

Un-audited Financial Statements
of
Prime Finance & Investment Limited

As at and for the 1st quarter ended 31 March 2016

Prime Finance & Investment Limited
Consolidated Balance Sheet
As at 31 March 2016

	Figures in Taka	
	31-Mar-16 (Un-audited)	31-Dec-15 (Audited)
<u>PROPERTY AND ASSETS</u>		
Cash		
In hand (including foreign currencies)	68,480	70,971
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	141,302,992	172,482,807
Total Cash	141,371,472	172,553,778
Balance with other banks and financial institutions		
In Bangladesh	847,917,235	1,313,109,080
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	847,917,235	1,313,109,080
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	866,197,600	927,765,138
Total Investments	866,197,600	927,765,138
Loans, advances and leases		
Loans, advances, leases etc.	14,733,268,698	14,362,636,774
Bills purchased and discounted	-	-
Total loans, advances and leases	14,733,268,698	14,362,636,774
Fixed assets including premises, furniture and fixtures		
Other assets	358,808,722	360,314,247
Non - business assets	2,571,798,166	2,637,256,558
Total assets	19,519,361,893	19,773,635,575
<u>LIABILITIES AND CAPITAL</u>		
Liabilities		
Borrowings from other banks, financial institutions and agents	3,178,654,547	3,093,925,014
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	9,221,251,155	9,544,207,157
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	9,221,251,155	9,544,207,157
Other liabilities		
Total liabilities	2,777,492,151	2,593,949,865
	15,177,397,853	15,232,082,036
Capital/shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Revaluation reserve	221,943,750	221,943,750
Retained earnings	(336,902,312)	(142,161,088)
Equity attributable to shareholders' of the company	3,541,314,778	3,736,056,002
Non-controlling interest	800,649,262	805,497,537
Total shareholders' equity	4,341,964,040	4,541,553,539
Total liabilities and shareholders' equity	19,519,361,893	19,773,635,575
<u>OFF-BALANCE SHEET ITEMS</u>		
Contingent liabilities	-	-
Other commitments	187,494,581	281,182,425
Total off-balance sheet items including contingent liabilities	187,494,581	281,182,425
Net Asset Value per share (NAV)	12.98	13.69

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Managing Director

Sd/-
Director

Sd/-
Chairman

Dhaka, 14 May 2016

Prime Finance & Investment Limited
Consolidated Profit and Loss Account
For the 1st quarter ended 31 March 2016

	Figures in Taka	
	31-Mar-16	31-Mar-15
Interest income	205,688,385	321,711,387
Interest paid on deposits, borrowings etc.	(274,786,249)	(309,070,025)
Net interest income	(69,097,864)	12,641,362
Investment income	(8,755,476)	4,601,740
Fees, commission, exchange and brokerage	8,315,638	10,929,481
Other operating income	2,189,281	11,925,007
	1,749,443	27,456,228
Total operating income (A)	(67,348,421)	40,097,590
Salaries and other employee benefits	27,946,222	48,310,956
Rent, taxes, insurance, electricity etc.	8,445,507	9,584,198
Legal expenses	397,719	316,625
Postage, stamp, telecommunication etc.	829,674	761,221
Stationery, printing, advertisements etc.	1,790,710	1,015,207
Managing director's salary and fees	3,750,000	3,750,000
Directors' fees	128,000	230,000
Auditors' fees	14,375	14,375
Depreciation and repair of assets	4,041,420	3,804,684
Other expenses	6,610,833	4,153,090
Total operating expenses (B)	53,954,460	71,940,356
Profit before provision (C=A-B)	(121,302,881)	(31,842,766)
Provision for loans, advances and leases		
General provision	(64,729,906)	(9,516,461)
Specific provision	142,189,526	43,465,272
Provision for diminution in value of investment	(175,456)	63,069,824
Total provision (D)	77,284,164	97,018,635
Total profit before tax (C-D)	(198,587,045)	(128,861,401)
Provision for taxation		
Current	1,368,456	1,288,842
Deferred	(366,002)	(971,366)
	1,002,454	317,476
Net profit after tax	(199,589,499)	(129,178,877)
Attributable to		
Shareholders of the company	(194,741,224)	(108,053,022)
Non-controlling interest	(4,848,275)	(21,125,855)
Weighted average no. of outstanding shares	272,916,483	272,916,483
Earnings per share	(0.71)	(0.40)

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Managing Director

Sd/-
Director

Sd/-
Chairman

Dhaka, 14 May 2016

Prime Finance & Investment Limited
Consolidated Cash Flow Statement
For the 1st quarter ended 31 March 2016

		Figures in Taka	
		31-Mar-16	31-Mar-15
A) OPERATING ACTIVITIES			
Interest receipts		252,271,208	403,310,886
Interest payments		(217,811,035)	(336,403,399)
Fees and commission receipts		3,130,870	2,668,573
Dividend receipts		4,968,704	6,651,145
Capital gains from sale of listed shares		(16,648,495)	(12,191,309)
Cash payments to employees		(42,352,730)	(30,752,165)
Cash payments to suppliers and management expenses		(21,932,831)	(39,607,026)
Income taxes paid		(3,607,820)	(1,775,978)
Receipts from other operating activities		33,124,054	8,520,881
Payments for other operating activities		(1,864,000)	(2,705,433)
Cash generated before changes in operating assets and liabilities		(10,722,075)	(2,283,825)
Increase/ (decrease) in operating assets and liabilities:			
Net loans and advances to customers		(325,287,259)	(27,771,395)
Loans and deposits from banks and other depositors		(233,482,373)	110,293,532
Cash generated from operating assets and liabilities		(558,769,632)	82,522,137
Net cash from operating activities		(569,491,707)	80,238,312
B) INVESTING ACTIVITIES			
Acquisition of fixed assets		(2,591,097)	(14,705,989)
Sale of securities		160,808,677	429,792,568
Investment in securities		(85,100,024)	(223,682,397)
Net cash from investing activities		73,117,556	191,404,182
C) FINANCING ACTIVITIES			
Cash dividend paid		-	-
Net cash from financing activities		-	-
D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)		(496,374,151)	271,642,494
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the period		1,485,662,858	699,752,417
G) Cash and cash equivalents at end of the period (D+E+F)		989,288,707	971,394,911
Cash and cash equivalents at end of the period represents:			
Cash in hand (including foreign currencies)		68,480	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		141,302,992	117,299,195
Balance with other banks and financial institutions		847,917,235	854,035,716
		989,288,707	971,394,911
Net operating cash flow per share (NOCFPS)		(2.09)	0.29

Prime Finance & Investment Limited
Consolidated Statement of Changes in Equity
For the 1st quarter ended 31 March 2016

Particulars	Equity attributable to shareholders' of the company					Non-controlling Interest	Total
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings			
Balance as at 1 January 2016	2,729,164,830	927,108,510	221,943,750	(142,161,088)		805,497,537	4,541,553,539
Net profit for the period 2016	-	-	-	(194,741,224)		(4,848,275)	(199,589,499)
Transfer to statutory reserve	-	-	-	-		-	-
Issue of bonus share	-	-	-	-		-	-
Payment of cash dividend	-	-	-	-		-	-
Balance as at 31 March 2016	2,729,164,830	927,108,510	221,943,750	(336,902,312)		800,649,262	4,341,964,040
Balance as at 1 January 2015	2,729,164,830	927,108,510	221,943,750	616,137,297		815,839,645	5,310,194,032
Net profit for the period 2015	-	-	-	(108,053,022)		(21,125,855)	(129,178,877)
Transfer to statutory reserve	-	-	-	-		-	-
Issue of bonus share	-	-	-	-		-	-
Payment of cash dividend (2014)	-	-	-	(341,145,604)		-	(341,145,604)
Balance as at 31 March 2015	2,729,164,830	927,108,510	221,943,750	166,938,671		794,713,790	4,839,869,551

Figures in Taka

Prime Finance & Investment Limited
Balance Sheet
As at 31 March 2016

PROPERTY AND ASSETS

Cash

In hand (including foreign currencies)
Balance with Bangladesh Bank and its agent bank
(including foreign currencies)
Total cash

Balance with other banks and financial institutions

In Bangladesh
Outside Bangladesh
Total balance with other banks and financial institutions

Money at call and on short notice

Investments

Government
Others
Total investments

Loans, advances and leases

Loans, advances and Leases etc.
Bills purchased and discounted
Total loans, advances and leases

Fixed assets including premises, furniture and fixtures
Other assets
Non - business assets
Total assets

LIABILITIES AND CAPITAL

Liabilities

Borrowings from other banks, financial institutions and agents

Deposits and other accounts

Current and other accounts
Bills payable
Savings accounts
Term deposits
Bearer certificates of deposit
Other deposits
Total deposits and other accounts

Other liabilities

Total liabilities

Capital/shareholders' equity

Paid up capital
Statutory reserve
Revaluation reserve
Retained earnings
Total shareholders' equity
Total liabilities and shareholders' equity

OFF-BALANCE SHEET ITEMS

Contingent liabilities
Other commitments
Total off-balance sheet items including contingent liabilities

Net Asset Value per share (NAV)

Figures in Taka	
31-Mar-16 (Un-audited)	31-Dec-15 (Audited)
60,000	60,000
141,302,992	172,482,807
141,362,992	172,542,807
846,351,231	1,311,767,788
-	-
846,351,231	1,311,767,788
-	-
-	-
507,252,175	552,630,829
507,252,175	552,630,829
12,719,135,408	12,343,396,372
-	-
12,719,135,408	12,343,396,372
337,397,677	337,620,832
2,812,519,781	2,864,459,569
-	-
17,364,019,264	17,582,418,197
2,596,113,840	2,482,679,149
-	-
-	-
9,221,251,155	9,544,207,157
-	-
-	-
9,221,251,155	9,544,207,157
2,246,313,383	2,067,722,194
14,063,678,378	14,094,608,500
2,729,164,830	2,729,164,830
927,108,510	927,108,510
221,943,750	221,943,750
(577,876,204)	(390,407,393)
3,300,340,886	3,487,809,697
17,364,019,264	17,582,418,197
-	-
187,494,581	281,182,425
187,494,581	281,182,425
12.09	12.78

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Managing Director

Sd/-
Director

Sd/-
Chairman

Dhaka, 14 May 2016

Prime Finance & Investment Limited
Profit and Loss Account
For the 1st quarter ended 31 March 2016

	Figures in Taka	
	31-Mar-16	31-Mar-15
Interest income	200,125,647	366,964,732
Interest paid on deposits, borrowings etc.	(265,943,860)	(297,368,445)
Net interest income	(65,818,213)	69,596,287
Investment income	(12,648,561)	(1,191,622)
Fees, commission, exchange and brokerage	1,669,245	1,596,838
Other operating income	1,218,511	11,924,007
	(9,760,805)	12,329,223
Total operating income (A)	(75,579,018)	81,925,510
Salaries and other employee benefits	20,658,919	44,044,368
Rent, taxes, insurance, electricity etc.	6,238,380	7,547,847
Legal expenses	369,519	316,625
Postage, stamp, telecommunication etc.	768,879	725,181
Stationery, printing, advertisements etc.	1,709,333	974,284
Managing Director's salary and fees	2,100,000	2,100,000
Directors' fees	128,000	95,000
Auditors' fees	-	-
Depreciation and repair of assets	2,631,438	2,093,646
Other expenses	5,775,642	3,397,668
Total operating expenses (B)	40,380,110	61,294,619
Profit before provision (C=A-B)	(115,959,128)	20,630,891
Provision for loans, advances and leases		
General provision	(64,729,906)	(9,516,461)
Specific provision	142,189,526	43,465,272
Provision for diminution in value of investment	(6,369,329)	63,069,824
Total provision (D)	71,090,291	97,018,635
Total profit before tax (C-D)	(187,049,419)	(76,387,744)
Provision for taxation		
Current	785,394	947,863
Deferred	(366,002)	(971,366)
	419,392	(23,503)
Net profit after tax	(187,468,811)	(76,364,241)
Weighted average no. of outstanding share	272,916,483	272,916,483
Earnings per share	(0.69)	(0.28)

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Managing Director

Sd/-
Director

Sd/-
Chairman

Dhaka, 14 May 2016

Prime Finance & Investment Limited
Cash Flow Statement
For the 1st quarter ended 31 March 2016

		Figures in Taka	
		31-Mar-16	31-Mar-15
A) OPERATING ACTIVITIES			
Interest receipts		229,042,309	329,435,726
Interest payments		(212,040,185)	(266,237,711)
Fees and commission receipts		1,669,245	1,596,838
Dividend receipts		3,999,934	4,739,316
Capital gains from sale of listed shares		(16,648,495)	(12,191,309)
Cash payments to employees		(22,758,919)	(30,752,165)
Cash payments to suppliers and management expenses		(21,932,831)	(18,144,489)
Income taxes paid		(3,349,282)	(1,775,978)
Receipts from other operating activities		33,124,054	8,520,881
Payments for other operating activities		(1,864,000)	(2,705,433)
Cash generated before changes in operating assets and liabilities		(10,758,170)	12,485,676
Increase/ (decrease) in operating assets and liabilities:			
Net loans and advances to customers		(319,287,259)	(16,340,072)
Loans and deposits from banks and other depositors		(209,521,312)	110,293,533
Cash generated from operating assets and liabilities		(528,808,571)	93,953,461
Net cash from operating activities		(539,566,741)	106,439,137
B) INVESTING ACTIVITIES			
Acquisition of fixed assets		(2,408,284)	(4,619,999)
Sale of securities		160,808,677	402,892,568
Investment in securities		(115,430,024)	(223,682,397)
Net cash from investing activities		42,970,369	174,590,172
C) FINANCING ACTIVITIES			
Cash dividend paid		-	-
Net cash from financing activities		-	-
D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)		(496,596,372)	281,029,309
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the period		1,484,310,595	676,177,885
G) Cash and cash equivalents at end of the period (D+E+F)		987,714,223	957,207,194
Cash and cash equivalents at end of the period represents:			
Cash in hand (including foreign currencies)		60,000	50,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		141,302,992	117,299,195
Balance with other banks and financial institutions		846,351,231	839,857,999
		987,714,223	957,207,194
Net operating cash flow per share (NOCFPS)		(1.98)	0.39

Prime Finance & Investment Limited
Statement of Changes in Equity
For the 1st quarter ended 31 March 2016

Particulars	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Total
Balance as at 1 January 2016	2,729,164,830	927,108,510	221,943,750	(390,407,393)	3,487,809,697
Net profit for the period 2016	-	-	-	(187,468,811)	(187,468,811)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-
Balance as at 31 March 2016	2,729,164,830	927,108,510	221,943,750	(577,876,204)	3,300,340,886
Balance as at 1 January 2015	2,729,164,830	927,108,510	221,943,750	352,377,830	4,230,594,920
Net profit for the period 2015	-	-	-	(76,364,241)	(76,364,241)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend (2014)	-	-	-	(341,145,604)	(341,145,604)
Balance as at 31 March 2015	2,729,164,830	927,108,510	221,943,750	(65,132,015)	3,813,085,075

Figures in Taka

Prime Finance & Investment Limited

Selected Explanatory Notes

As at and for the period ended 31 March 2016

Reporting Entity

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

Basis of Preparation

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

Accounting Policies

The accounting policies and method of computation adopted for the preparation of these interim financial statements are the same as those applied in preparation of annual financial statements for the year ended 31 December 2015.

Approval of 1st Quarter report

These 1st quarter financial statements for the period ended 31 March 2016 were approved by the Board of Directors on May 14, 2016.

General

The 1st quarter financial statements for the period ended 31 March 2016 are un-audited. The comparative figures have been restated and rearranged whenever considered necessary to ensure comparability with the current financial statements. Figures are rounded-off to the nearest integer.