



# މަސައްދަވާ ރިޔާސަތު 2018





03 \_\_\_\_\_ نۇسخىسى

04 \_\_\_\_\_ كۆز ئېچىش ۋە ئۆزىنى ئۆزگەرتىش

06 \_\_\_\_\_ 2018 يىلى ئۆزگەرتىش ۋە ئۆزىنى ئۆزگەرتىش

07 \_\_\_\_\_ نۇسخىسى

09 \_\_\_\_\_ نۇسخىسى

14 \_\_\_\_\_ نۇسخىسى

15 \_\_\_\_\_ نۇسخىسى

16 \_\_\_\_\_ نۇسخىسى

22 \_\_\_\_\_ نۇسخىسى

23 \_\_\_\_\_ نۇسخىسى

24 \_\_\_\_\_ نۇسخىسى

24 \_\_\_\_\_ نۇسخىسى

25 \_\_\_\_\_ نۇسخىسى

26 \_\_\_\_\_ نۇسخىسى

27 \_\_\_\_\_ نۇسخىسى

28 \_\_\_\_\_ نۇسخىسى

28 \_\_\_\_\_ نۇسخىسى

28 \_\_\_\_\_ نۇسخىسى

29 \_\_\_\_\_ نۇسخىسى

31 \_\_\_\_\_ نۇسخىسى

34 \_\_\_\_\_ نۇسخىسى

35 \_\_\_\_\_ نۇسخىسى

36 \_\_\_\_\_ نۇسخىسى

37 \_\_\_\_\_ نۇسخىسى

37 \_\_\_\_\_ نۇسخىسى

38 \_\_\_\_\_ نۇسخىسى

43 \_\_\_\_\_ 2018 يىلى ئۆزگەرتىش ۋە ئۆزىنى ئۆزگەرتىش

47 \_\_\_\_\_ نۇسخىسى

49 \_\_\_\_\_ نۇسخىسى

51 \_\_\_\_\_ نۇسخىسى

53 \_\_\_\_\_ نۇسخىسى

55 \_\_\_\_\_ نۇسخىسى





البيانات المالية | المجلس الأعلى للقضاء

المجلس الأعلى للقضاء هو الهيئة القضائية العليا في العراق، والتي تتولى الإشراف على سير العمل في جميع المحاكم العراقية، وتضمن حياد القضاء واستقلاله. تم إنشاء المجلس في عام 2009، بهدف تعزيز النزاهة والشفافية في النظام القضائي.

يتميز المجلس الأعلى للقضاء بكونه هيئة مستقلة، تتكون من أعضاء منتخبين من قبل الشعب العراقي. يعمل المجلس على مراقبة أداء القضاة، وتعيينهم، وفصلهم، مما يضمن أعلى مستويات المهنية والنزاهة في العمل القضائي.

في عام 2018، تم تسجيل 10 آلاف قضية جديدة في المحاكم العراقية، وهو ما يمثل تحدياً كبيراً للمجلس الأعلى للقضاء في ضمان سرعة الفصل في هذه القضايا. مع بداية عام 2019، استمر المجلس في تعزيز آلياته لضمان العدالة والكفاءة.

بلغت الميزانية المخصصة للمجلس الأعلى للقضاء في عام 2018 حوالي 12.40 مليار دينار عراقي، وهو ما يضمن له القدرة على تنفيذ مهامه بشكل فعال. كما تم تخصيص 140.000 ديناراً للمجلس في عام 2019، مما يعكس التزام الحكومة بدعم العمل القضائي.

في عام 2018، تم تنفيذ 25.000 قضية من قبل المحاكم العراقية، وهو ما يدل على كفاءة المجلس في إدارة العمل القضائي.



2018 **وَسْرَ رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

423 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

1,632 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

95,087 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

92.00 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

4.87 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

12.40 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

16,860 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

36.93 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

23.38 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**

45.90 **رَسْمِيَتَا يَسَّ عَوِيَتَا فَوَجِيَتَا رَوَا رَاكِبِي رَاكِبِي دَرَسِي مَوَاقِفَ مَوَاقِفَ**



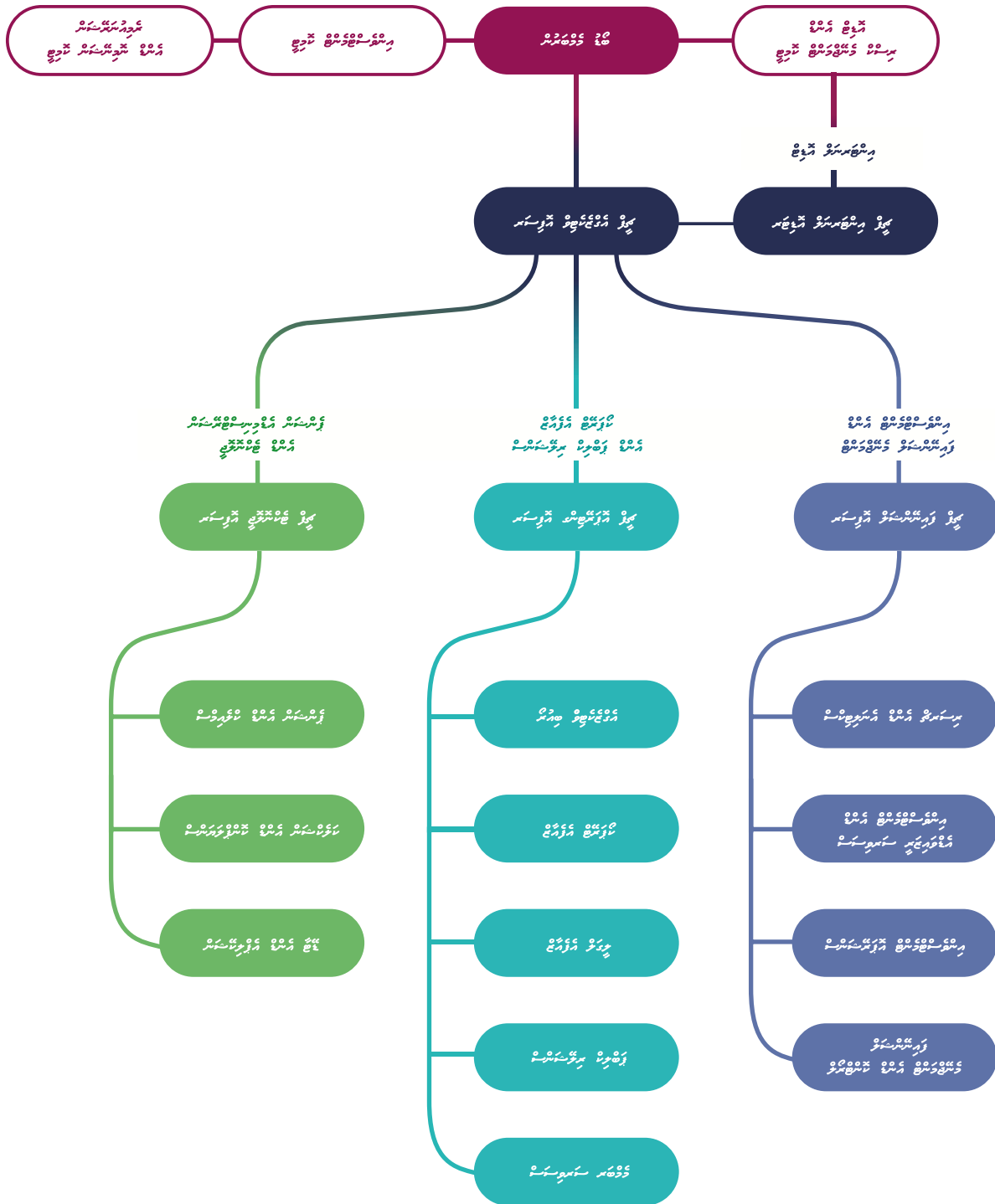




رہنمائی، سرپرستی، اور  
مہربانی



**مہذبہ اسلامیات**



اسلام کی ابتدا: 3 ہجری میں، مکہ کے اقصیٰ میں پیدا ہوا۔

اسلام کے بانی: محمد صلی اللہ علیہ وسلم۔

اسلام کی پیدائش: 610ء میں مکہ کے حرا میں۔

اسلام کی ترقی: 610ء سے 632ء تک۔

اسلام کی تاریخ: 632ء سے آج تک۔

اسلام کی ابتدا: 3 ہجری میں، مکہ کے اقصیٰ میں پیدا ہوا۔

اسلام کے بانی: محمد صلی اللہ علیہ وسلم۔

اسلام کی پیدائش: 610ء میں مکہ کے حرا میں۔

اسلام کی ترقی: 610ء سے 632ء تک۔

اسلام کی تاریخ: 632ء سے آج تک۔







ދިވެހިސަރުކާރުގެ ގެޒެޓް















در این راستا، در ۲۰۱۸ و ۲۰۱۹، در راستای ارتقای مهارت‌های حرفه‌ای و تخصصی کارکنان، دوره‌های آموزشی و کارگاه‌های تخصصی برگزار شد. همچنین در ۲۰۱۸ و ۲۰۱۹، در راستای ارتقای مهارت‌های حرفه‌ای و تخصصی کارکنان، دوره‌های آموزشی و کارگاه‌های تخصصی برگزار شد. همچنین در ۲۰۱۸ و ۲۰۱۹، در راستای ارتقای مهارت‌های حرفه‌ای و تخصصی کارکنان، دوره‌های آموزشی و کارگاه‌های تخصصی برگزار شد.

چهار



در ۲۰۱۸ و ۲۰۱۹، در راستای ارتقای مهارت‌های حرفه‌ای و تخصصی کارکنان، دوره‌های آموزشی و کارگاه‌های تخصصی برگزار شد. همچنین در ۲۰۱۸ و ۲۰۱۹، در راستای ارتقای مهارت‌های حرفه‌ای و تخصصی کارکنان، دوره‌های آموزشی و کارگاه‌های تخصصی برگزار شد. همچنین در ۲۰۱۸ و ۲۰۱۹، در راستای ارتقای مهارت‌های حرفه‌ای و تخصصی کارکنان، دوره‌های آموزشی و کارگاه‌های تخصصی برگزار شد.















سود، سرمایه، ارزش





## 2018 2019 2020 2021 2022 2023

2018 2019 2020 2021 2022 2023
 
 443,152,107.85 16,860

## 2018 2019 2020 2021 2022 2023

2018 2019 2020 2021 2022 2023
 
 242 138 206 31,345,050.14

## 2018 2019 2020 2021 2022 2023

2018 2019 2020 2021 2022 2023
 
 280,560,577.89 7,230

2018 2019 2020 2021 2022 2023
 
 550,823,763.65 17,335

زاد بڻي ڦاڻج مڙي ڏي ڦر مڙي ڏسڻ ڇو ڇو

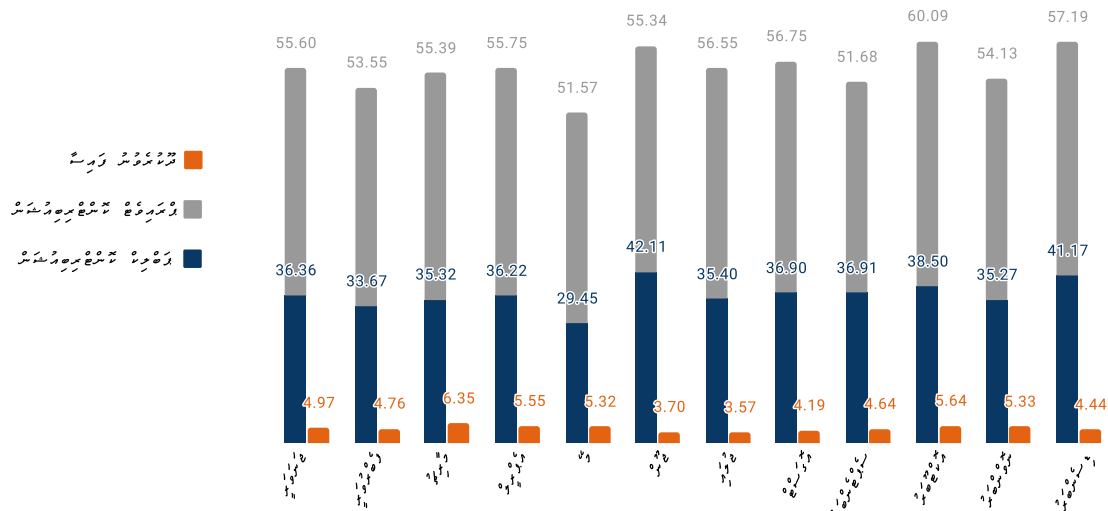




ကုမ္ပဏီတို့၏ ဂုဏ်ထူးဆောင်များ၊ အမှုဆောင်များ၊ အမှုဆောင်များ

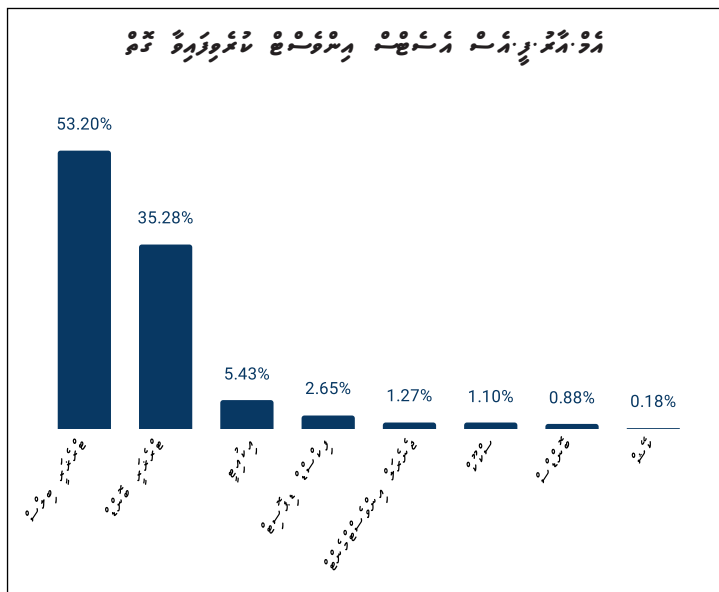
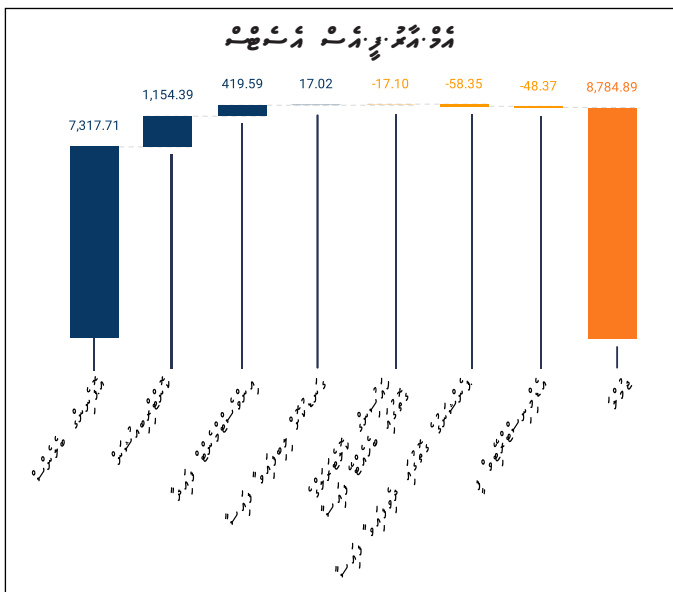


### فوتبال و بسکتبال در استان خراسان رضوی



در سال 1406، تیم فوتبال استان خراسان رضوی در مسابقات لیگ برتر فوتبال کشور، در رده نهم قرار گرفت. همچنین تیم بسکتبال استان در مسابقات لیگ برتر بسکتبال کشور، در رده نهم قرار گرفت. در سال 1405، تیم فوتبال استان خراسان رضوی در مسابقات لیگ برتر فوتبال کشور، در رده نهم قرار گرفت. همچنین تیم بسکتبال استان در مسابقات لیگ برتر بسکتبال کشور، در رده نهم قرار گرفت. در سال 1404، تیم فوتبال استان خراسان رضوی در مسابقات لیگ برتر فوتبال کشور، در رده نهم قرار گرفت. همچنین تیم بسکتبال استان در مسابقات لیگ برتر بسکتبال کشور، در رده نهم قرار گرفت.

### تعداد ورزشکاران در رشته های مختلف



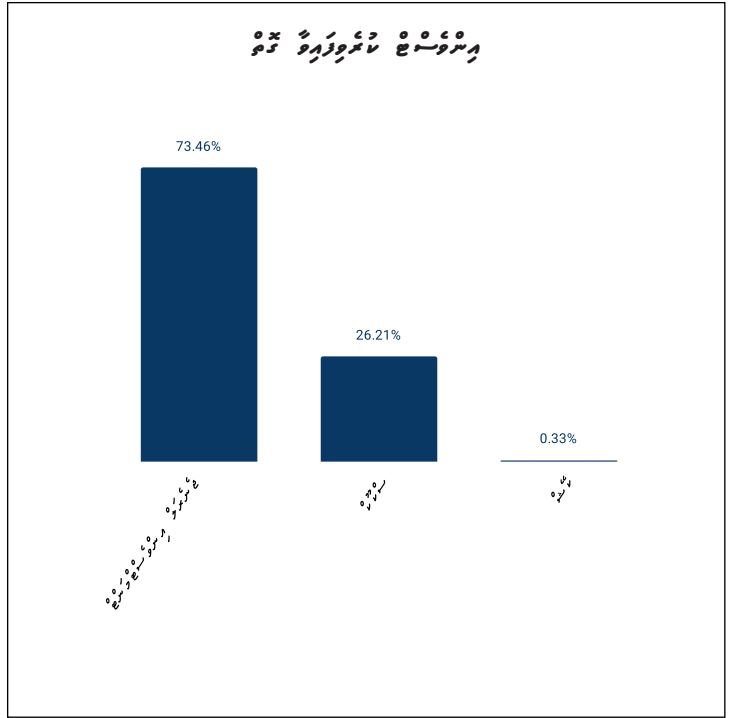
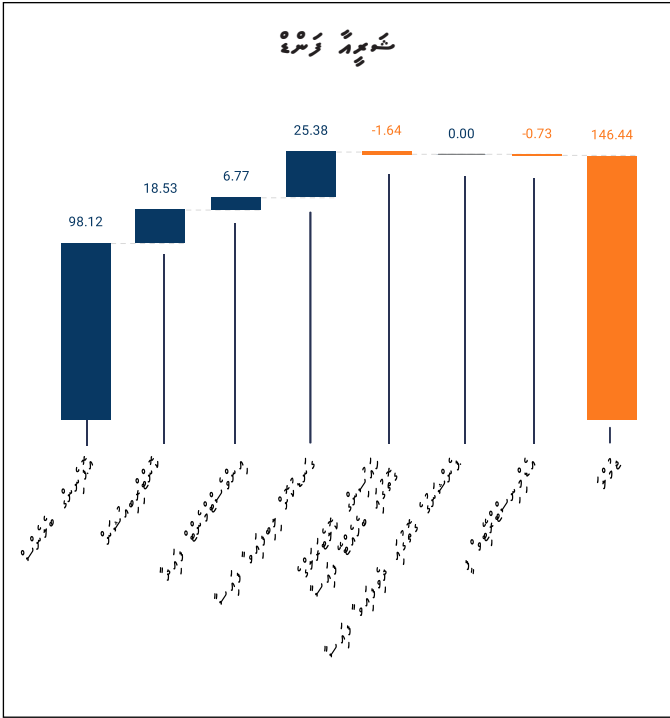
در سال 1406، تیم فوتبال استان خراسان رضوی در مسابقات لیگ برتر فوتبال کشور، در رده نهم قرار گرفت. همچنین تیم بسکتبال استان در مسابقات لیگ برتر بسکتبال کشور، در رده نهم قرار گرفت. در سال 1405، تیم فوتبال استان خراسان رضوی در مسابقات لیگ برتر فوتبال کشور، در رده نهم قرار گرفت. همچنین تیم بسکتبال استان در مسابقات لیگ برتر بسکتبال کشور، در رده نهم قرار گرفت.

در سال 1404، تیم فوتبال استان خراسان رضوی در مسابقات لیگ برتر فوتبال کشور، در رده نهم قرار گرفت. همچنین تیم بسکتبال استان در مسابقات لیگ برتر بسکتبال کشور، در رده نهم قرار گرفت. در سال 1403، تیم فوتبال استان خراسان رضوی در مسابقات لیگ برتر فوتبال کشور، در رده نهم قرار گرفت. همچنین تیم بسکتبال استان در مسابقات لیگ برتر بسکتبال کشور، در رده نهم قرار گرفت.



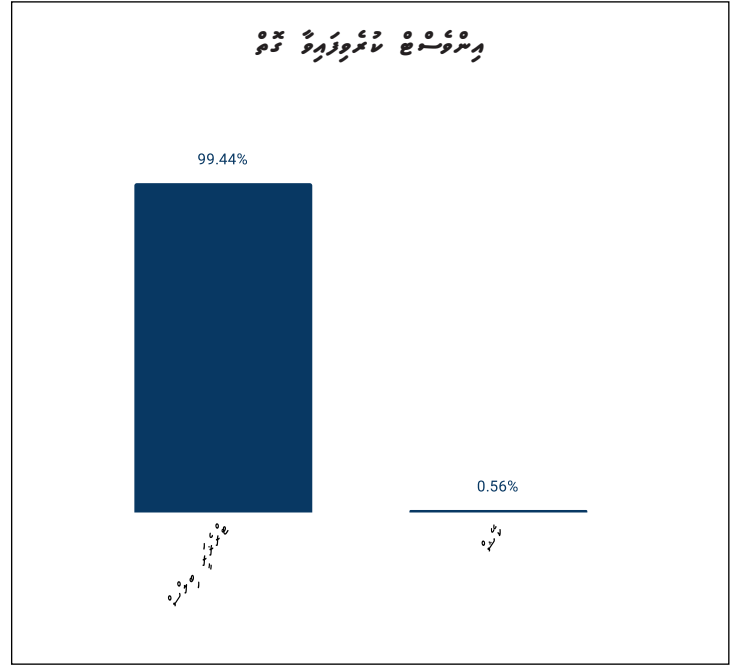
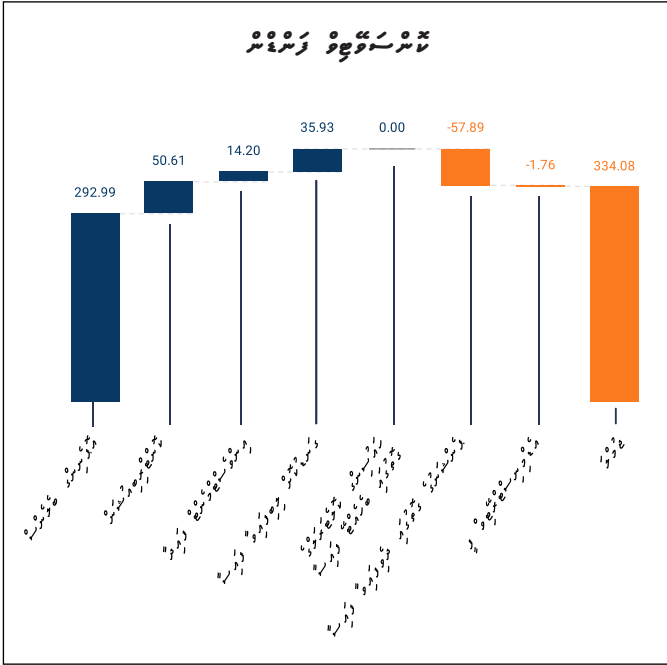






شعبه و سئو در سال ۱۳۹۷ در مقایسه با سال ۱۳۹۶ در مجموع ۱۴۶٫۴۴ درصد افزایش داشته است. این افزایش عمدتاً ناشی از افزایش سهم تعمیرات و نگهداری است که از ۹۸٫۱۲ درصد در سال ۱۳۹۶ به ۱۴۶٫۴۴ درصد در سال ۱۳۹۷ رسیده است. همچنین سهم تعمیرات و نگهداری از ۱۸٫۵۳ درصد در سال ۱۳۹۶ به ۲۵٫۳۸ درصد در سال ۱۳۹۷ رسیده است. در حالی که سهم تعمیرات و نگهداری از ۶٫۷۷ درصد در سال ۱۳۹۶ به ۰٫۰۰ درصد در سال ۱۳۹۷ رسیده است. همچنین سهم تعمیرات و نگهداری از ۱٫۶۴ درصد در سال ۱۳۹۶ به ۰٫۰۰ درصد در سال ۱۳۹۷ رسیده است. در حالی که سهم تعمیرات و نگهداری از ۰٫۶۰ درصد در سال ۱۳۹۶ به ۰٫۷۳ درصد در سال ۱۳۹۷ رسیده است.

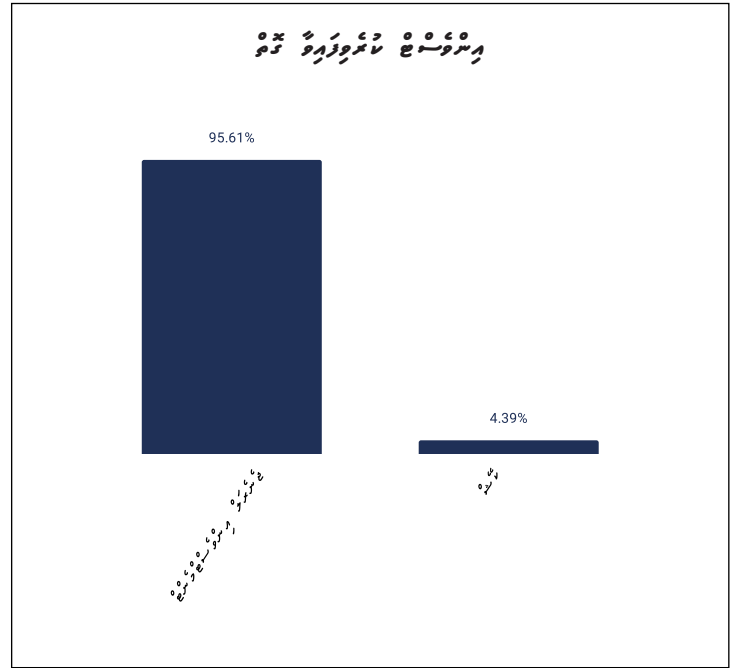
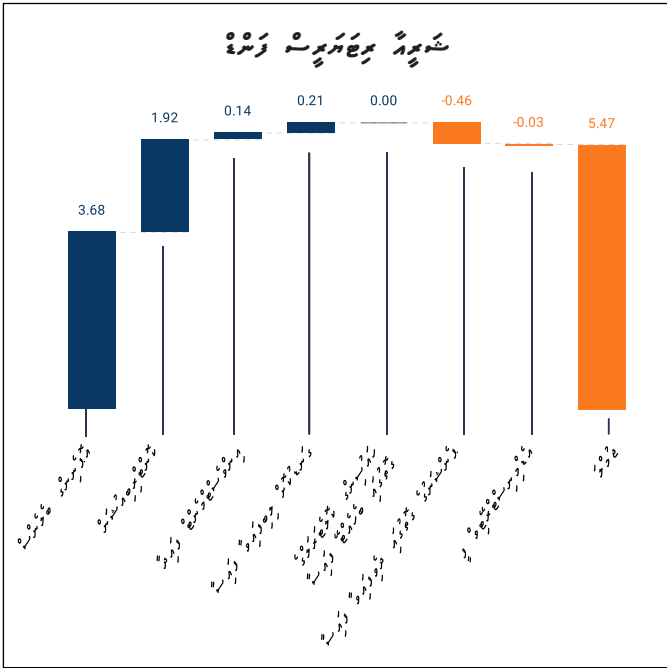
شعبه و سئو در سال ۱۳۹۷ در مقایسه با سال ۱۳۹۶ در مجموع ۱۴۶٫۴۴ درصد افزایش داشته است. این افزایش عمدتاً ناشی از افزایش سهم تعمیرات و نگهداری است که از ۹۸٫۱۲ درصد در سال ۱۳۹۶ به ۱۴۶٫۴۴ درصد در سال ۱۳۹۷ رسیده است. همچنین سهم تعمیرات و نگهداری از ۱۸٫۵۳ درصد در سال ۱۳۹۶ به ۲۵٫۳۸ درصد در سال ۱۳۹۷ رسیده است. در حالی که سهم تعمیرات و نگهداری از ۶٫۷۷ درصد در سال ۱۳۹۶ به ۰٫۰۰ درصد در سال ۱۳۹۷ رسیده است. همچنین سهم تعمیرات و نگهداری از ۱٫۶۴ درصد در سال ۱۳۹۶ به ۰٫۰۰ درصد در سال ۱۳۹۷ رسیده است. در حالی که سهم تعمیرات و نگهداری از ۰٫۶۰ درصد در سال ۱۳۹۶ به ۰٫۷۳ درصد در سال ۱۳۹۷ رسیده است.



تعمیر و تعمیرات اساسی، از جمله تعمیرات اساسی و تعمیرات جزئی، در سال ۱۴۰۰ مبلغ ۳۳۴٫۰۸ میلیارد ریال بوده است. این مبلغ شامل تعمیرات اساسی به مبلغ ۲۹۲٫۹۹ میلیارد ریال، تعمیرات جزئی به مبلغ ۵۰٫۶۱ میلیارد ریال، تعمیرات تخصصی به مبلغ ۱۴٫۲۰ میلیارد ریال، تعمیرات ویژه به مبلغ ۳۵٫۹۳ میلیارد ریال، تعمیرات خاص به مبلغ ۰٫۰۰ میلیارد ریال، تعمیرات غیرمعمول به مبلغ ۵۷٫۸۹ میلیارد ریال، تعمیرات نادر به مبلغ ۱٫۷۶ میلیارد ریال و تعمیرات استثنایی به مبلغ ۳۳۴٫۰۸ میلیارد ریال می‌باشد.

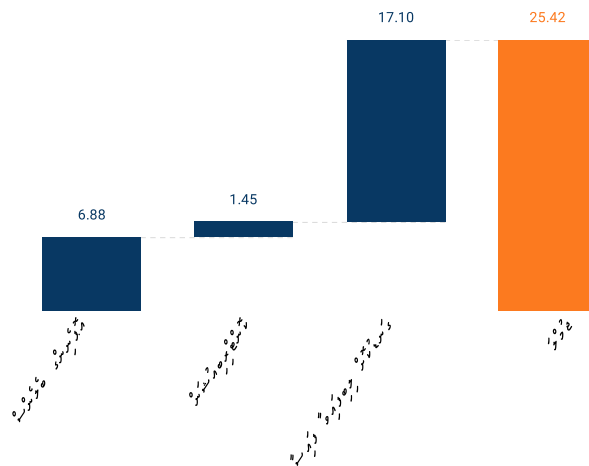
در سال ۱۴۰۰، تعمیرات اساسی ۹۹٫۴۴ درصد و تعمیرات جزئی ۰٫۵۶ درصد از کل هزینه‌های تعمیر و تعمیرات را تشکیل می‌دهد.

## شعبه‌های اقتصادی و صنعتی



شعبه‌های اقتصادی و صنعتی در سال 2016 و سال 2018 تغییرات قابل توجهی در بخش‌های مختلف داشته‌اند. در سال 2016، بخش کشاورزی با 3.68 درصد، صنایع با 1.92 درصد، تجارت عمده و خرده با 0.14 درصد، اقامت و خدمات غذایی با 0.21 درصد، اطلاعات و ارتباطات با 0.00 درصد، سلامت و کارهای اجتماعی با 0.46 درصد، آموزش با 0.03 درصد و ترابری با 5.47 درصد تغییرات داشته‌اند. در سال 2018، بخش صنایع با 95.61 درصد و بخش کشاورزی با 4.39 درصد ارزش افزوده کل را تشکیل می‌دهند.

## زیرساخت‌ها



زیرساخت‌ها در سال 2017 و سال 2018 تغییرات قابل توجهی داشته‌اند. در سال 2017، بخش برق، گاز و حرارت با 6.88 درصد، اطلاعات و ارتباطات با 1.45 درصد و ترابری با 17.10 درصد تغییرات داشته‌اند. در سال 2018، بخش ترابری با 25.42 درصد، برق، گاز و حرارت با 17.10 درصد و اطلاعات و ارتباطات با 1.45 درصد تغییرات داشته‌اند. در سال 2018، بخش ترابری با 25.42 درصد، برق، گاز و حرارت با 17.10 درصد و اطلاعات و ارتباطات با 1.45 درصد تغییرات داشته‌اند.

دعوت به همکاری









#	تاریخ	پیشہ ورانہ تعلیمی اور تربیتی سرگرمیوں کی تفصیلات	سرگرمیوں کی تاریخ
1	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>ہرارٹس: 20 اکتوبر 2014 تا 3 اگست 2014</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> <li>ہرارٹس: 20 اکتوبر 2017 تا 3 اگست 2017</li> <li>ڈرائنگ: (سٹریٹ ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
2	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>ہرارٹس: 20 اکتوبر 2017 تا 3 اگست 2017</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> <li>فیلڈ: 28 دسمبر 2018 (پینٹنگ، گیسٹریج، کالج ویورس)</li> <li>فیلڈ: (پینٹنگ)</li> <li>ہرارٹس: 10 اکتوبر 2018 تا 3 اگست 2018</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
3	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>21 دسمبر 2017 تا 3 اگست 2017</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
4	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>12 اکتوبر 2017 تا 3 اگست 2017</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
5	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>20 اگست 2012 تا 3 اگست 2012</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> <li>7 ستمبر 2017 تا 3 اگست 2017</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> <li>فیلڈ: 18 اکتوبر 2019 (پینٹنگ، ڈرائنگ، ڈیزائن)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
6	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>ہرارٹس: 4 اکتوبر 2015 تا 3 اگست 2015</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> <li>فیلڈ: 3 اکتوبر 2018 (ڈرائنگ، سٹریٹ ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
7	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>ہرارٹس: 15 اکتوبر 2018 تا 3 اگست 2018</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
8	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>ہرارٹس: 28 دسمبر 2018 تا 3 اگست 2018</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
9	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>ہرارٹس: 12 اکتوبر 2015 تا 3 اگست 2015</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> <li>فیلڈ: 11 اکتوبر 2018 (ڈرائنگ، سٹریٹ ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>
10	اسٹوڈنٹس ویلےس ڈیپارٹمنٹ	<ul style="list-style-type: none"> <li>ہرارٹس: 22 اکتوبر 2015 تا 3 اگست 2015</li> <li>ڈرائنگ: (پیکچر ڈرائنگ)</li> <li>فیلڈ: 21 اکتوبر 2018 (ڈرائنگ، سٹریٹ ڈرائنگ)</li> </ul>	<p>ہزارتہ، ویلےس ڈیپارٹمنٹ، گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p> <p>گورنمنٹ ہائر سیکنڈری اسکول، کراچی</p>

2018 9 14 14 9 14 14 14 14 14 11 11 9 9

#	تاریخ	تاریخ	تاریخ
1	14	14	14
2	4	4	4
3	13	14	14
4	14	14	14
5	14	14	14
6	0	1	1
7	11	12	12
8	11	11	11
9	9	11	11
10	9	12	12

2018 9 14

9 14 14 14 14 14 14 11 11 9 9

2018 9 14 14 14 14 14 14 14 14 11 11 9 9

9 14 14 14 14 14 14 11 11 9 9





















2018 میں ایگزیکٹو سب کمیٹی کے 4 سالانہ رپورٹوں کے تحت ایگزیکٹو اور ایگزیکٹو کمیٹی کے کاموں کی فہرست۔

#	کاموں کی تفصیل	ایگزیکٹو کمیٹی کے کاموں کی تعداد	ایگزیکٹو کمیٹی کے کاموں کی تعداد
1	ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی تعداد	3	3
2	ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی تعداد	4	3
3	ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی تعداد	4	4
4	ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی تعداد	1	1
5	ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی تعداد	4	4

تجزیاتی اور تحقیقی کاموں کی فہرست / ایگزیکٹو کمیٹی کے کاموں کی فہرست

ایگزیکٹو کمیٹی کے 2018 میں ایگزیکٹو سب کمیٹی کے کاموں کی فہرست۔

- 10 جولائی 2018 کو ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔
- 4 ستمبر 2018 کو ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔
- 26 ستمبر 2018 کو ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔
- 02 اکتوبر 2018 کو ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔ ایگزیکٹو کمیٹی کے ذریعہ ایگزیکٹو کمیٹی کے کاموں کی فہرست۔

העמוד  
הראשון





رَبِّهِمْ  
وَأَعْبَادِهِمْ



**MALDIVES PENSION ADMINISTRATION OFFICE  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER 2018**



**MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

<b>CONTENTS</b>	<b>Page</b>
Independent Auditors' Report to the Board of Directors	1-3
<b>Financial Statements</b>	
Statement of comprehensive income	4
Statement of financial position	5
Statement of changes in equity	6
Statement of cash flows	7
Notes to the financial statements	8-26



KPMG  
(Chartered Accountants)  
2<sup>nd</sup> Floor, H. Mialani  
Sosun Magu,  
Male',  
Republic of Maldives.

Tel : +960 3310 420  
+960 3310 421  
+960 3310 422  
+960 3323 393  
Fax : +960 3323 175  
E-mail : kpmgmvmv@kpmg.com

**Independent Auditors' Report  
To the Board of Directors of  
Maldives Pension Administration Office**

**Opinion**

We have audited the financial statements of the Maldives Pension Administration Office ("MPAO"), which comprises the statement of financial position as at 31 December 2018, and the statement of income, statement of changes in accumulated fund and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information set out in pages 8 to 26.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of MPAO as at 31 December 2018 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs").

**Basic for Opinion**

We conducted our audit in accordance with International Standard on Auditing ("ISAs"). Our responsibilities under those standards are further described in the *Auditor's responsibility for the audit of the financial statements* section of our report. We are independent of the MPAO 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 the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other Matters**

The financial of Maldives Pension Administration Office for the year ended 31 December 2017 were audited by another auditor who expressed an unmodified opinion on those statements on 1 April 2018.

**Other Information**

The Board of Members (the "Board") is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

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 misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Board.

**Responsibilities of the Board of Directors for the Financial Statements**

The Board of Directors ("the Board") is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards ("IFRSs"), and for such internal control as the Board 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, the Board is responsible for assessing the MPAO's ability to continue as a going concern, disclosing, as applicable, matter related to going concern and using the going concern basis of accounting unless the Board either intends to liquidate the MPAO or to cease operation, or has no realistic alternative but to do so.

**Auditors' Responsibilities for the Audit of Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, 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 misstatements 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 decision 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 MPAO'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 MPAO'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 MPAO 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.



**Auditors' Responsibilities for the Audit of Financial Statements (Continued)**

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.

*kpmg.*

**Chartered Accountants**

25 March 2019  
Male'



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
STATEMENT OF INCOME

FOR THE YEAR ENDED 31 DECEMBER

	Notes	2018 MVR	2017 MVR
<b>Income</b>			
Income	7	48,372,972	53,517,212
Other income	8	1,484,421	1,049,251
		<u>49,857,393</u>	<u>54,566,463</u>
<b>Expenditure</b>			
Salaries and allowance	9	(16,844,510)	(14,736,574)
Bank charges and custodian fees	10	(6,033,892)	(7,787,292)
Administrative expenses		(15,921,331)	(15,249,501)
		<u>(38,799,733)</u>	<u>(37,773,367)</u>
<b>Excess of income over expenditure for the year</b>		<u>11,057,660</u>	<u>16,793,097</u>

These financial statements are to be read in conjunction with the related notes, which form an integral part of the financial statements of MPAO set out pages 8 to 26. The Report of the Independent Auditors is given on pages 1 to 3.



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER

	Note	2018 MVR	2017 MVR
<b>ASSETS</b>			
<b>Non current assets</b>			
Furniture and equipment	11	3,202,984	4,425,722
Intangible assets	12	238,837	1,864,348
Prepaid lease rent	13	22,047,786	23,007,786
<b>Total non current assets</b>		<u>25,489,607</u>	<u>29,297,856</u>
<b>Current assets</b>			
Investment in fixed deposit	14	20,343,151	20,343,151
Other receivables	15	4,863,496	6,667,006
Cash and cash equivalents	16	47,750,207	34,369,005
<b>Total current assets</b>		<u>72,956,854</u>	<u>61,379,162</u>
<b>Total assets</b>		<u>98,446,461</u>	<u>90,677,018</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Accumulated funds		80,984,274	74,926,614
Capital and General Reserve	17	10,000,000	5,000,000
<b>Total equity</b>		<u>90,984,274</u>	<u>79,926,614</u>
<b>Current liabilities</b>			
Other payables	18	7,462,187	10,750,404
<b>Total liabilities</b>		<u>7,462,187</u>	<u>10,750,404</u>
<b>Total equity and liabilities</b>		<u>98,446,461</u>	<u>90,677,018</u>

These financial statements are to be read in conjunction with the related notes, which form an integral part of the financial statements of MPAO set out pages 8 to 26. The Report of the Independent Auditors is given on pages 1 to 3.

The financial statements were approved by the Board of Directors and signed on its behalf by;

Name of the Director

Ilyas Haneef

Maryam Abdul Nasir

Mohamed Hussain Maniku

Signature

*(Handwritten signatures in blue ink over dotted lines)*

25 March 2019



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
STATEMENT OF CHANGES IN ACCUMULATED FUNDS

FOR THE YEAR ENDED 31 DECEMBER

		Capital and General Reserve MVR	Accumulated Fund MVR	Total MVR
Balance as at 1 January 2017		-	63,133,517	63,133,517
Excess of income over expenditure for the year		-	16,793,097	16,793,097
Transferred from accumulated fund	17	5,000,000	(5,000,000)	-
Balance as at 31 December 2017		<u>5,000,000</u>	<u>74,926,614</u>	<u>79,926,614</u>
<b>Balance as at 1 January 2018</b>		5,000,000	74,926,614	79,926,614
Excess of income over expenditure for the year		-	11,057,660	11,057,660
Transferred from accumulated fund	17	5,000,000	(5,000,000)	-
<b>Balance as at 31 December 2018</b>		<u>10,000,000</u>	<u>80,984,274</u>	<u>90,984,274</u>

These financial statements are to be read in conjunction with the related notes, which form an integral part of the financial statements of MPAO set out pages 8 to 26. The Report of the Independent Auditors is given on pages 1 to 3.



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER

	Note	2018 MVR	2017 MVR
<b>Cash flows from operating activities</b>			
Excess of income over expenditure before tax		11,057,660	16,793,097
<b>Adjustments for</b>			
Depreciation of furniture and equipment	11	1,882,679	1,617,540
Amortization of intangible assets	12	1,756,188	1,730,053
Amortization of prepaid lease rent	13	960,000	992,214
Interest income from investment in fixed deposit	8	(750,000)	(343,151)
Loss on disposal of property, plant and equipment	11	-	1,132,288
<b>Operating surplus before working capital changes</b>		<u>14,906,527</u>	<u>21,922,041</u>
<b>Working capital changes</b>			
Changes in other receivables		1,803,510	3,589,986
Changes in other payables		(3,288,217)	1,186,976
<b>Cash flows generated from operating activities</b>		<u>13,421,820</u>	<u>26,699,003</u>
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment	11	(659,942)	(4,778,533)
Purchase of intangible assets	12	(130,677)	-
Purchase of financial instruments	13	-	(20,000,000)
Interest received		750,000	-
<b>Net cash used in investing activities</b>		<u>(40,619)</u>	<u>(24,778,533)</u>
<b>Net increase in cash and cash equivalents</b>		13,381,202	1,920,470
Cash and cash equivalents at the beginning of the year		34,369,005	32,448,535
<b>Cash and cash equivalents at the end of the year</b>	16	<u>47,750,207</u>	<u>34,369,005</u>

These financial statements are to be read in conjunction with the related notes, which form an integral part of the financial statements of MPAO set out pages 8 to 26. The Report of the Independent Auditors is given on pages 1 to 3.





**MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS**

**1. REPORTING ENTITY**

Maldives Pension Administration Office (“MPAO”) was formed on 13<sup>th</sup> May 2009 under Maldives Pension Act No 8/2009. The registered office is located at City Square, Chandhanee Magu, Republic of Maldives. MPAO is an independent legal entity with perpetual succession and with a separate seal under the Act.

The principal activities of MPAO are;

- Administering the Pension Schemes established under the Act.
- Providing the Maldives Retirement Pension.
- Formulating regulations, standards and guidelines to operate the schemes established under the Act.
- Paying Maldives Old-Age Basic Pensions established under the Act.
- Conducting public awareness programmes on the pension schemes established under the Act.
- Taking measures considered necessary by the Pension Office in order to discharge its functions under the Act.

**2. BASIS OF PREPARATION**

**(a) Statement of Compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs).

This is the first set of the MPAO’s annual financial statements in which IFRS 15, “*Revenue from Contracts with Customers*” and IFRS 9, “*Financial Instruments*” have been applied. Changes to significant accounting policies are described in Note 3.

**(b) Basis of Measurement**

The financial statements have been prepared on the historical cost basis.

**(c) Functional and Presentation Currency**

These financial statements are presented in Maldivian Rufiyaa, which is MPAO’s functional currency. All financial information presented in Maldivian Rufiyaa has been rounded to the nearest Rufiyaa.

**(d) Use of Estimates and Judgements**

The preparation of financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in MPAO’s financial statements is included in the respective notes.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the relevant notes.



### 3. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES

The MPAO has initially applied IFRS 15 and IFRS 9 from 1 January 2018. A number of new standards are also effective from 1 January 2018 but they do not have a material effect on the MPAO's financial statements.

Due to the transition method chosen by the MPAO in applying these standards, comparative information throughout these financial statements has not been restated to reflect the requirements of the new standards and separately presenting impairment loss on trade receivables and contract assets where applicable.

#### A. IFRS 15 Revenue from Contracts with Customers

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaced IAS 18 Revenue, IAS 11 Construction Contracts and related interpretations. Under IFRS 15, revenue is recognized when a customer obtains control of the goods or services. Determining the timing of the transfer of control - at a point in time or over time - requires judgment.

The MPAO has adopted IFRS 15 using the cumulative effect method, with the effect of initially applying this standard recognized at the date of initial application (i.e. 1 January 2018). Accordingly, the information presented for 2017 has not been restated - i.e. it is presented, as previously reported, under IAS 18, IAS 11 and related interpretations. Additionally, the disclosure requirements in IFRS 15 have not been applied to comparative information.

IFRS 15 did not have a significant impact on the MPAO's accounting policies with respect to the revenue streams.

#### B. IFRS 9 Financial Instruments

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 "Financial Instruments": Recognition and Measurement.

As result of the adoption of IFRS 9, the MPAO has adopted consequential amendments to IAS 1 Presentation of Financial Statements, which require impairment of financial assets to be presented in a separate line item in the statement of profit or loss.

Additionally, the MPAO has adopted consequential amendments to IFRS 7 Financial Instruments: Disclosures that are applied to disclosures about 2018 but have not been generally applied to comparative information.

##### (i) Classification and Measurement of Financial Assets and Financial Liabilities

IFRS 9 contains three principal classification categories for financial assets: measured at amortized cost, FVOCI and FVTPL. The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. IFRS 9 eliminates the previous IAS 39 categories of held to maturity, loans and receivables and available for sale.

IFRS 9 largely retains the existing requirement in IAS 39 for the classification and measurement of financial liabilities. The adoption of IFRS 9 has not had a significant effect on the MPAO's accounting policies related to financial liabilities.



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS

3. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) Classification and Measurement of Financial Assets and Financial Liabilities (Continued)

The following table and accompanying notes below explain the original measurement categories under IAS 39 and the new measurement categories under IFRS 9 for each class of the MPAO's financial assets and financial liabilities as at 1 January 2018.

The effect of adopting IFRS 9 on the carrying amounts of financial assets as at 1 January 2018 relates solely to the new impairment requirements.

Financial Assets	Original asset classification under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39 MVR	New carrying amount under IFRS 9 MVR
Cash and cash equivalents	Loans and receivables	Amortized cost	34,371,375	34,371,375
Other receivables	Loans and receivables	Amortized cost	6,667,006	6,667,006
Investment in fixed deposits	Held to maturity	Amortized cost	20,343,151	20,343,151
<b>Total financial assets</b>			<b>61,381,532</b>	<b>61,381,532</b>

Financial Liabilities	Original asset classification under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39 MVR	New carrying amount under IFRS 9 MVR
Accrued expenses and other payables	Other financial liabilities	Other financial liabilities	10,750,404	10,750,404
Credit Card	Other financial liabilities	Other financial liabilities	2,370	2,370
<b>Total financial liabilities</b>			<b>10,752,774</b>	<b>10,752,774</b>

Prepayment and other receivables and cash and cash equivalents that were classified as loans and receivables under IAS 39 are now classified at amortized cost as required under IFRS 9.

(ii) Impairment of Financial Assets

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) model. The new impairment model applies to financial assets measured at amortized cost, contract assets and debt investments at FVOCI, but not to investments in equity instruments." Under IFRS 9, credit losses are recognized earlier than under IAS 39.

For assets in the scope of the IFRS 9 impairment model, impairment losses are generally expected to increase and become more volatile. The MPAO has determined that the application of IFRS 9 impairment requirements as at 1 January 2018 results in no additional allowance for impairment required.



### 3. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### (iii) Transition

The MPAO has used an exemption not to restate comparative information for prior periods with respect to classification and measurement (including impairment) requirements. Differences in the carrying amounts of financial assets and financial liabilities resulting from the adoption of IFRS 9 are recognized in retained earnings as at 1 January 2018. Accordingly, the information presented for 2017 does not generally reflect the requirements of IFRS 9, but rather those of IAS 39.

### 4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by the MPAO.

#### 4.1 Foreign Currency Transactions

Transactions in currencies other than Maldivian Rufiyaa are translated to Maldivian Rufiyaa at the exchange rate ruling at the date of transaction. Monetary assets and liabilities denominated in currencies other than Maldivian Rufiyaa are translated to Maldivian Rufiyaa at the exchange rate ruling at the reporting date. Foreign exchange differences arising on translation are recognized in the income and expenditure statement.

Non-monetary assets and liabilities, which are measured at historical cost, denominated in currencies other than Maldivian Rufiyaa, are translated to Maldivian Rufiyaa at the exchange rates ruling at the dates of transactions. Non-monetary assets and liabilities, which are stated at fair value, denominated in currencies other than Maldivian Rufiyaa, are translated to Maldivian Rufiyaa at the exchange rates ruling at the dates the values were determined.

#### 4.2 Financial Instruments

##### (i) Recognition and Initial Measurement

Trade receivables are initially recognized when they are originated. All other financial assets and financial liabilities are initially recognized when the MPAO becomes a party to the contractual provisions of the instrument.

A financial asset (Unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at FVTPL (fair value through profit or loss), transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

##### (ii) Classification and Subsequent Measurement

###### Financial assets – Policy applicable from 1 January 2018

On initial recognition, a financial asset is classified as measured at: amortized cost; FVOCI (fair value through other comprehensive income) – debt investment; FVOCI – equity investment; or FVTPL.



4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4.2 Financial Instruments (Continued)

(iii) Classification and Subsequent Measurement (Continued)

Financial assets are not reclassified subsequent to their initial recognition unless the MPAO changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the reporting period following the change in the business model. A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- It is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**Financial assets – Subsequent measurement and gains and losses Policy applicable from 1 January 2018**

Financial assets at amortized cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on de-recognition is recognised in profit or loss.
------------------------------------	---

**Financial assets- Policy applicable before 1 January 2018**

The MPAO classified its financial assets into one of the following categories:

- loans and receivables;
- held to maturity;

**Financial assets - Subsequent measurement and gains and losses: Policy applicable before 1 January 2018**

Held to maturity financial assets	Measured at amortised cost using the effective interest method.
Loans and receivables	Measured at amortised cost using the effective interest method

**Financial liabilities – Classification, subsequent measurement and gains and losses**

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, it is a derivative or it is designated as such on initial recognition.

Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on de-recognition is also recognized in profit or loss.



#### 4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### 4.2 Financial Instruments (Continued)

###### (iv) De-recognition

###### Financial Assets

The MPAO derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the MPAO neither transfer nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

###### Financial Liabilities

The MPAO derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The MPAO also derecognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

On de-recognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid is recognized in profit or loss.

##### 4.3 Impairment

###### (i) Financial Assets (including receivables)

The MPAO recognize loss allowance for ECLs (Expected Credit Loss) on financial assets measured at amortized cost.

The MPAO measures loss allowances at an amount equal to lifetime ECLs, except for the following, which measured at 12-month ECLs.

- Debt instruments that are determined to have low credit risk at the reporting date; and
- Other debt securities and bank balances for which credit risk has not increased significantly since initial recognition.

Loss allowances for trade receivables are always measured at an amount equal to lifetime ECLs.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the MPAO considers reasonable and supportable information that is relevant and available without undue cost or effort.

This includes both quantitative and qualitative information and analysis, based on the MPAO's historical experience and informed credit assessment and including forward looking information.

ECLs are probability-weighted estimate of credit losses. Credit losses are measured as the present value of all the cash shortfalls. ECLs are discounted at the effective interest rate of the financial asset.



#### 4 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### 4.3 Impairment (Continued)

###### (iii) Non – Financial Assets

The carrying amounts of the MPAO's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each year at the same time.

The recoverable amount of an asset or a cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets.

##### 4.4 Furniture and Equipment

###### (i) Recognition and Measurement

Items of furniture and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labor, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located and capitalized borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

When parts of an item of furniture and equipment have different useful lives, they are accounted for as separate items (major components) of furniture and equipment.

Gains and losses on disposal of an item of furniture and equipment are determined by comparing the proceeds from disposal with the carrying amount of furniture and equipment, and are recognized net within other income in profit or loss.

###### (ii) Subsequent Costs

The cost of replacing a part of an item of furniture 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 MPAO, and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of furniture and equipment are recognized in profit or loss as incurred.

###### (iii) 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.



#### 4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### 4.4 Furniture and Equipment (Continued)

###### (iii) Depreciation (Continued)

Depreciation is recognized in profit or loss on a straight-line basis over the estimated useful lives of each part of an item of furniture and equipment, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that MPAO will obtain ownership by the end of the lease term. Land is not depreciated.

The estimated useful lives for the current and comparative periods are as follows:

Computers and Communication Equipment	3-5 years
Furniture and Fittings	3 years
Office Equipment	3-5 years

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. The charge for the depreciation commences from the month on which the furniture and equipment are ready for use.

##### 4.5 Intangible Asset

###### (i) Recognition and Measurement

Intangible assets that are acquired by the entity and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses if any.

###### (ii) Subsequent Expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognized in profit or loss when incurred.

###### (iii) Amortization

Amortization is recognized in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use. The estimated useful lives for the current and comparative periods are as follows:

Computer Software	Over 5 years
-------------------	--------------

Amortization methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

##### 4.6 Provisions

A provision is recognized if, as a result of a past event, MPAO has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.





#### 4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### 4.7 Interest Income

Interest income is recognized as it accrues, using the original effective interest rate of the fixed deposit calculated at the acquisition or origination date.

##### 4.8 Income

Government and other grants are recognized only to the extent of the amount received. Income derived from Management fees has been recognized on an accrual basis.

##### 4.9 Events Occurring After the Reporting Date

The materiality of the events occurring after the reporting date has been considered and appropriate adjustments and provisions have been made in the financial statements wherever necessary.

#### 5. DETERMINATION OF FAIR VALUES

A number of MPAO's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and / or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

##### (i) Receivables

The fair value of other receivables is estimated as the present value of future cash flows, discounted at the market rate of interest at the reporting date. This fair value is determined for disclosure purposes.

##### (ii) Financial liabilities (Non-derivative)

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date. For finance leases the market rate of interest is determined by reference to similar lease agreements.

#### 6. NEW STANDARDS AND INTERPRATATIONS

Following new standards, amendments to standards and interpretations applicable to the financial statements of the MPAO are effective for annual periods beginning after 1 January 2017 and earlier application is permitted, however the MPAO has not applied the following new or amended standards interpretations in these financial statements.

##### (i) IFRS 16 Leases

IFRS 16 replaces existing leases guidance, including IAS 17 leases, IFRIC 4 – Determining whether an arrangement contains a lease, SIC 15 – Operating leases incentive and SIC 27 – Evaluating the substance of transactions involving the legal form of a leases with effect from 1 January 2019.

The MPAO is in the process of assessment of the potential impact and not yet completed the detail assessment. The actual impact of applying IFRS 16 on the financial statements in the period of initial application will depend on future economic conditions, including the MPAO's borrowing interest rate at 1 January 2019 and other relevant factors.



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS

6. NEW STANDARDS AND INTERPRATATIONS (CONTINUED)

(i) Other standards

The following amended standards and interpretations are not expected to have a significant impact on the MPAO's financial statements.

- Annual improvement to IFRS Standards 2015 – 2017 cycle – various standards
- Amendments to references to Conceptual Framework in IFRS Standards



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

7 INCOME	2018 MVR	2017 MVR
Management fee	48,372,972	53,517,212
	<u>48,372,972</u>	<u>53,517,212</u>
<p>Management fee is the income recognized for administration and management of assets of the Maldives Retirement Pension Scheme (MRPS). Management fee is charged on accrual basis based on the daily net asset value of the members' balance at the rate of 0.6% (2017: 0.8%) per annum.</p>		
8 OTHER INCOME	2018 MVR	2017 MVR
Fines	419,900	469,000
Sponsors for finance forum	193,840	237,100
Miscellaneous income	120,681	-
Interest income	750,000	343,151
	<u>1,484,421</u>	<u>1,049,251</u>
9 SALARIES AND ALLOWANCES	2018 MVR	2017 MVR
Directors' remuneration	1,144,060	1,076,302
Retirement contribution obligation	823,336	726,242
Employee insurance	341,594	194,739
Salaries and wages	14,535,520	12,739,290
	<u>16,844,510</u>	<u>14,736,574</u>
10 BANK CHARGES AND CUSTODIAN FEES	2018 MVR	2017 MVR
Bank charges	33,892	17,647
Custodian fees	6,000,000	7,769,645
	<u>6,033,892</u>	<u>7,787,292</u>

Custodian fee is paid to Bank of Maldives for provision of Custodian Services to MRPS under an agreement between MPAO and Bank of Maldives. Custodian fee is charged based on assets under custody. The fee rates are 0.16% upto MVR 5 Billion and 0.10% thereafter till June 2017. From July 2017 onwards MPAO is charged a fixed amount of MVR 6 Million per year.



**MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

**11 FURNITURE AND EQUIPMENT**

	Computer and Accessories		Furniture and Fittings		Office Equipment		Total	
	MVR		MVR		MVR		31/12/2018	31/12/2017
<b>Cost</b>								
Opening balance	1,900,213		3,574,617		1,049,519		6,524,349	6,449,801
Addition during the year	419,871		119,140		120,931		659,942	4,778,533
Disposal during the year	-		-		-		-	(4,703,985)
<b>Closing balance</b>	<b>2,320,084</b>		<b>3,693,757</b>		<b>1,170,450</b>		<b>7,184,291</b>	<b>6,524,349</b>
<b>Accumulated depreciation</b>								
Opening balance	703,241		969,245		426,141		2,098,627	4,052,784
Charge during the year	644,977		1,000,394		237,308		1,882,679	1,617,540
Disposal during the year	-		-		-		-	(3,571,697)
<b>Closing balance</b>	<b>1,348,218</b>		<b>1,969,639</b>		<b>663,449</b>		<b>3,981,307</b>	<b>2,098,627</b>
<b>Net carrying values</b>								
As at 31 December 2018	971,866		1,724,118		507,000		3,202,984	
As at 31 December 2017	1,196,972		2,605,372		623,378			4,425,722

11.1 There is an adjustment of reclassification made to the opening balances of Furniture and Equipment as at 1st January 2018. Intangible asset classified under Office Equipment has reclassified under Intangible Assets (Note 12).



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

12 INTANGIBLE ASSETS	31/12/2018	31/12/2017
	MVR	MVR
<b>Cost</b>		
Opening balance	8,650,253	8,650,253
Additions during the year	130,677	-
<b>Closing balance</b>	<u>8,780,930</u>	<u>8,650,253</u>
<b>Amortization</b>		
Opening balance	6,785,905	5,055,852
Amortization during the Year	1,756,188	1,730,053
<b>Closing balance</b>	<u>8,542,093</u>	<u>6,785,905</u>
<b>Net carrying value (Note 12.1)</b>	<u>238,837</u>	<u>1,864,348</u>

12.1 Intangible assets includes the Data Centre Virtualization Project and Human Resource and Payroll Management System.

13 PREPAID LEASE RENT	31/12/2018	31/12/2017
	MVR	MVR
Opening balance	23,007,786	24,000,000
Amortization for the year	(960,000)	(992,214)
<b>Closing balance</b>	<u>22,047,786</u>	<u>23,007,786</u>

MPAO has entered into a lease agreement with State Trading Organisation PLC on 18 August 2014 to lease 8000 square feet (2 floors) of Umar Shopping Arcade Office Complex. As lessee, MPAO has paid MVR of 24 million as rent for a period of 25 years effective from the date of completion of the building. This prepayment will be amortized throughout the period of 25 years from the date of 18 December 2016.

14 INVESTMENT IN FIXED DEPOSIT	31/12/2018	31/12/2017
	MVR	MVR
Opening balance	20,343,151	-
Addition for the year	20,000,000	20,000,000
Matured during the year	(20,750,000)	-
Interest income	750,000	343,151
<b>Closing balance</b>	<u>20,343,151</u>	<u>20,343,151</u>

The MPAO has renewed a fixed deposit with Commercial Bank of Maldives amount of MVR 20,000,000/- on 17 July 2018 for carrying interest of 3.75% per annum.



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

15 OTHER RECEIVABLES	31/12/2018 MVR	31/12/2017 MVR
Assets management fee receivables	4,445,646	4,954,280
MRPS receivables	-	264,960
Refundable deposits	60,000	80,000
Prepayments	4,000	426,166
MRPS fines receivables	4,400	941,600
Retention allowance (Note 15.1)	349,451	-
	<u>4,863,496</u>	<u>6,667,006</u>
<p>15.1 As per the Remuneration and Nomination committee No. 11/2018 dated on 10 May 2018, MPAO has granted retention allowance of MVR 400,000 to the employees which has been amortized over 05 year period.</p>		
16 CASH AND CASH EQUIVALENTS	31/12/2018 MVR	31/12/2017 MVR
<b>Favorable balance</b>		
Cash in hand	10,265	37,855
Balance with banks	47,758,771	34,333,520
<b>Unfavorable balance</b>		
Credit card balance	(18,828)	(2,370)
	<u>47,750,207</u>	<u>34,369,005</u>
17 CAPITAL AND GENERAL RESERVE	31/12/2018 MVR	31/12/2017 MVR
Opening balance	5,000,000	-
Transferred from accumulated fund	5,000,000	5,000,000
Closing balance	<u>10,000,000</u>	<u>5,000,000</u>
<p>Pursuant to MPAO board meeting No. 126/2016 dated on 01 November 2016, capital and general reserve is set up the MPAO has to be transferred the purpose of asset replacement reserve. As per this board meeting minute MVR 5 Mn annually from accumulated funds to capital and general reserve till accumulate the reserve upto MVR 20 Mn.</p>		
18 OTHER PAYABLES	31/12/2018 MVR	31/12/2017 MVR
Accrued expences	2,186,247	1,313,738
Custodian fee	3,000,000	3,000,000
MRPS pension payouts	29,814	50,321
Other payables	-	347,114
Payable to Ministry of Finance (Note 18.1)	2,246,126	6,039,231
	<u>7,462,187</u>	<u>10,750,404</u>
<p>18.1 This amount represents excess collections to be refunded to Ministry of Finance (MOF) as at reporting date. MPAO disburses state funded pension under an agency agreement with MOF. MPAO invoices MOF for state pensions and on receipt of funds from MOF disbursements are made to beneficiaries.</p>		



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

19 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT – FAIR VALUE AND RISK MANAGEMENT

The effect of initially applying IFRS 9 on the MPAO's financial instruments is described in note 3. Due to the transition method chosen, comparative information has not been restated to reflect the new requirements.

(A) Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair values.

31 December 2018	Financial Assets at Amortised Cost MVR	Other Financial Liabilities MVR	Total Carrying Amount MVR	Fair Values MVR	Fair Value Hierarchy
<b>Financial assets</b>					
Investments in fixed deposits	20,343,151	-	20,343,151	20,343,151	Level II
Other receivables	4,514,046	-	4,514,046	4,514,046	
Cash and cash equivalents	47,758,771	-	47,758,771	47,758,771	
	<u>72,615,967</u>	<u>-</u>	<u>72,615,967</u>	<u>72,615,967</u>	
<b>Financial liabilities</b>					
Other payables	-	7,462,187	7,462,187	7,462,187	
Credit card balance	-	18,828	18,828	18,828	
	<u>-</u>	<u>7,481,015</u>	<u>7,481,015</u>	<u>7,481,015</u>	

31 December 2017	Loan and Receivables MVR	Held to Maturity	Other Financial Liabilities MVR	Total Carrying Amount MVR	Fair Values MVR	Fair Value Hierarchy
<b>Financial assets</b>						
Investments in Fixed Deposits	-	20,343,151	-	20,343,151	20,343,151	Level II
Other receivables	6,667,006	-	-	6,667,006	6,667,006	
Cash and cash equivalents	34,333,520	-	-	34,333,520	34,333,520	
	<u>41,000,526</u>	<u>20,343,151</u>	<u>-</u>	<u>61,343,677</u>	<u>61,343,677</u>	
<b>Financial liabilities</b>						
Other payables	-	-	10,750,404	10,750,404	10,750,404	
Credit card balance	-	-	2,370	2,370	2,370	
	<u>-</u>	<u>-</u>	<u>10,752,774</u>	<u>10,752,774</u>	<u>10,752,774</u>	

Above balances not included non financial assets and non financial liabilities.



FOR THE YEAR ENDED 31 DECEMBER 2018

**19 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - FAIR VAUE AND RISK  
 MANAGEMNT (CONTINUED)**

**(B) Financial risk management**

**Overview**

The MPAO has exposure to the following risks from it uses of financial instruments;

- Credit Risk
- Liquidity Risk
- Market Risk

This note present information about the MPOA's exposure to each of the above risks, MPAO's objectives, policies and process for measuring and managing risk, and MPAO's financial statements.

**Risk Management Framework**

The Board of Directors has overall responsibility for the establishment and oversight of the MPAO's risk managemnet framework.

The Main risks arising from the MPOA's financial statements are credit risk, liquidity risk and market risk. The polices for managing each of these risks are summarised below.

**(i) Credit Risk**

Credit risk is the risk of financial loss of MPOA's if a debtor fails to meet its contractual obligations. The credit risk arises principally from other receivables and investmentsin fixed deposits as at 31 December 2018.

**Comparative information under IAS 39**

The carring amount of financial asstes represent the maximum credit exposure. The maximum exposure to credit risk at the reporting date was,

	2018 MVR	2017 MVR
Asset management fee receivable	4,445,646	4,954,280
Investment in fixed deposits	20,343,151	20,343,151
	<u>24,788,796</u>	<u>25,297,431</u>

The MPAO believes that the unimpaired amounts that is outstandings are still collectible, base on historical payment behavior. Based on historic default rates. The MPAO believes that, apart from the above no provision for impairment is necessary in respect of trade receivables.

**Cash and cash equivalent**

The MPAO held cash and equivalent of MVR 47,750,207/- as at 31 December 2018 (2017 - MVR 34,369,005/-). On the initial application of IFRS 9, the MPAO has no significant impact on cash and cash equivalent balances as at 1 January 2018.





MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

19 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - FAIR VALUE AND RISK  
MANAGEMENT (CONTINUED)

(ii) Liquidity Risk

Liquidity risk is the risk that MPAO will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. MPAO's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity when due, without incurring unacceptable losses or risking damage to MPAO's reputation.

31 December 2018	Carrying Amount MVR	0-6 Months MVR
<b>Financial liabilities (Non- derivative)</b>		
Other payables	7,462,187	7,462,187
Credit card balance	18,828	18,828
	<u>7,481,016</u>	<u>7,481,016</u>
31 December 2017	Carrying Amount MVR	0-6 Months MVR
Other payables	10,750,404	10,750,404
Credit card balance	2,370	2,370
	<u>10,752,774</u>	<u>10,752,774</u>

It is not expected that the cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts.

(iii) Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the MPAO's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(a) Interest Rate Risk

At the reporting date, the interest rate profile of the MRPS's interest-bearing financial instruments was:

Fixed rate instruments	Carrying Amount	
	31/12/2018 MVR	31/12/2017 MVR
Financial Assets	20,343,151	20,343,151
	<u>20,343,151</u>	<u>20,343,151</u>



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

19 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT – FAIR VAUE AND RISK  
MANAGEMNT (CONTINUED)

(iii) Market Risk (Continued)

(a) Interest Rate Risk (Continue)

The MPAO has account the financial assets and liabilities at fixed rate and therefore, a change in interest rate at the reporting date would not be affected to the profit or loss.

A change of 100 basis point in interest rates would have increased or decreased profit for the year ended 31 December 2018 by MVR 20,000/- (2017 : MVR 9,151/-). This analysis assumes that all the other variables remain constant.

(b) Currency Risk

Currency risk is the risk that the values of a financial instrument will fluctuate due to changes in foreign exchange rates. This represent exposure the MPAO has due to changes in the values of current holding and future cash flow positions denominated in currencies other than the local currency.

	31/12/2018 USD	31/12/2017 USD
Cash and cash equivalents	136,121	137,188
Credit card balance	1,221	154
	<u>137,342</u>	<u>137,342</u>

The following significant exchange rate applied during the year:

	Average rate		Reporting date spot rate	
	2018	2017	31/12/2018	31/12/2017
1 United States Dollar : Maldives Rufiya	<u>15.42</u>	<u>15.42</u>	<u>15.42</u>	<u>15.42</u>

In respect of the monetary assets and liabilities denominated in MVR, the MPAO has limited currency risk exposure on such balances since the Maldivian Rufiyaa is pledged to the US Dollar within a band to fluctuate within  $\pm 20\%$  of the mid-point of exchange rate.

(iv) Capital management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board of Directors monitors the return on capital and level of funds to members.

There were no changes in the MPAO's approach to capital management during the year. The MPAO is not subject to externally imposed capital requirements.



MALDIVES PENSION ADMINISTRATION OFFICE  
(FORMED UNDER THE MALDIVES PENSION ACT NO. 8 OF 2009)  
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

**20 CAPITAL COMMITMENTS**

There were no material capital commitments approved or contracted as at the reporting date.

**21 CONTINGENT LIABILITIES**

There were no material contingent liabilities as at the reporting date which require disclosure in the financial statements.

**22 COMPARATIVE FIGURES**

To facilitate comparison, relevant balances pertaining to the previous year have been re-classified to conform to current year's classification and presentation.

**23 EVENTS AFTER REPORTING DATE**

Subsequent to the reporting date, no circumstances have arisen which would require adjustments or disclosure in the Financial Statements.

**24 RELATED PARTY TRANSACTION**

Name of the Related Party	Relationship	Nature of Transactions	Amount		Amount due from/ (to) as at	
			2018	2017	31/12/2018	31/12/2017
			MVR	MVR	MVR	MVR
Maldives Pension Retirement Scheme	Administration Office	Service provided Settlement	48,372,972 (48,881,607)	53,517,212 (53,148,457)	4,445,646	4,954,280

**24.1 Transaction with Key Management Personnel**

The Board of Directors of MPAO are members of the key management personnel. The MPAO has paid an amount of MVR 1,144,060/- (2017: 1,076,302/-)



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY THE MALDIVES PENSION ADMINISTRATION OFFICE)**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER 2018**

**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

<b>CONTENTS</b>	<b>Page</b>
Independent Auditors' Report to the Members	1-2
<b>Financial Statements</b>	
Statement of comprehensive income	3
Statement of financial position	4
Statement of changes in net assets attributable to members	5
Statement of cash flows	6
Notes to the financial statements	7-30



KPMG  
(Chartered Accountants)  
2<sup>nd</sup> Floor, H. Mialani  
Sosun Magu,  
Male',  
Republic of Maldives.

Tel : +960 3310 420  
+960 3310 421  
+960 3310 422  
+960 3323 393  
Fax : +960 3323 175  
E-mail : kpmgmvmv@kpmg.com

**Independent Auditors' Report**  
**To the members of Maldives Retirement Pension Scheme**  
**(Administered by Maldives Pension Administration Office)**

**Opinion**

We have audited the accompanying financial statements of Maldives Retirement Pension Scheme ("MRPS"), which comprise the statement of financial position as at 31 December 2018, the statements of comprehensive income, changes in net assets attributable to members and cash flows for the year then ended and notes to the financial statements, comprising a summary of significant accounting policies and other explanatory information set out in pages 3 to 30.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the MRPS as at 31 December 2018 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs").

**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 *Auditors' Responsibilities* for the Audit of the Financial Statements section of our report. We are independent of the MRPS 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 the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other matter**

The financial statements of Maldives Retirement Pension Scheme for the year ended 31 December 2017 were audited by another auditor who expressed an unmodified opinion on those statements on 1 April 2018.

**Other Information**

The Board of Members (the "Board") is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditors' report.

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.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Board.

### **Responsibilities of the Board of Members for the Financial Statements**

The Board of Members ("the Board") is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards, and for such internal control as the Board 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, the Board is responsible for assessing the MRPS'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 the Board either intends to liquidate the MRPS or to cease operations, or has no realistic alternative but to do so.

### **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 MRPS's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- Conclude on the appropriateness of the Board'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 MRPS's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the MRPS 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 Board 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.



**Chartered Accountants**

25 March 2019  
Male



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE YEAR ENDED 31 DECEMBER**

	Note	2018 MVR	2017 MVR
<b>Income</b>			
Net Contribution	7	1,041,242,179	968,055,078
Interest Income	8	523,551,012	481,156,769
Dividend Income	9	59,892,792	40,540,950
Other Income	10	1,277,563	1,249,992
<b>Total income</b>		<u>1,625,963,546</u>	<u>1,491,002,789</u>
<b>Operating Expenses</b>			
Administrative expenses	11	48,372,972	53,544,983
<b>Total expenses</b>		<u>48,372,972</u>	<u>53,544,983</u>
<b>Increase in net assets attributable to members</b>		<u><u>1,577,590,574</u></u>	<u><u>1,437,457,806</u></u>

These financial statements are to be read in conjunction with the related notes, which form an integral part of the financial statements of the MRPS set out on pages 7 to 30. The Report of the Independent Auditors is given on pages 1 and 2.





**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
STATEMENT OF FINANCIAL POSITION**

<b>AS AT 31 DECEMBER</b>		<b>2018</b>	<b>2017</b>
	<b>Note</b>	<b>MVR</b>	<b>MVR</b>
<b>ASSETS</b>			
Cash and cash equivalents	12	22,973,405	16,332,522
Other receivables	13	7,585,570	968,487
Investment in financial assets	14	8,736,796,164	7,306,693,174
Recognition bond	15	3,422,759,616	3,312,334,299
Housing collateralization deposit	16	25,821,294	6,876,329
<b>Total Assets</b>		<u>12,215,936,049</u>	<u>10,643,204,811</u>
<b>LIABILITIES</b>			
Other Payables	17	5,511,797	7,145,863
Contribution collection accounts		2,672,124	5,897,394
<b>Total liabilities (excluding net assets attributable to members)</b>		<u>8,183,921</u>	<u>13,043,257</u>
<b>ACCUMULATED MEMBERS' BALANCE</b>			
Accumulated members' balance		12,207,752,128	10,630,161,554
<b>Total accumulated members' balance and Liabilities</b>		<u>12,215,936,049</u>	<u>10,643,204,811</u>

These financial statements are to be read in conjunction with the related notes, which form an integral part of the financial statements of the MRPS set out on pages 7 to 30. The Report of the Independent Auditors is given on pages 1 and 2.

The financial statements were approved by the Committee of Members and signed on its behalf by:

**Name of the Director**

**Signature**

Ilyas Haneef

*[Handwritten Signature]*

Maryam Abdul Nasir

*[Handwritten Signature]*

Mohamed Hussain Maniku

*[Handwritten Signature]*

25 March 2019



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO MEMBERS**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

	<u>Accumulated members balance</u>
	<u>MVR</u>
Balance as at 1 January 2017	9,192,703,748
Increase in net assets attributable to members	1,437,457,806
Balance as at 31 December 2017	<u>10,630,161,554</u>
<b>Balance as at 1 January 2018</b>	10,630,161,554
Increase in net assets attributable to members	1,577,590,574
<b>Balance as at 31 December 2018</b>	<u>12,207,752,128</u>

These financial statements are to be read in conjunction with the related notes, which form an integral part of the financial statements of the MRPS set out on pages 7 to 30. The Report of the Independent Auditors is given on pages 1 and 2.



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
STATEMENT OF CASH FLOWS**

<b>FOR THE YEAR ENDED 31 DECEMBER</b>	<b>2018 MVR</b>	<b>2017 MVR</b>
<b>Cash flows from operating activities</b>		
Contribution received to contribution collection account	1,101,446,031	939,543,142
Accrued right received for matured recognition bond	33,505,963	34,424,478
Interest received for matured recognition bond	20,023,893	17,637,692
Fine on late contribution	1,277,563	1,249,992
Interest received	326,721,572	306,835,718
Management fee paid	(53,159,743)	(53,151,157)
Benefits paid to members	(58,456,945)	(54,585,242)
<b>Net cash from operating activities</b>	<u>1,371,358,334</u>	<u>1,191,954,623</u>
<b>Cash flows from investing activities</b>		
Dividend received	59,892,792	40,540,950
Net investments	(1,414,362,180)	(1,253,534,718)
Payments for housing collateralization	(18,944,965)	(6,876,329)
Repayment on principle on bond	8,696,902	11,107,408
<b>Net cash used in investment activities</b>	<u>(1,364,717,451)</u>	<u>(1,208,762,689)</u>
Net increase / (decrease) in cash and cash equivalents	6,640,883	(16,808,066)
Cash and cash equivalents at beginning of the year	16,332,522	33,140,588
<b>Cash and cash equivalents at end of the year</b>	<u>22,973,405</u>	<u>16,332,522</u>

Figures in brackets indicate deductions.

These financial statements are to be read in conjunction with the related notes, which form an integral part of the financial statements of the MRPS set out on pages 7 to 30. The Report of the Independent Auditors is given on pages 1 and 2.



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS**

**1. REPORTING ENTITY**

Maldives Retirement Pension Scheme (MRPS) was established under Maldives Pension Act No 8/2009 on 13 May 2009. The registered office is located at 8th Floor, City Square, Chaandhance Magu, Male', Republic of Maldives.

The objective of MRPS is to provide a stable retirement income for the participants of the scheme based on the contributions made and performance of the investments. This forms an important pillar of the national social protection system. The MRPS is a Defined Contribution Scheme, where the employee and employer together contribute 14% of the pensionable wage on a monthly basis to the scheme. The pension payout starts at retirement and pensioners are currently provided with monthly pension benefits for life expected at the time of retirement. The MRPS commenced in May 2010 with contribution from public Sector employees and in May 2011 with private sector employees.

The Investment and administration activities of MRPS are managed and administered by Maldives Pension Administration Office (MPAO) in accordance with the requirements of the Act.

**2. BASIS OF PREPARATION**

**(a) Statement of Compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs") and in compliance with the requirements of the Maldives Pension Act No 8/2009.

This is the first set of the MRPS's annual financial statements in which IFRS 15, "*Revenue from Contracts with Customers*" and IFRS 9, "*Financial Instruments*" have been applied. Changes to significant accounting policies are described in Note 3.

**(b) Basis of Measurement**

The financial statements have been prepared on the historical cost basis except financial instruments, which are measured at fair value.

**(c) Functional and Presentation Currency**

These financial statements are presented in Maldivian Rufiyaa, which is the MRPS's functional currency. All financial information presented in Maldivian Rufiyaa has been rounded to the nearest Rufiyaa.

**(d) Use of Materiality, Offsetting and Rounding**

**Materiality and Aggregation**

Each material class of similar items is presented separately in the financial statements. Items of dissimilar nature or functions are presented separately unless they are immaterial.

**Offsetting**

Assets and liabilities and income and expenses in the financial statements are not set off unless required or permitted by IFRSs.

**Rounding**

The amounts in the financial statements have been rounded off to the nearest Rupees thousands, except where otherwise indicated.



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**2. BASIS OF PREPARATION (CONTINUED)**

**(e) Use of Estimates and Judgements and Assumptions**

The preparation of financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Information about critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the MRPS's financial statements is included in the respective notes.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the relevant notes.

**Going concern**

The Management has made an assessment of Fund's ability to continue as a going concern and is satisfied that it has the resources to continue in business for the foreseeable future. Therefore, the Financial Statements of the Fund continued to be prepared on a going concern basis. In addition to that specific accounting judgments, estimations and assumptions were used in following disclosures.

- Valuation of Financial Instruments
- The impairment of assets

**3. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES**

The MRPS has initially applied IFRS 15 and IFRS 9 from 1 January 2018. A number of new standards are also effective from 1 January 2018 but they do not have a material effect on the MRPS's financial statements other than loss allowance for trade receivables.

Due to the transition method chosen by the MRPS in applying these standards, comparative information throughout these financial statements has not been restated to reflect the requirements of the new standards and separately presenting impairment loss on trade receivables and contract assets where applicable.

**A. IFRS 15 Revenue from Contracts with Customers**

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaced IAS 18 Revenue, IAS 11 Construction Contracts and related interpretations. Under IFRS 15, revenue is recognized when a customer obtains control of the goods or services. Determining the timing of the transfer of control - at a point in time or over time - requires judgment.

IFRS 15 did not have a significant impact on the MRPS's accounting policies with respect to the revenue streams on 1 January 2018.



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**3. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. IFRS 9 Financial instruments**

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 “Financial instruments”: Recognition and measurement.

Additionally, the MRPS has adopted consequential amendments to IFRS 7 Financial Instruments: Disclosures that are applied to disclosures about 2018 but have not been generally applied to comparative information.

**(i) Classification and measurement of financial assets and financial liabilities**

IFRS 9 contains three principal classification categories for financial assets: measured at amortized cost, FVOCI and FVTPL. The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. IFRS 9 eliminates the previous IAS 39 categories of held to maturity, loans and receivables and available for sale.

IFRS 9 largely retains the existing requirement in IAS 39 for the classification and measurement of financial liabilities.

The adoption of IFRS 9 has not had a significant effect on the MRPS’s accounting policies related to financial liabilities.

The following table and accompanying notes below explain the original measurement categories under IAS 39 and the new measurement categories under IFRS 9 for each class of the MRPS’s financial assets and financial liabilities as at 1 January 2018.

The effect of adopting IFRS 9 on the carrying amounts of financial assets as at 1 January 2018 relates solely to the new impairment requirements.



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. IFRS 9 Financial instruments (Continued)

(i) Classification and measurement of financial assets and financial liabilities (Continued)

Financial Assets	Original asset classification under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39 MVR	New carrying amount under IFRS 9 MVR
Cash and cash equivalents	Loans and receivables	Amortized cost	16,332,522	16,332,522
Other receivables	Loans and receivables	Amortized cost	968,487	968,487
Treasury bills	Held to Maturity	Amortized cost	3,392,006,497	3,392,006,497
Investment in fixed deposits	Held to Maturity	Amortized cost	250,323,438	250,323,438
Investment in Sukuk	Held to Maturity	Amortized cost	95,000,000	95,000,000
Treasury bonds	Held to Maturity	Amortized cost	3,087,401,192	3,087,401,192
Investment in HDFC bond	Held to Maturity	Amortized cost	6,004,937	6,004,937
Investment in equity shares	Available for sale	FVOCI	475,957,110	475,957,110
Recognition bond	Held to Maturity	Amortized cost	3,312,334,299	3,312,334,299
<b>Total financial assets</b>			<b>10,636,328,482</b>	<b>10,636,328,482</b>

Financial Liabilities	Original asset classification under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39 MVR	New carrying amount under IFRS 9 MVR
Other Payables	Other financial liabilities	Other financial liabilities	7,145,863	7,145,863
Contribution collection accounts	Other financial liabilities	Other financial liabilities	5,897,394	5,897,394
<b>Total financial liabilities</b>			<b>13,043,257</b>	<b>13,043,257</b>



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**4. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by the MRPS.

**4.1 Foreign Currency Transactions**

Transactions in foreign currency are translated to Maldivian Rufiyaa at the exchange rate ruling at the date of transaction. Monetary assets and liabilities denominated in currencies are translated to Maldivian Rufiyaa at the exchange rate ruling at the reporting date. Foreign exchange differences arising on translation are recognized in the statement of changes in net assets available for benefits.

Non-monetary assets and liabilities, which are measured at historical cost, denominated in foreign currencies other than Maldivian Rufiyaa, are translated to Maldivian Rufiyaa at the exchange rates ruling at the dates of transactions. Non-monetary assets and liabilities, which are stated at fair value, denominated in foreign currencies are translated to Maldivian Rufiyaa at the exchange rates ruling at the dates the values were determined.

**4.2 Financial Instruments**

**i. Recognition and initial measurement**

Trade receivables are initially recognized when they are originated. All other financial assets and financial liabilities are initially recognized when the MRPS becomes a party to the contractual provisions of the instrument.

A financial asset (Unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at FVTPL (fair value through profit or loss), transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

**ii. Classification and subsequent measurement**

**Financial assets – Policy applicable from 1 January 2018**

On initial recognition, a financial asset is classified as measured at: amortized cost; FVOCI (fair value through other comprehensive income) – debt investment; FVOCI – equity investment; or FVTPL.

Financial assets are not reclassified subsequent to their initial recognition unless the MRPS changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the reporting period following the change in the business model. A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- It is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.





**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4.2 Financial Instruments (Continued)**

**ii. Classification and subsequent measurement**

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- It is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**Financial assets – Subsequent measurement and gains and losses Policy applicable from 1 January 2018**

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit or loss.
Financial assets at amortized cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on de-recognition is recognised in profit or loss.
Debt investments at FVOCI	These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in profit or loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.
Equity investments at FVOCI	These assets are subsequently measured at fair value. Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to profit or loss.

**Financial assets- Policy applicable before 1 January 2018**

The MRPS classified its financial assets into one of the following categories:

- loans and receivables;
- Available for sale:
- held to maturity;
- FVPTL



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4.2 Financial Instruments (Continued)**

**Financial assets – Subsequent measurement and gains and losses: Policy applicable before 1 January 2018**

Held to maturity financial assets	Measured at amortised cost using the effective interest method.
Loans and receivables	Measured at amortised cost using the effective interest method
Available for sale	Measured at fair value
Financial assets at FVTPL	Measured at fair value and changes therein, including any interest or dividend income, were recognised in profit or loss.

**Financial liabilities – Classification, subsequent measurement and gains and losses**

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, it is a derivative or it is designated as such on initial recognition.

Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on de-recognition is also recognized in profit or loss.

**iii De-recognition**

**Financial assets**

The MRPS derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the MRPS neither transfer nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

**Financial liabilities**

The MRPS derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The MRPS also derecognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

On de-recognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid is recognized in profit or loss.



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4.3 Impairment**

**(i) Financial Assets (including receivables)**

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) model. The new impairment model applies to financial assets measured at amortised cost and debt investments at FVOCI, but not to investments in equity instruments. Under IFRS 9, credit losses are recognised earlier than under IAS 39.

**(ii) Non-financial Assets**

The carrying amounts of the MRPS's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each year at the same time.

The recoverable amount of an asset or a cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets.

**4.4 Provisions**

A provision is recognized if, as a result of a past event, the MRPS has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

**4.5 Investment Income**

Interest income is recognized as it accrues, using the original effective interest rate of the instrument calculated at the acquisition or origination date. Interest income includes the amortization of any discount or premium, transaction cost or other differences between the initial carrying amount of an interest bearing instrument and its amount at maturity calculated on an effective interest rate basis.

Dividend income is recognized in the income statement when the right to receive dividend is declared.

**4.6 Contribution Revenue**

Contribution revenue from employees and members is recognized when the control and the benefits from the revenue have transferred to the MRPS. Any un-reconciled contributions are held in Contribution Collection Account and are not recognized as revenue.

Contribution revenue from accrued rights is recognized when the government issues the recognition bonds for respective employees.

Revenue from fines on late contribution payments are recognized on accrual basis to the extent that the amount is recoverable.



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**4.7 Events Occurring After the Reporting Date**

The materiality of the events occurring after the reporting date has been considered and appropriate adjustments and provisions have been made in the financial statements wherever necessary.

**4.8 Cash Flow Statement**

The Cash Flow Statement has been prepared using the “Direct Method” of preparing cash flows in accordance with the IAS 7 – “Statement of Cash Flows”. For the purpose of the Cash Flow Statement, cash and cash equivalents include Cash at bank with original maturities of less than three months, which are subject to insignificant risk of changes in their value, and are used by the MRPS in the management of its short-term commitments.

**5. DETERMINATION OF FAIR VALUES**

A number of the MRPS’s accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and / or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

**(i) Trade and other receivables**

The fair value of trade and other receivables is estimated as the present value of future cash flows, discounted at the market rate of interest at the reporting date. This fair value is determined for disclosure purposes.

**(ii) Financial liabilities (Non-derivative)**

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date. For finance leases, the market rate of interest is determined by reference to similar lease agreements.

**6. NEW STANDARDS AND INTERPRATATIONS NOT YET ADOPTED**

A number of new standards are effective for annual periods beginning after 1 January 2019 and earlier application is permitted; however, the MRPS has not early applied these new or amended standards in preparing these financial statements.

The following amended standards and interpretations are not expected to have a significant impact on the MRPS’s financial statements.

- IFRS 16 Leases
- Amendments to References to Conceptual Framework in IFRS Standards.
- Annual Improvements to IFRS Standards 2015–2017 Cycle – various standards.
- Plan Amendment, Curtailment or Settlement (Amendments to IAS 19)



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

7 NET CONTRIBUTION	2018	2017
	MVR	MVR
<b>CONTRIBUTION RECEIVED</b>		
Contribution from employers	541,584,337	517,589,898
Contribution from members	558,002,370	504,343,248
Contribution from self-employed members	25,121	122,100
Contribution from government on accrued rights (Note 15.1)	87,296	585,074
	<u>1,099,699,124</u>	<u>1,022,640,320</u>
<b>CONTRIBUTION PAID</b>		
Benefits paid to members	58,456,945	54,585,242
	<u>58,456,945</u>	<u>54,585,242</u>
	<u>1,041,242,179</u>	<u>968,055,078</u>
<b>8 INTEREST INCOME</b>		
	2018	2017
	MVR	MVR
Interest on recognition of bonds (Note 8.1)	163,867,875	188,836,739
Interest on treasury bonds	157,703,000	150,011,412
Interest on treasury bills	180,722,972	131,993,239
Interest on fixed deposits	10,509,008	8,238,026
Interest on HDFC bonds	2,883,130	809,553
Income on Sukuk	7,865,027	1,267,800
	<u>523,551,012</u>	<u>481,156,769</u>

**8.1 Interest income from recognition bonds**

Interest on recognition bonds is calculated based on highest annual fixed deposit rate issued by the Maldivian Monetary Authority during the previous year. Highest annual fixed deposit rate for the year ended 31 December 2018 was 5%. (2017 - 6%)



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

<b>9 DIVIDEND INCOME</b>	<b>2018</b>	<b>2017</b>
	<b>MVR</b>	<b>MVR</b>
Dividend from equity securities - Quoted	59,892,792	40,540,950
	<u>59,892,792</u>	<u>40,540,950</u>
<b>10 OTHER INCOME</b>	<b>2018</b>	<b>2017</b>
	<b>MVR</b>	<b>MVR</b>
Fines on late contribution	1,243,812	1,249,992
Other income	33,751	-
	<u>1,277,563</u>	<u>1,249,992</u>
<b>11 ADMINISTRATIVE EXPENSES</b>	<b>2018</b>	<b>2017</b>
	<b>MVR</b>	<b>MVR</b>
Management fee (Note 11.1)	48,372,972	53,517,212
Other expenses	-	27,771
	<u>48,372,972</u>	<u>53,544,983</u>

**11.1 Management fee**

In accordance with section 6(d) of the Maldivian Pension Act 8/2009, the MPOA is entitled to charge a fee towards the administration of the scheme from the members. Based on the daily asset value of the members balance of the MRPS, prior to 2013 the fee was charged only on the member balances in the Investment Portfolio. The Board of MPAO decided to levy a fee on the Sharia and Conservative Portfolio members effective from January 2013. The fees are subject to review annually. Management Fees are accounted Monthly on accrual basis at rate of 0.6% per annum on each month end net asset value. (2017 - 0.8%)

<b>12 CASH AND CASH EQUIVALENT</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
	<b>MVR</b>	<b>MVR</b>
Cash at bank (Note 12.1)	22,973,405	16,332,522
	<u>22,973,405</u>	<u>16,332,522</u>
<b>12.1 Balances with Banks</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
	<b>MVR</b>	<b>MVR</b>
Cash balance in contribution holding account	22,805,731	16,189,589
Cash balance in Maldives Islamic Bank	167,674	122,516
Cash balance in Mauritius Commercial Bank	-	20,417
	<u>22,973,405</u>	<u>16,332,522</u>



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

13 OTHER RECEIVABLES	31/12/2018 MVR	31/12/2017 MVR
Receivable for accrued rights matured during the year	6,983,722	743,912
Other receivables	601,848	224,575
	<u>7,585,570</u>	<u>968,487</u>
14 INVESTMENT IN FINANCIAL ASSETS	31/12/2018 MVR	31/12/2017 MVR
Treasury bills - held-to-maturity	-	3,392,006,497
Treasury bills - at amortised cost	4,656,055,733	-
Investment in Fixed deposit - held-to-maturity	-	250,323,438
Investment in Fixed deposit - at amortised cost	343,598,288	-
Investment in Sukuk - held-to-maturity	-	95,000,000
Investment in Sukuk - at amortised cost	96,612,727	-
Treasury bonds - held-to-maturity	-	3,087,401,192
Treasury bonds - at amortised cost	3,087,401,192	-
Investment in HDFC bond - held-to-maturity	-	6,004,937
Investment in HDFC bond - at amortised cost (Note 14.1)	77,171,114	-
Equity securities – available-for-sale	-	475,957,110
Equity securities – at FVOCI - (Note 14.2)	475,957,110	-
	<u>8,736,796,164</u>	<u>7,306,693,174</u>
14.1 Investment in HDFC bond - at amortised cost	31/12/2018 MVR	31/12/2017 MVR
Balance as at 1 January	6,004,937	17,371,518
Addition during the year	80,000,000	-
Interest accrued during the year	-	809,554
Interest received during the year	(136,921)	(1,068,726)
Principal repayment during the year	(8,696,902)	(11,107,409)
Balance as at 31 December	<u>77,171,114</u>	<u>6,004,937</u>

The MRPS has acquired 8,000 bonds of Housing Development Finance Cooperation (HDFC) PLC at MVR 10,000/- each on 01 July 2018, carrying interest of 7% per annum. Repayment will take place in ten semi-annual installments commencing six month after the date of allotment.



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

14 OTHER INVESTMENTS (CONTINUED)

14.2 Equity securities – at FVOCI	31/12/2018 MVR	31/12/2017 MVR
Investment in equity shares (quoted) ( Note 14.3)	475,957,110	475,957,110
	<u>475,957,110</u>	<u>475,957,110</u>

14.3 Investment in equity shares (quoted)

	Number of shares		Carrying value	
	31/12/2018	31/12/2017	31/12/2018 MVR	31/12/2017 MVR
Dhivehi Raajjeyge Gulhun PLC (DHR)	2,813,390	2,813,390	225,957,210	225,957,210
Ooredoo Maldives PLC (OMPL)	8,333,330	8,333,330	249,999,900	249,999,900
			<u>475,957,110</u>	<u>475,957,110</u>

Financial assets at fair value through other comprehensive Income , comprising principally marketable equity securities, are measured at fair value annually at the close of the business on 31 December. The management has performed a valuation on a basis of discounted cash flows to determine the fair value, since the absense of an active market.

14.4 Measurement of fair values

(i) Fair value hierarchy

The fair value of investment in equity shares was determined by the management and having appropriate recognized professional qualifications. The Management determines the fair value investment in equity shares every three months.

The fair value measurement for investment in equity shares has been categorized as a Level 3 fair value based on the inputs to the valuation technique used.





MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

14 OTHER INVESTMENTS (CONTINUED)

14.4 Measurement of fair values (Continued)

(ii) Valuation technique and significant unobservable inputs

Valuation technique	Significant unobservable inputs	Inter-relationship between key unobservable inputs and fair value measurement
<i>Discounted cash flows:</i> The valuation model considers the present value of future free cash flows of the investee, taking into account the expected earnings growth, Terminal growth and Capital Investments. The expected free cash flows are discounted using weighted average cost of capital (WACC).	-Expected revenue growth (2018: 4%-11%, 2017: 2.2% - 4%). -Terminal growth and Capital Investments: (2018: 10%-19% of the asset base, 2017: 16% - 30% of the asset base) -WACC (2018: 12.25%-14%, 2017: 12.5% - 13.7%)	The estimated fair value would increase / (decrease) if:  -Expected revenue growth were higher / (lower);  -Terminal growth and Capital Investments were higher / (lower); or  -Weighted average cost of capital were lower / (higher).

15 RECOGNITION BOND	31/12/2018 MVR	31/12/2017 MVR
Accrued pension rights receivable (Note 15.1)	2,075,998,964	2,109,417,631
Interest receivable on recognition bonds (Note 15.2)	1,346,760,652	1,202,916,668
	<u>3,422,759,616</u>	<u>3,312,334,299</u>
<b>15.1 Accrued pension rights receivable</b>		
Opening balance	2,109,417,631	2,143,257,035
Net adjustment to contribution from Government on accrued rights	87,296	585,074
Accrued rights matured during the year	(33,505,963)	(34,424,478)
Closing balance	<u>2,075,998,964</u>	<u>2,109,417,631</u>



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

15 RECOGNITION BOND (CONTINUED)

15.1 Accrued pension rights receivable (Continued)

In accordance with section 25 of the Maldives Pension Administration Act No. 8 of 2009, "public service employees" who have not reached the age of 65 years at the commencement of this Act shall have their Accrued Pension Rights deposited in their Retirement Savings Account in the form of recognition bonds of Government. As per the agreement dated 19 September 2011 Ministry of Finance and Treasury has agreed to recognise the Accrued Pension Rights" of MVR 2,380,156,835/- subject to a variation of 5% of the rights. Accordingly, MRPS has recognised revenue of MVR 2,380,156,835/- as contribution from Government on Accrued Pension Rights during the period ended 31 December 2010.

15.2 Interest receivable on recognition bonds	31/12/2018 MVR	31/12/2017 MVR
Opening balance	1,202,916,668	1,031,717,621
Additions during the year	163,867,875	188,836,739
Paid during the year	(20,023,893)	(17,637,692)
Closing balance	<u>1,346,760,652</u>	<u>1,202,916,668</u>

As per section 25 of Pension Administration Act No 8 of 2009, the accrued rights of employees who were in employment with Government organisations at the time of commencement of this Act should be protected. In this regard, Ministry of Finance and Treasury issued recognition bonds to all employees. The face value of the bond and accrued interest thereon will mature on retirement or on the death of a member.

16 HOUSING COLLATERALIZATION DEPOSIT	31/12/2018 MVR	31/12/2017 MVR
Housing collateralization deposit	<u>25,821,294</u>	<u>6,876,329</u>
	<u>25,821,294</u>	<u>6,876,329</u>

The amounts under the heading "housing collateralization deposit" concern cash collateral pledged with Housing Development Finance Corporation (HDFC), Bank of Maldives (BML), Commercial Bank of Maldives (CBM), Maldives Islamic Bank (MIB) and The Mauritius Commercial Bank (Maldives) Private Limited (MCB) to facilitate the collateralization of accumulated Retirement Savings Accounts (RSA) for the purpose of paying the down payment in obtaining home finance for the members of Maldives Retirement Pension Scheme.



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

17 OTHER PAYABLES	31/12/2018 MVR	31/12/2017 MVR
Management fee payable	4,445,646	4,938,398
To be allocated to collateralization deposit members	866,271	-
Excess collection from employers	48,253	113,346
Accrued rights excess collection from MOFT	-	2,002,415
Other payables	151,627	91,704
	<u>5,511,797</u>	<u>7,145,863</u>

18 EVENTS AFTER THE REPORTING DATE

Subsequent to the reporting date, no circumstances have arisen which would require adjustments or disclosure in the Financial Statements.

19 CAPITAL COMMITMENTS

There were no material capital commitments outstanding as at the reporting date.

21 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - FAIR VAUE AND RISK MANAGEMNT

The following table shows the carrying amounts and fair values of financial assets financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair values.

(A) Accounting classification and fair values

**Fair Value Hierarchy**

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level I	Quoted (unadjusted) market prices in active markets for identical assets or liabilities
Level II	Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
Level III	Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Assessing the significance of a particular input requires judgment, considering factors specific to the asset or liability.



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

21 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - FAIR VALUE AND RISK MANAGEMENT (CONTINUED)

(A) Accounting classification and fair values (Continued)

31 December 2018	Carrying amount			Fair value				
	Financial assets at amortised cost	FVOCI – equity instruments	Other financial liabilities	Total	Level I	Level II	Level III	Total
	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR
<b>Financial assets</b>								
Cash and cash equivalents	22,973,405	-	-	22,973,405	-	22,973,405	-	22,973,405
Other receivables	7,585,570	-	-	7,585,570	-	7,585,570	-	7,585,570
Financial assets at amortised	8,260,839,054	-	-	8,260,839,054	-	8,260,839,054	-	8,260,839,054
Equity securities at FVOCI	475,957,110	475,957,110	-	475,957,110	-	-	475,957,110	475,957,110
Recognition bond	3,422,759,616	-	-	3,422,759,616	-	3,422,759,616	-	3,422,759,616
Housing collateralization deposit	25,821,294	-	-	25,821,294	-	25,821,294	-	25,821,294
	<u>12,215,936,049</u>	<u>475,957,110</u>	-	<u>12,215,936,049</u>	-	<u>11,739,978,939</u>	<u>475,957,110</u>	<u>12,215,936,049</u>
<b>Financial liabilities</b>								
Other Payables	-	-	5,511,797	5,511,797	-	5,511,797	-	5,511,797
Contribution collection accounts	-	-	2,672,124	2,672,124	-	2,672,124	-	2,672,124
	<u>-</u>	<u>-</u>	<u>8,183,921</u>	<u>8,183,921</u>	<u>-</u>	<u>8,183,921</u>	<u>-</u>	<u>8,183,921</u>



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

21 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - FAIR VALUE AND RISK MANAGEMENT (CONTINUED)

	(A) Accounting classification and fair values (Continued)											
	Held to maturity			Available for sale			Carrying amount		Fair value		Total	
	MVR	MVR	MVR	Loans and receivable	Other financial liabilities	MVR	MVR	Level I	Level II	Level III		
<b>Financial assets</b>												
Cash and cash equivalents	-	-	16,332,522	-	-	16,332,522	-	-	16,332,522	-	-	16,332,522
Other receivables	-	-	968,487	-	-	968,487	-	-	968,487	-	-	968,487
Financial assets at amortised cost	7,306,693,174	-	-	-	-	7,306,693,174	-	-	7,306,693,174	-	-	7,306,693,174
Financial assets at AFS	475,957,110	475,957,110	-	-	-	475,957,110	-	-	-	475,957,110	-	475,957,110
Recognition bond	3,312,334,299	-	-	-	-	3,312,334,299	-	-	3,312,334,299	-	-	3,312,334,299
Housing collateralization deposit	6,876,329	-	-	-	-	6,876,329	-	-	6,876,329	-	-	6,876,329
	7,306,693,174	475,957,110	17,301,009	-	-	11,119,161,921	-	-	10,643,204,811	475,957,110	-	11,119,161,921
<b>Financial liabilities</b>												
Other Payables	-	-	-	-	7,145,863	7,145,863	-	-	7,145,863	-	-	7,145,863
Contribution collection accounts	-	-	-	-	5,897,394	5,897,394	-	-	5,897,394	-	-	5,897,394
	-	-	-	-	13,043,257	13,043,257	-	-	13,043,257	-	-	13,043,257



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

21 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT – FAIR VALUE AND RISK MANAGEMENT (CONTINUED)

(B) Financial risk management

Overview

The MRPS has exposure to the following risks from its use of financial instruments:

- Credit Risk
- Market Risk
- Liquidity Risk

This note presents information about the MRPS's exposure to each of the above risks, the MRPS's objectives.

Risk Management Framework

The Board of Members has overall responsibility for the establishment and oversight of the MRPS's risk management framework.

(i) Credit Risk

Credit Risk is the risk of loss due to the inability or unwillingness of a borrower/ counter-party to meet its payment obligations. The credit risk of the MRPS is deemed minimal as 88% of the total investment is made in Government Securities. Further the other investments are made in highly creditworthy corporate debt and equity instruments after thorough analysis of risks and returns. Therefore, the credit risk of the MRPS as a whole was at a very low level. Composition of the investments of the MRPS as at the yearend is as follows.

Analysis of Risk Concentration – Investment Composition

Investment	31/12/2018		31/12/2017	
	MVR	%	MVR	%
Government Securities	7,620,297,826	71.01%	6,366,538,743	68.28%
Recognition bond	2,075,998,964	19.35%	2,109,417,631	22.62%
Investment in Fixed Deposits	363,321,294	3.39%	255,076,328	2.74%
Corporate Debt Securities	172,171,114	1.60%	100,868,017	1.08%
Investment in Equity Securities	475,957,110	4.44%	475,957,110	5.10%
Balance with banks	22,973,405	0.21%	16,332,522	0.18%
	<u>10,730,719,713</u>		<u>9,324,190,351</u>	



MALDIVES RETIREMENT PENSION SCHEME  
 (ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

21 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - FAIR VAUE AND RISK  
 MANAGEMNT (CONTINUED)

(B) Financial risk management (Continued)

(i) Credit Risk (Continued)

Cash and cash equivalent

The MRPS held cash and equivalents of MVR 22,973,405/- as at 31 December 2018 (2017 - MVR 16,332,522/-). On the initial application of IFRS 9, the MRPS has no significant impact on cash and cash equivalent balances as at 1 January 2018.

(ii) Market Risk

Market Risk is the risk of losses from changes in the market value of portfolios and financial instruments due to movements in interest rates, foreign exchange and equity prices. The market risk faced by the MRPS primarily arises from interest rate risk and equity price risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

(a) Interest Rate Risk

Exposure to interest rate risk

At the reporting date, the interest rate profile of the MRPS's interest-bearing financial instruments was:

	Carrying Amount	
	2018	2017
	MVR	MVR
Fixed Rate Instruments	10,205,967,904	8,825,024,391

The MRPS does not account for any fixed-rate financial assets at FVTPL. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

A change of 100 basis point in interest rates would have increased or decreased profit for the year ended 31 December 2018 by MVR 115,527,579/- (2017 : MVR 100,279,432/-). This analysis assumes that all the other variables remain constant.



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

21 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - FAIR VALUE AND RISK  
MANAGEMENT (CONTINUED)

(B) Financial risk management (Continued)

(ii) Market Risk (Continued)

(b) Equity Price Risk

The equity price risk is the reduction in the value of equity portfolio due to the decline in share prices. This is an inherent risk of equity investments which has been mitigated by investing in fundamentally sound stocks with robust value. However, MRPS value equity securities based on discounted free cash flows of the investee companies.

(iii) Liquidity Risk

Liquidity Risk is the risk arising from the inability of the MRPS to meet its financial commitments and obligations when they fall due. The net contribution of the Fund was between MVR 77 Mn to MVR 94 Mn per month during the year. Further, interest and maturity proceeds provided additional cash flow to the MRPS.

Management of liquidity risk includes taking steps to ensure, as far as possible, that it will always have adequate financial resources to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the MRPS's reputation.





MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

21 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - FAIR VALUE AND RISK MANAGEMENT (CONTINUED)

(B) Financial risk management (Continued)

(iii) Liquidity Risk (Continued)

Maturity analysis of financial assets and financial liabilities

Financial assets	0-12	1-3	3-5	More Than	Total as at	Total as at
	Months	Years	Years	5 years	31/12/2017	31/12/2018
	MVR	MVR	MVR	MVR	MVR	MVR
Cash and cash equivalents	22,973,405	-	-	-	22,973,405	16,332,522
Other receivables	7,585,570	-	-	-	7,585,570	968,487
Treasury bills	4,656,055,733	-	-	-	4,656,055,733	3,392,006,497
Investment in Fixed deposit	163,700,171	103,910,809	75,987,308	-	343,598,288	250,323,458
Investment in Sukuk	1,612,727	-	-	95,000,000	96,612,727	95,000,000
Treasury bonds	39,401,192	931,000,000	1,005,000,000	1,112,000,000	3,087,401,192	3,087,401,192
Investment in HDFC bond	5,958,271	13,219,901	15,170,141	42,822,801	77,171,114	6,004,937
Financial assets at FVOCI	475,957,110	-	-	-	475,957,110	475,957,110
Recognition bond	46,920,322	119,071,932	117,282,579	3,139,484,783	3,422,759,616	3,312,334,299
Housing collateralization deposit	-	-	-	25,821,294	25,821,294	6,876,329
<b>Total assets</b>	<b>5,420,164,501</b>	<b>1,167,202,642</b>	<b>1,213,440,028</b>	<b>4,415,128,878</b>	<b>12,215,936,049</b>	<b>10,643,204,811</b>
<b>Financial liabilities</b>						
Other Payables	5,511,797	-	-	-	5,511,797	7,145,863
Contribution collection accounts	2,672,124	-	-	-	2,672,124	5,897,394
<b>Total liabilities</b>	<b>8,183,921</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,183,921</b>	<b>13,043,257</b>
<b>ACCUMULATED MEMBERS' BALANCE</b>						
Contribution payout	71,754,736	193,046,670	220,279,305	11,722,671,417	12,207,752,128	10,630,161,554
<b>Total accumulated members' balance and Liabilities</b>	<b>79,938,657</b>	<b>193,046,670</b>	<b>220,279,305</b>	<b>11,722,671,417</b>	<b>12,215,936,049</b>	<b>10,643,204,811</b>



**MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

**20 COMPARATIVE FIGURES**

To facilitate comparison, relevant balances pertaining to the previous year have been re-classified to conform to current year's classification and presentation.

**21 EVENTS AFTER THE REPORTING DATE**

No circumstances have arisen since the reporting date which require adjustments to / or disclosure in the financial statements.

**22 RELATED PARTY TRANSACTIONS**

**22.1 Transactions with the Key Management Personnel**

The Investment and administration activities of MRPS are managed and administered by Maldives Pension Administration Office (MPAO) in accordance with the requirements of the Act. Under the investment management agreement, the MPAO receives a management fee at an annual rate of 0.6% (2017 - 0.8%) of the MRPS member balance.

The total Board of Members' fee paid for the year ended 31 December 2018 were nil. (2017 - Nil)

**22.2 RELATED PARTY TRANSACTIONS**

Related Party	Relationship	Nature of Transactions	Amount		Balance as at	
			2018 MVR	2017 MVR	31/12/2018 MVR	31/12/2017 MVR
Maldives Pension Administration Office (MPAO)	Investment Manager	Management fee	48,372,972	53,544,983	(4,445,646)	(4,938,398)

**23 COMMITTEE OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS**

The Board of Members of the Fund is responsible for the preparation and presentation of these Financial Statements.



MALDIVES RETIREMENT PENSION SCHEME  
(ADMINISTERED BY MALDIVES PENSION ADMINISTRATION OFFICE)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

24 INVESTMENT FUND ANALYSIS

MRPS comprise of the following sub funds.

Income	Investment		Shariah		Conservative		Shariah Retirees		Housing		Recognition Bond		Consolidated Adjustment		Total	
	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR	MVR	2018
Net Contribution Income	1,080,544,531	18,524,356	(7,296,673)	1,467,501	1,445,024	(53,442,560)	-	-	-	-	-	-	-	-	-	1,041,242,179
Interest Income	338,574,087	6,765,982	14,198,274	144,794	-	163,867,875	-	-	-	-	-	-	-	-	-	523,551,072
Dividend Income	59,892,792	-	-	-	-	-	-	-	-	-	-	-	-	-	-	59,892,792
Other income	1,479,011,410	25,290,338	6,901,601	1,612,295	1,445,024	110,425,315	-	-	-	-	-	-	-	-	-	1,624,685,983
Inter-Portfolio Movements	1,225,532	5,273	46,752	6	-	-	-	-	-	-	-	-	-	-	-	1,277,563
Management fee	(76,955,552)	23,745,806	35,902,699	211,910	17,095,137	-	-	-	-	-	-	-	-	-	-	-
	(45,862,214)	(726,786)	(1,757,816)	(26,155)	-	-	-	-	-	-	-	-	-	-	-	(48,372,972)
Increase in net assets attributable to members	1,357,419,176	48,314,631	41,093,236	1,798,055	18,540,161	110,425,315	-	-	-	-	-	-	-	-	-	1,577,590,574
<b>ASSETS</b>																
Cash and cash equivalents	17,495,454	593,923	1,863,009	188,440	160,456	-	-	-	-	-	-	-	-	-	-	22,073,405
Other receivables	3,552	384,185	6,140,732	1,188,264	301,010	90,512	-	-	-	-	-	-	-	-	-	7,585,570
Investment in financial assets	8,260,834,905	145,631,074	326,229,485	4,100,700	-	-	-	-	-	-	-	-	-	-	-	8,736,796,164
Recognition bond	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing collateralization deposit	-	-	-	-	25,821,294	-	-	-	-	-	-	-	-	-	-	25,821,294
<b>Total Assets</b>	<b>8,278,333,911</b>	<b>146,609,182</b>	<b>334,233,226</b>	<b>5,477,404</b>	<b>26,282,760</b>	<b>3,422,850,128</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,215,936,049</b>
<b>LIABILITIES</b>																
Other Payables	4,848,093	164,655	152,663	2,785	866,271	19	-	-	-	-	-	-	-	-	-	5,511,797
Contribution collection accounts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,672,124
<b>Total liabilities (excluding net assets attributable to members)</b>	<b>4,848,093</b>	<b>164,655</b>	<b>152,663</b>	<b>2,785</b>	<b>866,271</b>	<b>19</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,183,921</b>
<b>ACCUMULATED MEMBERS' BALANCE</b>																
Accumulated members' balance	8,273,485,818	146,444,528	334,080,563	5,474,618	25,416,490	3,422,850,108	-	-	-	-	-	-	-	-	-	12,207,752,128
<b>Total accumulated members' balance and Liabilities</b>	<b>8,278,333,911</b>	<b>146,609,182</b>	<b>334,233,226</b>	<b>5,477,403</b>	<b>26,282,761</b>	<b>3,422,850,127</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,215,936,049</b>

