

Capital Market Development Authority, Trust Fund

Financial Statements- 31st December 2025



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 31st December 2025. The financial statements include the statement of receipts and payment and notes to the financial statements including a summary of significant 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 31st December 2025 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.

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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: 30 April 2026

Capital Market Development Trust Fund

Financial Statements - 31 December 2025

Statement of Trust Fund

(all amounts in Maldivian Rufiyaa)

	Notes	For the year ended 31 December	
		2025	2024
RECEIPTS			
Operating income	4	873,138	986,872
Total receipts (A)		873,138	986,872
PAYMENTS			
Operating expenses	5	1,371,157	1,799,448
Total payments (B)		1,371,157	1,799,448
Deficit for the year		(498,019)	(812,576)
Opening balance as at 01 January		823,258	1,635,834
Deficit for the year		(498,019)	(812,576)
Closing balance as at 31 December		325,239	823,258

This statement of receipts and payments was approved on 30 April 2026.....

Aishath Zahira, Chairperson

Mohamed Hussain Maniku, Chief Executive Officer

Mohamed Haleem Abdulla, Chairman of Audit & Risk Committee





Capital Market Development Trust Fund

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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, Ma.Uthuruvehi, 5th Floor, Kenery Magu, Male', Republic of Maldives.

2 Summary of significant 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 significant 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 ending 31 December 2025.

3.4 Reporting currency and foreign currency transaction

The financial statements are presented in Maldivian Rufiyaa, which is both the functional currency and the presentation currency of the Authority.

Foreign currency transactions are translated into Maldivian Rufiyaa at the exchange rates prevailing at the date of the transactions. At the end of the reporting period, monetary balances denominated in foreign currencies are translated into Maldivian Rufiyaa at the exchange rates prevailing at that date.

Where short term transactions are covered by forward exchange contracts, the rates specified in those contracts are used to translate the transactions.

Where applicable, unrealised gains or losses arising from foreign currency translations are presented as reconciling items in the statement of trust fund.

3.5 Budget

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

Capital Market Development Trust Fund

Financial Statements - 31 December 2025

Notes to the Statement of Trust Fund

3.6 Comparatives

Comparative figures have been disclosed in respect of the previous period for all amounts reported in the statement of trust fund.

Capital Market Development Trust Fund

Financial Statements - 31 December 2025

Notes to the Statement of Trust Fund

(all amounts in Maldivian Rufiyaa)

	For the year ended 31 December	
	2025	2024
4 Receipts		
Annual licensing fees	291,201	407,171
Prospectus processing fees	10,000	90,000
Fine charges	94,972	17,120
Membership and training fees	236,980	393,300
Application fee	43,350	8,850
Trade processing fee	8,757	16,760
Treasury bills and fixed deposit interest	439	441
Proceeds from sale of assets	19,700	4,100
Licensing fees received	167,739	49,130
	<u>873,138</u>	<u>986,872</u>

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	222,464	466,597
World Investor Week	239,080	140,169
Staff trainings	589,751	659,690
Financial aid for staff education	69,388	2,835
Grant disbursed for sustainability project	-	225,000
IOSCO and IOPS General meeting	249,724	305,157
Other trainings	750	-
	<u>1,371,157</u>	<u>1,799,448</u>

The Trust Fund financial statements are prepared on a cash basis, while the CMDA financial statements are prepared on an accrual basis, resulting in differences between the two set of financial statements. As at 31 December 2025, the accrual-based accumulated Trust Fund balance amounted to MVR 366,771.

Accordingly, differences between cash-based and accrual-based fund balances have been reconciled by management as at the reporting date.



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