

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

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

1 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 2009. 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

2 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

3 Our responsibility is to express an opinion on the accompanying statement based on our audit. Except as discussed in paragraph 4, 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 statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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 statements 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 financial statements.

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

Basis for Qualified Opinion

4 Disbursements made by the Transparency Maldives as disclosed in the statement of receipts and disbursements, include disbursements on project costs amounting US\$ 1,400 supported only by a quotation for purchase of T – Shirts. In the absence of an invoice or a receipt issued by the supplier reflecting the details of the supply of T-Shirts and their value, we are unable to determine whether the transaction relating to purchase of T-Shirts has occurred and whether the amount included in project cost as payment for T- Shirts is accurate.

Opinion

5 In our opinion, except for the effect of the matter described in the Basis of Qualified Opinion paragraph above, the accompanying statement of receipts and disbursements presents fairly, in all material respects, the receipts and disbursements made by the Transparency Maldives during the year ended 31 December 2009 in accordance with the cash receipts and disbursements basis as disclosed in Note 3 to the statement.

21 September 2010
MALE'

PricewaterhouseCoopers
CHARTERED ACCOUNTANTS

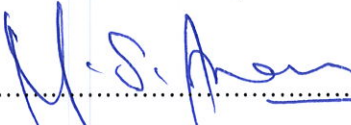
TRANSPARENCY MALDIVES (Non-Government Organization)

Statement of receipts and disbursements for the period 1st January 2009 to 31st December 2009

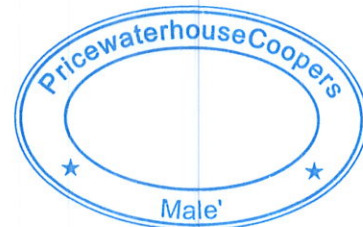
(all amounts in United States Dollars unless otherwise stated)

	Notes	<u>2009</u>	<u>2008</u>
Opening balance (A)		18,403	3,072
Receipts			
- Receipts from International donors	6	126,326	99,611
- Receipts from Local donors	6	-	40,700
- Reimbursements from Transparency International and others	6	6,605	9,378
Total receipts(B)		<u>132,931</u>	<u>149,689</u>
Disbursements			
- Project expenses	7	97,433	70,703
- Administration expenses	7	42,871	56,167
- Advance to project coordinator	7	-	750
- Purchase of training equipment	7	-	6,738
- Travel expenses (donor drive)	7	1,126	-
Total disbursements(C)		<u>141,430</u>	<u>134,358</u>
Closing balance(A+B-C)	8	<u>9,904</u>	<u>18,403</u>

This statement of receipts and disbursements was approved on ...13 September 2010

()

()



The notes on pages 3 to 5 form an integral part of this statement

TRANSPARENCY MALDIVES (Non-Government Organization)

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

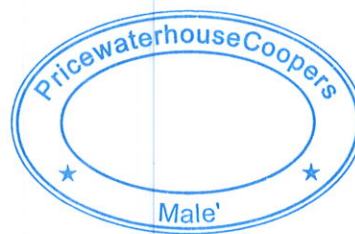
Disbursements are accounted in the period in which such disbursements are made.

4 Foreign currencies

Items included in the receipts and disbursement statement is 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)

Notes to the statement of receipts and disbursements (continued)

6 Receipts

	Year ended 31 December 2009	Year ended 31 December 2008
Receipts from International donors:		
- Friedrich Ebert Stiftung (FES, Sri Lanka)	5,000	14,930
- Canadian International Development Agency (CIDA)	505	12,925
- Canadian High Commission in Colombo	-	6,905
- Royal Netherlands Embassy (Dutch)	1,418	10,992
- AusAID (I Choose To Vote)	-	53,859
- United Nations Development (A-Z Anti-Corruption)	15,490	-
- European Commission	3,739	-
- Embassy of Switzerland	19,988	-
-United Nations Development (Conducting Domestic Observations)	20,176	-
- AusAID (I Choose to Know My Rights)	50,242	-
- Fredskorpset Norway	9,768	-
	<u>126,326</u>	<u>99,611</u>
Receipts from Local donors	-	40,700
Reimbursements from Transparency International	1,965	9,378
Reimbursement from Fredskorpset Norway	2,683	-
Reimbursement from Taiwan Foundation	987	-
Reimbursement from Anfrel Observation	969	-
	<u>132,931</u>	<u>149,689</u>

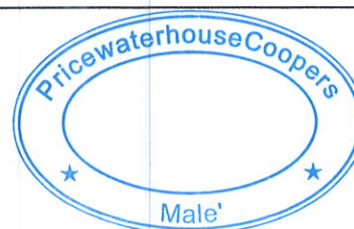
In 2008, receipts from local donors represent amounts received from various organizations in Male' for general administration purpose. However, there is no receipt from local donors in 2009.

Reimbursements from Transparency International of US\$ 1,965 (2008 : US\$ 9,378), from Fredskorpset Norway of US\$ 2,683, from Taiwan foundation for the democracy of US\$ 987 and from Anfrel observation of US\$ 969, represents amount reimbursed for travelling expenses incurred by Transparency Maldives.

7 Disbursements

Disbursements are made up as follows:

	Year ended 31 December 2009	Year ended 31 December 2008
- Project expenses	97,433	70,703
- Administration expenses	42,871	56,167
- Advance to project coordinator	-	750
- Purchase of training equipment	-	6,738
- Travel expenses (donor drive)	1126	-
	<u>141,430</u>	<u>134,358</u>



TRANSPARENCY MALDIVES (Non-Government Organization)

Notes to the statement of receipts and disbursements (continued)

7 Disbursements (continued)

Project expenses represent expenses incurred for Projects like Domestic elections observations, Conducting domestic observations, Exchange programme, Trade union educations programme, Support to awareness raising on Human Right and Anti-Corruption, and I choose to know my rights and strenghtening democracy respectively.

In 2008, the advance to project coordinator represents amount given as advance for which supporting bills and expense details not submitted as at that date.

Administration expenses includes staff salary, rent and other utilities expenses incurred and paid during the year.

In 2008, purchase of training equipment mainly consists of procurement of projectors, computers, printers ,stationery items and other training equipment. However, there are no such expenses incurred and paid during the year 2009.

8 Cash at bank

	31 December 2009	31 December 2008
State Bank of India		
- US\$ Account Number - 12600869120201	7,083	18,403
- MRF Account Number - 12600869120202	2,821	-
	<hr/> 9,904	<hr/> 18,403

