MFMC

MALDIVES FUND MANAGEMENT CORPORATION

QUARTERLY REPORT 2025

Quarter -1

Contents

1. Financial Highlights

Details	Amount (MVR)	Variance from the previous quarter
Revenue	0.00	0%
Operating Loss	(5,864,988)	-30%
Earnings per Share	(0.13)	-28%
Net Loss	(7,152,124)	-26%

2. Operational Highlights

2.1 Giraavaru Residential City Development

- As of 31st March 2025, a total of 55.8 hectares of land has been reclaimed at Giraavaru Lagoon.
- The total advance payment of USD 37.5 million has been fully paid to the contractor as of Quarter 1, 2025 end.
- Negotiations are underway with the contractor, Ministry of Construction, Housing and Infrastructure to resolve the contractual disputes.

2.2 Dhiyaneru Lagoon 2 Marina & Harbor Development

- Ongoing negotiations are being held with potential investors to explore opportunities and finalize plans for the lagoon's development.

2.3 Hankede Integrated Tourism Development

- Formal communications are ongoing with the Ministry of Finance to finalize the amendments to the facility agreement.
- Final preparations are ongoing to commence the Mobilization of the Project.
- Final preparations are ongoing to complete the signing of the HMA's 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 decided to also dissolve MFMC's subsidiary Agro National Corporation and transfer the mandate and works of the corporation to Maldives Industrial Development Free Zone (MIDFZ). The related work is currently on hold as key decisions are pending.
- External audit for the financial year 2023 for MFMC and subsidiaries are ongoing and is expected to be concluded within Quarter 2 of 2025 upon confirmation of asset valuation. MFMC is also preparing for the external audit of 2024 and will initiate audit works during Q2 2025.
- In February 2025, MFMC engaged in negotiations with Reliance Jio to revise payment terms for OCM's submarine cable project.
- Due to the delay in materializing the disbursement of financing secured via Bank of Ceylon for OCM's submarine cable, MFMC has initiated discussions with other local banks and financial institutions to address the funding gap and ensure the continuation of the 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:
    - Highlights from the Future Hospitality Summit World 2025 Advisory Board Meeting.

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	5/5	n/a	n/a
Aishath Shehenaz	NED	5/5	1/1	n/a
Mohamed Fathih	NED	5/5	1/1	n/a

Meeting	Number of Meetings
Board meeting	5
Audit Committee	1
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, Q1

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, Q1.

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, 2027	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 disbursement has not started as of Q1, 2025.

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 24th June 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	0.00	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**	**0.00**	**10,110,000.00**

9. Staff Highlights of Year 2025

Senior Management and Higher

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

Management

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

Other Staff

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

10. Financial Report

As attached.

QUARTERLY FINANCIAL REPORT

Q1, March 2025

Maldives Fund Management Corporation

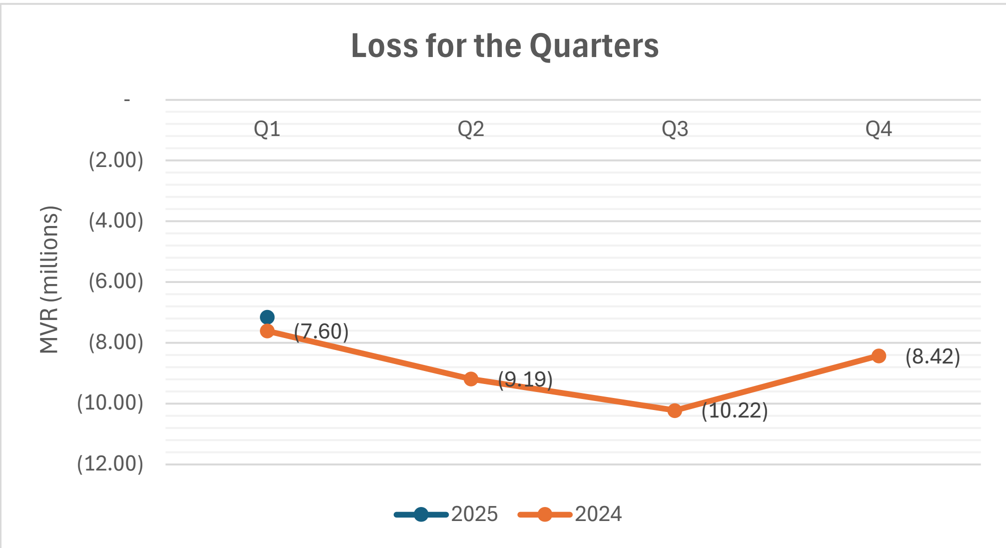
QUARTERLY FINANCIAL REPORT - Q1

For the Quarter ended 31 March 2025

MFMC
MALDIVES FUND
MANAGEMENT CORPORATION

Financial Highlights

Details	Amount (MVR)	Change %
Revenue	-	0%
Operating Loss	(5,864,988)	-30%
Loss Per Share	(0.13)	-28%
Net Loss	(7,152,124)	-26%



MALDIVES FUND MANAGEMENT
QUARTERLY FINANCIAL REPORT - Q1

Statement of Profit or Loss and Other Comprehensive Income
For the Quarter ended 31 March 2025

	Note	Q1 2025 Company MVR	Q4 2024 Company MVR	Change %
Revenue	1	-	-	0%
Cost of Sales	2	-	-	0%
Gross Profit / (Loss)		**-**	**-**	**0%**
Other Income	3	198,807	197,493	1%
Administrative expenses	4	(6,063,795)	(8,353,558)	-27.4%
Selling and marketing expenses	5	-	(232,436)	-100%
Operating loss		**(5,864,988)**	**(8,388,501)**	**-30%**
Net Finance Costs	6	(1,287,136)	(1,335,008)	-4%
Loss before tax		**(7,152,124)**	**(9,723,508)**	**-26%**
Income tax expense		-	-	0%
Loss for the period		**(7,152,124)**	**(9,723,508)**	**-26%**
Other comprehensive income		-	-	0%
Total comprehensive loss for the period		**(7,152,124)**	**(9,723,508)**	**-26%**
Loss per share (MVR)		(0.13)	(0.19)	-28%

Figures in brackets indicate deductions.

MALDIVES FUND MANAGEMENT CORPORATION
QUARTERLY FINANCIAL REPORT - Q1

Statement of Financial Position

As at 31 March 2025

	Note	Q1 2025 Company MVR	Q4 2024 Company MVR
ASSETS			
Non-current assets			
Property, plant and equipment	7	20,614,379	20,831,787
Intangible assets	8	3,943,028	3,930,949
Right of use assets	9	2,281,397	3,038,378
Investment in subsidiaries	10	396,279,900	378,279,900
Other non-current assets	11	448,857	438,589
Total non-current assets		**423,567,560**	**406,519,603**
Current assets			
Trade and other receivables	12	36,603,090	24,451,730
Other current assets	13	632,452,713	632,505,607
Cash and cash equivalents	14	25,805,109	33,288,686
Total current assets		**694,860,912**	**690,246,023**
TOTAL ASSETS		**1,118,428,473**	**1,096,765,626**
EQUITY AND LIABILITIES			
Equity			
Share capital		535,185,650	525,075,650
Share premium		532,626,460	532,626,460
Accumulated losses		(103,145,661)	(95,993,537)
Total equity		**964,666,449**	**961,708,573**
Non-current liabilities			
Lease liabilities	15	541,561	855,915
Total non-current liabilities		**541,561**	**855,915**
Current liabilities			
Lease liabilities	15	2,096,920	2,620,934
Financial liabilities at amortised cost	16	100,849,950	100,863,480
Trade and other payables	17	45,205,113	25,637,075
Deferred grant	18	5,068,479	5,079,648
Total current liabilities		**153,220,463**	**134,201,137**
Total Equity and Liabilities		**1,118,428,473**	**1,096,765,626**

Figures in brackets indicate deductions.

Statement of Cash Flow
For the Quarter ended 31 March 2025

	Q1 2025 Company MVR	Q4 2024 Company MVR
Operating activities		
Loss before tax from operations	(7,152,124)	(9,723,508)
Adjustments for:		
Depreciation on property, plant and equipment	217,408	239,641
Amortisation of intangible assets	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	(10,268)	(10,016)
Discount on financial liabilities	1,217,700	1,244,760
Interest expenses on lease liabilities	79,704	100,264
Operating profit/loss before working capital changes	**(4,871,849)**	**(7,391,878)**
Working capital adjustments:		
- Increase in other assets	52,894	52,894
- Increase in trade and other receivables	(12,151,360)	(14,300,805)
- Increase in trade and other payables	11,030,039	13,192,173
- Decrease in deferred grant	(11,169)	(13,443)
Cash flows used in operating activities	**(5,951,445)**	**(8,461,060)**
Discount paid on financial liabilities	(1,231,230)	(1,231,230)
Interest paid on lease liabilities	(79,704)	(100,264)
Net cash flows used in operating activities	**(7,262,379)**	**(9,792,553)**
Investing activities		
Acquisition of property, plant and equipment	0	(152,583)
Disposal of property, plant and equipment	(12,129)	
Cost incurred on Capital WIP	-	-
Investment in subsidiaries	(9,462,000)	(10,065,000)
Net cash flows used in investing activities	**(9,492,831)**	**(10,275,185)**
Financing activities		
Payment of principal portion of lease liabilities	(838,367)	(817,806)
Proceeds from issue of share capital	10,110,000	6,300,000
Proceeds from short-term loan		
Net cash flows from financing activities	**9,271,633**	**5,482,194**
Net increase in cash and cash equivalents	**(7,483,577)**	**(14,585,545)**
Cash and cash equivalent at beginning of quarter	33,288,686	47,874,231
Cash and cash equivalent at end of quarter	**25,805,109**	**33,288,686**

Figures in brackets indicate deductions.

Notes to Financial Statements

For the Quarter ended 31 March 2025

		Q1 2025 Company MVR	Q4 2024 Company MVR
1	**Revenue**		
	Revenue	-	-
			-
2	**Cost of sales**		
	Cost of sales	-	-
			-
3	**Other income**		
	Grant income	11,169	13,443
	Rental income	167,786	170,286
	Late fine and penalties	19,852	13,764
	Other Incomes	-	-
		198,807	**197,493**
4	**Administrative expenses**		
	Personnel costs (4.1)	4,439,837	4,313,572
	Depreciation on property, plant and equipment	217,408	239,641
	Amortisation of intangible assets	6,621	-
	Depreciation of right-of-use assets	756,981	756,981
	Fund management costs	-	940,006
	Stationary and office supplies	7,979	5,069
	Pantry expenses	3,683	7,377
	Bank charges	3,700	7,589
	Travel expenses	201,487	683,411
	Professional fees	202,000	876,675
	Other administrative fees	65,352	188,040
	Utilities	58,727	164,820
	IT expenses	55,808	57,364
	License fees	2,805	1,673
	Transportation and handling	-	-
	Repairs and maintenance	18,500	22,232
	Training and development	13,410	71,663
	Meeting and refreshments	9,497	17,445
	Conferences and networking events	-	-
	Miscellaneous expenses	-	(0)
		6,063,795	**8,353,558**

Notes to Financial Statements

For the Quarter ended 31 March 2025

		Q1 2025 Company MVR	Q4 2024 Company MVR
4.1	**Personnel costs**		
	Wages and Salaries	2,282,579	2,301,133
	Staff Allowance	1,798,218	1,658,594
	Directors Remuneration	201,185	191,233
	Pension Contributions	157,855	162,613
		4,439,837	**4,313,572**
5	**Selling and marketing expenses**		
	Marketing and PR Events	-	190,770
	Other marketing expenses	-	41,667
		-	**232,436**
6	**Net Finance Cost**		
	Finance income from non-current deposits	(10,268)	(10,016)
	Discount on financial liabilities	1,217,700	1,244,760
	Finance cost from lease liabilities	79,704	100,264
		1,287,136	**1,335,008**
7	**Property, plant and equipment**		
7.1	**Furniture and fittings**		
	Cost	1,915,267	1,915,267
	Accumulated depreciation	(666,426)	(619,235)
	Net book value	1,248,841	1,296,032
7.2	**Office equipment**		
	Cost	3,122,863	3,134,992
	Accumulated depreciation	(1,682,725)	(1,563,800)
	Net book value	1,440,139	1,571,193
7.3	**Motor vehicle**		
	Cost	795,000	795,000
	Accumulated depreciation	(291,646)	(252,483)
	Net book value	503,354	542,517
	Net book value	**3,192,334**	**3,409,742**
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 31 March 2025

		Q1 2025 Company MVR	Q4 2024 Company MVR
8	**Intangible assets**		
8.1	**Computer softwares**		
	Cost	192,973	30,273
	Software work-in-progress	3,786,918	3,930,918
	Accumulated amortisation	(36,863)	(30,242)
	Net book value	**3,943,028**	**3,930,949**
9	**Right-of-use assets**		
9.1	**Leasehold office buildings**		
	Cost	12,221,213	12,221,213
	Accumulated depreciation	(9,939,816)	(9,182,835)
	Net book value	**2,281,397**	**3,038,378**
10	**Investment in subsidiaries**		
	MFMC Capital	396,240,400	378,242,200
	Agro National	17,000	15,200
	Ocean Connect Maldives	22,500	22,500
		396,279,900	**378,279,900**
11	**Other non-current assets**		
	Refundable security deposits	448,857	438,589
		448,857	**438,589**
12	**Trade and other receivables**		
	Trade receivables		
	Intercompany receivables	11,506,844	10,058,558
	Called up capital	-	-
	Other receivables	25,096,246	14,393,172
		36,603,090	**24,451,730**
13	**Other current assets**		
	Advances and Deposits	632,399,820	632,399,820
	Prepaid expenses	52,893	105,787
		632,452,713	**632,505,607**
14	**Cash and cash equivalents**		
	Cash in hand	4,655	1,638
	Cash at bank	25,800,454	33,287,048
		25,805,109	**33,288,686**

Notes to Financial Statements

For the Quarter ended 31 March 2025

		Q1 2025 Company MVR	Q4 2024 Company MVR
15	**Lease liabilities**		
	Current	2,096,920	2,620,934
	Non-current	541,561	855,915
		2,638,481	**3,476,849**
16	**Financial liabilities at amortised cost**		
	Commercial Paper Notes issued	98,768,770	98,768,770
	Discount payable	81,180	94,710
	Short-term loans	2,000,000	2,000,000
		100,849,950	**100,863,480**
17	**Trade and other payables**		
	Trade Payables	2,162,455	1,850,415
	Inter-company payables	17,712,480	9,174,480
	Payables to SOEs	362,957	299,287
	Payables to Government	4,500	4,500
	Payables to Projects	24,638,354	13,957,124
	Other Payables	3,237	925
	Payroll Liabilities	159,678	146,048
	Accrued Expenses	161,452	204,296
		45,205,113	**25,637,075**
18	**Deferred Grant**		
	EU support grant	5,068,479	5,079,648
		5,068,479	**5,079,648**