

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION LTD

QUARTERLY REPORT

FOR THE PERIOD ENDING SEPTEMBER 2021

mitdc

1. FINANCIAL HIGHLIGHTS

Summary

Summary	SEP - 2021	JUN - 2021	SEP - 2020
Revenue	62,264	115,094	45,000
Operating Profit/(Loss)	(1,938,545)	(1,876,524)	(1,859,310)
Net Profit/(Loss)	(5,794,438)	(5,737,678)	(5,735,338)
Earnings per Share*	(2.06)	(2.23)	(2.83)

* Rufiyaa per Share



Comparative Changes

	SEP - 2021	JUN - 2021	Change	% Change
Revenue	62,264	115,094	(52,830)	46%
Operating Profit/(Loss)	(1,938,545)	(1,876,524)	(62,022)	-3%
Net Profit/(Loss)	(5,794,438)	(5,737,678)	(56,760)	-1%
Earnings per Share*	(2.06)	(2.23)	0.17	8%

	SEP - 2021	SEP - 2020	Change	% Change
Revenue	62,264	45,000	17,264	38%
Operating Profit/(Loss)	(1,938,545)	(1,859,310)	(79,235)	-4%
Net Profit/(Loss)	(5,794,438)	(5,735,338)	(59,100)	-1%
Earnings per Share*	(2.06)	(2.83)	0.77	27%

Income was generated from L.Baresdhoo Caretaking Agreement. First agreement was signed in 2020, followed by a new agreement from January 2021 which was terminated in April 2021. A new agreement started generating income from June 2021 onwards as per agreement terms.

The increase in operating losses in quarter 3 of 2021 compared to the quarter 2 of 2021 is due to decrease in income due to termination of the 2021 initial Baresdhoo Caretaker Agreement.

Compared to quarter 3 of 2020, the operating cost are higher in quarter 3 of 2021, mainly because to 2 factors, (i) revision in payroll for the year 2020 due to Covid 2019, (ii) Internal audit monthly fees for retainer that started in November 2020.

Company's Administrative expenses are financed by the capital contribution by Ministry of Finance as Share Capital to the company at this stage as no significant Revenue is generated from operations.

2. COMPLIANCE UPDATE

Tax Compliance	
GST	This company is in compliance with GST and GST should be submitted in quarterly basis. Quarter 1, 2021 was due on 28 th April 2021, Submitted . Quarter 2, 2021 is due on 28 th July 2021, Submitted . Quarter 3, 2021 is due on 28 th October 2021, Not Submitted .
Business Profit Tax	BPT Final return 2018 is due on 30 th June 2019, Submitted . BPT Final return 2019 is due on 16 th August 2020, Not Submitted . BPT Final return 2020 is due on 30 th August 2021, Not Submitted .
Pension Compliance	Company is in compliance with Pension Administration Act since December 2016.

3. OPERATIONAL HIGHLIGHTS

PROJECT UPDATE

Kaashidhoo Project is on hold as the land plot is currently not a property of MITDC. Management with the help of government ministries, is working on finding a solution and kick start these Baresdhoo and Kaashidhoo project at the earliest. Management is also trying to identify a suitable party to develop these two projects and relevant works are being carried out to evaluate these potential investors.

4. ONGOING PROJECT DETAILS

#	Project Name	Project Commencement Date	Project Completion Date	Project Value (MVR)	Completed Value (MVR)	Project Completion %
1	Kaashidhoo Integrated Tourism Development Project (Kaashidhoo Tourist Village)	2017	TBD	TBD	TBD	TBD
2	Laamu Baresdhoo Integrated Tourism Development Project	2017	TBD	TBD	TBD	TBD

* TBD – To be determined after negotiations with new investors.

5. BOARD ACTIVITIES

MEETING	NUMBER OF MEETING
Board Meeting	2
Progress Meeting	-
Audit Committee	-
Remuneration Committee	-
Discipline Committee	-
Total	2

BOARD ATTENDANCE						
Directors Name	Designation	Board meeting	Progress Meeting	Audit Committee	Remuneration Committee	Discipline Committee
Abdulla Naseer Mohamed	Chairman	2/2	0/0	0/0	0/0	0/0
Mohamed Raaidh	Managing Director	2/2	0/0	0/0	0/0	0/0
Simana Ismail	Non-Executive Director	1/2	0/0	0/0	0/0	0/0
Ali Nabeel	Non-Executive Director	1/1	0/0	0/0	0/0	0/0
Moosa Musthafa	Non-Executive Director	1/2	0/0	0/0	0/0	0/0
Fathimath Asiya	Non-Executive Director	1/1	0/0	0/0	0/0	0/0

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION (MITDC)

Statement of Comprehensive Income

(All the amounts are stated in Maldives Rufiyaa MVR)

	Note	2021 AS AT 30 SEP	2021 AS AT 30 JUN	2020 AS AT 30 SEP	Q3-2021	Q2-2021	Q3-2020
Revenue	6	177,359	115,094	135,000	62,264	115,094	45,000
Gross Profit		177,359	115,094	135,000	62,264	115,094	45,000
Administrative Expenses	7	(5,925,697)	(3,933,008)	(5,901,694)	(1,992,689)	(1,991,618)	(1,898,310)
Sales & Marketing Expenses	8	(54,667)	(46,546)	(20,921)	(8,121)	-	(6,000)
Operating Profit/ (Loss)		(5,803,005)	(3,864,460)	(5,787,615)	(1,938,545)	(1,876,524)	(1,859,310)
Financing Cost	9	(11,583,308)	(7,727,415)	(11,641,957)	(3,855,893)	(3,861,154)	(3,876,028)
Other Income	10	-	-	-	-	-	-
Net Profit/ (Loss) Before Tax		(17,386,313)	(11,591,874)	(17,429,572)	(5,794,438)	(5,737,678)	(5,735,338)
Tax Expense	11	-	-	-	-	-	-
Net Profit/ (Loss) After Tax		(17,386,313)	(11,591,874)	(17,429,572)	(5,794,438)	(5,737,678)	(5,735,338)
Earning Per Share (in Rufiyaa)		(6.19)	(4.51)	(8.60)	(2.06)	(2.23)	(2.83)

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION (MITDC)

Statement of Financial Position

(All the amounts are stated in Maldives Rufiyaa MVR)

	Note	2021 AS AT 31 SEP	2021 AS AT 30 JUN	2020 AS AT 31 SEP
ASSETS				
Non- Current Assets				
Property, Plant & Equipment	12	276,198	312,127	416,522
Right-of-use Assets	13	658,853	810,895	1,267,024
Investment Property	14	128,878,049	129,492,170	130,899,687
Intangible Assets	15	-	-	-
Work- in Progress (WIP)	16	26,774,748	26,774,748	26,721,446
		156,587,847	157,389,940	159,304,680
Current Assets				
Trade & Other Receivables	17	721,276	720,036	692,277
Cash & Cash Equivalents	18	2,123,089	988,695	460,683
		2,844,365	1,708,730	1,152,960
TOTAL ASSETS		159,432,213	159,098,670	160,457,640
EQUITY & LIABILITIES				
Share Capital & Reserves				
Share Capital	19	28,096,543	25,726,952	20,258,685
Advance Received against Share Capital	19	(3,041,755)	(3,041,755)	(3,041,755)
Retained Earnings		(99,664,646)	(93,870,207)	(76,517,781)
		(74,609,857)	(71,185,010)	(59,300,851)
Non-Current Liabilities				
Lease Liability	22	128,282,512	124,426,619	128,967,987
		128,282,512	124,426,619	128,967,987
Current Liabilities				
Trade & Other Payables	20	63,174,559	63,092,062	63,625,504
Short Term Borrowings	21	15,420,000	15,420,000	15,420,000
Lease Liability	22	27,165,000	27,345,000	11,745,000
		105,759,559	105,857,062	90,790,504
TOTAL EQUITY AND LIABILITIES		159,432,213	159,098,670	160,457,640

Prepared by
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Approved by
Mohamed Raaidh
Managing Director

Approved by
Mohamed Raaidh
Managing Director

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION (MITDC)

Statement of Cash flow for the period ending

(All the amounts are stated in Maldives Rufiyaa MVR)

	Note	2021 AS AT 31 SEP	2021 AS AT 30 JUN	2020 AS AT 31 SEP
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/ (Loss)		(17,386,313)	(11,591,874)	(17,429,572)
Adjustment for				
Depreciation	7	2,420,488	1,613,678	2,432,786
Gain/ Loss on Disposal	7	-	-	-
Capital Work-in Progress Written off	7			
Interest on Lease	9	11,583,308	7,727,415	11,641,957
Provision for Impairment for Advance Payments	7			
Operating Profit/ (Loss) Before Working Capital Changes		(3,382,517)	(2,250,781)	(3,354,830)
Changes in Trade & Other Receivables		10,165	11,406	(25,843)
Changes in Trade & Other Payables		(1,155,230)	(1,237,727)	(218,043)
Changes in Short Term Borrowing		-	-	-
Cash Generated From / (Used In) Operating Activities		(4,527,582)	(3,477,102)	(3,598,716)
Lease Liabilities Paid	22	(540,000)	(360,000)	(540,000)
Net Cash From/ (Used in) Operating Activities		(5,067,582)	(3,837,102)	(4,138,716)
Cash Flows From Investing Activities				
Acquisition of Property, Plant & Equipment		(4,717)	-	-
Acquisition and Development of Investment Property		(326,133)	(326,133)	-
Investment in Work-in Progress		(53,302)	(53,302)	-
Net Cash Used in Investing Activities		(384,152)	(379,435)	-
Cash Flow From Financing Activities				
Share Capital	19.1	6,234,491	3,864,900	3,592,155
Net Cash Flows From Financing Activities		6,234,491	3,864,900	3,592,155
Net Increase / (Decrease) in Cash and Cash Equivalents		782,757	(351,637)	(546,561)
Cash and Cash Equivalents at the Beginning of the period		1,340,332	1,340,332	1,007,244
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD		2,123,089	988,695	460,683

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION (MITDC)

Statement of Changes in Equity

(All the amounts are stated in Maldives Rufiyaa MVR)

	Note	2021 AS AT 31 SEP	2021 AS AT 30 JUN	2020 AS AT 31 SEP
Advance Share Capital				
Opening		(3,041,755)	(3,041,755)	(3,041,755)
Closing		(3,041,755)	(3,041,755)	(3,041,755)
Share Capital				
Opening		21,862,052	21,862,052	16,666,530
Share Issued during the period		6,234,491	3,864,900	3,592,155
Closing		28,096,543	25,726,952	20,258,685
Retained Earnings				
Opening		(82,278,333)	(82,278,333)	(59,088,209)
Profit/(Loss) for the period		(17,386,313)	(11,591,874)	(17,429,572)
Closing		(99,664,646)	(93,870,207)	(76,517,781)
TOTAL EQUITY		(74,609,857)	(71,185,010)	(59,300,851)

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION (MITDC)

Notes to the Financial Statement

(All the amounts are stated in Maldives Rufiyaa MVR)

	2021	2021	2020
	AS AT 31 SEP	AS AT 30 JUN	AS AT 31 SEP
6 Revenue			
Other Revenue	177,359	115,094	135,000
	177,359	115,094	135,000
7 Administrative Expenses			
Bank Charges	1,579	1,269	4,778
Cleaning Expenses	47,547	31,698	32,591
Depreciation & Amortisation Expenses	2,420,488	1,613,678	2,432,786
Legal & Professional Fees	195,500	131,000	38,500
License & Permits	12,881	11,819	725
Meals and Entertainments	293	293	1,092
Office Supplies	18,781	11,042	17,994
Repair and Maintenance	6,705	1,855	25,184
Director's Remunerations	679,253	430,524	700,764
Payroll Expenses	1,567,683	1,042,505	1,675,529
Pension	77,185	49,877	79,245
Stationeries	184	184	9,270
Staff Training Expenses	-	-	9,221
Staff Ramadan allowance	52,700	52,700	45,000
Telephone Charges	22,699	15,603	25,295
Travelling Expenses	6,818	2,226	14,216
Internet Expenses	67,601	44,234	41,627
Withholding Tax	-	-	463
Fine Expenses	681,990	452,157	684,461
Utilities	65,808	40,343	62,953
	5,925,697	3,933,008	5,901,694
8 Sales & Marketing Expenses			
Promotional Expenses	46,932	46,546	-
Event Management Expense	7,735	-	20,921
	54,667	46,546	20,921
9 Financing			
Interest on Borrowings	-	-	-
Interest on Lease	11,583,308	7,727,415	11,641,957
	11,583,308	7,727,415	11,641,957
10 Other Income			
Other Income	-	-	-
	-	-	-

MALDIVES INTEGRATED TOURISM DEVELOPMENT

Notes to the Financial Statement

(All the amounts are stated in Maldives Rufiyaa MVR)

6	Revenue	Q3-2021	Q2-2021	Q3-2020
	Other Revenue	62,264	115,094	45,000
		62,264	115,094	45,000
7	Administrative Expenses	Q3-2021	Q2-2021	Q3-2020
	Bank Charges	310	345	1,669
	Cleaning Expenses	15,849	15,849	15,849
	Depreciation & Amortisation Expenses	806,809	806,839	810,000
	Legal & Professional Fees	64,500	64,500	34,000
	License & Permits	1,062	231	725
	Meals and Entertainments	-	104	-
	Office Supplies	7,739	5,310	2,848
	Repair and Maintenance	4,850	-	1,599
	Director's Remunerations	248,729	215,262	215,262
	Payroll Expenses	525,178	528,461	510,529
	Pension	27,308	25,594	25,210
	Stationeries	-	-	3,200
	Staff Training Expenses	-	-	-
	Staff Ramadan allowance	-	52,700	-
	Telephone Charges	7,096	7,465	8,499
	Travelling Expenses	4,592	-	-
	Internet Expenses	23,367	22,367	14,070
	Withholding Tax	-	-	-
	Fine Expenses	229,833	227,330	229,819
	Utilities	25,466	19,262	25,032
		1,992,689	1,991,618	1,898,310
8	Sales & Marketing Expenses	Q3-2021	Q2-2021	Q3-2020
	Promotional Expenses	386	-	-
	Event Management Expense	7,735	-	6,000
		8,121	-	6,000
9	Financing	Q3-2021	Q2-2021	Q3-2020
	Interest on Borrowings	-	-	-
	Interest on Lease	3,855,893	3,861,154	3,876,028
		3,855,893	3,861,154	3,876,028
10	Other Income	Q3-2021	Q2-2021	Q3-2020
	Other Income	-	-	-
		-	-	-

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION (MITDC)

Notes to the Financial Statement

(All the amounts are stated in Maldives Rufiyaa MVR)

	2021	2021	2020
	AS AT 31 SEP	AS AT 30 JUN	AS AT 31 SEP
12 Property, Plant & Equipment			
Cost			
Office Equipment			
Opening Balance	651,891	651,891	635,099
Changes During the Period	-	-	-
Closing Balance	651,891	651,891	635,099
Furniture and Equipment			
Opening Balance	323,249	323,249	323,249
Changes During the Period	4,717	-	-
Closing Balance	327,966	323,249	323,249
Total Cost	979,857	975,140	958,347
Accumulated Depreciation			
Office Equipment			
Opening Balance	468,712	468,712	341,693
Changes During the Period	97,754	65,189	95,265
Closing Balance	566,466	533,901	436,957
Furniture and Equipment			
Opening Balance	112,949	112,949	80,624
Changes During the Period	24,244	16,162	24,244
Closing Balance	137,192	129,111	104,867
Total Accumulated Depreciation	703,658	663,013	541,825
Net Book Value			
Office Equipment	85,425	117,990	198,141
Office Interior	-	-	-
Furniture and Equipment	190,773	194,137	218,381
Net Book Value of Property, Plant & Equipment	276,198	312,127	416,522
13 Right-of-use Asset			
Cost			
Opening Balance (as at 01 Jan)	1,824,515	1,824,515	1,824,515
Adjustment due to initial application of IFRS 16	-	-	-
Additions during the period	-	-	-
Closing Balance	1,824,515	1,824,515	1,824,515
Accumulated Depreciation			
Opening Balance (as at 01 Jan)	709,534	709,534	101,362
Adjustment due to initial application of IFRS 16	-	-	-
Additions during the period	456,129	304,086	456,129
Closing Balance	1,165,662	1,013,619	557,491
Net Book Value of Right-of-use Asset	658,853	810,895	1,267,024

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION (MITDC)

Notes to the Financial Statement

(All the amounts are stated in Maldives Rufiyaa MVR)

	2021 AS AT 31 SEP	2021 AS AT 30 JUN	2020 AS AT 31 SEP
14 Investment Properties			
14.1 Right-of-use Asset: Baresdhoo			
Cost			
Opening Balance (as at 01 Jan)	113,612,303	113,612,303	113,612,303
Adjustment due to initial application of IFRS 16	-	-	-
Additions during the period	-	-	-
Closing Balance	113,612,303	113,612,303	113,612,303
Accumulated Depreciation			
Opening Balance (as at 01 Jan)	101,362	101,362	101,362
Adjustment due to initial application of IFRS 16	-	-	-
Additions during the period	6,653,964	6,039,844	4,197,482
Closing Balance	6,755,326	6,141,206	4,298,844
Net Book Value of Right-of-use Asset	106,856,977	107,471,098	109,313,460
14.2 Work-In Progress: Baresdhoo			
Opening Balance	21,694,939	21,694,939	21,586,228
Changes During the Period	326,133	326,133	-
Closing Balance	22,021,072	22,021,072	21,586,228
Right-of-use Asset: Baresdhoo	106,856,977	107,471,098	109,313,460
Work-In Progress: Baresdhoo	22,021,072	22,021,072	21,586,228
Total of Investment Properties	128,878,049	129,492,170	130,899,687
15 Intangible Assets			
Cost			
Opening Balance	97,778	97,778	97,778
Changes During the Period	-	-	-
Closing Balance	97,778	97,778	97,778
Amortisation			
Opening Balance	97,778	97,778	82,991
Changes During the Period	-	-	14,787
Closing Balance	97,778	97,778	97,778
Net Book Value of Intangible Assets	-	-	-
16 Work-In Progress			
Kaashidhoo Project			
Opening Balance	26,721,446	26,721,446	26,721,446
Changes During the Period	-	-	-
Closing Balance	26,721,446	26,721,446	26,721,446
Total Work-In Progress	26,774,748	26,774,748	26,721,446

MALDIVES INTEGRATED TOURISM DEVELOPMENT CORPORATION (MITDC)

Notes to the Financial Statement

(All the amounts are stated in Maldives Rufiyaa MVR)

17	Trade & Other Receivables	2021	2021	2020
		AS AT 30 SEP	AS AT 30 JUN	AS AT 30 SEP
	Accounts Receivables	56,687	56,687	66,487
	Other Receivable	60,000	60,000	60,000
	GST Refundable	604,589	603,348	565,790
	Advance payments to Suppliers	15,034,500	15,034,500	15,034,500
	Provision for Impairment for Advance Payments	(15,034,500)	(15,034,500)	(15,034,500)
		721,276	720,036	692,277
18	Cash & Cash Equivalent	2021	2021	2020
		AS AT 30 SEP	AS AT 30 JUN	AS AT 30 SEP
	Cash at Bank	2,121,152	984,028	455,820
	Cash in Hand	1,937	4,667	4,863
		2,123,089	988,695	460,683
19	Share Capital	2021	2021	2020
		AS AT 30 SEP	AS AT 30 JUN	AS AT 30 SEP
19.1	Opening Balance (as at 01 Jan)	21,862,052	21,862,052	16,666,530
	Additions during the period	6,234,491	3,864,900	3,592,155
		28,096,543	25,726,952	20,258,685
19.2	Advance Received Against the Share Capital	2021	2021	2020
		AS AT 30 SEP	AS AT 30 JUN	AS AT 30 SEP
	Value of assets Transferred	32,434,133	32,434,133	32,434,133
	Value of Liabilities Transferred	(35,475,888)	(35,475,888)	(35,475,888)
	Net Value of assets Transferred	(3,041,755)	(3,041,755)	(3,041,755)
20	Trade & Other Payables	2021	2021	2020
		AS AT 30 SEP	AS AT 30 JUN	AS AT 30 SEP
20.1	Trade Payables	13,993,515	14,016,557	14,065,195
	Accrued Expenses	62,651	186,931	9,791
	Advance Rent - Baresdhoo Rent Model	4,587,336	4,587,336	4,972,836
	Advance Deposit - Baresdhoo LAC Model	26,985,000	26,985,000	26,985,000
	Refund Payable	12,041,640	12,041,640	13,020,810
	Accrued Interest	3,561,767	3,331,948	2,649,985
	Other Payables	20,762	20,762	0
	CSR Funds	1,921,887	1,921,887	1,921,887
		63,174,559	63,092,062	63,625,504
21	Short Term Borrowing	2021	2021	2020
		AS AT 30 SEP	AS AT 30 JUN	AS AT 30 SEP
	Loan from Government	15,420,000	15,420,000	15,420,000
		15,420,000	15,420,000	15,420,000
22	Lease Liability	2021	2021	2020
		AS AT 30 SEP	AS AT 30 JUN	AS AT 30 SEP
	Opening Balance (as at 01 Jan)	144,404,204	144,404,204	129,611,030
	Additions during the period	-	-	-
	Interest charge for the period	11,583,308	7,727,415	11,641,957
	Payment made during the period	(540,000)	(360,000)	(540,000)
	Closing Balance	155,447,512	151,771,619	140,712,987
	Current Lease Liability	27,165,000	27,345,000	11,745,000
	Non-Current Lease Liability	128,282,512	124,426,619	128,967,987
	Total Lease Liability	155,447,512	151,771,619	140,712,987