

Road Development Corporation Limited
M.Shipping Plaza, Orchid Magu
Malé, Maldives

DIRECTOR'S REPORT
For the Year ended 31st December 2020

1.0 CORPORATE INFORMATION

1.1 General

Road Development Corporation Limited (RDC), registration number C10482019 was established in October 2019 as a manufacturing company with the aim of delivering an efficient, safe, and ecological infrastructure advancements to the islands to enhance, cohesive development and consolidation of peace and national unity. RDC is a state-owned enterprise (SOE) with 100% shares owned by the Government of Maldives. The registered office of the company is located at MSL Building, 1st Floor, Orchid Magu, Male' 20183, Rep. of Maldives,

1.2 Principal Activities and Nature of Operations

During the year 2020, the principal activities of the company were preparation of work site and head office for the operation of road construction and building blocks for sale and compiling corporation's administrative structure. Furthermore, Expatriate Accommodation Facility Management was incorporated into the object clause of RDC's Article of Association

2.0 Share capital and reserves

The Company has an authorized share capital of MVR 50,000,000 divided into 5,000,000 shares of MVR 10 each, out of which 605,310 shares equivalent to MVR 6,053,103.00, is the total paid-up share capital as of 31st December 2020 which is fully owned by the Government of Maldives. There was no change in the share structure and the ownership of shares during the year.

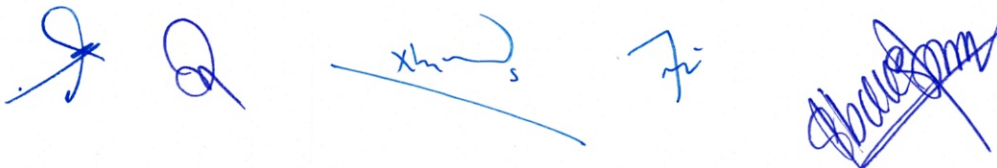
2.1 Board of Directors

The Board of Directors of the Corporation is appointed by the government of Maldives (Privatization and Corporatization Board), the 100% shareholder of Road Development Corporation. The members who served the Board of Directors of the Corporation during the year were;

- Mr. Abdulla Afeef Board Chairman
- Uz. Moosa Ali Manik Managing Director/Board Director
- Mr. Ahmed Shareef Deputy Managing Director/Board Director
- Mr. Shamveel Mohamed Board Director
- Mr. Ahmed Marzooq Board Director

There being no provision in the Company's articles of association in connection with the retirement of directors by rotation, all existing directors continue in office for the following year.

Number of Board meetings held – 29





3.0 Governance Report

3.01 The Corporation has complied with the Corporate Governance Code of Ministry of finance and a decision to follow Corporate Governance Code along with the principle and guidelines by ministry of finance and PCB have been taken by the board of directors. Conversely, the company has always followed International best practices on governance.

3.02 The relevant accounting standards were considered and followed through the preparation of the Company's Annual Accounts with proper explanations relating to material departures, proper and sufficient care has been given for the maintenance of adequate records in accordance with the provisions of the Companies Act of the Republic of Maldives (Law no. 10/96), the financial Statements were prepared on going-concern basis.

4.0 Other details

4.01 Changes that were brought to the Memorandum and Article of Association of the company during the year, was the addition of Expatriate Accommodation facility into the object clause and to the Organizational Structure of RDC. No further changes were brought to the Memorandum and Article of Association of the company during the year.

4.02 During the year, there were 442 staff at the company, and no remuneration was given to shareholders during the same period.

4.03 During this period company has not sued any parties and neither any other party has sued the company.

5.0 Report on the Financial Statements

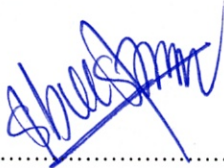
The Directors present their annual report and the audited financial statements for the year ended 31 December 2020

5.01 According to the responsibilities of the Board of Directors we have approved the final accounts of Road Development Corporation Limited for the year ended 31st December 2020. These accounts comprise of statement of profit and loss, financial position, changes in equity, statement of cash flows, and accompanying notes to the final accounts.

5.02 These accounts are prepared according to the International Financial Reporting Standards and to the best of our knowledge reflect a true and fair view of the financial position of the company at 31st December 2020. We take the full responsibility of the accurateness of the information provided.

5.03 These Audited financial statements are approved by the Board of Directors on 05th September 2022





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Abdulla Afeef
Board Chairman



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Uz. Moosa Ali Manik
Managing Director/Board Director



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Ahmed Marzooq
Board Director



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Shamveel Mohamed
Board Director



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Faiz Mohamed
Board Director

