

## INTRODUCTORY STATEMENT

The purpose of this disclosure statement is to provide customers and potential customers with information relating to the financial condition of HFC Bank.

The explanation of the terms used in the Key Disclosure Statement is explained in the Reserve Bank publication "Your Bank's Disclosure Statement: What's In It For You", which can be obtained from the Reserve Bank of Fiji. Other information can be viewed at the bank's branches and offices.

## CORPORATE INFORMATION

The full name of the bank is Home Finance Company Pte Limited t/a HFC Bank.

The full name of the ultimate parent of HFC Bank is Fiji National Provident Fund, which is domiciled in Fiji.

The names of the directors of HFC bank are as follows:

Tom Ricketts (Chairman)  
Vilash Chand (Dep. Chairman)  
Sashi Singh (Member)  
Alipate Naiorosui (Member)  
Ajith Kodagoda (Member)  
Umarji Musa (Member)  
Arjun Fernando (Member)

	Audited Current Year	Audited Prior Period
Profitability		
<b>Banking Operations in Fiji:</b>		
Net operating profit/(loss) after tax (\$'000)	18,267	11,781
As a percentage of average total assets	1.77%	1.32%
<b>Global Consolidated Operations:</b>		
Net operating profit/(loss) after tax (F\$ equivalent) (\$'000)	N/A	N/A
As a percentage of average total assets	N/A	N/A
<b>NB: N/A refers to Not Applicable</b>		
Size as at end of financial year		
<b>Banking Operations in Fiji:</b>		
Total assets (\$'000)	1,108,363	955,764
The percentage change in total assets over 12 months	15.97%	15.53%
<b>Global Consolidated Operations:</b>		
Total assets (F\$ equivalent) (\$'000)	N/A	N/A
The percentage change in total assets over 12 months	N/A	N/A
<b>NB: N/A refers to Not Applicable</b>		
Capital Adequacy as at end of financial year		
<b>Banking Operations in Fiji:</b>		
Tier 1 Capital (\$'000)	171,282	89,476
Tier 1 Capital to total risk-weighted assets ratio	22.67%	13.88%
Total Capital (\$'000)	176,262	97,399
Capital adequacy ratio	23.32%	15.10%
<b>Global Consolidated Operations:</b>		
Tier 1 Capital (F\$ equivalent) (\$'000)	N/A	N/A

Tier 1 Capital to total risk-weighted assets ratio  
Total Capital (F\$ equivalent) (\$'000)  
Capital adequacy ratio  
**NB: N/A refers to Not Applicable**

Asset Quality as at end of financial year

### Banking Operations in Fiji:

	Audited Current Year	Audited Prior Period
Total impaired assets (on- and off-balance sheet) (\$'000)	57,365	48,742
Total impaired assets as a percentage of total assets	5.18%	5.10%
Total individually assessed provisions (\$'000)	8,460	2,531
Total collectively assessed provisions (\$'000)	1,133	3,724
Total provisions as a percentage of total impaired assets	16.72%	12.83%
General reserves for credit losses (\$'000)	6,224	7,186

### Global Consolidated Operations:

	Audited Current Year	Audited Prior Period
Total impaired assets (on- and off-balance sheet) (F\$ equivalent) (\$'000)	N/A	N/A
Total impaired assets as a percentage of total assets	N/A	N/A
Total individually assessed provisions (\$'000)	N/A	N/A
Total collectively assessed provisions (\$'000)	N/A	N/A
Total provisions as a percentage of total impaired assets	N/A	N/A
General reserves for credit losses (\$'000)	N/A	N/A

**NB: N/A refers to Not Applicable**

## Balance Sheet

The Balance Sheet for the HFC Bank are prepared under the IFRSs and includes but not limited to the following:

	Audited Current Year (\$'000)	Audited Prior Period (\$'000)
Cash and liquid assets	16,256	44,663
Balance with the Reserve Bank of Fiji	159,785	157,806
Receivables due from other financial institutions	14,017	1,487
Securities held	84,207	45,587
Loans (including advances to customers and similar facilities)	824,621	701,759
Provision for impairment	(9,593)	(6,255)
Fixed assets	9,281	3,861
Other assets	9,788	6,855
Total Assets	1,108,363	955,764
Deposits of Promissory Notes of statutory bodies	0	0
Payables due to other financial institutions	0	0
Deposits and borrowings	874,066	816,231
Amounts owed to other depositors	0	0
Certificates of deposits	0	0
Promissory Notes and other liabilities evidenced by paper	0	0
Other borrowed funds	19,318	0
Other liabilities	32,893	38,272
Issued and paid up or assigned capital	151,715	76,769
Capital reserves	0	0
Revaluation reserves	0	0
General reserves for credit losses	6,224	7,186
Other reserves	0	0
Retained earnings	24,146	17,307

## Income Statement

The Income Statement for HFC Bank are prepared under the IFRSs and includes, but not limited to the following:

	Audited Current Year (\$'000)	Audited Prior Period (\$'000)
Interest and similar income	57,402	47,580
Interest and similar expense	(27,632)	(24,648)
Dividend income	0	0
Fee and commission revenue	7,146	6,732
Fee and commission expense	0	0
Other revenues arising from financial instruments	539	607
Gains less losses arising from dealing securities	0	0
Other expenses arising from financial instruments	0	0
Gains less losses arising from investment securities	0	0
Gains less losses arising from dealing in foreign currencies	4,165	1,978
Other operating revenue	169	91
Bad and doubtful debts (including provisions for impairment)	(2,676)	(2,374)
Recoveries of bad and doubtful debts	0	1,092
General administration expense	(11,038)	(10,038)
Other operating expense	(5,330)	(6,086)
Net profit or loss before tax	22,744	14,935
Net profit or loss after tax	18,267	11,781

## Ranking of Local Creditors in a Winding Up

- In the event that HFC Bank becomes unable to meet its obligations or suspends payments to depositors and creditors in Fiji, or in the event of liquidation, dissolution or bankruptcy of HFC Bank the assets of HFC Bank in Fiji shall be available to meet HFC Bank's deposit liabilities and claims of creditors in Fiji, in priority to all other liabilities of HFC Bank.


## Availability of Disclosure Statements

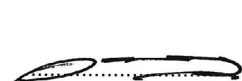
- Additional information on HFC Bank's financial condition is available for inspection at our main branch, HFC Center, 371 Victoria Parade, Suva, other branches and offices. HFC Bank's most recent General Disclosure Statement is available for inspection at all our branches and offices, copies of which may be obtained.
- HFC Bank's most recent balance sheet and profit and loss statements and other publicly available disclosure statements are available for inspection at all our branches and offices. Where necessary, comparative figures have been adjusted to conform to changes in the presentation in the current year.


## Independent Audit Report

Independent Auditor's Report shall state:

- that the Key Disclosure Statement has been examined by the auditor;
- that the Key Disclosure Statement has been completed in accordance with the Notice and whether the information contained has been properly taken; and
- the nature of the examination conducted and whether a qualified or unqualified opinion has been given in respect of the information.

  
Director

  
Director

  
Auditor