



**SUMMARY KEY DISCLOSURE STATEMENT**  
for the year ended 30 June 2010

**Introductory Statement**

- The purpose of this information is to provide customers and potential customers with information about the financial condition of Home Finance Company Limited.
- The explanation of the terms used in the Key Disclosure Statement is contained in the Reserve Bank publication "Your Bank's Disclosure Statement : What's In It For You". The terms used in the brochure are also applicable to credit institutions. The brochure can be obtained from the Reserve Bank of Fiji. Other information can be viewed at all branches of Home Finance Company Limited.

**Corporate Information**

- The full name of the credit institution is Home Finance Company Limited.
- The full name of the ultimate parent company of Home Finance Company Limited is Fiji National Provident Fund, which is domiciled in Fiji.
- The names of the directors of Home Finance Company Limited are:

**Chairman**                    J Prasad (Retired 22/01/2010)  
                                      T Ricketts (Appointed 15/02/2010)

**Deputy Chairman**        Dr R Kishore (Appointed 17/08/2009)

**Members**                    V Chand (Appointed 06/06/2007)  
                                      A Kodagoda (Appointed 25/06/2009)  
                                      S Singh (Appointed 15/02/2010)

|  |  | Audited<br>Current Year<br>30-Jun-10 | Audited<br>Prior Year<br>30-Jun-09 |
|--|--|--------------------------------------|------------------------------------|
|--|--|--------------------------------------|------------------------------------|

**Profitability**

|   |       |       |
|---|-------|-------|
| <input checked="" type="checkbox"/> Net operating profit after tax (\$'000) | 2,783 | 2,089 |
| <input checked="" type="checkbox"/> As a percentage of average total assets | 1.69% | 1.23% |

|  |         |         |
|--|---------|---------|
| <input checked="" type="checkbox"/> Total assets (\$'000)                                | 168,133 | 161,729 |
| <input checked="" type="checkbox"/> The percentage change in total assets over 12 months | 3.96%   | -9.58%  |

**Capital Adequacy - as at end of financial year**

|  |        |        |
|--|--------|--------|
| <input checked="" type="checkbox"/> Tier 1 Capital (\$'000)                            | 15,673 | 12,606 |
| <input checked="" type="checkbox"/> Tier 1 capital to total risk-weighted assets ratio | 13.86% | 11.72% |
| <input checked="" type="checkbox"/> Total Capital (\$'000)                             | 17,086 | 13,951 |
| <input checked="" type="checkbox"/> Capital adequacy ratio                             | 15.11% | 12.97% |

|  |  |  | Audited<br>Current Year<br>30-Jun-10 | Audited<br>Prior Year<br>30-Jun-09 |
|--|--|--|--------------------------------------|------------------------------------|
|--|--|--|--------------------------------------|------------------------------------|

Asset Quality - as at end of financial year

|                                     |  |        |        |
|-------------------------------------|--|--------|--------|
| <input checked="" type="checkbox"/> | Total impaired assets (on- and off-balance sheet) (\$'000) | 3,903  | 7,201  |
| <input checked="" type="checkbox"/> | As a percentage of total assets                            | 2.32%  | 4.45%  |
| <input checked="" type="checkbox"/> | Total individually assessed provisions (\$'000)            | 1,306  | 2,094  |
| <input checked="" type="checkbox"/> | Total collectively assessed provisions (\$'000)            | 126    | 18     |
| <input checked="" type="checkbox"/> | Total provisions as a percentage of total impaired assets  | 36.69% | 29.32% |
| <input checked="" type="checkbox"/> | General reserves for credit losses (\$'000)                | 2,014  | 1,778  |

Peak Credit Exposure Concentrations - number of counterparties or groups of closely-related counterparties in relation to the total capital of the credit institution

|                                     |                             |   |   |
|-------------------------------------|-----------------------------|---|---|
| <input checked="" type="checkbox"/> | 10% to 20% of total capital | 5 | 4 |
| <input checked="" type="checkbox"/> | 20% to 25% of total capital | 0 | 0 |
| <input checked="" type="checkbox"/> | Over 25% of total capital   | 0 | 0 |

Peak Connected Persons Credit Exposures - for all connected persons

|                                     |   |        |        |
|-------------------------------------|---|--------|--------|
| <input checked="" type="checkbox"/> | Peak end-of-day credit exposure amount (\$'000)   | 0      | 0      |
| <input checked="" type="checkbox"/> | As a percentage of total capital  | 0.00%  | 0.00%  |
| <input checked="" type="checkbox"/> | Maximum peak end-of-day aggregate credit exposure to all connected persons as a percentage of total capital | 25.00% | 25.00% |

**Balance Sheet**

The Balance Sheet for the Fiji Operations as prepared under IFRS should be reported here and should include, but should not be limited to, the following:

|  | \$'000         | \$'000         |
|--|----------------|----------------|
| Cash and liquid assets   | 5,422          | 4,817          |
| Balance with the Reserve Bank of Fiji                          | 0              | 0              |
| Receivables due from other financial institutions              | 0              | 0              |
| Securities held  | 15,348         | 18,311         |
| Loans (including advances to customers and similar facilities) | 146,545        | 138,415        |
| Provision for doubtful debts                                   | (1,432)        | (2,112)        |
| Fixed assets   | 1,297          | 1,243          |
| Other assets   | 953            | 1,055          |
| <b>Total Assets</b>  | <b>168,133</b> | <b>161,729</b> |
| Deposits or Promissory Notes of statutory bodies               | 0              | 0              |
| Payables due to other financial institutions                   | 0              | 0              |
| Deposits and borrowings  | 67,812         | 66,785         |
| Amounts owed to other depositors                               | 0              | 0              |
| Certificates of deposits                                       | 76,023         | 74,518         |
| Promissory Notes and other liabilities evidenced by paper      | 0              | 0              |
| Other borrowed funds   | 0              | 0              |
| Other liabilities  | 6,178          | 5,420          |
| Issued and paid up or assigned capital                         | 12,000         | 10,000         |
| Capital reserves   | 0              | 0              |
| Revaluation reserves   | 0              | 0              |
| General reserves for credit losses                             | 2,014          | 1,778          |
| Other reserves   | 0              | 0              |
| <b>Retained earnings</b>                                       | <b>4,106</b>   | <b>3,228</b>   |

|  |  |  | Audited<br>Current Year<br>30-Jun-10 | Audited<br>Prior Year<br>30-Jun-09 |
|--|--|--|--------------------------------------|------------------------------------|
|--|--|--|--------------------------------------|------------------------------------|

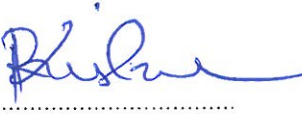
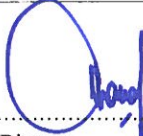

### Income Statement

The Income Statement for the Fiji Operations as prepared under IFRS should be reported here and should include, but should not be limited to, the following:

|  | \$'000       | \$'000       |
|--|--------------|--------------|
| Interest and similar income                                  | 14,078       | 12,981       |
| Interest and similar expense                                 | (8,249)      | (6,501)      |
| Dividend income  | 0            | 0            |
| Fee and commission revenue                                   | 1,306        | 1,447        |
| 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 | 0            | 0            |
| Other operating revenue                                      | 71           | 6            |
| Bad and doubtful debts (including provisions for impairment) | 393          | (146)        |
| Recoveries of bad and doubtful debts                         | 30           | 16           |
| General administration expense                               | (3,199)      | (3,469)      |
| Other operating expense                                      | (1,076)      | (1,282)      |
| <b>Net profit before tax and extraordinary items</b>         | <b>3,354</b> | <b>3,052</b> |
| <b>Net profit after tax and extraordinary items</b>          | <b>2,783</b> | <b>2,089</b> |

### Availability of Disclosure Statements

- Home Finance Company Limited's most recent Key Disclosure Statement is available at all Home Finance Company Limited branches.
- Home Finance Company Limited's most recent General Disclosure Statement is available at all Home Finance Company Limited branches.
- The most recent audited balance sheet and profit and loss statements and other publicly available financial information on any "associated person" of Home Finance Company Limited are available for inspection at our head office located at 371 Victoria Parade, Suva.
- Where necessary, comparative figures have been adjusted to conform to changes in the presentation in the current year.

|  |  |   |
|--|--|---|
| <br>.....<br>Director | <br>.....<br>Director | <br>.....<br>Auditor |
|--|--|---|