

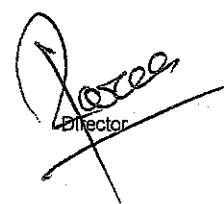
**Financial Statements
of
Prime Finance & Investment Limited
as at and for the period ended 31 March 2024**

Prime Finance & Investment Limited
Consolidated Balance Sheet
as at and for the period ended 31 March 2024

Notes	Amount in Taka	
	(Un-audited) 31-Mar-24	(Audited) 31-Dec-23
<u>PROPERTY AND ASSETS</u>		
Cash		
In hand (including foreign currencies)	67,630	68,320
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	70,437,825	70,333,673
Total Cash	70,505,455	70,401,993
Balance with other banks and financial institutions		
In Bangladesh	263,952,916	359,139,944
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	263,952,916	359,139,944
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	864,149,660	850,420,833
Total Investments	864,149,660	850,420,833
Loans, advances and leases		
Loans, advances and leases etc.	12,805,274,604	12,621,205,111
Bills purchased and discounted	-	-
Total loans, advances and	12,805,274,604	12,621,205,111
Fixed assets including premises, furniture and fixtures	609,552,259	611,840,771
Other assets	2,214,733,791	2,208,815,769
Non - banking assets	383,636,118	383,636,118
Total assets	17,211,804,803	17,105,460,539
<u>LIABILITIES AND CAPITAL</u>		
Liabilities		
Borrowings from other banks, financial institutions and agents	1,211,289,790	1,215,848,145
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	5,997,057,065	6,006,714,931
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	5,997,057,065	6,006,714,931
Other liabilities	9,008,040,725	8,714,862,344
Total liabilities	16,216,387,580	15,937,425,420
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	-	-
Retained earnings	(4,143,901,153)	(3,977,347,954)
Revaluation reserve	686,740,320	686,740,320
Equity attributable to shareholders' of the company	232,241,741	398,794,941
Non-controlling interest	763,175,482	769,240,178
Total shareholders' equity	995,417,223	1,168,035,119
Total liabilities and shareholders' equity	17,211,804,803	17,105,460,539
<u>OFF-BALANCE SHEET ITEMS</u>		
Contingent liabilities	-	-
Other commitments	-	-
Total off-balance sheet items including contingent liabilities	-	-
Net Asset Value per share (NAV)	0.85	1.46

 
Company Secretary Chief Financial Officer (C.C)


Managing Director (C.C)


Director


Chairman

PRIME FINANCE & INVESTMENT LIMITED
Consolidated Profit and Loss Account (Un-audited)
For the 1st quarter ended 31 March 2024

PARTICULARS	Notes	Amount in Taka	
		31-Mar-24	31-Mar-23
Interest income		63,563,858	137,619,400
Interest paid on deposits, borrowings, etc.		(160,915,618)	(108,635,803)
Net interest income		(97,351,760)	28,983,597
Investment income		4,161,403	(169,094)
Fees, commission, exchange and brokerage		2,705,054	1,970,645
Other operating income		6,358,656	11,578,342
The Accounting policies and method of computation adopted for the prepara		13,225,113	13,379,893
Total operating income (A)		(84,126,647)	42,363,490
Salaries and other employee benefits		32,033,851	33,699,170
Rent, taxes, insurance, electricity etc.		3,717,850	2,199,224
Legal expenses		1,196,250	1,590,750
Postage, stamp, telecommunication etc.		644,605	816,182
Stationery, printing, advertisements etc.		1,185,176	747,025
Managing Director's salary and fees		2,265,000	2,265,000
Directors' fees		143,112	112,000
Auditors' fees		24,432	24,438
Depreciation and repair of assets		3,084,012	3,075,854
Other expenses		2,916,823	2,419,799
Total operating expenses (B)		47,211,111	46,949,442
Profit before provision (C=A-B)		(131,337,758)	(4,585,952)
Provision for loans, advances and leases			
General provision		639,369	2,837,723
Specific provision		1,585,375	42,224,544
Provision for diminution in value of investment		45,152,211	35,628,689
Other provision		-	-
Total provision (D)		47,376,955	80,690,956
Profit before tax (C-D)		(178,714,713)	(85,276,908)
Provision for taxation			
Current	9	1,699,511	892,010
Deferred		(7,796,329)	(905,192)
Total provision for tax		(6,096,818)	(13,182)
Net profit after tax		(172,617,895)	(85,263,725)
Attributable to			
Shareholders of the company		(166,553,199)	(77,937,847)
Non-controlling interest		(6,064,696)	(7,325,878)
Appropriations			
Statutory reserve		-	-
General reserve		-	-
Proposed cash dividend		-	-
Proposed stock dividend		-	-
Earnings per share (EPS)	6.a	(0.61)	(0.29)
No. of outstanding shares		272,916,483	272,916,483


Company Secretary


Chief Financial Officer (C.C)


Managing Director (C.C)


Director


Chairman

Prime Finance & Investment Limited
Consolidated Cash Flow Statement (Un-audited)
For the 1st quarter ended 31 March 2024

PARTICULARS	Notes	Amount in Taka	
		31-Mar-24	31-Mar-23
A) Operating Activities			
Interest receipts		44,157,569	75,434,165
Interest payments		(47,138,321)	(80,041,422)
Fees and commission receipts		1,548,859	1,159,467
Dividend and gain receipts		4,462,393	8,004,143
Cash payments to employees		(32,794,383)	(35,964,170)
Cash payments to suppliers and management expenses		(10,350,382)	(5,821,071)
Income taxes paid		(2,122,535)	(2,994,842)
Receipts from other operating activities		(5,331,096)	(3,458,149)
Payments for other operating activities		(2,439,414)	(1,698,992)
Cash generated before changes in operating assets and liabilities		(50,007,310)	(45,380,871)
Increase/ (decrease) in operating assets and liabilities			
Net loans and advances and other assets		(251,663,921)	(280,775,012)
Net loans and deposits from banks and other customers and trading liabilities		220,923,045	226,099,724
Cash generated from operating assets and liabilities		(30,740,877)	(54,675,288)
Net cash generated from operating activities		(80,748,187)	(100,056,159)
B) Investing Activities			
Acquisition of fixed assets		(795,500)	(85,848)
Disposal of fixed assets		-	-
Sale of securities		-	-
Investment in securities		-	-
Net cash used in investing activities		(795,500)	(85,848)
C) Financing Activities			
Cash dividend paid		-	-
Net receipt/ (payment) for loans		(13,539,880)	(3,224,705)
Net cash used in financing activities		(13,539,880)	(3,224,705)
D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)		(95,083,566)	(103,366,712)
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the period		429,541,937	544,818,867
G) Cash and cash equivalents at end of the period (D+E+F)		334,458,371	441,452,155
Cash and cash equivalents represents			
Cash in hand		67,630	66,647
Balance with Bangladesh Bank and its agent bank		70,437,825	72,937,080
Balance with other banks and financial institutions		263,952,916	368,448,428
Total cash and cash equivalents		334,458,371	441,452,155
Net operating cash flow per share (NOCFPS)	7.a	(0.30)	(0.37)

Prime Finance & Investment Limited
Consolidated statement of Changes in Equity (Un-audited)
For the 1st quarter ended 31 March 2024

PARTICULARS	Attributable to equity holders of Prime Finance & Investment Ltd.				Non-controlling Interest	Total	Amount in Taka
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings			
Balance as at 1 January 2024	2,729,164,830	960,237,744	686,740,320	(3,977,347,954)	769,240,178	1,168,035,118	
Net profit for the period (2024)	-	-	-	(166,553,199)	(6,064,696)	(172,617,895)	
Transfer to statutory reserve	-	-	-	-	-	-	
Issue of bonus share	-	-	-	-	-	-	
Payment of cash dividend	-	-	-	-	-	-	
Balance as at 31 March 2024	2,729,164,830	960,237,744	686,740,320	(4,143,901,153)	763,175,482	995,417,223	
Balance as at 1 January 2023	2,729,164,830	960,237,744	687,015,979	(2,467,921,086)	793,469,149	2,701,966,616	
Net profit for the period (2023)	-	-	-	(77,937,847)	(7,325,878)	(85,263,725)	
Transfer to statutory reserve	-	-	-	-	-	-	
Issue of bonus share	-	-	-	-	-	-	
Payment of cash dividend	-	-	-	-	-	-	
Balance as at 31 March 2023	2,729,164,830	960,237,744	687,015,979	(2,545,858,933)	786,143,271	2,616,702,891	

Prime Finance & Investment Limited
Balance Sheet
as at and for the period ended 31 March 2024

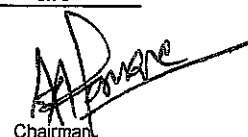
	Notes	Amount in Taka	
		(Un-audited) 31-Mar-24	(Audited) 31-Dec-23
<u>PROPERTY AND ASSETS</u>			
Cash			
In hand (including foreign currencies)		60,000	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		70,437,825	70,333,673
Total cash		70,497,825	70,393,673
Balance with other banks and financial institutions			
In Bangladesh		232,007,714	326,400,812
Outside Bangladesh		-	-
Total balance with other banks and financial institutions		232,007,714	326,400,812
Money at call and on short notice			
		-	-
Investments			
Government		-	-
Others		192,916,669	193,147,452
Total investments		192,916,669	193,147,452
Loans, advances and leases			
Loans, advances and Leases etc.		11,484,379,212	11,277,785,668
Bills purchased and discounted		-	-
Total loans, advances and leases		11,484,379,212	11,277,785,668
Fixed assets including premises, furniture and fixtures			
		606,644,821	608,709,087
Other assets		2,628,573,845	2,615,780,383
Non - banking assets		383,636,118	383,636,118
Total assets		15,598,656,006	15,475,853,193
<u>LIABILITIES AND CAPITAL</u>			
Liabilities			
Borrowings from other banks, financial institutions and agents		834,027,858	838,586,213
Deposits and other accounts			
Current and other accounts		-	-
Bills payable		-	-
Savings accounts		-	-
Term deposits		5,997,057,065	6,006,714,931
Bearer certificates of deposit		-	-
Other deposits		-	-
Total deposits and other accounts		5,997,057,065	6,006,714,931
Other liabilities		8,720,092,563	8,425,617,373
Total liabilities		15,551,177,486	15,270,918,517
Capital/ shareholders' equity			
Paid up capital		2,729,164,830	2,729,164,830
Statutory reserve		960,237,744	960,237,744
Other reserves		-	-
Retained earnings		(4,328,664,374)	(4,171,208,218)
Revaluation reserve		686,740,320	686,740,320
Total shareholders' equity		47,478,520	204,934,676
Total liabilities and shareholders' equity		15,598,656,006	15,475,853,193
<u>OFF-BALANCE SHEET ITEMS</u>			
Contingent liabilities		-	-
Other commitments		-	-
Total off-balance sheet items including contingent liabilities		-	-
Net Asset Value per share (NAV)	5	0.17	0.75


Company Secretary


Chief Financial Officer (C.C.)


Managing Director (C.C.)

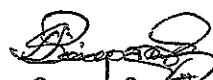

Director


Chairman

PRIME FINANCE & INVESTMENT LIMITED
Profit and Loss Account (Un-audited)

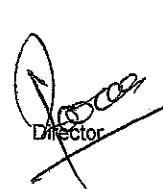
For the 1st quarter ended 31 March 2024

PARTICULARS	Notes	Amount In Taka	
		31-Mar-24	31-Mar-23
Interest income		63,045,823	135,104,276
Interest paid on deposits, borrowings, etc.		(147,375,738)	(92,563,089)
Net interest income		(84,329,915)	42,541,187
Investment income		(214,335)	(284,958)
Fees, commission, exchange and brokerage		628,859	723,665
Other operating income		1,926,836	5,970,883
The Accounting policies and method of computation adopted for the preparation		2,341,360	6,409,590
Total operating income (A)		(81,988,555)	48,950,777
Salaries and other employee benefits		26,938,595	28,322,577
Rent, taxes, insurance, electricity etc.		3,010,136	1,534,668
Legal expenses		161,250	1,590,750
Postage, stamp, telecommunication etc.		589,885	762,273
Stationery, printing, advertisements etc.		1,149,531	703,347
Managing Director's salary and fees		2,265,000	2,265,000
Directors' fees		72,000	112,000
Auditors' fees		-	-
Depreciation and repair of assets		2,859,966	2,909,702
Other expenses		2,578,675	2,062,935
Total operating expenses (B)		39,625,038	40,263,252
Profit before provision (C=A-B)		(121,613,593)	8,687,525
Provision for loans, advances and leases			
General provision		639,369	2,837,723
Specific provision		1,585,375	42,224,544
Provision for diminution in value of investment		40,152,211	30,628,689
Other provision		-	-
Total provision (D)		42,376,955	75,690,956
Profit before tax (C-D)		(163,990,548)	(67,003,431)
Provision for taxation			
Current	9	1,261,937	850,793
Deferred		(7,796,329)	(905,192)
Total provision for tax		(6,534,392)	(54,399)
Net profit after tax		(157,456,156)	(66,949,032)
Appropriations			
Statutory reserve		-	-
General reserve		-	-
Proposed cash dividend		-	-
Proposed stock dividend		-	-
Earnings per share (EPS)	6	(0.58)	(0.25)
No. of outstanding shares		272,916,483	272,916,483


Company Secretary


Chief Financial Officer (C.C)


Managing Director (C.C)


Director


Chairman

Prime Finance & Investment Limited
Cash Flow Statement (Un-audited)
For the 1st quarter ended 31 March 2024

PARTICULARS	Notes	Amount in Taka	
		31-Mar-24	31-Mar-23
A) Operating Activities			
Interest receipts		35,476,933	63,627,561
Interest payments		(47,138,321)	(76,441,422)
Fees and commission receipts		628,859	723,665
Dividend and gain receipts		3,661	2,398,684
Cash payments to employees		(27,699,127)	(30,587,577)
Cash payments to suppliers and management expenses		(7,684,339)	(5,384,367)
Income taxes paid		(1,261,937)	(1,959,125)
Receipts from other operating activities		900,994	994,851
Payments for other operating activities		(2,439,414)	(1,698,992)
Cash generated before changes in operating assets and liabilities		(49,212,690)	(48,326,722)
Increase/ (decrease) in operating assets and liabilities:			
Net loans and advances and other assets		(265,203,801)	(284,001,308)
Net loans and deposits from banks and other customers and trading liabilities		220,923,045	226,099,724
Cash generated from operating assets and liabilities		(44,280,756)	(57,901,584)
Net cash generated from operating activities		(93,493,446)	(106,228,306)
B) Investing Activities			
Acquisition of fixed assets		(795,500)	(85,848)
Disposal of fixed assets		-	-
Sale of securities		-	-
Investment in securities		-	-
Net cash from investing activities		(795,500)	(85,848)
C) Financing Activities			
Cash dividend paid		-	-
Issuance of shares		-	-
Net cash from financing activities		-	-
D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)		(94,288,946)	(106,314,154)
E) Effects of exchange rate changes on cash and cash equivalents		-	-
F) Cash and cash equivalents at beginning of the period		396,794,485	517,290,101
G) Cash and cash equivalents at end of the period (D+E+F)		302,505,539	410,975,947
Cash and cash equivalents at end of the period represents			
Cash in hand		60,000	60,000
Balance with Bangladesh Bank and its agent bank		70,437,825	72,937,080
Balance with other banks and financial institutions		232,007,714	337,978,867
Total cash and cash equivalents		302,505,539	410,975,947
Net operating cash flow per share (NOCFPS)	7	(0.34)	(0.39)

Prime Finance & Investment Limited
Statement of Changes in Equity (Un-audited)
as at and for the period ended 31 March 2024

PARTICULARS	Paid up capital	Statutory reserve	Revaluation reserves	Retained earnings	Total
Balance as at 1 January 2024	2,729,164,830	960,237,744	686,740,320	(4,171,208,218)	204,934,676
Net profit for the period (2024)	-	-	-	(157,456,156)	(157,456,156)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-
Balance as at 31 March 2024	2,729,164,830	960,237,744	686,740,320	(4,328,664,374)	47,478,520
Balance as at 1 January 2023	2,729,164,830	960,237,744	687,015,979	(2,698,124,807)	1,678,293,746
Net profit for the period (2023)	-	-	-	(66,949,032)	(66,949,032)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-
Balance as at 31 March 2023	2,729,164,830	960,237,744	687,015,979	(2,765,073,839)	1,611,344,714

PRIME FINANCE & INVESTMENT LIMITED
Selected explanatory notes
as at and for the period ended 31 March 2024

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 Finance Companies Act, 2023.

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 2023.

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

Total provision has been maintained as per The Financial Institutions Inspection Department (FIID) of Bangladesh Bank vide letter no. FIID (I-26(2)/2024270 dated 24 March 2024.

5. Net Asset Value (NAV) per share:

	31-Mar-24 (Un-audited)	31-Dec-23 (Audited)
Total shareholders' equity (A)	47,478,520	204,934,676
Number of shares outstanding (B)	272,916,483	272,916,483
Net Asset Value (NAV) per share (A÷B)	0.17	0.75

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

Total shareholders' equity (A)	232,241,741	398,794,941
Number of shares outstanding (B)	272,916,483	272,916,483
Net Asset Value (NAV) per share (A÷B)	0.85	1.46

6. Earnings per share:

	31-Mar-24 (Un-audited)	31-Mar-23 (Un-audited)
Profits attributable to ordinary shareholders of the Company		
Net profit for the year (A)	(157,456,156)	(66,949,032)
Weighted average number of ordinary shares (B)	272,916,483	272,916,483
Earnings per share (A÷B)	(0.58)	(0.25)

6.a Earnings per share (consolidated):

Profits attributable to ordinary shareholders of the Company		
Net profit for the year (A)	(166,553,199)	(77,937,847)
Weighted average number of ordinary shares (B)	272,916,483	272,916,483
Earnings per share (A÷B)	(0.61)	(0.29)

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

Net cash flow from operating activities (A)	(93,493,446)	(106,228,306)
Number of shares outstanding (B)	272,916,483	272,916,483
Net operating cash flow per share (NOCFPS) (A÷B)	(0.34)	(0.39)

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

Net cash flow from operating activities (A)	(80,748,187)	(100,056,159)
Number of shares outstanding (B)	272,916,483	272,916,483
Net operating cash flow per share (NOCFPS) (A÷B)	(0.30)	(0.37)

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

	Separate		Consolidated	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
Net profit after tax	(157,456,156)	(66,949,032)	(172,617,895)	(85,263,725)
Add: Adjustments for non-cash items:				
Depreciation of company's assets	2,859,966	2,909,702	3,084,012	3,075,854
Provisions for loans, advances and leases				
General provision	639,369	2,837,723	639,369	2,837,723
Specific provision	1,585,375	42,224,544	1,585,375	42,224,544
Other provision	-	-	-	-
Provisions for the diminution in the value of investments	40,152,211	30,628,689	45,152,211	35,628,689
Provision for taxation	(6,534,392)	(54,399)	(6,096,818)	(13,182)
(Increase)/decrease in operating assets	(566,132,053)	(299,686,778)	(251,663,921)	(280,775,012)
(Increase)/decrease in trading securities	539,617	2,004,294	764,513	(244,538)
Increase/(decrease) in operating liabilities and accruals	590,852,617	179,856,951	298,404,968	182,473,488
Net cash flows from / (used in) operating activities	(93,493,446)	(106,228,306)	(80,748,187)	(100,056,159)

9. Income Tax provision

Income tax provision has been made as per the Income Tax Act 2023, minimum tax @ 1.00% on gross receipts.

10. Unclaimed dividend account

Other liabilities head of Balance sheet includes "Unclaimed dividend accounts" of Tk. 8,69,131 as on 31 March 2024.

11. Significant deviation in financial results

The major reason for deviation in financial results resulted mainly due to increase of classified loan and from substantial provision made for loans and equity investment with subsidiary and associate companies as per Bangladesh Bank's letter number FIID (1-26(2)/2022-495 dated 12 June, 2022, DFIM(C)1054/24/2023/235 dated January 18, 2023 and FIID (1-26(2)/2024-270 dated 24 March, 2024 respectively.

12. Approval of first quarterly report

These first quarterly financial statements for the period ended 31 March 2024 were approved by the Board of Directors on June 29, 2024.

13. General

The first quarterly financial statements for the period ended 31 March 2024 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.