SHEET
AS AT 31 DECEMBER 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	8	2,598	3,273
Current assets			
Debtors: amounts falling due within one year	9	2,034,859	1,437,066
Cash at bank and in hand		261,496	356,437
		<u>2,296,354</u>	<u>1,793,503</u>
Creditors: amounts falling due within one year	10	(14,562)	(38,714)
Net current assets		<u>2,281,792</u>	<u>1,754,789</u>
Total assets less current liabilities		<u>2,284,390</u>	<u>1,758,062</u>
Net assets		<u>2,284,390</u>	<u>1,758,062</u>
Funds			
Unrestricted		584,102	433,986
Endowment		1,700,288	1,324,076
		<u>2,284,390</u>	<u>1,758,062</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 20th June 2024.



Haroun Atallah FRSA FCA
Chair of the Board of Trustee

The notes on pages 14 to 19 form part of these financial statements.

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

CASHFLOW STATEMENT FOR THE YEAR ENDED
31 DECEMBER 2023

**Reconciliation of net income/ expenditure to net cash flow from
operating activities:**

	2023	2022
	£	£
Net income for the reporting period per the SOFA	526,328	659,480
Adjustments for:		
Depreciation	1,114	1,200
Increase in debtors	(597,793)	(564,506)
Increase/ (Decrease) in creditors	(24,152)	13,608
Net cash generated by operating activities	<u>(94,502)</u>	<u>109,782</u>
Cash flows from investing activities:		
Purchase of property, plant, and equipment	(439)	(1,162)
Net increase/ (decrease) in cash and cash equivalents	<u>(94,941)</u>	<u>108,620</u>
Cash and cash equivalents at the beginning of the period	356,437	247,817
Cash and cash equivalents at the end of the period	261,496	356,437
Consisting of:		
Cash at bank and in hand	<u>261,496</u>	<u>356,437</u>

The notes on pages 14 to 19 form part of these financial statements.

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

1. Company information

International Waqf Fund is a charitable company limited by guarantee, without share capital and governed by its Memorandum and Articles originally dated 16 July 2013 and amended by Special Resolution on 21 July 2015. Originally called Islamic Relief Waqf; the company changed its name to International Waqf Fund on 25 February 2019.

The Principal Address and Registered Office is 22 Sampson Road North, Birmingham B11 1BL.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements of the Charity, which is a public benefit entity under FRS 102, have been prepared 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) (effective 1st January 2019) – (Charities SORP (FRS 102), The Financial Reporting Standard applicable in the UK and Republic of Ireland – (FRS 102) and the Charities Act 2011.

The financial statements have been prepared on a going concern basis under the historical cost convention.

2.2 Going concern

When preparing these Financial Statements, the Trustees have assessed the Company's ability to continue as a going concern. As a result of this assessment no material uncertainties have been identified by the Trustees that may cast significant doubt about the ability of the Company to continue as a going concern. The Trustees consider the fact that the Charity is a subsidiary of Islamic Relief Worldwide and can call upon the support and resources of that organization as a major factor in reaching this judgement.

2.3 Incoming resources

Income is recognised when the charity has entitlement to the funds, it is probable that the income will be received and that the amount can be measured reliably.

2.4 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

2.5 Cash and cash equivalents

Cash at bank and cash in hand includes non-interest-bearing accounts held at call with banks, and cash in hand. Cash equivalents includes monies deposited for less than 120 days or available within a 120-day notice period, without interest penalty.

2.6 Fund accounting

Unrestricted funds: All donations are considered unrestricted unless specifically stated by the donor. Unrestricted

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2023

funds comprise the accumulated surplus or deficit on the statement of financial activities which are available for use at the discretion of the trustees of Islamic Relief Worldwide in furtherance of the objectives of the charity.

Endowment (Waqf) funds: These are funds that have been given to Islamic Relief Worldwide subject to the restriction that they are to be held as capital or spent on a long-term charitable asset. Waqf is employed to generate a return while the original investment remains intact. Waqf returns are used to cater for long-term projects. Waqf is the Islamic equivalent of endowments.

2.7 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation and impairment charges.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method unless otherwise stated.

Depreciation is provided on the following basis:

Computer Equipment straight line -	4 years
Fixtures & fittings straight line -	4 years

2.8 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value.

Debtors

Debtors are measured at the settlement amount after any trade discount offered.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party, and the amount due to settle the obligation can be measured or estimated reliably.

Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2.9 Taxation:

As a registered charity, the company is exempt from taxation of its income and gains to the extent they fall within the charity exemptions in the Corporation Taxes Act 2010 or Section 256 Taxation of Chargeable Gains Act 1992.

The company is unable to recover Value Added Taxation charged on its purchases which is included in the related expense or asset in the accounts.

2.10 Judgments in applying accounting policies and key sources for estimation of uncertainty:

Preparation of the financial statements requires management to make some judgments and estimates. The items where these judgments and estimates have been made include:

Provision for doubtful debts

Debtor balances outstanding at the year end and not received at the date of signing have been considered on a case-by-case basis regarding their recoverability.

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2023

3. Income from charitable activities

	2023 £	2022 £
Donations and legacies	451,610	398,714
Parent company grant	400,000	630,000
	<u>851,610</u>	<u>1,028,714</u>

4. Support costs

Support costs are those that assist the work of the Charity but do not directly represent charitable activities and include management, administration, governance, and facilities costs. They are incurred directly in support of expenditure on the objects of the Charity. Where support costs cannot be directly attributed to particular headings, they have been allocated to costs of raising funds and expenditure on charitable activities on a basis consistent with the use of the resources.

	Total Support Costs £	Activities Undertaken Directly £	Total 2023 £	Total 2022
Fundraising	65,335	130,243	195,578	222,971
Charitable activities	65,335	64,368	129,703	146,263
	<u>130,670</u>	<u>194,611</u>	<u>325,281</u>	<u>369,234</u>

5. Governance

	2023 £	2022 £
Auditor's remuneration (audit)	6,000	4,840
Auditor's remuneration (non-audit work)	0	0
Legal costs	84	300
Trustees' expenses	530	1,890
	<u>6,614</u>	<u>7,030</u>

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

6. Trustees' expenses

	2023 £	2022 £
Meeting costs	31	650
Travel expenses	499	1,240
	<u>530</u>	<u>1,890</u>

Trustees can claim expenses but are not remunerated.

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2023

7. Staff costs and emoluments

	2023 £	2022 £
Gross salaries	162,009	202,203
Employer's National Insurance	16,038	21,883
Employer's Pension	5,758	12,626
	<u>183,805</u>	<u>236,712</u>

The average monthly number of employees during the year was 4 (2022: 4).

No member of staff earned more than £60,000 in the year (2022: Nil)

Key management remuneration amounted to £41,417 (2022: £33,534), including pension costs of £1,420 (2022: £4,227).

8. Tangible fixed assets

	Computer Equipment £	Fixtures & Fittings £	Total £
Cost			
At 1 January 2023	10,377	3,057	13,434
Additions	-	590	590
Disposals	<u>-</u>	<u>(150)</u>	<u>(150)</u>
At 31 December 2023	<u>10,377</u>	<u>3,497</u>	<u>13,874</u>
Depreciation			
At 1 January 2023	7,296	2,866	10,162
Charge for the year	<u>748</u>	<u>366</u>	<u>1,341</u>
At 31 December 2023	<u>8,044</u>	<u>3,232</u>	<u>11,276</u>
Net book value			
At 31 December 2023	<u>2,333</u>	<u>265</u>	<u>2,598</u>
At 31 December 2022	<u>3,082</u>	<u>191</u>	<u>3,273</u>

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2023

9. Debtors

	2023 £	2022 £
Owed by group undertakings	2,000,141	1,401,980
Other taxation	2,196	0
Prepayment and accrued income	8,335	8,335
Other debtors	24,187	26,751
	<u>2,034,859</u>	<u>1,437,066</u>

10. Creditors: Amounts falling due within one year

	2023 £	2022 £
Trade creditors	1,238	21,062
Other taxation and social security	4,304	3,397
Other creditors	4,180	9,415
Accruals and deferred income	4,840	4,840
	<u>14,562</u>	<u>38,714</u>

11. Movement in funds

Unrestricted Funds	2023 £	2022 £
Brought forward	433,986	146,805
Incoming resources	475,397	656,415
Resources expended	325,281	369,234
Balance carried forward	<u>584,102</u>	<u>433,986</u>
Endowment Funds	2023 £	2022 £
Brought forward	1,324,076	951,777
Incoming resources	376,212	372,299
Resources expended	0	0
Balance carried forward	<u>1,700,288</u>	<u>1,324,076</u>

INTERNATIONAL WAQF FUND
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2023

12. Analysis of assets and liabilities representing funds

	Unrestricted	Endowment	Total	Total
	2023	2023	2023	2022
	£	£	£	£
Fixed assets	2,598	0	2,598	3,273
Current assets	596,066	1,700,288	2,296,354	1,793,503
Creditors due within one year	(14,562)	0	(14,562)	(38,714)
	<u>584,102</u>	<u>1,700,288</u>	<u>2,284,390</u>	<u>1,758,062</u>

13. Financial Instruments

Financial assets measured at amortised cost

	2023	2022
	£	£
Debtors	2,034,858	1,437,066
Cash	261,496	356,437
	<u>2,296,354</u>	<u>1,793,503</u>

Financial liabilities measured at amortised cost

	2023	2022
	£	£
Creditors	5,419	30,477
Accruals	4,840	4,840
	<u>10,259</u>	<u>35,317</u>

14. Controlling party

The ultimate parent company is Islamic Relief Worldwide, a charitable company registered in England and Wales, which is based at 19 Rea Street South, Birmingham, B5 6LB.

Islamic Relief Worldwide has the right to appoint and remove the trustees of International Waqf Fund.

Consolidated financial statements can be obtained from the Islamic Relief Worldwide website.
www.Islamic-relief.com.

15. Related Parties

In 2023 a grant of £400,000 (2022: £630,000) was made to International Waqf fund. As at the end of December 2023, the debtor/creditor relationship between Islamic Relief Worldwide and International Waqf Fund stands at £2,000,141. (2022: £1,241,424)