

## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

#### Statement of financial position

(All amounts are stated in Maldivian Rufiyaa)

Statement of financial position		Year	
(All amounts are stated in Maldivian Rufiyaa)	Notes	2019	2018
ASSETS			
Non current assets			
Property, Plant and equipment	3	8,274,993	8,617,856
Current Assets			
Inventories		1,365,698	898,945
Trade and other receivables	4	2,018,428	1,495,581
Cash and cash equivalents	5	995,369	179,869
		4,379,495	2,574,395
TOTAL ASSETS		12,654,488	11,192,251
EQUITY AND LIABILITIES			
Share capital			
Share capital	6	13,794,805	13,794,805
Retained earnings		(10,269,310)	(10,473,785)
Total Equity		3,525,495	3,321,020
Current Liabilities			
Trade and other payables	7	9,128,993	7,871,231
Total Equity and Liabilities		12,654,488	11,192,251

The Board of Directors are responsible for the preparation and presentation of this financial statements.

Signed for and on behalf of the Board by,

**Name of the Director**

**Signature**

1) Mr. Thoha Saleem

2) Mr. Himanshu Jain

The notes to the accounts from pages 7 to 16 form an integral part of the financial statements.  
Audit Report on pages 1 and 2.

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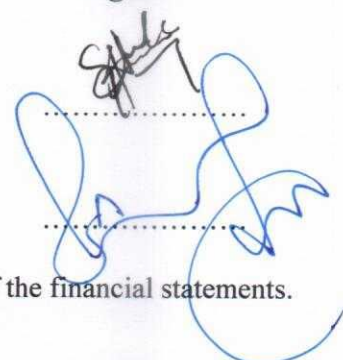
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**SHRI EDUCARE MALDIVES PRIVATE  
LIMITED****Financial Statements for the year ended  
31<sup>st</sup> March 2019.**



# EMMJAY ASSOCIATES

Reg. No: P-01/2007  
Auditor General Reg No: F-0004  
MIRA Reg. No: AF1001A

**CHARTERED ACCOUNTANTS**  
4th Floor, Marina Buliding  
Koli Umar Maniku Goalhi,  
Male' 20032  
Republic of Maldives

Phone : 3329307  
Fax : 3341526  
Email : [info@emmjayassociates.com](mailto:info@emmjayassociates.com)  
www : [www :www.emmjayassociate.com](http://www.emmjayassociate.com)

## **INDEPENDENT AUDITOR'S REPORT TO THE SHARE HOLDERS OF SHRI EDUCARE MALDIVES PRIVATE LIMITED.**

### **Opinion**

We have audited the financial statements of Shri Educare (Maldives) Private Limited, which comprises the statement of financial position as at 31<sup>st</sup> March 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements gives a true and fair view of financial position of the Company as at 31<sup>st</sup> March 2019 and its financial performance and its cash flows for the year than ended in accordance with International Financial Reporting standards applicable for SME's.

### **Responsibilities of management and those charged with governance for the financial statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards for SME's (IFRS for SME's) and Law of Jurisdiction of Republic of Maldives and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless management either intends to liquidate the group or to cease operation.

### **Auditor's responsibilities for audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but is not a guarantee that an audit conduct in accordance with ISAs will always detect a material misstatement when it exists. Misstatement can rise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence to influence the economic decision of users taken on the basis of these financial statement.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. we also:

*- Audit report continued in page 2.*



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*- Audit report continues from page 2.*

- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain 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 one resulting from error, as a fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls 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 effectiveness of group's internal controls.
- 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 group's ability to continue as a going concern. if we conclude that a material uncertainty exists, we 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 evidence obtained up to the date of auditor's report. however, future events or conditions may cause the group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. we are responsible for the direction, supervision and performance of the group audit. we remain solely responsible for our audit opinion.


## **REPORT ON OTHER LEGAL AND REGULATORY REQUIRMENTS - By MIRA**

- Our opinion was based on a) The limited liability company Shri Educare (Maldives) Private Limited has put in place adequate internal controls over financial reporting and b) It has maintained adequate records as required under section 27 of the Tax Administration Act (Law Number 3/2010) and section 16 of the regulation; and c) It's financial statements are in agreement with the accounting records.

The partner in charge for this Independent Audit Report is Jerad Anselmo.

14<sup>th</sup> May 2019  
Male'.



  
EMMJAY ASSOCIATES  
CHARTERED ACCOUNTANTS

**SHRI EDUCARE MALDIVES PRIVATE LIMITED**  
**Financial Statements - For the Year ended 31<sup>st</sup> March 2019**

Statement of financial position		Year	
(All amounts are stated in Maldivian Rufiyaa)	Notes	2019	2018
<b>ASSETS</b>			
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Share capital	6	13,794,805	13,794,805
Retained earnings		(10,269,310)	(10,473,785)
Total Equity		3,525,495	3,321,020
<b>Current Liabilities</b>			
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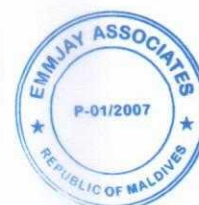




**SHRI EDUCARE MALDIVES PRIVATE LIMITED**  
**Financial Statements - For the Year ended 31<sup>st</sup> March 2019**

Statement of comprehensive income (All amounts are stated in Maldivian Rufiyaa)	Notes	Year	
		2019	2018
Revenue	8	41,345,145	37,780,616
Less: Cost of services	9	(32,283,229)	(29,611,163)
<b>Trading gross profit</b>		<b>9,061,916</b>	<b>8,169,453</b>
Other income	10	2,501,010	2,608,599
Administrative expenses		(11,181,676)	(7,371,235)
Selling and marketing costs		(47,302)	(93,645)
<b>Operating profit</b>		<b>333,948</b>	<b>3,313,172</b>
Finance cost	11	(129,473)	(181,860)
<b>Profit for the year before tax</b>		<b>204,475</b>	<b>3,131,312</b>
Business profit tax expense		-	-
<b>Net Profit after tax</b>		<b>204,475</b>	<b>3,131,312</b>

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## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

#### Statement of Cash flow

(All amounts are stated in Maldivian Rufiyaa)

	Year	
	2019	2018
<b>Operating activities</b>		
Profit for the year after tax	204,475	3,131,312
<b>Adjustments</b>		
Depreciation	1,828,178	1,562,448
<b>Operating profit before working capital changes</b>	<b>2,032,653</b>	<b>4,693,760</b>
<b>Changes in working capital</b>		
Change in inventories	(466,753)	(446,009)
Change in trade and other receivables	(522,847)	(286,336)
Change in trade and other payables	1,257,762	(352,942)
<b>Cash from operation</b>	<b>268,162</b>	<b>(1,085,287)</b>
<b>Net cash from operating activities</b>	<b>2,300,815</b>	<b>3,608,473</b>
<b>Cash flows from investing activities</b>		
Purchase of non current assets	(1,485,315)	(3,644,668)
<b>Net cash from investing activities</b>	<b>(1,485,315)</b>	<b>(3,644,668)</b>
<b>Net Increase /decrease in cash &amp; cash equivalents</b>	<b>815,500</b>	<b>(36,195)</b>
Cash and cash equivalents at the beginning of the year	179,869	216,064
<b>Cash and cash equivalents at the end of the year</b>	<b>995,369</b>	<b>179,869</b>

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**SHRI EDUCARE MALDIVES PRIVATE LIMITED**  
**Financial Statements - For the Year ended 31<sup>st</sup> March 2019**

**Statement of Changes in Equity**

(All amounts are stated in Maldivian Rufiyaa)

	Share Capital	Retained earnings	Total equity
Balance as at 01 <sup>st</sup> April 2017	13,794,805	(13,605,097)	189,708
Profit for the year	-	3,131,312	3,131,312
<b>Balance as at 31<sup>st</sup> March 2018</b>	<b>13,794,805</b>	<b>(10,473,785)</b>	<b>3,321,020</b>
Balance as at 01 <sup>st</sup> April 2018	13,794,805	(10,473,785)	3,321,020
Profit for the year	-	204,475	204,475
<b>Balance as at 31<sup>st</sup> March 2019</b>	<b>13,794,805</b>	<b>(10,269,310)</b>	<b>3,525,495</b>

The notes to the accounts from pages 7 to 16 form an integral part of the financial statements.  
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## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

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#### Notes to the Financial Statements

##### 1. General information

These financial statements relates to the business of SHRI EDUCARE MALDIVES PRIVATE LIMITED (the Company), a limited liability company incorporated in the Republic of Maldives Reg. No. C-902/2009) in the year 2009. The main objectives of the Company are to establish, maintain, carry on an institution or institutions with branches, for the purpose of teaching in the general, scientific, commercial, engineering or any other type of education and provide consultancy and/or management services for running schools, colleges and other educational institutions. The company is wholly owned subsidiary company of Shri Educare Limited, India.

The registered office of the Company is Ghiyasuddin International School, Ameene Magu, Male', Maldives.

##### 2. Summary of significant accounting policies

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

##### 2.1 Basis of preparation

The financial statements are prepared in accordance and comply with International Financial Reporting Standards. These financial statements are prepared under the historical cost convention, except assets and liabilities, which are stated at their fair value.

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

##### 2.2 Foreign currency translation

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

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

##### Financial assets

Financial assets include cash and bank balances and receivables. The accounting policies for each financial asset are stated separately.



**SHRI EDUCARE MALDIVES PRIVATE LIMITED****Financial Statements - For the Year ended 31<sup>st</sup> March 2019**

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**2.3 Financial instruments****Financial liabilities**

Financial liabilities are classified according to the substance of the contractual arrangements entered into. Financial liabilities include trade and other payables. The accounting policies for each financial liability are stated separately.

**2.4 Property, plant and equipment**

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

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

Furniture and fittings	- Over 8 years
Office equipment	- Over 5 years
Computer & accessories	- Over 3 years
Software	- Over 3 years

The charge for the depreciation commences from the date on which the assets are put to use up to the date of their disposal. Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each financial position date. Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount.

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining operating profit.

**2.5 Trade and other receivables**

Trade and other receivables are initially recognized and carried at their costs less impairment losses. Provision is made when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of receivables. The amount of provision is recognized in the income statement. Bad debts are written off during the period in which they are identified.

**2.6 Cash and cash equivalents**

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





## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

#### Notes to the Financial Statements

#### 2.7 Share capital

Ordinary shares are classified as equity.

#### 2.8 Taxation

##### (a) Current taxes

The current income tax charge is calculated on the basis of the tax laws enacted or substantially enacted at the financial position date in the country where the Company operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

The tax for the period comprises current and deferred tax, and is recognized in the income statement. The current income tax charge is calculated on the basis of the tax laws enacted at the financial position date.

The provisions for income tax is based on the elements of income and expenditure as reported in the Financial Statements and computed in accordance with the provisions of the Business Profit Tax Act.

The Company is liable to income tax at rate of 15% in Maldives, if the taxable profit of the year exceeds MVR. 500,000, with effect from 18 July 2011.

#### 2.9 Changes in accounting policies and disclosures

##### 2.9.1 New and amended standards and interpretations

The Company applied, for the first time, certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2017. The nature and the effect of these changes for accounting standards and interpretations relevant to the Company's operations are disclosed below. Although these new standards and amendments applied for the first time in 2018, they did not have a material impact on the financial statements of the Company.

The accounting policies adopted are consistent with those of the previous financial year, except for the following new and amendments to IFRS.

#### Amendments

#### Effective for accounting period beginning on or

IAS 7 Statement of Cash Flows: Disclosure Initiative	1 January 2017.
IAS 12 Income Taxes: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017.
Annual Improvements 2014-2016 Cycle	1 January 2017.
IFRS 2 Classification and Measurement of Share-based Payment Transactions (Amendments to IFRS 2)	1 January 2018.
IAS 40 Transfers of Investment Property (Amendments to IAS 40)	1 January 2018.
IFRIC Interpretation 22 Foreign Currency Transactions and Advance	1 January 2018.





## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

#### Notes to the Financial Statements

IFRS 1 First-time Adoption of International Financial Reporting Standards -	1 January 2018.
IAS 28 Investments in Associates and Joint Ventures – Clarification that measuring investees at fair value through profit or loss is an investment - by - investment choice	1 January 2018.
Applying IFRS 9 Financial instruments with IFRS 4 Insurance contracts –	1 January 2018.
Clarification to IFRS 15 ‘Revenue from contracts with customers’	1 January 2018.

#### 2.13.2 New or Revised Standards

IFRS 9 Financial Instruments	1 January 2018.
IFRS 15 Revenue from Contracts with Customers	1 January 2018.

IFRS 9: Financial Instruments - Classification and measurement of financial assets, Accounting for financial liabilities and recognition - **1<sup>st</sup> January 2018**

IFRS 9 introduces new requirements for classifying and measuring financial assets, as follows:  
In July 2014, the IASB issued the final version of IFRS 9 Financial instruments that replaces IAS 39 Financial Instruments: Recognition and Measurement and all previous versions of IFRS 9. IFRS 9 brings together all three aspects of the accounting for financial instruments project: classification and measurement, impairment and hedge accounting. IFRS 9 is effective for annual periods beginning on or after 1 January 2018.

Overall, the Company expects no significant impact on its statement of financial position and

IFRS 15 Revenue from Contracts with Customers – effective 1 January 2018

IFRS 15 was issued in May 2014 and establishes a new five-step model that will apply to revenue arising from contracts with customers. Under IFRS -15 revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IFRS 15 provide a more structured approach to measuring and recognising revenue. The new revenue standard is applicable to all entities and will supersede all current revenue recognition requirements under IFRS. **The modified retrospective approach is now adopted by the Company and no material impact is expected.**

#### 2.14 Current versus non current classification

The Company presents assets and liabilities in the statement of financial position based on current/non-current classification. An asset is current when it is: Expected to be realised or intended to be sold or consumed in the normal operating cycle

- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.





**SHRI EDUCARE MALDIVES PRIVATE LIMITED**  
**Financial Statements - For the Year ended 31<sup>st</sup> March 2019****Notes to the Financial Statements**

A liability is current when:

It is expected to be settled in the normal operating cycle

- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period; or

- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

**(b) Deferred income taxes**

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, if the deferred income tax arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit/ loss, it is not accounted for. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted as at the balance sheet date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred income tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary difference can be utilized.

**2.9 Taxation (continued)**

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

**2.10 Employee benefits**

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

**2.11 Liabilities and Provision****Provision**

A provision is recognized in the financial position when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation.





**SHRI EDUCARE MALDIVES PRIVATE LIMITED**  
**Financial Statements - For the Year ended 31<sup>st</sup> March 2019**

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**Notes to the Financial Statements**

Other payables

Other payables are stated at their costs.

**2.12 Revenue recognition**

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

Revenue

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue comprises the fair value of the consideration received or receivable net of concessions.

Other income

Other income is recognized on an accrual basis in the period in which they are earned.

**Financial Instruments and Risk Management**

The main risks arising from the Company's financial instruments are interest rate risk, foreign exchange risk, credit risk and liquidity risk. The policies for managing each of these risks are summarized below:

**a) Credit Risk**

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

**b) Currency Risk**

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

**c) Liquidity Risk**

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

**Fair value estimation**

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





## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

#### Notes to the Financial Statements

(All amounts are stated in Maldivian Rufiyaa)

#### 3. Property, plant & equipment's

##### Year ended 31<sup>st</sup> March 2018

	Building	Furniture and fittings	Office equipment	Computer equipment	Sports Court	Software	Total
Opening net book amount	516,069	3,220,410	1,933,591	542,730	45,747	277,089	6,535,636
Additions	1,459,698	868,200	1,233,507	91,228	-	-	3,652,633
Disposal Assets	-	6,803	717	445	-	-	7,965
Depreciation charged	(20,172)	(467,262)	(649,589)	(255,115)	(42,782)	(127,528)	(1,562,448)
<b>Closing net book amount</b>	<b>1,955,595</b>	<b>3,614,545</b>	<b>2,516,792</b>	<b>378,398</b>	<b>2,965</b>	<b>149,561</b>	<b>8,617,856</b>

##### At 31<sup>st</sup> March 2018

Cost	1,976,856	4,790,852	4,559,686	2,038,186	128,359	435,593	13,929,532
Accumulated Depreciation	(21,261)	(1,176,307)	(2,042,894)	(1,659,788)	(125,394)	(286,032)	(5,311,676)
<b>Net book amount</b>	<b>1,955,595</b>	<b>3,614,545</b>	<b>2,516,792</b>	<b>378,398</b>	<b>2,965</b>	<b>149,561</b>	<b>8,617,856</b>

##### Year ended 31<sup>st</sup> March 2019

Opening net book amount	1,955,595	3,614,545	2,516,792	378,398	2,965	149,561	8,617,856
Additions	457,450	209,030	414,639	404,196	-	-	1,485,315
Depreciation charged	(63,221)	(601,821)	(772,706)	(274,169)	(2,965)	(113,296)	(1,828,178)
<b>Closing net book amount</b>	<b>2,349,824</b>	<b>3,221,754</b>	<b>2,158,725</b>	<b>508,425</b>	<b>-</b>	<b>36,265</b>	<b>8,274,993</b>

##### At 31<sup>st</sup> March 2019

Cost	2,434,306	4,999,882	4,974,325	2,442,382	128,359	435,593	15,414,847
Accumulated Depreciation	(84,482)	(1,778,128)	(2,815,600)	(1,933,957)	(128,359)	(399,328)	(7,139,854)
<b>Net book amount</b>	<b>2,349,824</b>	<b>3,221,754</b>	<b>2,158,725</b>	<b>508,425</b>	<b>-</b>	<b>36,265</b>	<b>8,274,993</b>



## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

#### Notes to the Financial Statements

(All amounts are stated in Maldivian Rufiyaa)

#### 4. Trade and other receivables

Trade and other receivables are short term in nature and their carrying amount approximate their fair value and there is no material credit risk in respect of trade receivables as they are actively engaged in business.

		2019	2018
Trade receivables		1,076,920	396,859
Prepayments and advances	4.1	928,307	1,070,123
Other receivables		13,201	28,599
		<b>2,018,428</b>	<b>1,495,581</b>

#### 4.1. Prepayments and advances

Emigration Air ticket deposit	180,230	176,830
Security deposit-Apartment	10,500	10,500
Prepaid expenses	59,182	99,322
Advance to a parties	226,105	301,754
Loan and advance	452,290	481,717
	<b>928,307</b>	<b>1,070,123</b>

#### 5. Cash and cash equivalents

Cash at banks	853,122	113,919
Cash in hand	142,247	65,950
	<b>995,369</b>	<b>179,869</b>

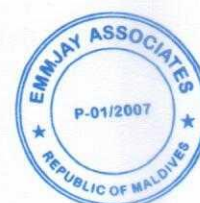
#### 6. Authorized and fully issued share capital

The total authorized number of ordinary shares are 30,000,000 shares (In 2018/2019: 30,000,000) with a par value of MRF 1 per share (In 2017/2018: MRF 1). The entire issued share capital is held by the Holding Company, Shri Educare Limited (India) and its nominees.

	No of ordinary shares	No of ordinary shares
At 31 <sup>st</sup> March 2019	<b>13,794,805</b>	<b>13,794,805</b>

#### 7. Trade and other payables

Trade payable	1,782,219	1,871,830
Advance fee received	2,734,239	573,663
Amounts due to related party	2,863,342	2,919,395
Accrued expenses	1,749,193	2,506,343
	<b>9,128,993</b>	<b>7,871,231</b>





## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

#### Notes to the Financial Statements

(All amounts are stated in Maldivian Rufiyaa)

#### 7.1. Accrued expenses

	Year	
	2019	2018
Expenses payable	631,177	2,305,954
Pension payable	108,440	108,721
Salary payable	1,009,576	91,668
	<u>1,749,193</u>	<u>2,506,343</u>

#### 8. Revenue

Admission fees	127,000	112,000
Books fee	1,910,303	1,426,412
Tuition fees	40,909,310	37,735,966
Less: Scholarships given	(1,601,468)	(1,493,762)
	<u>41,345,145</u>	<u>37,780,616</u>

#### 9. Expenditures by nature

Depreciation		1,828,178	1,562,448
Cost of service	9.1	32,283,229	29,611,163
Communication charges		193,840	184,135
Repairs and maintenance		1,546,624	548,852
Utility charges		1,105,461	1,055,336
Auditing charges		39,228	39,228
Legal fees		62,537	42,467
Management Consultancy Fees		3,876,449	1,137,919
Printing and stationary		427,149	423,085
Security charges		370,280	413,824
Office expenses		153,736	506,077
Postage and courier		3,030	4,937
Uniform cost		882,515	902,448
Travelling & Transport charges		673,054	527,927
Withholding tax		4,800	-
Profit/Loss on Sale of Fixed Assets	9.2	-	7,965
Fine and penalty		14,795	14,587
Marketing and advertisement expenses		47,302	93,645
<b>Total cost of goods sold, administrative expenses, marketing and distribution costs.</b>		<u>43,512,207</u>	<u>37,076,043</u>



## SHRI EDUCARE MALDIVES PRIVATE LIMITED

### Financial Statements - For the Year ended 31<sup>st</sup> March 2019

#### Notes to the Financial Statements

(All amounts are stated in Maldivian Rufiyaa)

#### Classified as:

Cost of service  
Administration and Establishment  
Selling and marketing costs

Year	
2019	2018
32,283,229	29,611,163
11,181,676	7,371,235
47,302	93,645
<b>43,512,207</b>	<b>37,076,043</b>

#### 9.1 Cost of service

Educational and academic expenses  
Staff salaries and allowances

2,695,392	2,005,586
29,587,837	27,605,577
<b>32,283,229</b>	<b>29,611,163</b>

#### 9.2 Profit on sale of non-current assets

Proceed from sale of fixed asset  
Purchased price of fixed asset  
Accumulated depreciation- Fixed asset  
Disposed value of properties

-	-
-	63,454
-	(55,489)
-	-
<b>-</b>	<b>7,965</b>

#### 10. Other income

Late fine  
Miscellaneous income  
Rent income  
Concert income  
Contribution received  
Interest on loan  
Parent card fee  
Activities Fees  
Uniform fee  
After School Club Fee  
Homework Club Fee

1,025,852	756,216
70,083	100,669
504,126	546,225
-	205,235
-	26,138
17,800	14,716
10,785	19,590
-	9,525
867,974	930,285
550	-
3,840	-
<b>2,501,010</b>	<b>2,608,599</b>

#### 11. Finance cost

Bank charges  
Exchange loss

71,383	51,342
58,090	130,518
<b>129,473</b>	<b>181,860</b>

#### 12. Post financial position events

No other events have occurred since the financial position date, which would require adjustments to, or disclosure, in the financial statements.

