

TRANSPARENCY MALDIVES

FINANCIAL STATEMENTS -31 DECEMBER 2010



Independent Auditor's report on the statement of cash receipts and disbursements

To the Board Members of Transparency Maldives, the Republic of Maldives

We have audited the accompanying statement of cash receipts and disbursements ("the statement") of the Transparency Maldives, a Not-Profit Organization, for the year ended 31 December 2010. This statement is the responsibility of the management of the Transparency Maldives. Our responsibility is to express an opinion on the accompanying statement based on our audit.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of this statement in accordance with the cash receipts and disbursements basis as described in Note 3. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on the accompanying statement based on our audit. We conducted our audit in accordance with International Standards of Auditing. International Standards on Auditing require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the statement.

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

PricewaterhouseCoopers, H. Thandiraimage, 3rd Floor, Roshanee Magu, Malé, Republic of Maldives DC 2
Tel: +960 3318342, 3336046, Fax: +960 3314601, www.pwc.com/lk

Partners Y. Kanagasabai FCA, D.T.S.H. Mudalige FCA, C.S. Manoharan ACA, N.R. Gunasekera FCA, Ms. S. Perera ACA

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Opinion

In our opinion, the accompanying statement of receipts and disbursements presents fairly, in all material respects, the receipts and disbursements made by the Transparency Maldives for the year ended 31 December 2010 in accordance with the cash receipts and disbursements basis as disclosed in Note 3 to the statement.

21 AUGUST 2011
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Soewath Houelofom
CHARTERED ACCOUNTANTS

TRANSPARENCY MALDIVES (Non-Government Organization)

Statement of Receipts and Disbursements for the period 1st January 2010 to 31st December 2010

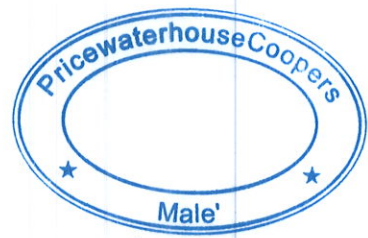
(all amounts in United States Dollars unless otherwise stated)

	Notes	<u>2010</u>	<u>2009</u>
A Opening balance		9,904	18,403
B Receipts			
- Receipts from International donors	6	139,779	126,326
- Receipts from Local donors	6	2,980	-
- Travel Reimbursements	6	7,229	6,605
- Reimbursement from Security deposit	6	1,176	-
Total receipts(B)		<u>151,165</u>	<u>132,931</u>
C Disbursements			
- Project expenses	7	113,805	97,433
- Administration expenses	7	12,609	42,871
- Purchase of project equipments and furniture	7	3,867	-
- Travel expenses	7	13,664	1,126
Total disbursements(C)		<u>143,945</u>	<u>141,430</u>
Closing balance(A+B-C)	8	<u>17,124</u>	<u>9,904</u>

This statement of receipts and disbursements was approved on18... August 2011

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(.....*May*.....)



The notes on pages 3 to 6 form an integral part of this statement

TRANSPARENCY MALDIVES (Non-Government Organization)

Statement of Receipts and Disbursements for the period 1st January 2010 to 31st December 2010

(all amounts in United States Dollars unless otherwise stated)

Notes to the statement of receipts and disbursements

1 Reporting entity

This statement of receipts and disbursements relates to Transparency Maldives, which is a non-profit organization that promotes collaboration, awareness, and other initiatives to improve governance and eliminate corruption from the daily lives of people. TM is the National Contact of Transparency International (TI) in the Maldives. It aims to be a constructive force in the Maldives by working with all sectors, including government, media, business, and other NGOs.

TM received formal registration from the Ministry of Home Affairs on 19 July 2007.

2 Summary of significant accounting policies

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

3 Basis for preparation

(a) Receipts

The statement of receipts and disbursements is prepared on the basis of cash receipts and disbursements. Receipts are accounted in the period in which such receipts are received .

(b) Disbursement

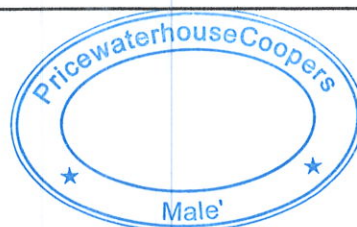
Disbursements are accounted in the period in which such disbursements are made.

4 Foreign currencies

Items included in the receipts and disbursement statement are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The receipts and disbursement statement is presented in United States Dollars, which is the entity's functional and presentation currency.

5 Comparatives

Where necessary, comparative figures have been adjusted to confirm with changes in presentation in the current year.

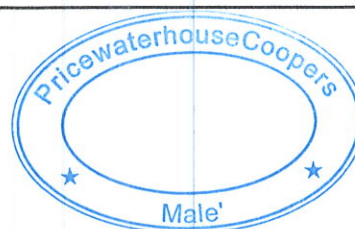


TRANSPARENCY MALDIVES (Non-Government Organization)**Statement of Receipts and Disbursements for the period 1st January 2010 to 31st December 2010**

(all amounts in United States Dollars unless otherwise stated)

Notes to the statement of receipts and disbursements (continued)**6 Receipts**

	Year ended 31 December 2010	Year ended 31 December 2009
Receipts from International donors:		
- Friedrich Ebert Stiftung (FES, Sri Lanka)	-	5,000
- Canadian International Development Agency (CIDA)	-	505
- British High Commission Colombo	41,239	-
- High Commission of Canada	8,688	-
- Commonwealth Human Rights Initiative (India)	1,660	-
- Royal Netherlands Embassy Colombo	18,020	1,418
- United Nations Development Programme (Support to Awareness Raising on Human Rights and Anti-Corruption)	17,100	-
- United Nations Development Programme (A-Z Anti-Corruption)	-	15,490
- European Commission	-	3,739
- European Union Delegation (Human Rights Day 2009)	487	-
- Embassy of Switzerland Colombo	-	19,988
- United Nations Development Programme (Support to Parliament Watch Project)	28,000	-
- United Nations Development Programme (Conducting Domestic Observations)	-	20,176
- AusAID (I Choose to Know My Rights)	-	50,242
- Fredskorpset Norway (Phase-I)	4,883	9,768
- Fredskorpset Norway (Phase-II)	19,702	-
	<hr/>	<hr/>
	139,779	126,326
Receipts from Local donors	2,980	-
Travel Reimbursements	7,229	6,605
Reimbursement from Security Deposit	1,176	-
	<hr/>	<hr/>
	151,165	132,931
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TRANSPARENCY MALDIVES (Non-Government Organization)

Statement of receipts and disbursements for the period 1st January 2010 to 31st December 2010

(all amounts in United States Dollars unless otherwise stated)

Notes to the statement of receipts and disbursements (continued)

6 Receipts (continue)

International Donors for 2010 include: British High Commission Colombo for the project 'Crisis Study on Political Finance'; High Commission of Canada for the project 'Maldivian Anti-Corruption Network'; Commonwealth Human Rights Initiative for a 'Workshop on Right to Information Law in Maldives' (RTI); Royal Netherlands Embassy Colombo for 'Local Council Elections 2011 Observation'; United Nations Development Programme for the projects 'Support to Awareness Raising on Human Rights and Anti-Corruption' of US\$ 17,100 and 'Support to Parliament Watch' of US\$ 28,000, respectively; European Union Delegation for 'Human Rights Day 2009'; and Fredskorpset Norway (Phase I and II) for an Exchange Programme between South Asian Chapters of Transparency International.

Receipts from Local Donors represent amounts received from Mr. Abdul Majid of Lintel Investments and Management Services Pvt. Ltd of US\$ 1,411 and Mr. Ismail Hilmy of Bestbuy Maldives Pvt. Ltd of US\$ 1,569 for general administration purposes.

Travel reimbursements represent amounts reimbursed for travelling expenses incurred by Transparency Maldives of US\$ 7,229 and the refund of office lease security deposit of US\$ 1,176.

7 Disbursements

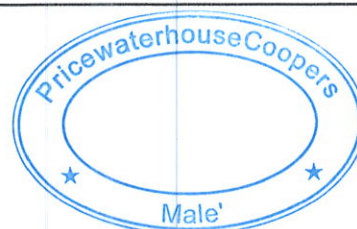
Disbursements are made up as follows:

	Year ended 31 December 2010	Year ended 31 December 2009
- Project expenses	113,805	97,433
- Administration expenses	12,609	42,871
- Purchase of project equipments and furniture	3,867	-
- Travel expenses	13,664	1,126
	<u>143,945</u>	<u>141,430</u>

Project expenses represent expenses incurred for Projects enumerated in Notes 6 funded by International Donors.

Administration expenses include staff salaries and wages, rent, and office utilities incurred and paid for during the year.

Purchase of project equipments and furnitures mainly consists of 2 laptop computers, digital set top box, and installation of 2 units air-conditioners during the year.



TRANSPARENCY MALDIVES (Non-Government Organization)

Statement of receipts and disbursements for the period 1st January 2010 to 31st December 2010

(all amounts in United States Dollars unless otherwise stated)

Notes to the statement of receipts and disbursements (continued)

8 Cash at bank

	31 December 2010	31 December 2009
State Bank of India		
- US\$ Account Number - 12600869120201	16,925	7,083
- MVR Account Number - 12600869120202	199	2,821
	<hr/> 17,124	<hr/> 9,904

