بسم الله الرحمن الرحيم

Maldives Development Alliance (M.D.A)
5th Floor, M.Sereen, Male', Maldives.
Tel: 300 3551, Fax: 300 3552.
Email: team.mda.office@gmail.com
Web: www.mda.mv

ދިވެހިރާއްޖެ ތަރައްޤީދوست ތަންظީމު (ދ.ތ.ތ)
ހ. ސެރީން (05 ވަނަ ފަންގިފިލާ) މާލެ. ދިވެހިރާއްޖެ
ފޯނު: 3003551، ފެކްސް: 3003552
ޓީމް: team.mda.office@gmail.com
ވެބް: www.mda.mv

ECM
ދިވެހިރާއްޖެ ތަރައްޤީދوست ތަންظީމު ލިބުމުގެ ތާރީޚް
ލިބުނު ގޮތް

ލިބުނު: Aminath	ސޮއި: Aami
ލިބުނު ނަންބަރ: 1257	ލިބުނު ގޮތުގެ ސެކްޝަން: EA
ތާރީޚް: 10/04/2025	ގަޑި: 09:37

13/4/25

ނަންބަރ: MDA/38/2025/03

ދިވެހިރާއްޖެ ތަރައްޤީދوست ތަންظީމުގެ ކައުންސިލް ބައްދަލުވުމުގައި ކަނޑައަޅާ ގޮތުގެ

ފުރިހަނޑަށް ކަމަށް ދަންނަވަމެވެ.

2024 ވަނަ އަހަރުގެ ބައެއް ބަދަލުތައް ގެނައުމާ ބެހޭ

2024 ވަނަ އަހަރުގެ ފިނޭލް ބަދަލުތައް ގެނައުމާ ބެހޭ ލިޔުން ހުށަހަޅަނީ.

ދިވެހިރާއްޖެ ކަނޑައަޅާ ގޮތުގެ ތާރީޚް

09 ފެބްރުވަރީ 11 ،1446 ،2025

ދ. ދިވެހިރާއްޖެ

ދ. ދ ތ ގެ ސެކްރެޓަރީ ޖެނެރަލް

ދިވެހިރާއްޖެ ތަރައްޤީދوست ތަންظީމު
ދ. ދިވެހިރާއްޖެ

MALDIVES DEVELOPMENT ALLIANCE

AUDITOR'S REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2024

Shape the future with confidence

Ernst & Young
Chartered Accountants
Ma. Seeraazeege
7th Floor, Unit A, B & C
Seeraazee Goalhi
Male', Republic of Maldives

Tel: +960 332 0742
Email: eymv@lk.ey.com
ey.com
Reg. No: P-0192/1995

NJ/DN/HS

Independent auditor's report
To the Executive Council of Maldives Development Alliance

Report on the audit of the financial statements

Qualified Opinion

We have audited the financial statements of Maldives Development Alliance ("MDA"), which comprise the statement of financial position as at December 31, 2024 and the statement of income and expenditure, statement of accumulated surplus and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for qualified opinion* section of our report, the accompanying financial statements present fairly, in all material respects, financial position of MDA as at 31 December 2024 and its financial performance and its cash flows for the year then ended in accordance with IFRS for SMEs Accounting Standard.

Basis for qualified opinion

We were unable to obtain sufficient appropriate audit evidence to verify public relations expenses, administrative expenses and island office expenses for the year ended 31 December 2024 amounting to MVR 377,609/-, MVR 90,164/-, MVR 1,148,370/- respectively and non-monetary contributions Accordingly, we were unable to satisfy ourselves about the completeness and accuracy of those expenses and non-monetary contributions.

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

Emphasis of matter

Without further qualifying our opinion, we draw your attention to note 2.1 Basis of preparation, which describes that the nature of the operations of a political party is such that funding from political campaigns, in the form of direct expense bearing and non-monetary contributions, can be made by party supporters and hence, such transactions may not be recorded in the books of accounts of MDA. Accordingly for the purpose of preparing the financial statements, only the funds received to the designated bank account of MDA and transactions recorded in its books of account has been considered. These financial statements do not include such transactions.

Responsibilities of Executive Council for the financial statements

Executive Council is responsible for the preparation and fair presentation of financial statements in accordance with IFRS for SMEs Accounting standard, and for such internal control as Executive 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, Executive Council is responsible for assessing MDA'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 Executive Council either intends to liquidate MDA or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements (continued)

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 judgement 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 MDA's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Executive Council.

- Conclude on the appropriateness of Executive Council'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 MDA's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause MDA 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.

We communicate with the Executive Council 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.

For and on behalf of Ernst & young
Partner: Dhunya Nizar
Licensed Auditor:ICAM-IL-Z73

02 April 2025
Male'

Ernst & Young
EY
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95

Maldives Development Alliance
STATEMENT OF INCOME AND EXPENDITURE
Year ended 31 December 2024

	Note	2024 MVR	2023 MVR
Income	3	9,035,119	6,987,049
Less: Expenditure			
Salaries and allowances		4,566,550	4,020,000
Ramazan allowance		45,000	27,000
Public relations		377,609	79,699
Travelling and transport		13,154	42,700
Administration expenses		90,164	121,438
Island office expense-other		1,148,370	1,425,900
Island office expense- rent		270,600	288,600
Fines and penalty		115	-
Repairs and maintenance		13,130	7,876
Printing and stationery		27,116	57,392
Professional and legal fees		45,809	35,620
Rent		360,000	608,600
Internet		36,938	36,453
Electricity		29,102	21,601
Telephone		30,277	40,695
Bank charges		3,060	3,820
Depreciation		136,670	119,911
Ceremonies expenses		22,000	46,521
Staff pension expenses		34,300	21,000
		7,249,964	**7,004,826**
Surplus /(deficit) for the year		**1,785,155**	**(17,777)**

The accounting policies and notes form an integral part of the financial statements.

Ernst & Young
EY
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95

Maldives Development Alliance
STATEMENT OF FINANCIAL POSITION
As at 31 December 2024

Assets	Note	2024 MVR	2023 MVR
Non current assets			
Property, plant and equipment	4	327,663	324,323
Other receivables	5	25,000	72,500
		352,663	396,823
Current assets			
Cash and cash equivalents	6	1,343,633	28,106
Other receivables	5	182,050	-
		1,525,683	28,106
Total assets		1,878,346	424,929
Surplus and liabilities			
Accumulated surplus		1,832,259	47,104
		1,832,259	47,104
Current liabilities			
Accrued expenses	7	46,087	377,825
		46,087	377,825
Total surplus and liabilities		1,878,346	424,929

The Executive Council is responsible for these financial statements.

Signed for and on behalf of Executive Council by:

.....
Mr. Ali Mauroof
Vice President

.....
Mr. Shah Ismail
Secretary General

.....
Mr. Mohamed Umar
Registrar

The accounting policies and notes form an integral part of the financial statements.

02 April 2025
Male'

Ernst & Young
EY
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95

Maldives Development Alliance
STATEMENT OF ACCUMULATED SURPLUS
Year ended 31 December 2024

	Total MVR
Surplus as at 1 January 2023	**64,881**
Deficit for the year	(17,777)
Surplus as at 31 December 2023	**47,104**
Surplus for the year	1,785,155
Surplus as at 31 December 2024	**1,832,259**

The accounting policies and notes form an integral part of the financial statements.

Ernst & Young
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95

Maldives Development Alliance
STATEMENT OF CASH FLOWS
Year ended 31 December 2024

	Note	2024 MVR	2023 MVR
Operating activities			
Donations received	3	9,035,119	6,987,049
Payments on operations		(7,579,583)	(6,860,061)
Net cash flows from operating activities		**1,455,536**	**126,988**
Investing activities			
Purchase of property, plant and equipment	4	(140,009)	(111,076)
Net cash flows used in investing activities		**(140,009)**	**(111,076)**
Net increase in cash and cash equivalents		**1,315,527**	**15,912**
Cash and cash equivalents at the beginning of the year		28,106	12,194
Cash and cash equivalents at the end of the year	6	**1,343,633**	**28,106**

The accounting policies and notes form an integral part of the financial statements.

Ernst & Young
EY
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95

1.0 General information

1.1 General

Maldives Development Alliance (MDA) is a registered political party in the Republic of Maldives under the rules and regulations issued by the Elections Commission on 20 December 2012. MDA receives funds mainly from Elections Commission and party leader.

1.2 Date of authorization for issue

The financial statements of MDA for the year ended 31 December 2024 were authorized for issue dated 02 April 2025.

2.0 Significant accounting policies

2.1 Basis of preparation

The financial statements have been prepared under the historical cost basis in accordance with IFRS for SMEs Accounting Standard issued by the International Accounting Standards Board (IASB).

The financial statements are presented in Maldivian Rufiyaa (MVR) and all values are rounded to the nearest integer except when otherwise indicated. No adjustment is made for inflationary factors affecting these financial statements. As described in Note 2.4 *Income Recognition*, nature of the operations of a political party is such that funding for political campaigns, in the form of direct expense bearing and non-monetary contributions, can be made by party supporters without notifying the party and hence, such transactions may not be recorded in the books of accounts of MDA. Accordingly, for the purpose of preparing these financial statements, only the funds received to the designated bank account of MDA and transactions recorded in its books of accounts has been considered.

2.2 Comparative Information

The accounting policies and estimates adopted by MDA are consistent with those of the previous financial year.

2.3 Going concern

These financial statements are prepared on the assumption that MDA will continue to operate as a going concern.

2.4 Significant accounting policies

Foreign currency translations

All foreign currency transactions are converted to Maldivian Rufiyaa, which is the reporting currency at the rates of exchange prevailing at the time the transactions were effected. Monetary assets and liabilities denominated in foreign currencies are retranslated to Maldivian Rufiyaa at the rate of exchange ruling at the reporting date. Non-monetary assets and liabilities are translated using exchange rates which existed when values were determined. The resulting gains and losses are accounted for in the Statement of Income and Expenditure.

Property, plant and equipment

Cost
All items of property, plant and equipment are initially recorded at cost. Cost includes expenditure that is directly attributable to the acquisition or construction. All property, plant and equipment are stated at historical cost less depreciation and/or accumulated impairment losses, if any.

Ernst & Young
EY
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95

2.4 Significant accounting policies (continued)

Subsequent costs
The cost of replacing a component 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 MDA and its cost can be measured reliably.

Depreciation
Depreciation is provided on all property, plant and equipment on straight-line basis, at rates calculated to write off the cost of each asset evenly over its expected useful life. Depreciation is charged to the statement of Income and Expenditure when assets are available for use over their estimated useful lives.

Furniture and fitting	25%
Office equipment	25%

Cash and cash equivalents

Cash and cash equivalents are defined as cash in hand, and cash at bank which are short-term and are readily convertible to known amounts of cash and subject to insignificant risk of changes in value.

For the purpose of cash flow statement, cash and cash equivalents consist of cash in hand and deposits in banks.

Surplus Funds

Surplus funds are those that are available for use by MDA at the discretion of the members, in furtherance of the general objectives of MDA and which are not designated for any specific purpose.

Liabilities

Liabilities classified as current liabilities in the Statement of Financial Position are those, which fall due for payment on demand or within one year from the reporting date.

All known liabilities have been accounted for in preparing the financial statements.

Income recognition

Income of MDA includes contributions from its members and funds received from Elections Commission. Income is recognised when funds have been received to the designated bank account from members of MDA and the Elections Commission.

Expenditure recognition

Expenses are recognised in the Statement of Income and Expenditure on the basis of direct association between the cost incurred and the earning of specific items of income. All expenditure incurred in maintaining the property, plant and equipment in state of efficiency has been charged to Statement of Income and Expenditure in arriving at the surplus of the year.

MDA has adopted the "Nature of Expenses" method to present fairly the elements of MDA's activities in its Statements of Income and Expenditure.

Ernst & Young
EY
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95

3 Income	2024 MVR	2023 MVR
Donations from Ahmed Siyam Mohamed	6,557,385	4,395,943
Funds received from Election Commission	2,477,734	2,591,106
	9,035,119	**6,987,049**

4 Property, plant and equipment 4.1 Gross carrying amounts At cost	Balance as at 01.01.2024 MVR	Additions during the year MVR	Balance as at 31.12.2024 MVR
Furniture and fittings	2,915,153	8,359	2,923,512
Office equipment	1,883,492	131,650	2,015,142
Total gross carrying amount	**4,798,645**	**140,009**	**4,938,654**

4.2 Depreciation At cost	Balance as at 01.01.2024 MVR	Charge for the year MVR	Balance as at 31.12.2024 MVR
Furniture and fittings	2,809,571	39,500	2,849,071
Office equipment	1,664,751	97,169	1,761,920
Total depreciation amount	**4,474,322**	**136,669**	**4,610,991**

4.3 Net book values	2024 MVR	2023 MVR
Furniture and fittings	74,441	105,582
Office equipment	253,222	218,741
Total carrying amount of property, plant and equipment	**327,663**	**324,323**

4.4 During the financial year, MDA had acquired property, plant and equipment to the aggregate value of MVR 140,009/- (2023- MVR 111,076/-).

5 Other receivables	2024 MVR	2023 MVR
5.1 Non current assets		
Staff loans	-	47,500
Deposits-rent	25,000	25,000
	25,000	**72,500**
5.2 Current assets		
Staff loans	15,000	-
Advance payments	10,000	-
Rent prepaid	30,000	-
Prepaid expense	127,050	-
	182,050	**-**

Ernst & Young
EY
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95

6 Cash and cash equivalents

	2024 MVR	2023 MVR
Cash at bank	1,343,633	28,106
Cash and cash equivalents	**1,343,633**	**12,194**

7 Payables and accrued expenses

Accrued expenses	46,087	377,825
	46,087	**377,825**

8 Events occurring after the reporting date

There have been no material events occurring after the reporting date that require adjustments to or disclosure in the financial statements.

9 Capital commitment and contingent liabilities

MDA had no significant capital commitments or contingent liabilities as at 31 December 2024.

Ernst & Young
EY
Chartered Accountants
Malé , Maldives
Reg. No.: 192/95