

**FIRST QUARTER REPORT
JANUARY TO MARCH
2020**

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 at 31st March 2020)

Note: During the 1st Quarter of 2020, there were no changes in the board.

Name	Position	Representation
Mr. Abdulla Faiz	Chairman	Non Executive
Mr. Thazmeel Abdul Samad	Managing Director	Executive
Mr. Ahmed Niyaz	Deputy Managing Director	Executive
Mr. Arif Abdul Samad	Director	Non Executive
Ms. Aishath Fazeena	Director	Non Executive
Mr. Mohamed Janah	Director	Non Executive
Mr. Mohamed Fathih	Director	Non Executive
Mr. Ibrahim Latheef	Director	Executive
Ms. Asamy Rushdy	Director	Non Executive

Audit & Risk Management Committee Members

Name	Position	Representation
Ms. Aishath Fazeena	Director	Non Executive
Mr. Mohamed Janah	Director	Non Executive

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Nomination and Remuneration Committee Members

Name	Position	Representation
Mr. Arif Abdul Samad	Director	Non Executive
Mr. Mohamed Janah	Director	Non Executive
Ms. Aishath Fazeena	Director	Non Executive

Corporate Governance and Compliance Committee Members

Name	Position	Representation
Ms. Asamy Rushdy	Director	Non Executive
Mr. Mohamed Fathih	Director	Non Executive
Mr. Arif Abdul Samad	Director	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

- 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

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- 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 31st March 2020

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: 14 Employees

5. Board Related Details

Three board meetings were held during the 1st Quarter of 2020 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

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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 – 91.91 times
- ❖ Last traded Price : MVR 10
- ❖ Dividend yield - N/A

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 1st quarter report of 2020 is compiled with the relevant information to ensure that MTDC meets with the minimum quarterly reporting requirements / standards for public listed companies.



MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

INTERIM FINANCIAL STATEMENTS

QUARTER ENDED

31ST MARCH 2020

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF COMPREHENSIVE INCOME

Unaudited Financial Statements

For the periods

31-Mar-20

		US\$
Revenue		899,474
Cost of Operations		(307,088)
Gross Profit		592,386
Marketing Expenses		(17,867)
Administrative Expenses		(229,055)
Provision for Impairment on Lease Rental Receivables		(111,330)
Results from Operating Activities		234,134
Finance Income		47,386
Net Finance Income / (Costs)		47,386
Profit / (Loss) Before Tax		281,521
Tax (Expense)/credit		(41,012)
Profit / (Loss) for the period		240,509
Basic Earnings / (Loss) Per Share		0.01

Figures in brackets indicate deductions.

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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 2019.

23rd July 2020

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF FINANCIAL POSITION

Unaudited Financial Statements
For the periods

RESTATED

	As at	As at
	31-Mar-20	31-Dec-19
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	39,194	39,379
Investment Property	20,000,000	20,000,000
Net Investment in Sub lease	41,634,172	41,634,172
Deferred Tax Assets	2,096,306	2,096,306
Total Non-Current Assets	63,769,672	63,769,857
Current Assets		
Current portion of Net Investment in Sub lease	1,295,077	1,708,807
Other Receivables	21,071	6,061
Investment in Fixed Deposit	4,066,444	4,019,058
Tax Receivables	22,876	-
Cash and Cash Equivalents	678,359	370,461
Total Current Assets	6,083,827	6,104,387
Total Assets	69,853,499	69,874,244
EQUITY AND LIABILITIES		
Equity		
Share Capital	26,183,719	26,183,719
Share Premium	607,415	607,415
Retained Earnings	13,771,204	13,530,698
Total Equity	40,562,338	40,321,832
Non-Current Liabilities		

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Payables to Government of Maldives	13,205,605	13,205,605
Total Non-Current Liabilities	26,781,517	26,781,518
Current Liabilities		
Trade and Other Payables	1,923,498	1,935,451
Current portion of Lease Liability	586,146	773,398
Tax Payable	-	62,045
Total Current Liabilities	2,509,644	2,770,894
Total Liabilities	29,291,161	29,552,412
Total Equity and Liabilities	69,853,499	69,874,244

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 2019.

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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 at 1st January 2020	26,183,719		607,415		13,530,695		40,321,829
Total Comprehensive Income for the Period					240,509		240,509
As at 31st March 2020	26,183,719		607,415		13,771,204		40,562,338

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared on the basis of same accounting policies and methods applied for the year ended 31 December 2019.

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MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF CASH FLOW

Unaudited Financial Statements
For the periods

FOR THE PERIOD ENDED	Period	Year	
		31-Mar-20	31-Dec-19
	Note	US\$	US\$
Cash Flows from Operating Activities			
Profit / (Loss) Before Tax		281,521	1,536,371
Adjustments for:			
Depreciation for the period		1,391	6,962
Interest Income on Net Investment in Sub lease		(899,474)	(3,682,785)
Written Back of Payables		-	396,807
Provision for Impairment of Lease Rental Receivables		111,330	445,318
Interest Income on Fixed Deposit		(47,386)	(19,058)
Interest Expense on Lease Liabilities		307,088	1,266,772
Other Receivables Written off		-	36,774
Changes in Working Capital			
Change in Trade and Other Receivables		(15,010)	-
Change in Trade and Other Payables		(11,953)	(799,756)
Cash Generated from/(Used in) Operating Activities		(272,494)	(812,595)
Sub Lease Rent Received		1,201,873	4,807,497
Head Lease Rent Paid		(494,340)	(1,977,360)
Tax Paid		(125,933)	-
Net Cash Generated from/(Used in) Operating Activities		309,106	2,017,542
Cash Flows from Investing Activities			
Acquisition of Property, Plant and Equipment		(1,207)	(4,742)
Investment in Fixed Deposit			(4,000,000)
Net Cash used in Investing Activities		(1,207)	(4,004,742)
Net Decrease in Cash and Cash Equivalents		307,898	(1,987,200)

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Cash and Cash Equivalents at the beginning of the period		370,461	2,357,661
Cash and Cash Equivalents at the end of the period		678,359	370,461



Thazmeel Abdul Samad

Managing Director



Ibrahim Latheef

Chief Financial Officer