Un-audited Financial Statements
of
Prime Finance & Investment Limited

As at and for the 1st quarter ended 31 March 2017

AMAR STOCK

Prime Finance & Investment Limited
Consolidated Balance Sheet
As at 31 March 2017

	Figures in Taka	
PROPERTY AND ASSETS	**31-Mar-17** (Un-audited)	**31-Dec-16** (Audited)
Cash		
In hand (including foreign currencies)	81,528	81,663
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	138,277,557	146,370,632
Total Cash	**138,359,085**	**146,452,295**
Balance with other banks and financial institutions		
In Bangladesh	475,621,473	355,478,290
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	**475,621,473**	**355,478,290**
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	1,001,301,674	893,366,521
Total Investments	**1,001,301,674**	**893,366,521**
Loans, advances and leases		
Loans, advances, leases etc.	14,447,143,888	14,800,363,094
Bills purchased and discounted	-	-
Total loans, advances and leases	**14,447,143,888**	**14,800,363,094**
Fixed assets including premises, furniture and fixtures	360,047,657	360,154,552
Other assets	2,194,957,126	2,358,186,133
Non - business assets	-	-
Total assets	**18,617,430,903**	**18,914,000,885**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	3,121,899,958	3,299,527,828
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	8,961,129,328	9,016,194,779
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	**8,961,129,328**	**9,016,194,779**
Other liabilities	3,094,240,241	3,006,390,533
Total liabilities	**15,177,269,527**	**15,322,113,140**
Capital/shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Revaluation reserve	221,943,750	221,943,750
Retained earnings	(1,245,098,401)	(1,092,766,302)
Equity attributable to shareholders' of the company	**2,633,118,689**	**2,785,450,788**
Non-controlling interest	807,042,687	806,436,957
Total shareholders' equity	**3,440,161,376**	**3,591,887,745**
Total liabilities and shareholders' equity	**18,617,430,903**	**18,914,000,885**
OFF-BALANCE SHEET ITEMS		
Contingent liabilities	-	-
Other commitments	63,350,956	117,000,000
Total off-balance sheet items including contingent liabilities	63,350,956	117,000,000
Net Asset Value per share (NAV)	**9.65**	**10.21**

Company Secretary | Chief Financial Officer | Managing Director | Director | Chairman

Dhaka, 14 May 2017

Prime Finance & Investment Limited
Consolidated Profit and Loss Account
For the 1st quarter ended 31 March 2017

	Figures in Taka	
	31-Mar-17	31-Mar-16
Interest income	216,631,509	205,688,385
Interest paid on deposits, borrowings etc.	(239,943,454)	(274,786,249)
Net interest income	**(23,311,945)**	**(69,097,864)**
Investment income	54,966,301	(8,755,476)
Fees, commission, exchange and brokerage	11,816,500	8,315,638
Other operating income	(6,540,383)	2,189,281
	60,242,418	1,749,443
Total operating income (A)	**36,930,473**	**(67,348,421)**
Salaries and other employee benefits	36,065,146	27,946,222
Rent, taxes, insurance, electricity etc.	10,506,281	8,445,507
Legal expenses	21,925	397,719
Postage, stamp, telecommunication etc.	898,646	829,674
Stationery, printing, advertisements etc.	1,417,381	1,790,710
Managing director's salary and fees	3,900,000	3,750,000
Directors' fees	112,000	128,000
Auditors' fees	15,813	14,375
Depreciation and repair of assets	4,416,956	4,041,420
Other expenses	7,300,902	6,610,833
Total operating expenses (B)	**64,655,050**	**53,954,460**
Profit before provision (C=A-B)	**(27,724,577)**	**(121,302,881)**
Provision for loans, advances and leases		
General provision	168,897,430	(64,729,906)
Specific provision	(66,725,845)	142,189,526
Provision for diminution in value of investment	15,899,412	(175,456)
Total provision (D)	**118,070,997**	**77,284,164**
Total profit before tax (C-D)	**(145,795,574)**	**(198,587,045)**
Provision for taxation		
Current	4,297,390	1,368,456
Deferred	1,633,405	(366,002)
	5,930,795	1,002,454
Net profit after tax	**(151,726,369)**	**(199,589,499)**
Attributable to		
Shareholders of the company	(152,332,099)	(194,741,224)
Non-controlling interest	605,730	(4,848,275)
Weighted average no. of outstanding shares	**272,916,483**	**272,916,483**
Earnings per share	**(0.56)**	**(0.71)**

Company Secretary | Chief Financial Officer | Managing Director | Director | Chairman

Dhaka, 14 May 2017

Prime Finance & Investment Limited
Consolidated Cash Flow Statement
For the 1st quarter ended 31 March 2017

		Figures in Taka	
		31-Mar-17	31-Mar-16
A)	**OPERATING ACTIVITIES**		
	Interest receipts	248,825,305	252,271,208
	Interest payments	(188,814,099)	(217,811,035)
	Fees and commission receipts	2,608,698	3,130,870
	Dividend receipts	8,460,580	4,968,704
	Capital gains from sale of listed shares	23,853,058	(16,648,495)
	Cash payments to employees	(38,607,814)	(42,352,730)
	Cash payments to suppliers and management expenses	(21,417,311)	(21,932,831)
	Income taxes paid	(1,936,698)	(3,607,820)
	Receipts from other operating activities	14,888,128	33,124,054
	Payments for other operating activities	(150,000)	(1,864,000)
	Cash generated before changes in operating assets and liabilities	**47,709,847**	**(10,722,075)**
	Increase/ (decrease) in operating assets and liabilities:		
	Net loans and advances to customers	335,925,609	(325,287,259)
	Loans and deposits from banks and other depositors	(206,277,567)	(233,482,373)
	Cash generated from operating assets and liabilities	**129,648,042**	**(558,769,632)**
	Net cash from operating activities	**177,357,889**	**(569,491,707)**
B)	**INVESTING ACTIVITIES**		
	Acquisition of fixed assets	(4,203,060)	(2,591,097)
	Sale of securities	196,211,233	160,808,677
	Investment in securities	(257,316,089)	(85,100,024)
	Net cash from investing activities	**(65,307,916)**	**73,117,556**
C)	**FINANCING ACTIVITIES**		
	Cash dividend paid	-	-
	Net cash from financing activities	**-**	**-**
D)	**Net increase/ (decrease) in cash and cash equivalents (A+B+C)**	**112,049,973**	**(496,374,151)**
E)	**Effects of exchange rate changes on cash and cash equivalents**	**-**	**-**
F)	**Cash and cash equivalents at beginning of the period**	**501,930,585**	**1,485,662,858**
G)	**Cash and cash equivalents at end of the period (D+E+F)**	**613,980,558**	**989,288,707**
	Cash and cash equivalents at end of the period represents:		
	Cash in hand (including foreign currencies)	81,528	68,480
	Balance with Bangladesh Bank and its agent bank (including foreign currencies)	138,277,557	141,302,992
	Balance with other banks and financial institutions	475,621,473	847,917,235
		613,980,558	**989,288,707**
	Net operating cash flow per share (NOCFPS)	**0.65**	**(2.09)**

Prime Finance & Investment Limited
Consolidated Statement of Changes in Equity
For the 1st quarter ended 31 March 2017

Figures in Taka

Particulars	Equity attributable to shareholders' of the company				Non-controlling Interest	Total
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings		
Balance as at 1 January 2017	**2,729,164,830**	**927,108,510**	**221,943,750**	**(1,092,766,302)**	**806,436,957**	**3,591,887,745**
Net profit for the period 2017	-	-	-	(152,332,099)	605,730	(151,726,369)
Transfer to statutory reserve	-	-	-	-	-	-
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2017	**2,729,164,830**	**927,108,510**	**221,943,750**	**(1,245,098,401)**	**807,042,687**	**3,440,161,376**
Balance as at 1 January 2016	**2,729,164,830**	**927,108,510**	**221,943,750**	**(142,161,088)**	**805,497,537**	**4,541,553,539**
Net profit for the period 2016	-	-	-	(194,741,224)	(4,848,275)	(199,589,499)
Transfer to statutory reserve	-	-	-	-	-	-
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2016	**2,729,164,830**	**927,108,510**	**221,943,750**	**(336,902,312)**	**800,649,262**	**4,341,964,040**

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Prime Finance & Investment Limited
Balance Sheet
As at 31 March 2017

	Figures in Taka	
PROPERTY AND ASSETS	**31-Mar-17** (Un-audited)	**31-Dec-16** (Audited)
Cash		
In hand (including foreign currencies)	60,000	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	138,277,557	146,370,632
Total cash	**138,337,557**	**146,430,632**
Balance with other banks and financial institutions		
In Bangladesh	424,983,894	330,421,855
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	**424,983,894**	**330,421,855**
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	499,928,953	416,230,396
Total investments	**499,928,953**	**416,230,396**
Loans, advances and leases		
Loans, advances and Leases etc.	12,600,617,394	12,945,543,003
Bills purchased and discounted	-	-
Total loans, advances and leases	**12,600,617,394**	**12,945,543,003**
Fixed assets including premises, furniture and fixtures	339,766,841	342,255,048
Other assets	2,432,872,637	2,543,878,546
Non - business assets	-	-
Total assets	**16,436,507,276**	**16,724,759,480**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	2,514,515,705	2,669,090,183
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	8,961,129,328	9,016,194,779
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	8,961,129,328	9,016,194,779
Other liabilities	2,578,307,586	2,503,679,165
Total liabilities	**14,053,952,619**	**14,188,964,127**
Capital/shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Revaluation reserve	221,943,750	221,943,750
Retained earnings	(1,495,662,433)	(1,342,421,737)
Total shareholders' equity	**2,382,554,657**	**2,535,795,353**
Total liabilities and shareholders' equity	**16,436,507,276**	**16,724,759,480**
OFF-BALANCE SHEET ITEMS		
Contingent liabilities	-	-
Other commitments	63,350,956	117,000,000
Total off-balance sheet items including contingent liabilities	63,350,956	117,000,000
Net Asset Value per share (NAV)	**8.73**	**9.29**

Company Secretary | Chief Financial Officer | Managing Director | Director | Chairman

Dhaka, 14 May 2017

Prime Finance & Investment Limited
Profit and Loss Account
For the 1st quarter ended 31 March 2017

	Figures in Taka	
	31-Mar-17	31-Mar-16
Interest income	206,261,432	200,125,647
Interest paid on deposits, borrowings etc.	(230,467,966)	(265,943,860)
Net interest income	**(24,206,534)**	**(65,818,213)**
Investment income	28,204,043	(12,648,561)
Fees, commission, exchange and brokerage	1,483,683	1,669,245
Other operating income	(10,658,007)	1,218,511
	19,029,719	(9,760,805)
Total operating income (A)	**(5,176,815)**	**(75,579,018)**
Salaries and other employee benefits	24,041,756	20,658,919
Rent, taxes, insurance, electricity etc.	8,071,584	6,238,380
Legal expenses	4,025	369,519
Postage, stamp, telecommunication etc.	786,404	768,879
Stationery, printing, advertisements etc.	980,566	1,709,333
Managing Director's salary and fees	2,100,000	2,100,000
Directors' fees	112,000	128,000
Auditors' fees	-	-
Depreciation and repair of assets	2,968,768	2,631,438
Other expenses	4,394,543	5,775,642
Total operating expenses (B)	**43,459,646**	**40,380,110**
Profit before provision (C=A-B)	**(48,636,461)**	**(115,959,128)**
Provision for loans, advances and leases		
General provision	168,897,430	(64,729,906)
Specific provision	(66,725,845)	142,189,526
Provision for diminution in value of investment	-	(6,369,329)
Total provision (D)	**102,171,585**	**71,090,291**
Total profit before tax (C-D)	**(150,808,046)**	**(187,049,419)**
Provision for taxation		
Current	799,245	785,394
Deferred	1,633,405	(366,002)
	2,432,650	419,392
Net profit after tax	**(153,240,696)**	**(187,468,811)**
Weighted average no. of outstanding share	**272,916,483**	**272,916,483**
Earnings per share	**(0.56)**	**(0.69)**

Company Secretary | Chief Financial Officer | Managing Director | Director | Chairman

Dhaka, 14 May 2017

Prime Finance & Investment Limited
Cash Flow Statement
For the 1st quarter ended 31 March 2017

	Figures in Taka	
	31-Mar-17	31-Mar-16
A) OPERATING ACTIVITIES		
Interest receipts	202,611,114	229,042,309
Interest payments	(179,438,481)	(212,040,185)
Fees and commission receipts	1,483,683	1,669,245
Dividend receipts	4,350,984	3,999,934
Capital gains from sale of listed shares	23,853,058	(16,648,495)
Cash payments to employees	(26,141,756)	(22,758,919)
Cash payments to suppliers and management expenses	(21,417,311)	(21,932,831)
Income taxes paid	(1,092,775)	(3,349,282)
Receipts from other operating activities	14,888,128	33,124,054
Payments for other operating activities	(150,000)	(1,864,000)
Cash generated before changes in operating assets and liabilities	**18,946,644**	**(10,758,170)**
Increase/ (decrease) in operating assets and liabilities:		
Net loans and advances to customers	344,925,609	(319,287,259)
Loans and deposits from banks and other depositors	(193,224,173)	(209,521,312)
Cash generated from operating assets and liabilities	**151,701,436**	**(528,808,571)**
Net cash from operating activities	**170,648,080**	**(539,566,741)**
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(480,560)	(2,408,284)
Sale of securities	196,211,233	160,808,677
Investment in securities	(279,909,789)	(115,430,024)
Net cash from investing activities	**(84,179,116)**	**42,970,369**
C) FINANCING ACTIVITIES		
Cash dividend paid	-	-
Net cash from financing activities	**-**	**-**
D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)	**86,468,964**	**(496,596,372)**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	476,852,487	1,484,310,595
G) Cash and cash equivalents at end of the period (D+E+F)	**563,321,451**	**987,714,223**
Cash and cash equivalents at end of the period represents:		
Cash in hand (including foreign currencies)	60,000	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	138,277,557	141,302,992
Balance with other banks and financial institutions	424,983,894	846,351,231
	563,321,451	**987,714,223**
Net operating cash flow per share (NOCFPS)	**0.63**	**(1.98)**

Prime Finance & Investment Limited
Statement of Changes in Equity
For the 1st quarter ended 31 March 2017

Figures in Taka

Particulars	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Total
Balance as at 1 January 2017	**2,729,164,830**	**927,108,510**	**221,943,750**	**(1,342,421,737)**	**2,535,795,353**
Net profit for the period 2017	-	-	-	(153,240,696)	(153,240,696)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-
Balance as at 31 March 2017	**2,729,164,830**	**927,108,510**	**221,943,750**	**(1,495,662,433)**	**2,382,554,657**
Balance as at 1 January 2016	**2,729,164,830**	**927,108,510**	**221,943,750**	**(390,407,393)**	**3,487,809,697**
Net profit for the period 2016	-	-	-	(187,468,811)	(187,468,811)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-
Balance as at 31 March 2016	**2,729,164,830**	**927,108,510**	**221,943,750**	**(577,876,204)**	**3,300,340,886**

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Prime Finance & Investment Limited

Selected Explanatory Notes

As at and for the period ended 31 March 2017

Reporting Entity

Prime Finance & Investment Limited is one of the leading Non Banking Financial Institutions, known for its diversified financial services. The company was incorporated in the year 1996 as a Public Limited Company under the Companies Act, 1994 and licensed by Bangladesh Bank under the Financial Institutions Act, 1993.

Basis of Preparation

These 1st quarter financial statements are being prepared in condensed form in accordance with the requirements of Bangladesh Accounting Standard (BAS-34) 'Interim Financial Reporting', Securities and Exchange Rules 1987, Regulations issued by Bangladesh Bank and other applicable laws and regulations.

Accounting Policies

The accounting policies and method of computation adopted for the preparation of these interim financial statements are the same as those applied in preparation of annual financial statements for the year ended 31 December 2016.

Approval of 1st Quarter report

These 1st quarter financial statements for the period ended 31 March 2017 were approved by the Board of Directors on May 14, 2017.

General

The 1st quarter financial statements for the period ended 31 March 2017 are un-audited. The comparative figures have been restated and rearranged whenever considered necessary to ensure comparability with the current financial statements. Figures are rounded-off to the nearest integer.

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