

12 August 2025

Dear Member,

Adoption of ISSB Sustainability Disclosure Standards (IFRS S1 and IFRS S2) in the Maldives

The Council of the Institute of Chartered Accountants of Maldives is pleased to inform you that it has approved the adoption of the Sustainability Disclosure Standards (IFRS S1, IFRS S2), which are issued by the International Sustainability Standards Board (ISSB). The application and implementation of these standards will be effective in the Maldives, subject to amendments and additional transitional reliefs that could be incorporated based on stakeholder consultation, in the following manner.

(a) Voluntary adoption of IFRS S1 and IFRS S2

Any entities that prepare their financial statements based on IFRS Accounting Standards for annual reporting periods beginning on or after 1 January 2026.

(b) Mandatory adoption of IFRS S1 and S2

Financial periods beginning from 01 January 2026 (first annual reporting 31 December 2026)

- Listed entities on the Main Board of the Maldives Stock Exchange ("MSE")
- Banks and Financial Institutions licensed by the Maldives Monetary Authority ("MMA")
- Insurance companies licensed by the Maldives Monetary Authority ("MMA")
- Large State-Owned Entities (SOEs) with total assets exceeding MVR 1 billion.

Financial period beginning from 01 January 2027 (first annual reporting 31 December 2027)

- Other State-Owned Entities (SOEs)

Financial period beginning from 01 January 2028 (first annual reporting 31 December 2028)

- Companies registered in Viyana (second board)

Financial period beginning from 01 January 2029 (first annual reporting 31 December 2029)

- Large entities:
 - (i) revenue above MVR 100 million or net profit above MVR 20 million and,
 - (ii) more than 100 employees.

We invite you to share any observations or concerns regarding the adoption of ISSB Sustainability Disclosure Standards as a local mandatory requirement. Please direct your comments to members@camaldives.org on or before 30 September 2025.

Should you require further clarification or information, please do not hesitate to contact Ms Fathima Nasir, Senior Manager, Technical at fathima.nasir@camaldives.org.

Thank you

Yours sincerely



Mohamed Haleem Abdulla

President

