



Prime Finance & Investment Limited

Un-audited Financial Statements as at and for the 1st quarter ended 31 March 2021

Consolidated Balance Sheet

as at 31 March 2021

(Figures in BDT)

	31-Mar-2021 (un-audited)	31-Dec-2020 (audited)
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	72,647	70,656
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	57,257,528	58,163,841
Total cash	57,330,175	58,234,497
Balance with other banks and financial institutions		
In Bangladesh	364,626,339	431,831,173
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	364,626,339	431,831,173
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	667,194,780	621,808,839
Total investments	667,194,780	621,808,839
Loans, advances and leases		
Loans, advances and leases etc.	8,688,492,838	8,685,033,846
Bills purchased and discounted	-	-
Total loans, advances and leases	8,688,492,838	8,685,033,846
Fixed assets including premises, furniture and fixtures	952,919,147	956,532,979
Other assets	2,079,762,579	2,096,754,867
Non-banking assets	389,474,105	389,474,105
Total assets	13,199,799,963	13,239,670,306
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	5,459,637,990	5,428,137,532
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	5,459,637,990	5,428,137,532
Other liabilities	2,411,051,637	2,445,861,614
Total liabilities	9,174,112,112	9,231,281,806
Capital/shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	960,237,744	960,237,744
Share money deposit	-	-
Other reserves	-	-
Revaluation reserve	975,602,724	975,602,724
Retained earnings	(1,442,854,334)	(1,455,654,707)
Equity attributable to shareholders of the company	3,222,150,964	3,209,350,591
Non-controlling interest	803,536,887	799,037,909
Total shareholders' equity	4,025,687,851	4,008,388,500
Total liabilities and shareholders' equity	13,199,799,963	13,239,670,306
Total off-balance sheet items including contingent liabilities	-	10,000,000
Net Asset Value per share (NAV)	11.81	11.76
sd/-	sd/-	sd/-
Company Secretary (CC)	Chief Financial Officer	Managing Director
	Director	Chairman

Consolidated Profit and Loss Account

for the 1st quarter ended 31 March 2021

(Figures in BDT)

	31-Mar-2021	31-Mar-2020
Interest income	194,543,120	172,421,230
Interest paid on deposits, borrowings, etc.	(247,958,630)	(162,166,187)
Net interest income	(53,415,510)	10,255,043
Investment income	31,324,664	(5,790,746)
Fees, commission, exchange and brokerage	1,859,807	851,980
Other operating income	12,440,352	10,113,876
Other operating income	45,624,823	5,175,110
Total operating income (A)	(7,790,687)	15,430,153
Salaries and other employee benefits	24,629,152	31,704,245
Rent, taxes, insurance, electricity etc.	1,115,487	4,575,061
Legal expenses	464,375	41,489
Postage, stamp, telecommunication etc.	2,786,862	416,263
Stationery, printing, advertisements etc.	1,015,042	895,593
Managing Director's salary and fees	2,265,000	2,265,000
Directors' fees	112,000	-
Auditors' fees	21,564	18,687
Depreciation and repair of assets	4,033,581	6,221,125
Other expenses	3,034,853	2,792,818
Total operating expenses (B)	39,477,916	48,930,281
Profit before provision (C=A-B)	(47,268,603)	(33,500,128)
Provision for loans, advances and leases		
General provision	3,988,655	(1,365,687)
Specific provision	(77,871,062)	(12,681,070)
Provision for diminution in value of investments	3,344,992	1,431,325
Other provisions	1,628,250	1,628,250
Total provision (D)	(68,909,165)	(10,987,182)
Profit before tax (C-D)	21,640,562	(22,512,946)
Total Provision for tax	4,341,211	2,805,758
Net profit after tax	17,299,351	(25,318,704)
Attributable to		
Shareholders of the company	12,800,373	(13,127,640)
Non-controlling interest	4,498,978	(12,191,064)
Earnings per share (EPS)	0.05	(0.05)
No. of outstanding shares	272,916,483	272,916,483
sd/-	sd/-	sd/-
Company Secretary (CC)	Chief Financial Officer	Managing Director
	Director	Chairman

Consolidated Cash Flow Statement

for the 1st quarter ended 31 March 2021

(Figures in BDT)

	31-Mar-2021	31-Mar-2020
A) OPERATING ACTIVITIES		
Interest receipts	139,667,531	207,574,031
Interest payments	(143,766,065)	(129,476,118)
Fees and commission receipts	533,906	70,750
Dividend and gain receipts	6,120,071	4,259,124
Cash payments to employees	(19,379,459)	(33,625,494)
Cash payments to suppliers and management expenses	(6,829,309)	(7,900,611)
Income taxes paid	(2,430,362)	(3,313,498)
Receipts from other operating activities	7,921,707	11,693,942
Payments for other operating activities	(21,287,051)	(7,164,848)
Cash generated before changes in operating assets and liabilities	(39,449,031)	42,117,278
Increase/(decrease) in operating assets and liabilities		
Net loans and advances and other assets	28,798,821	81,950,826
Net Loans and deposits from banks and other customers and trading liabilities	1,662,461	(90,444,954)
Cash generated from operating assets and liabilities	30,461,282	(8,494,128)
Net cash from operating activities	(8,987,749)	33,623,150
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(252,250)	(152,612)
Disposal of fixed assets	-	-
Sale of securities	-	-
Investment in securities	-	-
Net cash used in investing activities	(252,250)	(152,612)
C) FINANCING ACTIVITIES		
Cash dividend paid	-	-
Net receipt/ (payment) for loan	(58,869,157)	(22,428,916)
Net cash used in financing activities	(58,869,157)	(22,428,916)
D) Net increase/(decrease) in cash and cash equivalents (A+B+C)	(68,109,156)	11,041,622
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	490,065,670	450,313,699
G) Cash and cash equivalents at end of the period (D+E+F)	421,956,514	461,355,321
Cash and cash equivalents at end of the period represents		
Cash in hand (including foreign currencies)	72,647	83,705
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	57,257,528	113,176,170
Balance with other banks and financial institutions	364,626,339	348,095,446
Total cash and cash equivalents	421,956,514	461,355,321
Net operating cash flow per share (NOCFPS)	(0.03)	0.12

Consolidated Statement of Changes in Equity

for the 1st quarter ended 31 March 2021

Attributable to equity holders of Prime Finance & Investment Limited (Figures in BDT)

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 2021	2,729,164,830	960,237,744	975,602,724	(1,455,654,707)	799,037,909	4,008,388,500
Net profit for the period (2021)	-	-	-	12,800,373	4,498,978	17,299,351
Transfer to statutory reserve	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2021	2,729,164,830	960,237,744	975,602,724	(1,442,854,334)	803,536,887	4,025,687,851
Balance as at 1 January 2020	2,729,164,830	951,634,282	221,943,750	(1,462,611,523)	802,475,614	3,242,606,953
Net profit for the period (2020)	-	-	-	(13,127,640)	(12,191,064)	(25,318,704)
Transfer to statutory reserve	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2020	2,729,164,830	951,634,282	221,943,750	(1,475,739,163)	790,284,550	3,217,288,249

Selected Explanatory Notes

1. 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.

2. 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.

3. 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 2020.

4. Provision for loans, advances and leases, other assets

Total provision has been maintained as per DFIM letter ref no. DFIM(C)1054/24/2020-1493 dated 03 September 2020.

5. NET ASSET VALUE (NAV) PER SHARE:

	31-Mar-21 (Un-audited)	31-Dec-20 (Audited)
Total shareholders' equity (A)	2,976,845,632	2,970,793,727
Number of shares outstanding (B)	272,916,483	272,916,483
Net Asset Value (NAV) per share (A÷B)	10.91	10.89

5.a Net Asset Value (NAV) per share (consolidated):

	31-Mar-21 (Un-audited)	31-Dec-20 (Audited)
Total shareholders' equity (A)	3,222,150,964	3,209,350,591
Number of shares outstanding (B)	272,916,483	272,916,483
Net Asset Value (NAV) per share (A÷B)	11.81	11.76

6. EARNINGS PER SHARE:

	31-Mar-21 (Un-audited)	31-Mar-20 (Un-audited)
Profits attributable to ordinary shareholders of the Company		
Net profit for the year (A)	6,051,905	5,158,958
Weighted average number of ordinary shares (B)	272,916,483	272,916,483
Earnings per share (consolidated) (A÷B)	0.02	0.02

6.a EARNINGS PER SHARE (consolidated):

	31-Mar-21 (Un-audited)	31-Mar-20 (Un-audited)
Profits attributable to ordinary shareholders of the Company		
Net profit for the year (A)	12,800,373	(13,127,640)
Weighted average number of ordinary shares (B)	272,916,483	272,916,483
Earnings per share (consolidated) (A÷B)	0.05	(0.05)

7. Net operating cash flow per share (NOCFPS):

	31-Mar-21 (Un-audited)	31-Mar-20 (Un-audited)
Net cash flow from operating activities (A)	(75,769,086)	8,458,924
Number of shares outstanding (B)	272,916,483	272,916,483
Net operating cash flow per share (NOCFPS) (A÷B)	(0.28)	0.03

7.a Net operating cash flow per share (NOCFPS) (consolidated):

	31-Mar-21 (Un-audited)	31-Mar-20 (Un-audited)
Net cash flow from operating activities (A)	(8,987,749)	33,623,150
Number of shares outstanding (B)	272,916,483	272,916,483
Net operating cash flow per share (NOCFPS) (A÷B)	(0.03)	0.12

8. Reconciliation of Net Profit with Cash Flows from Operating Activities:

	Separate (31-Mar-21) (Un-audited)	Consolidated (31-Mar-21) (Un-audited)
Net profit after tax	6,051,905	17,299,351
Add: Adjustments for non-cash items:		
Depreciation of company's assets	3,692,963	4,033,581
Provisions for loans, advances and leases	3,988,655	3,988,655
General provision	(77,871,062)	(77,871,062)
Specific provision	1,628,250	1,628,250
Other provision	1,456,167	1,456,167
Provisions for the diminution in the value of investments	1,306,870	4,341,211
Provision for taxation	(29,792,984)	28,798,821
(Increase)/decrease in operating assets	(10,682,123)	(45,385,941)
(Increase)/decrease in trading securities	24,452,273	50,834,393
Increase/(decrease) in operating liabilities and accruals	(75,769,086)	(8,987,749)
Net cash flows from / (used in) operating activities	(8,987,749)	33,623,150

9. Unclaimed dividend account

Other liabilities head of Balance sheet includes "Unclaimed dividend accounts" of Tk. 20,725,376 as on 31 March 2021.

10. Significant deviation in financial results

The main reason for significant deviation in net profit/ (loss) between two quarters is due to decrease of provision for Loans, advances and leases.

11. Approval of first quarterly report

These first quarterly financial statements for the period ended 31 March 2021 were approved by the Board of Directors on August 31, 2021.

12. General

The first quarterly financial statements for the period ended 31 March 2021 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 2021 are published as per BSEC's Notification No.BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018 and Regulation 17 of DSE & CSE (Listing) Regulations, 2015.