

**Fourth Quarter
Report**

January- March 2012



Dhivehi Raajjeyge Gulhun PLC

www.dhiraagu.com.mv

1 Developments in the Company

- Dhiraagu maintained its market leadership positions during the quarter in all its business lines- Mobile, Fixed and Internet
- Major focus remained on customer retention and growth of mobile data usage
- New initiatives launched during the quarter:
 1. Roaming Rewards for postpaid customers
 2. Multiple MyTones
 3. 2% discount on monthly bills paid via direct-debit
 4. SMS 1 Laari promotion
 5. Mobile Content Mania 2012 (MCM 2012)
- Dhiraagu Domestic Submarine Cable Project: completed all installations and testing is in progress
- Sponsored Maldivian National Day celebrations and participated in the Education fair as the telecom partner

2 Administration

2.1 Board Activities

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

ITEM	Number of Meetings
Board Meeting	1
Audit Committee	1
Governance Committee	0
Remuneration & Nomination Committee	0

2.2 Changes in members of the Board

During the quarter, Ms. Juwairiya Saeed; the Chairperson and Mr. Fayyaz Ismail ceased to be Directors of the company. Ms. Idham Hussain was appointed by the Government effective from 15th March 2012 as a Non-executive Director.

As at March 2012, the Company's Board comprised of the following directors, with one Government membership position vacant:

Mr Ahmed Zareer	-	Non-executive Director
Ms Idham Hussain	-	Non-executive Director
Mr Denis Martin	-	Non-executive Director

Mr Adam Dunlop	-	Non-executive Director
Mr Sheldon Bruha	-	Non-executive Director
Mr Ismail Waheed	-	Executive Director, CEO & MD

2.3 Decisions / Resolutions approved by the Board

The Board of Directors resolved to recommend the declaration of a final dividend of MVR 277,560,000 (equivalent to \$18 million) for the year 2011/12. This is equivalent to a dividend of MVR 3.66 per share. The declaration of the final dividend is subject to approval by Shareholders after due consideration at the next AGM.

3 Financial Statements

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

3.1 Balance Sheet

As at	31 Mar 2012 (Q4 2011/12) MVR "000"	31 Dec 2011 (Q3 2011/12) MVR "000"
ASSETS AND LIABILITIES		
Non-Current Assets		
Intangible Assets ¹	10,074	-
Property, Plant and Equipment	2,220,341	2,230,876
Other Non-Current Assets	15,272	-
Total Non-Current Assets	2,245,687	2,230,876
Current Assets		
Inventories	39,786	68,773
Trade and Other Receivables ²	297,287	232,454
Cash and Cash Equivalents	810,421	558,391
Total Current Assets	1,147,494	859,618
Total Assets	3,393,181	3,090,494
Current Liabilities		
Loans and Borrowings	(144,640)	(163,840)
Trade and Other Payables ²	(557,511)	(438,616)
Current Tax Liabilities	(96,119)	(57,444)
Total Current Liabilities	(798,270)	(659,900)
Non-Current Liabilities		
Loans and Borrowings	(29,013)	(50,773)
Provisions	(109,366)	(94,249)
Total Non-current Liabilities	(138,379)	(145,022)
Total Liabilities	(936,649)	(804,922)
Net Assets	2,456,532	2,285,572
Equity		
Share Capital	190,000	190,000
Retained Earnings	2,266,532	2,095,572
Total Equity	2,456,532	2,285,572

Notes to Balance Sheet

1. Reclassified Intangible Assets in Q4, which were previously recorded in Property, Plant and Equipment (PP&E) in Q3.
2. During Q4 certain liabilities have been reclassified in trade and other payables. Up to Q3 these were classified as a reduction in trade and other receivables.

3.2 Income Statement

For the quarter ended	31 Mar 2012 (Q4 2011/12) MVR "000"	31 Dec 2011 (Q3 2011/12) MVR "000"
Revenue ¹	508,721	521,785
Operating Costs excluding depreciation	(205,535)	(228,286)
Depreciation	(87,157)	(76,848)
Results from Operating Activities	216,029	216,651
Net Financing Expense	(21,159)	(20,069)
Profit Before Taxation	194,870	196,582
Income Tax Expense	(23,910)	(30,103)
Net Profit	170,960	166,479
Basic Earnings Per Share (in MVR)	2.25	2.19
Basic Earnings Per Share (Annualized MVR)	9.00	8.76

Notes to Income Statement

1. During Q4 trade discounts on sales have been reclassified as a reduction in revenue. Up to Q3 these were classified in operating costs.

3.3 Cash Flow Statement

For the quarter ended	31 Mar 2012 31 Dec 2011	
	(Q4 2011/12) MVR "000"	(Q3 2011/12) MVR "000"
Net Cash Inflow from Operating Activities	398,543	394,225
Net Cash Outflow from Investing Activities	(91,410)	(261,899)
Net Cash Outflow from Financing Activities	(55,103)	(417,290)
Net Increase/(Decrease) in Cash and Cash Equivalents	252,030	(284,964)
Cash and Cash Equivalents at beginning of the Period	558,391	843,355
Cash and Cash Equivalents at end of the Period	810,421	558,391



Avnish Jindal

Chief Financial Officer & Company Secretary



Ismail Waheed

Managing Director & CEO

4. Market highlights for Company's share

Highest Traded Price	MVR 80
Lowest Traded Price	MVR 80
Weighted Average Traded Price	MVR 80
Market Capitalization	MVR 6.08 Billion
Dividend Yield	N/A
Price Earnings Ratio	8.9

5. Corporate Governance (CG) Compliance

- The Company has been in compliance with the Dhiraagu Corporate Governance Code during the quarter
- The Board will appoint members to the vacant positions in all Board sub committees once the vacant Board positions have been filled.

- The Company's Corporate Governance code has been published 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.