



# FOURTH QUARTER REPORT



**OCTOBER - DECEMBER  
2021**

HOUSING DEVELOPMENT FINANCE CORPORATION PLC.  
[WWW.HDFC.COM.MV](http://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 18 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 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 stands over MVR1.7 billion and assets worth over MVR2 billion.

HDFC has generated a net profit of MVR 21.71 million during the Q4, 2021. During Quarter 3 of 2021, the company made a net profit of MVR 22.76 million which was 4.61% less compared to Quarter 3 of 2021.

The COVID-19 is and will continue to inflict commotion on the global front affecting businesses and the way they operate. As we navigate through the Covid-19 pandemic, the uncertainties surrounding the financial institutions to maintain stability in delivering the required outcome to shareholders continues to be a challenge. The government and authorities are actively engaged in initiatives to combat the virus and minimize the effects of it on the businesses and the economy. Fragile economies like Maldives where the livelihood is highly dependent on imports and tourism as expected is to be hit the hardest.

To absorb any future shocks, HDFC has strengthened the operations resilience through establishment of close monitoring system and understanding the difficulties faced by our customers in repayments and providing feedback and payment resolutions on a regular basis. The reporting frequency to board as well as shareholders has been enhanced to give a more realistic and current information.

### The progresses of the end-user financing projects are as follows: -

Project Name	Completion %	Estimated completion date
Ensis AIRA apartments	75%	June 2022
The Gardens by JAAH	96%	January 2022
HDC Vinares	60%	June 2022

The construction industry is the second most highly affected industry in addition to tourism in the Maldives due to Covid-19 pandemic. Almost all the projects targeted completion dates had been significantly pushed further due to aggravated economic conditions of the country because of the lockdown

during emergency. The fragile and the inherent nature of the Maldives economy necessitates import of all materials that are required by the construction industry including labor to be imported and any disruption to any of the constituent of the supply chain, has a rippling affect across the industry, which tend to leave a lasting consequence and necessitate ample expertise and time to recover.

Even though borders have opened, and economy is recovering, the process of returning to normalcy is a slow process which requires strategic and innovative approach to overcome the challenges.

## Management of Government Social Housing Programme

Under the Government Social Housing programme, a new scheme named “Gedhuroveriya loan scheme” was launched in June 2021 with a budget of MVR175 million to cater for the people of outer atolls for construction, renovation and extensions.

## Employment Data

<b>1 October 2021 - 31 December 2021</b>	<b>Local</b>	<b>Expatriate</b>	<b>Total</b>
No. of staff at beginning	37	-	37
No. of staff resigned/terminated	3	-	3
No. of staff employed	2	-	2
No. of staff on Contract basis		-	
<b>Total</b>	<b>36</b>		<b>36</b>

## Staff Development

At HDFC, we give utmost importance to maintain our focus on our employee's professional development and engagement. Thus, during the quarter, the following training programs were initiated.

- Islamic Finance Training // Conducted by Dr. Aishath Muneeza, Associate Professor at the INCEIF, Malaysia (for all staff).
- IFRS Training // Conducted by KPMG for 2 Staff.
- Insurance Training (Fire, All Contractors' Risk) // Conducted by Amana Takaful Insurance for 1 Staff.
- "Vinares" Application Evaluation - Information Session // Conducted by Head of Credit for all Staff.
- 6th Islamic Finance Forum of South Asia (IFSA Forum) // Conducted by CTO Edu Consult for 1 Staff from AMNA).
- Maldives Accountants Forum // Conducted by Institute of Chartered Accountants of the Maldives for 2 Staff from Finance
- IFRS Knowledge Sharing Session // Conducted by CFO for all Staff.
- Financing for Energy Efficient Buildings // Conducted by Ministry of Environment, Climate Change & Technology for 4 Staff from Technical and Credit.
- Digital Transformation (Microsoft Dynamics 365, Warehouse Management Solution and Maldives Payroll) // Conducted by CloudFronts, Microsoft Gold Partner for 2 Staff from IT and Finance.
- Public Procurement Study 2020 - Information Session // Conducted by Transparency Maldives for 1 Staff from Admin.
- Shari'ah Governance Framework and its responsibilities on the Institution // Conducted by Maldives Monetary Authority for 1 Staff from AMNA and Risk & Audit Manager.

## 2. Shareholding

The company's shareholding as at December 31, 2021 was as follows

Shareholding	%	Number of shares
Government of Maldives	49%	78,092,800
Asian Development Bank	18%	28,687,500
International Finance Corporation	18%	28,687,500
HDFC Investments India	15%	23,906,200
Initial Shareholders		1,000
	<b>100%</b>	<b>159,375,000</b>

### 3. 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.

### 4. 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 31<sup>st</sup> December 2021.

### 5. Corporate Governance Compliance

	Provision	Compliance Status	Details
Effective Board	1.1	Complied	The Board composition is made up of 9 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 director are holding office.
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/r e- 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.

	<b>Provision</b>	<b>Compliance Status</b>	<b>Details</b>
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 Board of Directors. Any updates to the regulatory frameworks are briefed by CS to the board of directors.
Committees	1.8	Complied	Board Committees are: Audit Committee Nomination & Remuneration Committee Credit Risk Management 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 board director. 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.



	<b>Provision</b>	<b>Compliance Status</b>	<b>Details</b>
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 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 2021.
External Audit	4.2	Complied	The Audit Committee makes recommendations on selecting an External Auditor to the Company, which is taken to the AGM for the Shareholders approval. KPMG is the Statutory Auditor for the Year 2021.
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.
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 FY2020 was held on 21 June 2021 virtually.

	<b>Provision</b>	<b>Compliance Status</b>	<b>Details</b>
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. 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.

	<b>Provision</b>	<b>Compliance Status</b>	<b>Details</b>
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.

## 6. Governance

### Frequency of Board Meetings

The number of meetings held by the Board of Directors and its sub-committees during the fourth quarter of 2021 were as follows:

	<b>No. of meetings</b>	<b>Date of Meeting</b>
<b>Board of Directors</b>	01 (One)	08 <sup>th</sup> December 2021
<b>Nomination and Remuneration Committee</b>	01 (One)	12 <sup>th</sup> October 2021
<b>HDFC Shariah Committee (AMNA)</b>	01 (One)	29 <sup>th</sup> December 2021

### Changes in the Members of the Board

- Mr. Nihal Senanyake retired on 01 December 2021.
- Ms. Amena Arif (IFC) appointed on 08<sup>th</sup> December 2021.

### Major decisions made by the Board

- Endorsement of New Director from IFC
- Review of performance for the quarter
- Finalization of Budget and Business Plan FY2022
- Strategic discussion (FY2022 – FY2024)
- Declaration of Interim Dividend FY 2021
- Review of implantation of ERP Solution
- Adoption of Board of Directors Conflict of Interest Policy
- Endorsement of changes to Finance Manual
- Review of Compliance

## Major decisions made by NRC

- Approval for recruitment of Senior Manager – Islamic.
- Approval of Board of Directors Performance Evaluation Procedure.
- Finalized KPI's for HOD's
- Recorded Mr. Nihal's (IFC) resignation and endorsed Ms. Amena Arif as the new nominee director from IFC.

## Major decisions made by HDFC Shariah Advisory Committee

- Moratorium Deferred amount, can it be considered due when calculating Rebate (Early Settlement)
- Setting of Seemingly due profit during grace period of Istisna when calculated as per IFRS standards.
- Approval of a deposit Clause / Fine clause for non performance of the construction works

## Board Composition

The Board composition as of December 31, 2021 was as follows.

Name	Position	Category	Respective Committee	Date of appointment
<b>Mr. Conrad D'Souza</b> Nominee Director	Chairman/ Director	Non- Executive	AC, NRC, BCC	March 15, 2019
<b>Mr. Hamid Sodique</b> Nominee Director	Director	Non- Executive	AC, NRC (Chairman), BCC	July 01, 2021
<b>Ms. Kohe Noor Binte Mahmoodul Hasan</b> Nominee Director	Director	Non- Executive	AC, NRC	August 09, 2019
<b>Ms. Amena Arif</b> Nominee Director	Director	Non- Executive	AC, BCC (Chairman)	December 08, 2021
<b>Mr. Mohamed Ahmed</b> Independent Director	Director	Non- Executive	AC (Chairman), BCC	July 18, 2021

<b>Ms. Aishath Shizna</b> Independent Director	Director	Non- Executive	NRC	July 18, 2021
<b>Ms. Raheema Saleem</b> Managing Director	Director	Executive	-	February 28, 2017

- AC = Audit Committee, NRC = Nomination and Remuneration Committee, BCC= Board Credit Committee,

## Attendees to the Board meeting

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

## Attendees to HDFC Shariah Advisory Committee (AMNA)

- Dr. Ibrahim Zakariyya Moosa (Chairman of the Committee)
- Prof. Rusni Hassan (Member (Virtually))
- Dr. Ali Zahir bin Saeed Qasim (Member)
- Azmeen Rasheed
- Ms. Raheema Saleem
- Mr. Mohamed Shafeeq

## 7. Financial Highlights

### Financial Highlights (Unaudited) for the Quarter Ended December 31, 2021

(All amounts are in MVR)

<b>Performance</b>	<b>Quarter 4</b>	<b>Quarter 3</b>
Total Revenue	47,963,897	48,814,628
Total Expenses	(21,563,154)	(21,254,476)
Net Profit	21,712,385	22,757,195
Earnings Per Share	13.62	14.28
Net Assets Per Share	1,483.52	1,377.09
Cash Flow Per Share	72.25	55.24
<b>Financial Ratios</b>	<b>Quarter 4</b>	<b>Quarter 3</b>
Asset Cover Ratio	2.12	2.22
Debt-Equity Ratio	1.64	1.47
Debt Service Coverage Ratio	0.03	0.03
Interest Service Coverage Ratio	2.09	2.09
Outstanding Redeemable Preference Shares	NA	NA
Capital Redemption Reserve	NA	NA
Reserves	15,000,000	15,000,000

## Notes on Issuers of Debt Securities

### **PREVIOUS DUE PAYMENT DATES FOR THE DEBT SECURITIES**

<b>Debt Securities</b>	<b>Date of Payment</b>	<b>Remarks</b>
Bond Issue No - 2	31-Dec-21	Settled
Bond Issue No - 3	04-Dec-21	Settled
Sukuk Issue No - 1	27-Jul-21	Settled
Sukuk Issue No - 2	17-Oct-21	Settled
Sukuk Issue No - 3	04-Dec-21	Settled

### **NEXT DUE PAYMENT DATES FOR THE DEBT SECURITIES**

<b>Debt Securities</b>	<b>Date of Payment</b>	<b>Remarks</b>
Bond Issue No - 2	30-Jun-22	To be Settled
Bond Issue No - 3	04-Jun-22	To be Settled
Sukuk Issue No - 1	27-Jan-22	To be Settled
Sukuk Issue No - 2	17-Apr-22	To be Settled
Sukuk Issue No - 3	04-Jun-22	To be Settled
Sukuk Issue No - 4	02-Jun-22	To be Settled

## 8. Financial Statements

Income Statement (Unaudited) for the Quarter Ended December 31, 2021

	Quarter 4	Quarter 3 (Revised)
(all amounts are in MVR)	31-Dec-21	30-Sep-21
<b>Gross income</b>	<b>47,963,897</b>	<b>48,814,628</b>
Interest income	37,509,377	37,995,570
Interest expense	(12,614,323)	(13,191,030)
<b>Net interest income</b>	<b>24,895,053</b>	<b>24,804,540</b>
Net income on Shari'ah products	8,389,561	8,718,190
Fee income	825,982	1,248,277
Other income	1,238,978	852,590
	<b>10,454,520</b>	<b>10,819,058</b>
<b>Operating income</b>	<b>35,349,574</b>	<b>35,623,597</b>
Provision for Impairment loss on loans and advances (made)/ Reversal	(3,750,000)	(3,750,000)
Personnel expenses	(2,550,221)	(2,609,630)
Other operating expenses	(2,648,609)	(1,703,815)
<b>Profit before tax</b>	<b>26,400,743</b>	<b>27,560,152</b>
Tax expense	(4,688,359)	(4,802,956)
<b>Profit for the period</b>	<b>21,712,385</b>	<b>22,757,195</b>
<b>Earnings Per Share - basic</b>	<b>13.62</b>	<b>14.28</b>



## Statement Of Financial Position (Unaudited) For the Quarter Ended December 31, 2021

	<b>Quarter 4</b>	<b>Quarter 3 (Revised)</b>
(all amounts are in MVR)	31-Dec-21	30-Sep-21
<b>ASSETS</b>		
Cash and short term funds	115,150,051	88,042,163
Financial Assets Held to Maturity	512,151,248	344,166,080
Loans and Advances to Customers	1,715,311,376	1,739,848,754
Property, Plant and Equipment	882,982	971,557
Right-of-use assets	7,637,567	7,912,688
Intangible assets	74,724	106,789
Deferred tax asset	5,900,350	5,900,350
Other assets	7,249,533	7,791,679
<b>TOTAL ASSETS</b>	<b>2,364,357,832</b>	<b>2,194,740,061</b>
<b>LIABILITIES</b>		
Deposits from customers	78,518,115	78,629,853
Borrowings	1,180,662,526	1,053,003,019
Other liabilities	345,197,572	324,839,954
Dividends Payable	39,843,910	19,922,035
<b>Total Liabilities</b>	<b>1,644,222,123</b>	<b>1,476,394,860</b>
<b>EQUITY</b>		
Share capital	159,375,000	159,375,000
Retained earnings	545,760,710	543,970,200
General Reserve	15,000,000	15,000,000
Staff Education Reserve		
<b>Total shareholders' equity</b>	<b>720,135,710</b>	<b>718,345,200</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,364,357,832</b>	<b>2,194,740,061</b>



**Mohamed Shafeeq**  
Chief Financial Officer



**Raheem Saleem**  
Managing Director



**Mohamed Ahmed**  
Audit Committee Chairman

## Cash Flow Statement (Unaudited) For the Quarter Ended December 31, 2021

(all amounts are in MVR)	<b>Quarter 4</b> 31-Dec-21	<b>Quarter 3</b> <b>(Revised)</b> 30-Sep-21
<b>Cash Flow from Operating Activities</b>		
Operating Profit	21,712,385	22,757,195
Add: Increase/ (Decrease) Impaired losses on loans and advances	3,750,000	3,750,000
Depreciation	401,909	411,109
Retained earnings adjustment due to moratorium	-	(156,484)
(Increase)/ Decrease in loans and advances to customers	20,787,378	33,910,926
(Increase)/ Decrease in Other assets	542,146	151,684
(Increase)/ Decrease in Financial Assets held to maturity	(167,985,168)	(108,021,178)
Increase/ (Decrease) in due to customers	(111,737)	466,403
Increase/ (Decrease) in other liabilities	20,357,618	11,368,925
<b>Net Cash Flow from Operating Activities</b>	<b>(100,545,471)</b>	<b>(35,361,419)</b>
<b>Cash Flow from Investing Activities</b>		
(Purchase)/ sale of Property, Plant and Equipment	(6,148)	(10,275)
<b>Net Cash Flow from Investing Activities</b>	<b>(6,148)</b>	<b>(10,275)</b>
<b>Cash Flow from Financing Activities</b>		
Proceeds from borrowed funds and debt securities	(382,564,293)	(25,617,556)
Repayment of borrowed funds and debt securities	510,223,800	(11,284,253)
<b>Net Cash flow Financing Activities</b>	<b>127,659,507</b>	<b>(36,901,809)</b>
<b>Net Increase in Cash and Cash Equivalent</b>	<b>27,107,888</b>	<b>(72,273,503)</b>
Cash and Cash Equivalents at the beginning of the period	88,042,163	160,315,666
<b>Cash and Cash Equivalents at the end of the period</b>	<b>115,150,051</b>	<b>88,042,163</b>

## Statement Of Changes in Equity (Unaudited) For the Quarter Ended December 31, 2021

(All amounts in Maldivian Rufiyaa)

	<b>Share Capital</b>	<b>General Reserve</b>	<b>Retained Earnings</b>	<b>Total</b>
<b>Balance at 1 July 2021</b>	159,375,000	15,000,000	521,369,489	695,744,489
Moratorium Interest Reversal			(156,484)	(156,484)
Profit for the period	-	-	22,757,195	22,757,195
<b>Balance at 30 September 2021</b>	<u>159,375,000</u>	<u>15,000,000</u>	<u>543,970,200</u>	<u>718,345,200</u>
<b>Balance at 1 October 2021</b>	159,375,000	15,000,000	543,970,200	718,345,200
Dividend Payable			(19,921,875)	(19,921,875)
Profit for the period	-	-	21,712,385	21,712,385
<b>Balance at 31 December 2021</b>	<u>159,375,000</u>	<u>15,000,000</u>	<u>545,760,710</u>	<u>720,135,710</u>

## Amna Statements – Islamic Window (Unaudited) For the Quarter Ended December 31, 2021

### Income Statement (Unaudited)

For the Quarter ended 31 December 2021

	Quarter 4	Quarter 3 (Revised)
(all amounts are in MVR)	31-Dec-21	30-Sep-21
<b>Gross income</b>	<b>17,536,126</b>	<b>17,457,291</b>
Revenue	17,194,044	17,053,087
Investment Charges	(8,280,449)	(8,263,208)
<b>Net investment income</b>	<b>8,913,595</b>	<b>8,789,879</b>
Fees and commissions	342,083	404,204
<b>Operating Income</b>	<b>9,255,677</b>	<b>9,194,083</b>
Facility Loss Provision on Impaired Assets	(1,125,000)	(3,750,000)
Staff Costs	(153,034)	(187,184)
Administration & Operating Expenses	(798,240)	(890,995)
Bank Charges	(5,104)	(5,035)
Depreciation	(120,573)	(411,109)
<b>Net Operating Expenses</b>	<b>(2,201,951)</b>	<b>(5,244,323)</b>
<b>Net Profit</b>	<b>7,053,727</b>	<b>3,949,760</b>

### Statement of Financial Position (Unaudited)

For the Quarter ended 31 December 2021

	Quarter 4	Quarter 3
(all amounts are in MVR)	31-Dec-21	30-Sep-21
Cash and Short term funds	288,069,914	219,431,740
Mortgage facilities	520,089,724	523,790,293
Non - Current Assets	2,578,582	2,697,310
Other Assets	8,932	24,082
<b>Total Assets</b>	<b>810,747,152</b>	<b>745,943,425</b>
Customer deposits	21,057,050	21,017,353
Wakalah Facilities	158,000,000	178,000,000
Sukuk	406,936,000	238,533,000
Other liabilities	28,081,451	118,774,147
	<b>614,074,501</b>	<b>556,324,500</b>
Equity	196,672,651	189,618,925
<b>Total Equity and Liabilities</b>	<b>810,747,152</b>	<b>745,943,425</b>

## Statement Of Use of Proceeds for the Quarter Ended December 31, 2021

### 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	5,000,000	163,403,000	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 September 30, 2021

1. Revision in gross income is due to the profit adjustments on accrued interest, which reflects in interest income and other income.
2. Revision in interest expenses is due to the rectification entries entered for the interest on borrowings.
3. Revision on other operating expenses is due to the rectification adjustments made on Amna related expenses.

## 9. Sharia Compliance

HDFC Amna (Islamic Window) operations for the quarter remains compliant with established principles of Sharia.

## 10. External Auditor's Limited Review

The financials Q4 of 2021 are unaudited management accounts, which are subject to changes after audit by the External Auditor.

## 11. 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.