



SUMMARY KEY DISCLOSURE STATEMENT

For the Financial Year Ended 30 June 2022

Principal Activities

Tonga Development Bank (TDB) is 100% owned by Tongans. The major shareholders are Government of Tonga, National Retirement Benefit Fund Board and the Retirement Fund Board. Our Mission is to be committed to promoting Tonga's economic and social advancement by providing quality banking products and responsive professional services, while while operating profitably as a financially sound banking institution.

Directors

The Directors of TDB during the Financial Year end 30th June 2022 are:

Lord Matoto, Paula Taumoepau, Rev. Obey Samate, Meleseini Lomu who all retired and resigned during the financial year.

They were replaced by Penisemani Ve'a (Chairman), Tevita Lavemaau, Kaho 'Ofa and Tevita Tonga.

Consolidated Statement of Profit or Loss and other Comprehensive Statement	Year ended 30 June 2022	Year ended 30 June 2021	Balance Sheet	Year ended 30 June 2022	Year ended 30 June 2021
		\$	Cash on hand and at Bank	96,179,997	97,932,035
Interest income	7,982,583	7,147,703	Due from other financial institutions	579,851	1,066,434
Interest and other borrowing expenses	(3,234,949)	(2,683,081)	Investment securities – held to maturity	22,482,742	17,515,354
Net interest income	4,747,634	4,464,622	Loans and advances	87,574,747	74,916,870
Fees and commission income	3,573,576	3,558,487	Other assets	1,395,779	1,238,814
Other operating income	1,945,580	2,607,752	Amounts receivable from shareholder	534,379	-
Fair value gains on investment property	253,358	5,000	Statutory reserve deposit	17,911,000	15,929,000
Net operating income	10,520,148	10,635,861	Property, plant and equipment	12,989,457	8,480,087
Losses on loans and advances	(652,913)	(1,010,418)	Investment property	395,064	156,642
Bad debts written off	(7,306)	-	Intangible assets	424,603	199,479
Bad debts recovered/reversed	2,792	55,425	Right of use asset	111,100	111,600
Other operating expenses	(7,315,063)	(6,988,832)	Investment in equity	-	-
Profit before income tax	2,547,658	2,692,036	Deferred tax asset	1,352,408	1,203,414
Income tax expense	(550,536)	(558,535)	Total Assets	241,931,127	\$218,749,729
Profit for the year from continuing operations	1,997,122	\$2,133,501	LIABILITIES		
Other comprehensive income	-	-	Savings deposits	83,644,792	69,436,377
Total comprehensive income for the year	1,997,122	\$2,133,501	Other liabilities	3,228,014	1,364,138
Earnings per share	\$ 0.54	\$0.58	Amount payable to NRBT	-	1,458,000
Profitability			Borrowings and deposits	93,413,072	89,510,806
Net operating profit after tax	1,997,122	2,133,501	Current tax liability	780,833	916,488
Return on Equity	3.89%	4.71%	Lease liabilities	111,180	108,952
Return on Asset	0.83%	0.98%	Managed funds	9,336,007	10,464,219
Size as at end of financial year			Due to other financial institutions	-	-
Total Assets	241,931,127	\$218,749,729	PFIP Grant	-	117,013
Capital Adequacy			Amount payable to shareholders	100,221	57,919
Total Tier 1 Capital	43,563,759	42,829,282	Total Liabilities	190,614,119	173,433,912
Capital Adequacy Ratio	49.74%	57.17%	SHAREHOLDERS' EQUITY		
			Share capital	37,000,000	37,000,000
			Retained earnings	6,563,759	5,829,282
			Asset Revaluation Reserve	7,764,339	2,486,535
			Total Shareholders' Equity	51,328,098	45,315,817
			Total Equity and Liabilities	241,942,217	\$218,749,729

Auditors: PricewaterhouseCoopers, Fiji