

Capital Market Development Authority

Financial Statements- 31st December 2025



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Capital Market Development Authority

Opinion

We have audited the financial statements of the Capital Market Development Authority (CMDA) for the year ended 31st December 2025. The financial statements include the statement of income and expenditure, statement of financial position, statement of changes in equity and statement of cashflows along with notes comprising material accounting policy information.

In our opinion, the financial statements present fairly, in all material respects the financial position of CMDA as at 31st December 2025, and of its financial performance and its cash flow for the year then ended, in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs). 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 CMDA in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Republic of Maldives, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

We believe that the audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for internal control as management determines 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, management is responsible for assessing the CMDA'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 management either intends to liquidate CMDA or to cease operations, or has no realistic alternative but to do so.

Responsibilities of Management for the Financial Statements (Continued)

Management is responsible for overseeing the CMDA's financial reporting process.

Auditor's Responsibility 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 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of CMDA's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 CMDA's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the CMDA to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of CMDA's activities to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Fareeha Shareef  **Nexia**
Maldives
P-0001/2010
Fareeha Shareef
Nexia Maldives

Licensed Auditor: ICAM-FL-WSN

Date: 30 April 2026

Capital Market Development Authority

Financial Statements - 31 December 2025

Statement of Income and Expenditure

(all amounts in Maldivian Rufiyaa)

| | Notes | For the year ended 31 December | |
|--|-------|--------------------------------|------------------|
| | | 2025 | 2024 |
| Income | | | |
| Operating income | 3 | 896,050 | 926,335 |
| Government contribution | 4 | 15,000,000 | 15,000,000 |
| | | 15,896,050 | 15,926,335 |
| Expenditure | | | |
| Operational and administrative expenditure | 5 | (16,888,430) | (16,488,749) |
| Finance cost | 6 | (141,418) | (254,346) |
| | | (17,029,848) | (16,743,095) |
| Deficit | | (1,133,798) | (816,760) |

Capital Market Development Authority

Financial Statements - 31 December 2024

Statement of Financial Position

(all amounts in Maldivian Rufiyaa)

| | Notes | As at 31 December | |
|-------------------------------------|-------|-------------------------|-------------------------|
| | | 2025 | 2024 |
| ASSETS | | | |
| Non current assets | | | |
| Property, plant and equipment | 7 | 568,735 | 720,659 |
| Right-of-use-asset | 8 | 2,255,983 | 3,545,116 |
| Intangible asset | 9 | 3,534 | 17,667 |
| | | <u>2,828,252</u> | <u>4,283,442</u> |
| Current assets | | | |
| Receivables | 10 | 214,571 | 171,166 |
| Investment in treasury bills | 11 | 1,147,688 | 1,147,688 |
| Cash and cash equivalents | 12 | 2,977,172 | 3,929,567 |
| | | <u>4,339,431</u> | <u>5,248,421</u> |
| Total assets | | <u>7,167,683</u> | <u>9,531,863</u> |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Capital contribution by Government | | 3,000,000 | 3,000,000 |
| Accumulated trust fund | | (366,771) | 767,027 |
| Total equity | | <u>2,633,229</u> | <u>3,767,027</u> |
| Non current liabilities | | | |
| Lease liability | 14 | 1,242,206 | 2,145,024 |
| | | <u>1,242,206</u> | <u>2,145,024</u> |
| Current liabilities | | | |
| Payables | 13 | 707,698 | 648,270 |
| Lease liability | 14 | 1,298,582 | 1,694,346 |
| Compensation fund | 15 | 285,968 | 277,196 |
| Deposit received | 16 | 1,000,000 | 1,000,000 |
| | | <u>3,292,248</u> | <u>3,619,812</u> |
| Total liabilities | | <u>4,534,454</u> | <u>5,764,836</u> |
| Total equity and liabilities | | <u>7,167,683</u> | <u>9,531,863</u> |

These financial statements were approved by the Board of Director's on 30 April 2026

Aishath Zahira, Chairperson

Mohamed Hussain Maniku, Chief Executive Officer

Mohamed Haleem Abdulla, Chairman of Audit Committee







 **Nexia Maldives**
P-0001/2010

The financial statements are to be read in conjunction with the related notes, which form part of the financial statements of the Authority set out on pages 8 to 18. The Auditor's report is given in pages 1 to 3.

Capital Market Development Authority

Financial Statements - 31 December 2025

Statement of Changes in Equity

(all amounts in Maldivian Rufiyaa)

| | Capital contribution by Government | Accumulated trust fund | Total |
|--------------------------------|--|---------------------------|-------------|
| As on 1 January 2024 | 3,000,000 | 1,583,787 | 4,583,787 |
| Deficit for the year | - | (816,760) | (816,760) |
| Balance as at 31 December 2024 | 3,000,000 | 767,027 | 3,767,027 |
| As on 1 January 2025 | 3,000,000 | 767,027 | 3,767,027 |
| Deficit for the year | - | (1,133,798) | (1,133,798) |
| Balance as at 31 December 2025 | 3,000,000 | (366,771) | 2,633,229 |

Capital Market Development Authority

Financial Statements - 31 December 2025

Statement of Cash Flows

(all amounts in Maldivian Rufiyaa)

| | Notes | For the year ended 31 December | |
|--|-------|--------------------------------|-------------|
| | | 2025 | 2024 |
| Operating activities | | | |
| Cash generated from operations | 20 | 715,313 | 612,424 |
| Net cash generated from operations | | 715,313 | 612,424 |
| Investing activities | | | |
| Acquisition of property, plant and equipment | 7 | (247,408) | (210,648) |
| Proceeds from sale of fixed assets | 7 | 19,700 | 4,100 |
| Net cash used in investing activities | | (227,708) | (206,548) |
| Financing activities | | | |
| Lease payments made during the year, net of interest | 14 | (1,440,000) | (1,440,000) |
| Net cash used financing activities | | (1,440,000) | (1,440,000) |
| Decrease in cash and cash equivalents | | (952,395) | (1,034,124) |
| Movement in cash and cash equivalents | | | |
| At the beginning of the year | | 3,929,567 | 4,963,691 |
| Decrease | | (952,395) | (1,034,124) |
| At the end of the year | | 2,977,172 | 3,929,567 |

Notes to Financial Statements

1 General information

Capital Market Development Authority ('Authority') is a separate legal entity established on 26th January 2006 under Maldives Securities Act No. 02/2006. The principal objective of the Authority is to develop and regulate a market in which securities can be issued and traded in a fair and orderly manner.

The address of its registered office is, Ma.uthuruvehi, 5th Floor, Kenery Magu, Male', Republic of Maldives.

2 Material accounting policy information

The principal accounting policies applied in the preparation of these financial statements are set out below:

2.1 Basis of preparation

The financial statements are prepared in accordance and comply with International Financial Reporting Standards (IFRSs). These financial statements are prepared under the historical cost convention, except assets and liabilities, which are stated at their fair value.

The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Authority's accounting policies. The estimates are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

2.2 Foreign currency translation

Items included in the financial statements of the Authority is measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). As such, the financial statements are prepared in Maldivian Rufiyaa which is the Authority's functional and presentation currency.

Foreign currency transactions are translated at the exchange rates prevailing at the date of the transactions; at balance sheet date monetary assets and liabilities are translated at the exchange rates then prevailing; gains and losses resulting from the settlement of such transactions are recognised in the statement of income and expenditure. Such balances are translated at year end exchange rates unless hedged by forward foreign exchange contracts, in which case the rate specified in such forward contracts are used.

2.3 Financial instruments

Financial assets and financial liabilities are recognised on the statement of financial position when the Authority becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

Notes to Financial Statements

2.3 Financial instruments (Continued)

a) Financial assets

Financial assets are classified, at initial recognition, and subsequently measured at amortised cost, using the effective interest rate (EIR) method and are subject to impairment. Interest received is recognised as part of finance income in the statement of income and expenditure. Gains and losses are recognised in statement of income and expenditure when the asset is derecognised, modified or impaired.

The Authority's financial assets at amortised cost include receivables, investments in treasury bills, prepayments, deposits and cash and cash equivalents.

b) Financial liabilities

Authority's financial liabilities include payables, excess government contribution, deposit received and compensation fund. After initial recognition, interest-bearing loans and borrowings and payables are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the statement of income and expenditure when the liabilities are derecognised, as well as through the EIR amortisation process.

2.4 Property, plant and equipment

All property, plant and equipment, which are initially recorded at historical cost is stated at cost less subsequent depreciation and impairment. The cost of acquisition includes purchase cost together with any incidental expenses incurred in bringing the assets to its working condition for the intended use. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Authority and that the cost of the item can be measured reliably. All other expenditure on repairs or maintenance of property, plant and equipment are charged to the statement of income and expenditure during the period in which they are incurred.

Depreciation is calculated on the straight-line method to write-off the cost of each asset to its residual value over its estimated useful life as follows:

| | |
|------------------------|----------|
| Furniture and fittings | 05 years |
| Office equipment | 05 years |
| Computers | 03 years |

The charge for the depreciation commences from the date on which the assets are put to use up to the date of their disposal. Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date. Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down to its recoverable amount.

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are accounted in the statement of income and expenditure.

Notes to Financial Statements

2.5 Intangible assets

Intangible assets which are initially recorded at historical cost is stated at cost less subsequent amortisation and impairment. The cost of acquisition includes purchase cost together with any incidental expenses incurred in bringing the assets to its working condition for the intended use. Subsequent costs are included in the assets' carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Authority and that the cost of the item can be measured reliably.

Amortisation is calculated on the straight-line method to write-off the cost of each asset to its residual value over its estimated useful life as follows:

| | |
|-------------------|----------|
| Computer software | 03 years |
|-------------------|----------|

2.6 Receivables

Receivables are initially recognised at fair value and subsequently measured at amortised cost using the Effective Interest Rate method, less any impairment losses.

2.7 Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash at banks and on hand only. For the purposes of cash flow statements, cash and cash equivalents comprise of cash and cash equivalents as defined above.

2.8 Government contribution

The Authority receives contributions from the government that do not impose specific requirements on their use. However, any unutilized amounts at the end of the financial reporting period are subject to repayment. Accordingly, these contributions are accounted for as restricted grants in the financial statements. They are recognized as income in the statement of income and expenditure in the period in which the related expenditure is incurred.

2.9 Employee benefits

The Authority is liable to enrol the employees in the Retirement Pension Scheme with effect from 1 May 2011 according to Maldives Pension Act, 8/2009 and the Regulation published by the Maldives Pension Administration Office and shall make contributions at a rate of 7% from the employee's pensionable wages on behalf of the employees to the pension office. The Authority's contribution to retirement pension scheme is at the rate of 7% on pensionable wages. Obligations for contributions to retirement pension scheme is recognized as a personnel expense in the statement of income and expenditure.

2.10 Liabilities and Provision

Provision

A provision is recognized in the statement of financial position when the Authority has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation.

Payables are initially recognised at fair value and subsequently measured at amortised cost using the Effective Interest Rate method.

Notes to Financial Statements

2.11 Trust fund

The Trust Fund was established by the Ministry of Finance on 16 April 2018 in accordance with the Public Finance Act (Act No. 3/2006).

The Fund finances training, education programs, staff development, and other capital market initiatives. All revenues, sponsorships, donations, and other receipts of the Authority, excluding the annual budget support from the Ministry of Finance, are deposited into the Fund.

The Fund is presented within equity in the statement of financial position, with the accumulated surplus or deficit reflecting the net results since inception.

Separate audited financial statements for the Fund are prepared and published by the Authority on a cash basis.

2.12 Authority of a Lease

The Authority recognizes lease liability and right of use asset at the lease commencement date.

i) Lease liability

Initially, the lease liability is recognized at the commencement of the lease for the unpaid portion of the payments, discounted at the rate implicit in the lease or, if this is not readily determinable, the incremental rate of borrowing. The Authority uses the incremental borrowing rate.

Incremental borrowing rate: 4.06%

Subsequently, the lease liability is measured at amortised cost using the effective interest rate.

ii) Right of use asset

Initially, the right of use asset is recognized at the commencement date, comprising of; the lease liability recognised, payment made before or at the commencement date, less lease incentives, initial direct costs and cost of removing, dismantling and restoring according to the lease contract.

Subsequently, the right of use asset is depreciated on a straight line basis, over the lease term.

iii) Recognition exemptions

Leases for a period of less than 12 months and low value underlying assets are classified as revenue expenditure.

2.13 Income recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Authority and the income can be reliably measured. Income comprises the fair value of the consideration received or receivable net of trade discounts, rebates and taxes. Income is recognised as follows:

| | |
|---------------------------------------|---|
| Government contribution - restricted: | As the Authority incurs related expenses. |
| Operating income and other receipts: | On accrual basis in the period they fall due. |

Notes to Financial Statements

2.14 Financial instruments and risk management

The main risks arising from The Authority's financial instruments are currency risk, credit risk, liquidity risk and interest risk. The policies for managing each of these risks are summarised below:

a) Credit Risk

The Authority is exposed to credit risk in connection to receivable amounts shown in the financial statements. At the reporting date there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset, including cash and cash equivalents.

b) Currency Risk

The Authority is exposed to foreign currency risk arising from currency exposures. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities. The Authority incurs currency risk on amounts that are denominated in currencies other than the functional currency.

c) Liquidity Risk

The Authority actively manages its debt maturity profile, operating cash flows and availability of funding so as to ensure that all refinancing, repayment and funding needs are met. As part of its overall prudent liquidity management, The Authority maintains sufficient level of cash or cash convertible investments to meet its operating expenses.

d) Interest rate risk

The Authority invested in fixed deposits and Government treasury bills, where interest rates are fixed. Investment in government treasury bills are generally less than 3 months and are held to mature. Therefore the Authority is not open to any price fluctuation risk.

2.15 Taxation

The Authority is exempt from Taxation under Section 12 of Income Tax Act.

2.16 Fair value estimation

The nominal value less impairment provision of trade receivables and payables are assumed to approximate their fair values.

2.17 Comparatives

Previous year figures have been rearranged and reclassified where necessary to conform to the current presentation. The accounting policies have been consistently applied by the Authority and are consistent with those used in the previous period.

Capital Market Development Authority

Financial Statements - 31 December 2025

Notes to the Financial Statements

(all amounts in Maldivian Rufiyaa)

| | For the year ended 31 December | |
|--|--------------------------------|-------------------|
| | 2025 | 2024 |
| 3 Operating income | | |
| Annual licensing fees | 496,640 | 405,125 |
| Membership and training fees | 238,180 | 386,300 |
| Prospectus processing fee | 10,000 | 90,000 |
| Fine charges | 95,722 | 17,592 |
| Trade processing fees from Maldives Stock Exchange | 11,719 | 16,280 |
| Application fees | 43,350 | 8,850 |
| Treasury bills and fixed deposit interest | 439 | 441 |
| Gain on disposal | - | 1,747 |
| | <u>896,050</u> | <u>926,335</u> |
| 4 Government contribution | | |
| Government budget supplements | 15,000,000 | 15,000,000 |
| | <u>15,000,000</u> | <u>15,000,000</u> |
| 5 Operational and administrative expenditure | | |
| Staff salaries and allowances | 10,135,349 | 9,322,295 |
| Staff training expenses | 1,017,270 | 1,275,637 |
| Depreciation of property, plant and equipment (Note 7) | 366,435 | 400,024 |
| Depreciation of right of use assets (Note 8) | 1,289,133 | 1,289,133 |
| Amortisation of intangible assets (Note 9) | 14,133 | 111,300 |
| Internship allowances | 43,675 | 42,167 |
| Board remuneration | 899,929 | 843,096 |
| Membership fees | 462,521 | 466,169 |
| Repair and maintenance | 548,157 | 488,556 |
| Legal and consulting fees | 388,350 | 249,893 |
| Training programme expenses | 225,764 | 466,597 |
| General office expenses | 350,733 | 333,082 |
| Telephone expenses | 264,777 | 198,573 |
| Investor education expenses | 239,080 | 139,090 |
| Insurance | 173,279 | 165,205 |
| Electricity expenses | 88,009 | 83,985 |
| Printing and stationery | 32,870 | 105,798 |
| Sharia'h Advisory Committee remuneration | 255,933 | 276,000 |
| Advertisement | - | 1,080 |
| Travelling | 1,675 | 730 |

(Note 5 continued in following page)

Capital Market Development Authority

Financial Statements - 31 December 2025

Notes to the Financial Statements

(all amounts in Maldivian Rufiyaa)

| | For the year ended 31 December | |
|--|--------------------------------|-------------------|
| | 2025 | 2024 |
| 5 Operational and administrative expenses (Continued) | | |
| Grant disbursed | - | 225,000 |
| Financial aid | 69,388 | 2,835 |
| Exchange loss | 8,772 | 2,504 |
| Loss on disposal | 13,198 | - |
| | <u>16,888,430</u> | <u>16,488,749</u> |
| 6 Finance Cost | | |
| Interest on lease (Note 14) | 141,418 | 254,346 |
| | <u>141,418</u> | <u>254,346</u> |

Capital Market Development Authority

Financial Statements - 31 December 2025

(all amounts in Maldivian Rufiyaa)

7 Property, plant and equipment

| | Furniture and fittings | Computer | Office Equipment's | Total |
|--|------------------------|----------------|--------------------|----------------|
| For the year ended 31 December 2024 | | | | |
| Opening net book value | 363,539 | 233,022 | 315,826 | 912,387 |
| Additions | 23,420 | 114,544 | 72,684 | 210,648 |
| Disposals - cost | 4,003 | - | 13,038 | 17,041 |
| Disposals - accumulated depreciation | (6,356) | - | (13,037) | (19,393) |
| Depreciation charge | (96,871) | (168,620) | (134,533) | (400,024) |
| | <u>287,735</u> | <u>178,946</u> | <u>253,978</u> | <u>720,659</u> |

As at 31 December 2024

| | | | | |
|--------------------------|------------------|--------------------|--------------------|--------------------|
| Cost | 854,536 | 1,220,256 | 1,257,918 | 3,332,710 |
| Accumulated depreciation | <u>(566,801)</u> | <u>(1,041,310)</u> | <u>(1,003,940)</u> | <u>(2,612,051)</u> |
| Net book value | <u>287,735</u> | <u>178,946</u> | <u>253,978</u> | <u>720,659</u> |

For the year ended 31 December 2025

| | | | | |
|--------------------------------------|----------------|----------------|----------------|----------------|
| Opening net book value | 287,735 | 178,946 | 253,978 | 720,659 |
| Additions | 29,873 | 147,262 | 70,273 | 247,408 |
| Disposals - cost | (6,678) | (185,306) | (242,564) | (434,548) |
| Disposals - accumulated depreciation | 5,621 | 180,448 | 215,582 | 401,651 |
| Depreciation charge | (129,725) | (136,206) | (100,504) | (366,435) |
| | <u>186,826</u> | <u>185,144</u> | <u>196,765</u> | <u>568,735</u> |

As at 31 December 2025

| | | | | |
|--------------------------|------------------|--------------------|--------------------|--------------------|
| Cost | 883,352 | 1,362,660 | 1,301,209 | 3,547,221 |
| Accumulated depreciation | <u>(696,526)</u> | <u>(1,177,516)</u> | <u>(1,104,444)</u> | <u>(2,978,486)</u> |
| Net book value | <u>186,826</u> | <u>185,144</u> | <u>196,765</u> | <u>568,735</u> |

a) The Authority operates from rented premises.

b) The depreciation for the year 2025 amounted to MVR 366,435 (2024: MVR 400,024) and has been included under operational and administrative expenditure

Capital Market Development Authority

Financial Statements - 31 December 2025

Notes to the Financial Statements

(all amounts in Maldivian Rufiyaa)

| | As at 31 December | |
|--|-------------------|------------------|
| | 2025 | 2024 |
| 8 Right-of-use-asset | | |
| <u>Building at Cost</u> | | |
| Opening balance | 9,696,311 | 9,696,311 |
| | <u>9,696,311</u> | <u>9,696,311</u> |
| <u>Depreciation</u> | | |
| Accumulated depreciation | 6,151,195 | 4,862,062 |
| Depreciation charge for the year | 1,289,133 | 1,289,133 |
| | <u>7,440,328</u> | <u>6,151,195</u> |
| Net carrying value | <u>2,255,983</u> | <u>3,545,116</u> |
| 9 Intangible Assets | | |
| <u>Computer Software at Cost</u> | | |
| Opening balance | 789,434 | 789,434 |
| | <u>789,434</u> | <u>789,434</u> |
| <u>Amortisation</u> | | |
| Opening balance | 771,767 | 660,467 |
| Amortisation charge for the year | 14,133 | 111,300 |
| | <u>785,900</u> | <u>771,767</u> |
| Net carrying value | <u>3,534</u> | <u>17,667</u> |
| 10 Receivables | | |
| Deposits and prepayments | 214,571 | 171,166 |
| | <u>214,571</u> | <u>171,166</u> |
| 11 Investment in treasury bills | | |
| Treasury bills | 1,147,688 | 1,147,688 |
| | <u>1,147,688</u> | <u>1,147,688</u> |
| Treasury bills carry an interest of 4.6% per annum and are due to mature annually. | | |
| 12 Cash and cash equivalents | | |
| Cash at bank | 2,974,880 | 3,926,511 |
| Cash on hand | 2,292 | 3,056 |
| | <u>2,977,172</u> | <u>3,929,567</u> |

Capital Market Development Authority

Financial Statements - 31 December 2025

Notes to the Financial Statements

(all amounts in Maldivian Rufiyaa)

| | As at 31 December | |
|---|-------------------|------------------|
| | 2025 | 2024 |
| 13 Payables | | |
| Accrued expenses and advances | 707,698 | 648,270 |
| | <u>707,698</u> | <u>648,270</u> |
| 14 Lease liability | | |
| Opening balance | 3,839,370 | 5,025,024 |
| Interest charge for the year | 141,418 | 254,346 |
| Payment made during the year | (1,440,000) | (1,440,000) |
| | <u>2,540,788</u> | <u>3,839,370</u> |
| <i>Lease payments falling due within one year, current</i> | 1,298,582 | 1,694,346 |
| <i>Lease payments falling due after one year, non-current</i> | 1,242,206 | 2,145,024 |
| | <u>2,540,788</u> | <u>3,839,370</u> |
| 15 Compensation fund | | |
| Opening balance | 277,196 | 268,351 |
| Interest received | 5,784 | 3,061 |
| Interest accrued | 2,988 | 5,784 |
| | <u>285,968</u> | <u>277,196</u> |

The Authority has established an investor compensation fund (compensation fund) under securities regulation, for the purpose of compensating persons who suffer pecuniary loss from any defalcation or fraud committed by any license dealer, its representative or investment adviser or any employee of such dealer or by any officer or employee of a stock exchange.

16 Deposit received

| | | |
|---|------------------|------------------|
| Deposit received from Maldives Stock Exchange | 1,000,000 | 1,000,000 |
| | <u>1,000,000</u> | <u>1,000,000</u> |

In accordance with the Stock Exchange Licensing Regulation the Maldivian Stock Exchange is required to keep a deposit with the Authority. The Authority shall invest this amount in a bank fixed deposit or in treasury bills where the Authority shall pay the interest received after deducting 1% of an administrative fee. The investment in treasury bills (Note 11) pertains to the said investment requirement.

17 Contingencies

Contingent liabilities

There were no other material contingent liabilities recognised at the end of the reporting period.

Contingent assets

There were no material contingent assets recognised at the end of the reporting period.

Capital Market Development Authority

Financial Statements - 31 December 2025

Notes to the Financial Statements

(all amounts in Maldivian Rufiyaa)

18 Commitments

Capital commitments

There were no capital commitments at the end of the reporting period.

Financial commitments

There were no material financial commitments outstanding at the end of the reporting period.

19 Related party transaction

Directors' remuneration

During the year total remuneration paid to Board of Directors amounted to MVR 899,929 (2024: MVR 843,096).

| | For the year ended 31 December | |
|---|--------------------------------|----------------|
| | 2025 | 2024 |
| 20 Cash generated used in operations | | |
| Deficit | (1,133,798) | (816,760) |
| <u>Adjustments for:</u> | | |
| Depreciation & amortization(Note 7, 8 & 9) | 1,669,701 | 1,800,457 |
| Interest on lease (Note 14) | 141,418 | 254,346 |
| Loss / (Gain) on disposal | 13,198 | (1,747) |
| <u>Changes in working capital</u> | | |
| - Receivables | (43,405) | 11,056 |
| - Payables | 59,428 | (643,772) |
| - Compensation fund | 8,771 | 8,844 |
| | <u>715,313</u> | <u>612,424</u> |

21 Events after the reporting period

No significant events have occurred since the end of the reporting period, which would require adjustments to, or disclosure in, the financial statements.



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