



BAR COUNCIL OF THE MALDIVES

FINANCIAL STATEMENTS

31 DECEMBER 2021



Independent Auditors' Report to the Members of the Bar Council of the Maldives

Opinion

We have audited the financial statements of the Bar Council of the Maldives (the Bar Council), for the period ended 31 December 2021 which comprise the Statement of Receipts and Payments, Statement of Comparison of Budget and Actuals and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Bar Council as at 31st December 2021, in accordance with IPSAS, *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. We are independent of the Bar Council in accordance with the ethical requirements that are relevant to our audit of the financial statements in the Maldives, and we have fulfilled our other ethical 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 is responsible for the preparation and fair presentation of the financial statements in accordance with relevant IPSAS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.



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

Auditors' 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 auditors' 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 Bar Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.



Abdul Wahhab
Licensed Auditor ICAM-IL-AJ6
Chartered Certified Accountants
24 January 2022

BAR COUNCIL OF THE MALDIVES
STATEMENT OF RECEIPTS AND PAYMENTS
for the year ended 31 December 2021

	Note	31-Dec-21 MVR	Reinstated 31-Dec-20 MVR
Receipts	3	3,586,207	10,281,235
Recurrent expenditure	4.1	(4,203,290)	(2,387,400)
Capital expenditure	4.2	(1,258,234)	(625,323)
Increase in cash and cash equivalents		(1,875,317)	7,268,512
Cash and cash equivalents at the beginning of the year		14,465,107	7,196,595
Cash and cash equivalents at the end of the year		12,589,790	14,465,107

Management of the Bar Council of The Maldives are responsible for the preparation and presentation of the Financial statements

The Financial Statements of the Bar Council of The Maldives was approved by the Management on 20 January 2022

Signed for and on behalf of the Management:

Marium Jabyn
Secretary General

Signature  

The accounting policies and notes on pages 5 through 11 form an integral part of the financial statements

BAR COUNCIL OF THE MALDIVES
STATEMENT OF COMPARISON OF BUDGET AND ACTUALS
for the period ended 31 December 2021

	Authorised Budget	Actual Receipt/ Disbursements	Variance
	MVR	MVR	MVR
Receipts			
Government grant	-	3,000,000	(3,000,000)
Other income	-	586,207	(586,207)
Total Receipts	-	3,586,207	(3,586,207)
Disbursements			
Salary & allowances	4,380,210	2,775,710	1,604,500
Pension	123,316	96,950	26,366
Transportation	-	25	(25)
Administrative supplies	297,030	106,932	190,098
Administrative services	2,578,750	1,166,731	1,412,019
Training expenses	1,475,000	33,520	1,441,480
Repairs and maintenance	61,000	1,865	59,135
Government grants, subsidies and subscriptions	-	21,557	(21,557)
Total disbursements (excluding capital expenditure)	8,915,306	4,203,290	4,712,016
Capital expenditure			
Furniture & fittings	520,396	266,129	254,267
Machinery & equipment	29,000	11,530	17,470
Tools	4,500	599	3,901
Telecommunication equipment	314,500	389,301	(74,801)
Computer software	264,000	353,447	(89,447)
IT equipment	110,000	163,558	(53,558)
Other equipment	25,000	73,670	(48,670)
Total capital expenditure	1,267,396	1,258,234	9,162
Total expenditure	10,182,702	5,461,524	4,721,178
Deficit for the period	(10,182,702)	- 1,875,317	(8,307,385)

The accounting policies and notes on pages 5 through 11 form an integral part of the financial statements

BAR COUNCIL OF THE MALDIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2021

Note

1 Reporting Entity

The financial statements relate to the Bar Council of the Maldives, which is a self-governing, independent, state institution mandated to regulate the legal profession of the Maldives. The financial statements encompass the reporting entity as specified in the Law number 5/2019 (The Legal Profession Act of the Maldives).

2 Summary of Significant Accounting Policies

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

2.1 Basis of preparation of the Financial Statements

The financial statements have been prepared in accordance with International Public Sector Accounting Standard (IPSAS): *Financial Reporting under Cash Basis of Accounting* issued by Public Sector Committee of the International Federation of Accountants. The financial statements comprise of:

- Statement of Receipts and Payments
- Statement of Comparison of Budget with Actual Amounts
- Notes to the Financial statements, including the summary of significant accounting policies.

2.2 Recognition of Receipts and Payments

Receipts and payments are accounted for on cash basis. Receipts consist of grant assistance from the Government of the Maldives, funds from ABA fund for justice, and other income. As per clause 24 of The Legal Professional Act of the Maldives, Government of the Maldives is required to provide grant assistance to the Bar Council for activities planned and carried out by the Bar Council. During the year ended 31 December 2021, the Bar Council received a grant of MVR 3,000,000 from the Government of the Maldives.

2.3 Presentation Currency

The Statement of Receipt and Payments has been presented using the Maldivian Rufiyaa (MVR). All the figures have been rounded to the nearest MVR.

2.4 Reporting Period

Financial Statements are generally prepared for one year (Calendar year). Period for which the financial statements are prepared is disclosed on the face of the financial statements.

2.5 Comparatives

In addition to the figures for the financial year ended 31 December 2021, the financial statements show the figures for the financial year ended 31 December 2020.

BAR COUNCIL OF THE MALDIVES
NOTES TO THE FINANCIAL STATEMENTS
for the period ended 31 December 2021

Note

3 Receipts

Receipts are accounted in the period in which such receipts are received.

3.1 Receipts from Government of the Maldives	31-Dec-21 MVR	31-Dec-20 MVR
Grant assistance received as per The Legal Professional Act of the Maldives	3,000,000	10,000,000
Total amount received from the Government of the Maldives	3,000,000	10,000,000

3.2 Receipt from ABA Fund for Justice	31-Dec-21 MVR	31-Dec-20 MVR
Receipts from ABA Fund for Justice	586,207	-
Total receipts	586,207	-

3.3 Other receipts	31-Dec-21 MVR	Reinstated 31-Dec-20 MVR
Receipts from Licencing fee	-	281,235
Total receipts	-	281,235

3.4 Reinstated

Receipt of 2020 was reinstated as MVR 1,000 was refunded to a potential member.

4 Payments

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

4.1 Recurrent expenditure	31-Dec-21 MVR	31-Dec-20 MVR
Salaries and allowances	2,775,710	1,641,136
Pension, retirement benefits and gratitude	96,950	121,856
Transportation	25	-
Administrative supplies	106,932	36,507
Administrative services	1,166,731	525,817
Training expenses	33,520	62,085
Repairs and maintenance	1,865	-
Government grants, subsidies and subscriptions	21,557	-
Total	4,203,290	2,387,401

BAR COUNCIL OF THE MALDIVES
NOTES TO THE FINANCIAL STATEMENTS
for the period ended 31 December 2021

Note

4.2 Capital expenditure (at costs)

	Balance as at 01-Jan-21 MVR	Adsitons/Transfers MVR	Balance as at 31-Dec-21 MVR
Furniture and Fittings	102,788	266,129	368,917
Machinery and equipment	130,500	11,530	142,030
Communication equipment	1,170	389,301	390,471
Computer software	-	353,447	
IT Equipment	389,804	163,558	553,362
Tools and other assets	1,060	74,269	75,329
Total	625,322	1,258,234	1,530,109





H. Maa Ali, 2nd floor, W2, Raiyvilaa Magu,
Male', 20044, Republic of Maldives

7910800, 7999915, 3310900

Info@accruplus.com

<https://accruplus.com/>

