SWIMMING ASSOCIATION OF MALDIVES

AUDITED FINANCIAL STATEMENTS

31 December 2024

Independent Auditor's Report

To the members of Swimming Association of Maldives

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Swimming Association of Maldives ("the Association"), which comprise the statement of financial position as at 31 December 2024, and the statement of income and expenditure, statement of changes in fund position and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion, the accompanying financial statements of the Association give a true and fair view of the financial position of the Association as at 31st December 2024, and of their 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 of 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 Association in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with 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 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 Association'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 Association or to cease operations, or has no realistic alternative but to do so.

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

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 scepticism 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.

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- 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 Association'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 association'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 the Association 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 those charged with governance 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.

The engagement partner on the audit resulting in this independent auditors' report is Mumthaz Abdul Rasheed.

Mumthaz Abdul Rasheed

Licensed Auditor, ICAM-SP-SKR

MARS AA

14th May 2026

Male', Maldives

SWIMMING ASSOCIATION OF MALDIVES

STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

(All amounts are in MVR unless otherwise stated)

	Notes	2024 (in MVR)	2023 *Restated* (in MVR)
ASSETS			
Non-current Assets			
Property, plant and equipment	*10*	631,512	699,507
Work-In-Progress	*11*	15,383,201	10,861,101
		16,014,713	**11,560,608**
Current Assets			
Receivables	*12*	9,600	-
Cash and cash equivalents	*13*	128,880	412,699
		138,480	**412,699**
TOTAL ASSETS		**16,153,192**	**11,973,307**
FUND AND LIABILITIES			
Fund Position			
Accumulated funds		115,920	711,924
		115,920	**711,924**
Liabilities			
Non-Current Liabilities			
Deferred Donation	*14*	15,383,201	10,861,101
		15,383,201	10,861,101
Current Liabilities			
Payables	*15*	654,071	400,282
		654,071	**400,282**
TOTAL FUND AND LIABILITIES		**16,153,192**	**11,973,307**

The accounting policies and notes are an integral part of these financial statements

Mohamed Abdul Sattar
President

Ali Shameem
Treasurer

Wednesday, May 13, 2026

SWIMMING ASSOCIATION OF MALDIVES

STATEMENT OF INCOME AND EXPENDITURE

For the year ended 31 December 2024

(All amounts are in MVR unless otherwise stated)

	Notes	**2024** **(in MVR)**	**2023** ***Restated*** **(in MVR)**
Fee Income	*3*	2,015,760	1,174,873
Other Income	*4*	4,114,007	4,338,775
Total Income		**6,129,767**	**5,513,648**
Payroll Expenses	*5*	(1,626,852)	(1,518,025)
Administrative Expenses	*6*	(348,068)	(325,457)
Competition Expenses	*7*	(3,512,111)	(1,633,273)
Development Program	*8*	(876,900)	(605,215)
Repair and Maintenance	*9*	(318,489)	(438,853)
Total Payments		**(552,653)**	**992,825**
Surplus / (Deficit) for the period		**(552,653)**	**992,825**

The accounting policies and notes are an integral part of these financial statements

STATEMENT OF CHANGES IN FUND POSITION

For the year ended 31 December 2024

(All amounts are in MVR unless otherwise stated)

Restated	**Accumulated Funds**	**Total**
2023		
Opening accumulated fund	(280,901)	(280,901)
Surplus / (Deficit) for the period	992,825	992,825
Closing accumulated fund	**711,924**	**711,924**
2024		
Opening accumulated fund	711,924	711,924
Surplus / (Deficit) for the period	(552,653)	(552,653)
Adjustment to Fund	(43,351)	(43,351)
Closing accumulated fund	**115,920**	**115,920**

The accounting policies and notes are an integral part of these financial statements

SWIMMING ASSOCIATION OF MALDIVES

STATEMENT OF CASH FLOW

For the year ended 31 December 2024

(All amounts are in MVR unless otherwise stated)

	2024 (in MVR)	2023 *Restated* (in MVR)
Surplus / (Deficit) for the year	(552,653)	992,825
Adjustments for non-cash income and expenses		
Depreciation	115,998	115,476
Changes in working capital		
Decrease / (Increase) in Receivables	(9,600)	11,007
Increase / (Decrease) in Payable	253,789	(567,386)
Cash generated from operations	**(192,466)**	**551,922**
Net cash from operating activities	**(192,466)**	**551,922**
Investing activities		
Purchase of Property and Equipment	(48,003)	(426,526)
Construction of Aquatic Centre	(4,522,100)	(10,861,101)
Net cash used in investing activities	**(4,570,103)**	(11,287,627)
Financing activities		
Deferred income received	4,522,100	10,861,101
Net cash from financing activities	**4,478,749**	**10,861,101**
Net (decrease)/increase in cash and cash equivalents	**(283,819)**	**125,396**
Cash and cash equivalents at beginning of year	412,699	287,303
Cash and cash equivalents at end of year	**128,880**	**412,699**

The accounting policies and notes are an integral part of these financial statements

Significant Accounting Policies and Notes to the Financial Statements

For the year ended 31 December 2024

(All amounts are in MVR unless otherwise stated)

1 General information

These financial statements for the year as of 31 December 2024 relate to Swimming Association of Maldives registered on 16th August 2017 under Registration No: 141NSA/CERT/2017/7, as a sports association in the Republic of Maldives.

These financial statements of the entity for the year ended 31 December 2024 were authorized for issue on 13 May 2026.

1.2 Statement of compliance

These financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) issued by the IASB (Section 3.3).

2 Summary of significant accounting policies

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

2.1 Basis of preparation

The financial statements of the Association have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board.

The financial statements are prepared under the historical cost convention, unless otherwise stated, and are presented in Maldivian Rufiyaa (MVR), which is the functional currency of the Association.

2.2 Going Concern

The financial statements have been prepared on a going concern basis. In making this assessment, management has considered the Association's financial position, future cash flows, and the continued support from donors and stakeholders.

Management is satisfied that the Association has adequate resources to continue in operational existence for the foreseeable future.

2.3 Fund Accounting

The Association, being a not-for-profit entity without share capital, applies fund accounting principles.

- The Accumulated Fund represents the residual interest in the assets of the Association after deductir liabilities.
- Unrestricted funds are available for general operational purposes.
- Restricted funds represent income received subject to specific donor-imposed conditions and are n available for general use.

Income and expenditure are allocated to the respective funds based on the nature and conditions of th underlying transactions.

2.4 Income recognition

Income is recognized when it is probable that economic benefits will flow to the Association and the amount can be measured reliably.

2.4.1 Donations and grants

- Unrestricted donations and grants are recognized as income when received or receivable.
- Restricted donations and grants are recognized as income when the conditions attached to the funding have been fulfilled.
- Amounts received in advance subject to conditions are recognized as deferred income.

2.4.2 Donations for capital purposes

Donations and grants received for the acquisition or construction of property, plant and equipment are initially recognized as deferred income and are transferred to income on a systematic basis over the useful life of the related asset.

2.4.3 Membership income

Membership subscription income is recognized on a time-apportioned basis over the membership period.

2.4.4 Sponsorship and event income

Sponsorship and event-related income are recognized in the period in which the related activities or events take place.

2.5 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure directly attributable to the acquisition of the asset and bringing it to its intended use.

2.5.1 *Depreciation*

Depreciation is calculated over the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value. Depreciation is recognized in profit or loss on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful lives are as follows:

Buildings	4%
Plant and Equipment	10%
Office Equipment	20%
Furniture and fitting	10%
Other Assets	10%
Computer software	33.33%

Depreciation methods, useful lives and residual values are reviewed at each financial year end and adjusted prospectively, if appropriate. The charge for the depreciation commences from the date on which the assets are available for use. Full year depreciation is provided in the year of purchase, while no depreciation is provided in the year of disposal.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in other operating income or other operating expenses, in the income statement.

2.6 Work-in-progress

Assets under construction are classified as work-in-progress and are measured at cost.

Cost includes construction costs and other directly attributable expenditures. Such assets are not depreciated until they are completed and available for use, at which point they are transferred to property, plant and equipment.

2.7 Impairment of non-financial assets

At each reporting date, the Association assesses whether there is any indication that an asset may be impaired.

Where such indication exists, the recoverable amount is estimated and an impairment loss is recognized if the carrying amount exceeds the recoverable amount.

2.8 Financial instruments

The Association only holds basic financial instruments.

Financial assets and liabilities are recognized when the Association becomes a party to the contractual provisions of the instrument.

- Receivables and payables are measured at amortized cost
- Impairment losses are recognized where there is objective evidence that amounts may not be full recoverable

2.9 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, bank balances, and short-term highly liquid investments with original maturities of three months or less.

2.10 Deferred income

Deferred income represents funds received in advance for which the Association has not yet satisfied the related conditions.

Deferred income primarily comprises unutilized donor funds and grants and is recognized in income when:

- The related expenditure is incurred; or
- The conditions attached to the funding are fulfilled

2.11 Provisions

Provisions are recognized when the Association has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of resources will be required, and the amount can be reliably estimated.

2.12 Employee benefits

Short-term employee benefits are recognized as an expense in the period in which the employees render the related services.

Significant Accounting Policies and Notes to the Financial Statements (Contd…)

For the year ended 31 December 2024

(All amounts are in MVR unless otherwise stated)

2.13 Leases

Lease payments under operating leases are recognized as an expense on a straight-line basis over the lease term.

2.14 Foreign currency transactions

Transactions in foreign currencies are translated into MVR at the exchange rates ruling at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange prevailing at the reporting date, and resulting exchange differences are recognized in surplus or deficit.

2.15 Significant accounting judgments and estimates

The preparation of financial statements requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and reported amounts.

Key areas include:

- Useful lives of property, plant and equipment
- Recognition and timing of deferred income
- Assessment of impairment indicators

2.16 Related parties

For the purpose of these financial statements, related parties comprise members of the governing body, key management personnel, and entities under their control or significant influence.

The Association did not enter into any material transactions with related parties during the year.

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2024

(All amounts are in MVR unless otherwise stated)

		2024 (in MVR)	2023 *Restated* (in MVR)
3	**Fee Income**		
	Membership fees	23,700	13,700
	Pool fees	785,797	693,529
	Fees from competitions	1,206,263	467,644
	Total	**2,015,760**	**1,174,873**
4	**Other Income**		
	Sponsorships	1,408,813	1,117,000
	Funds from Government	2,161,487	2,402,060
	Funds from Intenational Organisations	484,049	629,046
	Donations	58,277	189,875
	Exchange gain	1,381	794
	Total	**4,114,007**	**4,338,775**
5	**Payroll expenses**		
	ExOffio members salary & allowances	156,000	156,000
	Admin staff salary & allowances	336,210	287,400
	Technical staff salary & allowances	764,110	735,944
	Pool staff salary & allowances	304,425	264,600
	Ramazan allowance	42,000	45,000
	Pension contribution	24,107	29,081
	Total	**1,626,852**	**1,518,025**
6	**Administrative expenses**		
	Internet and Telephone	61,415	23,365
	Bank Charges	-	12,380
	Promotional expenses	6,000	-
	Professional fee	15,000	17,820
	General Administration costs	19,735	129,190
	Membership fee	6,684	6,644
	Depreciation	115,998	115,476
	Freight and delivery	79,556	5,525
	Stationery and printing	-	-
	AGM expenses	32,080	-
	Other expenses	-	15,057
	Insurance	11,600	-
	Total	**348,068**	**325,457**

7 Competition expenses

Local competitions	7.1	1,392,989	900,330
International competitions	7.2	2,119,122	732,943
Total		**3,512,111**	**1,633,273**

7.1 Local competitions

Addu City Swimming Championship	1,200	-
Addu Inter School Swimming Competition	17,220	-
Association Championships	62,092	-
Champion of Champions	72,388	147,091
Club Kids Swimming Festival	80,421	-
Inter School Kids Swimming Festival	151,430	51,372
Inter School Swimming Competition	201,931	76,463
National Kids Swimming Festival	114,494	30,565
National Open Water Swimming Competition	163,436	124,855
National Short Course	11,883	-
National Swimming Competition	210,698	160,343
Swimmers Challenging Trophy	111,767	77,966
Thiladhunmathi Interschool Swimming Competition	181,429	206,896
Junior and Senior Swimming Meet	-	18,479
Trials	12,600	6,300
Total	**1,392,989**	**900,330**

7.2 International competitions

Asian Age Group Aquatics Championships	1,159,224	-
Asian Age Group Swimming Championship	286,028	8,327
Malaysia open swimming championships	221,908	-
Olympic Games	42,020	60,762
Other Competitions	16,075	294,715
World Aquatics	196,653	206,987
World Aquatics Championships	197,214	-
FINA World Swimming Championships	-	6,825
Sri Lankan National competition	-	155,327
Total	**2,119,122**	**732,943**

8 Development program

Swimmers training cost	815,982	56,316
Swimmers development program	17,562	15,510
Other training costs	43,356	533,389
Total	**876,900**	**605,215**

9 Repair and Maintenance

Swimming Track Cleaning	-	174,240
Pool Repair and Maintenance	314,989	261,218
Swimming Track Repair	3,500	-
Office Repairs and Maintenance	-	3,395
Total	**318,489**	**438,853**

10 Property, plant and equipment

Cost 2023	Opening balance 01.01.2023	Additions	Adjustments	Closing balance *Restated* 31.12.2023
Plant and machinery	1,246,312	33,388	(591,727)	687,973
Furniture and fittings	62,243	-	208,094	270,337
Office Equipment	251,371	393,138	383,632	1,028,141
	1,559,926	**426,526**	**(0)**	**1,986,452**

Cost 2024	Opening balance 01.01.2024	Additions	Adjustments	Closing balance 31.12.2024
Plant and machinery	687,973	5,940	-	693,913
Furniture and fittings	270,337	-	-	270,337
Office Equipment	1,028,140	42,064	-	1,070,204
	1,986,451	**48,004**	**-**	**2,034,455**

Accumulated Depreciation 2023	Opening balance 01.01.2023	Charge	Adjustments	Closing balance *Restated* 31.12.2023
Acc. Depn. Plant and machinery	687,130	68,796	(626,673)	129,253
Acc. Depn. Furniture and fittings	41,503	27,034	84,509	153,046
Acc. Depn. Office Equipment	251,371	19,645	733,630	1,004,645
	980,004	**115,475**	**191,466**	**1,286,944**

Accumulated Depreciation 2024	Opening balance 01.01.2024	Charge	Adjustments	Closing balance 31.12.2024
Acc. Depn. Plant and machinery	129,254	68,797	-	198,052
Acc. Depn. Furniture and fittings	150,446	24,434	-	174,879
Acc. Depn. Office Equipment	1,007,245	22,767	-	1,030,012
	1,286,945	**115,998**	**-**	**1,402,943**

Net Book Value	As at 31.12.2023	As at 31.12.2024
Plant and machinery	558,719	495,861
Furniture and fittings	117,291	95,458
Office Equipment	23,496	40,192
	699,507	**631,512**

Prior year adjustment

During the year, management identified an error relating to the prior year recognition and/or depreciation of property, plant and equipment.

The error has been corrected by restating the comparative figures in accordance with IFRS for SMEs. The adjustment has been reflected in the opening balances of property, plant and equipment and accumulated fund.

Comparative figures have been restated accordingly.

11 Work-In-Progress

2023	Opening balance 01.01.2023	Investments	Capitalised during the year	Closing balance 31.12.2023
Development of Aquatic Centre	-	10,861,101	-	10,861,101
	-	**10,861,101**	**-**	**10,861,101**

2024	Opening balance 01.01.2024	Investments	Capitalised/ Adjusted during the year	Closing balance 31.12.2024
Development of Aquatic Centre	10,861,101	4,522,100	-	15,383,201
	10,861,101	**4,522,100**	**-**	**15,383,201**

12 Receivables

Other receivables	9,600	-
Total	**9,600**	**-**

13 Cash and cash equivalents

Cash in hand	3,250	3,250
Bank balances (MVR)	90,467	151,322
Bank balances (USD)	35,163	258,126
Total	**128,880**	**412,699**

14 Deferred Donation

Non-current		
Deferred donation - Development of aquatic centre	15,383,201	10,861,101
Total	**15,383,201**	**10,861,101**

15 Payables

Other Payables		609,071	352,462
Audit fee payable		15,000	17,820
Short-term loan	15.1	30,000	30,000
Total		**654,071**	**400,282**

15.1 Amount due to related party

Mohamed Abdul Sattar - President	30,000	30,000
Total	**30,000**	**30,000**