

**THIRD QUARTER REPORT
JULY TO SEPTEMBER
2022**

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 of 30th September 2022)

Note: During the 3rd Quarter of 2022, 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
Ms. Aishath Fazeena	Director (from 9 th June 2022)	Non-Executive
Mr. Mohamed Janah	Director (from 6 th February 2019)	Non-Executive
Mr. Mohamed Fathih	Director (from 6 th February 2019)	Non-Executive
Ms. Asamy Rushdy	Director (from 9 th June 2022)	Non-Executive
Ms. Aminath Azlifa	Director (from 9 th June 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 9 th June 2022)	Non-Executive

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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
Ms. Asamy Rushdy	Director (from 30 th June 2022)	Non-Executive
Mr. Mohamed Fathih	Director (from 30 th June 2022)	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 30 th June 2022)	Non-Executive
Ms. Aminath Azlifa	Director (from 30 th June 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 30 th June 2022)	Non-Executive

Corporate Governance and Compliance Committee Members

Name	Position	Representation
Mr. Mohamed Janah	Director (from 30 th June 2022)	Non-Executive
Ms. Asamy Rushdy	Director (from 20 th September 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 30 th June 2022)	Non-Executive
Ms. Aminath Azlifa	Director (from 30 th June 2022)	Non-Executive

Company Secretary

Ms. Mariyam Leena Ali

Appointed Auditors of the Company

KPMG,
H.Mialani, 2nd Floor
Male, Maldives

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

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: -

- always Protecting the interest of shareholders
- 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.

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

- 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 2022

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

Status: Under development, 40% complete

4. Employment Data

Number of Staff: 16 Employees

5. Board Related Details

Three board meetings were held during the 3rd Quarter of 2022 and the Board of Directors discussed and resolved strategic issues of the company related to.

- Issues related to MTDC sublease islands.
- Business issues as well as issues related to MTDC properties
- Discussion on ongoing project

6. Share Trading History

Market Highlights

- ❖ Highest Traded Price - MVR 15
- ❖ Lowest Traded Price - MVR 10
- ❖ Market Capitalization - MVR 340,873,540
- ❖ Weighted Average Traded price: MVR 10.81
- ❖ Price Earnings Ratio – 481.64 times

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- ❖ Last traded Price: MVR 10
- ❖ Dividend yield – 6%
- ❖ Number of trades under the statistics - 17
- ❖ Volume of trades under the statistics - 12610
- ❖ Value of trades under the statistics - 136310

7. Corporate Governance Compliance

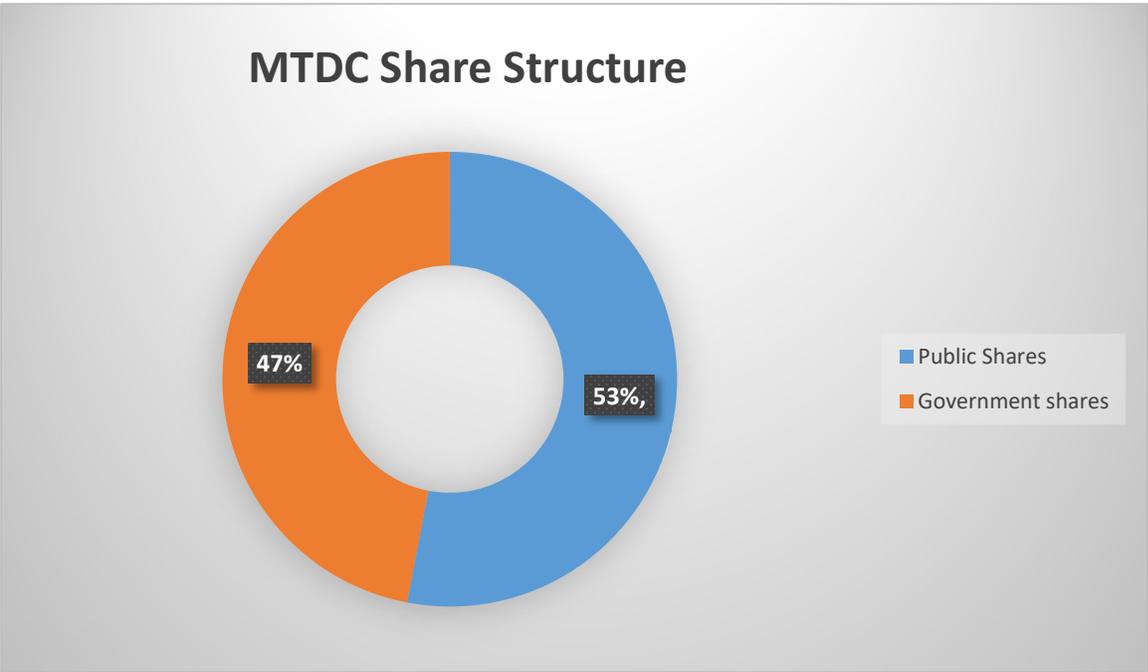
MTDC strives to adhere to the highest principles of Corporate Governance Code of the CMDA by establishing standards and systems that promotes transparency, accountability, integrity, and fairness at all levels and in all spheres of its operations.

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 report of 2022 is compiled with the relevant information to ensure that MTDC meets with the minimum quarterly reporting requirements / standards for public listed companies.

MTDC SHARE STRUCTURE



MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

FINACIAL HIGHLIGHTS OF THIS QUARTER

TOTAL REVENUE

USD 1,815,831

TOTAL EXPENSES

USD 999,069

TOTAL OTHER GAINS

USD 62862

EARNING PER SHARE

0.02

NET ASSET PER SHARE

2.64

CASHFLOW PER SHARE

0.16

STATEMENT OF COMPREHENSIVE INCOME

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

Unaudited Financial Statements
For the periods

	30-Sep-22	30-Jun-22
	US\$	US\$
Revenue	1,815,831	1,794,474
Cost of Operations	(625,941)	(621,685)
Gross Profit	1,189,890	1,172,789
Administrative Expenses	(347,444)	(433,523)
Results from Operating Activities	842,446	739,266
Finance Income	62,862	64,111
Finance Costs	(25,684)	(41,289)
Net Finance Income / (Costs)	37,178	22,822
Profit / (Loss) Before Tax	879,624	762,088
Tax (Expense)/credit	(124,893)	(114,313)
Profit / (Loss) for the period	754,731	647,775
Basic Earnings / (Loss) Per Share	0.02	0.02

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 2021.

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MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF FINANCIAL POSITION

Unaudited Financial Statements

For the periods

	As at 30-Sep-22	As at 30-Jun-22
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	1,583,028	1,583,616
Right to use of Assets	144,839	155,981
Intangible Assets	9,639	12,494
Equity Investment Measured at FVOCI	11,102,500	11,102,500
Net Investment in Sub lease	72,946,194	71,963,750
Deferred Tax Assets	6,232	6,232
Total Non-Current Assets	85,792,432	84,824,573
Current Assets		
Current portion of Net Investment in Sub lease	798,950	912,805
Other Receivables	31,586	20,040
Short-Term Investments	5,902,769	5,856,126
Cash and Cash Equivalents	7,400,057	8,868,131
Total Current Assets	14,133,362	15,657,102
Total Assets	99,925,794	100,481,675
EQUITY AND LIABILITIES		
Equity		
Share Capital	26,183,719	26,183,719
Share Premium	607,415	607,415
Retained Earnings/ (Accumulated losses)	24,784,267	24,029,536
Total Equity	51,575,401	50,820,670
Non-Current Liabilities		
Lease Liability	24,819,516	24,704,421
Payables to Government of Maldives	13,504,981	13,504,981
Total Non-Current Liabilities	38,324,497	38,209,402
Current Liabilities		
Trade and Other Payables	4,060,948	4,220,552
Current portion of Lease Liability	2,688,667	2,619,930
Bank Over Draft	1,849,472	2,495,351
Tax Payable	1,426,809	2,115,770
Total Current Liabilities	10,025,897	11,451,603
Total Liabilities	48,350,393	49,661,005
Total Equity and Liabilities	99,925,794	100,481,675

Figures in brackets indicate deductions.

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STATEMENT OF CHANGES IN EQUITY

Unaudited Financial Statements
For the periods

	Share Capital US\$	Share Premium US\$	Retained Earnings US\$	Total US\$
As at 1st October 2021	26,183,719	607,415	13,681,415	40,472,549
Dividend				
Comprehensive Income for the Period			10,253,408	10,253,408
As at 31st December 2021 (Audited)	26,183,719	607,415	23,934,823	50,725,957
As at 1st January 2022	26,183,719	607,415	23,934,823	50,725,957
Total Comprehensive Income for the Period			773,294	773,294
As at 31st March 2022	26,183,719	607,415	24,708,117	51,499,251
As at 1st April 2022	26,183,719	607,415	24,708,117	51,499,251
Dividend			(1,326,356)	(1,326,356)
Comprehensive Income for the Period			647,775	647,775
As at 30th June 2022	26,183,719	607,415	24,029,536	50,820,670
As at 1st July 2022	26,183,719	607,415	24,029,536	50,820,670
Total Comprehensive Income for the Period			754,731	754,731
As at 30st September 2022	26,183,719	607,415	24,784,267	51,575,401

Figures in brackets indicate deductions.

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MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

STATEMENT OF CASH FLOW

Unaudited Financial Statements
For the periods

	30-Sep-22	30-Jun-22
	US\$	US\$
Cash Flows From Operating Activities		
Profit / (Loss) Before Tax	879,624	762,088
Adjustments for:		
Interest Income on Net Investment in Sub leases	(1,815,831)	(1,794,474)
Interest Income on Fixed Deposits		-
Interest Income on Treasury Bills	(62,862)	(64,111)
Depreciation of Property Plant and Equipment	8,799	8,046
Amortization of Right of Use Assets	11,142	11,142
Amortization of Intangible Assets	2,855	2,824
Interest on Lease Liabilities	625,941	621,685
Operating Loss Before Working Capital Changes	(350,332)	(452,800)
<i>Changes in :</i>		
Other Receivables	(11,546)	743,459
Trade and Other Payables	4,180	1,256,806
Cash Used In Operating Activities	(357,698)	1,547,465
Sub Lease Rent Received	947,242	1,125,748
Head Lease Rent Paid	(431,840)	(431,840)
Tax Paid	(830,996)	-
Net Cash From / (Used In) Operating Activities	(673,292)	2,241,373

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Cash Flows from Investing Activities

Acquisition of Property, Plant and Equipment	(8,211)	(1,490,835)
Acquisition of Intangible Assets		
Investment in Fixed Deposits		
Investment in Treasury Bills	46,643	(598,880)
Interest Income on Fixed Deposits	(49,235)	(47,892)
Interest Income on Treasury Bills	25,684	15,150
Net Cash (Used In) / From Investing Activities	14,881	(2,122,457)

Cash Flows From Financing Activities

Dividend Paid during the Year	(163,784)	(41,797)
Net Cash Used in Financing Activities	(163,784)	(41,797)

Net Increase in Cash and Cash Equivalents	(822,195)	77,119
Cash and Cash Equivalents at the Beginning of the Year	6,372,780	6,295,661
Cash and Cash Equivalents at the End of the Year	<u>5,550,585</u>	<u>6,372,780</u>

MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

Figures in brackets indicate deductions.

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30th October 2022



Thazmeel Abdul Samad
Managing Director



Ibrahim Latheef
Chief Financial Officer



Aishath Fazeena
Chairperson, Audit and
Risk Management Committee

30th October 2022