



BANK OF MALDIVES



Bank of Maldives (BML) is the leading financial institution in Maldives. We are a full-service bank offering the complete spectrum of personal, business and corporate financial services.

We are privileged to touch the lives of almost every citizen and business in Maldives through our extensive network of branches, agents, relationship managers and online banking facilities. This privilege brings with it great responsibility which we take extremely seriously.

We understand that we play a pivotal role as an engine of growth and a partner for success for thousands of individuals, families and businesses. Our aim is to actively participate in community development and to create long-term value for our shareholders.

Our business is built on a clear and compelling strategy focused on 3 strategic pillars of Customer Service, Support for Business and Financial Inclusion. Our strategic foundations are People Excellence and Robust Risk Management.

We are firmly focused on being a professionally managed, customer-oriented organization which follows international best practices.

295,000 CUSTOMERS

35 BRANCHES IN ALL 20 ATOLLS

134 ATMs IN ALL 20 ATOLLS

200+ CASH AGENTS ON 165 ISLANDS

7,123 POS MERCHANTS

73 SELF SERVICE BANKING CENTRES

MVR 15.3 BILLION LOANS TO INDIVIDUALS & BUSINESSES

MVR 24.7 BILLION CUSTOMER DEPOSITS

MVR 2 BILLION GOVERNMENT LOAN SCHEMES

950 JOBS WITH 1/3 IN ATOLLS

99% OF STAFF ARE MALDIVIANS



Our Business Strengths

Solid Financial Platform

- Deposit base MVR 25 billion
- Assets MVR 35 billion
- Strong capital position well above regulatory requirement

Strong Customer Base

- 295,000 customers
- Leading market share in Retail, Corporate and SME segments
- Market leader in Self Service Banking with largest number of online and ATM users

Leadership in Innovation

- First to launch POS services in Maldives
- First to launch Internet and Mobile Banking
- First to launch cash and cheque deposit machines


Leadership in Service Delivery

- Largest network of Branches, Agents, ATMs and POS terminals in Maldives
- Exclusive acquirer and issuer of American Express cards in Maldives
- Principal member in the Maldives for Visa and MasterCard

Experienced and Dedicated Team

- Largest employer in the banking sector
- 99% of our employees are locals with almost one third employed in the atolls
- Strong executive leadership team with experience across many countries and banking markets

OUR NETWORK

-  BRANCH
-  ATM
-  CASH AGENT
-  SELF SERVICE BANKING CENTRE

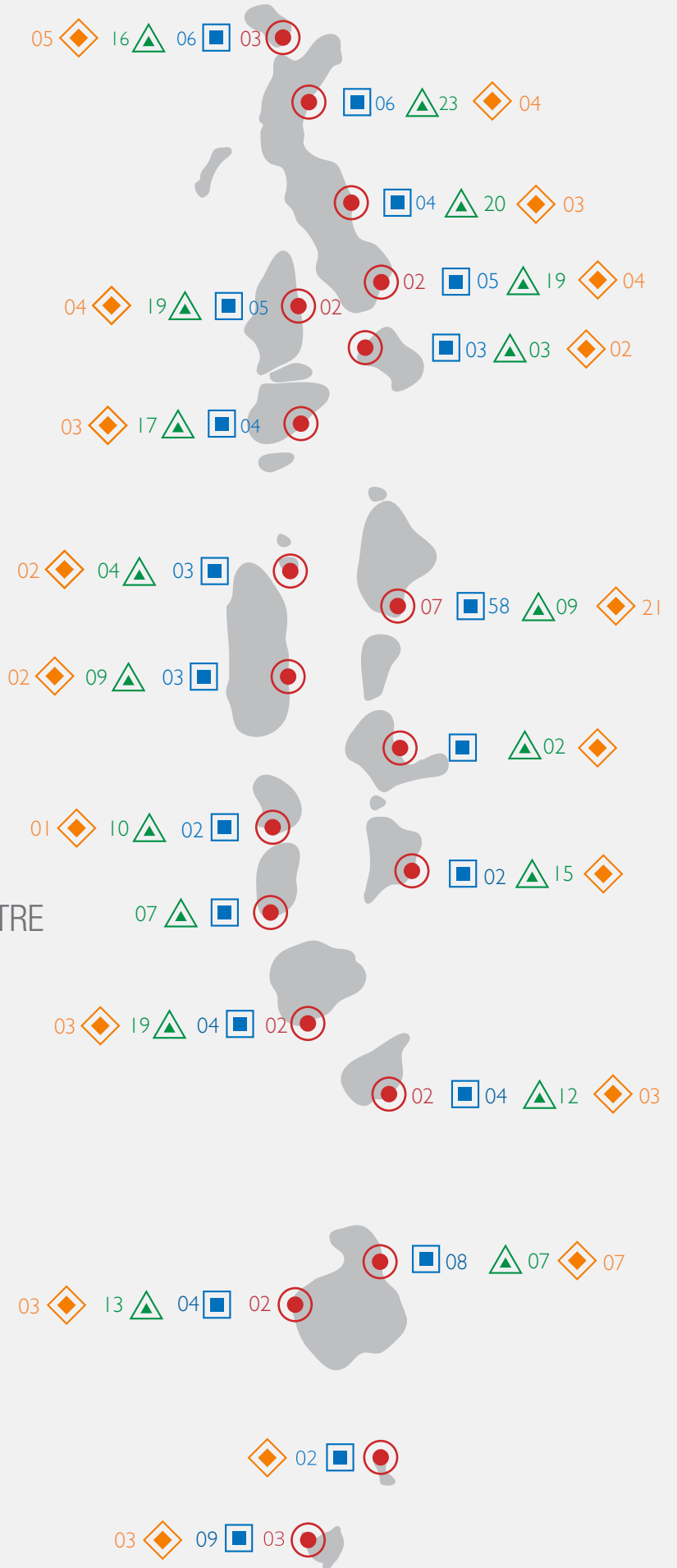


TABLE OF CONTENTS

06	SUMMARY	14	SHAREHOLDING STRUCTURE
06	BUSINESS DEVELOPMENTS	14	MATERIAL TRANSACTIONS
07	KEY FINANCIAL INFORMATION	14	CORPORATE SOCIAL RESPONSIBILITY
11	INVESTOR INFORMATION	15	CORPORATE GOVERNANCE COMPLIANCE
11	GOVERNANCE	15	REPORTING COMPLIANCE

1. SUMMARY

Financial results for the third quarter of 2021 is encouraging with all the core business lines performing well compared to last quarter and the same period last year. Operating Profit for the quarter amounted to MVR 1.03 billion, up 108% compared to the last quarter. Following the efforts to recover its long outstanding Non-Performing Assets, the Bank is pleased to report a significant one-off recovery which reflects in a higher than average profits for the quarter. The quarter saw solid business volumes across all key sectors and loan book quality was maintained. Capital and liquidity ratios remain solid and well above regulatory requirements. This positive momentum is expected to continue to the end of the year.

During the quarter, five additional Aharenge Bank Community Fund projects were awarded, bringing the total to 55 projects awarded to organizations across the country to support the thematic areas of education, environment, sports and community development.

2. BUSINESS DEVELOPMENTS

- In July, we introduced a new loan and financing product to provide easy access to finance for recipients of the Hiyaa social housing scheme. The new Home Improvement product offers customers financing from MVR 25,000 to a maximum of MVR 150,000 for finishing and furnishing requirements of the new flats. The unsecured loan is available at a lower interest rate of 12% with a 5-year repayment period, and is also available through BML Islamic Sharia'h compliant financing. Eligibility criteria was eased in August to allow applications with joint borrowers for easier access to finance.
- Also in July, we announced Mr. Yooshau Saeed, H. Sandy Beach, as Chairperson of our Board of Directors. This appointment was confirmed following the Bank's 38th Annual General Meeting in which 7 directors nominated by the government were appointed and 2 directors were elected by public shareholders to the Bank's Board.
- In August, we announced the continuation of our Graduate Internship Program for a third year, with 15 new graduates and students from local higher education institutions. The 12-month internship program allows students to gain on-the-job experience and provide a pathway to permanent employment within the bank and other financial institutions in Maldives.
- We signed a Memorandum of Understanding (MOU) in August with Mastercard and Maldives Transport and Construction Company (MTCC) to implement an integrated transport management and automatic fare collection system for the public transport service operated by MTCC in the Maldives. The project is part of Mastercard's 'Smart Cities' initiative to introduce urban mobility solutions to transform the transport experience in cities. As part of this, contactless and digital payments will be introduced on the bus and ferry network, making travelling simpler for commuters and cost-effective for service providers.
- During the quarter, five additional Aharenge Bank Community Fund projects were awarded, bringing the total to 55 projects awarded to organizations across the country to support the thematic areas of education, environment, sports and community development.

3. KEY FINANCIAL INFORMATION

Income Statement (Unaudited) - Quarter ended 30 September 2021

(All amounts in MVR'000 unless otherwise stated)

	Q3 2021	Q2 2021	Q1 2021	Q3 2020
Gross Income	1,318,085	785,051	819,278	646,169
Interest Income and Similar Income	531,301	506,032	494,321	465,124
Interest Expense and Similar Charges	(47,767)	(46,429)	(45,457)	(42,728)
Net Interest Income	483,534	459,603	448,864	422,396
Fee and Commission Income	269,742	244,207	277,641	150,019
Fee and Commission Expense	(102,352)	(100,924)	(118,938)	(31,907)
Net Fee and Commission Income	167,390	143,283	158,703	118,112
Other Operating Income	517,042	34,812	47,316	31,026
Total Operating Income	1,167,966	637,698	654,884	571,534
Operating Expenses	(131,772)	(141,206)	(117,286)	(117,431)
Personnel Expenses	(67,063)	(78,742)	(59,191)	(58,712)
Marketing and CSR Expenses	(3,893)	(2,353)	(2,242)	(3,031)
Other Operational and Administration Expenses	(60,817)	(60,111)	(55,853)	(55,688)
Operating Profit (Profit before Provisions)	1,036,194	496,492	537,598	454,103
Provision for Bad and Doubtful Debts	(25,866)	(86,974)	(48,025)	(99,431)
Profit Before Tax	1,010,328	409,517	489,573	354,672
Income Tax Expense	(272,789)	(110,570)	(132,185)	(95,999)
Net Profit for Quarter	737,539	298,948	357,388	258,673
Basic Earnings Per Share (annualised)	548	222	266	192
Net Assets Per Share	1,563	1,426	1,371	1,387
Cash Flow Per Share	101	(172)	224	(112)

Statement of Financial Position (Unaudited) - As at 30 September 2021

(All amounts in MVR'000 unless otherwise stated)

	30 Sep 2021	30 Jun 2021	31 Mar 2021
Cash, Short Term Funds & Balances with MMA	10,700,819	10,889,445	10,310,391
Loans and Advances	15,354,855	14,768,993	14,671,815
Financial Investments - FVOCI	245,166	245,166	195,166
Financial Investments - Amortized Cost	7,631,060	7,031,024	6,769,941
Property, Plant and Equipment	605,575	609,816	613,945
Right-of-use Assets	156,166	156,166	156,166
Other Assets	841,320	505,585	589,887
Total Assets	35,534,962	34,206,195	33,307,310
Deposits	24,775,193	24,429,693	23,920,691
Borrowings	780,313	789,086	745,832
Lease Liabilities	144,058	144,058	144,058
Other Liabilities	1,422,007	1,167,506	1,119,826
Total Liabilities	27,121,571	26,530,344	25,930,407
Share Capital	269,096	269,096	269,096
Share Premium	93,000	93,000	93,000
Retained Earnings	1,722,462	984,923	685,975
Other Reserves	6,328,832	6,328,832	6,328,832
Total Shareholders' Equity	8,413,391	7,675,851	7,376,903
Total Equity and Liabilities	35,534,962	34,206,195	33,307,310



Nandana Senevirathne
Chief Financial Officer



Timothy Sawyer
CEO & Managing Director



Ahmed Mohamed
Chairperson, Audit Committee

Statement of Changes in Equity (Unaudited) - Quarter ended 30 September 2021

(All amounts in MVR'000 unless otherwise stated)

	Share Capital	Retained Earnings	Other Reserves	Total
Balances as at 1 January 2021	362,096	328,587	6,328,832	7,019,516
(+) Net profit for the quarter	-	357,388	-	357,788
Balances as at 31 March 2021	362,096	685,976	6,328,832	7,376,905
(+) Net profit for the quarter	-	298,948	-	298,948
Balances as at 30 June 2021	362,096	984,924	6,328,832	7,675,853
(+) Net profit for the quarter	-	737,539	-	737,539
Balances as at 30 September 2021	362,096	1,722,464	6,328,832	8,413,392

Statement of Cash Flows (Unaudited) - Quarter ended 30 September 2021

(All amounts in MVR'000 unless otherwise stated)

	Q3 2021	Q2 2021	Q1 2021	Q3 2020
Cash Flows from Operating Activities	871,039	521,345	287,984	(43,594)
Changes in Operating Assets and Liabilities	158,906	(1,088,087)	1,613,869	(288,622)
Cash Flows from Investing Activities	(482,439)	(402,943)	(387,320)	(449,905)
Cash Flows from Financing Activities	(6,274)	45,754	(308,022)	178,708
Net increase/ (decrease) in Cash and Cash Equivalents	541,232	(923,931)	1,206,511	(603,413)
Cash and Cash Equivalents at beginning of Quarter	2,064,255	2,988,187	1,781,676	1,750,524
Cash and Cash Equivalents at end of Quarter	2,605,487	2,064,255	2,988,187	1,147,111

4. INVESTOR INFORMATION

Highest Traded Price	MVR 220
Lowest Traded Price	MVR 216
Last Traded Price	MVR 220
Last Traded Date	6 September 2021
Number of Trades	12
Number of Shares Traded	777
Value of Shares Traded	MVR 170,260
Weighted Average Traded Price	MVR 219.12
Market Capitalization	MVR 1,179,286,310.40
Price Earnings Ratio	0.40
Dividend Yield	6.8%

5. GOVERNANCE

5.1 Frequency of Board Meetings

The number of meetings held by the Board of Directors and its sub-committees during the third quarter of 2021 were as follows:

	No. of Meetings
Board of Directors	06 (Six)
Board Credit Committee	02 (Two)
Audit & Risk Management Committee	11 (Eleven)
Risk Committee	04 (Four)
Appointment, Nomination & Remuneration Committee	03 (Three)
Corporate Governance Committee	04 (Four)
Nomination Committee	01 (One)

5.2 Key Activities carried out by the Board & Board Committees

- Reviewed and approved the Bank's financial statements for Quarter 2 2021.
- Reviewed the Risk Management Report for Quarter 2 2021.
- Reviewed the Non-Performing Assets and Loan Portfolio Report for Quarter 2 2021.
- Reviewed ANR, Audit, CG, BCC and Risk Committee Report for Quarter 2 2021.
- Reviewed the report on the activities of the Internal Audit function for Quarter 1 and 2 2021.

- Reviewed and approved changes to Information Security Policy, Cyber Security Policy, Payment System Policy, Record Retention Policy, Credit Policy, Collateral Policy, HR Policy, Delegation of Authority Policy and Procurement Policy.
- Reviewed and approved the new Politically Exposed Persons Policy.
- Reviewed the semi-annual Compliance Report of Laws, Regulations and Internal Policies and Procedures.
- Held the Bank's 38th Annual General Meeting.
- Appointed Mr. Yooshau Saeed as Chairperson of the Bank.
- Re-appointed CEO Mr. Timothy Sawyer as Managing Director.
- Reconstituted and split Audit & Risk Management Committee to two separate committees, namely Audit Committee and Risk Committee and appointed Mr. Ahmed Mohamed as Chairperson of Audit Committee and Mr. Mohamed Sharah as Chairperson of Risk Committee.
- Reconstituted and combined the Appointment & Remuneration Committee and Nomination Committee, namely Appointment, Nomination and Remuneration Committee (ANR) and appointed Mr. Abdulla Hassan as Chairperson of ANR Committee.
- Reconstituted the composition of the Corporate Governance (CG) Committee and Board Credit Committee (BCC) and appointed Mr. Abdulla Hassan as Chairperson of CG Committee.
- Met with Bank's External Auditors, PricewaterhouseCoopers (PWC) and deliberated on the Audit Plan for 2021.
- Reviewed the Procurement Report for the first half of 2021.
- Reviewed the Corporate Social Responsibility Report for the first half of 2021.
- Reviewed and approved the amendment to the BML Home Improvement Loans.
- Reviewed and approved the Board Sub-Committee Charters of ANR Committee, CG Committee, Audit Committee and Risk Committee.
- Reviewed and approved the names of Nominee and Elected Directorship candidates for vacant positions to be placed for shareholder approval in the upcoming Extraordinary General Meeting (EGM) of the Bank.

5.3 Changes in the Board of Directors

As per the Articles of Association of the Bank, the Board shall consist of 11 members, which includes 08 Nominee Directors and 03 Elected Directors. The quarter began with a total of 10 Directors in the Board composition with 01 Nominee Director Position vacant. The following are the 10 Directors on the Board till the 38th Annual General Meeting (AGM) held on 15th July 2021.

	Name of Director	Category	Designation	Respective Committee
01	Ms. Sana Mansoor Nominee Director	Non-Executive & Independent	Chairperson	BCC
02	Mr. Timothy Sawyer Nominee Director	Executive	CEO & MD	BCC
03	Ms. Aishath Noordeen Nominee Director	Executive	Director	BCC
04	Ms. Juwairiya Saeed Nominee Director	Non-Executive & Non-Independent	Director	ARM, AR, NC & CG
05	Mr. Najeem Ibrahim Zakariyya Nominee Director	Non-Executive & Independent	Director Chairperson of ARM Committee	ARM, AR, NC & CG

06	Mr. Hussain Thoufee Ali Nominee Director	Non-Executive & Non-Independent	Director	AR, ARM, NC & CG
07	Mr. Abdulla Hassan Nominee Director	Non-Executive & Independent	Director Chairperson of NC Committee	AR, NC, & BCC
08	Mr. Ibrahim Mohamed Elected Director	Non-Executive & Non - Independent ¹	Director	ARM, BCC & CG
09	Mr. Mohamed Abdul Sattar Elected Director	Non-Executive & Non - Independent ¹	Director Chairperson of AR Committee	ARM, AR & BCC
10	Mr. Ahmed Mohamed Elected Director	Non-Executive & Independent	Director Chairperson of CG Committee	NC, BCC & CG

BCC = Board Credit Committee; AR = Appointment & Remuneration Committee; ARM = Audit & Risk Management Committee; NC = Nomination Committee
CG = Corporate Governance Committee

¹As per directive issued by CMDA on 26th May 2021 regarding Term Limit of Independent Directors and Board Continuity, Directors serving for consecutive period of more than six (06 years are to be considered as "Non-Independent". Also considered Non-Independent as per International Best Corporate Governance Requirements.

Following the 38th AGM held on 15th July 2021, the newly appointed Board now consists of 09 Directors with 01 Nominee Director and 01 Elected Director position vacant.

	Name of Director	Category	Designation	Respective Committee
01	Mr. Yooshau Saeed Nominee Director	Non-Executive & Independent	Chairperson	BCC
02	Mr. Timothy Sawyer Nominee Director	Executive	CEO & MD	BCC
03	Ms. Aishath Noordeen Nominee Director	Executive	Director	BCC
04	Ms. Juwairiya Saeed Nominee Director	Non-Executive & Non-Independent	Director	ANR, AC, RC & CG
05	Mr. Abdulla Hassan Nominee Director	Non-Executive & Independent	Director Chairperson of ANR & CG Committee	ANR, AC, RC, CG & BCC
06	Mr. Mohamed Sharah Nominee Director	Non-Executive & Independent	Director Chairperson of Risk Committee	ANR, AC, RC & CG
07	Mr. Abdulla Husam Shareef Nominee Director	Non-Executive & Non-Independent	Director	ANR & BCC
08	Mr. Ibrahim Mohamed Elected Director	Non-Executive & Non - Independent ¹	Director	AC, RC, CG & BCC
09	Mr. Ahmed Mohamed Elected Director	Non-Executive & Independent	Director Chairperson of Audit Committee	ANR, AC, RC, CG & BCC

BCC = Board Credit Committee; ANR = Appointment, Nomination & Remuneration Committee; AC = Audit Committee; RC = Risk Committee
CG = Corporate Governance Committee

¹As per directive issued by CMDA on 26th May 2021 regarding Term Limit of Independent Directors and Board Continuity, Directors serving for consecutive period of more than six (06 years are to be considered as "Non-Independent". Also considered Non-Independent as per International Best Corporate Governance Requirements.

All Nominee Directors are considered as "Non-Independent" as per section 5 (c) of Regulation on Corporate Governance for Banks, Insurance Companies and Finance Companies (Reg No. 2020/R-59).

Note: Following the Bank's Extraordinary General Meeting held on 24th October 2021, Ms. Aishath Sajny and Mr. Abdulla Naseem was appointed to the Board. With this appointments the Board consists of 11 directors. Both of them are Non-Executive & Independent directors.

6. SHAREHOLDING STRUCTURE

During the reporting period, no major changes were noted in the shareholding of the Bank.

7. MATERIAL TRANSACTIONS

During the reporting period, no material transactions were conducted with a Director or Associate, or a Substantial Shareholder or Associate other than those conducted under ordinary course of business.

8. CORPORATE SOCIAL RESPONSIBILITY

We are committed to running Bank of Maldives as a sustainable and responsible business, working to make a difference for our customers, communities and colleagues, whilst achieving sustainability through our operations and maintaining robust risk management and governance.

As part of the Bank's initiative to becoming a greener and more eco-friendly business, we pledged to reduce our plastic footprint at work.

On International Day of Sign Language, an awareness was held in partnership with Maldives Deaf Association. The session focused on being mindful about people with hearing impairment and understanding issues faced. This activity was carried out as part of the bank's efforts in moving towards being more inclusive in providing services to customers.

A session on financial literacy was held for the primary students at Billabong High International School. The session provided information about managing money, setting goals, and adopting a savings culture.

9. CORPORATE GOVERNANCE COMPLIANCE

The Bank is committed to achieving high standards of corporate conduct and in this regard, recognizes the importance of having in place a set of well-defined corporate governance practices and processes to enhance corporate performance and accountability. During the quarter, the Bank worked as always to achieve compliance with the provisions of its Corporate Governance Code which articulates best corporate governance practices. The Bank has also complied with the provisions of its internal policies and procedures which govern its day to day operations.

10. REPORTING COMPLIANCE

This report has been prepared taking into account the Capital Market Development Authority's Minimum Criteria for Periodic Reporting for Listed Companies.

