



Report Published on: 29th July 2021

SECOND QUARTER REPORT

2021

FINANCIAL HIGHLIGHTS

| | Quarter Under Review | Preceding Quarter |
|---------------------|----------------------|-------------------|
| | MVR | MVR |
| Total Revenue | 49,560,302 | 47,189,157 |
| Total Expense | 10,667,756 | 10,536,328 |
| Net Profit | 8,777,907 | 5,978,056 |
| Earnings per Share | 0.43 | 0.30 |
| Net Asset per Share | 5.59 | 5.26 |
| Cash Flow per Share | 0.31 | 0.23 |

DEVELOPMENTS OF THE COMPANY

SUMMARY

Amana Takaful Maldives reported a Net Earned Takaful Contribution of MVR 25.65Mn during the second quarter of 2021, which is a growth of 6% compared to the preceding quarter. During the period ATM recorded a consolidated profit of MVR 8.77Mn.

HIGHLIGHTS OF THE QUARTER

A. COVID19 and Second Lockdown

A second spell of lockdown was enforced by the Health Protection Agency of Maldives beginning May 12, 2021, with extended curfews and phasal increment in restrictions throughout till the border reopened on 16th July 2021. A month-long total lockdown of Greater Male' Area and restrictions across Maldives was detrimental to the economic activities. Tourist arrivals were restricted and their movements were limited, with many tourist facilities impacted by mass cancellation of bookings.

The economic setback was proportionately affected all industries indiscriminately. Amana Takaful Maldives (ATM) shut down its office though, operated on the work from home model and had a smooth transition with minimal disruptions.

B. Annual General Meeting

ATM, successfully concluded its 10th Annual General Meeting (AGM) on the 24th of May 2021. In keeping with public health guidelines, the AGM was conducted virtually via FahiVote platform powered by the Maldives Securities Depository.

Notwithstanding the pandemic and consequent challenges, The Board of Directors announced dividends fulfilling shareholders' expectation and maintaining the trend established over the years. To comply with the Corporate Governance Regulations,

Amana Takaful Maldives amended its Articles of Association and appointed two new independent directors to the board at this AGM, whilst the long serving independent director, Dr. Abdullah Shiham Hassan retired after 9 years.

The incoming directors Mr. Ahmed Alau Ali and Dr. Ahmed Inaz were appointed with an overwhelming majority voting in favor of the nominations proposed by the Nominations Committee of the Board of Directors. Mr. Alau and Dr. Inaz are well known personalities in the business and academia fraternity, respectively.

C. Distribution of Surplus to Policy Holders

For the eighth consecutive year, ATM announced the distribution of surplus (cashback) payment to the participants who did not make claim for the first half of 2020. Surplus arises when there is an excess of the participants' contributions over claims and direct expenses in the Tabarru fund. Despite the challenges posed by pandemic, the fund performed considerably well enabling to honor 15% payout for the first half of 2020. The highest ever in the history of Amana Takaful Maldives surpassing the previous high of 14 % paid out for the second half of 2019.

D. New Empanelment

As the only full-fledged Takaful Operator with the largest medical customer base, our goal is to increase our service providers to every possible corner of the archipelago. During the quarter in review, ATM have partnered with 4 new medical service providers locally, adding up to the long list of hospitals, clinics from across Maldives and globe exceeding 300 empaneled service providers.

BOARD AND GOVERNANCE

1. COMPOSITION OF THE BOARD

| | Date of Appointment / Reappointment | Executive Director | Non-Executive Directors | Independent Director |
|-------------------------|--|-----------------------|----------------------------|-------------------------|
| Tyeab Akbarally | February 14, 2018 | | ✓ | |
| Osman Kassim | February 14, 2018 | | ✓ | |
| Dato' Mohd Fadzli Yusof | February 14, 2018 | | ✓ | |
| MHM Rafiq | February 14, 2018 | | ✓ | |
| Abdulla Kassim | February 14, 2018 | | ✓ | |
| Ahmed Alau Ali | May 24,2021 | | | ✓ |
| Dr. Ahmed Inaz | May 24,2021 | | | ✓ |
| Hareez Sulaiman | May 20, 2012 | ✓ | | |

2. COMMITTEE MEETINGS

| | BOARD MEETING | | AUDIT & RISCO | | RCNC | |
|-------------------------|---------------|----------|---------------|----------|------|----------|
| | HELD | ATTENDED | HELD | ATTENDED | HELD | ATTENDED |
| Tyeab Akbarally | 1 | 1 | | | | |
| Osman Kassim | 1 | 1 | | | 1 | 1 |
| Dato' Mohd Fadzli Yusof | 1 | 1 | 1 | 1 | 1 | 1 |
| MHM Rafiq | 1 | 1 | 1 | 1 | 1 | 1 |
| Abdulla Kassim | 1 | 1 | 1 | 1 | 1 | 1 |
| Ahmed Alau Ali | - | - | | | | |
| Dr. Ahmed Inaz | - | - | | | | |
| Hareez Sulaiman | 1 | 1 | | | | |

FINANCIAL STATEMENTS

INCOME STATEMENT – UNAUDITED

30th June 2021

| | Second Quarter MVR | Preceding Quarter MVR | Year to Date MVR |
|--|-----------------------|--------------------------|---------------------|
| Net Earned Takaful Contribution | 25,655,526 | 24,229,395 | 49,884,921 |
| Benefits, losses and expenses | | | |
| Takaful claims and benefits | (9,979,351) | (9,779,562) | 19,758,913 |
| Underwriting results | 15,676,175 | 14,449,833 | 30,126,008 |
| Other revenue | | | |
| Investment and other income | 4,077,980 | 3,156,273 | 7,234,253 |
| Expenses | | | |
| Staff expenses | (4,107,793) | (3,782,117) | (7,889,911) |
| Administrative expenses | (1,471,669) | (3,496,887) | (2,851,121) |
| Other operating expenses | (3,506,937) | (3,257,324) | (8,881,695) |
| Profit from operations | 10,667,756 | 7,069,778 | 17,737,534 |
| Business profit tax | (1,889,849) | (1,091,722) | (2,981,571) |
| Profit after tax | 8,777,907 | 5,978,056 | 14,755,963 |
| Basic, Earnings per share | 0.43 | 0.30 | 0.72 |
| Other Comprehensive Income | | | |
| Profit for the year | 8,777,907 | 5,978,056 | 14,755,963 |
| Net Change in Fair Value of AFS Assets | - | 1,125,000 | 1,125,000 |
| Total Comprehensive Income | 8,777,907 | 7,103,056 | 15,880,963 |

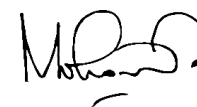
FINANCIAL STATEMENTS

BALANCE SHEET – UNAUDITED
30th June 2021

| | Second Quarter MVR | Preceding Quarter MVR |
|--|-----------------------|--------------------------|
| Assets | | |
| Non-Current Assets | | |
| Intangible assets | 5,868,388 | 5,814,041 |
| Property, plant and equipment | 1,418,696 | 1,427,569 |
| Right of use asset | 17,249,144 | 17,572,565 |
| Deposit with Maldives Monetary Authority | 2,000,000 | 2,000,000 |
| Investments | 151,871,116 | 136,982,994 |
| Current Assets | | |
| Other assets | 50,905,612 | 45,019,111 |
| Total assets | 229,312,956 | 208,816,281 |
| Equity and liabilities | | |
| Shareholders' equity | | |
| Issued share capital | 26,314,583 | 26,314,583 |
| Revenue reserve | 71,968,619 | 65,164,306 |
| AFS Reserve | 14,920,200 | 14,920,200 |
| Total equity | 113,203,402 | 106,399,089 |
| Liabilities | | |
| Current Liabilities | | |
| Takaful contract liabilities | 52,202,242 | 36,269,189 |
| Other liabilities | 57,015,887 | 59,175,915 |
| Non-current Liabilities | | |
| Lease liability on right of use asset | 6,891,425 | 6,972,088 |
| Total liabilities | 116,109,554 | 102,417,192 |
| Total equity and liabilities | 229,312,956 | 208,816,281 |



Hareez Sulaiman
CEO / Managing Director



Mohamed Siraj Nizam
Head of Finance



Dato' Mohd Fadzli Yusof
Chairman Audit Committee

FINANCIAL STATEMENTS

STATEMENT OF CASHFLOW – UNAUDITED 30th June 2021

| | Second Quarter MVR | Preceding Quarter MVR |
|---|-----------------------|--------------------------|
| Cash flows from operating activities | 18,814,934 | 3,290,974 |
| Cash used in investing activities | (15,244,706) | (616,648) |
| Cash flows from/(used in) financing activities | (1,973,594) | - |
| Net Increase/(Decrease) in cash and cash equivalents | 1,596,634 | 2,674,326 |
| Cash and cash equivalents at the beginning of the period | 4,731,440 | 2,057,114 |
| Cash and cash equivalents at the end of the period | 6,328,073 | 4,731,440 |

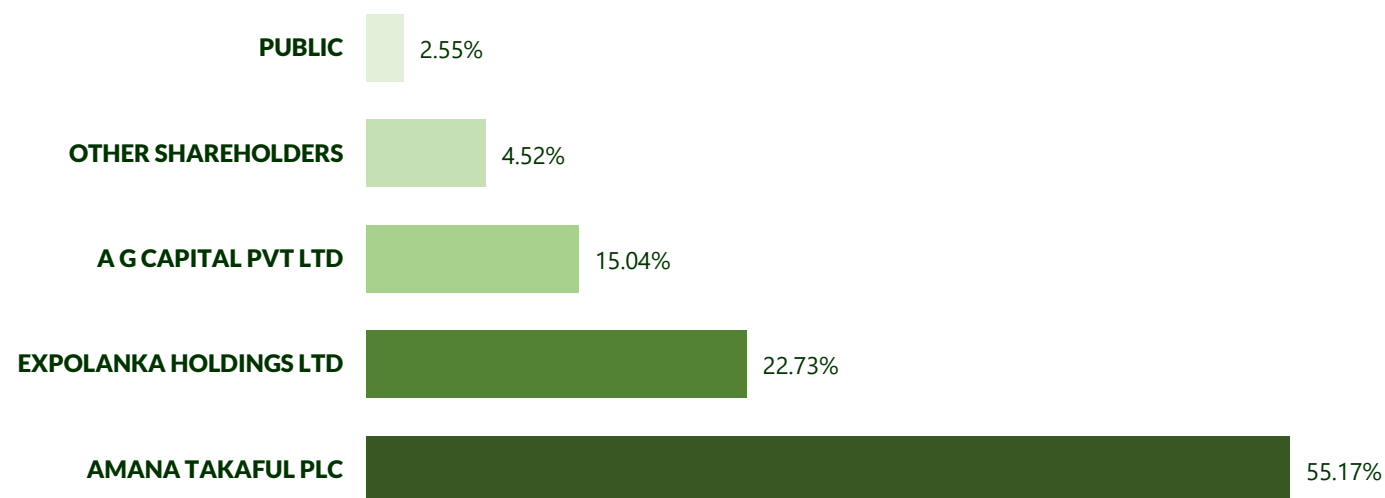
FINANCIAL STATEMENTS

STATEMENT OF CHANGES IN EQUITY 30th June 2021

| | Share Capital | AFS Reserve | Waqf Fund | Retained Earnings | Total Equity |
|--|-------------------|-------------------|--------------|-------------------|--------------------|
| | MVR | MVR | MVR | MVR | MVR |
| Balance as at 31st December 2020 | 26,314,583 | 13,795,200 | 1,542 | 57,433,673 | 97,544,999 |
| Profit for the quarter | - | - | - | 5,978,056 | 5,978,056 |
| Gain on marked to market valuations | - | 1,125,000 | - | - | 1,125,000 |
| Prior period adjustment | - | - | - | 1,751,035 | 1,751,035 |
| Balance as at 31st March 2021 | 26,314,583 | 14,920,200 | 1,542 | 65,162,764 | 106,399,089 |
| Profit for the quarter | - | - | - | 8,777,907 | 8,777,907 |
| Final Dividend 2020 | - | - | - | (1,973,594) | (1,973,594) |
| Balance as at 30th June 2021 | 26,314,583 | 14,920,200 | 1,542 | 71,967,077 | 113,203,402 |

INVESTOR RELATIONS

SHAREHOLDING STRUCTURE



MARKET HIGHLIGHTS

| | Second Quarter 2021 | First Quarter 2021 |
|---|---------------------|--------------------|
| Highest traded price: MVR | 7 | 7 |
| Lowest traded price: MVR | 7 | 5 |
| Last traded price: (date: 22/06/2021) | 7 | 7 |
| Number of trades: | 1 | 3 |
| Values of securities traded: MVR | 595,000 | 3,675 |
| Weighted Average Traded Price for the quarter | 7 | 5.31 |
| Market capitalization: MVR | 141,693,909 | 141,693,909 |
| Dividend yield | 2.78% | 1.85% |
| Price-earnings ratio | 16.27 | 23.33 |

INVESTOR RELATIONS

SHARI'AH COMPLIANCE

FINANCIAL RATIOS

| | Required Ratio | Second Quarter 2021 | First Quarter 2021 |
|--|-----------------------|--------------------------------|-------------------------------|
| Non-halal income to total revenue | >5% | 0.01% | 0.01% |
| Interest bearing debts to total assets | >33.33% | 0% | 0% |
| Interest bearing receivables to total assets | >33.33% | 0.87% | 0.95% |

STATEMENT OF COMPLIANCE

This report has been prepared in adhering to Capital Market Development Authority's Minimum Periodic Reporting Requirement for Listed Companies' guidelines issued on 19th September 2019.

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