Financial Statements
of
Prime Finance & Investment Limited
As at and for the 1st quarter ended 31 March 2018

AMARSTOCK

Prime Finance & Investment Limited
Consolidated Balance Sheet
As at 31 March, 2018

	Amount in Taka	
	(Un-audited) 31-Mar-18	(Audited) 31-Dec-17
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	72,652	67,219
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	142,916,400	165,517,864
Total Cash	**142,989,052**	**165,585,083**
Balance with other banks and financial institutions		
In Bangladesh	625,441,918	972,746,274
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	**625,441,918**	**972,746,274**
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	1,197,389,532	1,196,532,642
Total Investments	**1,197,389,532**	**1,196,532,642**
Loans, advances and leases		
Loans, advances and leases etc.	11,538,854,426	12,213,504,923
Bills purchased and discounted	-	-
Total loans, advances and leases	**11,538,854,426**	**12,213,504,923**
Fixed assets including premises, furniture and fixtures	**352,921,185**	**350,419,373**
Other assets	**2,103,969,365**	**2,098,206,115**
Non - banking assets	176,097,907	176,097,907
Total assets	**16,137,663,385**	**17,173,092,317**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	2,511,486,468	2,142,490,132
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	7,572,582,905	8,938,854,327
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	**7,572,582,905**	**8,938,854,327**
Other liabilities	**3,059,131,608**	**2,956,984,196**
Total liabilities	**13,143,200,981**	**14,038,328,655**
Capital/ shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Share money deposit	-	-
Other reserves	-	-
Retained earnings	(1,691,464,720)	(1,551,843,270)
Revaluation reserve	221,943,750	221,943,750
Equity attributable to shareholders' of the company	**2,186,752,370**	**2,326,373,820**
Non-controlling interest	807,710,034	808,389,842
Total shareholders' equity	**2,994,462,404**	**3,134,763,662**
Total liabilities and shareholders' equity	**16,137,663,385**	**17,173,092,317**
OFF-BALANCE SHEET ITEMS		
Contingent liabilities	-	-
Other commitments	14,200,000	10,000,000
Total off-balance sheet items including contingent liabilities	**14,200,000**	**10,000,000**
Net Asset Value per share (NAV)	**8.01**	**8.52**

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

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PRIME FINANCE & INVESTMENT LIMITED
Consolidated Profit and Loss Account (Un-audited)
For the 1st quarter ended 31 March 2018

PARTICULARS	Amount In Taka	
	31-Mar-18	31-Mar-17
Interest income	129,605,284	216,631,509
Interest paid on deposits, borrowings, etc.	(234,944,101)	(239,943,454)
Net interest income	**(105,338,817)**	**(23,311,945)**
Investment income	48,038,741	54,966,301
Fees, commission, exchange and brokerage	3,076,311	11,816,500
Other operating income	(4,186,482)	(6,540,383)
Other operating income	**46,928,570**	**60,242,418**
Total operating income (A)	**(58,410,247)**	**36,930,473**
Salaries and other employee benefits	31,225,676	36,065,146
Rent, taxes, insurance, electricity etc.	9,973,921	10,506,281
Legal expenses	26,202	21,925
Postage, stamp, telecommunication etc.	957,973	898,646
Stationery, printing, advertisements etc.	721,339	1,417,381
Managing Director's salary and fees	1,950,000	3,900,000
Directors' fees	255,112	112,000
Auditors' fees	18,687	15,813
Depreciation and repair of assets	4,790,044	4,416,956
Other expenses	4,389,433	7,300,902
Total operating expenses (B)	**54,308,387**	**64,655,050**
Profit before provision (C=A-B)	**(112,718,634)**	**(27,724,577)**
Provision for loans, advances and leases		
General provision	(4,427,029)	168,897,430
Specific provision	30,050,844	(66,725,845)
Provision for diminution in value of investments	677,006	15,899,412
Total provision (D)	**26,300,821**	**118,070,997**
Profit before tax (C-D)	**(139,019,455)**	**(145,795,574)**
Provision for taxation		
Current	1,803,347	4,297,390
Deferred	(521,544)	1,633,405
Total provision for tax	**1,281,803**	**5,930,795**
Net profit after tax	**(140,301,258)**	**(151,726,369)**
Attributable to		
Shareholders of the company	(139,621,450)	(152,332,099)
Non-controlling interest	(679,808)	605,730
Weighted average no. of outstanding share	**272,916,483**	**272,916,483**
Earnings per share (EPS)	**(0.51)**	**(0.56)**

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

Prime Finance & Investment Limited
Consolidated Cash Flow Statement (Un-audited)
For the 1st quarter ended 31 March 2018

PARTICULARS	Amount in Taka	
	31-Mar-18	31-Mar-17
A) Operating Activities		
Interest receipts	123,835,350	248,825,305
Interest payments	(215,652,937)	(188,814,099)
Fees and commission receipts	979,839	2,608,698
Dividend and gain receipts	52,857,182	32,313,638
Cash payments to employees	(35,055,883)	(38,607,814)
Cash payments to suppliers and management expenses	(24,089,956)	(21,417,311)
Income taxes paid	(10,220,097)	(1,936,698)
Receipts from other operating activities	13,170,709	14,888,128
Payments for other operating activities	(132,340)	(150,000)
Cash generated before changes in operating assets and liabilities	**(94,308,133)**	**47,709,847**
Increase/ (decrease) in operating assets and liabilities		
Net loans and advances to customers	674,724,774	335,925,609
Net loans and deposits from banks and other depositors	(948,247,351)	(206,277,567)
Cash generated from operating assets and liabilities	**(273,522,577)**	**129,648,042**
Net cash from operating activities	**(367,830,710)**	**177,357,889**
B) Investing Activities		
Acquisition of fixed assets	(772,850)	(4,203,060)
Sale of securities	59,080,759	196,211,233
Investment in securities	(60,377,586)	(257,316,089)
Net cash used in investing activities	**(2,069,677)**	**(65,307,916)**
C) Financing Activities		
Cash dividend paid	-	-
Net cash used in financing activities	**-**	**-**
D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)	**(369,900,387)**	**112,049,973**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	**1,138,331,357**	**501,930,585**
G) Cash and cash equivalents at end of the period (D+E+F)	**768,430,970**	**613,980,558**
Cash and cash equivalents represents		
Cash in hand	72,652	81,528
Balance with Bangladesh Bank and its agent bank	142,916,400	138,277,557
Balance with other banks and financial institutions	625,441,918	475,621,473
Total cash and cash equivalents	**768,430,970**	**613,980,558**
Net operating cash flow per share (NOCFPS)	**(1.35)**	**0.65**

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Prime Finance & Investment Limited
Consolidated Statement of Changes in Equity (Un-audited)
For the 1st quarter ended 31 March 2018

Amount in Taka

PARTICULARS	Attributable to equity holders of Prime Finance & Investment Ltd.				Non-controlling Interest	Total
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings		
Balance as at 1 January 2018	**2,729,164,830**	**927,108,510**	**221,943,750**	**(1,551,843,270)**	**808,389,842**	**3,134,763,662**
Net profit for the period (2018)	-	-	-	(139,621,450)	(679,808)	(140,301,258)
Transfer to statutory reserve	-	-	-	-	-	-
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2018	**2,729,164,830**	**927,108,510**	**221,943,750**	**(1,691,464,720)**	**807,710,034**	**2,994,462,404**
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**

Prime Finance & Investment Limited
Balance Sheet
As at 31 March, 2018

	Amount in Taka	
	(Un-audited) 31-Mar-18	(Audited) 31-Dec-17
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	60,000	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	142,916,400	165,517,864
Total cash	**142,976,400**	**165,577,864**
Balance with other banks and financial institutions		
In Bangladesh	601,431,904	936,184,346
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	**601,431,904**	**936,184,346**
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	412,264,917	419,456,320
Total investments	**412,264,917**	**419,456,320**
Loans, advances and leases		
Loans, advances and Leases etc.	10,057,292,498	10,744,017,271
Bills purchased and discounted	-	-
Total loans, advances and leases	**10,057,292,498**	**10,744,017,271**
Fixed assets including premises, furniture and fixtures	**333,158,667**	**334,410,421**
Other assets	**2,346,280,988**	**2,347,275,372**
Non - banking assets	176,097,907	176,097,907
Total assets	**14,069,503,281**	**15,123,019,501**
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	2,001,342,332	1,644,162,863
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	7,572,582,905	8,938,854,327
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	**7,572,582,905**	**8,938,854,327**
Other liabilities	**2,560,390,729**	**2,466,213,255**
Total liabilities	**12,134,315,966**	**13,049,230,445**
Capital/ shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Other reserves	-	-
Retained earnings	(1,943,029,775)	(1,804,428,034)
Revaluation reserve	221,943,750	221,943,750
Total shareholders' equity	**1,935,187,315**	**2,073,789,056**
Total liabilities and shareholders' equity	**14,069,503,281**	**15,123,019,501**
OFF-BALANCE SHEET ITEMS		
Contingent liabilities	-	-
Other commitments	14,200,000	10,000,000
Total off-balance sheet items including contingent liabilities	**14,200,000**	**10,000,000**
Net Asset Value per share (NAV)	**7.09**	**7.60**

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

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PRIME FINANCE & INVESTMENT LIMITED
Profit and Loss Account (Un-audited)
For the 1st quarter ended 31 March 2018

PARTICULARS	Amount In Taka	
	31-Mar-18	**31-Mar-17**
Interest income	121,839,328	206,261,432
Interest paid on deposits, borrowings, etc.	(229,768,003)	(230,467,966)
Net interest income	**(107,928,675)**	**(24,206,534)**
Investment income	45,705,639	28,204,043
Fees, commission, exchange and brokerage	474,406	1,483,683
Other operating income	(11,338,025)	(10,658,007)
Other operating income	**34,842,020**	**19,029,719**
Total operating income (A)	**(73,086,655)**	**(5,176,815)**
Salaries and other employee benefits	24,628,262	24,041,756
Rent, taxes, insurance, electricity etc.	8,020,395	8,071,584
Legal expenses	3,450	4,025
Postage, stamp, telecommunication etc.	854,574	786,404
Stationery, printing, advertisements etc.	145,920	980,566
Managing Director's salary and fees	-	2,100,000
Directors' fees	184,000	112,000
Auditors' fees	-	-
Depreciation and repair of assets	2,935,386	2,968,768
Other expenses	3,501,100	4,394,543
Total operating expenses (B)	**40,273,087**	**43,459,646**
Profit before provision (C=A-B)	**(113,359,742)**	**(48,636,461)**
Provision for loans, advances and leases		
General provision	(4,427,029)	168,897,430
Specific provision	30,050,844	(66,725,845)
Provision for diminution in value of investments	-	-
Total provision (D)	**25,623,815**	**102,171,585**
Profit before tax (C-D)	**(138,983,557)**	**(150,808,046)**
Provision for taxation		
Current	139,728	799,245
Deferred	(521,544)	1,633,405
Total provision for tax	**(381,816)**	**2,432,650**
Net profit after tax	**(138,601,741)**	**(153,240,696)**
Weighted average no. of outstanding share	**272,916,483**	**272,916,483**
Earnings per share (EPS)	**(0.51)**	**(0.56)**

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

Prime Finance & Investment Limited
Cash Flow Statement (Un-audited)
For the 1st quarter ended 31 March 2018

PARTICULARS	Amount in Taka	
	31-Mar-18	31-Mar-17
A) Operating Activities		
Interest receipts	111,891,806	202,611,114
Interest payments	(209,758,200)	(179,438,481)
Fees and commission receipts	474,406	1,483,683
Dividend and gain receipts	45,705,639	28,204,042
Cash payments to employees	(24,628,262)	(26,141,756)
Cash payments to suppliers and management expenses	(19,158,132)	(21,417,311)
Income taxes paid	(8,739,788)	(1,092,775)
Receipts from other operating activities	13,170,708	14,888,128
Payments for other operating activities	(132,340)	(150,000)
Cash generated before changes in operating assets and liabilities	**(91,174,163)**	**18,946,644**
Increase/ (decrease) in operating assets and liabilities:		
Net loans and advances to customers	686,724,775	344,925,609
Net loans and deposits from banks and other depositors	(960,050,371)	(193,224,173)
Cash generated from operating assets and liabilities	**(273,325,596)**	**151,701,436**
Net cash from operating activities	**(364,499,759)**	**170,648,080**
B) Investing Activities		
Acquisition of fixed assets	(45,550)	(480,560)
Sale of securities	59,080,759	196,211,233
Investment in securities	(51,889,356)	(279,909,789)
Net cash from investing activities	**7,145,853**	**(84,179,116)**
C) Financing Activities		
Cash dividend paid	-	-
Net cash from financing activities	**-**	**-**
D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)	**(357,353,906)**	**86,468,964**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	1,101,762,210	476,852,487
G) Cash and cash equivalents at end of the period (D+E+F)	**744,408,304**	**563,321,451**
Cash and cash equivalents at end of the period represents		
Cash in hand	60,000	60,000
Balance with Bangladesh Bank and its agent bank	142,916,400	138,277,557
Balance with other banks and financial institutions	601,431,904	424,983,894
Total cash and cash equivalents	**744,408,304**	**563,321,451**
Net operating cash flow per share (NOCFPS)	**(1.34)**	**0.63**

AMAR STOCK

Prime Finance & Investment Limited
Statement of Changes in Equity (Un-audited)
For the 1st quarter ended 31 March 2018

Amount in Taka

PARTICULARS	Paid up capital	Statutory reserve	Revaluation reserves	Retained earnings	Total
Balance as at 1 January 2018	**2,729,164,830**	**927,108,510**	**221,943,750**	**(1,804,428,034)**	**2,073,789,056**
Net profit for the period (2018)	-	-	-	(138,601,741)	(138,601,741)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-
Balance as at 31 March 2018	**2,729,164,830**	**927,108,510**	**221,943,750**	**(1,943,029,775)**	**1,935,187,315**
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**

PRIME FINANCE & INVESTMENT LIMITED
Selected explanatory notes
as at and for the period ended 31 March 2018

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 first quarterly 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 2017.

Approval of first quarterly report

These first quarterly financial statements for the period ended 31 March 2018 were approved by the Board of Directors on 15 May 2018.

Significant deviation in financial results

The main reason for significant deviation in Net Operating Cash Flow is settlement of borrowings and deposits with banks and other depositors.

General

The first quarterly financial statements for the period ended 31 March 2018 are un-audited. The comparative figures have been re-stated and re-arranged whenever considered necessary to ensure comparability with the current financial statements. Figures are rounded-off to the nearest integer.

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