



INDEPENDENT AUDITOR'S REPORT
BAR COUNCIL OF THE MALDIVES
31st December 2019

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE COUNCIL

Opinion

We have audited the accompanying financial statements of the Bar Council of the Maldives for the period ended 31st December 2019 which comprise of Statement of Financial Position, Statement of Receipts and Payments, Statement of Accumulated Funds, Statement of Comparison of Budget and Actuals and notes to the financial statements which include summary of significant accounting policies and other explanatory information set out in pages 7 to 8.

In our opinion, the financial statements of the Bar Council of the Maldives have been properly drawn up, in all material respects, in accordance with International Public Sector Accounting Standard: Financial Reporting under the Cash Basis of Accounting.

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. In accordance with the ethical requirements that are relevant to our audit of the financial statements in Republic of Maldives, we are independent of the entity and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management of the Bar Council of the Maldives is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standard(IPSAS): Financial Reporting under the Accrual Basis of Accounting, as described in Note 2.1; this includes determining that the basis for accounting for cash receipts and payment, and for such internal control as the Bar Council of the Maldives determines is necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud and error.

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.

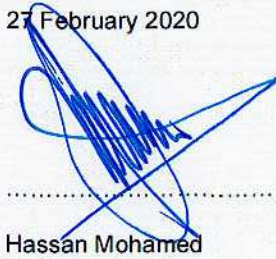
As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- 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.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Hassan Mohamed.

27 February 2020



Hassan Mohamed
Partner
MIRA Reg. AF1009A



BAR COUNCIL OF THE MALDIVES
STATEMENT OF FINANCIAL POSITION
as of 31st December 2019
All amounts are stated in Maldivian Rufiyaa

	Note	(188 Days) 31-Dec-19 MVR
ASSETS		
Cash & cash equivalents	3	7,196,595
		<u>7,196,595</u>
TOTAL ASSETS		<u>7,196,595</u>
ACCUMULATED FUNDS		
Net surplus		7,196,595
		<u>7,196,595</u>
TOTAL ACCUMULATED FUNDS		<u>7,196,595</u>

We draw your attention to accounting policies and notes on page 7 through 8, which are an integral part of the financial statements.

For and on behalf of the Bar Council of the Maldives

Name

MARIUM JABYX
SECRETARY GENERAL

Signature



BAR COUNCIL OF THE MALDIVES
STATEMENT OF RECEIPTS AND PAYMENTS
for the period ended 31st December 2019
All amounts are stated in Maldivian Rufiyaa

	Note	(188 Days) 31-Dec-19 MVR
Receipts	4	7,516,000
Payments	5	(319,405)
Net Surplus for the year		<u>7,196,595</u>

We draw your attention to accounting policies and notes on page 7 through 8, which are an integral part of the financial statements.



BAR COUNCIL OF THE MALDIVES
STATEMENT OF ACCUMULATED FUNDS
as of 31st December 2019
All amounts are stated in Maldivian Rufiyaa

	Net Surplus MVR
Balance as at 27st June 2019	<u>-</u>
Net Surplus for the year	7,196,595
Balance as at 31st December 2019	<u>7,196,595</u>

We draw your attention to accounting policies and notes on page 7 through 8, which are an integral part of the financial statements.



BAR COUNCIL OF THE MALDIVES
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNT

for the period ended 31st December 2019

All amounts are stated in Maldivian Rufiyaa

	Authorized Budget	Actual Receipts/ Disbursements	Variance
	MVR	MVR	MVR
Receipts			
Government grant	7,500,000	7,500,000	-
Total receipts	7,500,000	7,500,000	-
Disbursements			
Salary and Allowances	1,309,598	132,305	1,177,293
Election expenses	119,832	119,832	-
Pension	43,588	-	43,588
Transportation	313,589	-	313,589
Office supplies	167,300	-	167,300
Office expenses	1,718,000	1,670	1,716,330
Training	782,293	65,603	716,690
Maintenance	545,000	-	545,000
Total disbursements (excluding capital expenditure)	4,999,200	319,410	4,679,790
Capital Expenditure			
Furniture and fittings	603,500	-	603,500
Plant, Machinery and Equipment	103,000	-	103,000
Tools	1,500	-	1,500
Telecommunication Equipment	27,300	-	27,300
Computer Software	435,000	-	435,000
IT Equipment	1,330,500	-	1,330,500
Total capital expenditure	2,500,800	-	2,500,800
Surplus for the period	-	7,180,590	(7,180,590)

We draw your attention to accounting policies and notes on page 7 through 8, which are an integral part of the financial statements.



BAR COUNCIL OF THE MALDIVES
NOTES TO THE FINANCIAL STATEMENTS
For the period ended 31st December 2019

1 REPORTING ENTITY

These financial statements relate to Bar Council of the Maldives, an independent constitutional institution responsible for regulating and monitoring legal profession in the Maldives. The financial statements encompass the reporting entity as specified in "The Legal Professional Act of the Maldives 05/2019".

2 Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of the statement of financial statements are set out below. These policies have been consistently applied, unless otherwise stated.

2.1 Basis of Preparation of Financial Statements

The financial statements have been prepared in accordance with "International Public Sector Accounting Standard (IPSAS): Financial Reporting under the Cash Basis of Accounting". On this basis the receipts are recognized when received rather than when committed, and expenses are recognized when paid rather than when incurred.

(a) Receipts

Receipts are accounted in the period in which such receipts are received. Receipts consists of budgetary support and other income.

As per clause twenty-four of The Legal Professional Act of the Maldives, government of Maldives is required to provide grant assistance to the council for activities planned and carried out by the council. During 2019 government of Maldives approved a grant of MVR 7,500,000 and the grant was transferred to the council's bank account during the year.

(b) Payments

Payments are accounted for in the period in which such payments are made.



BAR COUNCIL OF THE MALDIVES
NOTES TO THE FINANCIAL STATEMENTS
for the period ended 31st December 2019
All amounts are stated in Maldivian Rufiyaa

3 Cash & Cash Equivalent	
Cash at bank	7,196,222
Cash in hand	373
Total	<u>7,196,595</u>
4 Receipts	
Government grant	7,500,000
Other Income	16,000
Total	<u>7,516,000</u>
5 Payments	
Bank charges	205
Salary & wages	132,300
Training expense	65,603
Election expenses	119,832
Meals & entertainment	583
Other expense	882
Total	<u>319,405</u>

6 Events After the End of the Reporting Period

There are no significant events after the balance sheet date which warrants disclosure.

7 Approval of Financial Statements

These financial statements were approved by the members of the council and authorised for issue on 26th February 2020.

