

INTRODUCTORY STATEMENT

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

The explanation of the terms used in the Summary 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 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:

Mr Tom Ricketts (Chairman)
Mr Vilash Chand (Dep.Chairman)
Mr Ajith Kodagoda (Member)
Mr Sashi Singh (Member)
Mr Alipate Naiorosui (Member)

	Audited Current Year	Audited Prior Period
Profitability		
BANKING OPERATIONS IN FIJI:		
Net operating profit/(loss) after tax (\$'000)	7,007	6,051
As a percentage of average total assets	1.11%	1.29%
Size as at end of financial year		
BANKING OPERATIONS IN FIJI:		
Total assets (\$'000)	701,570	557,339
Percentage change in total assets over 12 months	25.88%	45.46%
Capital Adequacy as at end of financial year		
BANKING OPERATIONS IN FIJI:		
Tier 1 Capital (\$'000)	76,196	48,901
Tier 1 Capital to total risk-weighted assets ratio	16.85%	13.83%
Total Capital (\$'000)	81,849	53,322
Capital adequacy ratio	18.10%	15.08%

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	20,784	17,007
Balance with the Reserve Bank of Fiji	129,829	103,805
Receivables due from other financial institutions	557	3,683
Securities held	15,855	30,855
Loans (including advances to customers and similar facilities)	526,560	394,083
Allowance for loans and advances	(1,531)	(1,562)
Fixed assets	2,946	3,039
Other assets	6,569	6,427
Total Assets	701,570	557,339
Deposits of Promissory Notes of statutory bodies	0	0
Payables due to other financial institutions	0	0
Deposits and borrowings	599,083	484,842
Amounts owed to other depositors	-	0
Certificates of deposits	-	0
Promissory Notes and other liabilities evidenced by paper	-	0
Other borrowed funds	-	0
Other liabilities	14,560	12,372
Issued and paid up or assigned capital	70,000	45,000
Capital reserves	-	0
Revaluation reserves	-	0
General reserves for credit losses	6,866	5,657
Other reserves	-	0
Retained earnings	11,061	9,467

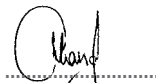
INCOME STATEMENT

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	33,886	25,204
Interest and similar expense	(16,835)	(10,122)
Dividend income	0	0
Fee and commission revenue	4,144	3,855
Fee and commission expense	0	0
Other revenues arising from financial instruments	0	0
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	1,031	556
Other operating revenue	73	150
Bad and doubtful debts (including provisions for impairment)	(1,133)	(1,202)
Recoveries of bad and doubtful debts	956	724
General administration expense	(7,953)	(6,682)
Other operating expense	(5,340)	(4,878)
Net profit or loss before tax	8,829	7,604
Net profit or loss after tax	7,007	6,051

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.



Director



Director



Auditor