

**Third Quarter
Report**

**October- December
2011**



Dhivehi Raajjeyge Gulhun PLC

www.dhiraagu.com.mv

1 Development of the Company

- The Dhiraagu IPO subscription was successfully completed with 41% of the shares offered being subscribed
- Dhiraagu maintained its market position during the quarter in all its business lines- Mobile, Fixed and Internet; with subscriber growth in Mobile and Internet
- Major focus was on customer retention and mobile data
- Key new services launched: Blackberry service on Postpaid, Hosted exchange email service and Google Applications for business
- Dhiraagu Domestic Submarine Cable Project: Completed all marine cable installations. Equipment installation in progress
- Sponsored Maldives National Football Team participating in the SAFF Championship 2011

2 Administration

The number of meetings held by the Board of Directors and its sub committees during the third quarter of the year 2011 were as follows:

ITEM	Number of Meetings
Board Meeting	1
Audit Committee	1
Governance Committee	1
Remuneration & Nomination Committee	1

3 Financial Statements

Unaudited Balance Sheet, Income Statement and Cash Flow Statement are set out below:

3.1 Balance Sheet

As at 31 December 2011

ASSETS AND LIABILITIES	MRf "000"
Non-Current Assets	
Property, Plant and Equipment	2,230,876
Total Non-Current Assets	<u>2,230,876</u>
Current Assets	
Inventories	68,773
Trade and Other Receivables	232,454
Cash and Cash Equivalents	558,391
Total Current Assets	<u>859,618</u>
Total Assets	<u>3,090,494</u>
Current Liabilities	
Loans and Borrowings	(163,840)
Trade and Other Payables	(438,616)
Current Tax Liabilities	(57,444)
Total Current Liabilities	<u>(659,900)</u>
Non-Current Liabilities	
Loans and Borrowings	(50,773)
Provisions	(94,249)
Total Non-Current Liabilities	<u>(145,022)</u>
Total Liabilities	<u>(804,922)</u>
Net Assets	<u><u>2,285,572</u></u>
Equity	
Share Capital	190,000
Retained Earnings	2,095,572
Total Equity	<u><u>2,285,572</u></u>

3.2 Income Statement

For the quarter ended 31 December 2011

	MRf "000"
Revenue	521,785
Operating Costs excluding depreciation	(228,286)
Depreciation	(76,848)
Results from Operating Activities	216,651
Net Financing Expense	(20,069)
Profit Before Taxation	196,582
Income Tax Expense	(30,103)
Net Profit	166,479
Basic Earnings Per Share (in MRf)	2.19
Basic Earnings Per Share (Annualized MRf)	8.76

3.3 Cash Flow Statement

For the quarter ended 31 December 2011

	MRf "000"
Net Cash Inflow from Operating Activities	394,225
Net Cash Outflow from Investing Activities	(261,899)
Net Cash Outflow from Financing Activities	(417,290)
Net Decrease in Cash and Cash Equivalents	(284,964)
Cash and Cash Equivalents at beginning of the Period	843,355
Cash and Cash Equivalents at end of the Period	558,391



Avnish Jindal

Chief Financial Officer & Company Secretary



Ismail Waheed

Managing Director & CEO

4. Market highlights for Company's share

Highest Traded Price	N/A
Lowest Traded Price	N/A
Weighted Average Traded Price	N/A
Market Capitalization	N/A
Dividend Yield	N/A
Price Earnings Ratio	N/A

5. Corporate Governance (CG) Compliance

- The Company has been in compliance with the Dhiraagu Corporate Governance Code during the quarter
- New terms of reference adopted for all Board sub committees
- Changes made to Composition of Remuneration & Nomination sub committee to align with Maldivian CG code
- A Disclosure sub committee has been formed under the Board Audit Committee to adhere to disclosure obligations under the Securities Regulations 2010
- The Company's Corporate Governance code has been published for the public in the investor relations section of the Dhiraagu website: <http://www.dhiraagu.com.mv/investor/>

6. Reporting Compliance

This report has been prepared taking into account the CMDA circular on Quarterly Reporting Requirement for Listed Companies.