



Prime Finance & Investment Limited

Un-audited Financial Statements as at and for the half year ended 30 June 2021

Consolidated Balance Sheet		(Figures in BDT)	
as at 30 June 2021		30-June-2021	31-Dec-2020
		(un-audited)	(audited)
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)		70,823	70,656
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		73,187,303	58,163,841
Total cash		73,258,126	58,234,497
Balance with other banks and financial institutions			
In Bangladesh		444,887,655	431,831,173
Outside Bangladesh		-	-
Total balance with other banks and financial institutions		444,887,655	431,831,173
Money at call and on short notice		-	-
Investments			
Government		-	-
Others		698,199,921	621,808,839
Total investments		698,199,921	621,808,839
Loans, advances and leases			
Loans, advances, leases etc.		8,594,266,845	8,685,033,846
Bills purchased and discounted		-	-
Total loans, advances and leases		8,594,266,845	8,685,033,846
Fixed assets including premises, furniture and fixtures		949,241,375	956,532,979
Other assets		2,109,742,802	2,096,754,867
Non - banking assets		389,474,105	389,474,105
Total assets		13,259,070,829	13,239,670,306
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents			
Deposits and other accounts		1,283,228,609	1,357,282,660
Current and other accounts		-	-
Bills payable		-	-
Savings account		-	-
Term deposits		5,524,697,268	5,428,137,532
Bearer certificates of deposit		-	-
Other deposits		-	-
Total deposits and other accounts		5,524,697,268	5,428,137,532
Other liabilities		2,411,201,055	2,445,861,614
Total liabilities		9,219,126,932	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 reserve		-	-
Revaluation reserve		975,602,724	975,602,724
Retained earnings		(1,431,847,747)	(1,455,654,707)
Equity attributable to shareholders' of the company		3,233,157,551	3,209,350,591
Non-controlling interest		806,786,346	799,037,909
Total shareholders' equity		4,039,943,897	4,008,388,500
Total liabilities and shareholders' equity		13,259,070,829	13,239,670,306
Total off-balancesheet items including contingent liabilities			
		-	10,000,000
Net asset value per share (NAV)		11.85	11.76

Consolidated Profit and Loss Account		(Figures in BDT)	
for the period ended 30 June 2021		for the period ended 30 June 2021	
		for the half year ended	
		30-June-2021	30-June-2020
		(un-audited)	(un-audited)
Interest income		343,300,105	359,396,096
Interest paid on deposits, borrowings, etc.		(372,405,957)	(334,062,347)
Net interest income		(29,105,852)	25,333,749
Investment income		58,456,197	(5,790,746)
Fees, commission, exchange and brokerage		3,729,564	1,318,040
Other operating income		21,913,934	11,583,624
Other operating income		84,099,695	7,110,918
Total operating income (A)		54,993,843	32,444,667
Salaries and other employee benefits		53,728,550	57,645,435
Rent, taxes, insurance, electricity etc.		6,792,237	5,988,616
Legal expenses		694,375	64,489
Postage, stamp, telecommunication etc.		5,381,225	684,244
Stationery, printing, advertisements etc.		2,376,994	928,050
Managing Director's salary and fees		4,530,000	4,530,000
Directors' fees		165,334	64,000
Auditors' fees		43,128	37,374
Depreciation and repair of assets		7,823,919	12,184,281
Other expenses		5,570,737	4,614,529
Total operating expenses (B)		87,106,499	86,741,018
Profit before provision (C=A-B)		(32,112,656)	(54,296,351)
Provision for loans, advances and leases			
General provision		1,169,829	(52,417)
Specific provision		(78,184,585)	(11,509,645)
Provision for diminution in value of investments		3,763,753	1,717,102
Other Provision		3,256,500	3,256,500
Total provision (D)		(69,994,503)	(6,588,460)
Profit before tax (C-D)		37,881,847	(47,707,891)
Total provision for tax		6,326,450	667,508
Net profit after tax		31,555,397	(48,375,399)
Net profit attributable to			
Shareholders of the company		23,806,960	(25,497,140)
Non-controlling interest		7,748,437	(22,878,259)
Earnings per share (EPS)		0.09	(0.09)
No. of outstanding shares		272,916,483	272,916,483
		sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director	Director
		sd/-	sd/-
		Chairman	

Consolidated Cash Flow Statement		(Figures in BDT)	
for the period ended 30 June 2021		for the period ended 30 June 2021	
		for the half year ended	
		30-June-2021	30-June-2020
		(un-audited)	(un-audited)
A) OPERATING ACTIVITIES			
Interest receipts		280,124,775	407,093,125
Fees and commission receipts		(308,111,374)	(333,664,288)
Dividend and gain receipts		740,700	63,532
Cash payments to employees		12,278,558	4,446,522
Cash payments for operational expenses		(48,924,654)	(57,918,115)
Cash payments for operational expenses		(19,347,239)	(10,160,758)
Income taxes paid		(3,573,699)	(3,486,212)
Receipts from other operating activities		15,843,820	6,525,122
Payments for other operating activities		(41,142,004)	(7,409,013)
Cash generated before changes in operating assets and liabilities (112,111,117)		5,489,915	5,489,915
Increase/(decrease) in operating assets and liabilities			
Net loans and advances and other asset		81,427,775	202,409,662
Net loans and deposits from banks and other customers and trading Liabilities		133,395,344	(189,456,618)
Cash generated from operating assets and liabilities		214,823,119	12,953,044
Net cash from operating activities		102,712,002	18,442,959
B) INVESTING ACTIVITIES			
Acquisition of fixed assets		(410,347)	(2,697,902)
Sale of securities		-	-
Investment in securities		-	-
Net cash from investing activities		(410,347)	(2,697,902)
C) FINANCING ACTIVITIES			
Cash dividend paid		-	-
Net receipts/ (payments) for loan		(74,221,544)	(30,230,463)
Net cash from financing activities		(74,221,544)	(30,230,463)
D) Net increase/(decrease) in cash and cash equivalents (A+B+C)		28,080,111	(14,485,406)
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)		518,145,781	435,828,293
Cash and cash equivalents at end of the period represents			
Cash in hand (including foreign currencies)		70,823	83,705
Balance with Bangladesh Bank and its agent bank (including foreign currencies)		73,187,303	70,085,669
Balance with other banks and financial institutions		444,887,655	365,658,919
Total cash and cash equivalents		518,145,781	435,828,293
Net operating cash flow per share (NOCFPS)		0.38	0.07

Consolidated Statement of Changes in Equity		(Figures in BDT)	
for the period ended 30 June 2021		for the period ended 30 June 2021	
		for the half year ended	
		30-June-2021	30-June-2020
		(un-audited)	(un-audited)
Particulars		Paid up capital	Statutory reserve
		Revaluation reserve	Retained earnings
		Non-controlling Interest	Total
Balance as at 1 January 2021		2,729,164,830	960,237,744
Net profit/(loss) for the period (2021)		-	-
Transfer to statutory reserve		-	-
Payment of cash dividend		-	-
Balance as at 30 June 2021		2,729,164,830	960,237,744
Balance as at 1 January 2020		2,729,164,830	951,634,282
Net profit/(loss) for the period (2020)		-	-
Transfer to statutory reserve		-	-
Payment of cash dividend		-	-
Balance as at 30 June 2020		2,729,164,830	951,634,282

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 half yearly 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 2020.
- 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.

	30-Jun-21	31-Dec-20
	(Un-audited)	(Audited)
Total shareholders' equity (A)	2,982,978,031	2,970,793,727
Number of shares outstanding (B)	272,916,483	272,916,483
Net Asset Value (NAV) per share (A÷B)	10.93	10.89

- 5.a Net Asset Value (NAV) per share (consolidated):**
Total shareholders' equity (A)
Number of shares outstanding (B)
Net Asset Value (NAV) per share (A÷B)
11.85
- EARNINGS PER SHARE:**
Profits attributable to ordinary shareholders of the Company
Net profit for the year (A)
Weighted average number of ordinary shares (B)
Earnings per share (consolidated) (A÷B)
0.04
- 6.a EARNINGS PER SHARE (consolidated):**
Profits attributable to ordinary shareholders of the Company
Net profit for the year (A)
Weighted average number of ordinary shares (B)
Earnings per share (consolidated) (A÷B)
0.09
- 7. Net operating cash flow per share (NOCFPS):**
Net cash flow from operating activities (A)
Number of shares outstanding (B)
Net operating cash flow per share (NOCFPS) (A÷B)
0.08
- 7.a Net operating cash flow per share (NOCFPS) (consolidated):**
Net cash flow from operating activities (A)
Number of shares outstanding (B)
Net operating cash flow per share (NOCFPS) (A÷B)
0.38
- 8. Reconciliation of Net Profit with Cash Flows from Operating Activities:**

	Separate (30-Jun-21)	Consolidated (30-Jun-21)
	(Un-audited)	(Un-audited)
Net profit after tax	12,184,304	31,555,397
Add: Adjustments for non-cash items:		
Depreciation of company's assets	7,190,672	7,823,919
Provisions for loans, advances and leases		
General provision	1,169,829	1,169,829
Specific provision	(78,184,585)	(78,184,585)
Other provision	3,256,500	3,256,500
Provisions for the diminution in the value of investments	-	3,763,753
Provision for taxation	708,003	6,326,450
(Increase)/decrease in operating assets	19,968,333	81,427,775
(Increase)/decrease in trading securities	(20,633,683)	(76,391,082)
Increase/(decrease) in operating liabilities and accruals	74,959,302	121,964,046
Net cash flows from / (used in) operating activities	20,618,675	102,712,002
- 9. Unclaimed dividend account**
Other liabilities head of Balance sheet includes "Unclaimed dividend accounts" of tk. 20,737,393 as on 30 June 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 half yearly report**
These half yearly financial statements for the period ended 30 June 2021 were approved by the Board of Directors on August 31, 2021.
- 12. General**
The half yearly financial statements for the period ended 30 June 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 half year ended on 30 June 2021 are published as per BSEC's Notification No.BSEC/CMRRC/2006-158/208/Admin/81 dated 20 June 2018 and Regulation 17 of DSE & CSE (Listing) Regulations, 2015.