MALDIVES FUND
MANAGEMENT CORPORATION

QUARTERLY REPORT 2025

Quarter -2

Contents

1. Financial Highlights

Details	Amount (MVR)	Variance from the previous quarter
Revenue	0.00	0%
Operating Loss	(5,325,214)	-10%
Earnings per Share	(0.12)	-10%
Net Loss	(6,586,831)	-8%

2. Operational Highlights

2.1 Giraavaru Residential City Development

- As of September 2024, a total of 55.8 hectares of land has been reclaimed at Giraavaru Lagoon and the full advance payment of USD 37.5 million has been made to the contractor.
- The project has been on hold due to the ongoing disputes between the contractor and MFMC. Further, the Government of Maldives is in the process of deliberating key decisions related to major changes in project implementation.

2.2 Dhiyaneru Lagoon 2 Marina & Harbor Development

- Discussions are ongoing with potential investors to explore opportunities and finalize development plans for the lagoon.

2.3 Hankede Integrated Tourism Development

- Formal discussions with the Ministry of Finance are underway to facilitate the approval of loan facility agreements for the financing of the project.
- Final preparations are in progress to initiate project mobilization upon receipt of advance payment required for the project.
- Preparatory work is also nearing completion for the signing of Hotel Management Agreements (HMAs) with the two international hotel operators, TIME Hotels and Conduit House.

2.4 Gaafaru Integrated Tourism Development

- Meetings are being organized with potential investors to explore opportunities and finalize plans for the lagoon's development.

2.5 Investment, Funds and Finance

- Roll-over of the commercial paper note issued to a licensed financial institution by MMA for financing Ocean Connect Maldives (OCM)'s subsea cable project for an additional 3 months.
- As part of the SOE Reform Agenda, it had been decided to dissolve Maldives Integrated Tourism Development Corporation (MITDC) and transfer the mandate and ongoing projects to MFMC. The Government further revised its decision to dissolve MFMC's subsidiary Agro National Corporation and deliberated to transfer the shares of the Company to Maldives Industrial Development Free Zone (MIDFZ) as a subsidiary. The related work is currently on-going.
- External audit for the financial year 2023 for MFMC and subsidiaries are ongoing and is expected to be concluded within Quarter 3 of 2025 upon confirmation of asset valuation. MFMC is also preparing for the external audit of 2024 and will initiate audit works during Q3 2025.
- MFMC is actively in discussion with the Ministry of Finance to facilitate the arrangement of outstanding payments to Reliance Jio for OCM's submarine cable project.

2.6 Other Highlights

- None.

2.7 Current Business Position

MFMC is currently working on development and implementation of transforming key strategic assets assigned by the Government into financially viable projects that are designed to stimulate economic growth within the nation. The company has initiated the launch of 3 key investment funds across important sectors of the country, namely tourism, infrastructure and renewable energy, and investments to date by the company are expected to be structured within these 3 broad funds over the medium-term.

2.8 Business Concepts

The company's business model is centered on the following, where a phased approach leads to the creation of value within areas of work.

- Understand Financing Requirement
- Fundraising Efforts
- Development and implementation of state-led strategic initiatives

How well business objectives and goals are achieved

- The company currently prioritizes raising investment for strategic projects and assets of the Government of Maldives.
- MFMC takes priority in investing in sustainable projects which are strategically targeted to increase the utilization of sustainable resources and maximize returns for investors.
- MFMC aims to facilitate development of key infrastructural assets across different regions in the Maldives. These massive projects will reduce the high level of congestion in the capital and enhance the standard of living of society.
- All the corporate functions of MFMC are designed with social stewardship in mind to build capable employees responsible for the sustainable growth of the corporation and enabling the achievement of the overall vision of the company.
- Major developments have been achieved in mobilizing the strategic projects handed over by the Government and securing indicative terms for meeting financing requirements with potential financiers.

3. Market Highlights

3.1 Launching of new products

- None.

3.2 Advertising and Promotion

- Maintaining our social media platforms by maintaining a consistent and engaging online presence via curated content. The social media posts include:
  - Holiday Greetings Posts:
    - Hajj Day Post
    - Eid Greetings Post
    - Islamic New Year Post

3.3 Partnership with any other suppliers

- None.

3.4 Diversification

- None.

4. Board Activities

Directors Name	Designation	Board meeting	Audit Committee	ANR Committee
(Vacant)	Chairperson	n/a	n/a	n/a
Ahmed Nazim	Managing Director/ED	3/3	n/a	n/a
Aishath Shehenaz	NED	3/3	3/3	n/a
Mohamed Fathih	NED	3/3	3/3	n/a

Meeting	Number of Meetings
Board meeting	3
Audit Committee	3
ANR Committee	0

Company Secretary

Aishath Mohamed (Legal Executive and Company Secretary), Maldives Fund Management Corporation.

Appointed Auditors of the Company

Ernst & Young, Maldives

5. Corporate Social Responsibility (CSR) Highlights of 2025, Q2

SN	Activities Carried Out	Amount Spent (MVR)	Target at
1			
2			
	TOTAL Quarterly Spent on CSR Activities	**0.00**	

Note: There were no CSR activities during 2025, Q2.

6. Ongoing Project Details

SN	Project Name	Project Commencement Date	Project Completion Date	Contracted Value	Disbursement Value	% Completed
1	Development of K. Gaafaru Lagoon	n/a (master plan completed, seeking investment & commercial opportunities – the project is valued at USD 1.2 billion)				
2	Hankede Integrated tourism development project	March 2023	Q1, 2028	USD 142 mil	USD 3.5 mil	2%
3	Dhiyaneru Lagoon 2 – Marina and Habor Development	n/a (conceptual plan completed, seeking investment & commercial opportunities – the project is valued at USD 35 million)				
4	K. Giraavaru – Land Reclamation Project	May 2023	Dec 2025	USD 182 mil	USD 37.5 mil	38%

7. Sovereign Guarantee & Other Loans Taken Status

7.1 Sovereign Guarantees

SN	Currency	Purpose	Agreement Date	Maturity Date	Loan Amount	No of Payments required in Contract	No of Payments Made	Outstanding Payment
1	MVR	OCM submarine cable project financing	20th February 2024	20/08/2029 *(to change based on initial disbursement date)*	115.65 million	22 Quarterly installments	-	0.00
2	USD	OCM submarine cable project financing	20th February 2024	20/08/2029 *(to change based on initial disbursement date)*	7.5 million	22 Quarterly installments	-	0.00
								0.00

Note: Loan facility agreement signing and Sovereign Guarantee approval process is ongoing for the financing of Hankede Integrated Tourism Development Project. The Sovereign Guarantee has been issued for loan agreements of OCM submarine cable project; however, the loan facility was suspended towards the end of 2024 before execution of disbursement.

7.2 Shareholder (Government) Loans

SN	Currency	Purpose	Agreement Date	Maturity Date	Loan Amount	No of Payments required in Contract	No of Payments Made	Outstanding Payment
1					0.00			0.00
								0.00

Note: There are no loans taken by the Company directly from the Government.

7.3 Other Loans

No.	Total Loan Amount (MVR)	Outstanding (MVR)
1	100,000,000.00	100,000,000.00
2	2,000,000.00	2,000,000.00

Note 1: This is a Commercial Paper Note (short-term debt instrument) issued by the Company to a MMA approved financial institution which is set to mature on 23rd September 2025.

Note 2: This is a short-term loan facility granted by a SOE for budget support of the company in 2024.

8. Government Injected Funds and Capital Contributions during the year 2025

MODE OF FUNDING	Q4 (MVR)	Q3 (MVR)	Q2 (MVR)	Q1 (MVR)
Capital Contribution	0.00	0.00	9,450,000.00	10,110,000.00
Subsidy	0.00	0.00	0.00	0.00
GRANTS	0.00	0.00	0.00	0.00
Govt shareholding loan	0.00	0.00	0.00	0.00
Total	**0.00**	**0.00**	**9,450,000.00**	**10,110,000.00**

9. Staff Highlights of Year 2025

Senior Management and Higher

		Q4	Q3	Q2	Q1
Male	[NOS]			7	7
Female	[NOS]			1	1
Total	**[NOS]**			**8**	**8**
Total Salary and Other Allowances	**[MVR]**			**944,885,40**	**1,020,303.81**

Management

		Q4	Q3	Q2	Q1
Male	[NOS]			6	6
Female	[NOS]			3	3
Total	**[NOS]**			**9**	**9**
Total Salary and Other Allowances	**[MVR]**			**964,538.44**	**1,014,008.65**

Other Staff

		Q4	Q3	Q2	Q1
Male	[NOS]			19	19
Female	[NOS]			19	21
Total	**[NOS]**			**38**	**40**
Total Salary and Other Allowances	**[MVR]**			**2,152,452.09**	**2,405,524.50**

10. Financial Report

As attached.

QUARTERLY FINANCIAL REPORT

Q2, June 2025

MALDIVES FUND
MANAGEMENT CORPORATION

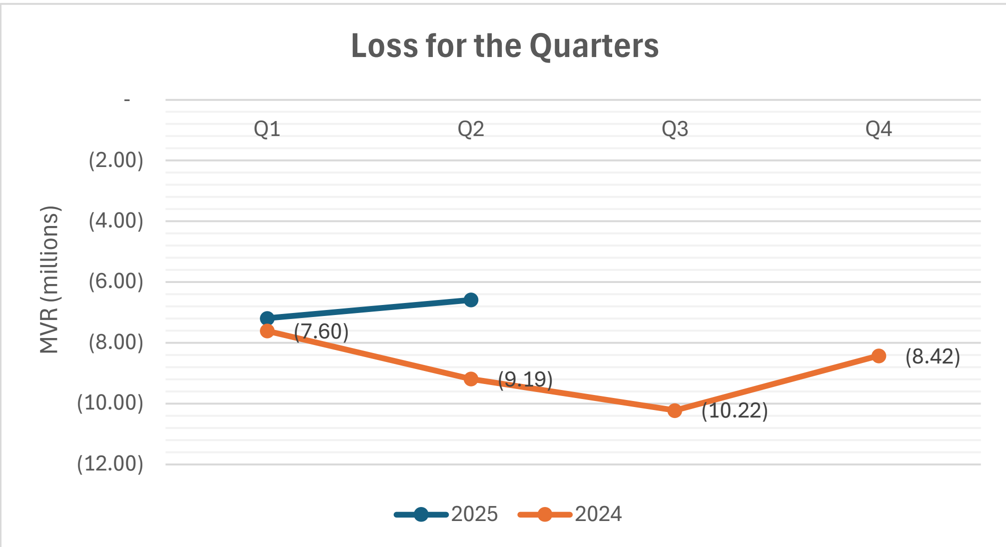
Maldives Fund Management Corporation

QUARTERLY FINANCIAL REPORT - Q2

For the Quarter ended 30 June 2025

Financial Highlights

Details	Amount (MVR)	Change %
Revenue	-	0%
Operating Loss	(5,325,214)	-10%
Loss Per Share	(0.12)	-10%
Net Loss	(6,586,831)	-8%



MALDIVES FUND MANAGEMENT
QUARTERLY FINANCIAL REPORT - Q2

Statement of Profit or Loss and Other Comprehensive Income
For the Quarter ended 30 June 2025

	Note	Q2 2025 Company MVR	Q1 2025 Company MVR	Change %
Revenue	1	-	-	0%
Cost of Sales	2	-	-	0%
Gross Profit / (Loss)		**-**	**-**	**0%**
Other Income	3	192,231	198,807	-3%
Administrative expenses	4	(5,516,895)	(6,101,184)	-9.6%
Selling and marketing expenses	5	(550)	-	0%
Operating loss		**(5,325,214)**	**(5,902,377)**	**-10%**
Net Finance Costs	6	(1,261,617)	(1,287,136)	-2%
Loss before tax		**(6,586,831)**	**(7,189,513)**	**-8%**
Income tax expense		-	-	0%
Loss for the period		**(6,586,831)**	**(7,189,513)**	**-8%**
Other comprehensive income		-	-	0%
Total comprehensive loss for the period		**(6,586,831)**	**(7,189,513)**	**-8%**
Loss per share (MVR)		(0.12)	(0.13)	-10%

Figures in brackets indicate deductions.

MALDIVES FUND MANAGEMENT CORPORATION
QUARTERLY FINANCIAL REPORT - Q2

MALDIVES FUND
MANAGEMENT CORPORATION

Statement of Financial Position

For the Quarter ended 30 June 2025

	Note	Q2 2025 Company MVR	Q1 2025 Company MVR
ASSETS			
Non-current assets			
Property, plant and equipment	7	20,403,255	20,614,379
Intangible assets	8	3,966,433	3,943,028
Right of use assets	9	1,524,416	2,281,397
Investment in subsidiaries	10	396,279,900	396,279,900
Other non-current assets	11	459,389	448,863
Total non-current assets		**422,633,393**	**423,567,566**
Current assets			
Trade and other receivables	12	45,712,128	36,636,260
Other current assets	13	632,457,706	632,452,713
Cash and cash equivalents	14	18,103,821	25,805,109
Total current assets		**696,273,655**	**694,894,082**
TOTAL ASSETS		**1,118,907,048**	**1,118,461,648**
EQUITY AND LIABILITIES			
Equity			
Share capital		544,635,650	535,185,650
Share premium		532,626,460	532,626,460
Accumulated losses		(109,769,875)	(103,183,044)
Total equity		**967,492,235**	**964,629,066**
Non-current liabilities			
Lease liabilities	15	219,314	541,561
Total non-current liabilities		**219,314**	**541,561**
Current liabilities			
Lease liabilities	15	1,559,722	2,096,920
Financial liabilities at amortised cost	16	100,832,235	100,849,950
Trade and other payables	17	43,746,355	45,275,672
Deferred grant	18	5,057,187	5,068,479
Total current liabilities		**151,195,499**	**153,291,021**
Total Equity and Liabilities		**1,118,907,048**	**1,118,461,648**

Figures in brackets indicate deductions.

Statement of Cash Flow

For the Quarter ended 30 June 2025

	Q2 2025 Company MVR	Q1 2025 Company MVR
Operating activities		
Loss before tax from operations	(6,586,831)	(7,189,513)
Adjustments for:		
Depreciation on property, plant and equipment	211,124	217,408
Amortisation of intangible assets	13,565	6,621
Depreciation of right-of-use assets	756,981	756,981
Disposal of property, plant and equipment		12,129
Interest income on security deposit	(10,526)	(10,268)
Discount on financial liabilities	1,213,515	1,217,700
Interest expenses on lease liabilities	58,627	79,704
Operating profit/loss before working capital changes	**(4,343,544)**	**(4,909,238)**
Working capital adjustments:		
- Increase in other assets	(4,992)	52,894
- Increase in trade and other receivables	(9,075,868)	(12,151,360)
- Increase in trade and other payables	7,470,683	11,067,427
- Decrease in deferred grant	(11,293)	(11,169)
Cash flows used in operating activities	**(5,965,015)**	**(5,951,446)**
Discount paid on financial liabilities	(1,231,230)	(1,231,230)
Interest paid on lease liabilities	(58,627)	(79,704)
Net cash flows used in operating activities	**(7,254,872)**	**(7,262,380)**
Investing activities		
Acquisition of property, plant and equipment	-	-
Disposal of property, plant and equipment	-	(12,129)
Cost incurred on Capital WIP	-	-
Investment in subsidiaries	(9,000,000)	(9,462,000)
Net cash flows used in investing activities	**(9,036,973)**	**(9,492,831)**
Financing activities		
Payment of principal portion of lease liabilities	(859,443)	(838,366)
Proceeds from issue of share capital	9,450,000	10,110,000
Proceeds from short-term loan		
Net cash flows from financing activities	**8,590,557**	**9,271,634**
Net increase in cash and cash equivalents	**(7,701,288)**	**(7,483,577)**
Cash and cash equivalent at beginning of quarter	25,805,109	33,288,686
Cash and cash equivalent at end of quarter	**18,103,821**	**25,805,109**

Figures in brackets indicate deductions.

Notes to Financial Statements
For the Quarter ended 30 June 2025

		Q2 2025 Company MVR	Q1 2025 Company MVR
1	**Revenue**		
	Revenue	-	-
2	**Cost of sales**		
	Cost of sales	-	-
3	**Other income**		
	Grant income	11,293	11,169
	Rental income	166,536	167,786
	Late fine and penalties	14,402	19,852
	Other Incomes	-	-
		192,231	**198,807**
4	**Administrative expenses**		
	Personnel costs (4.1)	4,036,863	4,439,837
	Depreciation on property, plant and equipment	211,124	217,408
	Amortisation of intangible assets	13,565	6,621
	Depreciation of right-of-use assets	756,981	756,981
	Fund management costs	-	-
	Stationary and office supplies	22,700	7,979
	Pantry expenses	2,918	3,683
	Bank charges	1,673	3,700
	Travel expenses	1,880	201,487
	Professional fees	194,000	239,000
	Other administrative fees	94,455	65,352
	Utilities	106,398	59,116
	IT expenses	60,932	55,808
	License fees	3,206	2,805
	Transportation and handling	-	-
	Repairs and maintenance	10,200	18,500
	Training and development	-	13,410
	Meeting and refreshments	-	9,497
	Conferences and networking events	-	-
	Miscellaneous expenses	-	-
		5,516,895	**6,101,184**

Notes to Financial Statements

For the Quarter ended 30 June 2025

		Q2 2025 Company MVR	Q1 2025 Company MVR
4.1	**Personnel costs**		
	Wages and Salaries	2,149,743	2,282,579
	Staff Allowance	1,543,888	1,798,218
	Directors Remuneration	191,709	201,185
	Pension Contributions	151,523	157,855
		4,036,863	**4,439,837**
5	**Selling and marketing expenses**		
	Marketing and PR Events	-	-
	Other marketing expenses	550	-
		550	**-**
6	**Net Finance Cost**		
	Finance income from non-current deposits	(10,526)	(10,268)
	Discount on financial liabilities	1,213,515	1,217,700
	Finance cost from lease liabilities	58,627	79,704
		1,261,617	**1,287,136**
7	**Property, plant and equipment**		
7.1	**Furniture and fittings**		
	Cost	1,915,267	1,915,267
	Accumulated depreciation	(714,142)	(666,426)
	Net book value	1,201,125	1,248,841
7.2	**Office equipment**		
	Cost	3,122,863	3,122,863
	Accumulated depreciation	(1,806,535)	(1,682,725)
	Net book value	1,316,328	1,440,139
7.3	**Motor vehicle**		
	Cost	795,000	795,000
	Accumulated depreciation	(331,243)	(291,646)
	Net book value	463,757	503,354
	Net book value	**2,981,210**	**3,192,334**
7.4	**Capital work-in-progress**		
	Assets in-transit		
	Developmental projects	17,422,045	17,422,045
		17,422,045	**17,422,045**

Notes to Financial Statements

For the Quarter ended 30 June 2025

		Q2 2025 Company MVR	Q1 2025 Company MVR
8	**Intangible assets**		
8.1	**Computer softwares**		
	Cost	192,973	192,973
	Software work-in-progress	3,823,889	3,786,918
	Accumulated amortisation	(50,429)	(36,863)
	Net book value	**3,966,433**	**3,943,028**
9	**Right-of-use assets**		
9.1	**Leasehold office buildings**		
	Cost	12,221,213	12,221,213
	Accumulated depreciation	(10,696,797)	(9,939,816)
	Net book value	**1,524,416**	**2,281,397**
10	**Investment in subsidiaries**		
	MFMC Capital	396,240,400	396,240,400
	Agro National	17,000	17,000
	Ocean Connect Maldives	22,500	22,500
		396,279,900	**396,279,900**
11	**Other non-current assets**		
	Refundable security deposits	459,389	448,863
		459,389	**448,863**
12	**Trade and other receivables**		
	Trade receivables		
	Intercompany receivables	13,061,180	11,540,014
	Called up capital	-	-
	Other receivables	32,650,948	25,096,246
		45,712,128	**36,636,260**
13	**Other current assets**		
	Advances and Deposits	632,399,820	632,399,820
	Prepaid expenses	57,886	52,893
		632,457,706	**632,452,713**
14	**Cash and cash equivalents**		
	Cash in hand	3,689	4,655
	Cash at bank	18,100,132	25,800,454
		18,103,821	**25,805,109**

Notes to Financial Statements

For the Quarter ended 30 June 2025

		Q2 2025 Company MVR	Q1 2025 Company MVR
15	**Lease liabilities**		
	Current	1,559,722	2,096,920
	Non-current	219,314	541,561
		1,779,036	**2,638,481**
16	**Financial liabilities at amortised cost**		
	Commercial Paper Notes issued	98,768,770	98,768,770
	Discount payable	63,465	81,180
	Short-term loans	2,000,000	2,000,000
		100,832,235	**100,849,950**
17	**Trade and other payables**		
	Trade Payables	2,184,745	2,232,625
	Inter-company payables	8,712,480	17,712,480
	Payables to SOEs	361,417	362,957
	Payables to Government	4,500	4,500
	Payables to Projects	32,169,584	24,638,354
	Other Payables	3,602	3,237
	Payroll Liabilities	148,187	159,678
	Accrued Expenses	161,841	161,841
		43,746,355	**45,275,672**
18	**Deferred Grant**		
	EU support grant	5,057,187	5,068,479
		5,057,187	**5,068,479**