



2nd Quarter Report

30th June 2012



Maldives Tourism Development Corporation Plc

1. Corporate Information

Name of the Company

Maldives Tourism Development Corporation Plc

Registered Address

First Floor, G. Fathuru Vehi
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 No.

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 2012

Name	Position	Representation
Mr. Mohamed Matheen	Managing Director	Executive
Mr. Ahmed Abdulla	Director	Non Executive
Mr. Ismail Mifrah	Director	Non Executive
Mr. Ibrahim Firushan	Director	Non Executive
Mr. Mohamed Farshath	Director	Non Executive
Mr. Shimad Ibrahim	Director	Non Executive
Mr. Mohamed Azmath	Director	Non Executive

Audit Committee Members as at 30th June 2012

Name	Position
Mr. Shimad Ibrahim (Committee Chairman)	Non Executive Director
Mr. Mohamed Azmath	Non Executive Director
Mr. Mohamed Farshath	Non Executive Director

Nomination and Remuneration Committee members as at 30th June 2012

Name	Position
Mr. Mohamed Farshath (Committee Chairman)	Non Executive Director
Mr. Mohamed Azmath	Non Executive Director
Mr. Ismail Mifrah	Non Executive Director
Mr. Shimad Ibrahim	Non Executive Director

Company Secretary

Mr. Islah Shareef

Appointed auditors of the company

KPMG Ford, Rodes, Thornton & Co
2A , H. Miyalani, Sosun Magu,
Male, Maldives

Details of any subsidiary, joint venture & associate companies**Company Name**

ENA Hotel Holding Company Pvt. Ltd

Address

2nd floor, H. Aage,
Boduthakurufaanu 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 engage 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

ULIGAMU

Location: Haa Alifu Atoll; 45-minute speedboat ride from HDh Hanimaadhoo Regional Airport

Status: approx. 40% complete

Development Mode: Wholly owned

Details: 4-star, 100 beds over 36 hectares plot of land in HDh. Uligamu Island

VODAMULAA

Location: Gaafu Alifu Atoll; 50-minute speedboat ride from GDh Kaadedhoo Regional Airport

Status: Under development

Development Mode: Negotiating with an Italian party

Details: 4-star, 300 beds over 50 hectares

EKULHIVARU

Location: Noonu Atoll

Status: Under development

Development Mode: Joint venture Partnership between MTDC and Ritz Carlton Group

Details: Deluxe, 180 beds

KIHIVAH HURAVALHI - Anantara Kihavah Villas

Location: Baa Atoll

Status: Under Operation from December 2010 onwards

Development Mode: Sublease model

Details: 5-star deluxe, 156 beds

KONDEYMATHEELAABADH

Location: Gaafu Alifu Atoll

Status: Conceptual development complete, development to commence

Development Mode: Sublease

Details: 100 beds

MAGUDHUVAA – Ayada Maldives

Location: Gaafu Dhaalu Atoll

Status: Under Operation from November 2011 onwards

Development Mode: Sublease

Available Details: 5-star, 200 beds

NAAGOASHI

Location: Haa Dhaalu Atoll

Status: Under development, 50% complete

Development Mode: Sublease

Available Details: 5-star, 600 beds

Expected date of completion: First quarter, 2013

EMBUDHUFUSHI AND OLUVELI

Location: Dhaalu Atoll

Status: Under Operation from March 2012 onwards

Development Mode: Sublease

Available Details: 5-star deluxe

4. Employment data

Number of Staff for MTDC Head Office Operations from April to June: 14 employees

5. Board related details

The Government appointed following members to the board on 6th of May 2012

1. Mr. Mohamed Matheen
2. Mr. Mohamed Rasheed
3. Mr. Abdulla Ahmed
4. Mr. Ismail Mifrah

Mr. Mohamed Matheen was appointed as the Managing Director of MTDC on 16th of May 2012 by the Board of Directors

Mr. Mohamed Rasheed was removed by the government on 20th of May 2012

6. Share Trading History

Market Highlights for the Quarter

- ❖ Highest Traded Price - MVR 100
- ❖ Lowest Traded Price - MVR 100
- ❖ Weighted Average Traded Price – MVR 100
- ❖ Market Capitalization – MVR 314,397,100
- ❖ Price Earnings Ratio – 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 2nd quarter report of MTDC 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

30 June 2012

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC
(INCORPORATED IN THE REPUBLIC OF MALDIVES)
STATEMENT OF COMPREHENSIVE INCOME

Provisional Financial Statements

	Quarter ended 30-Jun-12 MVR	Quarter ended 31-Mar-12 MVR
Revenue	61,810,162	89,296,245
Cost of Sales	<u>(39,325,054)</u>	<u>(52,809,124)</u>
Gross Profit	22,485,108	36,487,120
Other Income	1,113,315	279,883
Administrative Expenses	(14,583,353)	(20,159,540)
Selling and Distribution Costs	(238,899)	(1,036,401)
Results from Operating Activities	<u>8,776,171</u>	<u>15,571,062</u>
Finance Income	1,355,920	3,424,229
Finance Costs	(10,010,581)	(10,046,784)
Net Finance Income/(Cost)	<u>(8,654,661)</u>	<u>(6,622,555)</u>
Profit Before Tax	121,510	8,948,507
Tax Expense	-	-
Profit for the Year	<u>121,510</u>	<u>8,948,507</u>
Basic Earnings Per Share	0.05	3.52

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 2011.

06 August 2012

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC
(INCORPORATED IN THE REPUBLIC OF MALDIVES)
STATEMENT OF FINANCIAL POSITION

Provisional Financial Statements

	Quarter ended 30-Jun-12 MVR	Quarter ended 31-Mar-12 MVR
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	116,403,536	116,398,977
Investment Property	1,069,156,583	1,069,151,590
Total Non-Current Assets	<u>1,185,560,119</u>	<u>1,185,550,567</u>
Current Assets		
Trade and other Receivables	998,200,315	969,935,351
Cash and Cash Equivalents	251,598,784	234,789,563
Total Current Assets	<u>1,257,132,505</u>	<u>1,213,439,166</u>
Total Assets	<u>2,442,692,624</u>	<u>2,398,989,733</u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	270,082,198	267,423,304
Revaluation Reserve	132,409,781	132,409,781
Share Premium	29,868,972	29,868,972
Translation Reserve	105,577,953	105,577,953
Retained Earnings	84,569,537	84,448,027
Total Equity	<u>622,508,441</u>	<u>619,728,037</u>
Non-Current Liabilities		
Deferred Tax Liabilities	78,268,038	78,268,038
Loans and borrowings	259,787,507	268,183,950
Total Non-Current Liabilities	<u>338,055,545</u>	<u>346,451,988</u>
Current Liabilities		
Loans and borrowings	25,951,042	17,554,599
Trade and other payables	1,225,397,085	1,198,260,391
Bank Overdrafts	230,780,512	216,994,719
Total Current Liabilities	<u>1,482,128,638</u>	<u>1,432,809,708</u>
Total Liabilities	<u>1,820,184,183</u>	<u>1,779,261,696</u>
Total Equity and Liabilities	<u>2,442,692,624</u>	<u>2,398,989,733</u>

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06 August 2012

STATEMENT OF CASHFLOWS

	Quarter ended 30-Jun-12 MVR	Quarter ended 31-Mar-12 MVR
Cash Flows from Operating Activities		
Profit Before Tax	121,510	8,948,507
Adjustments for:		
Depreciation	33,951	32,115
Interest Income	(1,355,918)	(3,415,787)
Interest Expenses	10,010,581	10,046,784
Changes in inventories	1,380,845	403,053
Changes in trade and other receivables	(28,264,964)	(33,739,819)
Changes in trade and other payables	27,136,694	(16,504,287)
Cash Flows Generated from Operating Activities		
Interest Paid	(10,010,581)	(10,046,784)
Net Cash Flows Generated from Operating Activities	<u>(947,882)</u>	<u>(44,276,218)</u>
Cash Flows from / (Used in) Investing Activities		
Purchase of Property, Plant and Equipment	(38,510)	(79,558)
Addition for investment property	(4,993)	(187,923)
Capitalization of lease rent against share capital	2,658,894	2,658,894
Interest received	1,355,918	3,415,805
Net Cash Flows (Used in) / from Investing Activities	<u>3,971,310</u>	<u>5,807,217</u>
Cash Flows from Financing Activities		
Repayment of Loans and Borrowings	-	(4,989,267)
Net Cash Flows from/ (Used in) Investing Activities	<u>-</u>	<u>(4,989,267)</u>
Net Increase in Cash and Cash Equivalents	3,023,427	(43,458,268)
Cash and Cash Equivalents at the beginning of the year	<u>17,794,844</u>	<u>61,253,112</u>
Cash and Cash Equivalents at the end of the year	<u><u>20,818,272</u></u>	<u><u>17,794,844</u></u>

Figures in brackets indicate deductions.

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06 August 2012