

ANNUAL 2023





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FOREWORD BY THE PRESIDENT OF CA MALDIVES

It is with great pleasure that I present the annual report of CA Maldives for the year 2023. This report presents the dedication, achievements, and unwavering commitment of our team to serve the interests of our members, accounting professionals, stakeholders, and the accounting profession of the Maldives as a whole.

Throughout 2023, our team remained steadfast in our pursuit of regulatory objectives, ensuring transparency, and upholding integrity in the Audit and Assurance Services. Initiatives such as publishing a comprehensive guide for auditors of electoral candidates and consulting with relevant stakeholders on the draft of the Valuation Guideline underscore our commitment to promoting accountability and best practices in the industry. Additionally, the review and amendments to the Regulation for Audit and Assurance in the Maldives, further strengthens our regulatory framework, ensuring compliance and adherence to global standards.

Our efforts extended beyond national borders, as evidenced by the signing of Memorandums of Understanding (MoUs) both locally and internationally. These partnerships facilitate knowledge exchange, capacity building, and professional development opportunities for our members, contributing to the growth and advancement of the accounting profession.

In line with our commitment to continuous learning and development, numerous trainings and forums were conducted for our members, providing them with valuable insights and updates on industry trends and best practices. Furthermore, our proactive approach towards achieving IFAC membership was evident as we worked diligently to meet the expectations of IFAC and collaborated with relevant stakeholders and parties to create a pathway towards membership.

A significant highlight of our efforts in 2023 was the collaboration with the Ministry to offer 200 scholarships to aspiring Professional Accountants. This initiative not only empowers individuals but also contributes to the development of a skilled workforce for the future, further enhancing the credibility and professionalism of the accounting profession.

As we look back on the accomplishments of the past year, I extend my heartfelt gratitude to the Council and Committees of the Institute, the dedicated management team, members of the Institute, stakeholders, and partners for their unwavering support and commitment. Together, we have made significant strides towards advancing the accounting profession and upholding the highest standards of professionalism and integrity.

Thank you for your continued trust and confidence in CA Maldives.



MR. HUSSAIN NIYAZY

Auditor General & President
of CA Maldives

VISION

A globally respected accountancy body recognized for its relevance and impact in shaping the future of the profession.

MISSION

To regulate and advance the accountancy profession to ensure international competitiveness, and promote sustainable practices, accountability, and good governance to create long-term value for its members and society.

CORE VALUES

Sustainability
Relevance
Innovation
Integrity
Collaboration

STRATEGIC GOALS

1

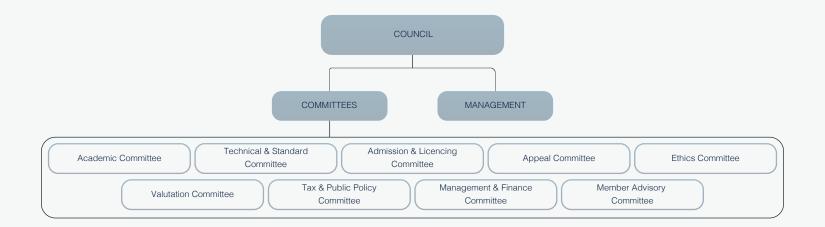
Promoting good governance, establishing frameworks and operational structures to ensure agility, adaptability, and relevance in a fast-changing world. 2

Promoting excellence, enterprise, and future readiness among members within a strong foundation of the highest standards of ethics and professional conduct. 3

Contribute to national development, engage in advocacy for good governance and promote sustainable business practices.

CORPORATE GOVERNANCE

CORPORATE GOVERNANCE STRUCTURE



THE COUNCIL

The Council is charged with the administration and management of the Institute as well as decisions on the overall strategy, policy, and direction and handling matters stipulated in the Chartered Accountants Act.

The Council is supported by various committees of the Institute. Under the Act, the Interim Council of the Institute includes:

- Auditor General
- State Financial Controller
- Commissioner General of Taxation
- Two (2) members from the Auditor General's Office appointed by the Auditor General
- Four (4) members working in the accounting profession representing the private sector appointed by the Auditor General

After the Transitional Council which lasts for four (4) years (until 13th September 2024), the council members of the Institute are elected by a secret ballot of the members of the Institute and serve for a total of three years from the date of the election.

During the year 2023, the council had 22 meetings

COUNCIL MEMBERS

Members of the Council during the year 2023.



Mr. Hussain Niyazy President & Auditor General



Mr. Hassan Mohamed Vice-President - Managing Partner of Crowe Maldives LLP



Mr. Fathuhulla Jameel Council Member -Commissioner General of Taxation



Mr. Mohamed Azad Council Member – Accountant General



Mr. Ibrahim Fazeel Council Member - Assistant Auditor General, Financial and Compliance Audit Services Division, Auditor General's Office



Council Member – Director, Research and Development, Auditor General's Office



Ms. Fareeha Shareef Council Member -Managing Partner, FJS Consulting Pvt Ltd



Mr. Rifaath Jaleel Council Member – Managing Partner, MHPA LLP



Mr. Mohamed Haleem Abdulla Council Member - Head of Finance, Villa Air Pvt Ltd

COMMITTEES

The Council is supported in its activities by various committees. During the year 2023, the Institute had a total of nine (9) committees out of which six (6) were mandatory Committees formed under Chapter 6, Clause 25 of the Act.

ACADEMIC COMMITTEE

Academic committee shall be constituted to approve courses; conduct courses; issue academic certificates; and deliberate and resolve academic matters related to the accountancy profession of the Maldives.

MEETINGS

During the year, the committee held four (4) meetings.

RESPONSIBILITIES

Work with relevant ministries and state institutions to incorporate the essential elements of the content and process of training and development, on which IFAC's International Education Standards (IESs) and the Code of Ethics for Professional Accountants (The Code) are based, into the national education and development requirements for the accountancy profession.

Implement the learning and development requirements of professional accountants as prescribed under the International Federation of Accountants (IFAC), International Education Standards (IES), International Education Practice Statements (IEPSs), and International Education Information Papers (IEIPs).

Develop and
execute the national
education and
training program for
accountants,
implement the IFAC
Member Body
Compliance
Programme.

Draw up the national agenda to meet the skills requirements for professional accountants in the Maldives;

Review the internal education and training requirements of CA Maldives and align it to both the national agenda and the recommendations of the Council.

Collaborated with the Ministry of Higher Education (MoHE) in creating awareness among the public on scholarships offered by MoHE to professional accountants.

Conducted an awareness session (webinar) on CIMA in association with CIMA Sri Lanka and on ACCA in association with ACCA to give information to applicants of Professional Accountant's Scholarship.

Assisted MoHE in evaluating Professional Accountant's Scholarship applications.

- Finalized the CPD Calendar for the year 2023.
- Developed concept paper for creating trainers pool of CA Maldives

- Developed concept paper for creating Financial Literacy Clubs at schools.
- Developed concept paper for CA Membership case study exam and AAA module exam.
- Developed concept paper for short courses to be conducted by CA Maldives for the year 2024.
- Held discussions regarding the proposed courses to be conducted by CA Maldives with the Institute of Chartered Accountants of India (ICAI).
- Discussions and related work of SMO requirements for IFAC Membership.

COMMITTEE MEMBERS



Mr Mohamed Haleem Abdulla Chairperson Council member



Mr. Abdulla Zakariyya Vice Chairperson – Capital Market Development Authority (CMDA) (Public Sector)



Mr. Ismail Zabeeh Member - Ministry of Higher Education (Government) (2020 - Aug 2023)



Mr. Ahmed Ashfaq Member – Auditor General's Office



Mr. Abdul Haleem Abdul Latheef Member - First National Finance Corporation (Private Sector)



Mr. Abdulla Nisam Member - Maldives National University (Public Sector)



Mr. Ahmed Aslam Member – Housing Development Corporation (HDC) (Member of the Institute)

ADMISSION AND LICENCING COMMITTEE

Admission and Licensing Committee is mandated to determine the eligibility criteria for Membership of the Institute and to plan and carry out the process of issuing Licences for conducting Statutory Audit in the Maldives as well as to carry out any other work conducive to issuing such Licences.

MEETINGS

During the year, the committee held twenty-eight (28) meetings.

RESPONSIBILITIES

Prepare and implement Membership regulation in accordance with clause 38 (a) (4) of Maldives Chartered Accountants Act.

Prepare and implement Student regulation in accordance with clause 38 (a) (6) of Maldives Chartered Accountants Act.

Prepare and implement Licensing regulation in accordance with clause 38 (a) (9 and 11) of Maldives Chartered Accountants Act.

Conduct audit quality reviews under Licensing Regulation.

Prepare and implement Accountants in Business regulation in accordance with clause 38 (a) (5) of Maldives Chartered Accountants Act.

- Developed and finalized the Quality Assurance Review (QAR)

 Framework
- Preparing the QAR Manual to implement QAR system of the Institute.
- Developed and published Guidelines for Auditors of Electoral Candidates, in collaboration with TSC
- Proposing necessary amendments to Chartered Accountants Act (13/2020)
- Review and updating checklists used for the review of audit licence applications to align with changes in regulation and standards
- Review of current regulations of Membership & Licensing to identify necessary amendments
- Worked on developing student regulation
- Discussions and related work of SMO requirements for IFAC Membership

- Reviewed ten (10) Audit Licence applications and approved two (2) of those which met the criteria required by Regulation R-3/2021.
- Reviewed fourty-two (42) Membership applications and approved thirty (30) of those which met the criteria required by Regulation R-121/2020
- Commented on the draft AML/CFT Guideline for Accountants and Auditors prepared by FIU
- Commented on MoU Cooperation in the Areas of Implementing AML/CFT Measures between FIU and CA Maldives
- Published necessary amendments to licensing regulation

COMMITTEE MEMBERS



Mr. Ahmed Salih
Chairperson
Council member



Ms. Hawwa Saaiga

Vice Chairperson –

Auditor General's Office



Mr. Mohamed Shan

Member – Auditor

General's Office



Ms. Hawwa Jannath

Member – Auditor

General's Office



Mr. Ahmed Samih

Member – Auditor

General's Office



Ms. Nafa Waheed

Member – Maldives
Inland Revenue
Authority



Mr. Bunyaameen Mohamed Member – Maldives Inland Revenue Authority – (Member of the Institute)

TECHNICAL AND STANDARDS COMMITTEE

The Technical and Standards Committee is responsible for developing and enforcing accounting and auditing standards and code of ethics applicable to private sector of the Maldives. The Committee is accountable to the Council for its performance in fulfilling the mandate.

MEETINGS

During the year, the committee held twenty-nine (29) meetings.

RESPONSIBILITIES

To consider, review and recommend to the Council, the adoption of:

Auditing and assurance standards and statements issued by International Auditing and Assurance Standards Board (IAASB) and of the International Federation of Accountants (IFAC);

International Financial Reporting Standards (IFRS), IFRS for SMEs and related interpretation and guidance of International Accounting Standards Board (IASB), after due consultation with the members of the Institute; and

International ethics standards and guidance issued by the International Ethics Standards Board for Accountants (IESBA)

Monitor application/ enforcement of IFRSs, IFRS for SMEs and ISAs and other relevant standards prescribed by the Council.

Coordinate with the international organizations such as IFAC, SAFA, CAPA, etc. on matters relating to financial reporting and auditing.

Prepare and submit comments on exposure drafts or other communications issued by the Perform such other functions as shall be determined by the Council from time to time, IASB, IAASB and the IESBA, after taking the views of members of the Institute into consideration.

Carry out research projects of their own accord to assist the Council with development of financial reporting and auditing standards and related matters.

Technical Committee Paper on Possibility of Deferring the Effective Date of Implementation of IFRS 17 – Insurance Contracts- In The Maldives

- Development of T&SC Annual Work Plan (AWP)
- Development of "Guidelines for Auditors of Electoral Candidates" in collaboration with ALC
- Endorsing international sustainability standards board (ISSB)'s standards -IFRS S1 general requirements for disclosure of sustainability-related financial information and IFRS S2 climate-related disclosures
- Provided feedback on ASAF meeting 'Disclosure Initiative—Subsidiaries without Public Accountability: Disclosures'
- Comments shared for AOSSG- Financial reporting priorities and updates of the jurisdiction.

- Discussions on the development of Sustainability Reporting Award Framework.
- Completion of IFAC SMO Action Plan
- Prepared Questionnaire regarding Implementation of IFRS 17: Insurance Contracts
- Members of the T&SC provided their comments to the CA Act
 Shared Comments with AOSSG in relation to the Agenda No. 17:
 Jurisdictional Financial Reporting Priorities and Updates in IFASS
 Meeting.
- Provision of Expert Opinion to MIRA regarding the ongoing court case
- Meeting with MMA, CMDA, PCB and Economic Ministry regarding the implementation of IFRS S1 and IFRS S2 in the Maldives (October 2023)

COMMITTEE MEMBERS



Mr. Ibrahim Fazeel
Chairperson
Council member



Mr. Jatindra Kumar Bhattray Vice Chairperson – PwC (Network Firm)



Ms. Shirumeena Hussain Member – Auditor General's Office



Mr. Duminda
Rathnadiwakara

Member – KPMG
(Network Firm)



Mr. Ibrahim Shabeen

Member – Prudent LLP

(Local Firm)



Mr. Ali Muaaz Member - Maldives Inland Revenue Authority



Ms. Aishath Shizna

Member – Allied

Insurance (Private

Sector)

APPEAL COMMITTEE

To independently review each appeal of CA Maldives against any written, or final written decisions made under the formal procedure of the Committees or the Council for member or staff of CA Maldives and shall recommend the Council on the matter.

MEETINGS

During the year, the committee held five (05) meetings.

RESPONSIBILITIES

Formulate procedures for handling appeal cases and establish strong appeal process to ensure justice, fairness, and impartiality.

On conclusion of each appeal, prepare a detailed report and deliberate over its findings in private and reach a recommendation regarding the appeal of the appellant to the Council.

Advice and provide guidance to develop and enhance the overall Investigation and Disciplinary procedures of CA Maldives, based on the findings of the committee, should the committee find it necessary.

Support CA Maldives in ensuring that the public is aware that an investigative and disciplinary system exists in the jurisdiction.

Review all the appeals from the appellants, forwarded to the committee by the Council

- Approval and endorsement of committee TOR & ROP
- Discussed and approved work plan for the year 2023
- Proposing necessary amendments to Chartered Accountants Act (13/2020)

- Initiated research work to draft the Regulation for Complaint Handling & Conducting Investigations
- Initiated research work to draft the appeal procedure of CA Maldives

COMMITTEE MEMBERS



Ms. Rauhath Hussain

Chairperson – Auditor

General's Office



Uz. Mohamed Faisal

Member – Bar Council



Mr. Ibrahim Siaau

Member – Capital

Market Development

Authority (CMDA)



Naseem

Member – Auditor

General's Office

Mr. Mohamed



Ms. Maryam Yasha Member – Maldives Inland Revenue Authority

ETHICS COMMITTEE

The objective of the Committee is to investigate matters referred by the Council that they find to be against the ethical standards and report findings to the council.

MEETINGS

During the year, the committee held thirteen (13) meetings.

RESPONSIBILITIES

The Committee shall formulate procedures for handling complaints and conducting investigations.

The Committee shall provide guidance to develop and enhance the code of ethics and guidelines on ethics, based on the findings of the Committee.

The Committee shall examine and deal with the complaints forwarded by the Council, of CA Maldives members and recommend necessary actions for the Council to take, in order to protect the interests of the CA Maldives members.

The Committee shall investigate any ethical issues that the Council finds to be not up to the set guidelines and standards set by CA Maldives. The Committee will report back to the Council any findings and recommend further actions that need to be taken.

The Committee shall undertake ad hoc projects related to the mandate of Ethics Committee as determined by the Council.

- Finalized the First draft Regulation for Complaint Handling and Conducting Investigations.
- Presentation of First Draft of Regulation for Complaint Handling and Conducting Investigations to Appeal Committee.
- Discussions and related work of SMO requirements for IFAC Membership

Revised and updated Rules of Procedure and Terms of Reference for the Ethics Committee that reflect current ethical considerations, legal standards, and organizational values.

Proposing necessary amendments to Chartered Accountants Act (13/2020)

COMMITTEE MEMBERS



Mr. Ibrahim Aiman Chairperson - Auditor General's Office



Ms. Fathimath Shiuma Vice Chairperson -Maldives Inland Revenue Authority (MIRA)



Najeeb Member - Maldives Monetary Authority (MMA)

Ms. Siya Ahmed



Mr. Ibrahim Saleem Member - Capital Market Development Authority (CMDA)



Ms. Khadheeja Jameela Member - Civil Service Commission



Mr. Ibrahim Mahfooz Member - Emmjay Associates (Private Sector)

TAX AND PUBLIC POLICY COMMITTEE

The objective of Tax and Public Policy Committee is to discuss, review, and advise the Council on public policy related matters, including legislations and policies of the State on tax, public finances, business, etc. and ESG.

MEETINGS

During the year, the committee held Twelve (12) meetings.

RESPONSIBILITIES

To formulate and recommend to the Government comprehensive and constructive tax proposals for fiscal changes and licensing reforms consistent with the interest of the nation and the profession;

To act as a conduit to allow our members to channel their views on technical and tax practice matters, and maintain dialogue with the relevant tax authorities:

To monitor official statements on technical and tax practice matters and issue comments and circulars thereon, where appropriate; To issue regular tax information via circulars to all members;

To coordinate reviews on the technical aspects of the tax legislation or draft tax legislation, as and when appropriate;

To engage in discussion with stakeholders relevant to the taxation profession, such as the Ministry of Finance, Maldives Inland Revenue Authority, Ministry of Economic Development;

- Finalized and approved TOR & ROP of the Committee.
- Discussed and approved Committee work plan for the year 2023.
- Conducted meetings with stakeholders to discuss areas of collaboration.
- Signed MoU with CMDA to collaborate on identified areas of common interest.

- Finalized and published review of the National Budget 2023 passed by the Parliament.
- Development of National Budget 2024 Review

COMMITTEE MEMBERS



Ms. Fareeha Shareef
Chairperson – Council
Member



Mr. Ahmed Ali

Vice Chairperson – S&A

Lawyers LLP (Fellow

Member of the Institute)



Ms. Aishath Abdulla

Member – Island

Aviation Services

Limited (IAS) (Associate

Member of the Institute)



Mr. Mohamed Siraj Muneer PwC Maldives (Tax Expert)



Mr. Ali Irufan Member – Ministry of Finance (Public Finance Expert)

VALUATION COMMITTEE

Valuation Committee is formed with the mandate to research, develop and advise the Council on valuation guidelines appropriate for valuation practices for financial reporting in the Maldives.

MEETINGS

During the year, the committee held thirteen (13) meetings.

RESPONSIBILITIES

Develop and publish regulations and standards related to private sector financial reporting as per CA Act 22 (f). (Including but not limited to SOEs)

Research and advise the council on suitable valuation standards to be developed and adopted in the Maldives jurisdiction.

Develop, maintain, and facilitate information database to capture market transaction data to improve consistency, uniformity and quality of valuations performed in the Maldives.

Maintain a registry of valuers.

Identify and review new standards, guidelines, policies, and market related developments relating to valuation.

Contribute to the development and regulation of the valuation practice in the Maldives.

- Drafting of guidelines for registration for valuers
- Drafting of valuation guidelines for Financial Reporting Purposes in the Maldives
- Research and advise the council on suitable valuation standards to be developed or adopted in the Maldives jurisdiction.

Conducted research work and started the development of Loss Assessment Procedures & Guidelines

COMMITTEE MEMBERS



Mr. Rifaath Jaleel Chairperson Council member



Mr. Ali Faris Mohamed Vice-Chairperson - Faris and Co L.L.P



Rasheedh Member – Allied Insurance Company

Mr. Hussain



Abdulla Member – Maldives Inland Revenue Authority (MIRA)

Ms. Samahath



Ms. Fathimath Leena Member - STELCO (2022-2023)



Mr. Shamheed Ali Member - Bank of Maldives (Banking Expert) (Sep 2023 onwards)



Mr. Hassan Kalaam Member - Bank of Maldives (Banking Expert) (2022 - Aug 2023)

MANAGEMENT AND FINANCE COMMITTEE

The Management and Finance Committee shall function to ensure that Chartered Accountants Council strategies, and daily operations are carried out efficiently and effectively by providing advice and recommendation to operational and financial matters of CA Maldives and provide recommendations to the Council in the operating and financial performance of CA Maldives.

MEETINGS

During the year, the committee held seventeen (17) meetings.

RESPONSIBILITIES

Conduct annual review and monitor the status of the Strategic Plan, financing plan and report the progress to the Council

Carry out the responsibilities regarding budgeting and financing and financial performance of the **CA Maldives**

Carry out the responsibilities with regard to reporting; review of financial statements, annual reports, report to the Council on significant reporting issues, assist in conducting the annual audit and make recommendations to the Council

Review the organizational structure of CA Maldives and submit to the Council

Review and implement Council and Committee Members Appointment and Removal regulation in accordance with clause 38 (a) (1) of Maldives Chartered Accountants Act.

Review and implement CEO and staff regulations in accordance with clause 38 (a) (10) of Maldives Chartered Accountants Act.

- Approved revised TOR & ROP enhancing committee effectiveness and alignment with organizational goals.
- Review of Organization Structure of the Institute and finalized the hiring structure.
- Reviewed and approved the budget for the year 2023.
- Reviewed and approved the Financial Statement for the year 2022.
- Reviewed and approved the Annual Report for the year 2022.
- Proposed revenue strategies to enhance financial sustainability and support the Institute's objectives.

- Approval of Management Letter from External Auditors
- Approved the staff policy, ensuring alignment with organizational goals and employee well-being.
- Proposed necessary amendments to Chartered Accountants Act (13/2020)
- Initiated the process of developing the election's regulation of CA Maldives
- Performed all necessary tasks and activities to successfully complete the application of IFAC Membership.

COMMITTEE MEMBERS



Mr. Hassan Mohamed Chairperson Council member



Ms. Asma Ahmed

Vice Chairperson –

Bank of Maldives Plc



Ms. Khaula Rameez

Member – CA Maldives



Mr. Ahmed Salah

Member – QVL Advisory



Ms. Dhunya Nizar

Member – EY Maldives

MEMBER ADVISORY COMMITTEE

MEETINGS

During the year, the committee held three (3) meetings.

RESPONSIBILITIES

To discuss, deliberate and advise the Council on all matters of interest to the members from amongst the work of the Institute, including comments and feedback on new regulations, policies, and procedures, etc. of the Institute.

MAJOR ACTIVITIES CARRIED OUT AND RESOLVED:

Proposed necessary amendments to Chartered Accountants Act (13/2020)

COMMITTEE MEMBERS



Mr. Abdulla Leeman Zahir Chairperson – Mile and

Associates



Mr. Ismail Hameed

Vice Chairperson –

Maldives Hajj

Corporation Limited



Mr. Fazeel Mohamed Naeem Member – Auditor General's Office



Mr. Krishna Rengaraj

Member – EY Maldives



Mr. Abdulla Shaahid Member – Male' Water and Sewerage Company



Mr. Chalitha Abeydeera Member - Tree Top Hospital (Aug 2022-2023)

MANAGEMENT TEAM

Throughout the year, the Management team, comprised of six full-time staff members and one intern, worked collaboratively to execute the activities of the institute, council, and committees. Their commitment and teamwork were instrumental in the success of the institute, ensuring the smooth operation of various initiatives and projects. Their dedication to upholding the institute's values of professionalism and integrity was evident in every undertaking, guiding towards achieving the goals of the Institute and making a positive impact within the accounting community.

TEAM



Ms. Khaula Rameez People and Strategy Lead



Ms. Fathima Nasir Manager, Training and Research



Ms. Shamra Mahmood Executive Associate



Mr. Lujain Ali Waheed Public Relations Executive



Ms. Suha Mohamed Executive Associate



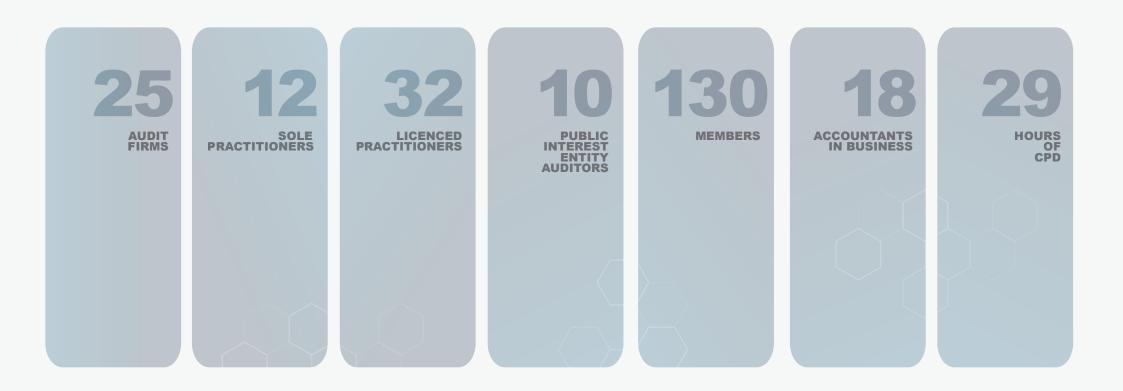
Ms. Aminath Nasha Assistant Executive Associate (July 2023 onwards)



Ms. Mariyam Azka Intern (July 2023 onwards)

THE
INSTITUTE IN
NUMBERS

REGISTRATIONS



MEMBER DEMOGRAPHICS



107 FELLOW 113
MALDIVIANS

82
PRACTICE

55 PUBLIC



23
ASSOCIATE

17
FOREIGN

INDUSTRY WORKING PROFESSIONALS

75 PRIVATE

INDUSTRY

57
ACCOUNTING & FINANCE

21
REGULATORY BODIES

24 soes 03 BANKING 04
INSURANCE

03
COMMUNICATIONS

18 others

COMMITTEE MEETINGS

ACADEMIC COMMITTEE	04	TAX & PUBLIC POLICY COMMITTEE	12
ADMISSION & LICENCING COMMITTEE	28	VALUATION COMMITTEE	13
TECHNICA & STANDARDS COMMITTEE	29	MANAGEMENT & FINANCE COMMITTEE	17
APPEAL COMMITTEE	05	MEMBER ADVISORY COMMITTEE	03
ETHICS COMMITTEE	13		

FINANCIAL OVERVIEW

MVR TOTAL NET **MVR** INCOME **SURPLUS** 1,286,013 6,872,699 TRAINING INCOME **SUBSCRIPTION MVR MVR** & FEES 317,599 104,850 RECEIVED **EXPENDITURE MVR** NET **MVR ASSETS** 5,254,134 5,586,686

GLOBALLY ALIGNED













KEY HIGHLIGHTS OF 2023

YEAR IN REVIEW

In 2023, the Institute continued its journey of excellence, marked by significant achievements and impactful initiatives. As we reflect on the year gone by, we take pride in the following highlights.

The Institute published a comprehensive review on the Maldives Budget 2023, providing valuable insights and analysis to aid in informed decision-making within the national financial landscape and is expected to raise awareness among the public and relevant stakeholders about the economic situation of the country in terms of growth and the risks posed by the increasing government debts and fiscal deficit year-on-year. This contribution reaffirms our commitment to promoting transparency and accountability in fiscal matters.

The Institute has been continuously collaborating with the government and other stakeholders to create opportunities in the profession and further develop the accounting profession in the Country. As part of these

collaborations, during last year 200 scholarship opportunities for aspiring Chartered Professional Accountants were offered by Ministry of Higher Education. These scholarships not only empower individuals but also contribute to building a skilled workforce for the future.

The year 2023, demonstrated dedication to upholding integrity in the electoral process by the Institute. In light of fruitful discussions and engagements with the Elections Commission of the Maldives, the Institute published a comprehensive guide for auditors of electoral candidates. This initiative contributes to promoting transparency and accountability in elections, thereby strengthening democratic processes.

Further to highlight, the first draft of the Valuation Guideline was consulted with relevant stakeholders to ensure that regulatory frameworks are robust, responsive, and reflective of industry needs and best practices. Strengthening the ties with international counterparts, the Institute entered a Memorandum of Understanding (MoU) with the global accounting bodies in 2023. These collaborations facilitate knowledge exchange, capacity building, and professional development opportunities for our members. The Institute took part in panel discussions, presentations, and meetings with these global bodies in 2023, demonstrating its commitment to global collaboration and exchange in the accounting profession.

SAFA IFRS & ISAs Forum 2023 is highlighted to be a successful collaboration with accounting bodies of south Asian region. During this, the Institute was privileged to host the 80th SAFA Board meeting along with 11 SAFA Committee meetings. This event brought together regional stakeholders to discuss key issues, share experiences, and chart the course for advancing the accounting profession in South Asia.

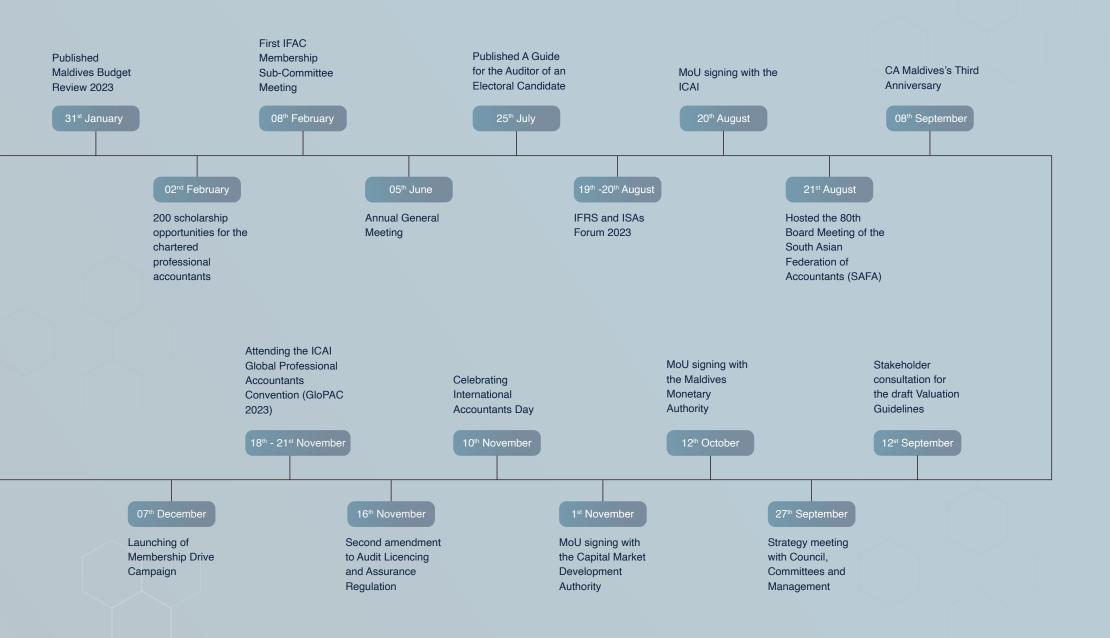
Importance was also given to strengthen partnerships with important stakeholders of regulatory and financial sector paving the way for enhanced cooperation, knowledge sharing, and regulatory alignment.

Throughout the year, Institute was committed to conduct Webinars, Trainings, Workshops, and sessions on important areas, for the professional development of the members. Apart from the development and growth of

current members, during the 2023, the Institute launched a membership campaign to expand its reach and influence within the accounting community.

One of the major highlights of 2023, was initiating the application process for becoming a member of the International Federation of Accountants (IFAC). This was a major priority of the year and contributes to attaining one of the strategic objectives of the Institute, reaffirming our commitment to global standards and best practices.

The year 2023 was characterized by notable achievements, strategic collaborations, and ongoing efforts to uphold the highest standards of professionalism and integrity. the Institute remains steadfast in its commitment to serving the interests of its members, stakeholders, and the wider community, as we strive for excellence in all endeavours.



MEMBER SERVICES, DEVELOPMENT AND EVENTS

CONTINUOUS PROFESSIONAL DEVELOPMENT

In 2023, the institute remained steadfast in its commitment to fostering professional growth and excellence through technical sessions conducted as part of Continuous Professional Development (CPD) program. Throughout the year, the Institute conducted a range of workshops, seminars, and training sessions tailored to the evolving needs of our members. These engagements provided invaluable opportunities for professional advancement, ensuring our members remain abreast of industry developments. As we reflect on the accomplishments of the past year, we eagerly anticipate enhancing our CPD sessions with more comprehensive technical content in relevant areas.

The CPD events in 2023 covered a broad spectrum of topics, spanning International Financial Reporting Standards (IFRS), International

Standards on Auditing (ISA), taxation, and relevant laws and regulations. By participating in these events, members gained invaluable insights into the latest trends and advancements within the profession. This not only enabled them to maintain their competitiveness but also empowered them to deliver the high-quality services to their clients.

During the year, the Institute organized a total of twenty-nine (29) hours of CPD activities receiving more than 550 participants. These figures underscore the commitment to facilitating continuous learning and professional development among the members of the Institute.







TRAININGS CONDUCTED

NAME OF THE TRAINING	DATE	CONDUCTED BY	NO. OF CPD HOURS	NO. OF PARTICIPANTS
ISA 315: Identifying And Assessing the Risks of Material Misstatement	20 April 2023	Mr. Duminda, Partner (KPMG) and Member of TSC	2 hours	45
Taxation of Non-Residents, Including Taxation of Permanent Establishments	24 May 2023	Ms. Aminath Shiyana & Mr. Hussain Amir, MIRA	2 hours	58
Training on the Guidelines for Auditors of Electoral Candidates	13 August 2023	Mr. Ibrahim Shabeen, Mr. Ali Muaz, Ms. Shirumeena (Members of TSC)	3 hours	15
SAFA IFRS & ISAs Forum 2023	19-20 August 2023	The event had over 40 speakers from different SAFA bodies.	12 hours	340
Practical Application of IFRS 13 Fair Value Measurements	4 October 2023	Mr. Thishan Hapugoda, EY Maldives	2 hours	25
Anti-Money Laundering & Combating Financing of Terrorism	8-9 November 2023	FIU, Maldives Monetary Authority	6 hours	49
International Tax Reforms, OECD Pillar One and Pillar Two	14 December 2023	Mr. Hussain Amir - Deputy Director, Taxpayer Education of the MIRA	2 hours	47

CORPORATE EVENTS

ANNUAL GENERAL MEETING (AGM) 2022

The Institute conducted its Annual General Meeting (AGM) for the year 2022 virtually on the 5th of June 2023. The meeting was attended by 61 members of the Institute. After the meeting, the Institute promptly published the outcomes of the proceedings on its official website.



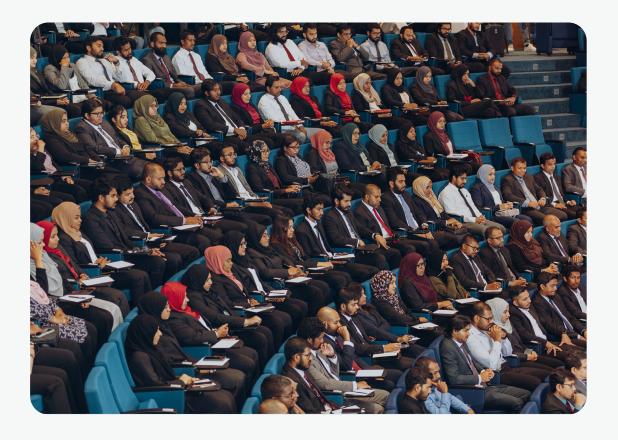


IFRS AND ISAS FORUM 2023

The annual technical forum "IFRS and ISAs Forum" for the year 2023 was conducted in collaboration with South Asian Federation of Accountants (SAFA).

The IFRS and ISAs Forum 2023 was held during August 19-20, 2023, at Salmaan Mosque Auditorium, Male'. The event was attended by over 340 individuals, including members of the Institute, non-members, students, and foreign delegates representing more than 80 organizations including Government Ministries, SOEs, firms, banks, Universities and Private Sector.

The forum was enlightened by with over 40 speakers from different SAFA accounting bodies representing 6 SAFA Countries. The 2-day forum covered 11 technical sessions along with 2 panel discussions including 2 hybrid sessions.



The SAFA IFRS & ISAs Forum 2023 served as an invaluable platform for professionals seeking to remain at the forefront of industry developments. Through a rich program of discussions and sessions, attendees gained crucial insights into recent updates to standards, navigated complexities inherent in real-world scenarios, and benefited from the experiences shared by SAFA countries. Additionally, the inclusion of sustainability-focused sessions addressed the evolving demands of the field, equipping participants with essential tools to tackle emerging challenges.

Overall, participation in the forum not only deepened attendees' understanding of pertinent issues but also facilitated collaboration and knowledge exchange, ultimately enhancing their professional expertise, and contributing to the advancement of the global accounting community.



OTHER HIGHLIGHTS FROM IFRS & ISAS FORUM 2023

This year's IFRS & ISAs Forum was supported by Sponsors and partners, where the gold sponsor for the forum was Maldives Pension Office while State Trading Organization was silver sponsor and Maldives Islamic Bank, Dhivehi Insurance and Maldives Ports Limited were the bronze sponsors for this forum.

The IFRS & ISAs Forum was chief guested by the Governor of Maldives Monetary Authority Mr. Ali Hashim. During his speech he highlighted the Importance of maintaining confidence for financial institutions on a macro-economic level for a strong financial reporting system and importance of governance, internal control mechanisms.

A special remark was delivered by South Asian Federation of Accountants (SAFA) president, CA. Nihar N. Jambusaria. Auditor General and President of CA Maldives, Mr. Hussain Niyazy delivered welcoming remarks at IFRS & ISAs forum 2023 highlighting the important role of accountants in improving financial transparency, management accountability and good governance.

A historic milestone was marked during the forum by signing an MOU with the Institute of Chartered Accountants of India. This MOU aims to strengthen the bilateral relationships between both the institutes and support in the development of the technical and institutional capacity of the Institute. ICAI will also be the sponsor of CA Maldives for IFAC Membership.





HOSTED 80TH BOARD MEETING OF THE SOUTH ASIAN FEDERATION OF ACCOUNTANTS (SAFA), **FOLLOWED BY OTHER SAFA EVENTS**

Following the successful 2-day IFRS & ISAs forum in 2023, the Institute had the honour of hosting the 80th Board Meeting of the SAFA at Villa Nautica, Paradise Island Resort, Maldives, on August 21st. A notable highlight of the meeting was the awarding of full SAFA membership status upon CA Maldives, marking a significant milestone as the 10th full member of SAFA.

Subsequently, eleven (11) committee meetings of SAFA were convened, facilitating substantive discussions on pertinent issues. Concurrently, in collaboration with CA Maldives, SAFA celebrated its 40th anniversary with a Foundation Day conference on August 22nd. The event featured addresses by the Auditor General and President of CA Maldives, underscoring SAFA's pivotal role in advancing the accounting profession across member countries. During the Foundation Day event, SAFA President CA. Nihar N. Jambusaria emphasized the imperative of fortifying collaboration between IFAC and SAFA, underlining the significance of the partnership. Additionally, a panel discussion on the Impact of Technology on the Accountancy Profession, moderated by the Institute's Vice President Mr. Hassan Mohamed, provided insightful perspectives.

The events at Villa Nautica were concluded by a workshop conducted by IFAC for SAFA member countries on August 22nd, focusing on Sustainability and Education initiatives. This session facilitated an enriching exchange of ideas, providing updates on the SMO Review Project, fostering informed discussions and strategic advancements. Overall, these events underscored SAFA's commitment to fostering collaboration, knowledge exchange, and professional development within the regional accounting community.









COMMUNICATION AND ENGAGEMENT

MEDIA ENGAGEMENTS

To effectively communicate the Institute's message to the public, regular media involvement is essential. The Institute communicates through interviews on TV and radio programs and publishing press releases on the website.

MAJOR ENGAGEMENTS

Some of the major media engagements during the year included the following:

TV AND RADIO INTERVIEWS:

TV and radio interviews were conducted as part of the Institute's efforts to disseminate information about the Institute's events, forums, and programs. These interviews were strategically designed to raise awareness about the diverse opportunities available in the accounting and finance profession, including scholarships, and to highlight important guidelines issued by the Institute.

In February 2023, in collaboration with the Ministry of Higher Education to promote and provide essential information on 200 scholarships for professional accountants, Institute's officials, alongside Ministry representatives, engaged with various TV and radio programs, offering comprehensive details about the scholarships, and fostering awareness about accounting as a profession in the Maldives, providing guidance of the career pathways available.

Furthermore, in September 2023, Institute partnered with officials from the Elections Commission of the Maldives to utilize media platforms in disseminating information about the newly released guidelines for

auditors of electoral candidates. These initiatives reflect the commitment to proactive engagement with stakeholders and the dedication to enhancing awareness and understanding within the accounting profession and beyond.



NEWS AND PRESS RELEASES

- Announcement regarding 200 Professional Accounting Scholarships offered by MoHE
- Webinar sessions hosted by the Institute with CIMA & ACCA
- Invitation to comment on draft Regulation for Registration of Accountants in Business
- Announcement of AGM 2022
- Announcement of SAFA Women Entrepreneurship Program
- Participation in the MNU Fahi Furusath Job Festival
- Announcement of events and forums during the year
- Publication of Guidelines for Auditors of Electoral Candidates
- Hosting of SAFA board meeting and committee meetings along with other SAFA events

- Signing of MoU between CA Maldives and Financial Intelligence Unit of MMA
- Signing of MoU between CA Maldives and CMDA
- Amendments to Regulation for Statutory Audit & Assurance Services in the Maldives
- Launching of Membership Drive Campaign
- Announcement on the deferral of IFRS S1 & S2
- Publication of Maldives Budget Review 2023
- Job opportunities, bid openings, training and CPD sessions, important stakeholder engagements.





MEETING WITH STAKEHOLDERS

The Institute worked closely with government agencies, regulatory bodies, and industry stakeholders, in 2023. Through proactive dialogue and strategic partnerships, the Institute contributed to policy discussions, provided expert insights, and advocated for initiatives that promote transparency, accountability, and sustainable growth. By fostering strong relationships with government agencies, regulatory bodies, and industry stakeholders, the Institute played a pivotal role in driving positive change and facilitating meaningful impact within the community. These collaborations exemplify Institute's commitment to actively engaging with key stakeholders to address emerging challenges and seize opportunities for collective progress and prosperity.

In reflecting upon the achievements of 2023, the Institute is deeply grateful to the esteemed stakeholders for their invaluable collaborations

and dedication in shaping the accounting profession. Your unwavering commitment and shared vision have been pivotal in driving progress and elevating standards within the industry. Through collaborative efforts, constructive dialogue, and mutual respect, we have navigated challenges and embraced opportunities, collectively steering the course towards excellence. Your time, expertise, and partnership have enriched our journey and fortified our mission to uphold integrity and professionalism in the accounting landscape. As we move forward, we extend our sincerest appreciation for your continued support and collaboration, which remain fundamental to our shared success.

MEETINGS WITH GOVERNMENT MINISTRIES, REGULATORS AND ORGANIZATIONS

MINISTRY OF HIGHER EDUCATION (JANUARY 2023)

Auditor General and President of CA Maldives, Mr. Hussain Niyazy, Vice President Mr. Hassan Mohamed along with delegation of CA Maldives met with Minister of Higher Education, Dr. Ibrahim Hassan, and his team to discuss the upcoming scholarship opportunities to train Chartered Professional Accountants in the Maldives.



FINANCIAL INTELLIGENCE UNIT, MMA (FEBRUARY 2023)

Vice President of CA Maldives. Mr. Hassan Mohamed and Council Member, Mr. Ahmed Salih along with Delegation of CA Maldives met with the Head of Financial Intelligence Unit of Maldives Monetary Authority (MMA), Mr. Abdulla Ashraf and his team. During the meeting, potential areas of collaboration between both parties were discussed along with the importance of developing AML/CFT regulation and guidelines for Accountants & Auditors.



CAPITAL MARKET DEVELOPMENT AUTHORITY (CMDA) (MARCH 2023)

Members of the Tax and Public Policy Committee of CA Maldives met with the CEO of Capital Market Development Authority, Mr. Mohamed Hussain Maniku and the senior management team. During the meeting, potential areas of collaboration between both parties in public policy-related matters, including legislation and policies of the State were discussed.



STAKEHOLDER CONSULTATION MEETING (OCT 2023)

The Institute met with CMDA, PCB and MMA to discuss a way forward and challenges in the implementation of IFRS S1 & S2 in the Maldives.



MINISTRY OF FINANCE (DEC 2023)

The Council of CA Maldives paid a courtesy call on the newly appointed Finance Minister, Dr. Mohamed Shafeeq. During the meeting, potential areas for collaborations were discussed, setting the stage for promising partnerships.



MEETINGS WITH INTERNATIONAL STAKEHOLDERS AND OTHER PROFESSIONAL ACCOUNTING BODIES

In 2023, the Institute proudly strengthened its ties with the global accounting community through a series of strategic collaborations and engagements. These initiatives not only bolstered our international presence but also facilitated knowledge exchange and best practices dissemination. By actively participating in forums, conferences, and meetings, the Institute embraced a dynamic approach to professional

development, ensuring the members of the Institute are equipped with the latest insights and skills to navigate the ever-evolving landscape of accounting and finance. These collaborations underscore Institute's commitment to excellence and the dedication to fostering a robust global network that benefits the members and the broader financial community alike.

IFAC PAO DEVELOPMENT & ADVISORY GROUP MEMBER (MAY 2023)

Auditor General and President of the Institute, Mr. Hussain Niyazy, along with Vice-President Mr. Hassan Mohamed and members of Management and Finance Committee met with IFAC PAO Development & Advisory Group member Ms. Gladeys Jill A. Santos to discuss how the PAODAG can assist with CA Maldives application for IFAC membership.



PHILIPPINE INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS (MAY 2023)

Auditor General and the President of CA Maldives, Mr. Hussain Niyazy met with representatives from the Philippine Institute of Certified Public Accountants, including the Executive Director, Ms. Rose Manahan, Past National Director, Mr. Gerry Sanvictores, HR Manager, Ms. Salve De Agile, and IFAC PAODAG Member and Immediate Past National Vice President, Ms. Jill Santos.

During the meeting, possible future collaborations on exchange of technical knowledge and expertise were discussed.



DEVELOPING THE PROFESSION

In 2023, the Institute continued its commitment to developing the accounting profession through a range of initiatives and programs. Through tailored training sessions, workshops, and forums, members were provided with the opportunity to enhance their skills and stay updated on industry trends. Our collaboration with global accounting bodies and industry partners facilitated the integration of practical knowledge with academic learning, preparing future professionals for the

dynamic demands of the field. Additionally, the Professional Accounting Scholarship by the Ministry of Higher Education aimed to nurture emerging talents, building a pathway for skilled professionals poised to contribute to the growth and integrity of the profession. These efforts not only elevate the capabilities of our members but also reinforce the Institutes' role as a catalyst for positive change within the accounting community.

ACTIVITIES AND ACHIEVEMENTS:

200 Scholarships awarded by the Ministry of Higher Education to train 200 Chartered Professional Accountants.

Building technical knowledge and networking opportunities at events and sessions by the Institute like IFRS and ISAs Forum and CPD sessions

The signing of MoU with important local and global stakeholders;

MoU with Financial Intelligence Unit of MMA MoU with Capital Market Development Authority (CMDA) MoU with Institute of Chartered Accountants of India (ICAI)





STANDARD SETTING AND THE REGULATORY ENVIRONMENT

In 2023, the Institute remained at the forefront of standard setting and regulatory compliance, ensuring members of the Institute stay abreast of the latest developments in International Financial Reporting Standards (IFRS) and International Standards on Auditing (ISAs). The Institute published a comprehensive summary of updates to IFRS and ISAs, equipping Accountants and Auditors with essential knowledge to navigate evolving reporting requirements effectively.

Additionally, in response to changing regulatory landscapes, the second amendment to the Regulation for Statutory Audit and Assurance Services in the Maldives (R-3/2021) was published reinforcing Institute's commitment to uphold the highest standards of audit quality and transparency.

Furthermore, following extensive discussions with the regulators and stakeholders and recognizing the challenges associated with the implementation of IFRS Standards 1 and 2 within the Maldives, The Institute announced the decision to defer their adoption. This strategic move was aimed at providing the industry with adequate time and resources to prepare for the transition. These initiatives underscore the Institutes' dedication to maintaining a robust regulatory framework and supporting our members in achieving compliance and excellence in their professional practice.

In 2023, the Institute facilitated a stakeholder discussion and invited comments from members and other interested stakeholders on the Initial Draft on the Valuation Guidelines developed by the Valuation Committee of the Institute. This collaborative approach reflects the dedication of the

Institute to inclusivity, transparency, and the cultivation of best practices within the profession. Through such engagements, we strive to ensure that our regulatory frameworks and guidelines are informed by diverse perspectives and industry expertise, ultimately contributing to the advancement of the accounting profession in the Maldives.

In line with our commitment to advancing professional standards and fostering ethical practices, the Institute proudly published a comprehensive guideline for auditors of electoral candidates in 2023. This initiative aimed to provide clear and practical guidance to auditors, ensuring transparency and accountability in financial reporting during electoral campaigns. By addressing unique challenges and complexities in this area, the guideline serves as a valuable resource for auditors of electoral candidates, promoting integrity and upholding public trust in the electoral process. This endeavour reflects the Institutes' dedication to developing the profession by proactively addressing emerging needs and promoting best practices that enhance the credibility and effectiveness of the members of the Institute in serving the public interest.

PROFESSIONAL REPRESENTATION

During the year, the Institutes' representatives actively engaged in numerous seminars, forums, conferences, annual meetings, and events, representing the institute's interests both domestically and internationally. Their participation in these gatherings exemplified the institute's commitment to professional development, knowledge sharing, and fostering collaborative relationships within the global accounting community. By leveraging these platforms, the Institute demonstrated its

leadership and expertise in the field while facilitating dialogue on emerging trends, regulatory changes, and best practices. These engagements not only enhanced the institute's visibility and reputation but also provided valuable insights and networking opportunities essential for staying abreast of industry advancements and maintaining relevance in a rapidly evolving landscape.

SAFA WOMEN'S DAY CELEBRATIONS (MARCH 2023) (VIRTUAL)

Council Member of CA Maldives, Ms. Fareeha Shareef participated in the SAFA Women's Day Celebrations 2023, an initiative organized by the SAFA Women's Leadership Committee. During the session, Ms. Fareeha discussed various initiatives that have been implemented by the Institute in support of gender diversity.



78TH BOARD MEETING OF THE SOUTH ASIAN FEDERATION OF ACCOUNTANTS (MARCH 2023) (VIRTUAL)

Auditor General and President of CA Maldives, Mr. Hussain Niyazy participated virtually in the 78th Board Meeting of the South Asian Federation of Accountants (SAFA) held in Pakistan on 18th March 2023.



SAFA WOMEN ENTREPRENEURSHIP PROGRAM (MAY 2023) (VIRTUAL)

Council Member of CA Maldives. Ms. Fareeha Shareef delivered a session on the topic of "Bookkeeping, Accounting, and CFO Advisory Services" during the first SAFA Women Entrepreneurship Program, organized by the SAFA WLC. Ms. Fareeha provided valuable insights and best practices in bookkeeping, accounting, and financial management, which can help entrepreneurs to better manage their finances and make informed business decisions.



CHARTERED PROFESSIONAL ACCOUNTANTS SCHOLARSHIP AWARDING CEREMONY (JULY 2023)

CA Maldives, in collaboration with Ministry of Higher Education conducted Chartered Professional Accountants Scholarship Awarding Ceremony. During the ceremony 211 students were granted the Scholarship under the Scheme, with 161 slots awarded in the open category and 50 slots in the public category.

The awarding ceremony concluded with an enlightening session by Mr. Iyaz Waheed on the "Future of the Accounting Profession."



WORKSHOP CONDUCTED BY IFAC (AUG 2023)

Senior Regional Manager of International Federation of Accountants, Mr. Adrian Lim Conducted a workshop for SAFA member countries on August 22, 2023, at Villa Nautica, Paradise Island Resort, Maldives. During this session, Mr. Adrian shared significant updates on the SMO Review Project, setting the stage for informed discussions and strategic progress.



SAFA 40TH ANNIVERSARY AND SAFA FOUNDATION DAY (AUG 2023)

SAFA, in collaboration with CA Maldives, celebrated their 40th anniversary with SAFA Foundation Day conference on August 22, 2023, at Villa Nautica, Paradise Island Resort, Maldives.

During the event, the Auditor General and President of CA Maldives highlighted the contribution of SAFA in the development of the accounting profession of member countries. Celebrating this historic milestone, the President of SAFA CA. Nihar N. Jambusaria emphasized on the importance of strengthening the collaboration of IFAC and SAFA.

In addition, an insightful panel discussion was held on Impact of Technology on the Accountancy Profession, moderated by the Vice President of the institute, Mr. Hassan Mohamed.



TOP LEADERS SESSION HOSTED BY SAFA WOMEN LEADERSHIP COMMITTEE (OCT 2023) (VIRTUAL)

Council Member of CA Maldives, Ms. Fareeha Shareef, delivered a presentation at the Top Leaders session hosted by SAFA WLC, where she presented situation analysis of the Maldivian economy which outlines the representation and active participation of women in various economic activities.

In addition, she elaborated on the initiatives and forthcoming plans of the institute to promote women's empowerment in the accounting sector. The discussion also encompassed the active involvement of the government in fostering the advancement of women in leadership positions, along with an assessment of the anticipated outcomes of these strategies.

ICAI GLOBAL PROFESSIONAL ACCOUNTANTS **CONVENTION (GLOPAC 2023)** GUJARAT, INDIA (NOV 2023)

The inaugural SAFA Committee on Insolvency Meeting took place on November 23, 2023, in Gujarat, India. Chairperson of the Insolvency Committee, Mr. Ibrahim Shabeen, Member of Technical & standards Committee, Participated in the meeting from CA Maldives. This committee appointment will provide an opportunity for disseminating knowledge and sharing resources among member countries which would facilitate the implementation of insolvency laws and practices in the Maldives.



81ST BOARD MEETING OF THE SOUTH ASIAN FEDERATION OF ACCOUNTANTS (SAFA) **GUJARAT, INDIA (NOV 2023)**

Mr. Ahmed Salih, Council Member and Chairperson of the Admission and Licensing Committee of CA Maldives, who is also the Technical Advisor of SAFA Board representing the Institute and Mr. Ibrahim Shabeen, Chairperson of the Insolvency Committee of SAFA, took part in the 81st Board Meeting of the South Asian Federation of Accountants (SAFA) held on November 24, 2023 in Gujrat, India.



15TH AOSSG ANNUAL MEETING, BRISBANE AUSTRALIA (NOV 2023)

Auditor General and President of CA Maldives, Mr. Hussain Niyazy, Vice President Mr. Hassan Mohamed, along with the Chairperson of the Technical and Standards Committee at CA Maldives, Mr. Ibrahim Fazeel, attended the 15th AOSSG Meeting held in Brisbane, Australia from 21st to 22nd November 2023. During the meeting, members held insightful discussions on updates on standards, challenges and opportunities unfolding in the industry across the globe.



LOOKING AHEAD TO 2024

Looking ahead to the year 2024, CA Maldives is poised for another year of significant growth and development, building upon the momentum of major events such as the Maldives Accountants Forum (MAF) 2024 and the International Financial Reporting Standards (IFRS) and International Standards on Auditing (ISAs) 2024 conferences.

As part of our commitment to continuous professional development, we are excited to introduce new certificate courses, including the Certified Internal Audit course, to further enhance the skill set of our members and meet the evolving needs of the industry.

Additionally, we will focus on implementing the Quality Assurance Review (QAR) framework and conducting QARs to ensure the highest standards of quality and professionalism in our operations.

Our ongoing efforts to attain IFAC membership will remain a top priority, reflecting our dedication to global standards and best practices.

Furthermore, we look forward to the upcoming election of CA Maldives, as well as advancements in the regulatory arena, including the implementation of new regulations and guidelines such as the Appeal Regulation, Ethics Regulation, and Valuation guidelines.

Last but not least, we are committed to working with the newly appointed CEO of the Institute who will provide strategic leadership and guidance as we continue to navigate through challenges and opportunities in the accounting profession.

With these initiatives and milestones on the horizon, we are confident that the year 2024 will be marked by continued growth, innovation, and success for CA Maldives and its members.

INDEPENDENT AUDITORS REPORT



INDEPENDENT AUDITOR'S REPORT TO THE COUNCIL MEMBERS OF INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Institute of Chartered Accountants of the Maldives (the "Institute"), which comprise the statement of financial position as at 31st December 2023, and the statement of income and expenditure, statement of changes in funds and reserves and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies are set out in pages 7 to 19.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Institute as at 31st December 2023, and (*of*) its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with 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 Institute in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) and have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with IFRSs, and for such internal control as Council 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 Institute'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 the Institute or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Institute's financial reporting process.

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Auditor's Responsibilities 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 the 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 the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the 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 institute's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosure are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Institute 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.

The engagement partner on the audit resulting in this independent auditor's report is Ms. Sudhuna Sulaiman, partner of A.I.X Associates LLP.

We communicate with the 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.

Sudhuna Sulaiman Certified Auditor ICAM-IL-3LL A.I.X Associates LLP

31st May 2024



FINANCIAL STATEMENT

INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2023

			Restated
		2023	2022
	Note	MVR	MVR
INCOME	5		
Audit licence related fees	•	727,801	691,193
Contribution from Government of Maldives		3,000,000	3,000,000
Revenue from events and ceremonies		464,500	1,530,850
Members subscription and fees		317,599	262,500
·		•	
Revenue from trainings		104,850	373,500
Sponsorship/Donations	-	2,257,949	268,488
	-	6,872,699	6,126,531
LESS: EXPENDITURE	6		
Academic programs and trainings		53,674	204,854
Accounting and Auditing standards setting		320,716	306,444
Administrative expenses		361,828	151,635
Capacity development and global representation		408,999	211,877
Career guidance related expenses		-	852
Disposal		84,269	-
Employee benefits and staff related costs		1,577,514	1,443,268
Event, Ceremonies and PR activities		734,128	923,213
Governance and Strategic leadership		476,000	604,000
Information Technology related expenses		55,960	47,399
Membership services and Audit licence regulatory expenses		223,500	252,000
Utilities		1,963	2,293
Workspace renovation related expenses		1,288,236	-
· '		, ,	
	_	5,586,787	4,147,835
	-		
Income over Expenditure	=	1,285,912	1,978,696

The financial statements are to be read in conjunction with the related notes which form an integral part of the financial statements of the Institution set out on pages 7 to 19. The Report of the Independent Auditors is given on pages 1 to 2.





INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

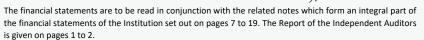
	Notes	2023 MVR	Restated 2022 MVR
ASSETS			
Non-Current Assets			
Property, plant and equipment	7	274,189	87,869
Capital work-in-progress	8	-	754,675
Total Non-Current Assets	_	274,189	842,544
Current Assets			
Cash and cash equivalents	9	4,679,121	2,796,775
Trade and other receivables	10	300,723	239,185
Total Current Assets		4,979,844	3,035,960
	_		
Total Assets	=	5,254,033	3,878,504
FUNDS AND LIABILITIES			
Funds and Reserves			
Accumulated funds		3,509,766	1,531,070
Current year surplus funds	_	1,285,912	1,978,696
Total Capital and Reserves	_	4,795,678	3,509,766
Current Liabilities			
Trade and other payables	11	72,576	31,388
Deferred income	12	358,550	264,650
Accrued expenses	13	27,229	72,700
Total Current Liabilities	_	458,355	368,738
Total Equity and Liabilities	=	5,254,033	3,878,504

Management is responsible for the preparation and presentation of these financial statements. Signed for and on behalf of the management by,

Name of the Council Members

Hassan Mohamed, Vice President

Ibrahim Fazeel, Council Member



30th May 2024 Male'





Signature

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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES STATEMENT OF CHANGES IN FUNDS AND RESERVES FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	Restated Accumulated fund MVR	Total fund and reserves MVR
Balance as at 31 December 2021 (As restated)		1,548,033	1,548,033
Restatement (Note 17)		(16,963)	(16,963)
Balance as at 31 December 2021 (As restated)		1,531,070	1,531,070
Income over Expenditure for the period		1,978,696	1,978,696
Balance as at 31 December 2022		3,509,766	3,509,766
Income over Expenditure for the period		1,285,912	1,285,912
Balance as at 31 December 2023		4,795,678	4,795,678

The financial statements are to be read in conjunction with the related notes which form an integral part of the financial statements of the Institution set out on pages 7 to 19. The Report of the Independent Auditors is given on pages 1 to 2.

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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	2023 MVR	Restated 2022 MVR
OPERATING ACTIVITIES	Note	IVIVK	IVIVK
Income over Expenditure		1,285,912	1,978,695
Adjustments for			
Depreciation	7	54,020	24,898
Loss on disposal of capital work-in-progress		1,372,505	-
Disposal - Transferred to assets not capitalised	_	3,594	-
Operating Surplus before Working Capital changes		2,716,031	2,003,593
Working Capital changes			
Changes in			
Trade and other receivable		(61,538)	(228,685)
Trade and other payables		89,617	300,551
Cash Generated from Operations	_	2,744,110	2,075,458
Tax paid		-	-
Lease payment	_		-
Net Cash flows from Operating Activities	-	2,744,110	2,075,458
INVESTING ACTIVITIES			
Acquisition of property, plant and equipment	7	(45,630)	(34,339)
Acquisition for capital work-in-progress	8	(819,134)	(743,471)
Proceeds from disposal of capital work-in-progress	_	3,000	
Net Cash Flows used in Investing Activities	-	(861,764)	(777,810)
Net Increase in Cash and Cash Equivalents		1,882,346	1,297,648
Cash and cash equivalents at the beginning of the year		2,796,775	1,499,127
Cash and Cash Equivalents at the end of the year	9	4,679,121	2,796,775

The financial statements are to be read in conjunction with the related notes which form an integral part of the financial statements of the Institution set out on pages 7 to 19. The Report of the Independent Auditors is given on pages 1 to 2.







INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1.0 CORPORATE INFORMATION

1.1 REPORTING ENTITY

Institute of Chartered Accountants of the Maldives (Institute) is a statutory body incorporated by the Chartered Accountants of the Maldives Act No: 13/2020, and domiciled in the Maldives, situated at 1st Floor, G. Billoorijehige, Majeedhee Magu, Male'.

Principal activities and nature of operations

The main objective of the Institute is to regulate and advance the accountancy profession in the Maldives in accordance with international standards and to determine classes of its membership, codes of professional conduct and ethics, and other relevant matters.

BASIS OF PREPARATION 2.0

2.1 STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and its interpretations adopted by the International Accounting Standards Board (IASB).

2.2 BASIS OF MEASUREMENT

The financial statements have been prepared on the historical cost basis.

2.3 FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Maldivian Rufiyaa (MVR), which is the Institute's functional currency. All financial information presented in Maldivian Rufivaa has been rounded to the nearest Rufiyaa.

2.4 USE OF ESTIMATES AND JUDGEMENTS

The preparation of financial statements in conformity with IFRSs requires the Council to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the respective notes.

2.5 APPROVAL OF FINANCIAL STATEMENTS BY THE COUNCIL

The financial statements of Institute of Chartered Accountants of the Maldives for the year ended 31st December 2023 were authorized for issue by the Council on 30th May 2024.

3.0 SIGNIFICANT ACCOUNTIING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by the Institute.



INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTIING POLICIES (Continued)

3.1 FOREIGN CURRENCY TRANSACTIONS

Transactions in foreign currencies are translated to Maldivian Rufiyaa at the exchange rate ruling at the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated to Maldivian Rufiyaa at the exchange rate ruling at the reporting date. Foreign exchange differences arising on translations are recognized in profit or loss.

Non-monetary assets and liabilities, which are stated at historical cost, denominated in foreign currencies are translated to Maldivian Rufiyaa at the exchange rates ruling at the dates of transactions. Nonmonetary assets and liabilities, which are stated at fair value, denominated in foreign currencies, are translated to Maldivian Rufiyaa at the exchange rates ruling at the dates that the values were determined.

FINANCIAL INSTRUMENTS

i. Financial Assets (Non-derivative)

The Institute initially recognizes receivables and deposits on the date that they are originated. All other financial assets are recognized initially on the trade date at which the Institute becomes a party to the contractual provisions of the instrument.

The Institute derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Institute is recognized as a separate asset or liability.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Institute has a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

The Institute has the following financial assets (non-derivative):

- Trade Receivables
- Cash and Cash Equivalents

Trade Receivables

Accounts Receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognized initially at transaction costs. Subsequent to initial recognition receivables are measured at amortized cost using the effective interest method, less any impairment losses.

Receivables comprise trade and other receivables.

Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand and balances with banks. For the purpose of cash flows, the cash and cash equivalents are shown net of bank overdraft.

ii. Financial Liabilities (Non-derivative)

Financial liabilities are recognized initially on the trade date at which the Institute becomes a party to the contractual provisions of the instrument. The Institute derecognizes inancial liability when its contractual obligations are discharged or cancelled or expire



INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

3.0 SIGNIFICANT ACCOUNTIING POLICIES (Continued)

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Institute has a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

The Institute has non-derivative financial liabilities such as payables. Such financial liabilities are recognized initially at transaction costs. Subsequent to initial recognition, these financial liabilities are measured at amortized cost using the effective interest method.

3.3 PROPERTY, PLANT AND EQUIPMENT

i. Recognition and Measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located and capitalized borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income in profit or loss.

ii. Subsequent Costs

The cost of replacing a part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Institute, and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of property, plant and equipment are recognized in profit or loss as incurred.

iii. Depreciation

Depreciation on property, plant and equipment of the Institute is charged on the straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. The estimated useful lives are as follows:

Office Equipment - 5 years Leasehold Improvements - Over the lease period Furniture and fittings - 10 Years Computer Equipment 3 years

The charge for the depreciation commences from the date in which the property, plant and equipment are ready for use. Depreciation method, useful lives and residual are reviewed at each financial year-end and adjusted if appropriate.

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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

3.0 SIGNIFICANT ACCOUNTIING POLICIES (Continued)

iv. Amortisation

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use. The estimated useful life for the current and comparative periods is as follows:

Software - 3 years

3.4 IMPAIREMENT

i. Financial Assets (Including Receivables)

A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

The Institute considers evidence of impairment for receivables at both a specific asset and collective level. All individually significant receivables are assessed for specific impairment. All individually significant receivables found not to be specifically impaired are then collectively assessed for any impairment that has been incurred but not yet identified. Receivables that are not individually significant are collectively assessed for impairment by grouping together receivables with similar risk characteristics.

An impairment loss in respect of a financial asset measured at amortized cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognized in profit or loss and reflected in an allowance account against receivables. Interest on the impaired asset continues to be recognized through the unwinding of the discount. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

ii. Non-Financial Assets

The carrying amounts of the Institute's non-financial assets except inventories are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each year at the same time.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets.





INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

SIGNIFICANT ACCOUNTIING POLICIES (Continued)

REVENUE RECOGNITION 3.5

i. Contribution from Government

Under Section 24(a) of the Chartered Accountants of the Maldives Act No 13/2020, the Government shall be providing budget support as may be necessary to properly discharge the responsibilities of the Institute during the Institute's 4-year interim period. The method for accounting for the government grant is income approach, where the grant is recognised in the statement of profit or loss as income.

ii. Subscription Fees

Subscription fees of the members are accounted on an accrual basis.

iii. Registration / Licence charges

Registration / Licence charges are recognized at the time of the issuance of the registration / licence.

iv. Net Income from Other Activities

Net income from other activities of the Institute is recognized in the year of completion of such activity after deducting the related expenses.

v. Donations

Donation income received shall be recognized as income in the statement of income and expenditure only to the extent of their realization under the reporting period.

EXPENSES 3.6

All expenses incurred in the running of the Institute and in maintaining the capital assets in a state of efficiency has been charged to the revenue in arriving at income over expenditure for

Expenses incurred for the purpose of acquiring, expanding or improving assets of a permanent nature by means of which to carry on the Institute or for the purpose of increasing the utilization capacity of the Society has been treated as capital expenses.

3.7 EMPLOYEE BENEFITS

Short-term employee benefit obligations of the Institute are measured on an undiscounted basis and are expensed as the related service is provided.

A liability is recognized for the amount expected to be paid under short-term cash bonus if the Institute has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

PROVISIONS 3.8

A provision is recognized if, as a result of a past event, the Institute has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

COMPARATIVE INFORMATION

The accounting policies have been applied in accordance with IAS 1 Presentation of Financial Statements. Further, information has been restated and reclassified in order to provide better comparison and correct use of accounting policies.

The details of restatement and reclassification have been given in Note 16.





INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

		2023	2022
		MVR	MVR
5	Income		
	Audit licence related fees	727,801	691,193
	Contribution from Government of Maldives (Note 5.1)	3,000,000	3,000,000
	Members subscription and fees	317,599	1,530,850
	Revenue from Events and Ceremonies	464,500	262,500
	Revenue from trainings	104,850	373,500
	Sponsorship/Donations (Note 5.2)	2,257,949	268,488
		6,872,699	6,126,531

- 5.1 The Government of Maldives has contributed MVR 3,000,000 during the period as budget support under the section 24(a) of the Chartered Accountants of the Maldives Act No: 13/2020.
- 5.2 This includes the sponsorship amount received for the IFRS & ISAs Forum and the additional funds from Ministry of Finance related to the office renovation.

			Restateu
6	Expenditure	2023 MVR	2022 MVR
	Academic programs and trainings (Note 6.1)	53,674	204,854
	Accounting and Auditing standards setting (Note 6.2)	320,716	306,444
	Administrative expenses (Note 6.3)	361,828	151,635
	Capacity development and global representation (Note 6.4)	408,999	211,877
	Career guidance related expenses	-	852
	Disposal (Note 6.5)	84,269	-
	Employee benefits and staff related costs (Note 6.6)	1,577,514	1,443,268
	Event, Ceremonies and PR activities	734,128	923,213
	Governance and Strategic leadership (Note 6.7)	476,000	604,000
	Information Technology related expenses	55,960	47,399
	Membership services & Audit licence regulatory expenses (Note 6.8)	223,500	252,000
	Utilities	1,963	2,293
	Workspace renovation related expenses (Note 6.9)	1,288,236	-
		5,586,787	4,147,835

- 6.1 This mainly includes sitting allowance of members of Academic Committee and expenses of CPD trainings.
- 6.2 This mainly includes sitting allowance of members of Technical and Standards Committee, Tax and Public Policy Committee, Valuation Committee and its related expenses. The Council has approved to pay a sitting allowance of MVR 1,500 per sitting to the eligible committee members for the year 2023 to discharge its committee related duties under the section 24(g) of the Chartered Accountants of the Maldives Act No: 13/2020.
- 6.3 Administrative expenses include sitting allowance of members of the Management and Finance Committee, administrative expenses, professional fees, bank charges, donation expenses bad debt expense, impairment losses and depreciation charges.
- 6.4 The Institute made international trips in order to build a strong brand and reputation, establish partnerships with international organizations, and participate in international events and forums in a global capacity.



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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

6 Expenditure (Continued)

Restated

0011/2012

- 6.5 This includes details on the disposal of assets related to the office space renovation on the 2nd floor of Ghazee Building.
- 6.6 The Institute has entered into service agreements with the staff of Auditor General Office (AGO) of the Maldives to provide secretarial, administrative, finance and IT related services. A total of 3 staff was employed on part-time basis during the period. Furthermore, Auditor General's Office has provided grants in kind to the Institute, including office space, meeting venues, utilities (electricity, water, cleaning services, etc.). These grants are not valued, as cost of such valuation exercise might not justify the benefits.
- 6.7 This includes sitting allowance of Council, Appeal Committee & Ethics Committee members. The Council has approved to pay a sitting allowance of MVR 2,500 per sitting to the eligible council members and MVR 1,500 per sitting to the eligible committee members respectively for the year 2023 to discharge its council and committee related duties under the section 24(g) of the Chartered Accountants of the Maldives Act No: 13/2020.
- 6.8 This mainly includes sitting allowance of members of Admission and Licensing Committee and its related expenses. The Council has approved to pay a sitting allowance of MVR 1,500 per sitting to the eligible committee members for the year 2023 to discharge its committee related duties under the section 24(g) of the Chartered Accountants of the Maldives Act No: 13/2020.
- **6.9** This comprises expenses associated with the renovation of the office space on the 2nd floor of Ghaazee Building, which have been written off after adjusting sale proceed.
- 6.10 The Council has resolved to set the maximum sitting allowance payable to committee meetings for each month for the year 2023 as per the resolution no: RES-C/2023/1 passed on 17 January 2023 (Council Meeting 01/2023).

7 Property, Plant and Equipment

7.1	Gross carrying amounts At cost	Balance as at 1-Jan-23 MVR	Additions during the year MVR	Disposals during the year MVR	Balance as at 31-Dec-23 MVR
	Computer equipment	2,455	410	-	2,865
	Office equipment	110,984	49,928	-	160,912
	Furniture & fittings	18,824	190,002		208,826
		132,263	240,340	-	372,603

7.2	Depreciation	Restated Balance as at 1-Jan-23 MVR	Charge for the year	Disposals during the year MVR	Balance as at 31-Dec-23 MVR
	Computer equipment	1,398	955	-	2,353
	Office equipment	40,794	32,182	=	72,976
	Furniture & fittings	2,202	20,883	=	23,085
		44,394	54,020	-	98,414
7.3	Net book value	87,869	,	SOCIA	274,189



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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

8	Capital Work-In-Progress	Balance as at 1-Jan-23	Additions	Disposals	Balance as at 31-Dec-23
		MVR	MVR	MVR	MVR
	Capital work-in-progress	754,675	819,134	(1,573,809)	-
		754,675	819,134	(1,573,809)	

As at 1st January 2023, the Institute incurred MVR 754,675 for renovation of the office space, including fees for both the designers and contractors, which was capitalized as Capital Work-In-Progress (CWIP) (Note 8). On April 10th, 2023, a notice was issued to the Institute by the Auditor General's Office informing to vacate the office space following the decision taken by the Government of Maldives to demolish Ghaazee Building.

Consequentially, the Institute performed a reassessment as of 31 December 2023 of the CWIP balance and any further expenditure made for the office renovation project in light of the notice received.

As a result of the reassessment, the following actions were taken:

Recognition of assets:

MVR 194,710 was recognised as assets.

MVR 3,594 was recognised as assets not capitalised

Write-off of capitalized costs:

MVR 1,291,236 of the capitalized costs associated with the office renovation project were determined to be unrecoverable and were written off as expenses. Cash proceeds of MVR 3,000 have been adjusted with the written off expenses. (Note 6.9).

Disposal of assets:

MVR 84,269 worth of assets, which became obsolete due to the change in circumstances, were disposed of (Note 6.5).

Impact on financial statements:

The actions taken as a result of the reassessment had the following impact on the financial statements for the year ended 31 December 2023:

- An increase in the carrying amount of fixed assets.
- Recognition of additional expenses in the profit and loss statement.

		2023	2022
9	Cash and Cash Equivalents	MVR	MVR
	Cash in hand	2,270	2,455
	Cash at bank	4,676,851	2,794,320
	Favourable balances	4,679,121	2,796,775
	Bank overdraft	-	
		4,679,121	2,796,775

The Institute has opened a bank account in MVR and USD at Maldives Islamic Bank and in MVR and USD 9.1 in Bank of Maldives. All transactions were made through the said accounts during the period.

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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

		2023	2022
10	Trade and Other Receivables	MVR	MVR
	Trade receivables	288,307	204,185
	Provision for impairment loss on trade receivables (Note 10.1)	(101)	-
		288,206	204,185
	Other receivables	12,517	35,000
		300,723	239,185

10.1 Provision for Impairment Loss on Trade Receivables

The movement in the allowance for impairment in respect of trade receivables during the year are as follows:

		2023	2022
		MVR	MVR
	Opening balance	-	-
	Provision for the year	101	-
	Bad debt written off during the year	<u> </u>	-
	Closing balance	101	-
11	Trade and Other Payables		
	Trade payables	71,384	31,289
	Other payables	1,192	-
	Prepayments		99
		72,576	31,388
12	Deferred Income		
	Deferred income	358,550	264,650
		358,550	264,650
13	Accrued Expenses		
	Accrued expenses	27,229	72,700
		27,229	72,700

14 Financial Instruments and Risk Management

Financial Risk Management

The Institute has exposure to the following risks from its use of financial instruments:

Credit risk

Liquidity risk

Market risk

This note presents information about the Institute's exposure to each of the above risks, the Institute's objectives, policies and processes for measuring and managing risk, and the Institute's management of capital.

Risk Management Framework

The Council members have overall responsibility for the establishment and oversight of the Institute's risk management framework.



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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

14 Financial Instruments and Risk Management (Continued)

14.1 Credit Risk

Credit risk is the risk of financial loss to the Institute if a party fails to meet its contractual obligations, and arises principally from the Institute's receivables.

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

	Carrying Amount 2023 MVR	Carrying Amount 2022 MVR
Trade receivables	288,307	204,185
Other receivables	12,517	35,000
Cash at bank	4,676,851	2,794,320
	4,977,675	3,033,505

14.1.1 Expected Credit loss (ECL) assessment for the Trade Receivables

Institute uses an allowance matrix to measure the ECLs of trade receivables.

Loss rates are calculated using a "roll rate" method based on the probability of a receivable progressing through successive stages of delinquency to write off. These rates are multiplied by scalar factors to reflect differences between economic conditions during the period over which historical data has been collected.

	Current Outstanding 2023 MVR	Impairment Rate	EFA Rate	Impairment Provision 2023 MVR	Impairment Provision 2022 MVR
0 - 30 days past due	166,450	0.00%	138%	4	-
31 - 60 days past due	25,450	0.02%	138%	5	-
61 - 90 days past due	2,850	0.07%	138%	3	-
More than 90 days past due	93,557	0.07%	138%	89	
	288,307			101	

14.2 Liquidity Risk

Liquidity risk is the risk that the Institute will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Institute's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, without incurring unacceptable losses or risking damage to the Institute's reputation.

The following are the contractual maturities of financial liabilities:

31 December 2023	Amount 0-12	Amount 0-12
Financial Liabilities (Non- Derivative)	Months 2023 MVR	Months 2022 MVR
Other payables	20,279	-
	20,279	-

It is not expected that the cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts. SOCIA



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INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

Financial Instruments and Risk Management (Continued)

14.3 Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Institute's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

14.3.1 Interest Rate Risk

There are no interest bearing borrowings or lending by the Institute. Hence, the Institute does not face any interest rate risk as at the reporting date.

14.3.2 Currency Risk

Exposure to Currency Risk

The Institute's exposure to foreign currency risk, in the risk of movements in exchange rates in relation to foreign currency transactions of US Dollars, is as follows:

	2023	2022
Financial Liabilities (Non- Derivative)	USD	USD
Cash and cash equivalents	584	688
Other receivables		-
Gross statement of financial position exposure	584	688

Events after the Reporting Date

No circumstances have arisen since the reporting date which require adjustment to or disclosure in these Financial Statements.

Restatement to Financial Statement for the year ended 31 December 2022

During the preparation of the financial statements for the year ended 31 December 2023, management identified an error in the recognition of some transactions for the year ended 31

The following table summarizes the restatements and reclassifications made to the financial statements for the year ended 31 December 2023:

Account	Туре	Explanation	Originally Reported	Restated Amount
Administrative expenses	Restated	Restated due to the recognition of transactions in an incorrect accounting period.	134,675	151,637
Members subscription and fees	Restated	Restated due to the recognition of transactions in an incorrect accounting period.	265,000	262,500
Revenue from Events and Ceremonies	Reclassified	The account name has been updated from "Maldives Accountants Forum" to "Revenue from Events and Ceremonies".	(2)	o C i d r o o o o o o o o o o o o o o o o o o





INSTITUTE OF CHARTERED ACCOUNTANTS OF THE MALDIVES NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

17 Restatement to Financial Statement for the year ended 31 December 2021

During the preparation of the financial statements for the year ended 31 December 2023, management identified an error in the recognition of some transactions for the year ended 31 December 2021.

The following table summarizes the restatements and reclassifications made to the financial statements for the year ended 31 December 2023:

Account	Type	Explanation	Originally	Restated
			Reported	Amount
Accumulated funds	Restated	Restated due to the recognition of administrative expenses in an incorrect	1,548,032	1,531,070
		accounting period.		

18 Council's Responsibilities

The Council Members of the Institute is responsible for overseeing the Institute's financial reporting process.

19 Related Party Disclosures

		2023	2022
19.1	Transactions with Key Management Personnel	Amount	Amount
		MVR	MVR
	Sitting allowance for the Council	365,000	482,500
	Sitting allowance for the Committee	774,000	787,500

No sitting allowance has been paid to Auditor General and Commissioner General of Taxation during the period as they decided not to take allowance, with reference to the relevant Audit Act and Tax Administration Act, as they represent the Institute in the capacity of their Statutory Positions and the respective governing laws could be interpreted to disallow any other remuneration other than that approved by the Parliament although the CA Maldives Act section 24 (m) specifies a sitting allowance shall be paid to the Council Members for each meeting held.

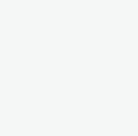
19.2 Sitting Allowance to Key Management Personnel

The Council Members of the Institute of Chartered Accountants of the Maldives are the governing body and key management personnel. The Institute has paid sitting allowance to the council members during the period as per a pre-approved budget with caps on the number of paid meetings. The CA Maldives Act section 24 (m) specifies the council members shall be paid a sitting allowance for each meeting held.











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