



Prime Finance & Investment Limited

Audited Financial Statements as at and for the year ended 31 December 2013

Consolidated Balance Sheet

as at 31 December		(Figures in Taka)	
		2013	2012
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)		45,000	45,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		117,852,644	204,147,495
Total cash		117,897,644	204,192,495
Balance with other banks and financial institutions			
In Bangladesh		500,200,526	781,230,612
Outside Bangladesh		-	-
Total balance with other banks and financial institutions		500,200,526	781,230,612
Money at call and on short notice		-	-
Investments			
Government		-	-
Others		967,560,066	1,193,609,479
Total Investments		967,560,066	1,193,609,479
Loans, advances and leases			
Loans, advances and leases		12,901,715,481	11,433,699,033
Bills purchased and discounted		-	-
Total loans, advances and leases		12,901,715,481	11,433,699,033
Fixed assets including premises, furniture and fixtures		325,235,741	327,619,010
Other assets		2,527,205,504	2,079,301,138
Non business assets		-	-
Total assets		17,339,814,963	16,019,651,768
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents		2,865,064,682	2,795,522,546
Deposits and other accounts			
Current and other accounts		-	-
Bills payable		-	-
Savings accounts		-	-
Term deposits		6,770,963,595	5,614,795,490
Bearer certificates of deposit		-	-
Other deposits		-	-
Total deposits and other accounts		6,770,963,595	5,614,795,490
Other liabilities		2,453,950,050	2,502,746,513
Total liabilities		12,089,978,327	10,913,064,549
Capital/Shareholders' equity			
Paid up capital		2,729,164,830	2,274,304,030
Statutory reserve		851,649,949	813,352,812
Share money deposit		-	-
Other reserve		-	-
Retained earnings		668,214,189	1,089,800,363
Non-controlling interest		778,863,918	707,186,264
Revaluation reserve		221,943,750	221,943,750
Total shareholders' equity		5,249,836,637	5,106,587,219
Total liabilities and shareholders' equity		17,339,814,963	16,019,651,768
OFF-BALANCE SHEET ITEMS			
Contingent liabilities			
Acceptances and endorsements		-	-
Letters of guarantee		-	-
Irrevocable letters of credit		-	-
Bills for collection		-	-
Other contingent liabilities		-	-
Total 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 other commitments		-	-
Total off-Balance Sheet items including contingent liabilities		-	-
sd/- Company Secretary	sd/- Managing Director	sd/- Director	sd/- Chairman
sd/- A. Qasem & Co. Chartered Accountants			

Consolidated Profit and Loss Account

as at 31 December		(Figures in Taka)	
		2013	2012
Interest income		1,592,214,361	1,452,480,283
Interest paid on deposits, borrowings, etc.		(1,367,146,301)	(1,327,489,669)
Net interest income		225,068,060	124,990,614
Investment income		142,279,733	170,315,422
Fees, commission, exchange and brokerage		98,813,643	110,334,181
Other operating income		316,301,597	235,982,836
Total		557,394,973	516,632,439
Total operating income (A)		782,463,033	641,623,053
Salaries and other employee benefits		136,360,123	108,448,962
Rent, taxes, insurance, electricity etc.		20,258,486	11,864,981
Legal expenses		2,673,683	609,476
Postage, stamp, telecommunication etc.		3,589,154	2,222,448
Stationery, printing, advertisements etc.		9,352,781	8,478,578
Managing Director's salary and fees		10,800,000	9,600,000
Directors' fees		1,410,000	1,010,000
Auditors' fees		345,000	287,500
Depreciation and repair of assets		8,725,190	8,367,482
Other expenses		20,372,144	19,879,496
Total operating expenses (B)		213,886,561	170,768,923
Profit before provision (C=A-B)		568,576,472	470,854,130
Provision for loans, advances and leases			
General provision		(9,289,051)	38,529,899
Specific provision		99,721,181	62,825,574
Provision for diminution in value of investments		8,952,786	(43,582,153)
Total provision (D)		99,384,916	57,773,320
Total Profit before tax (C-D)		469,191,556	413,080,810
Provision for taxation			
Current		98,588,273	112,931,394
Deferred		(76,538)	(40,811)
		98,511,734	112,890,583
Net profit after tax		370,679,822	300,190,227
Attributable to			
Shareholders of the company		299,002,167	235,395,819
Non-controlling interest		71,677,654	64,794,408
Appropriations			
Statutory reserve		38,297,137	57,640,842
General reserve		-	-
Proposed cash dividend		409,374,725	227,430,403
Proposed stock dividend		-	454,860,800
Weighted average no. of outstanding shares		272,916,483	272,916,483
Earnings per share (restated)		1.10	0.86
sd/- Company Secretary	sd/- Managing Director	sd/- Director	sd/- Chairman
sd/- A. Qasem & Co. Chartered Accountants			

Consolidated Cash Flow Statement

for the year ended 31 December		(Figures in Taka)	
		2013	2012
A) OPERATING ACTIVITIES			
Interest receipts		1,952,129,598	1,290,624,479
Interest payments		(1,022,192,955)	(1,035,081,223)
Fee and commission receipts		13,869,048	15,328,078
Dividend receipts		28,947,868	169,853,565
Capital gains from sale of listed shares		30,736,319	93,254,230
Cash payments to employees		(50,980,763)	(48,580,224)
Cash payments to suppliers and management expenses		(181,223,456)	(153,438,912)
Income taxes paid		(235,733,355)	(191,999,598)
Receipts from other operating activities		354,655,920	552,041,256
Payments for other operating activities		(6,350,414)	(1,601,250)
Cash generated before changes in operating assets and liabilities		883,857,810	690,400,401
Increase/(decrease) in operating assets and liabilities			
Net loans and advances to customers		(1,516,113,588)	(856,166,743)
Loans and deposits from banks and other customers		854,105,788	347,247,970
Cash generated from operating assets and liabilities		(662,007,800)	(508,918,773)
Net cash generated from operating activities		221,850,010	181,481,628
B) INVESTING ACTIVITIES			
Acquisition of property, plant and equipment		(6,876,014)	(8,332,580)
Disposal of fixed assets		2,732,089	-
Payments of employee home loan		(24,919,283)	(21,650,000)
Sale of securities		1,095,806,114	1,035,675,084
Investment in securities		(1,971,691,670)	(884,988,957)
Investment in PFI Securities Ltd.		-	10,000,000
Investment in Prime Finance Capital Management Ltd.		249,942,708	(19,393,947)
Net cash used in investing activities		(655,006,056)	111,309,600
C) FINANCING ACTIVITIES			
Dividend paid		(227,430,404)	(250,000,000)
Share money deposit receipts		-	222,000,000
Payment for financial expenses		(53,376,313)	(33,654,208)
Short term loan		346,637,826	150,000,000
Net cash used in financing activities		65,831,109	88,345,792
D) Net (decrease)/increase in cash and cash equivalents (A+B+C)		(367,324,937)	381,137,020
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the year		985,423,107	604,286,087
G) Cash and cash equivalents at end of the year (D+E+F)		618,098,170	985,423,107
Cash and cash equivalents at end of the year represents			
Cash in hand (including foreign currencies)		45,000	45,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		117,852,644	204,147,495
Balance with other banks and financial institutions		500,200,526	781,230,612
Total cash and cash equivalents		618,098,170	985,423,107

Consolidated Statement of Changes in Equity

for the year ended 31 December		(Figures in Taka)				
Particulars	Paid up capital	Statutory reserve	Other reserve	Retained earnings	Non-controlling interest	Total
Balance as at 1 January 2013	2,274,304,030	813,352,812	221,943,750	1,089,800,362	707,186,264	5,106,587,218
Net profit for the year 2013	-	-	-	299,002,167	71,677,654	370,679,822
Transfer to statutory reserve	-	38,297,137	-	(38,297,137)	-	-
Issue of bonus share (2012)	454,860,800	-	-	(454,860,800)	-	-
Payment of cash dividend (2012)	-	-	-	(227,430,403)	-	(227,430,403)
Balance as at 31 December 2013	2,729,164,830	851,649,949	221,943,750	668,214,189	778,863,918	5,249,836,637
Balance as at 1 January 2012	1,624,502,880	755,711,970	221,943,750	1,561,846,535	502,391,856	4,666,396,991
Net profit for the year 2012	-	-	-	235,395,819	64,794,408	300,190,227
Transfer to statutory reserve	-	57,640,842	-	(57,640,842)	-	-
Issue of right share	-	-	-	-	240,000,000	240,000,000
Issuance of bonus share (year 2011)	649,801,150	-	-	(649,801,150)	-	-
Payment of dividend (2011)	-	-	-	-	(100,000,000)	(100,000,000)
Balance as at 31 December 2012	2,274,304,030	813,352,812	221,943,750	1,089,800,363	707,186,264	5,106,587,219

Detail of the published audited financial statements for the year ended 31 December 2013 are available in the web site of the company. The address of the web site is