Auditors' Report
To
The Shareholders of Premier Leasing & Finance Limited

We have audited the accompanying Consolidated Financial Statements of **Premier Leasing & Finance Limited** and its subsidiaries as well as the separate financial statements of Premier Leasing & Finance Limited ("the Company") which comprise the Consolidated and separate Statement of Financial Position as at December 31, 2016 and the related Statement of Profit and loss Account and Statement of Changes in Shareholders' Equity, Statement of Cash Flows for the year then ended, the Liquidity Statement as at December 31, 2016 and a summary of significant accounting policies and other explanatory notes disclosed in notes- 1 to 40 and Annexure-A & B. Separate financial statements of subsidiaries were audited by other auditors.

Management's Responsibility for the Financial Statements

Management of the Company is responsible for the preparation and fair presentation of these Consolidated and separate Financial Statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), Financial Institutions Act 1993, Bangladesh Securities and Exchange Commission rules 1987, Company Act 1994 along with rules & Regulation Issued by Bangladesh bank and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the Consolidated and separate Financial Statements of the Company based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated and separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated and separate Financial Statements of the Company. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Consolidated and separate Financial Statements of the Company, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Consolidated and separate financial statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the Consolidated and separate Financial Statements of the Company.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, Consolidated and Separate Financial Statements of the company give a true and fair view of the Consolidated and Separate statement of Financial Position as at December 31, 2016 and of the Consolidated and Separate financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standard (BFRSs) and comply with the applicable section of the Companies Act 1994, the Financial Institutions Act 1993, the Securities and Exchange Rules 1987, the rules and regulations issued by the Bangladesh Bank and other applicable laws and regulations.

Continue

We also report that

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

b) in our opinion, proper books of account as required by the law have been kept by the Company so far as it appeared from our examination of these books and proper returns adequate for the purposes of our audit have been received from branches not visited by us ;

c) the Company's Consolidated and separate Statement of Financial Position and the Statement of Profit and Loss Account dealt with by the report are in agreement with the books of account and returns;

d) the expenditure incurred was for the purposes of the Company's business;

e) the Consolidated and separate Statement of financial position of the company as at December 31, 2016 and the profit of the year then ended have been properly reflected in the Consolidated and separate financial statements, and these financial statements have been drawn up in conformity with the Financial Institution Act 1993 and in accordance with the accounting rules and regulations issued by Bangladesh Bank.

f) the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;

g) the information and explanations required by us have been received and found satisfactory.

h) the Company has complied with relevant laws pertaining to capital and reserves and found satisfactory;

i) the consolidate and separate financial statements of the company confirm to the prescribed standards set in the accounting regulations issued by Bangladesh bank after consultation with the professional accounting bodies of Bangladesh;

j) 80 percent of the risk-weighted assets have been reviewed spending over 1050 person hours.

Rahman Mostafa Alam & Co.
Chartered Accountants

Dated: Dhaka
March 23, 2017

AMARSTOCK

PREMIER LEASING & FINANCE LIMITED AND ITS SUBSIDIARIES

Consolidated Statement of Financial Position

As at December 31, 2016

	Notes	Amount in Taka	
PROPERTY AND ASSETS		**31.12.2016**	**31.12.2015**
Cash		**105,411,536**	**219,246,166**
In hand (including foreign currencies)	3(a)	1,932,642	675,458
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)	3.2	103,478,894	218,570,708
Balance with banks and other financial institutions		**394,563,911**	**456,029,538**
In Bangladesh	4(a)	394,563,911	456,029,538
Outside Bangladesh		-	-
Money at call and short notice		-	-
Investments		**183,690,397**	**166,370,339**
Government		-	-
Others	5(c)	183,690,397	166,370,339
Leases, loans and advances		**13,908,926,709**	**12,592,204,849**
Leases	6.2	2,333,280,526	2,294,012,013
Loans, cash credits, overdrafts, etc.	6.3 (a)	11,575,646,183	10,298,192,836
Bills purchased and discounted		-	-
Fixed assets including premises, furniture and fixtures	7(a)	**261,252,367**	**208,698,309**
Other assets	8(a)	**1,399,561,063**	**2,580,593,272**
Non - financial institutional assets		-	-
Total assets		**16,253,405,983**	**16,223,142,473**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing from banks, other financial institutions and agents	9(a)	**4,449,514,575**	**4,783,240,317**
Deposits and other accounts		**8,951,624,628**	**8,987,649,787**
Current deposits		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits	10.1	8,829,876,446	8,925,035,653
Bearer certificates of deposit		-	-
Other deposits	10.2	121,748,182	62,614,134
Other liabilities	11(a)	**1,365,282,933**	**1,120,385,671**
Total liabilities		**14,766,422,136**	**14,891,275,775**
Capital / Shareholders' equity		**1,455,413,734**	**1,305,742,723**
Paid- up capital	12.2	1,148,646,680	1,093,949,220
Statutory reserve	13	177,548,615	147,878,999
Proposed dividend		-	-
Retained earnings	15(a)	129,218,439	63,914,504
Non-Controlling interest	15(b)	**31,570,113**	**26,123,975**
Total Equity		**1,486,983,847**	**1,331,866,698**
Total Liabilities and Shareholders' equity		**16,253,405,983**	**16,223,142,473**
Net asset value per share (Re-Stated)	16(a)	**12.95**	**11.60**

AMARSTOCK

PREMIER LEASING & FINANCE LIMITED AND ITS SUBSIDIARIES

Consolidated Statement of Financial Position

As at December 31, 2016

	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Off-balance Sheet items			
Contingent liabilities	17		
Acceptances and endorsements		-	-
Letters of guarantee		-	
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		-	-
Other commitments			
Documentary credits and short term trade -related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
		-	-
Total Off-Balance Sheet items including contingent liabilities		-	-

The annexed notes 1 to 40 form an integral part of these financial statements.

(Syed Monir Hossain)
AVP & CFO (CC)

(Subash Chandra Moulick FCS)
SVP & Company Secretary

(Abdul Hamid Mia)
Managing Director

(Md.Nasiruddin Choudhury)
Vice Chairman

(Dr. Mizanur Rahman Shelley)
Chairman

See annexed auditors' report to the Shareholders of the date.

Dated: Dhaka
March 23, 2017

Rahman Mostafa Alam & Co.
Chartered Accountants

AMARSTOCK

PREMIER LEASING & FINANCE LIMITED AND ITS SUBSIDIARIES

Consolidated Statement of Profit and Loss Account

For the year ended December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
OPERATING INCOME			
Interest income	19(a)	1,524,687,081	1,259,602,456
Interest paid on deposits, borrowings, etc.	20(a)	(1,216,293,879)	(839,499,577)
Net interest income		**308,393,202**	**420,102,879**
Investment income	21(a)	20,059,910	9,468,505
Fees,Commission, exchange and brokerage	21(b)	21,740,008	20,485,134
Other operating income	22(a)	38,954,941	20,504,712
Total operating income (A)		**389,148,061**	**470,561,230**
OPERATING EXPENSES			
Salaries and allowances	23(a)	75,674,675	57,931,200
Rent, taxes, insurance, electricity, etc.	24(a)	16,811,234	15,684,252
Legal expenses	25	609,425	1,001,186
Postage, stamp, telecommunication, etc.	26(a)	3,910,539	4,141,750
Stationery, printing, advertisements, etc.	27(a)	3,994,591	2,047,337
Managing Director's salary and benefits	28	4,251,667	4,083,548
Directors' fees & meeting expenses	29(a)	3,234,076	2,507,296
Auditors' fees	30(a)	276,000	178,250
Charges on loan losses		-	-
Depreciation, Amortization and repair of assets	31(a)	8,572,614	10,135,421
Other expenses	32(a)	19,097,922	9,618,373
Total operating expenses (B)		**136,432,743**	**107,328,613**
Profit before provision (C=A-B)		**252,715,318**	**363,232,617**
Provision against lease, loans and advances		(8,985,169)	146,943,249
Provision for diminution in value of investments		6,148,377	3,488,316
Other provisions		-	-
Total provision (D)	33(a)	(2,836,792)	150,431,565
Total profit before taxes (C-D)		**255,552,110**	**212,801,052**
Provision for Income Tax	34(a)	100,434,961	149,167,154
Net profit after tax		**155,117,149**	**63,633,898**
Attributable to:			
Shareholders of the Company		149,671,011	63,957,436
Non-Controlling interest		5,446,137	(323,538)
		155,117,149	**63,633,898**
Appropriations			
Statutory reserve	13	29,669,616	18,084,955
Proposed dividend		-	-
Retained surplus		125,447,533	45,548,943
		155,117,149	**63,633,898**
Earnings per share (Re-stated)	35(a)	**1.30**	**0.56**

The annexed notes 1 to 40 form an integral part of these financial statements.

(Syed Monir Hossain)
AVP & CFO (CC)

(Subash Chandra Moulick FCS)
SVP & Company Secretary

(Abdul Hamid Mia)
Managing Director

(Md.Nasiruddin Choudhury)
Vice Chairman

(Dr. Mizanur Rahman Shelley)
Chairman

See annexed auditors' report to the Shareholders of the date.

Dated: Dhaka
March 23, 2017

Rahman Mostafa Alam & Co.
Chartered Accountants

PREMIER LEASING & FINANCE LIMITED AND ITS SUBSIDIARIES

Consolidated Statement of Cash Flows

For the year ended December 31, 2016

Particulars	Amount in Taka	
	31.12.2016	31.12.2015
A) Cash flows from operating activities		
Interest receipts in cash	1,451,791,082	1,123,694,609
Interest payments	(1,175,061,115)	(893,144,323)
Dividend receipts	12,526,604	4,473,323
Fees and commission receipts in cash	21,740,008	-
Recoveries of loans previously written off	-	-
Cash payments to employees	(74,656,872)	(66,911,760)
Cash payments to suppliers	-	-
Income taxes paid	(165,716,551)	(26,779,854)
Receipts from other operating activities	43,356,596	18,894,722
Payments for other operating activities	(48,990,866)	(45,030,642)
Cash generated from operating activities before changes in operating assets and liabilities	**64,988,886**	**115,196,075**
Increase / decrease in operating assets and liabilities		
Statutory deposits	-	-
Purchase of trading securities (Treasury bills)	-	-
Lease, loans and advances to banks and other FIs	-	-
Lease, loans and advances to customers	(1,316,721,860)	(5,050,718,130)
Other assets	1,181,032,210	210,279,610
Deposits from other banks / borrowings	(150,000,000)	2,689,000,000
Deposits from customers	54,840,793	831,633,585
Other liabilities account of customers	-	-
Trading liabilities	-	-
Other deposits	-	-
Other liabilities	244,897,262	35,340,846
	14,048,405	(1,284,464,089)
Net cash flows from operating activities	**79,037,291**	**(1,169,268,014)**
B) Cash flows from investing activities		
Proceeds from sale of securities	281,787,776	67,272,144
Payments for purchases of securities	(257,530,798)	(26,439,221)
Purchase of property, plant and equipment	(1,071,554)	(9,692,579)
Payment against lease obligation	-	-
Proceeds from sale of property, plant and equipment	2,620,000	1,000,000
Net cash used in investing activities	**25,805,424**	**31,870,344**
	-	
C) Cash flows from financing activities		
Share capital-for subsidiary	-	-
Receipts of long term loan	1,966,589,513	2,395,077,620
Repayment of long term loan	(1,413,170,992)	(694,257,179)
Net draw down/(payment) of short term loan	(833,561,493)	(432,668,978)
Dividend paid	-	-
Net Cash flows from financing activities	**(280,142,972)**	**1,268,151,463**
D) Net increase / (decrease) in cash and cash equivalents **(A+ B + C)**	**(175,300,257)**	**130,753,793**
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year	675,275,704	544,521,902
G) **Cash and cash equivalents at end of the year (D+E+F)**	**499,975,447**	**675,275,695**
Cash and cash equivalents at end of the year		
Cash in hand (including foreign currencies)	1,932,642	675,458
Balance with Bangladesh Bank and its agent bank (s)	-	-
(including foreign currencies)	103,478,894	218,570,708
Balance with banks and other financial institutions	394,563,911	456,029,538
Money at call and short notice	-	-
Prize bonds	-	-
	499,975,447	**675,275,704**

AMARSTOCK

PREMIER LEASING & FINANCE LIMITED

Consolidated Statement of Changes in Shareholders Equity

For the year ended December 31 , 2016

(Amount in Taka)

Particulars	Paid-up capital	Statutory reserve	Retained earnings	Total	Non-Controlling Interest	Total
Balance as at January 01, 2015	**1,093,949,220**	**129,794,044**	**18,042,022**	**1,241,785,286**	**22,036,342**	**1,263,821,628**
Surplus / deficit on account of revaluation of properties	-	-	-	-	-	-
Surplus / deficit on account of revaluation of investments	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-
New Issue of Equity Share by Subsidiary	-	-	-	-	4,411,171	4,411,171
Net gains and losses not recognized in the income statement	-	-	-	-	-	-
Income Tax Paid for previous year	-	-	-	-	-	-
Transfer to provision against lease, loan & Advances	-	-	-	-	-	-
Net profit for the year 2015	-	-	63,957,436	63,957,436	(323,538)	63,633,898
Transfer to statutory reserve in the year 2015	-	18,084,955	(18,084,955)	-	-	-
Proposed dividend	-	-	-	-	-	-
Balance as at December 31, 2015	**1,093,949,220**	**147,878,999**	**63,914,503**	**1,305,742,722**	**26,123,975**	**1,331,866,697**
Balance as at January 01, 2016	**1,093,949,220**	**147,878,999**	**63,914,503**	**1,305,742,722**	**26,123,975**	**1,331,866,697**
Surplus / deficit on account of revaluation of properties	-	-	-	-	-	-
Surplus / deficit on account of revaluation of investments	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-
New Issue of Equity Share by Subsidiary	-	-	-	-	-	-
Net gains and losses not recognized in the income statement	-	-	-	-	-	-
Issuance of bonus share	54,697,460		(54,697,460)	-	-	-
Income Tax Paid for previous year	-	-	-	-	-	-
Transfer to provision against lease, loan & Advances	-	-	-	-	-	-
Net profit for the year 2016	-	-	149,671,011	149,671,011	5,446,137	155,117,149
Transfer to statutory reserve in the year 2016	-	29,669,616	(29,669,616)	-	-	-
Proposed dividend	-	-	-	-	-	-
Balance as at December 31, 2016	**1,148,646,680**	**177,548,615**	**129,218,439**	**1,455,413,733**	**31,570,112**	**1,486,983,846**

AMARSTOCK

PREMIER LEASING & FINANCE LIMITED

Statement of Financial Position

As at December 31, 2016

	Notes	Amount in Taka	
		31.12.2016	31.12.2015
PROPERTY AND ASSETS			
Cash		**103,643,955**	**219,159,175**
In hand (including foreign currencies)	3.01	165,061	588,467
Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	3.02	103,478,894	218,570,708
Balance with banks and other financial institutions		**288,428,752**	**409,945,318**
In Bangladesh	4.00	288,428,752	409,945,318
Outside Bangladesh		-	-
Money at call and short notice		-	-
Investments		**137,403,375**	**126,849,363**
Government			-
Others	5(b)	137,403,375	126,849,363
Leases, loans and advances	6.00	**14,020,219,537**	**12,617,003,013**
Leases	6.02	2,333,280,526	2,294,012,013
Loans, cash credits, overdrafts, etc.	6.03	11,686,939,011	10,322,991,000
Bills purchased and discounted		-	-
Fixed assets including premises, furniture and fixtures	7.00	**238,971,718**	**183,818,423**
Other assets	8.00	**1,399,333,892**	**2,598,344,484**
Non - financial institutional assets			-
Total assets		**16,188,001,229**	**16,155,119,776**
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing from banks, other financial institutions and agents	9.00	4,449,584,575	4,759,739,343
Deposits and other accounts		**8,951,624,628**	**8,987,649,787**
Current deposits		-	-
Bills payable		-	-
Savings bank deposits		-	-
Term deposits	10.01	8,829,876,446	8,925,035,653
Bearer certificates of deposit		-	-
Other deposits	10.02	121,748,182	62,614,134
Other liabilities	11.00	1,246,051,292	1,015,337,992
Total liabilities		**14,647,260,495**	**14,762,727,122**
Capital / Shareholders' equity		**1,540,740,734**	**1,392,392,654**
Paid- up capital	12.02	1,148,646,680	1,093,949,220
Statutory reserve	13.00	177,548,615	147,878,999
Proposed dividend		-	-
Retained earnings	15.00	214,545,439	150,564,435
Total liabilities and Shareholders' equity		**16,188,001,229**	**16,155,119,776**
Net asset value per share (Re-Stated)	16.00	**13.41**	**12.12**

Continue

PREMIER LEASING & FINANCE LIMITED

Statement of Financial Position

As at December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Off-balance Sheet items			
Contingent liabilities	17		
Acceptances and endorsements		-	-
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
		-	-
Other commitments			
Documentary credits and short term trade -related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities , credit lines and other commitments		-	-
		-	-
		-	-
Total Off-Balance Sheet items including contingent liabilities		-	-

The annexed notes 1 to 40 form an integral part of these financial statements.

(Syed Monir Hossain)
AVP & CFO (CC)

(Subash Chandra Moulick FCS)
SVP & Company Secretary

(Abdul Hamid Mia)
Managing Director

(Md.Nasiruddin Choudhury)
Vice Chairman

(Dr. Mizanur Rahman Shelley)
Chairman

See annexed auditors' report to the Shareholders of the date.

Dated: Dhaka
March 23, 2017

Rahman Mostafa Alam & Co.
Chartered Accountants

AMARSTOCK

PREMIER LEASING & FINANCE LIMITED

Statement of Profit and Loss Account

For the year ended December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
OPERATING INCOME			
Interest income	19.00	1,528,201,139	1,267,305,650
Interest paid on deposits, borrowings, etc.	20.00	(1,215,275,933)	(831,954,645)
Net interest income		**312,925,206**	**435,351,005**
Investment income	21.00	4,036,065	8,885,064
Commission, exchange and brokerage		-	-
Other operating income	22.00	35,947,542	18,806,277
Total operating income (A)		**352,908,813**	**463,042,346**
OPERATING EXPENSES			
Salaries and allowances	23.00	63,974,140	48,565,789
Rent, taxes, insurance, electricity, etc.	24.00	11,943,462	11,744,720
Legal expenses	25.00	609,425	1,001,186
Postage, stamp, telecommunication, etc.	26.00	2,867,526	2,716,223
Stationery, printing, advertisements, etc.	27.00	3,802,583	1,723,294
Managing Director's salary and benefits	28.00	4,251,667	4,083,548
Directors' fees & meeting expenses	29.00	2,239,224	1,626,665
Auditors' fees	30.00	230,000	138,000
Charges on loan losses		-	-
Depreciation, Amortization and repair of assets	31.00	5,664,864	6,536,128
Other expenses	32.00	17,088,713	6,717,858
Total operating expenses (B)		**112,671,604**	**84,853,411**
Profit before provision (C=A-B)		**240,237,209**	**378,188,935**
Provision against lease, loans and advances		(8,985,169)	146,943,249
Provision for diminution in value of investments		7,353,560	(3,923,118)
Other provisions		-	-
Total provision (D)	33.00	(1,631,609)	143,020,131
Total profit/(Loss) before taxes (C-D)		**241,868,818**	**235,168,804**
Provision for Tax expenses	34.00	**93,520,738**	**144,744,030**
Current Tax		95,161,035	147,036,635
Deferred Tax		(1,640,297)	(2,292,605)
Net profit/(Loss) after taxation		**148,348,080**	**90,424,774**
Appropriations			
Statutory reserve	13.00	29,669,616	18,084,955
		29,669,616	**18,084,955**
Retained surplus		**118,678,464**	**72,339,819**
Earnings per share (Re-stated)	35.00	**1.29**	**0.79**

The annexed notes 1 to 40 form an integral part of these financial statements.

(Syed Monir Hossain)
AVP & CFO (CC)

(Subash Chandra Moulick FCS)
SVP & Company Secretary

(Abdul Hamid Mia)
Managing Director

(Md.Nasiruddin Choudhury)
Vice Chairman

(Dr. Mizanur Rahman Shelley)
Chairman

See annexed auditors' report to the Shareholders of the date.

Dated: Dhaka
March 23, 2017

Rahman Mostafa Alam & Co.
Chartered Accountants

PREMIER LEASING & FINANCE LIMITED

Statement of Cash Flows

For the year ended December 31, 2016

	Particulars	Amount in Taka	
		31.12.2016	31.12.2015
A)	**Cash flows from operating activities**		
	Interest receipts in cash	1,451,791,082	1,092,650,869
	Interest payments	(1,169,032,560)	(900,689,255)
	Dividend receipts	3,735,394	3,853,850
	Fees and commission receipts in cash	-	-
	Recoveries of loans previously written off	-	-
	Cash payments to employees	(62,956,337)	(57,546,349)
	Cash payments to suppliers	-	-
	Income taxes paid	(165,716,551)	(26,337,030)
	Receipts from other operating activities	35,314,364	18,894,722
	Payments for other operating activities	(39,692,490)	(26,696,767)
	Cash generated from operating activities before changes in operating assets and liabilities	**53,442,902**	**104,130,040**
	Increase / decrease in operating assets and liabilities		
	Statutory deposits	-	-
	Purchase of trading securities (Treasury bills)	-	-
	Lease, loans and advances to banks and other FIs	-	-
	Lease, loans and advances to customers	(1,403,216,524)	(5,189,005,014)
	Other assets	1,199,010,593	412,923,560
	Deposits from other banks / borrowings	(150,000,000)	2,689,000,000
	Deposits from customers	54,840,793	831,633,585
	Other liabilities account of customers	-	-
	Trading liabilities	-	-
	Other deposits	59,134,048	35,340,846
	Other liabilities	230,713,300	266,935,158
		(9,517,790)	**(953,171,865)**
	Net cash flows from operating activities	**43,925,112**	**(849,041,825)**
B)	**Cash flows from investing activities**		
	Proceeds from sale of securities	40,786,905	66,626,493
	Payments for purchases of securities	(14,798,714)	(25,757,538)
	Purchase of property, plant and equipment	(908,564)	(9,358,770)
	Proceeds from sale of property, plant and equipment	2,620,000	-
	Net cash used in investing activities	**27,699,627**	**31,510,185**
C)	**Cash flows from financing activities**		
	Share capital for subsidiary	-	(300,000,000)
	Receipts of long term loan	1,900,000,000	2,072,964,487
	Repayment of long term loan	(1,413,170,992)	(820,342,231)
	Net draw down/(payment) of short term loan	(795,485,533)	-
	Dividend paid	-	-
	Net Cash flows from financing activities	**(308,656,525)**	**952,622,256**
D)	Net increase / (decrease) in cash and cash equivalents **(A+ B + C)**	(237,031,786)	135,090,616
E)	Effects of exchange rate changes on cash and cash equivalents	-	-
F)	Cash and cash equivalents at beginning of the year	629,104,493	494,013,877
G)	**Cash and cash equivalents at end of the year (D+E+F)**	**392,072,707**	**629,104,493**
	Cash and cash equivalents at end of the year		
	Cash in hand (including foreign currencies)	165,061	588,467
	Balance with Bangladesh Bank and its agent bank (s) (including foreign currencies)	-	-
		103,478,894	218,570,708
	Balance with banks and other financial institutions (notes 4.3)	288,428,752	409,945,318
	Money at call and short notice	-	-
	Prize bonds	-	-
		392,072,707	**629,104,493**

PREMIER LEASING & FINANCE LIMITED

Statement of Changes in Shareholders Equity

For the year ended December 31 , 2016

(Amount in Taka)

Particulars	Paid-up capital	Statutory reserve	Retained earnings	Total
Balance as at January 01, 2015	**1,093,949,220**	**129,794,044**	**78,224,616**	**1,301,967,880**
Surplus / deficit on account of revaluation of properties	-	-	-	-
Surplus / deficit on account of revaluation of investments	-	-	-	-
Currency translation differences	-	-	-	-
Net gains and losses not recognized in the income statement	-	-	-	-
Issuance of bonus share	-	-	-	-
Deferred tax (Re-stated)	-	-	-	-
Transfer to provision against lease, loan & Advances	-	-	-	-
Net profit for the year 2015	-	-	90,424,774	90,424,774
Transfer to statutory reserve in the year 2015	-	18,084,955	(18,084,955)	-
Proposed dividend	-		-	-
Balance as at December 31, 2015	**1,093,949,220**	**147,878,999**	**150,564,435**	**1,392,392,654**
Balance as at January 01, 2016	**1,093,949,220**	**147,878,999**	**150,564,435**	**1,392,392,654**
Surplus / deficit on account of revaluation of properties	-	-	-	-
Surplus / deficit on account of revaluation of investments	-	-	-	-
Currency translation differences	-	-	-	-
Net gains and losses not recognized in the income statement	-	-	-	-
Issuance of bonus share	54,697,460	-	(54,697,460)	-
Deferred tax (Re-stated)	-	-	-	-
Transfer to provision against lease, loan & Advances	-	-	-	-
Net profit for the year 2016	-	-	148,348,080	148,348,080
Transfer to statutory reserve in the year 2016	-	29,669,616	(29,669,616)	-
Proposed dividend	-	-	-	-
Balance as at December 31, 2016	**1,148,646,680**	**177,548,615**	**214,545,439**	**1,540,740,734**

PREMIER STOCK

PREMIER LEASING & FINANCE LIMITED

LIQUIDITY STATEMENT

(Analysis of maturity of assets and liabilities)
As at December 31, 2016

(Amount in Taka)

Particulars	Up to 1 month	1-3 months	3-12 months	1-5 years	Above 5 years	Total
Assets:						
Cash in hand	165,061	-	-	-	-	165,061
Balance with Bangladesh Bank and its agent	103,478,894	-	-	-	-	103,478,894
Balance with banks and other financial institutions	85,740,367	200,000,000	2,688,385	-	-	288,428,752
Money at call and short notice	-	-	-	-	-	-
Investments	42,509,045	37,685,127	24,291,173	27,206,220	5,711,810	137,403,375
Leases, loans and advances	1,441,213,215	2,981,415,417	6,390,514,528	3,104,044,049	103,032,328	14,020,219,537
Fixed assets including premises, furniture and fixtures	5,318,656	4,124,503	658,420	3,145,803	225,724,336	238,971,718
Other assets	234,477,502	324,577,003	542,434,104	297,845,283	-	1,399,333,892
Non banking assets	-	-	-	-	-	-
Total assets (A):	**1,912,902,740**	**3,547,802,050**	**6,960,586,610**	**3,432,241,355**	**334,468,474**	**16,188,001,229**
Liabilities:						
Borrowings from banks, other financial institutions and agents	867,877,410	412,123,733	2,139,756,403	1,029,827,029	-	4,449,584,575
Term deposits	774,859,410	2,554,278,765	3,607,421,432	1,867,732,187	25,584,652	8,829,876,446
Other deposits	12,475,906	25,386,402	59,627,361	19,678,403	4,580,110	121,748,182
Provision and other liabilities	234,589,603	454,578,742	333,166,809	223,716,138		1,246,051,292
Total liabilities (B):	**1,889,802,329**	**3,446,367,642**	**6,139,972,005**	**3,140,953,757**	**30,164,762**	**14,647,260,495**
Net liquidity gap (A - B):	**23,100,411**	**101,434,408**	**820,614,605**	**291,287,598**	**304,303,712**	**1,540,740,734**

AMARSTOCK

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2016

1 Legal Status and Nature of the Company

1.1 Legal form and country of incorporation

Premier Leasing & Finance Limited was incorporated in Bangladesh as a public limited company on September 26, 2001 under the Companies Act, 1994. The Company is a non-banking Financial Institution established under the Financial Institutions Act, 1993. It started operation after obtaining license from Bangladesh Bank on February 04, 2002. The Company went for public issue in 2005 and its shares are listed with both Dhaka Stock Exchange (DSE) and Chittagong Stock Exchanges (CSE).

1.2 Nature of business activities

The Company extends lease finance for capital machinery, construction and medical equipments, generators, boilers, vehicles, elevators, air-conditioning plants, house-holds and other essential items and equipments for business enterprises like mills, factories, financial institutions, banks and insurance companies as well as educational institutions, clinics, hospitals, corporate bodies and individuals. The Company also extends term loan and house building loan.

1.3 Head office & branch offices

The registered office of the company is located at City Centre (Level-18), 90/1, Motijheel C/A, Dhaka-1000. The branch offices are located at (i) C & F Tower (6th Floor),1712 Sk. Mujib Road, Agrabad C/A, Chittagong-4100, (ii) Hazi A. Khaleque Plaza,(3rd Floor), 117/532, Court Road , Circle-3, Brahmanbaria-3400. (iii) Mahbub Bhaban (3rd Floor), Central Muslim Shahitta Shangsad, East Dargah Gate, Sylhet-3100

1.4 Subsidiary companies

1.4.1 Premier Leasing Securities Limited

Premier Leasing Securities Limited, a major (98.00% shares) owned subsidiary company of Premier Leasing & Finance Limited, was incorporated on 23 December, 2009 under the Companies Act, 1994 as a private Limited Company having authorized share capital of TK 60.00 crores. The registered office of the company is located at City Centre (Level-18), 90/1, Motijheel C/A, Dhaka-1000, Bangladesh. The company has started its operation from January, 2010.

The main objectives of the company is to act as a member of Chittagong stock exchanges and to carry on the business of brokers, dealers on stocks, shares & securities, commercial papers, bonds, debenture, stocks, treasury bills or any financial instruments.

1.4.2 Premier Leasing Securities Broking Limited

Premier Leasing Securities Broking Limited, a major (51% shares) owned subsidiary company of Premier Leasing & Finance Limited, was incorporated on 4th March, 1996 under the companies Act, 1994 as a private Limited Company having its registered office at 9/E, Motijheel C/A, (1st Floor, Room No. # 220), Dhaka-1000, Bangladesh.

The main objectives of the company is to act as a member of Dhaka stock exchanges and to carry on the business of brokers, or dealers on stocks, shares & securities, commercial papers, bonds, debenture, stocks, treasury bills or any financial instruments.

2. Basis of preparation and significant accounting policies

2.1 Statements of compliance

The financial statements have been prepared on a going concern basis following accrual basis of accounting except for cash flow statements in accordance with the Companies Act 1994, the Financial Institutions Act 1993, Securities and Exchange Rules 1987, the Listing Rules of Dhaka and Chittagong Stock Exchanges and International Accounting Standards (IAS)

and International Financial Reporting Standards (IFRS) as adopted in Bangladesh by The Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), except the circumstances where local regulations differ and other applicable laws and regulations. The presentation of the financial statements has been made as per requirements of DFIM Circular NO: 11, dated December 23, 2009 issued by the Department of Financial Institutions and Markets of Bangladesh Bank.

The activities and accounting heads mentioned in the prescribed form, which are not applicable for the financial institutions, have been excluded in preparing the financial statements.

2.2 Basis of measurement

The financial statements have been prepared on the basis of Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standard (BFRS) and inflationary factors were not considered in the financial statements. The accounting policies unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.

2.3 Disclosure of deviations from few requirements of BAS/BFRS due to mandatory compliance of Bangladesh Bank's requirements

Bangladesh Bank (the local Central Bank) is the prime regulatory body for Non-Banking Financial Institutions (NBFI) in Bangladesh. Some requirements of Bangladesh Bank's rules and regulations contradict with those of financial instruments and general provision standards of BAS and BFRS. As such the Company has departed from those requirements of BAS/BFRS in order to comply with the rules and regulations of Bangladesh Bank.

2.3.1 As per FID circular No. 08 dated 03 August 2002 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment. As such the Company measures and recognizes investment in quoted and unquoted shares at cost if the year-end market value (for quoted shares) and book value (for unquoted shares) are higher than the cost. However as per requirements of BAS 39 investment in shares falls either under "at fair value through profit and loss account" or under "available for sale" where any change in the fair value at the year-end is taken to profit and loss account or revaluation reserve respectively.

2.3.2 As per FID circular No. 08 dated 03 August 2002, FID circular No. 03, dated 03 May 2006 and FID circular No. 03 dated 29 April 2013 a general provision at 0.25% to 5% under different categories of unclassified loans (good/standard loans) has to be maintained. However such general provision cannot satisfy the conditions of provision as per BAS 39.

2.3.3 Bangladesh Bank has issued templates for financial statements which shall strictly be followed by all banks and NBFIs. The templates of financial statements issued by Bangladesh Bank differ from BAS 1: Presentation of Financial Statements so long the templates do not include Other Comprehensive Income (OCI) nor are the elements of Other Comprehensive Income allowed to be included in the Single Comprehensive Income (SCI) Statement. As such the company does not prepare the other comprehensive income statement. However the company does not have any elements of OCI to be presented.

2.3.4 As per Bangladesh Bank guidelines financial instruments are categorized, recognized and measured differently from those prescribed in BAS 39. As such some disclosures and presentation requirements of BFRS 7 and BAS 32 have not been made in the accounts.

2.4 Directors' responsibility statement

The Board of Directors takes the responsibility for the preparation and presentation of these financial statements.

2.5 Date of authorization

The Board of directors has authorized these financial statements for public issue on March 23, 2017.

2.6 Presentation and functional currency and level of precision

The financial statements are presented in Bangladesh Taka (Taka) currency, which is the Company's functional currency. All financial information presented in Taka has been rounded off to the nearest Taka.

2.7 Use of estimates and judgments

The preparation of financial statements in conformity with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS) requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. It also requires disclosures of contingent assets and liabilities at the date of the financial statements.

The most critical estimates and judgments are applied to the following:

- Provision for impairment of loans, leases and investments
- Gratuity
- Useful life of depreciable assets

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

However, the estimates and underlying assumptions are reviewed on an ongoing basis and the revision is recognized in the period in which the estimates are revised. In accordance with the guidelines as prescribed by BAS 37: "Provisions, Contingent Liabilities and Contingent Assets", provisions are recognized in the following situations:

Provision

Provisions are liabilities that are uncertain in timing or amount. Provisions are recognized when: the Group has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

Contingent Liability

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group; or the Group has a present obligation as a result of past events but is not recognized because it is not likely that an outflow of resources will be required to settle the obligation; or the amount cannot be reliably estimated. Contingent liabilities normally comprise legal claims under arbitration or court process in respect of which a liability is not likely to occur.

Contingent Assets

A contingent asset is possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. Contingent assets are never recognized, rather they are disclosed in the financial statements when they arise.

2.8 Basis of consolidation of operations of subsidiaries

The financial statements of the Company and its subsidiaries, as mentioned in note No. 1.3.1, 1.3.2 and 1.3.3 have been consolidated in accordance with Bangladesh Financial Reporting Standard 10 "Consolidated Financial Statements". The consolidation of the financial statement has been made after eliminating all material inter company balances, income and expenses arising from inter company transactions.

The total profits of the Company and its subsidiaries are shown in the consolidated profit and loss account with the proportion of profit after taxation pertaining to non-controlling shareholders being deducted as 'Non-controlling Interest'.

All assets and liabilities of the Company and of its subsidiaries are shown in the consolidated balance sheet. The interest of non-controlling shareholders of the subsidiary are shown separately in the consolidated balance sheet under the heading 'Non-controlling Interest'.

2.9 Branch accounting

The Company has three branches, with no overseas branch as on 31 December 2016. Accounts of the branches are maintained at the head office from which these accounts are drawn up.

2.10 Accounting for leases

Lease transactions are accounted for under finance method as per BAS - 17 since assets leased to customer under agreements transfer substantially all the risk and rewards associated with the ownership, other than legal title, to the customers.

As per BAS -17, in case of finance lease, the aggregate lease rental receivables including unguaranteed residual value throughout the lease term are recorded as gross rental receivables while the excess of gross rental receivables over the total acquisition cost including interest during the period of acquiring the lease equipment constitutes the unearned interest income. The unearned interest income is amortized to revenue on a monthly basis over the lease term yielding a constant rate of return over the period.

2.11 Accounting for term finance

Books of accounts for term finance operation are maintained based on the accrual basis of accounting. Outstanding principal, along with the accrued interest (where capitalized) thereon are accounted for as term finance of the company. Interest earnings on term finance are recognized as operational revenue.

2.12 Revenue recognition

Revenue is recognized in accordance with Bangladesh Accounting Standard (BAS) -18 "Revenue".

2.13 Income from lease

The excess of gross lease rentals receivable over the cost of the leased assets constitutes the total unearned income at the commencement of the execution of lease. This income is allocated over the period of lease that reflects a constant periodic return on the net investment. Income is recognized when it is earned, i.e. income on due installments. Interest on advance against leases is recognized on accrual basis which is calculated on advances from the respective disbursement date to the date of execution of lease. On execution of lease, advance including capitalized portion of accrued interest is transferred to gross lease receivable.

2.14 Income from term finance

Income on term finance is recognized on accrual basis. Installment comprises both interest and principal. Interest part of the installments that become receivable is recognized as income when it is earned, i.e. income on due installments.

2.15 Fee based income

Fee based income is recognized as revenue when it is received.

2.16 Dividend income

Dividend income from investment in shares is recognized when the shareholders' legal right to receive payments have been established i.e. during the period in which dividend is declared in the Annual General Meeting.

2.16.1 Gain / loss on sale of securities

Capital gain or loss on sale of securities listed in the exchanges is recognized only when the securities are sold in the market.

2.17 Income from bank deposits

Interest on short-term deposits and fixed deposits are recognized on time proportion basis, taking into account the principal outstanding and the effective rate of interest over period of maturity, when it is determined that such income will be accrued to the company.

2.18 Investment in securities

Investment in marketable ordinary shares has been shown at cost or market price, whichever is lower, on an aggregate portfolio basis. Investment in non-marketable shares has been valued at cost or intrinsic value whichever is lower. Full provision for diminution in value of shares as on closing of the year on an aggregate portfolio basis is made in the financial statements as required by Bangladesh Bank DFIM circular No. 02 dated 31 January 2012.

2.19 Depreciation on fixed assets

Fixed assets are depreciated based on straight line method throughout the estimated span of useful life ranging from five to ten years. Additions to fixed assets are depreciated for the full year irrespective of date of acquisition of assets at the applicable rates except fixed assets under work in progress while no depreciation is charged on any items in the year of its disposal. Depreciation is calculated on the cost of fixed asset in order to write off such amounts over the estimated useful life of such assets. In compliance with BAS, the changes of depreciation policy are under active consideration. Assets category wise depreciation rates are as follows:

Particulars of assets	Rate %
Furniture and fixture	10%
Office equipment	15%
Office software	15%
Motor vehicle	20%
Office decoration	20%
Electrical goods	10%
Office Crockeries	15%
Land and building	0%

2.20 Cash & cash equivalent

Cash & Cash equivalent consists of short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.21 Cash flow statements

The cash flow statement is prepared using the direct method as stipulated in Bangladesh Accounting Standard (BAS) 7 - "Cash Flow Statements". Cash and cash equivalents for cash flow statement comprises mainly of cash in hand and balances at banks.

2.22 Interest suspense account

Interest income of Special Mentioned Account (SMA) and classified finance on account of leases, loans and advances are not recognized as income rather credited to interest suspense account. Recovery of the same, credited to interest suspense account, is recognized as income on cash basis.

2.23 Income tax

2.23.1 Current tax

Provision for income tax has been made at the rate prescribed in Finance Act, 2016 on accounting profit made during the year after due consideration of disallowable expenditure.

2.23.2 Deferred tax

As per Bangladesh Accounting Standard 12; deferred tax is provided using the liability method for all temporary timing differences arising between the tax base of assets and liabilities and their carrying value for financial reporting purposes.

2.24 Employee benefits

2.24.1 Defined contribution plan

The company operates a contributory provident fund scheme for its permanent employees. Provident fund is administered by a Board of Trustees and it is funded by equal contributions from the company and the employees. Members are eligible to get the both contribution after completion of (five) years of continuous service. Employees' contributory provident fund is recognized by NBR.

2.24.2 Defined benefit plan - gratuity

The company operates an unfunded gratuity scheme. Provision has been made in the financial statements as per gratuity scheme. Employees are entitled to gratuity benefit after completion of minimum five years of continued service in the company. The gratuity is calculated on the last basic pay and is payable at the rate of one month's basic pay for every completed year of service. The process for obtaining recognition from NBR is under progress.

2.25 Accrued expenses and other payable

Liabilities are recognized for amounts to be paid in the future for goods and services received, whether or not billed by the creditors.

2.26 Provision for doubtful accounts & future losses

Provision has been made on outstanding exposures, based on aging and continuous review of the receivables as per guidelines of Bangladesh Bank.

2.27 Earnings per share (EPS)

The company calculates earning per share (EPS) in accordance with Bangladesh accounting Standard -33, which has been shown on the face of profit and loss account and the computation of EPS has been stated in Note -37.

2.28 Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)

Cash reserve requirement (CRR) and statutory liquidity reserve (SLR) have been calculated and maintained in accordance with Bangladesh Bank directives.

2.29 Related party disclosure

As per Bangladesh Accounting Standard 24; parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with related parties. Related party disclosure has been given in Note-40.

2.30 Statutory reserve

Financial Institutions Regulation 1994 requires FI's to transfer 20% of its current year's profit to statutory reserve before declaration of dividend. Premier Leasing & Finance Limited transfers 20% on post tax profit in compliance with the regulation.

2.31 Basis of consolidation of operations of subsidiaries

The financial statements of the company and subsidiaries have been consolidated in accordance with Bangladesh accounting Standard 27 "Consolidated and separate Financial Statements". The consolidation of the financial statement has been made after eliminating all material intercompany balances, income and expenses arising from intercompany transaction.

The total profits of the company and its subsidiaries are shown in the consolidated profit & loss account with the proportion of profit after taxation pertaining to non controlling shareholders being deducted as Non-controlling interest.

All assets and liabilities of the company and of its subsidiaries are shown in the consolidated Balance sheet. The interests of non-controlling shareholders of the subsidiary are shown separately in the consolidated balance sheet under the non-controlling interest.

2.32 Write off:

Write-off describes a reduction in recognizes value. It refers to recognized value. It refers to recognition of the reduced or zero value of an asset. Generally, it refers to an investment for which a return on the investment becomes remote. The item's potential return is thus cancelled and removed from ("write off") the company's balance sheet. The PLFL has written off for a total amount of tk. 19,744,750 against lease & loan account up to December 31, 2016.

Recovery against debts written off is credited to revenue. Income is recognized where amounts are either recovered and/or adjusted against securities/properties or advances there-against or are considered recoverable.

2.33 Liquidity Statement:

The liquidity statement has been prepared in accordance with remaining maturity grouping of assets and liabilities as of the closing date of the year as per following:

a) Balance with other bank and financial institution are on the basis of their maturity term.

b) Investments are on the basis of their residual maturity term.

c) Loans, advances and leases are on the basis of their repayment/maturity schedule.

d) Fixed assets are on the basis of their useful lives.

e) Others assets are on the basis of their useful lives.

f) Borrowing from other banks and financial institutions as per their maturity/repayments terms.

g) Deposits and other accounts are on the basis of their maturity term and behavioral past trends.

h) Other long term liabilities on the basis of their maturity terms.

i) Other liabilities are on the basis of their settlement term.

2.34 BASEL II implementation

To cope with the international best practices and to make the capital more risks sensitive as well as more shock resilient, guidelines on 'Basel Accord for Financial Institutions (BAFI)' have been introduced from January 01, 2011 0n the test basis by the Bangladesh Bank.

At the end of the test run period, Basel Accord regime has started and the guidelines namely "Prudential guidelines on Capital Adequacy and market Discipline for Financial Institutions (CAMD)" have come fully into force from January 01, 2012 with its subsequent/revisions. Instructions regarding Minimum Capital Requirement (MCR), Adequate Capital and Disclosure requirement as stated in these guidelines have to be followed by all FLs for the purpose of statutory compliance.

As per CAMD guidelines, Financial Institutions should maintain a Capital Adequacy Ratio (CAR) at minimum 10%. As per CAMD guideline's requirement PLFL has already formed BASEL implementation Unit (BIU) to ensure timely implementation of BASEL accord.

Financial Risk Management

PLFL always concentrates on delivering high value to its shareholders through appropriate tradeoff between risk & returns. A well structured & pro active risk management System is in placed within the Company to addressed risks relating to credit, market, Liquidity and operations. In addition to the industry best practices for accessing, identifying and measuring risks, PLFL also considers guideline for managing core risks of financial instructions issued Countries' Central Bank which is Bangladesh Bank; vide Circular no. 10 dated September 18, 2005 for management of risks.

AMARSTOCK

Credit Risk

To encounter and mitigate credit risk, the company multilayer approval process, policy for maximum sector and group exposure limit, policy for customer maximum asset exposure limit, mandatory search for credit report from Credit Information Bureau, looking into payment performance of customer before financing, annual review of clients, adequate insurance coverage for funded assets, vigorous monitoring and follow up by Special Assets Management Team, strong follow up of compliance of credit policies by Operation Department, taking collateral, seeking external legal opinion, maintaining neutrality in policies and following arm's length approach in related party transactions, regular review of market situation and industry exposure etc.

The Credit Evaluation Committee (CEC) regularly meets to review the market and credit risk related to lending and recommend and implement appropriate measures to counter associated risks. The CEC critically reviews projects from risk point of view. An independent Credit Risk Management Department is in place, at PLFL, to scrutinized projects from a risk-weighted point of view and assists the management in creating a high quality credit portfolio and maximizes returns from risk assets.

Liquidity Risk

Liquidity requirements are managed on a day-to-day basis by the Treasury Division which is responsible for ensuring that sufficient funds are available to meet short term obligations, even in a crisis scenario, and for maintaining a diversity of funding sources. Treasury Division maintains liquidity based on historical requirements anticipated funding requirements from operation, current liquidity position, collections from financing, available sources of funds and risks and returns.

Operating Risk

Appropriate internal control measures are in place, at PLFL, to address operational risks, PLFL has established an internal control & compliance department (ICCD) to address operational risk and to frame and implement policies to encounter such risks. This department assess operational risk across the Company as a whole and will ensure that an appropriate framework exists to identify, assess and manage operational risk. The function of ICCD is to constant vigilance against leakage of Shareholders value by identify, assess, measure, manage and transfer operational risk resulting from inadequate of failed internal processes, people and system or from external events.

Stress Testing

PLFL complements its regular standardized risk reporting process with stress tests capture the effect of exceptional but plausible events on the capital and liquidity position of the company. PLFL has been following the stress testing guidelines issued by Bangladesh Bank (BB) since 2010. The guidelines were revised for the NBFI's in June 2012 after thorough analysis of the situation requirements and future perspectives. PLFL uses regular stress tests to calculate the credit exposures, including potential concentrations that would result from applying shocks to credit risk factors (e.g., interest rates, equity prices). These shocks include a wide range of moderate and more extreme market movements. Stress tests are regularly conducted jointly with the firm's market and liquidity risk functions. Stress testing quantifies our exposures to plausible yet extreme and unusual market movements, and enables us to identify, understand and manage our potential vulnerabilities and risks concentrations.

2.35 General

Status of compliance of Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs):

The Financial Institute has Complied the following BASs and BFRSs as adopetd by ICAB during the preparation of Financial Statement as at and for the year ended 31 December, 2016.

BAS No.	Name of BASs	Status
Bas-1	Presentation of Financial Statements	Applied*
Bas-2	Inventories	N/A
Bas-7	Statement of Cash Flows	Applied
Bas-8	Accounting Policies, Changes in Accounting Estimates and Errors	Applied
Bas-10	Events after the Reporting Period	Applied
Bas-11	Construction Contracts	N/A
Bas-12	Income Taxes	Applied
Bas-16	Property, Plant & Equipment	Applied
Bas-17	Leases	Applied
Bas-18	Revenue	Applied
Bas-19	Employee Benefits	Applied
Bas-20	Accounting of Government Grants and Disclosure of Government Assistance	N/A
Bas-21	The Effects of Changes in Foreign Exchange Rates	Applied
Bas-23	Borrowing Costs	Applied
Bas-24	Related Party Disclosures	Applied
Bas-26	Accounting and Reporting by Retirement Benefit Plans	N/A
Bas-27	Separate Financial Statements	Applied
Bas-28	Investements in Associates and Joint Ventures	N/A
Bas-29	Financial Reporting in Hyperinflationary Economics	N/A
Bas-31	Interest in Joint Ventures	N/A
Bas-32	Financ al Instruments: Presentation	Applied*
Bas-33	Earnings per Share	Applied
Bas-34	Inter m Financial Reporting	Applied
Bas-36	Impairment of Assets	Applied
Bas-37	Provisions, Contingent Liabilities and Contingent Assets	Applied
Bas-38	Intangible Assets	Applied
Bas-39	Financial Instruments: Recognition and Measurement	Applied*
Bas-40	Investment Property	N/A
Bas-41	Agriculture	N/A

ANNAR STOCK

BFRSs No.	Name of the BFRSs	Status
BFRS 2	Share-based Payment	N/A
BFRS 3	Business Combination	N/A
BFRS 4	Insurance Contracts	N/A
BFRS 5	Non-current Assets Held for Sale and Discontinued Operations	N/A
BFRS 6	Exploration for and Evaluation of Mineral Resources	N/A
BFRS 7	Financial Instruments: Disclosures	Applied*
BFRS 8	Operating Segments	Applied
BFRS 10	Consolidated Financial Statements	Applied
BFRS 11	Joint Arrangement	N/A
BFRS 12	Disclosure of Interests in other Entities	N/A
BFRS 13	Fair Value Measurement	Applied*

Note:

N/A= Not Applicable

* As the regulatory requirements differ with the standards, relevant disclosures have been made in accordance with Bangladesh Bank's requirements (please see note 2.3)

AMAR STOCK

		Amount in Taka	
		31.12.2016	31.12.2015
3. Cash			
Cash in hand	3.1	165,061	588,467
Balance with Bangladesh Bank and its agent banks	3.2	103,478,894	218,570,708
		103,643,955	**219,159,175**
3.1 Cash in hand			
In local currency		165,061	588,467
In foreign currency		-	-
		165,061	**588,467**
3.2 Balance with Bangladesh Bank and its agent bank(s)			
In local currency (with Bangladesh Bank)		103,478,894	218,570,708
In foreign currency		-	-
		103,478,894	218,570,708
Sonali Bank as agent of Bangladesh Bank (Local currency)		-	-
		103,478,894	**218,570,708**

3.3 Statutory deposits

Cash Reserve Requirement (CRR) and Statutory Liquidity Reserve (SLR)

Cash Reserve Requirement and Statutory Liquidity Reserve have been calculated and maintained in accordance with section 19 of the Financial Institutions Act 1993, rule 5 of the Financial Institutions Rules 1994 and FID circular no.6 dated November 06, 2003.

The Cash Reserve Requirement on the Company's term deposits received from public at the rate of 2.5% has been calculated and maintained with Bangladesh Bank in current account and 5% Statutory Liquidity Reserve, including CRR, on the total liabilities has been maintained in the form of balance with banks , FDR etc. Both the reserves maintained by the Company are in excess of the statutory requirements, as shown below:

a) Cash Reserve Requirement		
Required reserve (2.5% on average term deposit)	92,366,474	68,416,653
Actual reserve maintained	103,478,894	218,570,708
Surplus / (deficit)	**11,112,420**	**150,154,055**
b) Statutory Liquidity Reserve		
Required reserve (5% on total average lilabilities)	216,289,446	166,692,533
Actual reserve maintained including CRR (note-3.4)	392,072,707	629,104,493
Surplus / (deficit)	**175,783,261**	**462,411,960**

		Amount in Taka	
		31.12.2016	31.12.2015
3.4	**Actual reserve maintained (including CRR)**		
	Cash in hand	165,061	588,467
	Balance with Bangladesh Bank and its agent bank(s)	103,478,894	218,570,708
	Balance with banks and other financial institutions (note - 4)	288,428,752	409,945,318
		392,072,707	**629,104,493**
3(a)	**Consolidated cash**		
	Cash in hand:		
	Premier Leasing & Finance Limited	165,061	588,467
	Premier Leasing Securities Limited	61,456	56,035
	Premier Leasing Securities Broking Limited	1,706,125	30,956
		1,932,642	**675,458**
4	**Balance with banks and other financial institutions**		
	In Bangladesh (note-4.1)	288,428,752	409,945,318
	Outside Bangladesh	-	-
		288,428,752	**409,945,318**
4.1	**In Bangladesh**		
	Current deposits		
	Nationalised Commercial Bank	893	635
	Private Commercial Bank	1,985,161	991,060
	Foreign Commercial Bank	(928,625)	2,613,776
	Total	**1,057,429**	**3,605,471**
	Short-term deposit		
	Nationalised Commercial Bank	2,094	72,138
	Private Commercial Bank	17,559,043	13,588,170
	Foreign Commercial Bank	10,168,101	137,287,774
	Total	**27,729,238**	**150,948,082**
	Fixed deposits		
	Nationalised Commercial Bank	56,953,700	52,700,000
	Private Commercial Bank	-	200,000,000
	Foreign Commercial Bank	2,688,385	2,691,765
	Leasing and Financial Company	200,000,000	-
	Total	**259,642,085**	**255,391,765**
	Grand Total	**288,428,752**	**409,945,318**

AMARSTOCK

		Amount in Taka	
		31.12.2016	31.12.2015
4.2	**Maturity grouping of balance with banks and other financial institutions**		
	On demand	-	-
	Up to 1 month	85,740,367	207,253,553
	Over 1 month but not more than 3 months	200,000,000	81,265,802
	Over 3 months but not more than 6 months	2,688,385	21,330,497
	Over 6 months but not more than 1 year	-	14,220,332
	Over 1 year but not more than 5 years	-	85,875,134
	Over 5 years	-	-
		288,428,752	**409,945,318**
4(a)	**Consolidated Balance with banks and other financial institutions**		
	Premier Leasing & Finance Llimited (Note-4)	288,428,752	409,945,318
	Premier Leasing Securities Limited	36,161,285	10,121,402
	Premier Leasing Securities Broking Limited	69,973,874	35,962,818
		394,563,911	**456,029,538**
5.	**Investments**		
	Investment classified as per nature:		
a)	**Government securities**		
	National investment bonds	-	-
	Bangladesh bank bills	-	-
	Government bonds	-	-
	Prize bonds	-	-
	Total	-	-
b)	**Other investment:**		
	Zero Coupon Bond	-	-
	Shares (note-5.2)	137,403,375	126,849,363
	Total	137,403,375	126,849,363
	Grand Total	**137,403,375**	**126,849,363**
C)	**Consolidated Investments**		
	Premier Leasing & Finance Limited	137,403,375	126,849,363
	Premier Leasing Securities Limited	40,318,800	28,002,281
	Premier Leasing Securities Broking Limited	5,968,222	11,518,695
		183,690,397	**166,370,339**
5.1	**Maturity grouping of investments**		
	On demand	-	-
	Up to 1 month	42,509,045	54,809,045
	Over 1 month but not more than 3 months	37,685,127	36,328,507
	Over 3 months but not more than 6 months	10,545,203	9,585,200
	Over 6 months but not more than 1 year	13,745,970	14,951,020
	Over 1 year but not more than 5 years	27,206,220	5,463,781
	Over 5 years	5,711,810	5,711,810
	Total	**137,403,375**	**126,849,363**

AMARSTOCK

5.2 Investment in shares

Quoted Shares	2016			2015
	Taka			Taka
	No. of Shares	Market Price	Cost Price	Cost Price
BSSCL	507,290	58,627,855	62,335,795	52,057,208
Confidence Cement	100,000	9,523,000	13,158,000	13,437,000
National Tubes	-	-	-	4,151,406
Padma Oil	50,000	9,312,000	10,955,500	9,555,500
RN Spining	200,000	3,880,000	5,244,000	5,244,000
Meghna petrolium	143,000	25,650,053	27,354,470	22,349,470
Titas Gas	200,000	9,556,800	10,400,000	10,400,000
Summit Power Ltd	-	-	-	1,699,169
Lafarge Surma Cement Ltd.	20,000	1,524,800	2,243,800	2,243,800
Total	**1,220,290**	**118,074,508**	**131,691,565**	**121,137,553**
Unquoted Share				
Central Depository Bangladesh Ltd.	571,181	5,711,810	5,711,810	5,711,810
Total		**5,711,810**	**5,711,810**	**5,711,810**
Grand Total		**123,786,318**	**137,403,375**	**126,849,363**

All Investments in marketable ordinary shares are valued at cost price as on reporting date and adequate provision has been made as per Bangladesh Bank circular.

Unquoted shares represent investment in Central Depository Bangladesh Limited.

	Amount in Taka	
	31.12.2016	31.12.2015
6 Leases, loans and advances	**14,020,219,537**	**12,617,003,013**
6.1 Broad category-wise break up		
Inside Bangladesh		
Lease receivable (note-6.2)	2,333,280,526	2,294,012,013
Loans,cash credits, overdrafts etc.(note-6.3)	11,686,939,011	10,322,991,000
Cash credit	-	-
Overdrafts etc.	-	-
	14,020,219,537	**12,617,003,013**
Outside Bangladesh	-	-
	14,020,219,537	**12,617,003,013**
6.2 Leases		
Net lease receivable (note - 6.2.1)	2,180,872,826	1,940,312,345
Advances for leases (note -6.2.2)	152,407,700	353,699,668
	2,333,280,526	**2,294,012,013**
6.2.1 Net lease receivable		
Gross lease receivable	2,926,465,392	3,124,281,621
Less: Unearned finance income	745,592,566	1,183,969,276
Net lease receivable	**2,180,872,826**	**1,940,312,345**

6.2.2 Advance for leases

These represent disbursements made for procurement of lease assets . On execution advances for lease finance are transferred to lease receivable.

	Amount in Taka	
	31.12.2016	31.12.2015
6.3 Loans,cash credits, overdrafts etc.		
Term loan and home loan	11,678,413,749	10,305,996,762
Short term loan	8,525,262	16,994,238
Short term finance	-	-
Other loans and advances	-	-
Advance for Term finance	-	-
Total	**11,686,939,011**	**10,322,991,000**
6.3(a) Consolidated Loans,cash credits, overdrafts etc.		
Premier Leasing & Finance Limited	11,686,939,011	10,322,991,000
Premier Leasing Securities Limited	-	-
Premier Leasing Securities Broking Limited	-	-
Adjustment for dealing with subsidiary	(111,292,828)	(24,798,164)
	11,575,646,183	**10,298,192,836**
6.4 Maturity grouping of lease, loans and advances		
On demand	-	-
Up to 1 month	1,441,213,215	757,020,181
Over 1 month but not more than 3 months	2,981,415,417	883,190,211
Over 3 months but not more than 1 year	6,390,514,528	3,280,420,784
Over 1 year but not more than 5 years	3,104,044,049	7,570,201,807
Over 5 years	103,032,328	126,170,030
Total	**14,020,219,537**	**12,617,003,013**
6.5 Lease, loans and advances on the basis of significant concentration		
a) Lease, loans and advances to companies or firms in which the Directors of the Company have interests	11,664,927	-
b) Lease, loans and advances to Chief Executive and other Senior Executives	10,000,000	-
c) Number of clients with outstanding amount and classified lease, loans and advances exceeding 15% of total capital of the Company is as follows.		
Total capital of the Company	1,148,646,680	1,093,949,220
Number of clients	Nil	Nil
Amount of outstanding advances	Nil	Nil
Amount of classified advances	Nil	Nil
Measures taken for recovery	Not applicable	Not applicable

		Amount in Taka	
		31.12.2016	31.12.2015
d)	**Industry-wise distribution of lease, loans and advances:**		
1.	Agricultural sector	330,936,646	225,078,777
2.	Industrial sector:	-	-
	a) Textiles	1,476,568,805	1,512,542,039
	b) Garments	1,478,887,788	1,631,740,802
	c) Transport and communication	559,490,575	614,590,284
	d) Food production/processing industry	1,529,056,185	693,764,988
	e) Iron, Steel & Engineering industry	1,995,001,375	1,566,776,721
	f) Chemical & Pharmaceutical	571,284,959	62,350,465
	g) Service industry	1,107,638,579	693,493,410
	h) Paper, Printing and packaging industry	617,431,118	381,519,696
	i) Telecommunication/information Technology	201,913,129	205,046,338
	j) Real Estate & Housing	534,236,920	570,750,725
	k) Ship and Ship making industry	363,418,267	348,145,505
	l) Education	128,426,244	140,661,762
	m) Hospital and medical equipment	850,368,255	801,462,088
	n) Trade & Commerce	717,510,780	2,125,487,821
	o) Others	1,558,049,912	1,043,591,592
	Total	**14,020,219,537**	**12,617,003,013**
e)	**Geographical location-wise lease, loans and advances**		
	Inside Bangladesh		
	Urban		
	Dhaka Division	10,169,055,744	8,614,277,596
	Chittagong Division	3,357,776,948	3,777,108,181
	Khulna Division	-	-
	Rajshahi Division	-	-
	Rangpur Division	-	-
	Barisal Division	-	-
	Sylhet Division	493,386,845	225,617,236
		14,020,219,537	**12,617,003,013**
	Rural	-	-
	Outside Bangladesh	-	-
	Total	**14,020,219,537**	**12,617,003,013**

6.6 Sector-wise lease, loans and advances

Public sector	-	-
Co-operative sector	-	-
Private sector	14,020,219,537	12,617,003,013
Total	**14,020,219,537**	**12,617,003,013**

		Amount in Taka	
		31.12.2016	31.12.2015
6.7	**Details of large lease, loans and advances**		
6.8	**Particulars of lease, loans and advances**		
i)	Leases and loans considered good in respect of which the Company is fully secured	9,820,098,666	11,601,567,202
ii)	Leases and loans considered good in respect of which the Company is partially secured	1,962,830,835	980,345,302
iii)	Loans considered good against which the the Company holds no security other than the debtors' personal guarantee	1,191,718,721	29,145,306
iv)	Loans considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	1,045,571,315	5,945,203
v)	Loans adversely classified; provision not maintained there against		
		14,020,219,537	**12,617,003,013**
vi)	Loans due from Directors either separately or jointly with any other persons	-	-
vii)	Loans due from Officers either separately or jointly with any other persons	-	-
viii)	Loans due from companies or firms in which the Directors have interest as directors, partners or managing agents or in case of private companies, as members	-	-
ix)	Maximum total amount of advances, including temporary advances made at any time during the year to Directors or Managers or Officers either separately or jointly with any other person.	-	-
x)	advances granted during the year to the companies or firms in which the Directors have interest as directors, partners or managing agents or in the case of private companies, as members	-	-
xi)	Due from banking companies and other financial institutions	-	-

ARSTOCK

		Amount in Taka	
		31.12.2016	31.12.2015
6.9	**Classification of lease, loans and advances**		
	Unclassified		
	Standard	11,200,475,150	11,028,288,006
	Special mention account (SMA)	1,518,757,211	447,814,002
	Total	**12,719,232,361**	**11,476,102,008**
	Classified		
	Sub-standard	190,152,115	156,790,003
	Doubtful	362,109,400	44,298,001
	Bad / Loss	748,725,661	939,813,001
	Total	**1,300,987,176**	**1,140,901,005**
	Grand Total	**14,020,219,537**	**12,617,003,013**
7	**Fixed assets including Land and building, Furniture & fixtures**		
	Cost		
	Land and building	225,724,336	166,726,300
	Furniture and fixtures	3,358,960	3,187,954
	Office equipment	9,334,445	8,985,537
	Vehicles	8,234,225	10,567,575
	Electrical equipment	907,938	905,938
	Office Decoration	17,556,917	17,556,917
	Office Software	1,005,450	905,450
	Crockeries	6,555	6,555
		266,128,826	**208,842,226**
	Less: Accumulated depreciation	27,157,108	25,023,803
	Net book value at the end of the year (See annexure-A for details)	**238,971,718**	**183,818,423**
7(a)	**Consolidated Fixed assets including Premises, Furniture & fixtures**		
	Premier Leasing & Finance Limited (Note-7)	238,971,718	183,818,423
	Premier Leasing Securities Limited	3,434,921	4,004,600
	Premier Leasing Securities Broking Limited	18,845,728	20,875,286
	Total	**261,252,367**	**208,698,309**
8	**Other assets**		
	Inside Bangladesh		
	Income generating:		
	Investment in Subsidiary (note-8.1)	946,500,000	946,500,000
	Income receivable (note-8.2)	1,069,710	347,773,857
	Non-income generating:	-	-
	Receivable from Subsidiary	-	11,465,350
	Advance, deposit and Prepaid expenses	82,438,119	198,180,310
	Other receivables (note-8.3)	7,922,005	772,712,345
	Deferred tax asset	5,236,547	3,596,250
	Advance corporate tax (Note -8.5)	356,167,511	318,116,372
		1,399,333,892	**2,598,344,484**
	Outside Bangladesh	-	-
	Total	**1,399,333,892**	**2,598,344,484**

	Amount in Taka	
	31.12.2016	31.12.2015
8.1 Investment in Subsidiary	946,500,000	946,500,000
	946,500,000	**946,500,000**

This represents investment in Premier Leasing Securities Limited for Tk.41,65,00,000 representing 98% in equity and investment in Premier Leasing Securities Broking Limited for Tk.53,00,00,000/- representing 51% in equity which are subsidiary companies of Premier Leasing and Finance Limited incorporated as private limited company on 23, December 2009 and 4th March 1996 respectively under the companies Act,1994.

8.2 Income receivable amount represents interest receivable on lease, loans and advances and other investment income.

8.3 Other receivables include principal against installment of lease, loan and advances, Interest receivable on FDR ,IDCP on advance for lease assets etc.

8.4 Deferred Tax has been calculated based on deductable/taxable temporary difference arising due to difference in the carrying amount of the assets and its tax base in accordancee with the provision of Bangladesh Accounting Standrd (BAS) 12 "Income Taxes" and under the guidlines of Bangladesh Bank DFIM Circular no. 07 dated 31 July 2011.

Particulars	Carrying amount at balance sheet	Tax base	Deductible temporary difference
Fixed asset at book value	13,247,382	20,848,524	7,601,142
Liabilitiy to employee gratuity	5,490,225	-	5,490,225
	18,737,607	**20,848,524**	**13,091,367**
			40%
Deferred tax asset as on December 31, 2016			5,236,547
Deferred tax asset as on December 31, 2015			3,596,250
Deferred tax income			**1,640,297**

8.5 Advance corporate tax		
Balance as on January 01, 2016	318,116,372	291,779,342
Paid during the year	38,051,139	26,337,030
Balance as on December 31, 2016	**356,167,511**	**318,116,372**
8(a) Consolidated Other assets		
Premier Leasing & Finance Limited	1,399,333,892	2,598,344,484
Premier Leasing Securities Limited	333,000,620	322,435,842
Premier Leasing Securities Broking Limited	77,647,717	71,924,167
Adjustment for dealing with subsidiary	(410,421,166)	(412,111,221)
	1,399,561,063	**2,580,593,272**

		Amount in Taka	
		31.12.2016	31.12.2015
9.	**Borrowing from banks, other financial institutions and agents**		
	In Bangladesh (note-9.1)	4,449,584,575	4,759,739,343
	Outside Bangladesh	-	-
		4,449,584,575	**4,759,739,343**
9(a)	**Consolidated borrowing from banks, other financial institutions and agents**		
	Premier Leasing & Finance Limited (Note-9)	4,449,584,575	4,759,739,343
	Premier Leasing Securities Limited	96,222,828	44,288,888
	Premier Leasing Securities Broking Limited	19,010,250	4,010,250
	Adjustment for dealing with subsidiary	(115,303,078)	(24,798,164)
		4,449,514,575	**4,783,240,317**
9.1	**In Bangladesh**		
	Bank overdraft		
	Nationalised Commercial Bank	55,759,819	29,104,499
	Private Commercial Bank	481,143	70,482,986
		56,240,962	**99,587,485**
	Call borrowing		
	Nationalised Commercial Bank	-	-
	Private Commercial Bank	510,000,000	770,000,000
		510,000,000	**770,000,000**
	Short term loan		
	Nationalised Commercial Bank	-	-
	Private Commercial Bank	350,000,000	250,000,000
		350,000,000	**250,000,000**
	Long term loan		
	Nationalised Commercial Bank	469,521,059	481,638,346
	Private Commercial Bank	3,010,278,731	3,094,354,889
	ADB Fund	-	7,500,000
	Refinance against SME Loan from Bangladesh Bank	24,961,666	24,052,555
	Refinance against house financing from Bangladesh Bank	28,582,157	32,606,068
		3,533,343,613	**3,640,151,858**
	Total	**4,449,584,575**	**4,759,739,343**
9.2	**Analysis by security against borrowing from banks, other financial institutions and agents**		
	Secured (assets pledged as security for liabilities)	3,245,995,711	3,925,580,720
	Unsecured	1,203,588,864	834,158,623
	Total	**4,449,584,575**	**4,759,739,343**
	The loans are secured by first charge on all present and future floating assets of the Company ranking pari passu among the lenders.		
9.3	**Maturity grouping of borrowing from banks, other financial institutions**		
	On demand	-	869,587,485
	Up to 1 month	867,877,410	250,000,000
	Over 1 month but within 3 months	412,123,733	363,029,733
	Over 3 months but within 1 year	2,139,756,403	1,819,981,797
	Over 1 year but within 5 years	1,029,827,029	1,457,140,328
	Over 5 years	-	-
	Total	**4,449,584,575**	**4,759,739,343**

MARSTOCK

	Amount in Taka	
	31.12.2016	31.12.2015
10 Deposits and other accounts		
Current deposits	-	-
Bills payable	-	-
Savings bank deposits	8,829,876,446	8,925,035,653
Term deposits (note - 10.1)	-	-
Bearer certificates of deposit	121,748,182	62,614,134
Other deposits (note- 10.2)	**8,951,624,628**	**8,987,649,787**
Total		

10.1 Term deposits

These represent deposits from individuals and institutions under the Company's term deposit schemes for a period of not less than three months for institutions and individuals.

Deposits from banks and financial institutions	5,330,000,000	5,480,000,000
Deposits from other than banks and financial institutions	3,499,876,446	3,445,035,653
Total	**8,829,876,446**	**8,925,035,653**

10.1.1 Sector-wise break-up of term deposits

Government	-	-
Banks and financial institutions	5,330,000,000	5,480,000,000
Other public	-	-
Foreign currency	-	-
Private	3,499,876,446	3,445,035,653
Total	**8,829,876,446**	**8,925,035,653**

10.1.2 Maturity analysis of term deposits

a) Maturity analysis of deposits from Banks & Financial Institutions		
Payable on demand	-	-
Up to 1 month	650,000,000	1,000,000,000
Over 1 month but within 3 months	2,330,000,000	2,030,000,000
Over 3 months but within 1 year	2,350,000,000	2,450,000,000
Over 1 year but within 5 years	-	-
Over 5 years but within 10 years	-	-
Over 10 years	-	-
	5,330,000,000	**5,480,000,000**
b) Maturity analysis of deposits from other than banks and financial institutions		
Payable on demand	-	-
Up to 1 month	124,859,410	68,811,626
Over 1 month but within 3 months	224,278,765	207,803,539
Over 3 months but within 1 year	1,257,421,432	2,843,855,160
Over 1 year but within 5 years	1,867,732,187	315,004,759
Over 5 years but within 10 years	25,584,652	9,560,569
Over 10 years	-	-
	3,499,876,446	**3,445,035,653**
	8,829,876,446	**8,925,035,653**

10.2 Other deposits

The Company takes interest free lease rentals from the lessees on signing of the lease agreements which are refundable / adjustable during or at the end of lease period. Details are as under:

	Amount in Taka	
	31.12.2016	31.12.2015
Non-interest bearing deposit	121,748,182	62,614,134
	121,748,182	**62,614,134**

10.2.1 Maturity analysis of other deposits

Payable on demand	-	-
Up to 1 month	12,475,906	5,685,200
Over 1 month but within 3 months	25,386,402	2,396,402
Over 3 months but within 1 year	59,627,361	12,165,705
Over 1 year but within 5 years	19,678,403	19,772,225
Over 5 years but within 10 years	4,580,110	22,594,602
Over 10 years	-	-
	121,748,182	**62,614,134**

11 Other liabilities

Provision for gratuity	5,490,225	3,879,175
Unclaimed dividend	3,383,609	1,338,099
Interest suspense account (note - 11.2)	132,541,349	13,130,890
Accrued expenses and payables (note-11.3)	84,895,680	69,138,528
Provision for lease, loans and advances (note - 11.4)	371,480,522	373,112,131
Provision for income tax (note - 11.5)	648,259,907	554,739,169
Total	**1,246,051,292**	**1,015,337,992**

11.1 Finance lease obligation comprises the liability arisen from asset taken under finance lease from different financial institutions.

11.2 Interest suspense account

Bangladesh Bank FID circular No.3 of 2006 requires that interest on loan/ lease classified as SMA and above will be credited to interest suspense account, instead of crediting the same to income account.To comply with the circular, interest on loan / lease facilities classified as SMA, SS, DF and BL has been credited to this account. Details are as under:

Balance as at January 01, 2016	13,130,890	12,995,566
Lease finance	-	-
Add: Amount transferred	119,410,459	135,324
Less: Amount recovered	-	-
Balance as at December 31, 2016	**132,541,349**	**13,130,890**

11.3 Accrued expenses and payables

This is made up of the following:

Liabilities for expenses	53,570,512	55,977,753
Liabilities other than expenses	31,325,168	13,160,775
	84,895,680	**69,138,528**

Liabilities for expenses represent interest accrued but not paid on borrowing and deposits as well as administrative expenses.

Liabilities other than expenses represent income tax deducted at source from depositors, suppliers, employees, VAT payables ,Excise Duty etc.

	Amount in Taka	
	31.12.2016	31.12.2015
11.4 Provision for lease, loans and advances		
Specific provision on classified lease, loans and advances		
Balance at January 01, 2016	259,148,306	159,941,757
Fully provided debts written off during the year	-	-
Recovery of amounts previously written off	-	-
Provision made for the year	-	99,206,549
Recoveries and provision no longer required	(86,894,183)	-
Net charge to Profit and Loss Account	-	-
Total provision on classified lease, loans and advanvces	**172,254,123**	**259,148,306**
General provision on unclassifed lease, loans and advances		
Balance at January 01, 2016	113,963,825	70,150,243
Unclassified Loan	71,645,517	47,736,700
Recoveries and provision no longer required (Share)	-	(10,186,615)
Provision made for the year (Shares)	13,617,057	6,263,497
Total provision on unclassified lease, loans and advanvces	**199,226,399**	**113,963,825**
Total provision on lease, loans and advanvces maintained	**371,480,522**	**373,112,131**
Required Provision for lease, loans and advanvces	**371,480,522**	**373,112,131**

	2016		2015	
	Required	Maintained	Required	Maintained
On classified lease, loans and advances	172,254,123	172,254,123	259,148,306	259,148,306
On un-classified lease, loans and advances	185,609,342	185,609,342	107,700,328	107,700,328
Investment (Shares)	13,617,057	13,617,057	6,263,497	6,263,497
	371,480,522	**371,480,522**	**373,112,131**	**373,112,131**

11.5 Provision for income tax		
Balance as on January 01, 2016	554,739,169	409,995,139
Add: Current tax		
Corporate tax for the year	93,520,738	144,744,030
Corporate tax for prior years	-	-
Balance as on December 31, 2016	**648,259,907**	**554,739,169**
11(a) Consolidated Other liabilities		
Premier Leasing & Finance Limited (Note-11)	1,246,051,292	1,015,337,992
Premier Leasing Securities Limited	16,293,336	15,339,933
Premier Leasing Securities Broking Limited	102,938,305	94,132,423
Adjustment for dealing with subsidiary	-	(4,424,677)
	1,365,282,933	**1,120,385,671**
12 Capital		
12.1 Authorized capital		
300,000,000 ordinary shares of Taka 10 each	**3,000,000,000**	**3,000,000,000**
12.2 Issued, subscribed and fully paid-up capital		
114,864,668 ordinary shares of Taka 10 each issued for cash	1,148,646,680	1,093,949,220
	1,148,646,680	**1,093,949,220**

(2015;109,394,922 ordinary shares of Taka 10 each)

The company increased its paid-up share capital from Taka 1,093,949,220 to Taka 1,148,646,680 by issuing 5,469,746 bonus shares to the shareholder as approved in 14th Annual General Meeting (AGM) held on 19 May 2016.

	Amount in Taka	
	31.12.2016	31.12.2015
12.3 Capital adequacy ratio		
Core capital (Tier-I)		
Paid up capital (note-12.2)	1,148,646,680	1,093,949,220
Statutory reserve (note-13)	177,548,615	147,878,999
General reserve (note-14)	-	-
Proposed dividend	-	-
Non controlling interest (Re-stated) (Note-15 b)	31,570,113	26,123,975
Retained earnings (note-15)	214,545,439	150,564,435
	1,572,310,847	**1,418,516,629**
Supplementary capital (Tier-II)		
General provision maintained against unclassified loan (note-11.4)	199,226,399	113,963,825
General provision on off-balance sheet items	-	-
General provision on off-shore Banking Units	-	-
Revaluation gain / loss on investments	-	-
	199,226,399	113,963,825
Total capital	**1,771,537,246**	**1,532,480,454**

12.4 Composition of shareholdings

Composition of shareholdings as on 31 December 2016 is as under:

Group	No. of Shareholders		No. of Shares		Percentage(%)	
	2016	2015	2016	2015	2016	2015
Sponsors/ Directors	22	22	37,233,151	38,650,624	32.41	35.33
Institutions	106	115	15,736,610	14,425,289	13.70	13.19
General Public (Individuals)	9,989	12,180	61,894,907	56,319,009	53.89	51.48
Total	**10,117**	**12,317**	**114,864,668**	**109,394,922**	**100**	**100**

12.5 Shareholding range on the basis of shareholding as at 31 December 2016

No. of shares	Number of Shareholders	Total number of shares	Percentage of total holdings
Less than 500	3,584	560,438	0.49%
501 to 5,000	4,816	8,819,779	7.68%
5,001 to 10,000	712	5,145,151	4.48%
10,001 to 20,000	489	6,813,818	5.93%
20,001 to 30,000	158	3,931,758	3.42%
30,001 to 40,000	64	2,290,934	1.99%
40,001 to 50,000	57	2,650,709	2.31%
50,001 to 100,000	109	8,210,427	7.15%
100,001 to 1,000,000	105	32,878,782	28.62%
Over 1,000,000	23	43,562,872	37.93%
Total	**10,117**	**114,864,668**	**100%**

		Amount in Taka	
		31.12.2016	31.12.2015
13	**Statutory reserve**		
	Balance as at January 01, 2016	147,878,999	129,794,045
	Addition during the year *	29,669,616	18,084,955
	Balance as on December 31, 2016	**177,548,615**	**147,878,999**

*Addition during the year represent 20% of post-Tax profit transferred to Statutory Reserve in compliance with clause 6 of the Financial Institution Regulations, 1994.

14	**General reserve**		
	Balance at January 01, 2016	-	-
	Appropriation from current year's profit	-	-
	Transfer from General reserve	-	-
	Balance as on December 31, 2016	-	-
15	**Retained earnings / movement of profit and loss account**		
	Balance at January 01, 2016	150,564,435	78,224,616
	Issuance of Bonus share	(54,697,460)	-
	Addition during the year	148,348,080	90,424,774
	Transfer to statutory reserve	(29,669,616)	(18,084,955)
	Transfer to Provision against Lease, Loan & Advances	-	-
	Deferred tax asset	-	-
	Proposed Dividend	-	-
	Balance as on December 31, 2016	**214,545,439**	**150,564,435**
15(a)	**Consolidated Retained earnings / movement of profit and loss account**		
	Balance at January 01, 2016	63,914,503	18,042,022
	Issuance of Bonus share	(54,697,460)	-
	Addition during the year	149,671,011	63,957,436
	Transfer to statutory reserve	(29,669,616)	(18,084,955)
	Transfer to Provision against Lease, Loan & Advances	-	-
	Proposed Dividend	-	-
	Balance at December 31, 2016	**129,218,439**	**63,914,504**
15(b)	**Non-Controlling Interest**		
	Premier Leasing Securities Limited	6,009,219	6,099,827
	Premier Leasing Securities Broking Limited	25,560,895	20,024,148
		31,570,113	**26,123,975**
16	**Net asset value per share**		
	Total asset	16,188,001,229	16,155,119,776
	Total liabilities	(14,647,260,495)	(14,762,727,122)
	Net asset	**1,540,740,734**	**1,392,392,654**
	Number of share outstanding	114,864,668	114,864,668
	Net asset value per share (Re-stated)	**13.41**	**12.12**
16(a)	**Consolidated net asset value per share**		
	Total asset	16,253,405,983	16,223,142,473
	Total liabilities	(14,766,422,136)	(14,891,275,775)
	Net asset	**1,486,983,847**	**1,331,866,698**
	Number of share outstanding	114,864,668	114,864,668
	Net asset value per share (Re-stated)	**12.95**	**11.60**

AMARSTOCK

	Amount in Taka	
	31.12.2016	31.12.2015
17 Contingent Liabilities		
17.1 Letters of Guarantee		
Letters of guarantee (Local)	-	-
Letters of guarantee (Foreign)	-	-
Foreign counter guarantees	-	-
	-	-

Guarantees

The Company gives guarantees on behalf of customers. A financial guarantee represents an irrevocable undertaking that the Company will pay to third parties.

Money for which the Company is contingently liable in respect of guarantees given favoring:

Directors or officers	-	-
Government	-	-
Banks and other institutions	-	-
Others	-	-
	-	-
17.2 Irrevocable Letters of Credit		
Letters of credit (Sight)	-	-
Letters of credit (Deferred)	-	-
Back to back L/C	-	-
Back to back bills	-	-
Bank's liabilities PAD (DEF)	-	-
	-	-
18 Profit before Provision		
Income:		
Interest, discount and similar income (note-18.1)	1,528,201,139	1,267,305,650
Investment income	4,036,065	8,885,064
Fees, commission and brokerage	-	-
Gains *less* losses arising from dealing in securities	-	-
Gains *less* losses arising from investment securities	-	-
Gains *less* losses arising from dealing in foreign currencies	-	-
Income from non-Company assets	-	-
Other operating income	35,947,542	18,806,277
Profit *less* losses on interest rate changes	-	-
	1,568,184,746	**1,294,996,991**
Expenses:		
Interest, fee and commission, etc.	1,215,275,933	831,954,645
Losses on loans and advances	-	-
Administrative expenses (note-18.2)	90,829,584	72,633,248
Other operating expenses	17,088,713	6,717,858
Depreciation on assets	4,753,307	5,502,305
	1,327,947,537	**916,808,056**
	240,237,209	**378,188,935**
18.1 Interest, discount and similar income		
Interest on loan, advances and leases	1,528,201,139	1,267,305,650
Interest on bonds	-	-
Discount income	-	-
Interest on debentures	-	-
	1,528,201,139	**1,267,305,650**

	Amount in Taka	
	31.12.2016	31.12.2015
18.2 Administrative expenses		
Salary and allowances	63,974,140	48,565,789
Rent, taxes, insurance, electricity, etc.	11,943,462	11,744,720
Legal expenses	609,425	1,001,186
Postage, stamp, telecommunication, etc.	2,867,526	2,716,223
Stationery, printing, advertisement, etc.	3,802,583	1,723,294
Managing Director's salary and fees	4,251,667	4,083,548
Directors' fees	2,239,224	1,626,665
Auditors' fees	230,000	138,000
Repair of the Company's assets	911,557	1,033,823
	90,829,584	**72,633,248**
19 Interest income		
Lease finance	166,146,094	227,744,285
Term loan and home loan	1,342,113,792	1,001,958,049
Short term loan	-	-
Short term finance	-	-
Hire purchase	-	-
Loan against deposit	-	-
Staff loan	-	-
Total interest on lease, loans and advances	**1,508,259,886**	**1,229,702,334**
Interest on fixed deposit with banks	**19,345,443**	36,933,091
Interest on balance with banks	**595,810**	670,225
	1,528,201,139	**1,267,305,650**
19 (a) Consolidated Interest income		
Premier Leasing & Finance Limited (Note-19)	1,528,201,139	1,267,305,650
Premier Leasing Securities Limited	1,262,218	2,276,157
Premier Leasing Securities Broking Limited	1,446,552	1,654,490
Less:Adjustment for dealing with subsidiary	(6,222,828)	(11,633,841)
	1,524,687,081	**1,259,602,456**
20 Interest paid on deposits, borrowings, etc.		
Interest paid on deposits:		
Deposits from banks, financial institutions and Individuals	762,104,047	507,762,984
	762,104,047	**507,762,984**
Interest paid on borrowings:		
Bank loans	390,458,296	262,699,176
Bangladesh Bank refinance	-	-
Call loan	31,986,556	53,663,555
Overdraft	30,727,034	7,828,930
	453,171,886	**324,191,661**
	1,215,275,933	**831,954,645**
20(a) Consolidated Interest paid on deposits, borrowings, etc.		
Premier Leasing & Finance Limited (Note-20)	1,215,275,933	831,954,645
Premier Leasing Securities Limited	7,240,774	19,178,773
Premier Leasing Securities Broking Limited	-	-
Less Adjustment for dealing with subsidiary	(6,222,828)	(11,633,841)
	1,216,293,879	**839,499,577**

		Amount in Taka	
		31.12.2016	31.12.2015
21	**Investment income**		
	Interest on bonds	-	-
	Interest on debentures	-	-
	Discount income	-	-
	Gain on sale of shares	(633,178)	5,031,214
	Dividend on shares	4,669,243	3,853,850
		4,036,065	**8,885,064**
21(a)	**Consolidated Investment income**		
	Premier Leasing & Finance Limited (Note-21)	4,036,065	8,885,064
	Premier Leasing Securities Limited	7,953,205	1,158,624
	Premier Leasing Securities Broking Limited	8,070,640	(575,183)
		20,059,910	**9,468,505**
21(b)	**Consolidated Fees,Commission, Exchange and Brokerage**		
	Premier Leasing & Finance Limited	-	-
	Premier Leasing Securities Limited	2,739,755	2,414,357
	Premier Leasing Securities Broking Limited	19,000,253	18,070,777
		21,740,008	**20,485,134**
22	**Other operating income**		
	Service & documentation charges	7,393,147	9,027,515
	Profit on early repayment	3,189,867	3,100,673
	Proceeds on title ship transfer	211,861	711,457
	Profit on sale of fixed assets	749,999	65,120
	Other income	24,402,668	5,901,512
		35,947,542	**18,806,277**
22(a)	**Consolidated other operating income**		
	Premier Leasing & Finance Limited (Note-22)	35,947,542	18,806,277
	Premier Leasing Securities Limited	421,909	364,227
	Premier Leasing Securities Broking Limited	2,585,490	1,334,208
		38,954,941	**20,504,712**
23	**Salaries and allowances**		
	Basic salary, provident fund contribution and all other allowances	56,239,949	45,236,889
	Festival and incentive bonus	7,734,191	3,328,900
		63,974,140	**48,565,789**
23(a)	**Consolidated salaries and allowances**		
	Premier Leasing & Finance Limited (Note-23)	63,974,140	48,565,789
	Premier Leasing Securities Limited	3,547,491	2,180,757
	Premier Leasing Securities Broking Limited	8,153,044	7,184,654
		75,674,675	**57,931,200**
24	**Rent, taxes, insurance, electricity, etc.**		
	Rent, rate and taxes	10,302,730	10,125,089
	Insurance	89,984	185,921
	Electricity, gas and water	1,550,748	1,433,710
		11,943,462	**11,744,720**
24(a)	**Consolidated rent, taxes, insurance, electricity, etc.**		
	Premier Leasing & Finance Limited (Note-24)	11,943,462	11,744,720
	Premier Leasing Securities Limited	2,269,926	1,335,804
	Premier Leasing Securities Broking Limited	2,597,846	2,603,728
		16,811,234	**15,684,252**

		Amount in Taka	
		31.12.2016	31.12.2015
25	**Legal expenses**		
	Legal expenses	609,425	1,001,186
		609,425	**1,001,186**
26	**Postage, stamp, telecommunication, etc.**		
	Postage, stamp, Internet	1,633,645	1,562,152
	Telephone	1,233,881	1,154,071
		2,867,526	**2,716,223**
26(a)	**Consolidated postage, stamp, telecommunication, etc.**		
	Premier Leasing & Finance Limited (Note-26)	2,867,526	2,716,223
	Premier Leasing Securities Limited	668,730	922,512
	Premier Leasing Securities Broking Limited	374,283	503,015
		3,910,539	**4,141,750**
27	**Stationery, printing and advertisements, etc.**		
	Printing and stationery	2,436,440	1,433,114
	Publicity and advertisement	1,366,143	290,180
		3,802,583	**1,723,294**
27(a)	**Consolidated stationery, printing and advertisements, etc.**		
	Premier Leasing & Finance Limited (Note-27)	3,802,583	1,723,294
	Premier Leasing Securities Limited	30,355	27,520
	Premier Leasing Securities Broking Limited	161,653	296,523
		3,994,591	**2,047,337**
28	**Managing Director's salary and benefits**		
	Remuneration	3,737,083	3,487,742
	Other benefits	514,584	595,806
		4,251,667	**4,083,548**
29	**Directors' fees & meeting expenses**		
	Directors' fees	1,840,000	1,187,500
	Meeting expenses	399,224	439,165
		2,239,224	**1,626,665**

Directors' fee include fees for attending the meeting by directors. Each director was remunerated @Tk.8,000/- per meeting.

29(a)	**Consolidated fees for Directors & meeting Expenses**		
	Premier Leasing & Finance Limited (Note-29)	2,239,224	1,626,665
	Premier Leasing Securities Limited	764,587	701,450
	Premier Leasing Securities Broking Limited	230,265	179,181
		3,234,076	**2,507,296**
30	**Auditors' fees**		
	Statutory audit fee	200,000	120,000
	VAT on audit fee	30,000	18,000
		230,000	**138,000**

	Amount in Taka	
	31.12.2016	31.12.2015
30(a) Consolidated fees for auditors		
Premier Leasing & Finance Limited (Note-30)	230,000	138,000
Premier Leasing Securities Limited	28,750	28,750
Premier Leasing Securities Broking Limited	17,250	11,500
	276,000	**178,250**
31 Depreciation,amortization and repair of assets		
Depreciation - (see annexure-A for detail)		
Furniture and fixture	86,991	240,269
Office equipmennt	898,664	803,750
Office Software	105,023	90,023
Motor vehicles	1,140,665	1,795,606
Office decoration	2,521,265	2,521,265
Electrical equipment	699	51,392
	4,753,307	**5,502,305**
Repairs		
Office equipment	36,490	9,490
Maintenance	318,783	597,577
Vehicles	556,284	426,756
	911,557	1,033,823
	5,664,864	**6,536,128**
31(a) Consolidated depreciation,amortization and repair of assets		
Premier Leasing & Finance Limited (Note-31)	5,664,864	6,536,128
Premier Leasing Securities Limited	720,480	974,805
Premier Leasing Securities Broking Limited	2,187,270	2,624,488
	8,572,614	**10,135,421**
32 Other expenses		
Fuel expenses for vehicles	676,067	527,049
Office cleaning ,laundry, etc.	58,114	45,243
Training expenses	72,000	163,300
Books, magazines and newspapers, etc.	50,161	54,580
Fees and subscription	2,898,497	998,234
Bank charges	1,357,178	495,018
Entertainment	714,855	575,590
Annual General Meeting expenses	1,298,311	890,622
Extra Ordinery General Meeting expenses	-	-
Corporate Social Responsibility	751,500	-
Business development expenses	10,800	397,622
Travelling and conveyance expenses	502,815	738,651
Office expenses	8,698,415	1,831,949
	17,088,713	**6,717,858**
32(a) Consolidated other expenses		
Premier Leasing & Finance Limited (Note-32)	17,088,713	6,717,858
Premier Leasing Securities Limited	535,840	639,622
Premier Leasing Securities Broking Limited	1,473,369	2,260,893
	19,097,922	**9,618,373**

AMARSTOCK

		Amount in Taka	
33	**Provision**	**31.12.2016**	**31.12.2015**
	On classified loans, lease and advances	(8,985,169)	146,943,249
	On value of investment in securities	7,353,560	(3,923,118)
		(1,631,609)	**143,020,131**
	On un-classified loans	-	-
		(1,631,609)	**143,020,131**

Management, on the basis of analysis of portfolio and guidelines issued by Bangladesh Bank, has determined provision for doubtful debts. The provision is considered adequate to cover the future possible losses.

33(a)	**Consolidated Provision**		
	Premier Leasing & Finance Limited (Note-33)	1,631,609	143,020,131
	Premier Leasing Securities Limited	(372,447)	7,023,083
	Premier Leasing Securities Broking Limited	(832,736)	388,351
		2,836,792	**150,431,565**
34	**Provision for Income tax**		
	Current tax	95,161,035	147,036,635
	Deferred tax	(1,640,297)	(2,292,605)
		93,520,738	**144,744,030**
34(a)	**Consolidated Provision for Income tax**		
	Premier Leasing & Finance Limited (Note-34)	93,520,738	144,744,030
	Premier Leasing Securities Limited	1,473,013	442,823
	Premier Leasing Securities Broking Limited	5,441,210	3,980,301
		100,434,961	**149,167,154**
35	**Earnings per share (EPS)**		
	Net profit after tax	148,348,080	90,424,774
	Weighted average number of ordinary shares at 31 December, 2016	114,864,668	109,394,922
	Re-stated weighted average number of ordinary shares	114,864,668	114,864,668
	Earnings per share	**1.29**	**0.83**
	Earnings per share (Re-stated)	**1.29**	**0.79**

Earnings per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of December 31, 2016 as per Bangladesh Accounting Standard (BAS) -33.

35(a)	**Consolidated earnings per share (EPS)**		
	Consolidated net profit after tax	149,671,011	63,957,436
	Weighted average number of ordinary shares at 31 December, 2016	114,864,668	109,394,922
	Re-stated weighted average number of ordinary shares	114,864,668	114,864,668
	Earnings per share-consolidated	**1.30**	**0.58**
	Earnings per share-consolidated (Re-stated)	**1.30**	**0.56**

36 Number of employees

The number of employees engaged for the whole year or part thereof who received a total remuneration of Tk. 36,000 p.a were 66.

37 Disclosure on Audit committee as on 31.12.2016

The audit committee Comprised of:

Sl.	Name	Status in the Company	Status with committee	Educational Qualification
1	Mr. A. K. M. Shamsul Alam FCA	Independent Director	Chairman	M.Com., FCA
2	Dr. Mizanur Rahman Shelley	Chairman	Member	B.A.(Hons.),M.A. Phd.(London)
3	Mr.Sufior Rahman Chowdhury	Independent Director	Member	B.A.
4	Mr. Subash Chandra Moulick FCS	Company Secretary	Member Secretary	MSS, MBA (Finance), FCS

During 2016, the Audit Committee discharged the following responsibilities:

- Reviewed the Company's draft financial statements for the year ended as on December 31, 2016 and recommended that the same for placing in the meeting of the Board of Directors for approval.
- Recommendation for publishing the report of the committee in the Annual Report.
- Recommendation for appointment of external Auditors and their audit fee.
- Reviewed the quarterly financial statements and recommended the same for placing before the Board of Directors meeting for approval.
- Reviewed the Inspection Report of Bangladesh Bank along with the reply of PLFL thereon and recommended the same for placing in the Board of Directors meeting for approval for onward submission to Bangladesh Bank.

The Audit Committee of the Board of Directors meet four (4) times during the year 2016. On invitation, Managing Director and Chief Financial Officer (CFO) attended the meetings to meet queries of the Committee and take directives for improvement. The decision and directives of the Audit Committee were being complied to upgrade operational efficiency of the organization.

38 Related party transactions

The Company in normal course of business has entered into transactions with other entities that fall within the definition of related party contained in the Bangladesh Accounting Standard 24. The Company believes that the terms of related party transactions are not significantly different from those that could have been obtained from third parties. Exposure with related party as at 31 December 2016 is as under :

Name of the related party	Relationship	Nature of transaction	Balance Receivable/ (Payable)
Dr. Mizanur Rahman Shelley	Director	Term Finance	3,044,277
Mr. Md. Sufior Rahman Chowdhury	Independent Director	Term deposit	3,000,000
Car Impo (Proprietor,Mr. S.M. Shafiqul Islam Mamun)	Director	Term finance	8,976,447
ACE Aviation Services Ltd.	Director	Term finance	2,688,480

38.01 Names of directors and their interest in different entities as at December 31, 2016

Sl. No.	Name of Directors	Status with the Company	Entities where they have interest
1	Dr. Mizanur Rahman Shelley	Chairman	**Chairman:** Centre for Development Research, Bangladesh (CDRB) South Asia Media Commission, Bangladesh Academic Press and Publishers Library (APPL) **Director:** Premier Leasing Securities Limited

Names of directors and their interest in different entities as at December 31, 2016

Sl. No.	Name of Directors	Status with the Company	Entities where they have interest
2	Mr. Md. Nasiruddin Choudhury	Vice-Chairman	**Chairman:** Holiday Travels Limited Premier Leasing Securities Broking Limited **Director:** Premier Leasing Securities Limited Mercantile Bank Securities Limited Delta Hospital Limited **Sponsor** Mercantile Bank Limited Global Insurance Limited **Managing Director:** Technocon Ltd. Manar Associates Ltd. **Partner** Techno-Con
3	Barrister Mehnaz Mannan	Director	**Director:** Bengal Airlift Limited (DMD) Bengal NFK Textiles Limited (CEO) Air Alliance Limited Bengal Travels & Tours Limited Bengal Airlift Aviation Limited Bengal Knittex Ltd. A. R. Chowdhury Securities Limited Premier Leasing Securities Limited **Owner:** Solution De Legal **Associated:** Khandakar Mahbubuddin Associates
4	Engr. A. Z. M. Akramul Haq	Director	**Director :** Engineers Council of Information Technology Limited Premier Leasing Securities Limited Premier Leasing Securities Broking Limited **Managing Director:** Contech Engineering & Trading Limited Multilink Technical Services Ltd. **Partner :** Techno-Con
5	Mrs. Nargis Anwar	Director	**Chairperson:** Living Plus Limited **Sponsor** Mercantile Bank Limited
6	Mr. Shimon Inamori	Director	-
7	Mr. A. K. M. Shamsul Alam FCA	Independent Director	**Independent Director:** Premier Leasing Securities Broking Limited **Senior Partner:** Syful Shamsul Alam & Co., Chartered Accountants
8	Mr. Md. Sufior Rahman Chowdhury	Independent Director	**Independent Director:** Premier Leasing Securities Limited
9	Mr. Abdul Hamid Mia	Managing Director	-

39 Subsequent event after the balance sheet date

Proposed

The board of Directors at the 186th Board meeting held on March 23, 2017 has recommended 10% (i,e,5% Stock dividend and 5% Cach dividend) which will be recognized in the accounts as and when approved by the shareholders in the annual general meeting.

40 Others

40.1 Capital expenditure commitment

There was no capital expenditure commitment contracted but not incurred or provided for at the end of the year.

40.2 Claim against company not acknowledged as debt

There were no such claim against the company which has not been acknowledge as debt at the balance sheet date.

40.3 Disbursement

During the year the company disburse the following amount

	2016 Taka (million)	2015 Taka (million)
Lease finance	320	1,932
Term finance	6,794	5,797
	7,114	**7,729**

40.4 Figures of the previous year have been rearranged wherever considered necessary, for the purpose of comparison with current years presentation without any impact on the profit and value of assets and liabilities as reported in the financial statements.

(Syed Monir Hossain)
AVP & CFO (CC)

(Subash Chandra Moulick FCS)
SVP & Company Secretary

(Abdul Hamid Mia)
Managing Director

(Md.Nasiruddin Choudhury)
Vice Chairman

(Dr. Mizanur Rahman Shelley)
Chairman

AMARSTOCK

Premier Leasing & Finance Limited.
Fixed assets including premises, furniture & fixture as at 31.12.2016

Annexure-A
(Amount in Taka)

Particulars of Assets	COST				Rate %	DEPRECIATION				Written down value at 31.12.2016
	Balance as on 01.01.2016	Additions during the period	Disposal during the period	Balance as on 31.12.2016		Balance as on 01.01.2016	Charged during the period	Disposal during the period	Balance as on 31.12.2016	
Furniture & fixture-Dhaka & Ctg.	2,731,435	157,506	-	2,888,941	10%	2,516,092	39,989	-	2,556,081	332,860
Furniture & fixture-Sylhet	150,700	-	-	150,700	10%	90,420	15,070	-	105,490	45,210
Furniture & fixture-Brahmanbaria	305,819	13,500	-	319,319	10%	127,820	31,932	-	159,752	159,567
Office equipment-Dhaka	8,288,317	245,523	-	8,533,840	15%	4,483,549	829,735	-	5,313,284	3,220,556
Office equipment- Ctg.	-	5,460	-	5,460	15%	-	819	-	819	4,641
Office equipment-Sylhet	459,860	134,115	110,000	483,975	15%	443,329	36,646	110,000	369,975	114,000
Office equipment-B.Baria	235,360	75,810	-	311,170	15%	212,936	31,464		244,400	66,770
Office Software	905,450	100,000	-	1,005,450	15%	444,844	105,023	-	549,867	455,583
Motor vehicle-Dhaka	10,391,815	176,650	2,510,000	8,058,465	20%	6,148,938	1,105,513	2,510,000	4,744,451	3,314,014
Motor vehicle-Sylhet	175,760	-		175,760	20%	35,152	35,152		70,304	105,456
Office decoration- Dhaka	13,968,884	-	-	13,968,884	20%	7,382,293	2,181,815	-	9,564,108	4,404,776
Office decoration- Ctg.	981,200	-	-	981,200	20%	981,199	-	-	981,199	1
Office decoration-Sylhet	2,220,771	-		2,220,771	20%	862,970	339,450		1,202,420	1,018,351
Office decoration-B.Baria	386,062	-		386,062	20%	386,061	-	-	386,061	1
Electrical goods	907,938	-	-	907,938	10%	901,644	699	-	902,343	5,595
Office Crockeries	6,555	-	-	6,555	15%	6,554	-	-	6,554	1
Work in progress :										
Land & Building	166,726,300	58,998,036	-	225,724,336	-	-	-	-	-	225,724,336
As at 31.12.2016	**208,842,226**	**59,906,600**	**2,620,000**	**266,128,826**	**-**	**25,023,801**	**4,753,307**	**2,620,000**	**27,157,108**	**238,971,718**
As at 31.12.2015	**199,485,456**	**9,356,770**	**-**	**208,842,226**		**19,521,498**	**5,502,305**	**-**	**25,023,803**	**183,818,423**

AMARSTOCK