



# Prime Finance & Investment Limited

## Un-audited Financial Statements as at and for the period ended on 30 September 2011

### Consolidated Balance Sheet (Un-audited)

as at 30 September 2011

PROPERTY AND ASSETS	30-Sep-2011	(Figures in BDT) 31-Dec-2010 (audited)
	<b>Cash</b>	
In hand (including foreign currencies)	20,000	15,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	79,871,687	37,200,011
<b>Total Cash</b>	<b>79,891,687</b>	<b>37,215,011</b>
<b>Balance with other banks and financial institutions</b>	<b>416,318,659</b>	<b>715,956,397</b>
In Bangladesh	416,318,659	715,956,397
Outside Bangladesh	-	-
<b>Total Balance with other banks and financial institutions</b>	<b>416,318,659</b>	<b>715,956,397</b>
<b>Money at call and on short notice</b>	<b>-</b>	<b>-</b>
<b>Investments</b>	<b>-</b>	<b>-</b>
Government	-	-
Others	1,049,820,056	1,257,130,031
<b>Total Investments</b>	<b>1,049,820,056</b>	<b>1,257,130,031</b>
<b>Loans, advances and leases</b>	<b>-</b>	<b>-</b>
Loans, advances and leases etc.	10,026,291,562	8,720,700,063
Bills purchased and discounted	-	-
<b>Total Loans, advances and leases</b>	<b>10,026,291,562</b>	<b>8,720,700,063</b>
<b>Fixed assets including premises, furniture and fixtures</b>	<b>324,443,593</b>	<b>323,617,525</b>
Other assets	2,625,133,525	1,857,327,845
<b>Non banking assets</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>14,521,898,884</b>	<b>12,911,946,872</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Borrowings from other banks, financial institutions and agents	5,075,334,699	3,645,457,340
<b>Deposits and other accounts</b>	<b>-</b>	<b>-</b>
Current and other accounts	-	-
Bills payable	-	-
Savings account	-	-
Term deposits	3,976,171,525	3,760,306,212
Bearer certificates of deposit	-	-
Other deposits	-	-
<b>Total Deposits and other accounts</b>	<b>3,976,171,525</b>	<b>3,760,306,212</b>
<b>Other liabilities</b>	<b>813,482,805</b>	<b>1,612,598,871</b>
<b>Total liabilities</b>	<b>9,864,989,029</b>	<b>9,018,362,423</b>
<b>Capital/shareholders' equity</b>	<b>-</b>	<b>-</b>
Paid up capital	1,624,502,880	902,501,600
Statutory reserve	651,297,442	651,297,442
Other reserve	-	-
Share money deposit	-	-
Retained earnings	1,696,248,733	1,715,745,762
Minority interest	462,917,050	402,095,895
Revaluation reserve	221,943,750	221,943,750
<b>Total shareholders' equity</b>	<b>4,656,909,855</b>	<b>3,893,584,449</b>
<b>Total liabilities and shareholders' equity</b>	<b>14,521,898,884</b>	<b>12,911,946,872</b>
<b>OFF-BALANCE SHEET ITEMS</b>		
Contingent liabilities	-	-
Acceptances and endorsements	-	-
Letters of guarantee	-	150,000,000
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	-	-
<b>Total Contingent liabilities</b>	<b>-</b>	<b>150,000,000</b>
<b>Other commitments</b>	<b>-</b>	<b>-</b>
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	-	-
<b>Total Other commitments</b>	<b>-</b>	<b>-</b>
<b>Total off-Balance Sheet items including contingent liabilities</b>	<b>-</b>	<b>150,000,000</b>
sd/-	sd/-	
Md. Mizanur Rahman FCA	Asad Khan	
Chief Financial Officer	Managing Director	

### Consolidated Profit and Loss Account (Un-audited)

for the period from 1 January 2011 to 30 September 2011

	for the 9 months ended		for the 3rd quarter ended	
	30-Sep-2011	30-Sep-2010	30-Sep-2011	30-Sep-2010
Interest income	1,176,896,020	884,342,170	409,150,889	332,159,225
Interest paid on deposits, borrowings, etc.	(899,397,268)	(643,517,917)	(301,550,355)	(231,725,042)
<b>Net interest income</b>	<b>277,498,753</b>	<b>240,824,253</b>	<b>107,600,534</b>	<b>100,434,183</b>
Investment income	462,089,050	1,169,219,195	156,867,256	298,528,431
Fees, commission, exchange and brokerage	154,469,231	206,118,634	47,934,826	86,209,479
Other operating income	272,393,997	69,022,732	109,145,772	33,620,630
<b>Other operating income</b>	<b>888,952,278</b>	<b>1,444,360,561</b>	<b>313,945,854</b>	<b>418,358,540</b>
<b>Total operating income (A)</b>	<b>1,166,451,030</b>	<b>1,685,184,814</b>	<b>421,546,488</b>	<b>518,792,723</b>
Salaries and other employee benefits	79,027,191	68,541,705	26,754,165	36,997,919
Rent, taxes, insurance, electricity etc.	10,082,302	6,972,466	4,625,714	1,251,697
Legal expenses	1,617,610	867,298	105,978	38,680
Postage, stamp, telecommunication etc.	9,508,697	16,459,685	(3,110,646)	7,511,153
Stationery, printing, advertisements etc.	7,783,601	4,487,648	1,997,772	801,484
Managing Director's salary and fees	4,441,915	3,457,125	3,792,500	1,152,375
Directors' fees	1,065,000	549,000	549,000	185,000
Auditors' fees	-	-	-	-
Charges on loan losses	-	-	-	-
Depreciation and repair of assets	5,852,161	4,646,610	1,849,802	1,433,708
Other expenses	15,990,124	16,289,160	6,291,040	5,230,099
<b>Total operating expenses (B)</b>	<b>135,368,600</b>	<b>122,270,697</b>	<b>42,646,325</b>	<b>54,602,115</b>
<b>Profit before provision (C=A-B)</b>	<b>1,031,082,430</b>	<b>1,562,914,117</b>	<b>378,900,163</b>	<b>464,190,608</b>
<b>Provision for loans, advances and leases</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
General provision	(31,380,538)	(15,467,530)	(20,407,899)	(19,123,087)
Specific provision	119,751,249	49,924,396	26,135,901	41,368,651
Provision for diminution in value of investments	3,511,131	(15,391,926)	4,088,042	(2,245,564)
Other provisions	-	-	-	-
<b>Total provision (D)</b>	<b>91,881,843</b>	<b>50,000,000</b>	<b>50,631,843</b>	<b>20,000,000</b>
<b>Profit before tax (C-D)</b>	<b>939,200,587</b>	<b>1,512,914,117</b>	<b>328,268,321</b>	<b>444,190,608</b>
<b>Provision for tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Current	175,875,179	165,000,000	71,102,159	90,000,000
Deferred	-	(19,500,000)	-	-
<b>Total Provision for tax</b>	<b>175,875,179</b>	<b>145,500,000</b>	<b>71,102,159</b>	<b>90,000,000</b>
<b>Net profit after tax</b>	<b>763,325,408</b>	<b>1,367,414,117</b>	<b>257,166,162</b>	<b>354,190,608</b>
<b>Attributable to</b>				
Shareholders of the company	702,504,253	1,237,977,673	418,945,491	518,272,520
Minority shareholders	60,821,155	129,436,444	108,220,671	135,918,088
<b>Retained surplus</b>	<b>763,325,408</b>	<b>1,367,414,117</b>	<b>257,166,162</b>	<b>354,190,608</b>
<b>Appropriations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Proposed cash dividend	-	-	-	-
Proposed stock dividend	-	-	-	-
<b>Retained surplus</b>	<b>763,325,408</b>	<b>1,367,414,117</b>	<b>257,166,162</b>	<b>354,190,608</b>
<b>Earnings per share (restated)</b>	<b>4.32</b>	<b>8.42</b>	<b>1.46</b>	<b>2.18</b>
<b>No. of outstanding shares</b>	<b>162,450,288</b>	<b>162,450,288</b>	<b>162,450,288</b>	<b>162,450,288</b>
sd/-	sd/-			
Md. Mizanur Rahman FCA	Asad Khan			
Chief Financial Officer	Managing Director			

### Consolidated Cash Flow Statement (Un-audited)

for the period from 1 January 2011 to 30 September 2011

OPERATING ACTIVITIES (A)	30-Sep-2011	(Figures in BDT) 30-Sep-2010
	Interest receipts	1,176,029,436
Interest payments	(842,502,566)	(569,714,319)
Fees and commissions receipts	6,322,193,430	206,118,634
Dividend receipts	10,562,208	12,657,392
Capital gain from sale of listed shares	451,526,842	899,729,897
Cash payments to employees	(35,320,182)	(30,228,977)
Cash payment to suppliers and management expenses	(96,604,143)	(43,574,621)
Income tax paid	(122,385,312)	(13,261,136)
Receipts/payments from other operating activities	2,183,560	388,731,395
<b>Cash generated from operating activities before changes in Operating assets and liabilities</b>	<b>4,175,683,073</b>	<b>1,541,023,994</b>
<b>Increase/(decrease) in operating assets and liabilities</b>	<b>-</b>	<b>-</b>
Net Loans and advances to customers	(3,738,668,917)	(2,570,611,836)
Other assets	-	-
Loans and deposits from banks and other customers	(901,510,380)	1,017,482,972
Trading liabilities	-	-
Other liabilities	-	-
Cash generated from operating assets and liabilities	(4,640,179,297)	(1,553,128,864)
<b>Net cash generated from operating activities</b>	<b>(464,496,224)</b>	<b>(12,104,870)</b>
<b>INVESTMENT ACTIVITIES (B)</b>		
Acquisition of property, plant and equipment	(6,686,725)	(15,456,078)
Acquisition of intangible assets	-	-
Disposal of fixed assets	-	-
Advance for Purchase of Vehicles	-	-
Sale of securities	1,022,317,522	1,258,173,150
Investment in securities	(808,095,636)	(976,294,056)
Investment in Prime Finance 1st Mutual Fund	-	(22,050,000)
Investment in Prime Finance AMCL	-	(22,050,000)
Investment in PFI Securities Ltd.	-	-
Investment in Prime Properties Ltd	-	-
Investment in Prime Prudential Fund Ltd.	-	-
<b>Net cash used in investing activities</b>	<b>207,535,162</b>	<b>244,373,016</b>
<b>FINANCING ACTIVITIES (C)</b>		
Dividend paid	-	(64,464,400)
Issuance of shares	-	-
<b>Net cash used in financing activities</b>	<b>-</b>	<b>(64,464,400)</b>
Net increase in cash and cash equivalents (D=A+B+C)	(256,961,062)	167,803,746
Effects of exchange rate changes on cash and cash equivalents (E)	-	-
Cash and cash equivalents at beginning of the period (F)	753,171,408	321,976,961
<b>Cash and cash equivalents at end of the period (D+E+F)</b>	<b>496,210,346</b>	<b>489,780,707</b>
<b>Cash and cash equivalents represents</b>		
Cash in hand	20,000	15,000
Balance with Bangladesh Bank and its agent bank	58,024,387	71,271,391
Balance with other banks and financial institutions	438,165,959	418,494,316
<b>Total Cash and cash equivalents</b>	<b>496,210,346</b>	<b>489,780,707</b>

### Consolidated Statement of Changes in Equity (Un-audited)

for the period from 1 January 2011 to 30 September 2011

Particulars	Paid up capital	Statutory reserve	Other reserve	Retained earnings	Minority Interest	(Figures in BDT)
						Total
<b>Balance as at 1 January 2011</b>	<b>902,501,600</b>	<b>651,297,442</b>	<b>221,943,750</b>	<b>1,715,745,762</b>	<b>402,095,895</b>	<b>3,893,584,449</b>
<b>Changes during the period</b>						
Issuance of bonus shares (FY-2010)	722,001,280	-	-	(722,001,280)	-	-
Minority interest	-	-	-	-	60,821,155	60,821,155
Net profit for the period	-	-	-	702,504,253	-	702,504,253
<b>Total change</b>	<b>722,001,280</b>	<b>-</b>	<b>-</b>	<b>(19,497,027)</b>	<b>60,821,155</b>	<b>763,325,408</b>
<b>Balance as at 30 September 2011</b>	<b>1,624,502,880</b>	<b>651,297,442</b>	<b>221,943,750</b>	<b>1,696,248,735</b>	<b>462,917,050</b>	<b>4,656,909,855</b>
<b>Balance as at 1 January 2010</b>	<b>644,644,000</b>	<b>306,013,615</b>	<b>221,943,750</b>	<b>653,788,612</b>	<b>-</b>	<b>1,826,389,977</b>
<b>Changes during the period</b>						
Issuance of bonus shares (FY-2009)	257,857,600	-	-	(257,857,600)	-	-
Cash dividend (FY-2009)	-	-	-	(64,464,400)	-	(64,464,400)
Net profit for the period	-	-	-	1,367,414,117	-	1,367,414,117
<b>Total change</b>	<b>257,857,600</b>	<b>-</b>	<b>-</b>	<b>1,045,092,117</b>	<b>-</b>	<b>1,302,949,717</b>
<b>Balance as at 30 September 2010</b>	<b>902,501,600</b>	<b>306,013,615</b>	<b>221,943,750</b>	<b>1,698,880,729</b>	<b>-</b>	<b>3,129,339,694</b>

### Balance Sheet (Un-audited)

as at 30 September 2011

PROPERTY AND ASSETS	30-Sep-2011	(Figures in BDT) 31-Dec-2010 (audited)
	<b>Cash</b>	
In hand (including foreign currencies)	15,000	15,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	58,024,387	37,200,011
<b>Total Cash</b>	<b>58,039,387</b>	<b>37,215,011</b>
<b>Balance with other banks and financial institutions</b>	<b>416,318,659</b>	<b>405,768,755</b>
In Bangladesh	416,318,659	405,768,755
Outside Bangladesh	-	-
<b>Total Balance with other banks and financial institutions</b>	<b>416,318,659</b>	<b>405,768,755</b>
<b>Money at call and on short notice</b>	<b>-</b>	<b>-</b>
<b>Investments</b>	<b>-</b>	<b>-</b>
Government	-	-
Others	905,601,780	1,257,130,031
<b>Total Investments</b>	<b>905,601,780</b>	<b>1,257,130,031</b>
<b>Loans, advances and leases</b>	<b>-</b>	<b>-</b>
Loans, advances and leases etc.	8,296,030,822	8,720,700,063
Bills purchased and discounted	-	-
<b>Total Loans, advances and leases</b>	<b>8,296,030,822</b>	<b>8,720,700,063</b>
<b>Fixed assets including premises, furniture and fixtures</b>	<b>320,337,593</b>	<b>323,617,525</b>
Other assets	3,404,805,540	2,456,394,681
<b>Non banking assets</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>13,401,133,782</b>	<b>13,200,826,066</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Borrowings from other banks, financial institutions and agents	3,801,708,173	3,645,457,340
<b>Deposits and other accounts</b>	<b>-</b>	<b>-</b>
Current and other accounts	-	-
Bills payable	-	-