

## **Terms of Reference – Audit of Annual Financial Report for 2024.**

FY: 2024

### **OBJECTIVE**

The objective of the audit is to enable the auditor to express a professional opinion on:

- (a) verify the annual financial report for FY2024 for CARE Iraq
- (b) verify that CARE Iraq followed GAAP and Accounting procedures for preparing the annual report.

### **SCOPE**

The audit will be carried out in accordance with International Standard on Auditing and the Donor requirements and will include such tests and other auditing procedures as the auditor considers necessary under the circumstances. The audit should be planned so that have reasonable be expected of detecting material misstatements. In conducting the audit, audit scope should be expanded to ensure that all external funds have been used in accordance with the conditions of the relevant financing agreement, with due attention to economy and efficiency, and only for the purposes for which the financing was provided.

The financial expenditure report is the responsibility of management. The auditor is to express an opinion on the accompanying statements based on that audit.

Special attention should be paid by the auditor as to whether:

- a) The financial statements have been prepared in accordance with CARE applicable accounting policies.

The auditor should plan the audit so that it can be reasonably be expected that material misstatements in the accounts resulting from fraud, error or non-compliance with laws and regulations can be detected may be necessary. If the auditor's suspicions are aroused, s/he must inquire into all the circumstances until satisfied. If material irregularities are discovered, they must be reported to the Country Director immediately.

### **FINANCIAL STATEMENTS**

Annual Financial report prepared in accordance with the reporting requirement of the Director of Non-Governmental Organizations in Erbil.

### **AUDIT REPORTS**

The audit report has to be prepared separately from the annual report and according to the audit requirement. The audit report needs to include a management letter stating any relevant findings.

**AVAILABLE INFORMATION**

The auditors are given access to all legal documents, correspondence, and any other information relevant for conducting the audit as deemed necessary by the auditor.