



Member of  Nexia

Cancer Society of Maldives

Financial statements – 31 December 2023

INDEPENDENT AUDITOR'S REPORT

To the Members of Cancer Society of Maldives

Opinion

We have audited the accompanying financial statements of Cancer Society of Maldives (the Society), which comprise the statement of financial position as at 31st December 2023, and the statements of income, expenditure and changes in fund balances 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, the financial statements give a true and fair view of the financial position of Cancer Society of Maldives 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 Standard for Small and Medium-sized Entities (IFRS for SMEs).

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 Society in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Republic of Maldives, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

We believe that the audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report of the Society, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact to the Management. We have nothing to report in this regard.

Responsibilities of Management for the Financial Statements

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

Management is responsible for overseeing the Society's financial reporting process.

Auditor's Responsibility 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 Society'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 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 Society's ability to continue as a going concern. If we conclude that a

Auditor's Responsibility for the Audit of the Financial Statements

(Continued)

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 the Society 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Society to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with 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.



Fareeha Shareef
FJS ASSOCIATES LLP
Licensed Auditor: ICAM-FL-WSN

Date: 6th April 2024

CANCER SOCIETY OF MALDIVES

Financial Statements - 31 December 2023

Statement of Income, Expenditure and Changes in Funds

(all amounts in Maldivian Rufiyaa)

	Notes	For the Year ended 31 December	
		<u>2023</u>	<u>2022</u>
Income	3	2,130,433	1,992,284
Program expenses	4	(1,505,470)	(1,473,320)
Operational and administrative expenses	5	<u>(545,724)</u>	<u>(490,453)</u>
Net income		<u>79,239</u>	<u>28,511</u>
<i>Movement in General fund:</i>			
Balance at the beginning of the year		1,563,394	1,534,883
Net income for the year		<u>79,239</u>	<u>28,511</u>
Balance at the end of the year		<u>1,642,633</u>	<u>1,563,394</u>



The financial statements are to be read in conjunction with the related notes, which form part of the financial statements of the Society set out on pages 7 to 13. The Auditor's Report is given in pages 1 to 3.

CANCER SOCIETY OF MALDIVES


Financial Statements - 31 December 2023


Statement of Financial Position

(all amounts in Maldivian Rufiyaa)

	Notes	As at 31 December	
		2023	2022
ASSETS			
Non current assets			
Property, plant and equipment	6	247,167	159,518
		<u>247,167</u>	<u>159,518</u>
Current assets			
Receivables	7	96,648	225,129
Cash and cash equivalents	8	1,327,064	1,206,657
		<u>1,423,712</u>	<u>1,431,786</u>
Total assets		<u>1,670,879</u>	<u>1,591,304</u>
FUND BALANCES AND LIABILITIES			
Fund balances			
General fund		1,642,633	1,563,394
		<u>1,642,633</u>	<u>1,563,394</u>
Current liabilities			
Payables	9	28,246	27,910
Total liabilities		<u>28,246</u>	<u>27,910</u>
Total equity and liabilities		<u>1,670,879</u>	<u>1,591,304</u>

These financial statements were approved by the Executive Committee on 05-Apr-2024


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Juwairiya Saeed
Chairperson


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Neena Mansoor
Treasurer

The financial statements are to be read in conjunction with the related notes, which form part of the financial statements of the Society set out on pages 7 to 13. The Auditor's Report is given in pages 1 to 3.



CANCER SOCIETY OF MALDIVES

Financial Statements - 31 December 2023

Statement of Cash Flows

(all amounts in Maldivian Rufiyaa)

	Notes	For the Year ended 31 December	
		2023	2022
Operating activities			
Net income		79,239	28,511
Adjustment for:			
Depreciation charge		31,660	2,190
Changes in working capital			
- trade and other receivables		128,481	(196,403)
- trade and other payables		336	(30,830)
Net cash generated from / (used in) from operations		239,716	(196,532)
Investing activities			
Purchase of property, plant and equipment	6	(119,309)	(158,063)
Net cash used in investing activities		(119,309)	(158,063)
Increase / (Decrease) in cash and cash equivalents		120,407	(354,595)
Movement in cash and cash equivalents			
At start of the year		1,206,657	1,561,252
Increase / (Decrease)		120,407	(354,595)
At end of the year	7	1,327,064	1,206,657

The financial statements are to be read in conjunction with the related notes, which form part of the financial statements of the Society set out on pages 7 to 13. The Auditor's Report is given in pages 1 to 3.



CANCER SOCIETY OF MALDIVES

Financial Statements - 31 December 2023

Notes to Financial Statements

1 General information

These financial statements relates to Cancer Society of Maldives (the Society), a Non-Profit Organisation registered under the Associates Act(2009) of Maldives. The Society is a Non-Government Organisation (NGO) formed with an aim of creating awareness, carrying and helping out those affected by cancer in anyway in the Maldives. Established on 2nd October 2012, CSM is committed to serve the Maldivian society as a whole with the assistance from donations locally and internationally.

The registered office of the Society is at Ma. Milano, 1st Floor, Rahdhebai Magu, 20159, Male', Maldives.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below:

2.1 Basis of preparation

These financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs Standard) issued by the International Accounting Standards Board. Before the year ended 31 December 2022, financial statements were prepared in accordance with International Financial Reporting Standards (IFRSs). There are no material financial effects due the transition to the IFRS for SMEs Standard.

These financial statements comprise of (i) statement of income, expenditure and changes in funds; (ii) statement of financial position; (iii) statement of cash flows, including significant accounting policies and other explanatory notes.

The preparation of financial statements in conformity with IFRS for SMEs Standard requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Society's accounting policies. The estimates are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

2.2 Foreign currency translation

Items included in the financial statements of the Society are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are prepared in Maldivian Rufiyaa which is the Society's functional and presentation currency.

Foreign currency transactions are translated at the exchange rates prevailing at the date of the transactions; at reporting date monetary assets and liabilities are translated at the exchange rates then prevailing; gains and losses resulting from the settlement of such transactions are recognised in the statement of income and expenditure. Such balances are translated at year end exchange rates unless hedged by forward foreign exchange contracts, in which case the rate specified in such forward contracts are used.



CANCER SOCIETY OF MALDIVES

Financial Statements - 31 December 2023

Notes to Financial Statements

2.3 Financial instruments

Financial assets and financial liabilities are recognised in the statement of financial position when the Society becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

a) Financial assets

Financial assets are classified, at initial recognition, and subsequently measured at amortised cost, using the effective interest rate (EIR) method and are subject to impairment. Interest received is recognised as part of finance income in the statement of income and expenditure. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired. The Society's financial assets at amortised cost include receivables and cash and cash equivalents.

b) Financial liabilities

The Society's financial liabilities include payables. After initial recognition, interest-bearing loans and borrowings and payables are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the statement of income and expenditure when the liabilities are derecognised, as well as through the EIR amortisation process.

2.4 Receivables

Receivables are initially recognised and carried at their costs less impairment losses. Allowance for credit loss is made when there is objective evidence that the Society will not be able to collect all amounts due according to the original terms of receivables. The amount of provision is recognised in the statement of income and expenditure. Bad debts are written off during the period in which they are identified.

2.5 Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash in hand and at banks. For the purposes of cash flow statements, cash and cash equivalents comprise of cash and cash equivalents as defined above.

2.6 Property, plant and equipment

All property, plant and equipment, which are initially recorded at historical cost is stated at cost less subsequent depreciation and impairment, except for land donated by the Government. The cost of acquisition includes purchase cost together with any incidental expenses incurred in bringing the assets to its working condition for the intended use. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow and that the cost of the item can be measured reliably. All other expenditure on repairs or maintenance of property, plant and equipment are charged to the statement of income, expenditure and changes in funds during the period in which they are incurred.

Depreciation is calculated on the straight-line method to write-off the cost of each asset to its residual value over its estimated useful life as follows:

Buildings	over the lease period
Furniture and fittings	4 years
Computers	3 years
Office equipment	4 years
Other equipment	4 years



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Financial Statements - 31 December 2023

Notes to Financial Statements

2.6 Property, plant and equipment (Continued)

The charge for the depreciation commences from the date on which the assets are put to use up to the date of their disposal. Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date. Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount. Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining net income.

2.7 General fund

General fund consist of carried forward funds that do not have any restrictions and, is available for use in operation of the Society and its programmes.

2.8 Taxation

Income tax

Under section 15 (a) (3) of Business Profit Tax Act, an establishment for promotion of Islam, relief of poor, medical relief, or education or any other object of similar general public utility is exempted from taxation.

Goods and Service Tax (GST)

Revenues, expenses, assets and liabilities are recognised net of the amount of GST except:

Ø Where the GST incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, GST is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable

Ø When receivables and payables are stated with the amount of GST included.

The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

2.9 Employee benefits

The Society is liable to enrol the employees in the Retirement Pension Scheme with effect from 1 May 2011 according to Maldives Pension Act, 8/2009 and the Regulation published by the Maldives Pension Administration Office and shall make contributions at a rate of 7% from the employee's pensionable wages on behalf of the employees of age between 16 and 65 years to the pension office. The Society's contribution to retirement pension scheme is at the rate of 7% on pensionable wages. Obligations for contributions to retirement pension scheme is recognized as an employee benefit expense in the statement of income and expenditure.

2.10 Liabilities and Provision

Payables

Payables are stated at their costs.



CANCER SOCIETY OF MALDIVES

Financial Statements - 31 December 2023

Notes to Financial Statements

2.11 Revenue recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. Revenue comprises the fair value of the consideration received or receivable net of trade discounts, rebates and taxes. Income is recognised as follows:

Unrestricted income

Unrestricted income received is recognised on the following basis:

Donations and grants:	Upon receipt.
Sponsorships and fund-raising:	On performance of related activities.
Other income:	On accrual basis in the period they fall due.

Restricted income

Where income from donors is restricted for specific activities, such receipts are deferred and released into revenue as funds are expended on those specific activities.

Accordingly, any surplus of receipts over expenditure on donor restricted activities are carried forward as designated funds in the statement of financial position. Where receipts are lower than expenditure, additional grants are deemed to be received to cover the excess expenditure.

2.12 Financial Instruments and Risk Management

The main risks arising from the Society's financial instruments are currency risk, credit risk and liquidity risk. The policies for managing each of these risks are summarised below:

a) Credit Risk

Credit evaluations are performed on all customers requiring credit over a certain amount. At the reporting date there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial assets.

b) Currency Risk

The Society is exposed to foreign currency risk arising from currency exposures. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities. The Society incurs currency risk on sales, purchases and borrowings that are denominated in currencies other than Maldivian Rufiyaa.

c) Liquidity Risk

The Society actively manages its debt maturity profile, operating cash flows and availability of funding so as to ensure that all refinancing, repayment and funding needs are met. As part of its overall prudent liquidity management, the Society maintains sufficient level of cash or cash convertible investments to meet its working capital requirement.

2.13 Fair value estimation

The nominal value less impairment provision of receivables and payables are assumed to approximate their fair values.

2.14 Comparatives

Previous year figures have been rearranged and reclassified where necessary to conform to the current presentation. The accounting policies have been consistently applied by the Society and are consistent with those used in the previous period.



CANCER SOCIETY OF MALDIVES

Financial Statements - 31 December 2023

Notes to the Financial Statements

(all amounts in Maldivian Rufiyaa)

	For the Year ended 31 December	
	2023	2022
3 Income		
Donations received	1,027,402	1,264,721
In-kind contributions	-	91,578
Receipts from fund-raising activities	1,103,031	635,985
	<u>2,130,433</u>	<u>1,992,284</u>
4 Program expenses		
Cancer awareness and screening expenses	1,084,327	947,077
Cancer support group expenses	9,229	5,611
Fund-raising expenses	385,799	184,920
Trainings, conferences and workshop expenses	26,115	335,712
	<u>1,505,470</u>	<u>1,473,320</u>
5 Operational and administrative expenses		
Membership fees	26,291	28,577
Salaries and allowances	241,000	238,323
Printing and stationery	13,775	3,950
Telephone	3,735	1,749
Subscriptions	8,958	6,661
Professional fees	4,163	3,855
Rent	180,000	180,000
Bank charges	2,833	4,628
Maintenance expenses	10,183	4,441
Utility	8,663	4,726
Depreciation charge	31,660	2,190
Miscellaneous expenses	14,463	11,353
	<u>545,724</u>	<u>490,453</u>



CANCER SOCIETY OF MALDIVES

Financial Statements - 31 December 2023

Notes to the Financial Statements

(all amounts in Maldivian Rufiyaa)

6 Property, plant & equipment

	Leasehold improvements	Furniture & fittings	Computer equipment	Office equipment	Other assets	Total
Year ended 31 December 2022						
Opening net book value	-	-	1,530	2,115	-	3,645
Additions	65,000	13,979	14,300	9,999	54,785	158,063
Depreciation	-	-	(1,485)	(705)	-	(2,190)
Closing net book value	65,000	13,979	14,345	11,409	54,785	159,518
At 31 December 2022						
Cost	65,000	46,024	65,616	51,523	930,113	1,158,276
Accumulated depreciation	-	(32,045)	(51,271)	(40,114)	(875,328)	(998,758)
Net book Value	65,000	13,979	14,345	11,409	54,785	159,518
Year ended 31 December 2023						
Opening net book value	65,000	13,979	14,345	11,409	54,785	159,518
Additions	-	8,386	22,280	-	88,643	119,309
Depreciation	(6,500)	(3,495)	(4,764)	(3,205)	(13,696)	(31,660)
Closing net book value	58,500	18,870	31,861	8,204	129,732	247,167
At 31 December 2023						
Cost	65,000	54,410	87,896	51,523	1,018,756	1,277,585
Accumulated depreciation	(6,500)	(35,540)	(56,035)	(43,319)	(889,024)	(1,030,418)
Net book Value	58,500	18,870	31,861	8,204	129,732	247,167

Notes :

- The value of fully depreciated property, plant and equipment at the end of the reporting period amounted to MVR 1,000,213 (2022: MVR 1,000,213).
- Depreciation of MVR 31,660 (2022: MVR 2,190) has been charged to Administrative expenses.
- The Society operates out of rented premise.



CANCER SOCIETY OF MALDIVES

Financial Statements - 31 December 2023

Notes to the Financial Statements

(all amounts in Maldivian Rufiyaa)

	2023	As at 31 December 2022
7 Receivables		
Funds receivable	96,606	221,771
Advances paid	42	3,358
	<u>96,648</u>	<u>225,129</u>
8 Cash and cash equivalents		
Cash at bank	1,326,609	1,205,237
Cash on hand	455	1,420
	<u>1,327,064</u>	<u>1,206,657</u>
<p>For the purpose of the cash flow statement, the cash and cash equivalents comprise the following:</p>		
Cash and cash equivalents	<u>1,327,064</u>	<u>1,206,657</u>
9 Payables		
Expenses payable	<u>28,246</u>	<u>27,910</u>
	<u>28,246</u>	<u>27,910</u>

10 Contingencies

Contingent liabilities

There were no other material contingent liabilities recognised at the end of the reporting period.

Contingent assets

There were no material contingent assets recognised at the end of the reporting period.

11 Commitments

Capital commitments

There were no material capital commitments at the end of the reporting period.

Financial commitments

There were no material financial commitments at the end of the reporting period.

12 Events after the reporting period

No significant events have occurred since the end of the reporting date, which would require adjustments to, or disclosure in, the financial statements.



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