



**MTDC**

MALDIVES  
TOURISM DEVELOPMENT  
CORPORATION

**FIRST QUARTER REPORT  
JANUARY TO MARCH  
2023**

**Name of the Company**

Maldives Tourism Development Corporation Plc

**Registered Address**

First Floor, G. Fathuruvehi  
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 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.

This is the first quarter report of Maldives Tourism Development Corporation Pc for the year 2023. This report has been prepared in compliance with Capital Market Development Authority's minimum criteria for periodic reporting requirements for listed entities.

This report includes events for the period from 1st January 2023 to 31<sup>st</sup> March 2023. This report was published on 30<sup>th</sup> April 2023

## BOARD OF DIRECTORS (AS OF 31<sup>ST</sup> MARCH 2023)

**Note:** During the 1<sup>st</sup> Quarter of 2023, there was a change in the board.

NAME	POSITION	REPRESENTATION
Mr. Abdulla Faiz	Chairman (from 6 <sup>th</sup> February 2019)	Non-Executive
Mr. Thazmeel Abdul Samad	Managing Director (from 24 <sup>th</sup> January 2019)	Executive
Ms. Aishath Fazeena	Director (from 9 <sup>th</sup> June 2022)	Non-Executive
Mr. Mohamed Janah	Director (from 6 <sup>th</sup> February 2019)	Non-Executive
Mr. Mohamed Fathih	Director (from 6 <sup>th</sup> February 2019)	Non-Executive
Ms. Asamy Rushdy	Director (from 9 <sup>th</sup> June 2022)	Non-Executive
Ms. Aminath Azlifa	Director (from 9 <sup>th</sup> June 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 9 <sup>th</sup> June 2022)	Non-Executive
Mr. Ibrahim Latheef	Director (from 2 <sup>nd</sup> March 2023)	Non-Executive

## AUDIT & RISK MANAGEMENT COMMITTEE MEMBERS

NAME	POSITION	REPRESENTATION
Ms. Aishath Fazeena	Director (from 20th September 2020)	Non-Executive
Mr. Mohamed Janah	Director (from 20th September 2020)	Non-Executive
Ms. Asamy Rushdy	Director (from 30th June 2022)	Non-Executive
Mr. Mohamed Fathih	Director (from 30th June 2022)	Non-Executive
Mr. Ibrahim Latheef	Director ( from 2nd March 2023)	Non-Executive

## NOMINATION AND REMUNERATION COMMITTEE MEMBERS

NAME	POSITION	REPRESENTATION
Ms. Aminath Azlifa	Director (from 30 <sup>th</sup> June 2022)	Non-Executive
Ms. Aishath Fazeena	Director (from 20 <sup>th</sup> September 2020)	Non-Executive
Mr. Mohamed Fathih	Director (from 30 <sup>th</sup> June 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 30 <sup>th</sup> June 2022)	Non-Executive

## CORPORATE GOVERNANCE AND COMPLIANCE COMMITTEE MEMBERS

NAME	POSITION	REPRESENTATION
Ms. Asamy Rushdy	Director (from 20 <sup>th</sup> September 2022)	Non-Executive
Mr. Mohamed Janah	Director (from 30 <sup>th</sup> June 2022)	Non-Executive
Ms. Aminath Azlifa	Director (from 30 <sup>th</sup> June 2022)	Non-Executive
Ms. Aishath Leeza	Director (from 30 <sup>th</sup> June 2022)	Non-Executive
Mr. Ibrahim Latheef	Director (from 2 <sup>nd</sup> March 2023)	Non-Executive

**Company Secretary**

Ms. Mariyam Leena Ali

**Appointed Auditors of the Company**

KPMG,

H.Mialani, 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,

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.
- 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> March 2023**

##### **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: JV model

Details: 5-star

Status: Under development, 40% complete



#### **4. EMPLOYMENT DATA.**

Number of Staff: 16 Employees

#### **5. BOARD RELATED DETAILS**

Two board meetings were held during the 1<sup>st</sup> Quarter of 2023 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 14
- ❖ Lowest Traded Price - MVR 10
- ❖ Market Capitalization - MVR 340,873,540
- ❖ Weighted Average Traded price: MVR 10.31
- ❖ Price Earnings Ratio – 35.11 times
- ❖ Last traded Price: MVR 13
- ❖ Dividend yield – 6%
- ❖ Number of trades under the statistics - 32
- ❖ Volume of trades under the statistics - 9050
- ❖ Value of trades under the statistics - 93300

## **7. CORPORATE GOVERNANCE COMPLIANCE.**

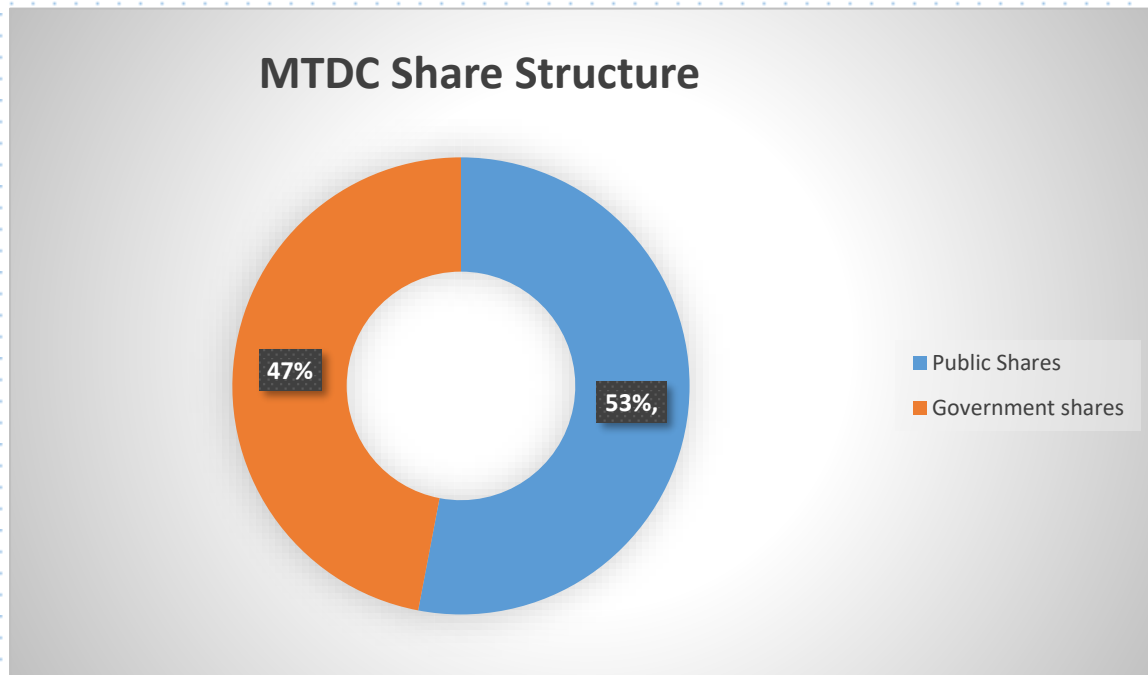
MTDC strives to adhere to the highest principles of Corporate Governance Code of the CMDA by establishing standards and systems that promotes transparency, accountability, integrity, and fairness at all levels and in all spheres of its operations.

Relevant information on company business operations had been provided to shareholders on a timely basis via media.

All fees and taxes have been paid to date to relevant authorities in compliance with the Companies Act as well as other relevant regulations and acts.

The 1<sup>st</sup> Quarter of 2023 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



**FINANCIAL HIGHLIGHTS OF THIS QUARTER**

<b>TOTAL REVENUE</b>	<b>TOTAL EXPENSES</b>	<b>TOTAL OTHER GAINS</b>
USD 1,853,360	USD 679,516	USD 47,066
<b>EARNING PER SHARE</b>	<b>NET ASSET PER SHARE</b>	<b>CASHFLOW PER SHARE</b>
0.02	2.70	0.14

# MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

## STATEMENT OF COMPREHENSIVE INCOME

Unaudited Financial Statements

For the periods

**Restated**

**Audited**

	<b>31-Mar-23</b>	<b>31-Dec-22</b>
	<b>US\$</b>	<b>US\$</b>
Revenue	1,853,360	1,834,361
Cost of Operations	(571,717)	(630,289)
<b>Gross Profit</b>	<b>1,281,643</b>	<b>1,204,072</b>
Administrative Expenses	(416,082)	(241,912)
<b>Results from Operating Activities</b>	<b>865,562</b>	<b>962,160</b>
Finance Income	47,066	66,927
Finance Costs	(148,871)	(630,179)
Net Finance Income / (Costs)	(101,805)	(563,252)
<b>Profit / (Loss) Before Tax</b>	<b>763,757</b>	<b>398,908</b>
Tax (Expense)/credit	(114,563)	(68,997)
<b>Profit / (Loss) for the period</b>	<b>649,193</b>	<b>329,911</b>
Basic Earnings / (Loss) Per Share	0.02	0.01

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared based on the same accounting policies and methods applied for the year ended 31 December 2022.

30<sup>th</sup> April 2023

# MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

## STATEMENT OF FINANCIAL POSITION

Unaudited Financial Statements

For the periods

(All Amounts in United States Dollars (USD))

	Note	As at 31-Mar-23	RESTATED Audited As at 31-Dec-22
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment		1,653,425	1,660,187
Right to use of Assets		122,555	133,699
Intangible Assets		4,369	7,162
Equity Investment Measured at FVOCI		11,102,500	11,102,500
Net Investment in Sub lease		75,271,381	74,498,763
Deferred Tax Assets		5,776	5,776
<b>Total Non-Current Assets</b>		<b>88,160,006</b>	<b>87,408,087</b>
<b>Current Assets</b>			
Other Receivables		73,563	29,203
Short-Term Investments		4,060,579	4,061,231
Cash and Cash Equivalents		4,672,299	5,010,491
<b>Total Current Assets</b>		<b>8,806,440</b>	<b>9,100,925</b>
<b>Total Assets</b>		<b>96,966,446</b>	<b>96,509,012</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		25,763,371	25,114,178
<b>Total Equity</b>		<b>52,554,505</b>	<b>51,905,312</b>
<b>Non-Current Liabilities</b>			
Lease Liability		24,866,755	24,737,592
Payables to Government of Maldives		12,226,599	12,077,728
<b>Total Non-Current Liabilities</b>		<b>37,093,354</b>	<b>36,815,320</b>
<b>Current Liabilities</b>			
Payables to the Government		2,013,880	2,013,880
Trade and Other Payables		4,008,638	4,069,263
Current portion of Lease Liability		458,551	458,551
Tax Payable		837,517	1,246,686
<b>Total Current Liabilities</b>		<b>7,318,587</b>	<b>7,788,380</b>
<b>Total Liabilities</b>		<b>44,411,941</b>	<b>44,603,700</b>
<b>Total Equity and Liabilities</b>		<b>96,966,446</b>	<b>96,509,012</b>

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared based on the same accounting policies and methods applied for the year ended 31 December 2022.

30<sup>th</sup> April 2023

# MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

## STATEMENT OF CHANGES IN EQUITY

Unaudited Financial Statements

For the periods

	Share Capital	Share Premium	Retained Earnings	Total
	US\$	US\$	US\$	US\$
As at 1st October 2022	26,183,719	607,415	24,784,267	51,575,401
Comprehensive Income for the Period			329,911	329,911
<b>As at 31st December 2022 (Audited)</b>	<b>26,183,719</b>	<b>607,415</b>	<b>25,114,178</b>	<b>51,905,312</b>
As at 1st January 2023	26,183,719	607,415	25,114,178	51,905,312
Total Comprehensive Income for the Period			649,193	649,193
<b>As at 31st March 2023</b>	<b>26,183,719</b>	<b>607,415</b>	<b>25,763,371</b>	<b>52,554,505</b>

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared based on the same accounting policies and methods applied for the year ended 31 December 2022.

30<sup>th</sup> April 2023

# MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

## STATEMENT OF CASH FLOW (UNAUDITED) FOR THE PERIOD ENDED

	31-Mar-23 US\$	RESTATED Audited 31-Dec-22 US\$
<b>Cash Flows from Operating Activities</b>		
Profit / (Loss) Before Tax	763,757	398,906
<b>Adjustments for:</b>		
Interest Income on Net Investment in Sub leases	(1,853,360)	(1,834,361)
Interest Income on Fixed Deposits	(47,066)	
Interest Income on Treasury Bills	-	(66,928)
Depreciation of Property Plant and Equipment	10,131	22,039
Amortization of Right of Use Assets	11,142	-
Amortization of Intangible Assets	2,793	2,477
Interest on Lease Liabilities	574,622	630,289
Interest on Payable to the Government of Maldives	148,871	586,628
<b>Operating Loss Before Working Capital Changes</b>	(389,110)	(260,950)
<b>Changes in:</b>		
Other Receivables	(44,360)	2,383
Trade and Other Payables	(142,973)	8,316
<b>Cash Used in Operating Activities</b>	(576,443)	(250,251)
Sub Lease Rent Received	1,080,742	1,080,742
Head Lease Rent Paid	(445,459)	(2,931,840)
Tax Paid	(409,169)	(231,522)
<b>Net Cash From / (Used In) Operating Activities</b>	(350,328)	(2,332,871)
<b>Cash Flows from Investing Activities</b>		
Acquisition of Property, Plant and Equipment	(3,368)	(58,642)
Acquisition of Intangible Assets	-	-
Movement in short term investments	-	2,458,980
Movement in Overdraft Facility	-	(616,359)
Interest received from Fixed Deposit	47,719	29,731
<b>Net Cash (Used In) / From Investing Activities</b>	44,351	1,813,710
<b>Cash Flows from Financing Activities</b>		
Dividend Paid during the Year	(32,215)	(20,933)
<b>Net Cash Used in Financing Activities</b>	(32,215)	(20,933)
Net Increase in Cash and Cash Equivalents	(338,192)	(540,094)
Cash and Cash Equivalents at the Beginning of the period	5,010,491	5,550,585
Cash and Cash Equivalents at the End of the Period	4,672,299	5,010,491



# MALDIVES TOURISM DEVELOPMENT CORPORATION PLC

Figures in brackets indicate deductions.

Note: The above figures are subject to audit. The provisional financial statements have been prepared based on the same accounting policies and methods applied for the year ended 31 December 2022.



Thazmeel Abdul Samad  
Managing Director



Ibrahim Latheef  
Chief Financial Officer



Aishath Fazeena  
Chairperson, Audit and  
Risk Management Committee

30<sup>th</sup> April 2023