

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 2018

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr Abdul Shakiry Mr K Sharifi Mr H Shakiry Dr Z S Habib Mrs L M S Shakiry
Charity number	1115625
Company number	5354695
Registered office	Unit 1D Crusader House 289 Cricklewood Broadway London London UK NW2 6NX
Independent examiner	Zam Mushtaq Limited Third Floor 86 Whitechapel High Street London UK E1 7QX

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 2018

The Trustees present their report and financial statements for the year ended 31 December 2018.

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

Shakiry Charity for Social Solidarity (SCSS) provides support to:

- Al Shakiry Charity for Social Solidarity and its five affiliated Branches in Iraq.
- Iraqi Community in London.

Our Aims are:

- 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.

Public benefit

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

Volunteers

During the course of 2018, 10 volunteers were engaged by Shakiry Charity. Their combined input accounted for an accumulated 2456 volunteering hours, which represented a financial saving to the Charity resources of approximately £18,240. Volunteers supported the fundraising, administration, accountancy, translation and IT departments of the Charity.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

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

FOR THE YEAR ENDED 31 DECEMBER 2018

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 social inclusion and capacity building programmes amongst the Iraqi Community in London comprise participation in social events, training 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. Every Donor and Beneficiary is allocated a 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.

Through the generosity and benevolent support of our Chair, financing the day to day office expenses, we are able to ensure that one hundred percent of every donation received reaches the intended beneficiary in Iraq.

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 high number of orphans in Iraq has been accredited to wars that took place, in addition to ethnic conflicts and cleansing the country suffered. Our Orphan sponsorship program remains a core activity of Shakiry Charity. During 2018 our target was to provide monthly support to 1053 orphans.

Invaluable daily interaction with the Branches has meant that we have been able to target our fundraising efforts to provide vital support to people facing or living in crisis situations. Staff and volunteers from the Branches carry out regular home visits to assess and monitor the wellbeing and progress of destitute and handicapped people, particularly where negligent and inefficient government services are providing very little support. High levels of pollution in water, soil and air have resulted in an increase in medical ailments, and in particular the spread of cancer. These conditions are exasperated further through below average health services

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

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

FOR THE YEAR ENDED 31 DECEMBER 2018

Destitute citizens are required to register at a branch local to them, where they are treated with the dignity and respect they deserve. Hungry and needy Families are immediately issued with vouchers from the branches, which they are able to exchange for clothing, food or other items, from Shakiry Charity Shops (according to their immediate needs).

The Branches supported the following projects during 2018:

1. A series of 13 Seminars focusing on raising awareness of the problems disadvantaged and destitute citizens in Iraq encounter.
2. A series of 20 educational courses to provide training comprising:
 - First Aid Courses for women
 - IT training to young adults (boys and girls) particularly those who received a poor education in public schools, or were unable to pay the cost of special education.
3. Financial support and encouragement was given to potential entrepreneurs.
4. Support to 8 needy establishments in co-operation with other charitable organizations.
5. The Charity Bank (charitable fund) supported 61 small projects aimed at reducing poverty and increasing entrepreneurship and self-sustainability for the un-employed.
6. Family Voucher program facilitating distribution of food, clothing and other commodities to needy families. 2000 received these vouchers during 2018.

PROJECTS FUNDED AND MANAGED BY SCSS

During 2018 our projects were categorized into the following groups:

1. Individual Relief
2. Group Relief
3. Charity Bank
4. Institutional Relief

1. Individual Relief

Sponsoring orphans and/or disabled children

£21,600 (approx. IQD 30,240,000*) was raised to sponsor 120 orphaned/disabled children from destitute families. Each child received £15 (approximately IQD 25,000*) monthly.

Special Appeals

£24,575 (approx. IQD 34,405,000*) was received from Special Appeals/Newsletters published on Shakiry Charity website. These appeals represented requests for financial support from individuals and families in immediate need of emergency help, sponsorship for medical support, and wellbeing.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

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

FOR THE YEAR ENDED 31 DECEMBER 2018

2. Group Relief

Food and Clothing

The Food and Clothing Voucher system for needy children and families is functioning effectively. Families registered at a Branch receive 10 x vouchers value IQD 5000 each (total value = IQD 50,000). Vouchers are redeemed at Shakiry Charity designated shops. Families exchange the vouchers according to their household needs. During 2018, the total amount raised for this project was £30,825* (approximately IQD 43,155,000*) which provided for 863 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, become self-sufficient and earn a living to provide for their families. Applicants need to satisfy 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 loaned).

During 2018 a total of 120 loans total value £53,172 (approx. IQD 74,440,800*) were approved and granted under the Charity Bank for Small Businesses Program. The current capital of the Charity Bank is £55,792.19 (approximately IQD 78,109,066*).

(* Rate of Exchange of Pound Sterling (£) to Iraqi Dinar (IQD) fluctuated during the year. The average was £1 = IQD 1400)

Analysis of Charity Bank Loans

	2018	2017	2016	2015
Iraqi Home Products Program*	20	19	24	19
• Sewing Machine	18	05	31	59
• Bread Oven	04	0	0	03
Fabrics (for Sewing Program)	0	0	0	10
Medical Support	02			
Welfare Support	76	02	0	01
Other loans	0	01	0	03
Total	120	27	55	95

Iraqi Home Products Program* (I.H.P) refers to loans provided for materials and equipment in order to produce and promote Iraqi home products (e.g. clothing, traditional Iraqi culinary dishes etc.)

4. Institutional Grants

No Institutional Grants were made during 2018.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

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

FOR THE YEAR ENDED 31 DECEMBER 2018

FINANCIAL REVIEW

The Trustees have reviewed the reserves of the charity. Deficit for the year amounted to £ 52,605. This is attributed 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 2018 unrestricted general funds, were £65,375, represented by debtors of £42,345, cash at bank of £80,759 and creditors of £403.

Restricted Funds

Restricted funds held were £57,830

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.

The Trustees 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.

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 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. Good communication and safeguarding processes, internal to SCSS and our network partners, are key to minimizing this risk.

FUTURE PLANS






The Trustees and Management of Shakiry Charity, together with Al-Shakiry Charity in Iraq, and the Branches will continue to support disadvantaged and vulnerable citizens in Iraq.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

We will continue to grow and promote the Shakiry Charity shop module which recognizes and supports the diversity and needs of local communities, provides a social hub, and promotes the good humanitarian work of the Branches. All Branches now have their own charity shop, satisfying the needs of the local community. Any purchases from these shops is through Shakiry Charity Voucher system. Goods sold include donated goods, household items, clothing and objects made by individual who have secured a loan from the Charity Bank. The shops also stock seasonal items, for example school clothes, blankets and other related cold weather materials and appliances, as well as food baskets during the month of Ramadan and Eid Clothing.

We aim to intensify our fundraising initiatives through:

-  Increasing the distribution of donation boxes in local shops as well as through home donation boxes.
-  Fundraising focused around specific occasions (e.g. Gala Dinners), seasonal themes (e.g. Back to School and Winter Comfort)
-  Creating increased awareness of the plight of needy citizens through weekly newsletters, and online appeals
-  Participation in exhibitions, events and seminars to create awareness of Shakiry Charity and our humanitarian outreach.
-  Promote and engage increased sponsorship to support Orphans, so that these children do not have to suffer from hunger, homelessness and illnesses that could otherwise be avoided.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Shakiry 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.

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
Dr Z S Habib
Mrs L M S Shakiry

Under the requirements of the Memorandum and Articles of Association, Trustees are elected to serve for a period of three years after which they must be re-elected at the next Annual General Meeting.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

In accordance with the requirements of our governing document, Mr A.S Shakiry (Chair) and Mr K Sharifi (Vice) tendered their resignation as Trustees. They indicated their willingness for re-election, and were re-elected.

The Annual General Meeting was held on 19th November 2018. 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) are the key management personnel of SCSS, in charge of directing, controlling, running and operating the charity. All trustees give of their time freely and no trustee received any form of remuneration in the year.

This Trustees Report was approved by the Board of Trustees.



Signed: Mr Abdul Shakiry
Trustee

Dated: 30th October 2019



Signed: Mr K Sharifi
Trustee

Dated: 30th October 2019

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 2018.

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.

Zam Mushtaq Limited
Third Floor
86 Whitechapel High Street
London
E1 7QX
UK
Dated: 30 October 2019

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

FINANCIAL

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2018

		Unrestricted	Restricted	Total	Total funds funds
		2018	2018	2018	2017
	Notes	£	£	£	£
<u>Income and endowments from:</u>					
Donations and legacies	3	73,780	69,751	143,531	333,029
Charitable activities	4	-	-	-	27,288
Other income	5	15	-	15	-
		<u>73,795</u>	<u>69,751</u>	<u>143,546</u>	<u>360,317</u>
Total income					
<u>Expenditure on:</u>					
Raising funds	6	3,724	-	3,724	4,103
		<u>3,724</u>	<u>-</u>	<u>3,724</u>	<u>4,103</u>
Charitable activities	7	73,427	119,000	192,427	259,830
		<u>77,151</u>	<u>119,000</u>	<u>196,151</u>	<u>263,933</u>
Total resources expended					
Net (expenditure)/income for the year/ Net movement in funds		(3,356)	(49,249)	(52,605)	96,384
Fund balances at 1 January 2018		68,731	107,079	175,810	79,426
		<u>65,375</u>	<u>57,830</u>	<u>123,205</u>	<u>175,810</u>
Fund balances at 31 December 2018					

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 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Tangible assets	12		504		1,737
Current assets					
Debtors	14	42,345		37,444	
Cash at bank and in hand		80,759		136,827	
		<u>123,104</u>		<u>174,271</u>	
Creditors: amounts falling due within one year	15	(403)		(198)	
		<u></u>		<u></u>	
Net current assets			122,701		174,073
Total assets less current liabilities			<u>123,205</u>		<u>175,810</u>
Income funds					
Restricted funds			57,830		107,342
Unrestricted funds			65,375		68,468
			<u>123,205</u>		<u>175,810</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 2018.

The trustees 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 company's regime.

The financial statements were approved by the Trustees on 30 October 2019



Signed: Mr Abdul Shakiry
Trustee



Signed: Mr K Sharifi
Trustee

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

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 unless the funds have been designated for other purposes.

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 Incoming resources

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.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies (continued)

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.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

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).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

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.

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

(continued)

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.

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.

De-recognition 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

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

- 1 **Accounting policies** (continued)
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	Restricted funds	Total	Total
	2018	2018	2018	2017
	£	£	£	£
Donations and gifts	73,780	69,751	143,531	333,029
	<u>204,401</u>	<u>128,628</u>		<u>333,029</u>
For the year ended 31 December 2017				

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

4 Charitable activities

Charitable Income 2018 £	Charitable Income 2017 £
Other income	27,288

5 Other income

Unrestricted funds 2018 £	Total 2017 £
Other income	-

6 Raising funds

	Unrestricted funds 2018 £	Total 2017 £
<u>Fundraising and publicity</u>		
Advertising	3,724	4,103
	3,724	4,103

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

7 Charitable activities

	Charitable Charitable Expenditure Expenditure	
	2018	2017
	£	£
Staff costs	44,916	43,670
Depreciation and impairment	1,275	1,610
Website Maintenance	11,158	11,123
Rent and rates	11,042	10,372
Premises Insurance	211	118
Electricity charges	1,153	905
Printing, postage and stationery	673	1,520
Telephone	991	877
Cleaning	540	686
Bank and Paypal	180	279
Sundry expenses	338	1,078
	<u>72,477</u>	<u>72,238</u>
Grant funding of activities (see note 8)	119,000	186,642
Share of governance costs (see note 9)	950	950
	<u>192,427</u>	<u>259,830</u>
Analysis by fund		
Unrestricted funds	73,427	189,830
Restricted funds	119,000	70,000
	<u>192,427</u>	<u>259,830</u>
For the year ended 31 December 2017		
Unrestricted funds	189,830	
Restricted funds	70,000	
	<u>259,830</u>	

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018

8 Grants payable	Charitable Expenditure 2018 £	Charitable Expenditure 2017 £
Grants to institutions: Al Shakiry Charity - Iraq	119,000	186,642

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

9 Support costs

	Support £	Governance £	2018 £	2017 costs £	costs £
Governance Costs	-	950	950	950	950
	-	950	950	950	950
Analysed between					
Charitable activities	-	950	950	950	950

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2018 Number	2017 Number
Admin	5	5

Employment costs

	2018 £	2017 £
Wages and salaries	43,218	41,306
Social security costs	1,252	2,051
Other pension costs	446	313
	44,916	43,670

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 2018

12 Tangible fixed assets

Fixtures and fittings
£

Cost

At 1 January 2018

13,185

Additions

42

At 31 December 2018

13,227

Depreciation and impairment

At 1 January 2018

11,448

Depreciation charged in the year

1,275

At 31 December 2018

12,723

Carrying amount

At 31 December 2018

504

At 31 December 2017

1,737

13 Financial instruments

2018
£

2017
£

Carrying amount of financial assets

Debt instruments measured at amortised cost

42,345

37,444

Carrying amount of financial liabilities

Measured at amortised cost

178

31

14 Debtors

2018
£

2017
£

Amounts falling due within one year:

Other debtors

42,345

37,444

15 Creditors: amounts falling due within one year

2018

2017

403

198

SHAKIRY CHARITY FOR SOCIAL SOLIDARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

			£	£
			225	167
Other taxation and social security			178	31
Other creditors				
16 Analysis of net assets between funds				
	2018	2018	Total	Total
	£	£	2018	2017
			£	£
Fund balances at 31 December 2018 are represented by:				
Tangible assets	504	-	504	1,737
Current assets/(liabilities)	<u>122,701</u>	<u>-</u>	<u>122,701</u>	<u>174,073</u>
	<u>123,205</u>	<u>-</u>	<u>123,205</u>	<u>175,810</u>

17 Related party transactions

There were no disclosable related party transactions during the year (2017 - none).