



QUARTERLY REPORT  
**2019**

**Q4**

# C O N T E N T

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## KEY DEVELOPMENTS

During the 04<sup>th</sup> Quarter of 2019, we progressed work on 46 Construction Projects out of which 05 projects were successfully completed. Work on 13 new projects commenced during the quarter while 19 new projects were awarded to us.

MTCC also carried out a total of 05 Dredging and Reclamation Project and 01 special project during the quarter, while 01 project was awarded. Among these projects, 02 projects were completed. These include;

- Land Reclamation and Shore Protection at K.Thilafushi Project
- Land Reclamation & Shore Protection at K.Hura
- Expansion of Maadhoo Island
- Land Reclamation and Shore Protection at K.Maafushi
- Land Reclamation and Shore Protection at Gdh. Faresmaathoda
- Sawmill Relocation Project
- Land Reclamation and Shore Protection at K.Guraidhoo

During the quarter, we also expanded our Speed Ferry services within Ha.Kelaa and Hdh.Kulhudhuffushi.

Additionally, MTCC won the Dockyard/ Slipway of the Year award at the Maldives Boating Awards 2019 for our track record for providing noteworthy dockyard services.

## MARKETING ACTIVITIES

During the 04<sup>th</sup> Quarter of 2019, we organized Yanmar Service Campaign from 20<sup>th</sup> November 2019 to 24<sup>th</sup> November 2019, to create awareness among the existing customers on the importance of using genuine spare parts and identify further needs of spare parts and next overhaul schedule. This campaign was carried out in Ga. Gemanafushi and Ga.Dhaandhoo, where our technical team surveyed a total of 73 vessels.

We took part in the Maldives Marine Expo 2019 from 23<sup>rd</sup> October 2019 to 25<sup>th</sup> October 2019 to raise brand awareness & experience of Yanmar and Suzuki products. Our stalls were displayed for the event at Fishermen's Park, as well as Dharubaaruge, where we provided information about our products to potential and existing customers.

From 06<sup>th</sup> December 2019 to 09<sup>th</sup> December 2019, we participated in the Fishermen's Day 2019 event organized by Ministry of Fisheries and Agriculture. During this event, we raised awareness of our products among the fisheries community with our display of Castrol and PPG products.

## CORPORATE SOCIAL RESPONSIBILITY

On 18<sup>th</sup> October, we organized "Hinithunvumaa Eku" event at Fiyavathi Kudakudhinge Hiya, Hulhumale'. Under this campaign we also painted the walls of Fiyavathi as part of our CSR activities, for which a total of MVR 150,000 was paid by MTCC.

Upon request of Environmental Protection Agency, we carried out a Mangrove Sediment removal at K.Huraa to allow water flow, as a CSR work, for which a total of MVR 162,587.54 was paid.

We also carried out a site clearance at N. Magoodhoo with request of Magoodhoo Council, for the purpose of constructing a Mosque. For this work, a total of MVR 130,624 was paid.

## CLUB MTCC

For MTCC's 39<sup>th</sup> Anniversary, we organized a Blood Donation Camp in collaboration with Maldivian Blood Services on 26<sup>th</sup> December 2019. The event was a success with donations from our employees and the public.

# BOARD ACTIVITIES

## BOARD OF DIRECTORS

The Board of Directors comprises of 07 directors. With respect to the shareholding of the Company 05 directors are appointed by the Government of Maldives and 02 directors are elected by the Public Shareholders at the Annual General Meeting.



**Mr. Mohamed Faheem**  
Chairman  
Non- Executive Director  
(Government)  
Appointed on:  
11<sup>th</sup> February 2019



**Mr. Hassan Shah**  
Executive Director  
Chief Executive Officer  
(Government)  
Appointed on:  
11<sup>th</sup> December 2018



**Mr. Shahid Hussain Moosa**  
Executive Director  
Chief Operating Officer  
(Government)  
Appointed on:  
25<sup>th</sup> March 2019



**Mr. Sinaan Ali**  
Non- Executive Director  
(Government)  
Appointed on:  
06<sup>th</sup> February 2019



**Mr. Abdulla Shairu**  
Non- Executive Director  
(Government)  
Appointed on:  
06<sup>th</sup> February 2019



**Mr. Fathulla Ismail**  
Non- Executive Director  
(Public)  
Appointed on:  
08<sup>th</sup> July 2019



**Mr. Ahmed Aboobakuru**  
Non- Executive Director  
(Public)  
Appointed on:  
08<sup>th</sup> July 2019

## BOARD MEETINGS

Frequency of board and committee meetings during the 04<sup>th</sup> Quarter are as follows;

08

Board Meeting

14

Audit & Risk Committee

01

CGC Committee Meeting

03

N&R Committee Meeting

## BOARD COMMITTEES

- [Audit & Risk Committee](#)

NAME	POSITION	DATE APPOINTED
Ahmed Aboobakuru	Chairman	31 <sup>st</sup> July 2019
Fathulla Ismail	Member	31 <sup>st</sup> July 2019
Abdulla Shairu	Member	31 <sup>st</sup> July 2019
Sinaan Ali	Member	31 <sup>st</sup> July 2019

- [Corporate Governance & Compliance Committee](#)

NAME	POSITION	DATE APPOINTED
Abdulla Shairu	Chairman	31 <sup>st</sup> July 2019
Fathulla Ismail	Member	31 <sup>st</sup> July 2019
Ahmed Aboobakuru	Member	31 <sup>st</sup> July 2019
Sinaan Ali	Member	31 <sup>st</sup> July 2019

- [Nominating & Remuneration Committee](#)

NAME	POSITION	DATE APPOINTED
Sinaan Ali	Chairman	31 <sup>st</sup> July 2019
Fathulla Ismail	Member	31 <sup>st</sup> July 2019
Ahmed Aboobakuru	Member	31 <sup>st</sup> July 2019
Abdulla Shairu	Member	31 <sup>st</sup> July 2019

## BOARD DECISIONS

- Approved the 03<sup>rd</sup> Quarter Report 2019
- Approved Disposal of Assets
- Appointed Shah Hussain & Co. as External Lawyers of the Company
- Approved Business Plan & Budget for the year 2020

## MATERIAL TRANSACTIONS

During the 04<sup>th</sup> Quarter 2019, we did not have any material transaction with a Director or an associate, or a substantial shareholder or an associate (other than those conducted under ordinary course of business).

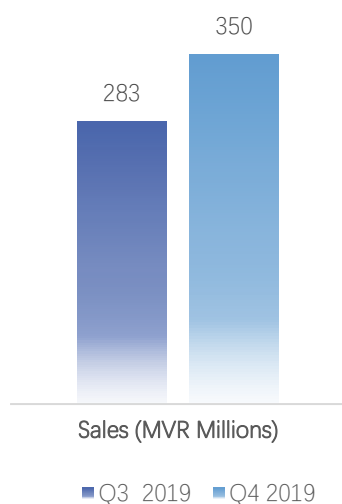
## SHAREHOLDING STRUCTURE

During the 04<sup>th</sup> Quarter 2019, no major changes were noted in the Shareholding Structure of MTCC.

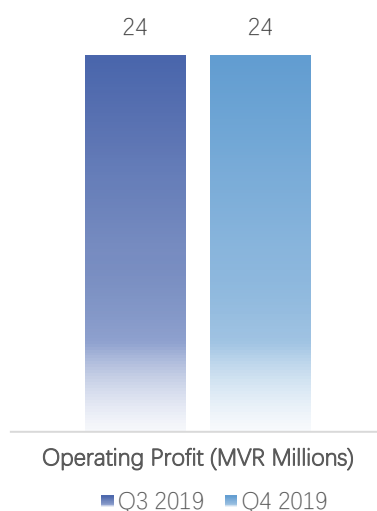
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# FINANCIAL HIGHLIGHTS

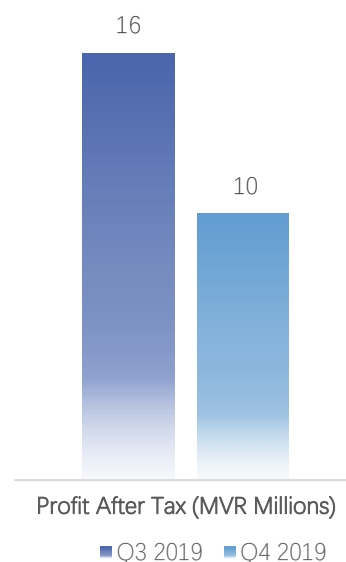
## REVENUE



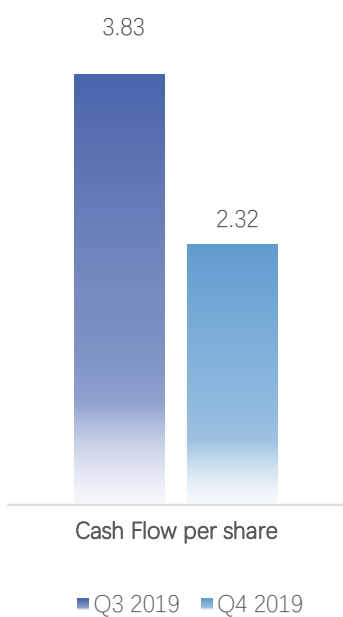
## OPERATING PROFIT



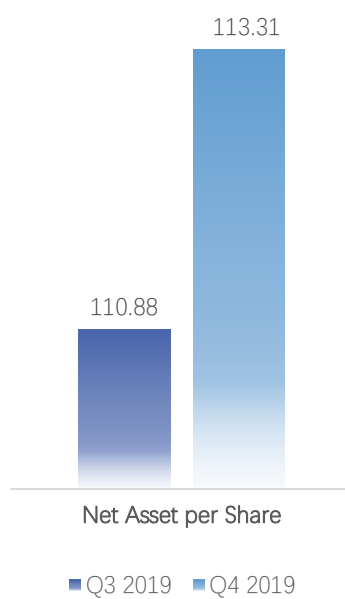
## PROFIT AFTER TAX



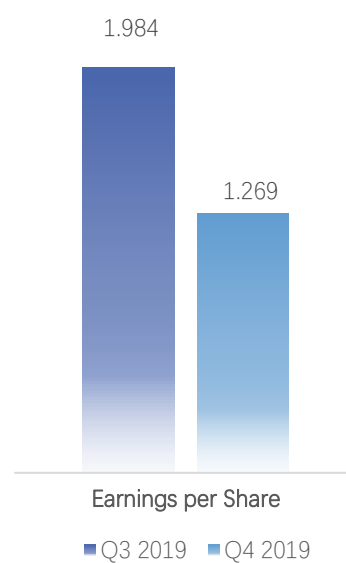
## CASH FLOW PER SHARE



## NET ASSETS PER SHARE



## EPS





# FINANCIAL STATEMENTS

## INCOME STATEMENT (UNAUDITED)

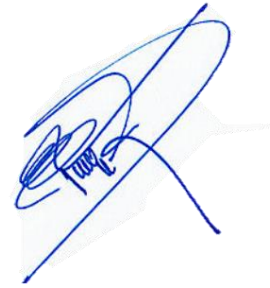
All amounts in MVR	4 <sup>th</sup> Quarter 2019	3 <sup>rd</sup> Quarter 2019	2 <sup>nd</sup> Quarter 2019	Year 2019	Year 2018 (Audited)
Sales	350,457,508	282,822,332	266,010,142	1,110,284,494	1,281,440,000
Cost of sales	(289,716,164)	(234,584,902)	(240,194,150)	(978,683,241)	(1,040,959,587)
<b>Gross profit</b>	<b>60,741,344</b>	<b>48,237,430</b>	<b>25,815,992</b>	<b>131,601,253</b>	<b>240,480,413</b>
Selling and marketing costs	(7,244,780)	(2,249,638)	(2,160,743)	(14,374,841)	(13,972,197)
Administrative expenses	(34,489,804)	(27,765,844)	(27,479,753)	(119,404,350)	(145,064,817)
Other income	10,501,341	9,459,774	3,187,855	26,649,236	24,948,685
Other expenses	(5,659,071)	(3,568,767)	(1,184,771)	(12,774,101)	(20,160,947)
<b>Operating profit</b>	<b>23,849,030</b>	<b>24,112,955</b>	<b>(1,821,420)</b>	<b>(11,697,197)</b>	<b>86,231,137</b>
Finance costs	(13,649,480)	(8,165,240)	(11,645,390)	(44,215,771)	(46,913,999)
<b>Profit before tax</b>	<b>10,199,550</b>	<b>15,947,715</b>	<b>(13,466,810)</b>	<b>(32,518,574)</b>	<b>39,317,138</b>
Business profit tax	-	-	(774,304)	(774,304)	3,903,251
<b>Profit after tax</b>	<b>10,199,550</b>	<b>15,947,715</b>	<b>(14,214,114)</b>	<b>(33,292,878)</b>	<b>43,220,389</b>



Adam Azim  
Chief Executive Officer



Mohamed Hilmy  
Chief Financial Officer



Ahmed Aboobakuru  
Chairman of  
Audit & Risk Committee

## BALANCE SHEET (UNAUDITED)

All amounts in MVR	As at 31 <sup>st</sup> December 2019	As at 30 <sup>th</sup> September 2019	As at 30 <sup>th</sup> June 2019	As at 31 <sup>st</sup> December 2018 (Audited)
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	904,716,004	898,023,426	917,405,453	964,963,739
Financial investments	61,876,500	50,921,700	50,921,700	50,921,700
Intangible assets	14,925,887	14,349,518	14,461,455	12,787,588
Right of use assets	32,230,319	-	-	-
Deferred Tax	51,546,181	53,189,401	53,189,401	53,189,401
Trade and other Receivable	6,676,228	6,436,607	8,104,327	7,097,597
<b>Total non-current assets</b>	<b>1,071,971,119</b>	<b>1,022,920,652</b>	<b>1,044,082,336</b>	<b>1,088,960,025</b>
<b>Current assets</b>				
Inventories	217,839,618	210,295,918	212,795,745	208,106,245
Trade and other receivables	732,324,643	756,045,110	627,980,250	820,514,732
Cash and cash equivalents	32,995,827	49,099,551	47,243,966	57,904,904
<b>Total current assets</b>	<b>983,160,088</b>	<b>1,015,440,579</b>	<b>888,019,961</b>	<b>1,086,525,881</b>
<b>TOTAL ASSETS</b>	<b>2,055,131,207</b>	<b>2,038,361,231</b>	<b>1,932,102,297</b>	<b>2,175,485,906</b>
<b>EQUITY AND LIABILITIES</b>				
Share capital	40,188,745	40,188,745	40,188,745	40,188,745
Share Premium	173,151,693	173,151,693	173,151,693	173,151,693
General reserve	225,000,000	225,000,000	225,000,000	225,000,000
Fair value reserve	44,526,994	35,215,414	35,215,414	35,215,414
Retained earnings	427,875,338	417,675,788	401,728,073	461,168,216
<b>Reserves</b>	<b>870,554,025</b>	<b>851,042,895</b>	<b>835,095,180</b>	<b>894,535,323</b>
<b>TOTAL EQUITY</b>	<b>910,742,770</b>	<b>891,231,640</b>	<b>875,283,925</b>	<b>934,724,068</b>
<b>Liabilities</b>				
Borrowings	338,839,858	338,035,967	281,487,846	316,324,857
Lease liabilities	26,372,432	-	-	-
Employee Retirement Benefit	22,635,585	21,037,843	21,037,843	21,037,843
<b>Total non-current liabilities</b>	<b>387,847,875</b>	<b>359,073,810</b>	<b>302,525,689</b>	<b>337,362,700</b>
Trade and other payables	505,468,438	519,635,694	409,718,272	557,902,117
Lease liabilities	7,069,637	-	-	-
Borrowings	229,669,509	250,119,746	330,818,821	332,559,370
Bank overdrafts	14,332,978	18,300,341	13,755,590	12,937,651
<b>Total current liabilities</b>	<b>756,540,562</b>	<b>788,055,781</b>	<b>754,292,683</b>	<b>903,399,138</b>
<b>TOTAL LIABILITIES</b>	<b>1,144,388,437</b>	<b>1,147,129,591</b>	<b>1,056,818,372</b>	<b>1,240,761,838</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,055,131,207</b>	<b>2,038,361,231</b>	<b>1,932,102,297</b>	<b>2,175,485,906</b>

## CASH FLOW STATEMENT (UNAUDITED)

Description	4 <sup>th</sup> Quarter 2019	3 <sup>rd</sup> Quarter 2019	2 <sup>nd</sup> Quarter 2019	Year 2019	Year 2018 (Audited)
Net cash flows from operating activities	60,658,211	50,210,505	49,691,878	188,599,553	287,800,461
<b><u>Investing activities</u></b>					
Investments in property plant & equipment	(41,300,289)	(15,113,895)	(11,257,986)	(81,914,501)	(203,579,852)
Interest received	6,330	4,203	59,200	125,265	988,275
Net cash flows used in investing activities	(41,293,959)	(15,109,692)	(11,198,786)	(81,789,236)	(202,591,577)
<b><u>Financing activities</u></b>					
Proceeds from borrowings	22,364,984	-	-	22,364,984	30,638,400
Repayment of borrowings	(42,011,330)	(24,150,954)	(8,186,547)	(102,739,844)	(97,921,136)
Proceeds from rights issue of share capital	-	-	-	-	4,984,593
Interest paid	(11,760,930)	(9,572,297)	(15,574,371)	(48,181,559)	(51,206,606)
Dividend paid	(93,337)	(4,066,728)	(98,777)	(4,558,302)	(28,332,654)
<b>Net cash flows from financing activities</b>	<b>(31,500,613)</b>	<b>(37,789,979)</b>	<b>(23,859,695)</b>	<b>(133,114,721)</b>	<b>(141,837,403)</b>
Net change in cash and cash equivalents	(12,136,361)	(2,689,166)	14,633,397	(26,304,404)	(51,808,407)
Cash and cash equivalents, and bank overdrafts - B/F	30,799,210	33,488,376	18,854,979	44,967,253	96,775,660
<b>Cash and cash equivalents, and bank overdrafts - C/F</b>	<b>18,662,849</b>	<b>30,799,210</b>	<b>33,488,376</b>	<b>18,662,849</b>	<b>44,967,253</b>

## SEGMENTAL PERFORMANCE (UNAUDITED)

Period from 1 <sup>st</sup> October – 31 <sup>st</sup> December 2019	Total	Trading	Contracting	Dredging	Logistics	Transport	Engineering & Docking	Others
Total Revenue	430,131,749	90,360,621	206,905,313	65,601,747	15,781,401	24,661,102	26,821,565	-
Less: Inter Segment Revenue	(79,674,241)	(8,575,650)	(32,151,584)	-	(15,407,147)	(2,771,203)	(20,768,657)	-
<b>Net Revenue</b>	<b>350,457,508</b>	<b>81,784,971</b>	<b>174,753,729</b>	<b>65,601,747</b>	<b>374,254</b>	<b>21,889,899</b>	<b>6,052,908</b>	-
Operating profit / (loss)	23,849,030	16,377,934	44,082,191	(2,569,334)	(4,350,316)	(20,163,879)	11,466,169	(20,993,735)
Finance income / (cost)	(13,649,480)	(1,964,697)	(3,303,763)	(5,431,537)	(1,124,117)	(487,893)	(800,578)	(536,895)
<b>Profit / (loss) before tax</b>	<b>10,199,550</b>	<b>14,413,237</b>	<b>40,778,428</b>	<b>(8,000,871)</b>	<b>(5,474,433)</b>	<b>(20,651,772)</b>	<b>10,665,591</b>	<b>(21,530,630)</b>
Business profit tax	-	-	-	-	-	-	-	-
<b>Profit / (loss) after tax</b>	<b>10,199,550</b>	<b>14,413,237</b>	<b>40,778,428</b>	<b>(8,000,871)</b>	<b>(5,474,433)</b>	<b>(20,651,772)</b>	<b>10,665,591</b>	<b>(21,530,630)</b>

Period from 1 <sup>st</sup> July – 30 <sup>th</sup> September 2019	Total	Trading	Contracting	Dredging	Logistics	Transport	Engineering & Docking	Others
Total Revenue	365,986,833	55,429,639	178,463,028	76,490,990	17,453,905	25,694,490	12,436,781	18,000
Less: Inter Segment Revenue	(83,164,501)	(4,876,882)	(20,090,936)	(33,730,048)	(14,251,944)	(1,879,579)	(8,317,112)	(18,000)
<b>Net Revenue</b>	<b>282,822,332</b>	<b>50,552,757</b>	<b>158,372,092</b>	<b>42,760,942</b>	<b>3,201,961</b>	<b>23,814,911</b>	<b>4,119,669</b>	-
Operating profit / (loss)	24,112,955	11,249,673	28,000,251	13,942,084	(990,951)	(16,816,295)	333,533	(11,605,340)
Finance income / (cost)	(8,165,240)	(1,043,306)	272,179	(5,228,210)	(892,126)	-	-	(1,273,777)
<b>Profit / (loss) before tax</b>	<b>15,947,715</b>	<b>10,206,367</b>	<b>28,272,430</b>	<b>8,713,874</b>	<b>(1,883,077)</b>	<b>(16,816,295)</b>	<b>333,533</b>	<b>(12,879,117)</b>
Business profit tax	-	-	-	-	-	-	-	-
<b>Profit / (loss) after tax</b>	<b>15,947,715</b>	<b>10,206,367</b>	<b>28,272,430</b>	<b>8,713,874</b>	<b>(1,883,077)</b>	<b>(16,816,295)</b>	<b>333,533</b>	<b>(12,879,117)</b>

## STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

Period from 1 April 2019 to 30 June 2019	Share Capital	Share Premium	General Reserve	Fair Value Reserve	Retained Earnings	Total
Balance as at 01 April 2019	40,188,745	173,151,693	225,000,000	35,215,414	401,728,073	875,283,925
Profit for the quarter ended 30 June 2019	-	-	-	-	(14,241,114)	(14,241,114)
Other comprehensive income for the quarter ended 30 June 2019	-	-	-	-	-	-
<b>Balance as at 30 June 2019</b>	<b>40,188,745</b>	<b>173,151,693</b>	<b>225,000,000</b>	<b>35,215,414</b>	<b>387,486,959</b>	<b>861,042,811</b>

Period from 1 July 2019 to 30 September 2019	Share Capital	Share Premium	General Reserve	Fair Value Reserve	Retained Earnings	Total
Balance as at 01 July 2019	40,188,745	173,151,693	225,000,000	35,215,414	401,728,073	875,283,925
Profit for the quarter ended 30 September 2019	-	-	-	-	15,947,715	15,947,715
Other comprehensive income for the quarter ended 30 September 2019	-	-	-	-	-	-
<b>Balance as at 30 September 2019</b>	<b>40,188,745</b>	<b>173,151,693</b>	<b>225,000,000</b>	<b>35,215,414</b>	<b>417,675,788</b>	<b>891,231,640</b>

Period from 1 October 2019 to 31 December 2019	Share Capital	Share Premium	General Reserve	Fair Value Reserve	Retained Earnings	Total
Balance as at 01 October 2019	40,188,745	173,151,693	225,000,000	35,215,414	417,675,788	891,231,640
Profit for the quarter ended 31 December 2019	-	-	-	-	10,199,550	10,199,550
Other comprehensive income for the quarter ended 31 December 2019	-	-	-	9,311,580	-	9,311,580
<b>Balance as at 31 December 2019</b>	<b>40,188,745</b>	<b>173,151,693</b>	<b>225,000,000</b>	<b>44,526,994</b>	<b>427,875,338</b>	<b>910,742,770</b>

Period from 1 October 2018 to 31 December 2018 (Audited)	Share Capital	Share Premium	General Reserve	Fair Value Reserve	Retained Earnings	Total
Balance as at 01 October 2018	40,188,745	173,151,693	225,000,000	61,287,838	447,673,985	947,302,261
Profit for the quarter ended 31 December 2018	-	-	-	-	13,494,231	13,494,231
Other comprehensive income for the quarter ended 31 December 2018	-	-	-	(26,072,424)	-	(26,072,424)
<b>Balance as at 31 December 2018</b>	<b>40,188,745</b>	<b>173,151,693</b>	<b>225,000,000</b>	<b>35,215,414</b>	<b>461,168,216</b>	<b>934,724,068</b>

## OUR SHARE

Trading of the Company shares at Maldives Stock Exchange include 13 transactions during the 04<sup>th</sup> quarter. The last trading activity was carried out on 26<sup>th</sup> December 2019 at MVR 20.00

The Dividend yield for MTCC Share is being calculated based on dividend value of MVR 2.60 approved by the Shareholders in the 2017 Annual General Meeting. No dividend was declared for the year 2018.

	04 <sup>th</sup> Quarter, 2019	03 <sup>rd</sup> Quarter, 2019
Lowest traded price (MVR)	20	20
Highest traded price (MVR)	25	33
Last traded price (MVR)	20	25
Weighted average traded price (MVR)	21.71	23.19
No. of shares traded	5949	4745
Value of Shares (MVR)	129,130	109,600
Market capitalization (MVR millions)	160.75	201
Dividend Yield	13.00%	10.40%
Earnings per share (MVR)	1.269	1.984
Price Earnings Ratio	15.76	12.60

# STATEMENT OF COMPLIANCE

This Report has been prepared in compliance with CMDA's Minimum Periodic Reporting Requirements for Listed Companies. The 04<sup>th</sup> quarter report of 2019 includes the milestones achieved during the quarter.

It also includes the share activities at the Maldives Stock Exchange and discloses all information obligated by the Continuing Disclosure Obligations of Issuers of the Capital Market Development Authority.

This report was published on 30<sup>th</sup> January 2020.

# Maldives Transport and Contracting Company

7th Floor, MTCC Tower, Boduthakurufaanu Magu, Male'

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Fax: +960 3323221

Email: [info@mtcc.com.mv](mailto:info@mtcc.com.mv)

Website: [mtcc.mv](http://mtcc.mv)



/ MTCCPlc



/ mtcc.plc



/ mtccplc