

**FOURTH QUARTER REPORT  
OCTOBER TO DECEMBER  
2015**

**MTDC**

## 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 10<sup>th</sup> November 2015)

Name	Position	Representation
Ms. Ibthishama Ahmed Saeed	Chairperson	Non Executive
Mr. Ahmed Niyaz	Acting Managing Director	Executive
Ms. Aminath Mohamed Moosa	Director	Non Executive
Mr. Arif Abdul Samad	Director	Non Executive
Mr. Mohamed Iqbal	Director	Non Executive
Mr. Abdulla Leeman Zahir	Director	Non Executive
Ms. Zeeshan Abdul Raheem	Director	Non Executive

### Board of Directors (as at 31<sup>st</sup> December 2015)

Name	Position	Representation
Ms. Ibthishama Ahmed Saeed	Chairperson	Non Executive
Mr. Ahmed Niyaz	Acting Managing Director	Executive
Ms. Aminath Mohamed Moosa	Director	Non Executive
Mr. Arif Abdul Samad	Director	Non Executive
Mr. Ali Nishan	Director	Non Executive
Mr. Abdulla Nisam	Director	Non Executive
Mr. Mohamed Farshath	Director	Non Executive
Ms. Fazlee Abdul Wahhab	Director	Non Executive

**Audit & Risk Management Committee Members (as at 10<sup>th</sup> November 2015)**

<b>Name</b>	<b>Position</b>	<b>Representation</b>
Mr. Abdulla Leeman Zahir	Director	Non Executive
Ms. Zeeshan Abdul Raheem	Director	Non Executive

**Audit & Risk Management Committee Members (as at 31<sup>st</sup> December 2015)**

<b>Name</b>	<b>Position</b>	<b>Representation</b>
Mr. Abdulla Nisam	Director	Non Executive
Mr. Ali Nishan	Director	Non Executive
Mr. Mohamed Farshath	Director	Non Executive

**Nomination and Remuneration Committee Members (as at 10<sup>th</sup> November 2015)**

<b>Name</b>	<b>Position</b>	<b>Representation</b>
Mr. Arif Abdul Samad	Director	Non Executive
Ms. Aminath Mohamed Moosa	Director	Non Executive
Mr. Iqbal Mohamed	Director	Non Executive

**Nomination and Remuneration Committee Members (as at 31<sup>st</sup> December 2015)**

<b>Name</b>	<b>Position</b>	<b>Representation</b>
Mr. Arif Abdul Samad	Director	Non Executive
Ms. Aminath Mohamed Moosa	Director	Non Executive
Mr. Abdulla Nisam	Director	Non Executive

**Corporate Governance and Compliance Committee Members (as at 31<sup>st</sup> December 2015)**

<b>Name</b>	<b>Position</b>	<b>Representation</b>
Mr. Mohamed Farshath	Director	Non Executive
Ms. Fazlee Abdul Wahhab	Director	Non Executive
Mr. Arif Abdul Samad	Director	Non Executive

**Company Secretary**

Ms. Mariyam Leena Ali

**Appointed Auditors of the Company**

Ernst & Young  
G. Shafag, 2<sup>nd</sup> Floor  
Male, Maldives

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

ENA Hotel Holding Company Pvt. Ltd  
2<sup>nd</sup> 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 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 31<sup>st</sup> December 2015

##### **EKULHIVARU**

Location: Noonu Atoll

Status: Development yet to commence

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

Details: Deluxe, 180 beds

##### **KIHIVAH HURAVALHI**

Location: Baa Atoll

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

Development Mode: Sublease model

Details: 5-star deluxe

##### **MAGUDHUVAA – Ayada Maldives**

Location: Gaafu Dhaalu Atoll

Status: Under Operation from November 2011 onwards as Ayada Maldives

Development Mode: Sublease model

Available Details: 5-star

##### **NAAGOASHI**

Location: Haa Dhaalu Atoll

Status: Under development, 50% complete

Development Mode: Sublease model

Details: 5-star

Expected date of completion: 2014

##### **EMBUDHUFUSHI AND OLHUVELI**

Location: Dhaalu Atoll

Status: Under Operation from March 2012 onwards as Niyama Maldives

Development Mode: Sublease model

Details: 5-star deluxe

#### **4. Employment Data**

Number of Staff: 11 Employees

#### **5. Board Related Details**

Two board meetings were held during the 4<sup>th</sup> Quarter of 2015 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 09
- ❖ Market Capitalization – MVR 340,873,540
- ❖ Weighted Average Traded price : MVR 09
- ❖ Price Earnings Ratio – 11.18 times
- ❖ Last traded Price : MVR 07
- ❖ 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 4<sup>th</sup> 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.

# **INTERIM FINANCIAL STATEMENTS**

**QUARTER ENDED**

**31 DECEMBER 2015**

**MALDIVES TOURISM DEVELOPMENT CORPORATION**

Provisional Financial Statements

**STATEMENT OF COMPREHENSIVE INCOME**

<b>For the Period ended</b>	<b>Note</b>	<b>31-Dec-15 US\$</b>	<b>30-Sep-15 US\$</b>
Revenue		3,585,484	3,585,484
Cost of Sales		(1,669,733)	(1,669,733)
Gross Profit		1,915,751	1,915,751
Administrative Expenses		(136,920)	(178,833)
<b>Results from Operating Activities</b>		1,778,831	1,736,918
Finance Income		-	-
Profit / (Loss) Before Tax		1,778,831	1,736,918
Tax Expense		-	-
<b>Profit / (Loss) for the period</b>		1,778,831	1,736,918
Basic Earnings / (Loss) Per Share		0.05	0.05

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 2014.

28<sup>th</sup> January 2016

# MALDIVES TOURISM DEVELOPMENT CORPORATION

Provisional Financial Statements

## STATEMENT OF FINANCIAL POSITION

ASSETS	Note	As at 31-Dec-15	As at 30-Sep-15
<b>Non-Current Assets</b>			
Property, Plant and Equipment		125,019	125,214
Lease rent equalization - Sub lease		76,320,427	74,940,899
<b>Total Non-Current Assets</b>		<b>76,445,446</b>	<b>75,066,113</b>
<b>Current Assets</b>			
Trade and Other Receivables		18,432,308	18,067,472
Cash and Cash Equivalents		4,308,776	3,968,586
Short term financial Assets		23,346	23,346
<b>Total Current Assets</b>		<b>22,764,430</b>	<b>22,059,404</b>
<b>Total Assets</b>		<b>99,209,877</b>	<b>97,125,517</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share Capital		26,183,719	26,183,719
Share Premium		607,415	607,415
Retained Earnings		(10,902,980)	(12,681,811)
<b>Total Equity</b>		<b>15,888,154</b>	<b>14,109,323</b>
<b>Non-Current Liabilities</b>			
Deferred Tax Liabilities		8,412	8,412
Lease rent equalization - Head Lease		4,304,641	4,254,248
Head lease rent payables		32,249,119	31,499,119
Sub Lease Advances		43,816,297	44,306,003
<b>Total Non-Current Liabilities</b>		<b>80,378,468</b>	<b>80,067,782</b>
<b>Current Liabilities</b>			
Trade and Other Payables		2,943,255	2,948,413
<b>Total Current Liabilities</b>		<b>2,943,255</b>	<b>2,948,413</b>
<b>Total Liabilities</b>		<b>83,321,723</b>	<b>83,016,195</b>
<b>Total Equity and Liabilities</b>		<b>99,209,877</b>	<b>97,125,517</b>

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 2014.

28<sup>th</sup> January 2016

**MALDIVES TOURISM DEVELOPMENT CORPORATION**

Provisional Financial Statements

**STATEMENT OF CAHS FLOW**

**FOR THE PERIOD ENDED**

	<b>Period 31-Dec-15</b>	<b>Period 30-Sep-15</b>
<b>Note</b>	<b>US\$</b>	<b>US\$</b>
<b>Cash Flows From Operating Activities</b>		
Profit / (Loss) Before Tax	1,778,831	1,736,918
Adjustments for:		
Depreciation for the period	778	755
Change in Trade and Other Receivables	(1,744,365)	(2,270,269)
Change in Trade and Other Payables	305,528	(4,048,403)
Cash Generated from/(Used in) Operating Activities	340,773	(4,581,000)
Interest Paid	-	-
<b>Net Cash Generated from/(Used in) Operating Activities</b>	<b>340,773</b>	<b>(4,581,000)</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of Property, Plant and Equipment	(583)	-
<b>Net Cash used in Investing Activities</b>	<b>(583)</b>	<b>-</b>
<b>Cash Flows from Financing Activities</b>		
Repayment of Loans and Borrowings	-	-
<b>Net Cash flows Used in Financing Activities</b>	<b>-</b>	<b>-</b>
Net Decrease in Cash and Cash Equivalents	340,190	(4,581,000)
Cash and Cash Equivalents at the beginning of the year	3,968,586	8,549,586
<b>Cash and Cash Equivalents at the end of the year</b>	<b>4,308,776</b>	<b>3,968,586</b>

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 2014.

28<sup>th</sup> January 2016

