



Housing Development Finance Corporation Plc.

FOURTH QUARTER REPORT

OCTOBER - DECEMBER 2023

HOUSING DEVELOPMENT FINANCE CORPORATION PLC.
WWW.HDFC.COM.MV





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 enable home ownership and economic prosperity. We have more than 19 years of experience helping our clients meet the world's toughest challenge and embrace their greatest dream of all times, "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 the 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 valuable 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 (Previously 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 MVR1.65 billion and assets worth over MVR 2.37 billion.

HDFC has generated a net profit of MVR 22.35 million during the Quarter 4 of 2023 which is an increase of 12% compared to the Quarter 3 of 2023 where the company made a net profit of MVR 19.95 million.

2. Business Updates

- HDFC continued its efforts to attract additional business through one-to-one interaction in the form face to face, calls and SMSs in its efforts to obtain leads based on its positive changes brought to the products.
- **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
One Central Park	Sandal Mauritius	100%	Handed over July 2023
Rain Coral Residence	Rainbow Mega Developer	68.81%	July 2024
The Creek View	SASe Glut JV Pvt. Ltd.	45%	March 2025
Blue Haven	RCC	70%	May 2024
Central Homes	Apollo Holding Pvt. Ltd.	20%	March 2025
Solitaire	Sandal Mauritius	65%	June 2024
The Rise Apartments	FEDO	26.43%	Jan 2026
SJ Creek	SJ Construction	32.45%	Dec 2024.
Luxaone Odeon	Tata Housing	40%	March 2026

Luxera Nadhee	Tata Housing	40%	March 2026
Rain Palm & Rain Pearl	Rainbow Construction	Ongoing Mobilization works	

3. Management of Government Social Housing Programme

Under the Government Social Housing programme, a new scheme named “Gedhuroveriya” was launched in June 2021 with a budget of MVR175 million to cater for the people of outer atolls for new construction, renovation, and extensions. Based on the high demand received from the public an additional MVR100 million was added to continue the programme. The programme was closed on 16th November 2023.

Other social housing schemes managed by HDFC are as follows.

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 Oct 2023 – 31 Dec 2023	Local	Expatriate	Total
No. of staff at beginning	41	0	41
No. of staff resigned/terminated	3	0	3
No. of staff employed	2	0	2
Total	40		40

Staff Development & Training

At HDFC, we give utmost importance to maintaining our focus on our employees' professional development and engagement.

Staff training is pitched towards enhancing the professional capacities of individual staff and the team, which is essential to deliver an effective output. Though on the job training is a regular fragment of daily functioning, further training is supplemented as a backing to nurture the knowledge base of their progression.

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

1. Participated in the Debt Recovery Training on "How to recover your Debts Effectively" // Conducted by RH Training & Development.
2. Participated in the EY Banking Event 2023 // Conducted by Ernst and Young (EY).
3. Participated in the Second National Workshop on "Regulatory Sandbox on Central Bank Digital Currency," // co-organized by the Division for Public Institutions and Digital Government of the UN Department of Economic and Social Affairs (UNDESA DPIDG), the Information and Communications Technology and Disaster Risk Reduction Division of the UN Economic and Social Commission for Asia and the Pacific (UNESCAP IDD), the Maldives Monetary Authority (MMA), and the Ministry of Environment, Climate Change, and Technology (MECCT).
4. Participated 'Green Finance Workshop for Financial Institution' // Conducted Maldives National University.
5. Participated in the IFRS Workshop 2023 // Conducted by KPMG.
6. Participated in a Customer Service Skills programme // Conducted by MMA Training Institute.
7. Participated in an Occupational Health and Safety (ISO 45001:2018) Workshop// Conducted by Halcyon Management Consultancy Sri Lanka, Local Partner - Alcor Management Consultancy.
8. Participated in Regulatory Awareness Session // Conducted by Institute of Corporate Directors and Secretaries, CMDA.

Marketing and CSR

- HDFC continued to market its products through social media and on digital boards in Male' to create awareness among the public of its products.
- HDFC met with new developers to enroll as registered projects for end user products.
- HDFC invited Customers for one-on-one sessions and shared information in the products and processes.
- The Business Development Team worked on enrolling additional institutions into the "Salary Benefit Scheme", for their staff to enjoy the benefits under the scheme.
- HDFC's new website was reviewed, and updated:

- A page has been dedicated to grievance procedure.
- A form for complaints submission has been published.
- Market research was conducted in the efforts to understand and improve the existing products and services.

5. Shareholding

The company's shareholding as of September 30, 2023, 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 Investments Ltd. India	15%	23,906,200
Initial Shareholders		900
	100%	159,375,000

Note: HDFC Investments Ltd. India was amalgamated into HDFC Bank Ltd, leading to the dissolution of HDFC India without further formalities. Consequently, HDFC Bank Ltd now stands as the successor shareholder to HDFC Maldives, succeeding HDFC India. MMA has extended their no object on the change of major shareholding. Amendments to the Constitutional documents and filing with the Registrar of Companies is in progress.

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 31st December 2023.

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-I -1, Independent Directors-2 & MD), of which 7 are Non- Executive Directors with one Executive Director (with no voting power). During the reporting period 08 directors are holding office.
Composition of the BOD	1.2	Complied	There are four 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.
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 trainings organized by CMDA. New local directors are provided the opportunity to attend CG orientations offered by reputed institutions and IFRS9 sessions were conducted for the Board of Directors. Any updates to the regulatory frameworks are briefed by CS to the board of directors.

	Provision	Compliance Status	Details
Committees	1.8	Complied	Board Committees are: Audit Committee Nomination & Remuneration Committee Credit Risk Management 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 does not pay a fixed remuneration to its non-executive directors. Total remuneration paid to Directors are disclosed in the Annual Report.
Board Member Remuneration Disclosure	2.4	Complied	There is no fixed remuneration given to the individual non-executive board directors. HDFC gives a sitting fee to each member who attends the Board and its Committees, 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, CFO, Head of IT, Head of Credit, Head of Admin and Company Secretary and Senior Manager Islamic Finance & Shariah.
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 2023.

	Provision	Compliance Status	Details
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 is the Statutory Auditor for the Year 2023.
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.
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 FY2022 was held on 15 May 2023.
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.

	Provision	Compliance Status	Details
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. 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.
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.

	Provision	Compliance Status	Details
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 Meetings

The number of meetings held by the Board of Directors and its sub-committees during the fourth quarter of 2023 were as follows:

	No. of meetings	Date of Meeting
Board of Directors	02(One)	21 st November 2023 19 th December 2023
Audit Committee	01 (One)	21 st November 2023
NR Committee	01 (One)	21 st November 2023
IPO Committee	01 (One)	21 st November 2023
HDFC Shariah Advisory Committee (AMNA)	01 (One)	09 th November 2023

Changes in the Members of the Board

- Mr. Conrad D'Souza's resignation from the Board was recorded in Q4.

Major decisions/discussion made at the Board

- Accepted and recorded the CFO's resignation.
- Recorded Mr. Conrad D'Souza's resignation from the Board.
- Endorsed the Interim Audited Financials (Period ended Jan-June 2023).
- Endorsed the Internal Shariah Q3/2023 Review.
- Reviewed the performance, liquidity updates.
- Reviewed final statistics of Moratorium.
- Reviewed the Asset Quality Report.
- Reviewed the ERP progress report.
- Reviewed the periodic compliance.

- Approved the Strategic Plan, Annual Business Plan and Budget FY2024.
- Approved the Marketing Strategy FY 2024 and Anniversary Promotion Plan.
- Approved the appointment of an Advisor to the Board.
- Decided to temporarily pause the IPO Process, until further strategic directions are finalized.

Major decisions/discussion made at the Audit Committee

- Reviewed the Interim Audit (Period ended Jan – June 2023) presented by EY.
- Reviewed the Internal Shariah Report Q3/2023

Major decisions/discussion made at the NR Committee

- Recorded CFO's Resignation
- Succession planning for KMP's

Major decisions/discussion made at the IPO Committee

- Decided to temporarily hold the IPO activities until further clear strategic directions are finalized.

Major decisions made by HDFC Shariah Advisory Committee.

- Approved the Q3 Shariah Review.
- Approved Distribution of charity payable for 2022
- Approved Q3, 2023 Sukuk Progress Report

Board Composition

The Board composition as of December 31, 2023, was as follows.

Name	Position	Category	Respective Committee	Effective Date
Mr. Conrad D'Souza ¹ Nominee Director	Chairman	Non-Executive	AC, NRC, BCC, IPO	March 15, 2019
Mr.Hamid Sodique Nominee Director	Director	Non-Executive	AC, NRC (Chairman), BCC IPO	July 01, 2021
Mr. Mohamed Rasheed Nominee Director	Director	Non-Executive	Nil	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, BC	December 08, 2021
Mr. Mohamed Ahmed Independent Director	Director	Non-Executive	AC (Chairman), IPO (Chairman) BCC	July 18, 2021
Ms. Aishath Shizna Independent Director	Director	Non-Executive	BCC (Chairperson)_ NRC	July 18, 2021
Ms. Raheema Saleem Managing Director	Director	Executive	-	February 28, 2017

Note ¹: Mr. Conrad's Resignation was recorded at the Board Meeting held on 19th December 2023.

Attendees to the Board meeting

- Mr. Conrad D'Souza (Chairman)
- Mr. Hamid Sodique (Director)
- Ms. Kohe Noor Binte Mahmoodul Hasan (Director)
- Mr. Mohamed Rasheed (Director)
- Mr. Mohamed Ahmed (Independent Director)
- Ms. Aishath Shizna (Independent Director)
- Ms. Raheema Saleem (Managing Director)

Attendees to the Audit Committee meeting

- Mr. Mohamed Ahmed - Chairman
- Mr. Conrad D'Souza - Member
- Mr. Hamid Sodique – Member
- Ms. Kohe Hasan – Member
- Ms. Raheema Saleem – Managing Director (By Invitation)

Attendees to the Nomination and Remuneration Committee meeting

- Mr. Hamid Sodique – Chairman
- Mr. Conrad D'Souza - Member
- Ms. Kohe Hasan – Member
- Ms. Aishath Shizna

Attendees to the IPO Committee meeting

- Mr. Mohamed Ahmed - Chairman
- Mr. Conrad D'Souza - Member
- Mr. Hamid Sodique – Member
- Ms. Kohe Hasan – Member

Attendees to HDFC Shariah Advisory Committee (AMNA)

- Dr. Ibrahim Zakariyya Moosa (Chairman of the Committee)
- Dr. Ali Zahir (Member)
- Mr. Hassan Miras - Secretary to the Committee

10. Financial Highlights

Financial Highlights (Unaudited) for the Quarter Ended December 31, 2023

(all amounts are in MVR)

Performance	Q4 2023	Q3 2023 (Revised)
Total Revenue	46,862,311	44,691,048
Total Expenses	(20,007,706)	(19,296,028)
Net Profit	22,354,994	19,954,925
Earnings Per Share	1.40	1.25
Net Assets Per Share	1,387.66	1,396.38
Cash Flow Per Share	6.65	5.49

Financial Ratios	Q4 2023	Q3 2023 (Revised)
Asset Cover Ratio	2.28	2.23
Debt-Equity Ratio	1.16	1.22
Debt Service Coverage Ratio	0.04	0.03
Interest Service Coverage Ratio	2.61	2.34
Outstanding Redeemable Preference Shares	NA	NA
Capital Redemption Reserve	NA	NA
General Reserve	15,000,000	15,000,000

Notes on Issuers of Debt Securities

PREVIOUS DUE PAYMENT DATES FOR THE DEBT SECURITIES

Debt Securities	Date of Payment	Remarks
Bond Issue No - 2	30-Jun-23	Settled
Bond Issue No - 3	04-Jun-23	Settled
Sukuk Issue No - 1	27-Jul-23	Settled
Sukuk Issue No - 2	17-Apr-23	Settled
Sukuk Issue No - 3	04-Jun-23	Settled
Sukuk Issue No - 4	02-Jun-23	Settled

NEXT DUE PAYMENT DATES FOR THE DEBT SECURITIES

Debt Securities	Date of Payment	Remarks
Bond Issue No - 2	31-Dec-23	To be Settled
Bond Issue No - 3	31-Dec-23	To be Settled
Sukuk Issue No - 1	27-Jan-24	To be Settled
Sukuk Issue No - 2	17-Oct-23	To be Settled
Sukuk Issue No - 3	04-Dec-23	To be Settled
Sukuk Issue No - 4	02-Dec-23	To be Settled

11. Financial Statements

Income Statement (Unaudited) for the Quarter Ended December 31, 2023

**HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC)
INCOME STATEMENT (UNAUDITED)**

For the Quarter ended 31 December 2023

	Quarter 4	Quarter 3
(all amounts are in MVR)	31-Dec-23	30-Sep-23
Gross income	46,862,311	44,691,048
Interest income	35,788,201	35,134,057
Interest expense	(10,306,421)	(10,860,246)
Net interest income	25,481,780	24,273,811
Net income on Shari'ah products	8,549,337	7,123,604
Fee income	1,177,780	1,085,485
Other income	1,346,993	1,347,902
	11,074,110	9,556,990
Operating income	36,555,890	33,830,802
Provision for Impairment loss on loans and advances (made)/ Reversal	(3,359,928)	(3,359,928)
Personnel expenses	(2,780,440)	(2,810,191)
Other operating expenses	(3,560,917)	(2,265,663)
Profit before tax	26,854,604	25,395,020
Tax expense	(4,499,611)	(5,440,094)
Profit for the period	22,354,994	19,954,925
Earnings Per Share - basic	1.40	1.25

Statement Of Financial Position (Unaudited) For the Quarter Ended December 31, 2023

HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC) STATEMENT OF FINANCIAL POSITION (UNAUDITED) As At 31 December 2023

	Quarter 4	Quarter 3 (Revised)
(all amounts are in MVR)	31-Dec-23	30-Sep-23
ASSETS		
Cash and short term funds	105,153,129	51,505,613
Financial Assets Held to Maturity	490,613,956	554,707,365
Loans and Advances to Customers	1,592,093,710	1,594,405,275
Property, Plant and Equipment	2,594,403	2,615,232
Right-of-use assets	5,436,599	5,711,720
Intangible assets	2,121,321	2,272,844
Deferred tax asset	8,749,486	8,749,486
Other assets	4,821,609	5,509,946
TOTAL ASSETS	2,211,584,215	2,225,477,482
LIABILITIES		
Deposits from customers	81,834,465	79,182,331
Borrowings	982,713,453	1,007,732,685
Other liabilities	271,855,966	270,819,628
Dividends Payable	27,336,932	42,254,432
Total Liabilities	1,363,740,816	1,399,989,076
EQUITY		
Share capital	159,375,000	159,375,000
Retained earnings	673,468,399	651,113,405
General Reserve	15,000,000	15,000,000
Total shareholders' equity	847,843,399	825,488,405
TOTAL EQUITY AND LIABILITIES	2,211,584,215	2,225,477,482

Raheem Saleem
Managing Director

Asihath Shizna
Audit Committee Chairman

Cash Flow Statement (Unaudited) For the Quarter Ended December 31, 2023

HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC)

CASH FLOW STATEMENT (UNAUDITED)

For the Quarter ended 31 December 2023

	Quarter 4	Quarter 3 (Revised)
(all amounts are in MVR)	31-Dec-23	30-Sep-23
Cash Flow from Operating Activities		
Operating Profit	22,354,994	19,954,925
Add: Increase/(Decrease) Impaired losses on loans and advances	3,359,928	3,359,928
Depreciation	604,246	601,161
Loss/(Profit) on Disposal		
(Increase)/Decrease in loans and advances to customers	(1,048,363)	21,355,112
(Increase)/Decrease in Other assets	688,337	3,003,282
(Increase)/Decrease in Financial Assets held to maturity	64,093,409	(104,548,116)
Increase/(Decrease) in due to customers	2,652,133	(1,382,319)
Increase/(Decrease) in other liabilities	1,036,338	(8,798,637)
Net Cash Flow from Operating Activities	93,741,022	(66,454,665)
Cash Flow from Investing Activities		
(Purchase)/sale of Property, Plant and Equipment	(156,773)	(2,451,677)
Proceeds on Disposal of Property, Plant and Equipment		
Net Cash Flow from Investing Activities	(156,773)	(2,451,677)
Cash Flow from Financing Activities		
Proceeds from borrowed funds and debt securities	(19,351,105)	(20,202,994)
Repayment of borrowed funds and debt securities	(5,668,127)	(7,518,644)
Dividends paid	(14,917,500)	-
Net Cash flow Financing Activities	(39,936,732)	(27,721,637)
Net Increase in Cash and Cash Equivalent	53,647,516	(96,627,979)
Cash and Cash Equivalents at the beginning of the period	51,505,613	148,133,592
Cash and Cash Equivalents at the end of the period	105,153,129	51,505,613

Statement Of Changes in Equity (Unaudited) For the Quarter Ended December 31, 2023

HOUSING DEVELOPMENT FINANCE CORPORATION PLC (HDFC)

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

As At 31 December 2023

(All amounts in Maldivian Rufiyaa)

	Share Capital	General Reserve	Retained Earnings	Total
Balance at 1 July 2023	159,375,000	15,000,000	631,158,480	805,533,480
Dividend Payable			-	-
Moratorium Interest Reversal			-	-
Profit for the period	-	-	19,954,925	19,954,925
Balance at 30 September 2023	<u>159,375,000</u>	<u>15,000,000</u>	<u>651,113,405</u>	<u>825,488,405</u>
Balance at 1 October 2023	159,375,000	15,000,000	651,113,405	825,488,405
Dividend Payable			-	-
Moratorium Interest Reversal			-	-
Profit for the period	-	-	22,354,994	22,354,994
Balance at 31 December 2023	<u>159,375,000</u>	<u>15,000,000</u>	<u>673,468,399</u>	<u>847,843,399</u>

Amna Statements – Islamic Window (Unaudited) For the Quarter Ended December 31, 2023

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

INCOME STATEMENT (UNAUDITED)

For the Quarter ended 31 December 2023

(all amounts are in MVR)	Quarter 4 31-Dec-23	Quarter 3 (Revised) 30-Sep-23
Gross income	19,253,706	17,598,304
Revenue	18,832,221	17,217,166
Investment Charges	(9,374,838)	(9,328,940)
Net investment income	9,457,383	7,888,226
Fees and commissions	421,485	381,138
Operating Income	9,878,868	8,269,364
Facility Loss Provision on Impaired Assets	(1,068,957)	(1,093,249)
Staff Costs	(156,287)	(175,609)
Administration & Operating Expenses	(1,798,007)	(478,415)
Bank Charges	(5,104)	(2,600)
Depreciation	(192,240)	(195,605)
Net Operating Expenses	(3,220,595)	(1,945,479)
Net Profit	6,658,272	6,323,885

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

For the Quarter ended 31 December 2023

(all amounts are in MVR)	Quarter 4 31-Dec-23	Quarter 3 (Revised) 30-Sep-23
Cash and Short term funds	210,403,677	209,412,011
Mortgage facilities	564,638,925	561,942,134
Non - Current Assets	3,229,949	3,294,666
Total Assets	778,272,550	774,648,811
Customer deposits	24,141,043	24,548,872
Wakalah Facilities	65,000,000	65,000,000
Sukuk	406,936,000	406,936,000
Other liabilities	37,020,620	39,647,325
	533,097,663	536,132,196
Equity	245,174,887	238,516,615
Total Equity and Liabilities	778,272,550	774,648,811

Statement Of Use of Proceeds for the Quarter Ended December 31, 2023

Statement of Use of Proceeds From Sale of Securities

No.	Security Name	Funds obtained	Funds utilised	Balance	Purpose
1	HDFC Sukuk 1	22,566,000	22,566,000	-	To fund shari'ah compliant mortgage housing finance
2	HDFC Sukuk 2	89,036,000	89,036,000	-	To fund shari'ah compliant mortgage housing finance
3	HDFC Sukuk 3	126,931,000	126,931,000	-	To fund shari'ah compliant mortgage housing finance
4	HDFC Sukuk 4	168,403,000	168,403,000	-	To fund shari'ah compliant mortgage housing finance
5	HDFC Bond 3	80,000,000	80,000,000	-	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 December 2023

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.

13. External Auditor's Limited Review

The financials Q4 of 2023 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.