



Prime Finance & Investment Limited

Un-audited Financial Statements as at and for the 1st quarter ended 31 March 2019

Consolidated Balance Sheet

as at 31 March 2019

	31-Mar-2019 (un-audited)	(Figures in BDT) 31-Dec-2018 (audited)
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	83,705	85,943
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	119,736,464	131,825,491
Total cash	119,820,169	131,911,434
Balance with other banks and financial institutions		
In Bangladesh	421,217,457	398,469,772
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	421,217,457	398,469,772
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	907,267,998	1,029,702,639
Total investments	907,267,998	1,029,702,639
Loans, advances and leases		
Loans, advances and leases etc.	9,738,837,207	9,935,365,022
Bills purchased and discounted	-	-
Total loans, advances and leases	9,738,837,207	9,935,365,022
Fixed assets including premises, furniture and fixtures	334,598,150	338,595,949
Other assets	2,049,050,796	2,001,281,442
Non-banking assets	176,097,907	176,097,907
Total assets	13,746,889,684	14,011,424,165
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	1,809,607,252	1,735,730,678
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	6,261,948,952	6,634,959,037
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	6,261,948,952	6,634,959,037
Other liabilities	2,472,594,071	2,447,117,955
Total liabilities	10,544,150,275	10,817,807,670
Capital/shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	942,522,289	939,728,546
Share money deposit	-	-
Other reserves	-	-
Revaluation reserve	221,943,750	221,943,750
Retained earnings	(1,495,644,042)	(1,503,911,533)
Equity attributable to shareholders of the company	2,397,986,827	2,386,925,593
Non-controlling interest	804,752,582	806,690,902
Total shareholders' equity	3,202,739,409	3,193,616,495
Total liabilities and shareholders' equity	13,746,889,684	14,011,424,165
OFF-BALANCE SHEET ITEMS		
	58,000,000	25,000,000
Net Asset Value per share (NAV)	8.79	8.75
sd/-	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director
	Director	Chairman

Consolidated Profit and Loss Account

for the 1st quarter ended 31 March 2019

	31-Mar-2019	(Figures in BDT) 31-Mar-2018
Interest income	308,080,501	129,605,284
Interest paid on deposits, borrowings, etc.	(207,079,194)	(234,944,101)
Net interest income	101,001,307	(105,338,817)
Investment income	(17,710,131)	48,038,741
Fees, commission, exchange and brokerage	9,933,615	3,076,311
Other operating income	35,618,226	(4,186,482)
Other operating income	27,841,710	46,928,570
Total operating income (A)	128,843,017	(58,410,247)
Salaries and other employee benefits	28,325,380	31,225,676
Rent, taxes, insurance, electricity etc.	9,431,393	9,973,921
Legal expenses	-	26,202
Postage, stamp, telecommunication etc.	804,582	957,973
Stationery, printing, advertisements etc.	732,961	721,339
Managing Director's salary and fees	2,265,000	1,950,000
Directors' fees	308,446	255,112
Auditors' fees	18,687	18,687
Depreciation and repair of assets	4,201,066	4,790,044
Other expenses	4,241,318	4,389,433
Total operating expenses (B)	50,328,833	54,308,387
Profit before provision (C=A-B)	78,514,184	(112,718,634)
Provision for loans, advances and leases		
General provision	33,102,870	(4,427,029)
Specific provision	32,567,420	30,050,844
Provision for diminution in value of investments	2,690,679	677,006
Total provision (D)	68,360,969	26,300,821
Profit before tax (C-D)	10,153,215	(139,019,455)
Total Provision for tax	1,030,301	1,281,803
Net profit after tax	9,122,914	(140,301,258)
Attributable to		
Shareholders of the company	11,061,234	(139,621,450)
Non-controlling interest	(1,938,320)	(679,808)
Earnings per share (EPS)	0.04	(0.51)
No. of outstanding shares	272,916,483	272,916,483
sd/-	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director
	Director	Chairman

Consolidated Cash Flow Statement

for the 1st quarter ended 31 March 2019

	31-Mar-2019	(Figures in BDT) 31-Mar-2018
A) OPERATING ACTIVITIES		
Interest receipts	308,766,474	123,835,350
Interest payments	(232,860,219)	(215,652,937)
Fees and commission receipts	1,594,288	979,839
Dividend and gain receipts	19,629,946	52,857,182
Cash payments to employees	(29,500,631)	(35,055,883)
Cash payments to suppliers and management expenses	(14,476,839)	(24,089,956)
Income taxes paid	(3,825,996)	(10,220,097)
Receipts from other operating activities	30,068,347	13,170,709
Payments for other operating activities	(690,205)	(132,340)
Cash generated before changes in operating assets and liabilities	78,705,165	(94,308,133)
Increase/(decrease) in operating assets and liabilities		
Net loans and advances to customers	236,519,429	674,724,774
Net Loans and deposits from banks and other depositors	(353,978,726)	(948,247,351)
Cash generated from operating assets and liabilities	(117,459,297)	(273,522,577)
Net cash from operating activities	(38,754,132)	(367,830,710)
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	210,643	(772,850)
Disposal of fixed assets	-	-
Sale of securities	13,163,274	59,080,759
Investment in securities	35,755,636	(60,377,586)
Net cash used in investing activities	49,129,553	(2,069,677)
C) FINANCING ACTIVITIES		
Cash dividend paid	-	-
Net cash used in financing activities	-	-
D) Net increase/(decrease) in cash and cash equivalents (A+B+C)	10,375,421	(369,900,387)
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	530,381,206	1,138,331,357
G) Cash and cash equivalents at end of the period (D+E+F)	540,756,627	768,430,970
Cash and cash equivalents at end of the period represents		
Cash in hand (including foreign currencies)	83,705	72,652
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	119,736,464	142,916,400
Balance with other banks and financial institutions	420,936,458	625,441,918
Total cash and cash equivalents	540,756,627	768,430,970
Net operating cash flow per share (NOCFPS)	(0.14)	(1.35)

Consolidated Statement of Changes in Equity

for the 1st quarter ended 31 March 2019

Particulars	Attributable to equity holders of Prime Finance & Investment Limited					Total
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling interest	
Balance as at 1 January 2019	2,729,164,830	939,728,546	221,943,750	(1,503,911,533)	806,690,902	3,193,616,495
Net profit for the period (2019)	-	-	-	11,061,234	(1,938,320)	9,122,914
Transfer to statutory reserve	-	2,793,743	-	(2,793,743)	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2019	2,729,164,830	942,522,289	221,943,750	(1,495,644,042)	804,752,582	3,202,739,409
Balance as at 1 January 2018	2,729,164,830	927,108,510	221,943,750	(1,551,843,270)	808,389,842	3,134,763,662
Net profit for the period (2018)	-	-	-	(139,621,450)	(679,808)	(140,301,258)
Transfer to statutory reserve	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2018	2,729,164,830	927,108,510	221,943,750	(1,691,464,720)	807,710,034	2,994,462,404

Selected Explanatory Notes

Reporting entity

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

Basis of preparation

These first quarterly financial statements are being prepared in condensed form in accordance with the requirements of International Accounting Standard (IAS-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 2018.

Approval of first quarter report

These first quarterly financial statements for the period ended 31 March 2019 were approved by the Board of Directors on 12 May 2019.

Significant deviation in financial results

The main reason for significant deviation in net profit/ (loss) and Net Operating Cash Flow between two quarters is increase of the interest income on loans, advances and leases.

General

The first quarterly financial statements for the period ended 31 March 2019 are un-audited. The comparative figures have been re-stated and re-arranged whenever considered necessary to ensure comparability with the current financial statements. Figures are rounded-off to the nearest integer.

These un-audited Financial Statements of the Company for the 1st quarter ended 31 March 2019 are published as per BSEC's Notification No.BSEC/CMRRC/2006-158/208/Admin/81 dated 20 June 2018 and Letter No. SEC/CFD/Misc./233/2004/615 dated 2 February 2010