

SECOND QUARTER REPORT

APRIL - JUNE
2024

HOUSING DEVELOPMENT
FINANCE CORPORATION PLC.

WWW.HDFC.COM.MV



Housing Development Finance Corporation Plc.



HDFC is the only specialized housing financing institution in the Maldives. Our core activities are to provide housing finance to the citizens of the Maldives via Conventional and Islamic financing models and develop Maldivian capital market by offering debt instruments.

We strive to serve as a trusted partner to our clients by responsibly providing finance that enables home ownership and economic prosperity. We have more than 20 years of experience helping our clients meet the world's toughest challenge and embrace their greatest dream of all time, "owning a home".

HDFC strives to always work with its stakeholders to develop markets and products and explore new business opportunities for the company. We welcome investors and business associates pursuing its mission of promoting housing finance.

HDFC has demonstrated resilience by growing strongly and consistently even during challenging times. This feat would not have been possible but for the strong ethical business practices and guidance of the Board of Directors and the passion of the highly energetic employees.

We are proud of our most valued asset, our human capital and equally value our dedicated customers with whom our staff at all levels have created an unwavering bond of confidence in their excellent customer service which has driven the Company to a solid performance throughout the years.

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1. Summary

Housing Development Finance Corporation Plc. (HDFC) is a company incorporated as a state-owned enterprise on January 28, 2004, by a presidential Decree under the Companies Act No. 10/96, registered as a public company on 9th February 2006, and privatized on 23rd July 2008 with International Shareholders represented by the International Finance Corporation (IFC of World Bank Group), Asian Development Bank and HDFC Bank Ltd. [Former HDFC Investments Ltd. of India], jointly holding 51% of shares. HDFC is the only specialized housing finance institution in the Maldives.

Today the Company's loan portfolio (net) stands over MVR1.59 billion and assets worth over MVR 2.18 billion.

HDFC generated a net profit of MVR 24.47 million during the Quarter 2 of 2024 which is an increase of 1.61% compared to the Quarter 1 of 2021 where the company made a net profit of MVR 24.08 million.

2. Business Updates

- HDFC maintained its endeavors to attract additional business by engaging in one-on-one interactions, including face-to-face meetings, phone calls, and SMS messages, to secure leads that are contingent upon the delivery of effective customer service.

The current end-user financing projects financed by HDFC are as follows: -

Project	Developer	Overall Progress	Expected Completion Date
The Gardens Exotic Elegance	JAAH Investments	92.25%	2024
STO Renaatus Housing	Renaatus Projects Pvt. Ltd.	97%	Handover ongoing
Rain Coral Residence	Rainbow Construction Pvt. Ltd.	68.81%	July 2024
The Creek View	SASe Glut JV Pvt. Ltd.	70%	July 2025
Blue Haven	RCC Pvt. Ltd.	95%	Aug 2024
Central Homes	Apollo Holding Pvt. Ltd.	20%	March 2025
Solitaire	Sandal Mauritius Pvt. Ltd.	90%	Sep 2024
The Rise Apartments	FEDO Construction Pvt. Ltd.	32.29%	Jan 2026
SJ Creek Residences	SJ Construction Pvt. Ltd.	33.68%	Dec 2024.
Luxaone Odeon	Tata Housing	62%	March 2026
Luxaone Nadhee	Tata Housing	51%	March 2026
Rain Pearl	Rainbow Singhal Pvt. Ltd	Mobilized	
Rain Palm	Rainbow Construction Pvt. Ltd.	Mobilized	

3. Management of Government Social Housing Programme

HDFC manages and administers the Government Social Housing Schemes, as of now HDFC manages a total of 6 schemes details of which is given below.

HDFC has signed an MOU with the Ministry of National Planning and Infrastructure on 17 March 2024 for the development and implementation of the “Hiyaavehi Financing Facility Programme” which is to focus on providing Shariah Compliant Housing Financing Solutions for the Maldivians.

1. Ministry of Housing and Infrastructure - MHUD Conventional Fund
2. Ministry of Housing and Infrastructure - MHI Islamic Fund
3. Ministry of Housing and Infrastructure - GED Islamic Fund
4. Ministry of Housing and Infrastructure - 704 Conventional Fund
5. Ministry of Housing and Infrastructure - CMEC Conventional Fund
6. Ministry of Housing and Infrastructure - GED Conventional Fund

4. Human Capital

Employment Data

1 April 2024 – 30 June 2024	Local	Expatriate	Total
No. of staff at beginning	42	0	42
No. of staff resigned/terminated	0	0	0
No. of staff employed	02	0	02
Total	44		44

Staff Development & Training

At HDFC, we prioritize the significance of learning at both the individual and organizational levels, as staff development is a perpetual endeavor. We strive to integrate a learning culture into the system, where the on-the-job mentoring

process is regarded as a critical component in guaranteeing that the employee's development is never delayed.

The delivery of an effective output is the result of the regular review of their progress, coaching, identification of knowledge gaps, and provision of focused training and timely resolution. This approach ensures the retention of existing talent and the development of the professional capabilities of individual staff and the team.

During the reporting quarter, the staff attended the following training, workshops, sessions & forums to enhance their knowledge in the respective areas.

1. Symposium Strengthening Transparency and Governance of SOEs
Conducted by: ICOM & PCB.
2. Stakeholder workshop on formulation of the financial consumer protection rules conducted by: MMA.
3. Country Partnership Strategy (CPS) for Maldives for 2025-2029 Session
Conducted by: ADB.
4. Workshop on Creating a Regional Islamic Finance Hub conducted by: Ministry of Finance.

Marketing and CSR

- To increase public awareness of its products, HDFC continued to advertise them on digital displays in Male' and on social media. To guarantee consistency and uniformity in its marketing endeavors and presence, HDFC sought the assistance of a branding consultant to establish a well-defined and unambiguous branding guideline.
- HDFC utilized Public Service Media to execute its marketing initiatives.
- An EMI application was developed internally to ease the process of assessing customers' eligibility.
- HDFC began the process of redesigning the customer service area to enhance the quality of services provided and better align with the service environment.
- The company also signed on as the official housing finance partner of the Maldives Living Expo 2024.

- Continued digital marketing initiatives for enhancing brand visibility and recognition.

5. Shareholding

The company's shareholding as of June 30, 2024, was as follows:

Shareholding	%	Value of shares
Government of Maldives	49%	78,092,900
Asian Development Bank	18%	28,687,500
International Finance Corporation	18%	28,687,500
HDFC Bank Ltd., India	15%	23,906,200
Initial Shareholders		900
	100%	159,375,000

6. Material Transactions

During the reporting quarter there were no material transactions conducted with Directors or Shareholders other than that of during ordinary course of business.

7. Penalties imposed by the Regulator and Tax

- There are no penalties imposed by the regulator during the Quarter.
- The Company has no pending tax to MIRA as of 30th June 2024.

8. Corporate Governance Compliance

	Provision	Compliance Status	Details
Effective Board	1.1	Complied	The Board composition is made up of 8 Directors (GOM-2, IFC 1, ADB 1, HDFC Bank Ltd. (India) -1, Independent Directors-2 & MD, of which 7 are Non-Executive Directors with one Executive Director (with no voting power). During the reporting period 07 directors are holding office.

	Provision	Compliance Status	Details
Composition of the BOD	1.2	Complied	There are three female Directors on HDFC PLC.'s Board. None of the Directors hold Directorship in more than 3 public Companies in the Maldives.
Nomination/re-election of Directors	1.3	Complied	GOM & ADB have appointed one Alternate Director each. GOM representations on the Board are informed by the Ministry of Finance and Treasury. There is no Public Director on the Board of HDFC PLC. Since HDFC's shares are not listed.
Separation of Chairman and MD	1.4	Complied	The Chairman and the Managing Director are two separate individuals in the Company.
Roles of the Chairman and MD	1.5	Complied	The roles of the Chairman and the Managing Director are separated. The Chairman is appointed for a period of 1 year on rotation. Current Chairman is Mr. Hamid Sodique.
Duties of the Board	1.6	Complied	Board Directors' roles are stated separately in the charter.
Training	1.7	Complied	Director & Company Secretary participates in training organized by CMDA. New local directors are provided with the opportunity to attend CG orientations offered by reputable institutions based on availability. Any updates to the regulatory frameworks are briefed by CS to the board of directors.
Committees	1.8	Complied	Board Committees are: Audit & Risk Management Committee Nomination & Remuneration Committee Board Credit Committee IPO Committee
Remuneration policy	2.1	Complied	The Company has a remuneration policy in place.
Evaluation of the BOD Performance	2.2	Complied	Evaluation of the Board is done by NRC.
Board remuneration Disclosure	2.3	Complied	HDFC pays a fixed remuneration to its non-executive directors and Chairman.

	Provision	Compliance Status	Details
Board Member Remuneration Disclosure	2.4	Complied	There is a fixed remuneration given to the individual non-executive board directors, which is disclosed as a total for the year in the Annual Report.
Management constituents	3.1	Complied	Members who comprise the management team are Managing Director, Head of IT, Head of Admin and Company Secretary and Senior Manager – Islamic (AMNA) and Finance Manager
Roles and Responsibilities of the Management	3.2	Complied	The HR department has drawn job descriptions for each employee of the Company. The Board provides the management with constant advice and guidance. Further, the Board has given performance goals to the MD, which are cascaded down to the management along with KPI's.
Internal Audit	4.1	Complied	Internal Audit findings are reported directly to the Audit Committee. EY is the Internal Auditor for 2024.
External Audit	4.2	Complied	The Audit Committee makes recommendations on selecting an External Auditor for the Company, which is taken to the AGM for the Shareholders' approval. KPMG was appointed as the Statutory Auditor for the Year 2024.
Internal Controls	4.3	Complied	The Internal Auditors as well as the Risk Audit Manager review the internal controls set within the Company and reports directly to the Audit Committee of the Board.
Company Secretary	5	Complied	The Company Secretary maintains a schedule of the compliances signed by the responsible staff. The compliances are reported to the Board on a quarterly basis.
Shareholders	6.1	Complied	Shareholders' rights are informed through quarterly reports, the Company's website, and the AGM.

	Provision	Compliance Status	Details
Shareholder Communication	6.2	Complied	Shareholder communication is conveyed through notices, press releases, press conferences, weekly, monthly reports, quarterly reports, semi-annual reports, annual reports, and AGM.
General Meetings	6.3	Complied	The Company's AGM is held annually to inform the company's performance of the past year. AGM FY2023 was held on 26 May 2024.
Voting Rights	6.4	Complied	Shareholders are informed on their voting rights by email and letters. Shareholders are permitted to vote in-absentia through proxy voting.
Financial Statements	7.1	Complied	The Company's Financial Statements are prepared in accordance with the International Financial Reporting Standards (IFRS), Audited Balance Sheet and Profit and Loss statements are reviewed and signed by the Chairman of the Audit Committee, MD, and CFO/Acting Head. Monthly, Quarterly and Semi-annually reports are signed by Chairperson of the Audit Committee, MD, and CFO.
Non-Financial Statements	7.2	Complied	HDFC ensures the disclosure of current/potential conflicts of interests (if any) and interested third party transactions by the Directors and the Management annually and through its annual report.
Systems to raise concerns	8	Complied	The Board and Management ensure that appropriate processes are in place to enable employees and management to raise their concerns as communicated to the staff and disclosed in the annual report. Additionally, customers and other stakeholder concerns can be raised through the suggestion box placed at the information counter of HDFC's Office, and by writing to the Appeal and Grievance committee that comprises of two HOD's and the MD. A Whistle blower policy has been established and adopted.

	Provision	Compliance Status	Details
Investor and Media Relationship	9.1	Complied	HDFC always maintains a close relationship with the media and investors and acts as a responsible Corporate Citizen.
Quarterly Newsletter	9.2	Complied	HDFC discloses its business and other undertakings and events through its quarterly reports.
Sustainability Reporting	10	Complied	HDFC publishes its Sustainability Statement as part of the Annual Report. Environmental Impact Assessment Reports are submitted Annually to ADB and other multilateral funding partners.

9. Governance

Frequency of Board & Shareholders' Meetings

The number of meetings held by the Board of Directors and its sub-committees during the second quarter of 2024 were as follows:

	No. of meetings	Date of Meeting
Board of Directors	03 (Three)	29 th April 2024 09 th May 2024 26 th May 2024
Audit & Risk Management Committee	01 (One)	29 th April 2024
NR Committee	02 (Two)	25 th May 2024 18 th June 2024
Board Credit Committee	-	-
HDFC Shariah Advisory Committee (AMNA)	01 (One)	02 nd June 2024
Annual General Meeting	01 (One)	26 th May 2024

Changes in the Members of the Board

- No changes were recorded during the reporting quarter.

Major decisions made by the Board

- Approved the appointment of Chairman to the Board FY2024 - 2025

- Approved to place the Audited Financials FY ended 31st December 2023 for endorsement of Shareholders at the Annual General Meeting
- Approved to place the Auditors FY2024 and their remuneration for endorsement of the Shareholders at the Annual General Meeting.
- Approved to place the Dividend FY2023 for endorsement of Shareholders at the Annual General Meeting.
- Approved the appointments of Shariah Committee members.
- Approved the Annual Bonus.
- Approved the Broader terms for refinancing facilities.

Major decisions made by Audit Committee

- Finalized the Audited Financials FY ended 31st December 2023.
- Completed the selection of the External, Internal, and Shariah Compliance Auditors for FY2024, as well as their compensation.

Major decisions made by NR Committee

- Evaluated the performance of EXCO Members.
- Finalized and recommended the Annual Bonus for Staff.
- Reviewed the remuneration of the Board.
- Interviewed the CFO candidates.

Major decisions made by the Board Credit Committee

- Reviewed and approved one Credit Recommendations presented by the Internal Credit Committee through circulation.

Major decisions made by HDFC Shariah Advisory Committee.

- Reviewed Q1/2024 Sukuk Progress Report.
- The Memorandum of Understanding regarding the Relief Housing Scheme Fund was reviewed and approved.
- 05 facilities availed for moratorium were requested to be rebooked with added procedures and rectification.

Major decisions made at the Annual General Meeting

- Approved and adopted the Audited Annual Accounts and the Corporation for the Financial Year ended December 31, 2023.
- Endorsed the Dividend proposal FY2023.
- Approved the Auditors FY2024 and their remuneration.
- Recorded the resignation(s) and appointment(s) of Directors.

Board Composition

The Board composition as of June 30, 2024, was as follows.

Name	Position	Category	Respective Committee	Effective Date
Mr. Hamid Sodique Nominee Director	Director (Chairman)	Non-Executive	AC NRC BCC IPO	July 01, 2021
Mr. Mohamed Rasheed Nominee Director	Director	Non-Executive	NRC (Chairman) BCC IPO	April 20, 2023
Ms. Kohe Noor Binte Mahmoodul Hasan Nominee Director	Director	Non-Executive	AC NRC IPO	August 09, 2019
Ms. Amena Arif Nominee Director	Director	Non-Executive	AC IPO	December 08, 2021
Mr. Ajay Agarwal Nominee Director	Director	Non-Executive	BCC IPO (Chairman)	January 17, 2024
Ms. Aishath Shizna Independent Director	Director	Non-Executive	AC (Chairperson) NRC BCC IPO	July 18, 2021
Mr. Ahmed Zeenad	Managing Director	Executive	-	March 18, 2024

Attendees to the Board meeting

Name	29/04/24	09/05/2024	26/05/2024
Mr. Hamid Sodique Director(Chairperson)	Online	Online	In-person
Ms. Aishath Shizna Director	Online	In-person	In-person
Ms. Kohe Hasan Director	Online	In-person	In-person
Ms. Amena Arif Director	-	-	Online
Mr. Ajay Agarwal Director	Online	Online	Online
Mr. Mohamed Rasheed Director	Online	Online	In-person
Mr. Ahmed Zeenad Managing Director	In-Person	In-person	In-person

Attendees to the Audit Committee meeting

Name	29/04/24
Ms. Aishath Shizna Chairperson	In person
Mr. Hamid Sodique Member	Online
Ms. Kohe Hasan Member	Online
Ms. Amena Arif Member	-

Attendees to the NR Committee meeting

Name	25/05/24
Mr. Mohamed Rasheed Chairperson	Online
Mr. Hamid Sodique Member	In-person
Ms. Aishath Shizna Member	In-person
Ms. Kohe Hasan Member	In-person

Attendees to HDFC Shariah Advisory Committee (AMNA)

Name	02/06/24
Dr. Ibrahim Zakariyya Moosa Chairman	In person
Prof. Dr. Rusni Hassan Member	Online
Dr. Aishath Muneeza Member	Online

10. Financial Highlights

Financial Highlights (Unaudited) for the Quarter Ended June 30, 2024

(all amounts are in MVR)

Performance	Q2 2024	Q1 2024 (Revised)
Total Revenue	47,167,245	46,976,416
Total Expenses	(18,178,554)	(18,436,834)
Net Profit	24,489,081	23,954,207
Earnings Per Share	1.54	1.50
Net Assets Per Share	1,348.17	1,370.31
Cash Flow Per Share	5.28	5.64

Financial Ratios	Q2 2024	Q1 2024 (Revised)
Asset Cover Ratio	2.43	2.37
Debt-Equity Ratio	1.03	1.07
Debt Service Coverage Ratio	0.04	0.04
Interest Service Coverage Ratio	3.09	2.96
Outstanding Redeemable Preference Shares	NA	NA
Capital Redemption Reserve	NA	NA
Statutory Reserve	50,000,000.00	50,000,000.00
General Reserve	15,000,000.00	15,000,000.00

Notes on Issuers of Debt Securities

PREVIOUS DUE PAYMENT DATES FOR THE DEBT SECURITIES

Debt Securities	Date of Payment	Remarks
Bond Issue No - 2	1-Jan-24	Settled
Bond Issue No - 3	17-Jun-24	Settled
Sukuk Issue No - 2	25-Apr-24	Settled
Sukuk Issue No - 3	5-Jun-24	Settled
Sukuk Issue No - 4	2-Jun-24	Settled

NEXT DUE PAYMENT DATES FOR THE DEBT SECURITIES

Debt Securities	Date of Payment	Remarks
Bond Issue No - 2	1-Jul-24	To be Settled
Bond Issue No - 3	5-Dec-24	To be Settled
Sukuk Issue No - 2	25-Oct-24	To be Settled
Sukuk Issue No - 3	17-Dec-24	To be Settled
Sukuk Issue No - 4	2-Dec-25	To be Settled

11. Financial Statements

Income Statement (Unaudited) for the Quarter Ended June 30, 2024

HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC)

INCOME STATEMENT (UNAUDITED)

For the Quarter ended 30 June 2024

(all amounts are in MVR)	Quarter 2 30-Jun-24	Quarter 1 (Revised) 31-Mar-24
Gross income	47,167,245	46,976,416
Interest income	34,901,000	35,295,762
Interest expense	(9,386,905)	(9,647,728)
Net interest income	25,514,096	25,648,033
Net income on Shari'ah products	9,622,052	9,160,147
Fee income	1,102,261	918,579
Other income	1,541,931	1,601,928
Operating income	37,780,340	37,328,688
Provision for Impairment loss on loans and advances (made)/ Reversal	(3,342,573)	(3,489,916)
Personnel expenses	(3,669,957)	(3,460,164)
Other operating expenses	(1,779,119)	(1,839,027)
Profit before tax	28,988,691	28,539,582
Tax expense	(4,499,611)	(4,585,374)
Profit for the period	24,489,081	23,954,207
Earnings Per Share - basic	1.54	1.50

Statement Of Financial Position (Unaudited) For the Quarter Ended June 30, 2024

HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC)
STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As At 30 June 2024

	Quarter 2	Quarter 1 (revised)
(all amounts are in MVR)	30-Jun-24	31-Mar-24
ASSETS		
Cash and short term funds	28,548,160	79,629,750
Financial Assets Held to Maturity	501,086,630	486,526,865
Loans and Advances to Customers	1,595,599,815	1,593,504,331
Property, Plant and Equipment	2,473,080	2,440,447
Right-of-use assets	3,726,113	4,001,234
Intangible assets	1,816,147	1,967,670
Deferred tax asset	8,966,361	8,966,361
Other assets	6,429,262	6,888,739
TOTAL ASSETS	2,148,645,569	2,183,925,396
LIABILITIES		
Deposits from customers	89,681,637	86,470,650
Borrowings	893,534,913	935,259,865
Other liabilities	259,610,731	257,373,811
Dividends Payable	38,334,986	27,348,724
Total Liabilities	1,281,162,267	1,306,453,049
EQUITY		
Share capital	159,375,000	159,375,000
Retained earnings	643,108,302	653,097,347
Statutory Reserve	50,000,000	50,000,000
General Reserve	15,000,000	15,000,000
Total shareholders' equity	867,483,302	877,472,347
TOTAL EQUITY AND LIABILITIES	2,148,645,569	2,183,925,396

Ahmed Nasir
 Manager - Finance

Ahmed Zeenad
 Managing Director

Aishath Shizna
 Audit Committee Chairperson

Cash Flow Statement (Unaudited) For the Quarter Ended June 30, 2024

HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC)
CASH FLOW STATEMENT (UNAUDITED)
For the Quarter ended 30 June 2024

(all amounts are in MVR)	Quarter 2 30-Jun-24	Quarter 1 (revised) 31-Mar-24
Cash Flow from Operating Activities		
Operating Profit	24,489,081	23,954,207
Add: Increase/(Decrease) Impaired losses on loans and advances	3,342,573	3,489,916
Depreciation	607,576	602,303
Loss/(Profit) on Disposal		
(Increase)/Decrease in loans and advances to customers	(5,438,058)	(1,419,227)
(Increase)/Decrease in Other assets	459,477	(821,575)
(Increase)/Decrease in Financial Assets held to maturity	(14,559,765)	4,028,788
Increase/(Decrease) in due to customers	3,210,987	4,636,185
Increase/(Decrease) in other liabilities	2,236,920	(12,518,534)
Net Cash Flow from Operating Activities	14,348,790	21,952,064
Cash Flow from Investing Activities		
(Purchase)/sale of Property, Plant and Equipment	(213,565)	(21,855)
Proceeds on Disposal of Property, Plant and Equipment		
Net Cash Flow from Investing Activities	(213,565)	(21,855)
Cash Flow from Financing Activities		
Proceeds from borrowed funds and debt securities	(17,813,719)	(18,243,249)
Repayment of borrowed funds and debt securities	(23,911,232)	(29,210,339)
Dividends paid	(23,491,864)	-
Net Cash flow Financing Activities	(65,216,815)	(47,453,588)
Net Increase in Cash and Cash Equivalent	(51,081,590)	(25,523,379)
Cash and Cash Equivalents at the beginning of the period	79,629,750	105,153,129
Cash and Cash Equivalents at the end of the period	28,548,160	79,629,750

Statement Of Changes in Equity (Unaudited) For the Quarter Ended June 30, 2024

HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC)
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
As At 30 June 2024

(All amounts in Maldivian Rufiyaa)

	Share Capital	General Reserve	Statutory Reserve	Retained Earnings	Total
Balance at 1 January 2024	159,375,000	15,000,000	50,000,000	629,143,140	853,518,140
Dividend Payable				-	-
Profit for the period	-	-	-	23,954,207	23,954,207
Balance at 31 March 2024	<u>159,375,000</u>	<u>15,000,000</u>	<u>50,000,000</u>	<u>653,097,347</u>	<u>877,472,347</u>
Balance at 1 April 2024	159,375,000	15,000,000	50,000,000	653,097,347	877,472,347
Dividend Payable				(34,478,126)	(34,478,126)
Profit for the period	-	-	-	24,489,081	24,489,081
Balance at 30 June 2024	<u>159,375,000</u>	<u>15,000,000</u>	<u>50,000,000</u>	<u>643,108,302</u>	<u>867,483,302</u>

Amna Statements – Islamic Window (Unaudited) For the Quarter Ended June 30, 2024

HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC) AMNA (ISLAMIC WINDOW) PERFORMANCE

INCOME STATEMENT (UNAUDITED)

For the Quarter ended 30 June 2024

	Quarter 2	Quarter 1 (revised)
(all amounts are in MVR)	30-Jun-24	31-Mar-24
Gross income	19,630,477	19,652,953
Revenue	19,231,887	19,233,437
Investment Charges	(8,764,916)	(8,969,655)
Net investment income	10,466,971	10,263,782
Fees and commissions	398,589	419,516
Operating Income	10,865,560	10,683,298
Facility Loss Provision on Impaired Assets	(1,063,435)	(1,110,312)
Staff Costs	(199,912)	(153,871)
Administration & Operating Expenses	(292,383)	(329,887)
Bank Charges	(3,343)	(4,955)
Depreciation	(193,299)	(191,622)
Net Operating Expenses	(1,752,372)	(1,790,648)
Net Profit	9,113,188	8,892,651

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

For the Quarter ended 30 June 2024

	Quarter 2	Quarter 1 (revised)
(all amounts are in MVR)	30-Jun-24	31-Mar-24
Cash and Short term funds	2,114,844	49,074,509
Financial Assets Held to Maturity	190,847,493	156,809,328
Mortgage facilities	595,025,289	572,383,587
Non - Current Assets	2,550,070	2,675,424
Total Assets	790,537,697	780,942,848
Customer deposits	34,297,186	29,411,792
Wakalah Facilities	65,000,000	65,000,000
Sukuk	384,370,000	384,370,000
Other liabilities	42,180,027	46,583,759
	525,847,212	525,365,552
Equity	264,690,485	255,577,296
Total Equity and Liabilities	790,537,697	780,942,848

Statement Of Use of Proceeds for the Quarter Ended June 30, 2024

Statement of Use of Proceeds From Sale of Securities

No.	Security Name	Funds obtained	Funds utilised	Balance	Purpose
1	HDFC Sukuk 2	89,036,000	89,036,000	-	To fund shari'ah compliant mortgage housing finance
2	HDFC Sukuk 3	126,931,000	126,931,000	-	To fund shari'ah compliant mortgage housing finance
3	HDFC Sukuk 4	168,403,000	168,403,000	-	To fund shari'ah compliant mortgage housing finance
4	HDFC Bond 2	81,390,000	81,390,000	-	To fund mortgage housing finance
5	HDFC Bond 3	80,000,000	80,000,000	-	To fund mortgage housing finance

Statement For the Revised Entries (Unaudited) For the Quarter Ended March 31, 2024

1. Revision in increase in total assets to adjust for mis classified investment in financial investments held to maturity.
2. Revision in Increase in Total Borrowings due to under accrual of Bank loan Interest
3. Revision in increase in other incomes to reflect under accrued incomes.

12. Sharia Compliance

HDFC Amna (Islamic Window) operations for the quarter remains compliant with established principles of Sharia. Additional improvement measures were endorsed by MMA.

13. External Auditor's Limited Review

The financials Q2 of 2024 are unaudited management accounts, which are subject to changes after an audit by the External Auditor.

14. Statement of Compliance

This report is prepared in compliance with the Minimum Criteria for Periodic Reporting set in Capital Market Development Authority's (CMDA) circular for Listed Companies.