



# Key Disclosure Statement for the financial year ended: 30 June 2024

## 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 (FNPF) and the other shareholder is Unit Trust of Fiji (UTOF). Both the entities are domiciled in Fiji.

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

- Mukhtar Ali (Chairman)
- Vilash Chand (Dep. Chairman)
- Alipate Naiorosui (Member)
- Joe Taoi (Member)
- Robert Bell (Member)
- Umarji Musa (Member)
- Viliame Vodonaivalu (Member)

	Audited Current Year	Audited Prior Period
<b>Profitability</b>		
<b>Banking Operations in Fiji:</b>		
Net operating profit/(loss) after tax (\$'000)	41,486	43,007
As a percentage of average total assets	2.03%	2.37%
<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)	2,170,274	1,919,846
The percentage change in total assets over 12 months	13.04%	11.88%
<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)	302,657	266,350
Tier 1 Capital to total risk-weighted assets ratio	22.58%	21.93%
Total Capital (\$'000)	315,694	279,153
Capital adequacy ratio	23.55%	22.99%
<b>Global Consolidated Operations:</b>		
Tier 1 Capital (F\$ equivalent) (\$'000)	N/A	N/A
Tier 1 Capital to total risk-weighted assets ratio	N/A	N/A
Total Capital (F\$ equivalent) (\$'000)	N/A	N/A
Capital adequacy ratio	N/A	N/A
<b>NB: N/A refers to Not Applicable</b>		

	Audited Current Year	Audited Prior Period
Asset Quality as at end of financial year		
<b>Banking Operations in Fiji:</b>		
Total impaired assets (on- and off-balance sheet) (\$'000)	103,203	165,325
Total impaired assets as a percentage of total assets	4.76%	8.61%
Total individually assessed provisions (\$'000)	11,061	14,995
Total collectively assessed provisions (\$'000)	3,963	7,041
Total provisions as a percentage of total impaired assets	14.56%	13.33%
General reserves for credit losses (\$'000)	17,382	17,070
<b>Global Consolidated Operations:</b>		
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
<b>NB: N/A refers to Not Applicable</b>		
<b>Balance Sheet</b>		
The Balance Sheet for the HFC Bank are prepared under the IFRSs and includes but not limited to the following:		
Cash and liquid assets	15,795	16,233
Balance with the Reserve Bank of Fiji	386,301	318,086
Receivables due from other financial institutions	75,571	25,099
Securities held	194,061	171,861
Loans (including advances to customers and similar facilities)	1,453,466	1,353,874
Provision for impairment	(15,023)	(22,036)
Fixed assets	19,307	17,646
Other assets	40,797	39,083
Total Assets	2,170,274	1,919,846
Deposits of Promissory Notes of statutory bodies	0	0
Payables due to other financial institutions	0	0
Deposits and borrowings	1,543,323	1,337,684
Amounts owed to other depositors	0	0
Certificates of deposits	0	0
Promissory Notes & other liabilities evidenced by paper	0	0
Other borrowed funds	222,117	228,207
Other liabilities	74,822	62,657
Issued and paid up or assigned capital	254,607	224,502
Capital reserves	0	0
Revaluation reserves	0	0
General reserves for credit losses	17,382	17,070
Other reserves	0	0
Retained earnings	58,022	49,725

## 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	77,019	75,722
Interest and similar expense	(12,540)	(9,987)
Dividend income	0	0
Fee and commission revenue	8,991	8,021
Fee and commission expense	0	0
Other revenues arising from financial instruments	375	256
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	5,492	4,932
Other operating revenue	24	2,271
Bad & doubtful debts (including provisions for impairment)	3,454	(3,582)
Recoveries of bad and doubtful debts	7	0
General administration expense	(19,186)	(18,077)
Other operating expense	(8,993)	(8,499)
Net profit or loss before tax	54,643	51,057
Net profit or loss after tax	41,486	43,007

## 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 Head Office, HFC Centre, 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 maybe 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 & 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