

**THIRD QUARTER REPORT
JULY to SEPTEMBER
2021**

MTDC

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

1. Corporate Information

Name of the Company

Maldives Tourism Development Corporation Plc

Registered Address

First Floor, G. Fathuruvehi
Buruza 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 at 30th September 2021)

Note: During the 3rd Quarter of 2021, there were no changes in the board.

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

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

Audit & Risk Management Committee Members

Name	Position	Representation
Ms. Aishath Fazeena	Director (from 20 th September 2020)	Non-Executive
Mr. Mohamed Janah	Director (from 20 th September 2020)	Non-Executive
Mr. Ahmed Mujuthaba	Director (from 20 th September 2020)	Non-Executive

Nomination and Remuneration Committee Members

Name	Position	Representation
Ms. Aishath Fazeena	Director (from 20 th September 2020)	Non-Executive
Mr. Mohamed Fathih	Director (from 20 th September 2020)	Non-Executive
Ms. Asamy Rushdy	Director (from 20 th September 2020)	Non-Executive

Corporate Governance and Compliance Committee Members

Name	Position	Representation
Ms. Asamy Rushdy	Director (from 20 th September 2020)	Non-Executive
Mr. Mohamed Fathih	Director (from 20 th September 2020)	Non-Executive
Mr. Ahmed Mujuthaba	Director (from 20 th September 2020)	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%

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:-

- Protecting the interest of shareholders at all times
- 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

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

- 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 September 2021

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

Expected date of completion: 2017

Status: Under development, 40% complete

4. Employment Data

Number of Staff: 16 Employees

5. Board Related Details

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

Three board meetings were held during the 3rd Quarter of 2021 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 10
- ❖ Lowest Traded Price - MVR 10
- ❖ Market Capitalization - MVR 340,873,540
- ❖ Weighted Average Traded price: MVR 10
- ❖ Price Earnings Ratio - 32.14 times
- ❖ Last traded Price: MVR 10
- ❖ Dividend yield – 5%
- ❖ Number of trades under the statistics - 1
- ❖ Volume of trades under the statistics - 200
- ❖ Value of trades under the statistics - 2000

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 3rd Quarter of 2021 is compiled with the relevant information to ensure that MTDC meets with the minimum quarterly reporting requirements / standards for public listed companies.

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FINACIAL HIGHLIGHTS OF THIS QUARTER

TOTAL REVENUE

USD 857,452

TOTAL EXPENSES

USD (5,239,312)

TOTAL OTHER GAINS

USD 5,189,688

EARNING PER SHARE

0.020

NET ASSET PER SHARE

1.19

CASHFLOW PER SHARE

0.00

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF COMPREHENSIVE INCOME

Unaudited Financial Statements
For the periods

Amounts in United States Dollar	30-Sep-21	30-Jun-21
Revenue	857,452	894,516
Cost of Operations	(467,203)	(467,203)
Gross Profit	390,250	427,314
Other Income	5,128,410	445,318
Administrative Expenses	(417,816)	(390,729)
Gain or (loss) on Lease Modification	(4,165,260)	-
Results from Operating Activities	935,583	481,902
Finance Income	61,278	46,871
Finance Costs	(189,033)	(137,378)
Net Finance Income / (Costs)	(127,755)	(90,506)
Profit / (Loss) Before Tax	807,828	391,396
Tax (Expense)/credit	(119,958)	(57,493)
Profit / (Loss) for the period	687,870	333,902
Basic Earnings / (Loss) Per Share	0.020	0.010

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared based on same accounting policies and methods applied for the year ended 31 December 2020.

30th October 2021

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF FINANCIAL POSITION

Unaudited Financial Statements

For the periods

Amounts in United States Dollar

	Note	As at 30-Sep-21	As at 30-Jun-21
ASSETS			
Non-Current Assets			
Property, Plant and Equipment		11,250,969	11,257,409
Right to use of Assets		17,527,636	17,617,521
Net Investment in Sub lease		37,340,225	40,900,424
Total Non-Current Assets		66,118,829	69,775,354
Current Assets			
Current portion of Net Investment in Sub lease		2,651,343	3,463,677
Other Receivables		5,161,397	31,271
Short Term Investments		8,014,953	4,105,074
Cash and Cash Equivalents		89,485	743,459
Total Current Assets		15,917,178	8,343,480
Total Assets		82,036,007	78,118,834
EQUITY AND LIABILITIES			
Equity			
Share Capital		26,183,719	26,183,719
Share Premium		607,415	607,415
Retained Earnings/ (Accumulated losses)		13,681,415	12,993,545
Total Equity		40,472,549	39,784,679
Non-Current Liabilities			
Deferred Tax Liability		2,848	2,848
Lease Liability		21,245,316	21,356,234
Payables to Government of Maldives		12,176,535	12,037,572
Total Non-Current Liabilities		33,424,699	33,396,654
Current Liabilities			
Trade and Other Payables		2,985,382	3,527,108
Current portion of Lease Liability		1,150,748	1,251,637
Bank Overdraft		3,879,583	-
Tax Payable		123,046	158,755
Total Current Liabilities		8,138,759	4,937,501
Total Liabilities		41,563,458	38,334,155
Total Equity and Liabilities		82,036,007	78,118,834

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared based on same accounting policies and methods applied for the year ended 31 December 2020.

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MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF CHANGES IN EQUITY

Unaudited Financial Statements

For the periods

	Share Capital	Share Premium	Retained Earnings	Total
	US\$	US\$	US\$	US\$
As of 1st October 2020,	26,183,719	607,415	14,375,034	41,166,168
Dividend			(1,105,297)	(1,105,297)
Total Comprehensive Income for the Period			120,017	120,017
As of 31st December 2020,	26,183,719	607,415	13,389,755	40,180,889
As of 1st January 2021,	26,183,719	607,415	13,389,755	40,180,889
Total Comprehensive Income for the Period			375,185	375,185
As of 31st March 2021,	26,183,719	607,415	13,764,940	40,556,074
As of 1st April 2021	26,183,719	607,415	13,764,940	40,556,074
Dividend			(1,105,297)	(1,105,297)
Total Comprehensive Income for the Period			333,902	333,902
As of 30th June 2021,	26,183,719	607,415	12,993,545	39,784,679
As of 1st July 2021	26,183,719	607,415	12,993,545	39,784,679
Dividend			-	-
Total Comprehensive Income for the Period			687,870	687,870
As of 30th September 2021,	26,183,719	607,415	13,681,415	40,472,549

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared based on same accounting policies and methods applied for the year ended 31 December 2020.

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STATEMENT OF CASH FLOW

Unaudited Financial Statements

For the periods

Amounts in United States Dollar

	30-Sep-21	30-Jun-21
Cash Flows from Operating Activities		
Profit / (Loss) Before Tax	807,828	391,396
Adjustments for:		
Depreciation for the period	99,297	102,497
Interest Income on Net Investment in Sub lease	(857,452)	(894,516)
Written Back of receivables	(5,128,407)	(445,318)
Gain or (loss) on Lease Modification	4,165,260	-
Interest Expense on Payable	189,033	137,378
Interest Expense on Lease Liabilities	467,203	467,203
Reclassification to Comprehensive Income		
Change in Trade and Other Receivables	(1,719)	5,445
Change in Trade and Other Payables	(541,726)	542,861
Cash Generated from/(Used in) Operating Activities	(800,683)	306,945
Sub Lease Rent Received	1,064,725	1,734,237
Head Lease Rent Paid	(679,010)	(679,010)
Interest Received	13,892	-
Interest Paid	(50,070)	-
Tax Paid	(155,668)	-
Net Cash Generated from/(Used in) Operating Activities	(606,814)	1,362,171
Cash Flows from Investing Activities		
Acquisition of Property, Plant and Equipment	(2,972)	(27,087)
Dividend	-	(1,105,297)
Increase / (decrease) in short term investments	(3,862,493)	-
Interest Received from Fixed Deposit	(61,278)	(46,871)

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Net Cash used in Investing Activities	<u>(3,926,743)</u>	<u>(1,179,256)</u>
Cash Flows from Financing Activities		
Increase in Bank Overdraft	3,879,583	-
Net Cash used in Investing Activities	<u>3,879,583</u>	<u>-</u>
Net Decrease in Cash and Cash Equivalents	(653,974)	182,916
Cash and Cash Equivalents at the beginning of the period	743,459	560,543
Cash and Cash Equivalents at the end of the period	<u>89,485</u>	<u>743,459</u>

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared based on same accounting policies and methods applied for the year ended 31 December 2020.



Thazmeel Abdul Samad
Managing Director



Ibrahim Latheef
Chief Financial Officer



Aishath Fazeena
Chairperson, Audit and
Risk Management Committee

30th October 2021

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