

**SECOND QUARTER REPORT
APRIL TO JUNE
2022**

MTDC PLC

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

1. Corporate Information

Name of the Company

Maldives Tourism Development Corporation Plc

Registered Address

First Floor, G. Fathuruvehi
Buruzu Magu, Male' 20124
Republic of Maldives

Contact Details

Phone: + 960 334 7766
Fax: + 960 334 7733
Email: info@mtdc.com.mv
URL: www.mtdc.com.mv

Company Registration Number

C - 280/2006

Legal Form

Public Limited Liability Company, Incorporated in Maldives at the Ministry of Economic Development under the Company Law no. 10/96.

Stock Exchange listing

Ordinary Shares listed on the Maldives Stock Exchange.

Board of Directors (as of 30th June 2022)

Note: During the 2nd Quarter of 2022, there were changes in the board.

Name	Position	Representation
Mr. Abdulla Faiz	Chairman (from 6th February 2019)	Non-Executive
Mr. Thazmeel Abdul Samad	Managing Director (from 24th January 2019)	Executive
Mr. Ahmed Niyaz	Deputy Managing Director (29 th Aug 2020 to 9 th June 2022)	Executive
Ms. Aishath Fazeena	Director (from 9th June 2022)	Non-Executive
Mr. Mohamed Janah	Director (from 6th February 2019)	Non-Executive
Mr. Mohamed Fathih	Director (from 6th February 2019)	Non-Executive
Mr. Ibrahim Latheef	Director (from 29 th August 2020 to 9 th June 2022)	Executive
Ms. Asamy Rushdy	Director (from 9th June 2022)	Non-Executive
Mr. Ahmed Mujthaba	Director (from 9th June 2022)	Non-Executive
Ms. Aminath Azlifa	Director (from 9th June 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 9th June 2022)	Non-Executive

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

Audit & Risk Management Committee Member

Name	Position	Representation
Ms. Aishath Fazeena	Director (from 20th September 2020)	Non-Executive
Mr. Mohamed Janah	Director (from 20th September 2020)	Non-Executive
Mr. Ahmed Mujuthaba	Director (from 20th September 2020)	Non-Executive
Ms. Asamy Rushdy	Director (from 30th June 2022)	Non-Executive
Mr. Mohamed Fathih	Director (from 30th June 2022)	Non-Executive

Nomination and Remuneration Committee Members

Name	Position	Representation
Ms. Aishath Fazeena	Director (from 20th September 2020)	Non-Executive
Mr. Mohamed Fathih	Director (from 20th September 2020)	Non-Executive
Ms. Asamy Rushdy	Director (from 20 th September 2020 to 30 th June 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 30th June 2022)	Non-Executive
Ms. Aminath Azlifa	Director (from 30th June 2022)	Non-Executive

Corporate Governance and Compliance Committee Members

Name	Position	Representation
Ms. Asamy Rushdy	Director (from 20th September 2020)	Non-Executive
Mr. Mohamed Janah	Director (from 30th June 2022)	Non-Executive
Mr. Ahmed Mujuthaba	Director (from 20th September 2020)	Non-Executive
Ms. Aminath Azlifa	Director (from 30th June 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 30th June 2022)	Non-Executive
Mr. Mohamed Fathih	Director (from 20 th September 2020 to 30 th June 2022)	Non-Executive

Company Secretary

Ms. Mariyam Leena Ali

Appointed Auditors of the Company

KPMG,
H.Mialani, 2nd Floor
Male, Maldives

Details of any subsidiary, joint venture & associate companies

Company Name

ENA Hotel Holding Company Pvt. Ltd
2nd floor, H. Aage,
Bodu thakurufaanu Magu,
Male', Maldives

Ownership Nature

Joint Venture

% of MTDC Ownership

20%

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

2. About MTDC

Vision

MTDC envisions becoming the most efficient Public Limited Company in the Maldives, by leveraging its core competencies and financial strength to achieve the expectations of shareholders and stakeholders to enhance the macro and micro economic potentials of the tourism industry.

Mission

MTDC's Mission is to source diverse investments and efficiently deploy its resources to ensure that the investment yields the highest returns which will maximize the wealth of its shareholders. Today MTDC is actively engaged in the tourism industry. It is engaged in developing resort islands and aspires to turn the green islands into green resorts that would invite foreigners to relax, enjoy and create lasting memories.

The core business of MTDC is coined in its mission statement without reference to any specific industry. Rather, it embraces and empowers MTDC to pursue the development of diverse investments.

Core Purpose

The Core Purpose of MTDC is to give every Maldivian the chance to invest in things that will be rewarding. Armed with this conviction every staff of MTDC come to work every morning and engages in dialogue with other counterparts. It is this belief that sparks debates and contests, and at the end of the day every staff wins out with a smile of reassurance that the Core Purpose of why they come to work every day will never be compromised.

Core Values

The Core Values of MTDC which are vehemently held on by all staff and executives alike, which form the foundation on which the company conducts its business, are: -

- always Protecting the interest of shareholders
- Being open minded and transparent
- Challenging the status-quo
- Caring, respecting, and recognizing individual ability
- Being candid as a way of life

Business Principles and Strategies

- Create an above market average dividend yield for shareholders to allow them to access the direct benefit of tourism quickly.
- Ensure that dividend policy and plans are sustainable in the long term while allowing for gradual growth.
- Build the organization around principles of getting the benefits of centralized knowledge flow and the efficiencies of decentralized operations.
- Monitor the market forces effectively to grasp changes in the market beforehand to create competitive advantages.
- Strategize business and asset development to diversify the risks related to the business.
- Diversify into horizontal unrelated markets to shelter the Company from any potential disasters in the industry.
- Diversify horizontally and vertically into related industries to attain higher efficiencies and reduce the cost of operation of core business.
- Create and sustain a knowledge-based workforce with an innovation inductive environment to attain higher efficiencies.
- Challenge the norms of the industry to attain higher benefit both economically and socially.
- Always strive to attain the highest ethical standards in governance of the Company.
- Conform to the Corporate Governance Code of CMDA and listing rules and other relevant laws and regulations of Maldives.

3. Highlights of Major Business Activities

Status of Ongoing Resort Development Projects

As of 30th June 2022

KIHAVAH HURAVALHI

Location: Baa Atoll

Development Mode: Sublease model

Details: 5-star deluxe

Status: Under Operation from December 2010 onwards as Anantara Kihavah Villas

MAGUDHUVAA – Ayada Maldives

Location: Gaafu Dhaalu Atoll

Development Mode: Sublease model

Available Details: 5-star

Status: Under Operation from November 2011 onwards as Ayada Maldives

NAAGOASHI

Location: Haa Dhaalu Atoll

Development Mode: Sublease model

Details: 5-star

Status: Under development, 40% complete

4. Employment Data

Number of Staff: 16 Employees

5. Board Related Details

Nine board meetings were held during the 2nd Quarter of 2022 and the Board of Directors discussed and resolved strategic issues of the company related to.

- Issues related to MTDC sublease islands.
- Business and legal issues as well as issues related to MTDC properties

6. Share Trading History

Market Highlights

- ❖ Highest Traded Price - MVR 11
- ❖ Lowest Traded Price - MVR 10
- ❖ Market Capitalization - MVR 340,873,540
- ❖ Weighted Average Traded price: MVR 10
- ❖ Price Earnings Ratio – 526.22 times
- ❖ Last traded Price: MVR 10
- ❖ Dividend yield – 6%
- ❖ Number of trades under the statistics - 19
- ❖ Volume of trades under the statistics - 42143
- ❖ Value of trades under the statistics - 421440

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

7. Corporate Governance Compliance

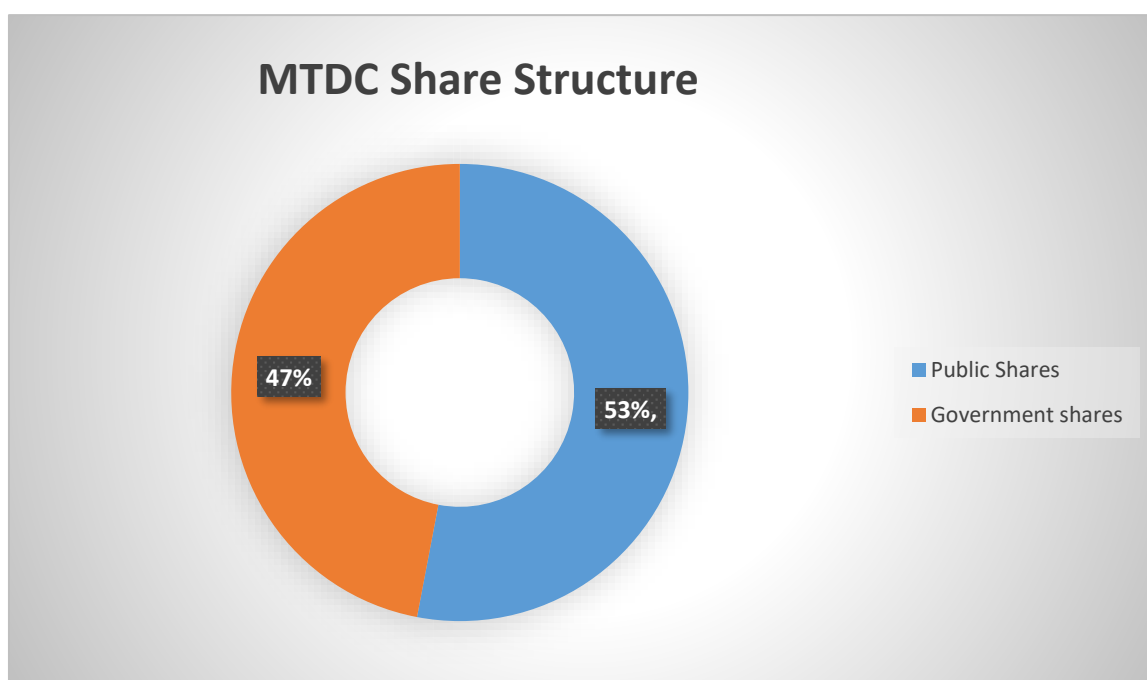
MTDC strives to adhere to the highest principles of Corporate Governance Code of the CMDA by establishing standards and systems that promotes transparency, accountability, integrity, and fairness at all levels and in all spheres of its operations.

Relevant information on company business operations had been provided to shareholders on a timely basis via media.

All fees and taxes had been paid to date to relevant authorities in compliance with the Companies Act as well as other relevant regulations and acts.

The 2nd quarter report of 2022 is compiled with the relevant information to ensure that MTDC meets with the minimum quarterly reporting requirements / standards for public listed companies.

MTDC SHARE STRUCTURE



FINANCIAL HIGHLIGHTS OF THIS QUARTER

TOTAL REVENUE

USD 1,794,474

TOTAL EXPENSES

USD 1,096,497

TOTAL OTHER GAINS

USD 64,111

EARNING PER SHARE

0.02

NET ASSET PER SHARE

2.61

CASHFLOW PER SHARE

0.19

MALDIVES TOURISM DEVELOPMENT CORPORATION

STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the Period ended

	30-Jun-22	31-Mar-22
	US\$	US\$
Revenue	1,794,474	1,898,164
Cost of Operations	(621,685)	(623,147)
Gross Profit	1,172,789	1,275,017
Net Gain in Lease Modification	-	-
Administrative Expenses	(433,523)	(373,112)
Written off of Property, Plant and Equipment	-	-
Results from Operating Activities	739,266	901,905
Finance Income	64,111	53,370
Finance Costs	(41,289)	(45,517)
Net Finance Income / (Costs)	22,822	7,853
Profit / (Loss) Before Tax	762,088	909,758
Tax (Expense)/credit	(114,313)	(136,464)
Profit / (Loss) for the period	647,775	773,294
Basic Earnings / (Loss) Per Share	0.02	0.02
Number of shares	34,087,354	34,087,354
Dividend Yeild	6%	5%
Price Earning ratio (times)	526.22	440.81
Weighted average market price (Amount MVR)	10.00	10.00
Net assets per share	2.61	2.63
Cash flow per share	0.19	0.18

MALDIVES TOURISM DEVELOPMENT CORPORATION

(All Amounts in United States Dollars (USD))

	Note	As at 30-Jun-22	As at 31-Mar-22
ASSETS			
Non-Current Assets			
Property, Plant and Equipment		1,583,616	100,827
Right to use of Assets		155,981	167,123
Intangible Assets		12,494	15,318
Equity Investment Measured at FVOCI		11,102,500	11,102,500
Net Investment in Sub lease		71,963,750	67,078,006
Deferred Tax Assets		6,232	6,232
Total Non-Current Assets		<u>84,824,573</u>	<u>78,470,006</u>
Current Assets			
Current portion of Net Investment in Sub lease		912,805	5,129,823
Other Receivables		20,040	763,499
Short-Term Investments		5,856,126	6,455,006
Cash and Cash Equivalents		8,868,131	9,403,297
Total Current Assets		<u>15,657,102</u>	<u>21,751,625</u>
Total Assets		<u>100,481,675</u>	<u>100,221,631</u>
EQUITY AND LIABILITIES			
Equity			
Share Capital		26,183,719	26,183,719
Share Premium		607,415	607,415
Retained Earnings/ (Accumulated losses)		24,029,536	24,708,117
Total Equity		<u>50,820,670</u>	<u>51,499,251</u>
Non-Current Liabilities			
Lease Liability		24,704,421	24,591,705
Payables to Government of Maldives		13,504,981	13,504,981
Total Non-Current Liabilities		<u>38,209,402</u>	<u>38,096,686</u>
Current Liabilities			
Trade and Other Payables		4,220,552	2,963,746
Current portion of Lease Liability		2,619,930	2,552,855
Bank Over Draft		2,495,351	3,107,636
Tax Payable		2,115,770	2,001,457
Total Current Liabilities		<u>11,451,603</u>	<u>10,625,693</u>
Total Liabilities		<u>49,661,005</u>	<u>48,722,380</u>
Total Equity and Liabilities		<u>100,481,675</u>	<u>100,221,631</u>

MALDIVES TOURISM DEVELOPMENT CORPORATION

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

	Share Capital US\$	Share Premium US\$	Retained Earnings US\$	Total US\$
As at 1st October 2021	26,183,719	607,415	13,681,415	40,472,549
Dividend				
Comprehensive Income for the Period			10,253,408	10,253,408
As at 31st December 2021 (Audited)	26,183,719	607,415	23,934,823	50,725,957
As at 1st January 2022	26,183,719	607,415	23,934,823	50,725,957
Total Comprehensive Income for the Period			773,294	773,294
As at 31st March 2022	26,183,719	607,415	24,708,117	51,499,251
As at 1st April 2022	26,183,719	607,415	24,708,117	51,499,251
Dividend			(1,326,356)	
Comprehensive Income for the Period			647,775	647,775
As at 30th June 2022	26,183,719	607,415	24,029,536	52,147,026

Figures in brackets indicate deductions.

MALDIVES TOURISM DEVELOPMENT CORPORATION

STATEMENT OF CASH FLOW (UNAUDITED) FOR THE PERIOD ENDED

	30-Jun-22	31-Mar-22
	US\$	US\$
Cash Flows From Operating Activities		
Profit / (Loss) Before Tax	762,088	909,758
Adjustments for:		
Interest Income on Net Investment in Sub leases	(1,794,474)	(1,898,164)
Interest Income on Fixed Deposits	-	(6,370)
Interest Income on Treasury Bills	(64,111)	(47,000)
Depreciation of Property Plant and Equipment	8,046	7,937
Amortization of Right of Use Assets	11,142	11,142
Amortization of Intangible Assets	2,824	2,793
Interest on Lease Liabilities	621,685	623,147
Operating Loss Before Working Capital Changes	(452,800)	(396,757)
Changes in :		
Other Receivables	743,459	11,119
Trade and Other Payables	1,256,806	(26,418)
Cash Used In Operating Activities	1,547,465	(412,056)
Sub Lease Rent Received	1,125,748	5,707,940
Head Lease Rent Paid	(431,840)	(679,010)
Tax Paid	-	(119,184)
Net Cash From / (Used In) Operating Activities	2,241,373	4,497,690
Cash Flows from Investing Activities		
Acquisition of Property, Plant and Equipment	(1,490,835)	-
Acquisition of Intangible Assets	-	-
Investment in Fixed Deposits	-	-
Investment in Treasury Bills	(598,880)	(9,840)
Interest Income on Fixed Deposits	(47,892)	47,130
Interest Income on Treasury Bills	15,150	24,520
Net Cash (Used In) / From Investing Activities	(2,122,457)	61,810
Cash Flows From Financing Activities		
Dividend Paid during the Year	(41,797)	(7,517)
Net Cash Used in Financing Activities	(41,797)	(7,517)
Net Increase in Cash and Cash Equivalents	77,119	4,551,983
Cash and Cash Equivalents at the Beginning of the Year	6,295,661	1,743,678
Cash and Cash Equivalents at the End of the Year	6,372,780	6,295,661



Thazmeel Abdul Samad
Managing Director



Ibrahim Latheef
Chief Financial Officer



Aishath Fazeena
Chairperson, Audit and
Risk Management Committee

30th July 2022