



Prime Finance & Investment Limited

Audited Financial Statements as at and for the year ended 31 December 2014

Consolidated Balance Sheet		as at 31 December	
	2014	(Figures in Taka)	2013
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)	60,000		45,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	121,840,663		117,852,644
Total cash	121,900,663		117,897,644
Balance with other banks and financial institutions			
In Bangladesh	577,851,754		500,200,526
Outside Bangladesh	-		-
Total balance with other banks and financial institutions	577,851,754		500,200,526
Money at call and on short notice	-		-
Investments			
Government	-		-
Others	1,259,607,748		967,560,066
Total Investments	1,259,607,748		967,560,066
Loans, advances and leases			
Loans, advances and leases etc.	13,443,614,332		12,901,715,481
Bills purchased and discounted	-		-
Total loans, advances and leases	13,443,614,332		12,901,715,481
Fixed assets including premises, furniture and fixtures	361,523,962		325,235,741
Other assets	2,702,122,325		2,527,205,504
Non-business assets	-		-
Total assets	18,466,620,784		17,339,814,963
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	3,294,967,451		2,865,064,682
Deposits and other accounts			
Current and other accounts	-		-
Bills payable	-		-
Savings accounts	-		-
Term deposits	7,763,327,204		6,770,963,595
Bearer certificates of deposit	-		-
Other deposits	-		-
Total deposits and other accounts	7,763,327,204		6,770,963,595
Other liabilities	2,098,132,097		2,453,950,050
Total liabilities	13,156,426,752		12,089,978,327
Capital/shareholders' equity			
Paid up capital	2,729,164,830		2,729,164,830
Statutory reserve	927,108,510		851,649,949
Share money deposit	-		-
Other reserves	-		-
Retained earnings	616,137,297		668,214,189
Revaluation reserve	221,943,750		221,943,750
Equity attributable to shareholders' of the company	4,494,354,387		4,470,972,718
Non-controlling interest	815,839,645		778,863,918
Total shareholders' equity	5,310,194,032		5,249,836,637
Total liabilities and shareholders' equity	18,466,620,784		17,339,814,963
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	-		-
Un-disbursed contracted loans, advances and leases	209,694,854		-
Total other commitments	209,694,854		-
Total off-balance sheet items including contingent liabilities	209,694,854		-
Net Asset Value per share (NAV)	16.47		16.38
sd/- Company Secretary	sd/- Managing Director	sd/- Director	sd/- Chairman sd/-
Ahmed Zaker & Co. Chartered Accountants			

Consolidated Profit and Loss Account			
for the year ended 31 December			
	2014	(Figures in Taka)	
Interest income	1,630,592,686	1,592,214,361	
Interest paid on deposits, borrowings etc.	(1,282,453,862)	(1,367,146,301)	
Net interest income	348,138,824	225,068,060	
Investment income	246,018,685	142,279,733	
Fees, commission, exchange and brokerage	74,654,238	98,813,643	
Other operating income	151,341,316	316,301,597	
Total operating income (A)	472,014,239	557,394,973	
Total operating income (A)	820,153,063	782,463,033	
Salaries and other employee benefits	168,475,518	136,360,123	
Rent, taxes, insurance, electricity etc.	31,801,594	20,258,486	
Legal expenses	1,197,689	2,673,683	
Postage, stamp, telecommunication etc.	4,094,598	3,589,154	
Stationery, printing, advertisements etc.	11,349,052	9,352,781	
Managing director's salary and fees	13,750,000	10,800,000	
Directors' fees	1,185,000	1,410,000	
Auditors' fees	402,500	345,000	
Charges on loan losses	-	-	
Depreciation and repair of assets	14,838,231	8,725,190	
Other expenses	23,567,820	20,372,144	
Total operating expenses (B)	270,662,002	213,886,561	
Profit before provision (C=A-B)	549,491,061	568,576,472	
Provision for loans, advances and leases			
General provision	23,480,321	(9,289,051)	
Specific provision	23,727,149	99,721,181	
Provision for diminution in value of investment	9,361,159	8,952,786	
Total provision (D)	56,568,629	99,384,916	
Total profit before tax (C-D)	492,922,432	469,191,556	
Provision for taxation			
Current	28,403,027	98,588,273	
Deferred	(5,212,715)	(76,538)	
	23,190,312	98,511,734	
Net profit after tax	469,732,120	370,679,822	
Attributable to			
Shareholders of the company	432,756,393	299,002,167	
Non-controlling interest	36,975,727	71,677,654	
Appropriations			
Statutory reserve	75,458,561	38,297,137	
General reserve	-	-	
Proposed cash dividend	-	-	
Proposed stock dividend	-	-	
Weighted average no. of outstanding shares	272,916,483	272,916,483	
Earnings per share (EPS)	1.59	1.10	
sd/- Company Secretary	sd/- Managing Director	sd/- Director	sd/- Chairman sd/-
Ahmed Zaker & Co. Chartered Accountants			

Consolidated Cash Flow Statement		
for the year ended 31 December		
	2014	(Figures in Taka)
A) OPERATING ACTIVITIES		
Interest receipts	1,300,432,161	1,952,129,598
Interest payments	(876,787,909)	(1,022,192,955)
Fee and commission receipts	13,430,774	13,869,048
Dividend receipts	15,242,715	28,947,868
Capital gains from sale of listed shares	121,731,152	30,736,319
Cash payments to employees	(111,567,188)	(50,980,763)
Cash payments to suppliers and management expenses	(136,556,909)	(181,223,456)
Income taxes paid	(93,765,116)	(235,733,355)
Receipts from other operating activities	139,115,691	354,655,920
Payments for other operating activities	(4,914,766)	(6,350,414)
Cash generated before changes in operating assets and liabilities	366,360,605	883,857,810
Increase/(decrease) in operating assets and liabilities		
Net loans and advances to customers	(181,891,909)	(1,516,113,588)
Loans and deposits from banks and other customers	541,333,858	854,105,788
Cash generated from operating assets and liabilities	359,441,949	(662,007,800)
Net cash generated from operating activities	725,802,554	221,850,010
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(37,643,526)	(6,876,014)
Disposal of fixed assets	1,890,155	2,732,089
Payments of employee home loan	-	(24,919,283)
Sale of securities	1,353,544,359	1,095,806,114
Investment in securities	(1,639,376,149)	(1,971,691,670)
Investment in Prime Finance Capital Management Ltd.	-	249,942,708
Net cash used in investing activities	(321,585,161)	(655,006,056)
C) FINANCING ACTIVITIES		
Dividend paid	(409,374,725)	(227,430,404)
Payment for financial expenses	-	(53,376,313)
Short term loan	86,811,579	346,637,826
Net cash used in financing activities	(322,563,146)	65,831,109
D) Net increase/(decrease) in cash and cash equivalents (A+B+C)	81,654,247	(367,324,937)
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year	618,098,170	985,423,107
G) Cash and cash equivalents at end of the year (D+E+F)	699,752,417	618,098,170
Cash and cash equivalents at end of the year represents		
Cash in hand (including foreign currencies)	60,000	45,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	121,840,663	117,852,644
Balance with other banks and financial institutions	577,851,754	500,200,526
	699,752,417	618,098,170
Supplemental schedule for non-cash financing activities		
Bonus share issued for the year 2012	-	454,860,800

Consolidated Statement of Changes in Equity						
for the year ended 31 December 2014						
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling interest	(Figures in Taka)
Balance as at 1 January 2014	2,729,164,830	851,649,949	221,943,750	668,214,189	778,863,918	5,249,836,637
Net profit for the year 2014	-	-	-	432,756,393	36,975,727	469,732,120
Transfer to statutory reserve	-	75,458,561	-	(75,458,561)	-	-
Issue of bonus share (2013)	-	-	-	-	-	-
Payment of cash dividend (2013)	-	-	-	(409,374,725)	-	(409,374,725)
Balance as at 31 December 2014	2,729,164,830	927,108,510	221,943,750	616,137,297	815,839,645	5,310,194,032
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 right share	-	-	-	-	-	-
Issuance of bonus share (year 2012)	454,860,800	-	-	(454,860,800)	-	-
Payment of 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

Detail of the published audited financial statements for the year ended 31 December 2014 are available in the web site of the company. The address of the web site is

These Audited Financial Statements of the Company for the year ended 31 December 2014 are published as per Bangladesh Bank DFIM circular no. 11 dated 23 December 2009

www.primefinancebd.com

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