

**SECOND QUARTER REPORT
APRIL TO JUNE
2021**

MTDC

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 30th June 2021)

Note: During the 2nd 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

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. Ahmed Mujuthaba	Director (from 20 th September 2020)	Non Executive
Mr. Mohamed Fathih	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

- 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 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: 2023

Status: Under development, 40% complete

4. Employment Data

Number of Staff: 16 Employees

5. Board Related Details

Seven board meetings were held during the 2nd 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 - 66.20 times
- ❖ Last traded Price: MVR 10
- ❖ Dividend yield – 5%
- ❖ Number of trades under the statistics - 5
- ❖ Volume of trades under the statistics - 4400
- ❖ Value of trades under the statistics - 44400

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

FINACIAL HIGHLIGHTS OF THIS QUARTER

TOTAL REVENUE	TOTAL EXPENSES	TOTAL OTHER GAINS
USD 894,516	USD 995,309	USD 488,233
EARNING PER SHARE	NET ASSET PER SHARE	CASHFLOW PER SHARE
USD 0.010 per share	USD 1.17 per share	USD 0.02 per share

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF COMPREHENSIVE INCOME

Unaudited Financial Statements

For the periods

	30-Jun-21	31-Mar-21
	US\$	US\$
Revenue	894,516	930,804
Cost of Operations	(467,203)	(466,462)
Gross Profit	427,314	464,342
Other Income	445,318	445,869
Administrative Expenses	(390,729)	(376,802)
Provision for Impairment on Lease Rental Receivables	-	-
Results from Operating Activities	481,902	533,409
Finance Income	46,871	42,364
Finance Costs	(137,378)	(135,810)
Net Finance Income / (Costs)	(90,506)	(93,445)
Profit / (Loss) Before Tax	391,396	439,963
Tax (Expense)/credit	(57,493)	(64,779)
Profit / (Loss) for the period	333,902	375,185
Basic Earnings / (Loss) Per Share	0.010	0.011

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 July 2021

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF FINANCIAL POSITION

Unaudited Financial Statements
For the periods

Amounts in United States Dollar

ASSETS

Non-Current Assets

	Note	As at 30-Jun-21	As at 31-Mar-21
Property, Plant and Equipment		11,257,409	11,242,933
Right to use of Assets		17,617,521	17,707,406
Net Investment in Sub lease		40,900,424	40,063,526
Total Non-Current Assets		69,775,354	69,013,865

Current Assets

Current portion of Net Investment in Sub lease		3,463,677	4,694,978
Other Receivables		31,271	36,716
Investment in Fixed Deposit		4,105,074	4,058,203
Cash and Cash Equivalents		743,459	560,543
Total Current Assets		8,343,480	9,350,439

Total Assets

78,118,834	78,364,304
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EQUITY AND LIABILITIES

Equity

Share Capital		26,183,719	26,183,719
Share Premium		607,415	607,415
Retained Earnings/ (Accumulated losses)		12,993,545	13,764,940
Total Equity		39,784,679	40,556,074

Non-Current Liabilities

Deferred Tax Liability		2,848	2,848
Lease Liability		21,356,234	21,719,267
Payables to Government of Maldives		12,037,572	11,900,194
Total Non-Current Liabilities		33,396,654	33,622,309

Current Liabilities

Trade and Other Payables		3,527,108	2,984,247
Current portion of Lease Liability		1,251,637	1,100,412
Tax Payable		158,755	101,262
Total Current Liabilities		4,937,501	4,185,921

Total Liabilities

38,334,155	37,808,230
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Total Equity and Liabilities

78,118,834	78,364,304
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Figures in brackets indicate deductions.

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30th July 2021

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 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 at 31st December 2020	26,183,719	607,415	13,389,755	40,180,889
As at 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 at 31st March 2021	26,183,719	607,415	13,764,940	40,556,074
As at 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 at 30st June 2021	26,183,719	607,415	12,993,545	39,784,679

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 July 2021

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF CASH FLOW

Unaudited Financial Statements
For the periods

	30-Jun-21 US\$	31-Mar-21 US\$
Cash Flows From Operating Activities		
Profit / (Loss) Before Tax	391,396	439,963
Adjustments for:		
Depreciation for the period	102,497	96,502
Gain / (Loss) on lease liability	-	-
Interest Income on Net Investment in Sub lease	(894,516)	(930,804)
Written Back of receivables	(445,318)	(445,318)
Provision for Impairment of Lease Rental Receivables	-	-
Interest Income on Fixed Deposit	-	-
Interest Expense on Payable to Government of Maldives	137,378	135,810
Interest Expense on Lease Liabilities	467,203	466,462
Reclassification to Comprehensive Income		
Change in Trade and Other Receivables	5,445	9,237
Change in Trade and Other Payables	542,861	(23,334)
Cash Generated from/(Used in) Operating Activities	306,945	(251,482)
Sub Lease Rent Received	1,734,237	1,734,237
Head Lease Rent Paid	(679,010)	(431,840)
Tax Paid	-	(100,942)
Net Cash Generated from/(Used in) Operating Activities	1,362,171	949,974
Cash Flows from Investing Activities		
Acquisition of Property, Plant and Equipment	(27,087)	(53,169)
Dividend	(1,105,297)	-
Investment in Fixed Deposit	-	(1,000,000)
Interest Received from Fixed Deposit	(46,871)	(42,364)
Net Cash used in Investing Activities	(1,179,256)	(1,095,533)
Net Decrease in Cash and Cash Equivalents	182,916	(145,559)
Cash and Cash Equivalents at the beginning of the period	560,543	706,103
Cash and Cash Equivalents at the end of the period	743,459	560,543

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 July 2021

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC



Thazmeel Abdul Samad
Managing Director



Ibrahim Latheef
Chief Financial Officer



Aishath Fazeena
Chairperson, Audit and
Risk Management Committee

30th July 2021