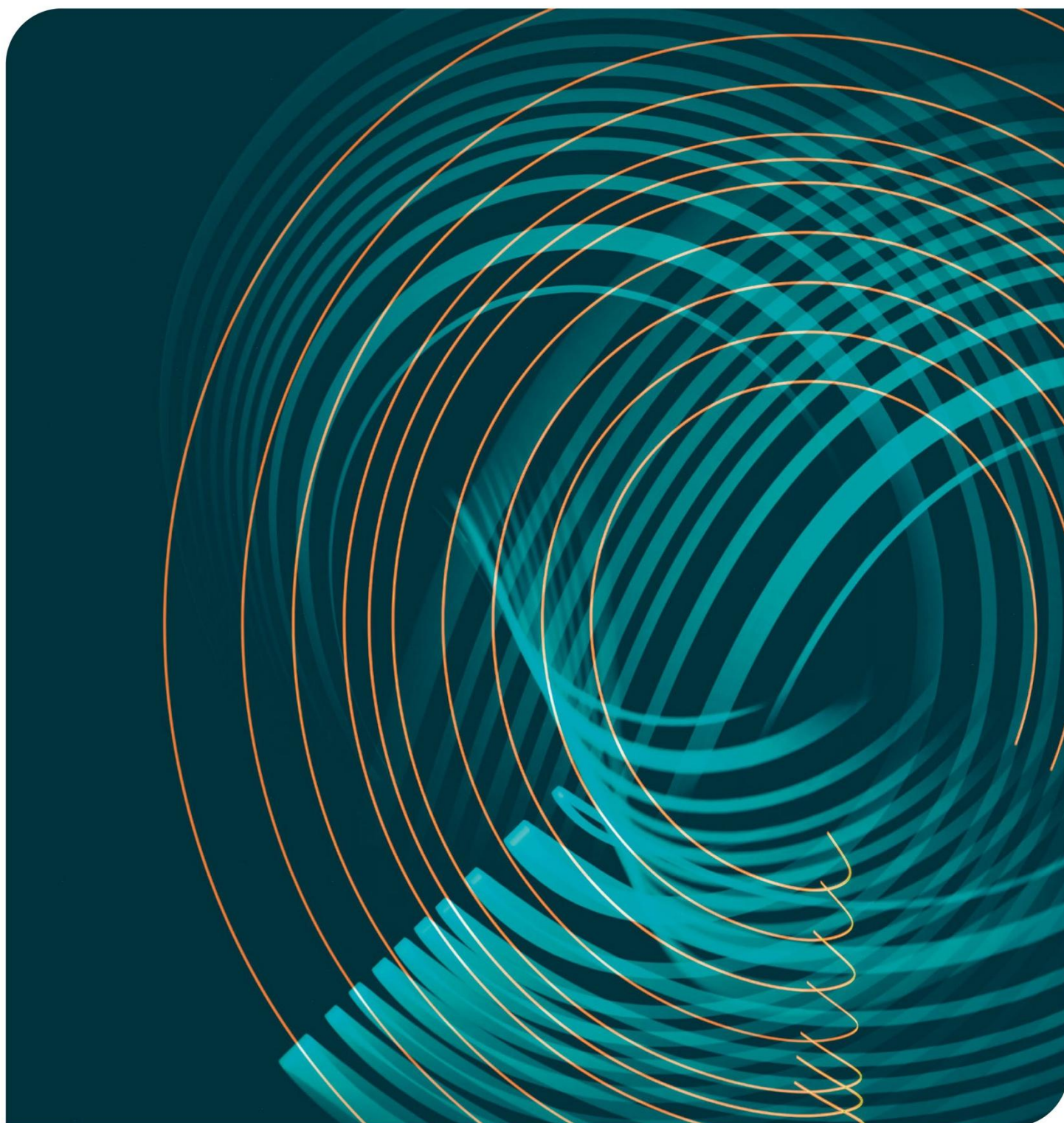


## **Capital Market Development Authority, Trust Fund**

Financial Statements – 31<sup>st</sup> December 2024



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Capital Market Development Authority

### Opinion

We have audited the accompanying financial statements of the Capital Market Development Authority's Trust Fund (CMDA Trust Fund) for the year ended 31<sup>st</sup> December 2024. The financial statements include the statement of receipts and payments and notes to the financial statements including a summary of material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the cash receipts and cash payments for the financial period ended 31<sup>st</sup> December 2024 and cash balances as at the period then ended, in accordance with the International Public Sector Accounting Standard: Financial Reporting under the Cash Basis of Accounting (IPSAS Cash Basis).

### 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 the CMDA Trust Fund 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 IPSAS Cash Basis, 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 CMDA Trust Fund'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 Trust Fund 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 CMDA Trust Fund'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 Trust Fund'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 Trust Fund'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 Trust Fund 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 the CMDA Trust Fund'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: 29 April 2025

# Capital Market Development Authority, Trust Fund

## Financial Statements - 31 December 2024

### Statement of Receipts and Payments

(all amounts in Maldivian Rufiyaa)

	Notes	For the year ended 31 December	
		2024	2023
<b>RECEIPTS</b>			
Operating income	4	986,872	839,713
<b>Total receipts (A)</b>		<b>986,872</b>	<b>839,713</b>
<b>PAYMENTS</b>			
Operating expenses	5	1,799,448	353,260
<b>Total payments (B)</b>		<b>1,799,448</b>	<b>353,260</b>
(Deficit) / Surplus		(812,576)	486,453
<b>Opening balance as at 01 January</b>		<b>1,635,834</b>	<b>1,149,381</b>
(Deficit) / Surplus for the year		(812,576)	486,453
<b>Closing balance as at 31 December</b>		<b>823,258</b>	<b>1,635,834</b>

This statement of receipts and payments was approved on 29-Apr-2025 .....

Aishath Zahira, Chairperson

Mohamed Hussain Maniku, Chief Executive Officer

Mohamed Haleem Abdulla, Chairman of Audit Committee

# Capital Market Development Authority, Trust Fund

## Financial Statements - 31 December 2024

### Notes to the Statement of Trust Fund

#### 1 Reporting Entity

The Ministry of Finance, by virtue of the discretionary powers vested on the Ministry under section 26 of the Public Finance Act (Act no. 3/2006) established a trust fund named "Capital Market Development Trust Fund" on Monday, 16 April 2018.

The address of its registered office is, H.Orchid, 3rd Floor, Ameer Ahmed Magu, Male', Republic of Maldives.

#### 2 Summary of material accounting policies

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

#### 3 Basis of preparation

The accompanying financial statements are prepared in accordance with the International Public Sector Accounting Standard: Financial Reporting Under the Cash Basis of Accounting. These financial statements comprises of Statement of Receipts and Payments and notes to the financial statements including a summary of material accounting policies.

##### 3.1 Receipts

In accordance with Section 3 of the trust fund statement, upon establishment of the fund, all monies collected by the Authority as revenue, sponsorship and donations are deposited to this fund account. In addition, all money received by the Authority except the annual budget support provided by Ministry of Finance are deposited to the Capital Market Development Trust Fund Account.

##### 3.2 Payments

Fund account is utilized for expenditure specified under Annex 1 of Capital Market Development Trust Fund Statement. All expenses related to training and education programs and staff training expenses for the year are included as allowable expenditure.

##### 3.3 Going concern

The financial statements have been prepared on a going concern basis for the financial period ended 31 December 2024.

##### 3.4 Reporting currency and foreign currency transaction

Items included in the financial statements of the Entity are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are prepared in Maldivian Rufiyaa which is the Entity'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 income statement. 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.

# Capital Market Development Authority, Trust Fund

## Financial Statements - 31 December 2024

### Notes to the Statement of Trust Fund

#### 3.5 Budget

The authority's budget is not published. Therefore, a statement of budgets and actuals are not presented in the financial statements.

#### 3.6 Comparatives

Comparative figures have been disclosed in respect of the previous period for all amounts reported in the statement of receipts and payments.



# Capital Market Development Authority, Trust Fund

## Financial Statements - 31 December 2024

### Notes to the Statement of Trust Fund

(all amounts in Maldivian Rufiyaa)

	For the year ended 31 December	
	2024	2023
<b>4 Receipts</b>		
Annual licensing fees	407,171	247,714
Prospectus processing fees	90,000	25,000
Fine charges	17,120	9,184
Membership and training fees	393,300	307,900
Application fee	8,850	1,500
Trade processing fee	16,760	155,187
Treasury bills and fixed desposit interest	441	442
Proceeds from disposal of assets	4,100	-
Cash received in advance	49,130	92,786
	<b>986,872</b>	<b>839,713</b>

The receipts represent the amounts received by the Capital Market Development Authority, excluding government contributions and transferred to the Capital Market Development Authority Trust Fund during the period.

### 5 Payments

Directors training program	466,597	-
Company secretaries training programme	-	30,413
Custodian Training	-	20,212
World Investor Week	140,169	-
Staff trainings	659,690	225,635
Financial aid for staff education	2,835	77,000
Grant disbursed for sustainability project	225,000	-
IOSCO and IOPS General meeting	305,157	-
	<b>1,799,448</b>	<b>353,260</b>

### 6 Reconciliation of trust fund closing balance with the financial statements of CMDA

Fund balance as per CMDA Financial Statements	767,027	1,583,787
Annual licensing fees prepaid	2,046	8,997
Membership and training fees (accrued) / prepaid	-	(7,000)
Trade processing fees (accrued) / prepaid	480	(439)
Fine charges (outstanding)	(472)	-
Loss on disposals	2,353	-
Consulting fees accrued	54,000	
Adj: miscellaneous	(2,176)	50,489
Fund balance as per the Trust Fund financial statements	<b>823,258</b>	<b>1,635,834</b>





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