

HOLLY MORTGAGE TRUST

Report for the Three Months Ended March 31, 2024

April 22, 2024

To Our Shareholders:

The financial statements of Holly Mortgage Trust (“Holly”) for the three months ended March 31, 2024, and March 31, 2023 (unaudited) are included on the following pages.

For the first three months of 2024, there was a net loss of (\$18,096) compared to a net loss of (\$24,734) for the same period of 2023.

Dividends paid on the Series 2004 and Series 2008 Preferential shares are required to be reported as interest expense on the financial statements.

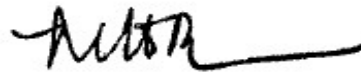
Dividends of \$0.0125 per share were paid on January 18, 2024, on the 2004 Series Preferential shares to shareholders of record on January 3, 2024. Dividends of \$0.01 per share were paid on January 18, 2024, on the 2008 Series Preferential shares to shareholders of record on January 3, 2024. Holly redeemed 30,000 of the 2008 Series Preferential shares in 2023.

We encourage our shareholders to avoid issues with Abandoned Property Laws and Regulations by maintaining direct contact with EQ Shareowner Services, our transfer agent. Direct contact includes cashing a dividend check, written letters, telephone calls and voting your proxy for the annual meeting. The contact information for EQ Shareowner Services is included on the las page of this report.

You can find additional information and copies of prior financial reports on our website at www.hollymortgagetrust.com.



Robert W. Scharar
President



Robert A. Burns
Treasurer

HOLLY MORTGAGE TRUST
BALANCE SHEET (unaudited)
March 31, 2024 and 2023

	<u>March 31, 2024</u>	<u>March 31, 2023</u>
<u>ASSETS</u>		
Current Assets:		
Cash and cash equivalents	\$ 191	\$ 116,594
Accounts receivable	-	1,258
Note receivable	45,000	10,000
Investment in real estate entities	822,005	831,169
Allowance for losses	- 822,005	- 831,169
Total Assets	<u>\$ 867,196</u>	<u>\$ 959,021</u>
 <u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>		
Liabilities:		
Accounts payable	\$ 628	\$ 800
Accrued expenses payable	9,120	2,310
Bank loan payable	295,000	295,000
Other notes payable	146,865	65,500
Series 2004 Preferential 5% cumulative mandatorily redeemable shares of beneficial interest	505,000	505,000
Series 2008 Preferential 4% and 8% cumulative mandatorily redeemable shares of beneficial interest	560,000	640,000
Contingent income	-	-
Total Liabilities	<u>1,516,613</u>	<u>1,508,610</u>
Shareholders' Equity:		
Shares of beneficial interest, no par value, 20,000,000 shares authorized, 1,604,232 shares issued and outstanding	1,536,119	1,536,119
Accumulated deficit	<u>(2,185,536)</u>	<u>(2,085,708)</u>
Total Shareholders' Equity	<u>(649,417)</u>	<u>(549,589)</u>
Total Liabilities and Shareholders' Equity	<u>\$ 867,196</u>	<u>\$ 959,021</u>

HOLLY MORTGAGE TRUST
STATEMENT OF OPERATIONS (unaudited)
For the three months ending March 30, 2024 and 2023

	<u>March 31, 2024</u>	<u>March 31, 2023</u>
Revenue:		
Interest income	\$ 2,701	\$ 4,838
Impairment recovery	-	4,000
Management fees	8,000	-
Total revenue	<u>10,701</u>	<u>8,838</u>
Costs and Expenses:		
General and administrative	655	311
Board fees	-	-
Professional fees	11,529	16,189
Interest expense	16,613	17,072
Total costs and expenses	<u>28,797</u>	<u>33,572</u>
Net Income	<u><u>\$ (18,096)</u></u>	<u><u>\$ (24,734)</u></u>
Weighted average shares outstanding	<u><u>1,604,232</u></u>	<u><u>1,604,232</u></u>
Net income per share, basic and diluted	<u><u>\$ (0.011)</u></u>	<u><u>\$ (0.015)</u></u>

TRUST MANAGERS

Robert W. Scharar
President,
FCA Corp

Ben Wacksman
Chair
Real Estate Consultant

William L. Rhey, PhD
Educator and Marketing Consultant

Ben H. Riggs, Jr., CPA
Information Technology Consultant
(Pending election as Trust Manager at the May 2024 Annual shareholder meeting)

EXECUTIVE OFFICERS

Robert W. Scharar
President

Robert A. Burns
Treasurer

Clint Dennis, Esq.
Secretary

Marcelo Prieto
Assistant Treasurer

TRANSFER AGENT

EQ Shareowner Services
1110 Centre Point Curve, Suite 101, Mendota Heights, MN 55120-4100
Phone: (800) 468-9716 Fax: (651) 450-4033

The EQ company issue number is FZA2 for the Holly common shares.
The EQ company issue number is FZA4 for the Holly 2004 preferential shares.
The EQ company issue number is FZB1 for the Holly 2008 preferential shares.

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