



# Prime Finance & Investment Limited

## Un-audited Financial Statements

### as at and for the 3rd quarter ended 30 September 2021

#### Consolidated Balance Sheet

as at 30 September 2021

(Figures in BDT)

PROPERTY AND ASSETS	30-Sep-2021 (un-audited)	31-Dec-2020 (audited)
<b>Cash</b>		
In hand (including foreign currencies)	74,232	70,656
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	68,874,499	58,163,841
<b>Total cash</b>	<b>68,948,731</b>	<b>58,234,497</b>
<b>Balance with other banks and financial institutions</b>		
In Bangladesh	865,412,665	431,831,173
Outside Bangladesh	-	-
<b>Total balance with other banks and financial institutions</b>	<b>865,412,665</b>	<b>431,831,173</b>
Money at call and on short notice	-	-
<b>Investments</b>		
Government	-	-
Others	816,877,272	621,808,839
<b>Total investments</b>	<b>816,877,272</b>	<b>621,808,839</b>
<b>Loans, advances and leases</b>		
Loans, advances, leases etc.	8,498,900,703	8,685,033,846
Bills purchased and discounted	-	-
<b>Total loans, advances and leases</b>	<b>8,498,900,703</b>	<b>8,685,033,846</b>
Fixed assets including premises, furniture and fixtures	562,267,384	956,532,979
Other assets	2,153,997,892	2,096,754,867
Non - banking assets	291,409,429	389,474,105
<b>Total assets</b>	<b>13,257,814,076</b>	<b>13,239,670,306</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
<b>Borrowings from other banks, financial institutions and agents</b>	<b>1,285,126,485</b>	<b>1,357,282,660</b>
<b>Deposits and other accounts</b>		
Current and other accounts	-	-
Bills payable	-	-
Savings account	-	-
Term deposits	5,523,285,322	5,428,137,532
Bearer certificates of deposit	-	-
Other deposits	-	-
<b>Total deposits and other accounts</b>	<b>5,523,285,322</b>	<b>5,428,137,532</b>
<b>Other liabilities</b>	<b>2,606,652,934</b>	<b>2,445,861,614</b>
<b>Total liabilities</b>	<b>9,415,064,741</b>	<b>9,231,281,806</b>
<b>Capital/Shareholders' equity</b>		
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	721,800,493	975,602,724
Retained earnings	(1,376,595,660)	(1,455,654,707)
<b>Equity attributable to shareholders' of the company</b>	<b>3,034,607,407</b>	<b>3,209,350,591</b>
Non-controlling interest	808,141,928	799,037,909
<b>Total shareholders' equity</b>	<b>3,842,749,335</b>	<b>4,008,388,500</b>
<b>Total liabilities and shareholders' equity</b>	<b>13,257,814,076</b>	<b>13,239,670,306</b>
<b>Total off-balancesheet items including contingent liabilities</b>	<b>-</b>	<b>10,000,000</b>
<b>Net asset value per share (NAV)</b>	<b>11.12</b>	<b>11.76</b>

#### Consolidated Profit and Loss Account

for the period ended 30 September 2021

(Figures in BDT)

	for the 9 months ended		for the 3rd quarter ended	
	30-Sep-2021	30-Sep-2020	30-Sep-2021	30-Sep-2020
Interest income	464,367,185	609,438,440	121,067,080	250,042,344
Interest paid on deposits, borrowings, etc.	(444,934,721)	(492,174,993)	(72,528,764)	(158,112,646)
<b>Net interest income</b>	<b>19,432,464</b>	<b>117,263,447</b>	<b>48,538,316</b>	<b>91,929,698</b>
Investment income	103,593,366	(2,555,327)	45,137,169	3,235,419
Fees, commission, exchange and brokerage	6,483,645	9,432,645	2,754,081	8,114,605
Other operating income	168,683,427	17,006,026	146,769,493	5,422,402
<b>Other operating income</b>	<b>278,760,438</b>	<b>23,883,344</b>	<b>194,660,743</b>	<b>16,772,426</b>
<b>Total operating income (A)</b>	<b>298,192,902</b>	<b>141,146,791</b>	<b>243,199,059</b>	<b>108,702,124</b>
Salaries and other employee benefits	83,244,390	90,154,239	29,515,840	32,508,804
Rent, taxes, insurance, electricity etc.	7,860,112	11,767,872	1,067,875	5,779,256
Legal expenses	2,060,542	680,320	1,366,167	615,831
Postage, stamp, telecommunication etc.	5,706,257	1,272,932	325,032	588,688
Stationery, printing, advertisements etc.	2,986,621	1,413,802	609,627	485,752
Managing Director's salary and fees	6,795,000	6,795,000	2,265,000	2,265,000
Directors' fees	292,446	223,112	127,112	159,112
Auditors' fees	179,692	56,061	136,564	18,687
Depreciation and repair of assets	11,140,063	17,350,867	3,316,144	5,166,586
Other expenses	7,289,574	8,199,494	1,718,837	3,584,965
<b>Total operating expenses (B)</b>	<b>127,554,697</b>	<b>137,913,699</b>	<b>40,448,198</b>	<b>51,172,681</b>
<b>Profit before provision (C=A-B)</b>	<b>170,638,205</b>	<b>3,233,092</b>	<b>202,750,861</b>	<b>57,529,443</b>
<b>Provision for loans, advances and leases</b>				
General provision	38,935,315	(2,224,096)	37,765,486	(2,171,679)
Specific provision	(21,800,099)	(9,977,309)	56,384,486	1,532,336
Provision for diminution in value of investments	27,504,347	2,361,242	23,740,594	644,140
Other provision	4,884,750	4,884,750	1,628,250	1,628,250
<b>Total provision (D)</b>	<b>(49,524,313)</b>	<b>(4,955,413)</b>	<b>119,518,816</b>	<b>1,633,047</b>
<b>Profit before tax (C-D)</b>	<b>121,113,892</b>	<b>8,188,505</b>	<b>83,232,045</b>	<b>55,896,396</b>
Total provision for tax	32,950,826	2,340,329	26,624,376	1,672,821
<b>Net profit after tax</b>	<b>88,163,066</b>	<b>5,848,176</b>	<b>56,607,669</b>	<b>54,223,575</b>
<b>Net profit attributable to</b>				
Shareholders of the company	79,059,047	8,000,055	55,252,087	33,497,195
Non-controlling interest	9,104,019	(2,151,879)	1,355,582	20,726,380
<b>Earnings per share (EPS)</b>	<b>0.29</b>	<b>0.03</b>	<b>0.20</b>	<b>0.12</b>
No. of outstanding shares	272,916,483	272,916,483	272,916,483	272,916,483
sd/-	sd/-	sd/-	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director	Director	Chairman

#### Consolidated Cash Flow Statement

for the period ended 30 September 2021

(Figures in BDT)

	30-Sep-2021		30-Sep-2020	
	30-Sep-2021	30-Sep-2020	30-Sep-2021	30-Sep-2020
<b>A) OPERATING ACTIVITIES</b>				
Interest receipts	524,681,148	575,363,489	121,067,080	250,042,344
Fees and commission receipts	(425,448,265)	(424,757,285)	2,754,081	8,114,605
Dividend and gain receipts	82,368	133,598	146,769,493	5,422,402
Cash payments to employees	19,218,320	6,499,512	(77,199,715)	(91,553,799)
Cash payments for operational expenses	(21,086,335)	(13,281,598)	(26,943,258)	(4,999,882)
Income taxes paid	100,673,233	(172,307)	(213,694,611)	(16,797,592)
Receipts from other operating activities	(11,140,063)	17,350,867	3,316,144	5,166,586
Payments for other operating activities	(7,289,574)	(8,199,494)	(1,718,837)	(3,584,965)
<b>Cash generated before changes in operating assets and liabilities</b>	<b>(118,971,115)</b>	<b>30,434,136</b>	<b>42,524,932</b>	<b>357,515,882</b>
<b>Increase/(decrease) in operating assets and liabilities</b>				
Net loans and advances and other asset	444,295,726	(36,273,936)	444,295,726	(36,273,936)
Net loans and deposits from banks and other customers and trading liabilities	462,380,339	(380,488,072)	462,380,339	(380,488,072)
<b>Cash generated from operating assets and liabilities</b>	<b>504,905,271</b>	<b>(22,972,190)</b>	<b>504,905,271</b>	<b>(22,972,190)</b>
<b>Net cash from operating activities</b>	<b>385,934,156</b>	<b>7,461,946</b>	<b>385,934,156</b>	<b>7,461,946</b>
<b>B) INVESTING ACTIVITIES</b>				
Acquisition of fixed assets	384,304	(2,723,126)	384,304	(2,723,126)
Sale of securities	-	-	-	-
Investment in securities	-	-	-	-
<b>Net cash from investing activities</b>	<b>384,304</b>	<b>(2,723,126)</b>	<b>384,304</b>	<b>(2,723,126)</b>
<b>C) FINANCING ACTIVITIES</b>				
Cash dividend paid	-	-	-	-
Net receipts/ (payments) for loan	57,977,266	(41,012,756)	57,977,266	(41,012,756)
<b>Net cash from financing activities</b>	<b>57,977,266</b>	<b>(41,012,756)</b>	<b>57,977,266</b>	<b>(41,012,756)</b>
<b>D) Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>444,295,726</b>	<b>(36,273,936)</b>	<b>444,295,726</b>	<b>(36,273,936)</b>
<b>E) Effects of exchange rate changes on cash and cash equivalents</b>	-	-	-	-
<b>F) Cash and cash equivalents at beginning of the period</b>	<b>490,065,670</b>	<b>450,313,699</b>	<b>490,065,670</b>	<b>450,313,699</b>
<b>G) Cash and cash equivalents at end of the period (D+E+F)</b>	<b>934,361,396</b>	<b>414,039,763</b>	<b>934,361,396</b>	<b>414,039,763</b>
<b>Cash and cash equivalents at end of the period represents</b>				
Cash in hand (including foreign currencies)	74,232	86,797	74,232	86,797
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	68,874,499	58,654,929	68,874,499	58,654,929
Balance with other banks and financial institutions	856,412,665	355,298,037	856,412,665	355,298,037
<b>Total cash and cash equivalents</b>	<b>934,361,396</b>	<b>414,039,763</b>	<b>934,361,396</b>	<b>414,039,763</b>
<b>Net operating cash flow per share (NOCFPS)</b>	<b>1.41</b>	<b>0.03</b>	<b>1.41</b>	<b>0.03</b>

#### Consolidated Statement of Changes in Equity

for the period ended 30 September 2021

(Figures in BDT)

Particulars	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling Interest	Total
<b>Balance as at 1 January 2021</b>	<b>2,729,164,830</b>	<b>960,237,744</b>	<b>975,602,724</b>	<b>(1,455,654,707)</b>	<b>799,037,909</b>	<b>4,008,388,500</b>
Net profit/(loss) for the period (2021)	-	-	-	79,059,047	9,104,019	88,163,066
Surplus/(deficit) on account of revaluation of properties	-	-	(253,802,231)	-	-	(253,802,231)
Transfer to statutory reserve	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
<b>Balance as at 30 September 2021</b>	<b>2,729,164,830</b>	<b>960,237,744</b>	<b>721,800,493</b>	<b>(1,376,595,660)</b>	<b>808,141,928</b>	<b>3,842,749,335</b>
<b>Balance as at 1 January 2020</b>	<b>2,729,164,830</b>	<b>951,634,282</b>	<b>221,943,750</b>	<b>(1,462,611,523)</b>	<b>802,475,614</b>	<b>3,242,606,953</b>
Net profit/(loss) for the period (2020)	-	-	-	8,000,055	(2,151,879)	5,848,176
Transfer to statutory reserve	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
<b>Balance as at 30 September 2020</b>	<b>2,729,164,830</b>	<b>951,634,282</b>	<b>221,943,750</b>	<b>(1,454,611,468)</b>	<b>800,323,735</b>	<b>3,248,455,129</b>

#### 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 third 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 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.
- |   | Amount in Taka            |   |
|---|---------------------------|---|
|   | 30-Sep-21<br>(Un-audited) | 31-Dec-20<br>(Audited)                      |
| <b>5. NET ASSET VALUE (NAV) PER SHARE:</b>  |                           |   |
| Total shareholders' equity (A)  | 2,782,394,514             | 2,970,793,727                               |
| Number of shares outstanding (B)  | 272,916,483               | 272,916,483                                 |
| <b>Net Asset Value (NAV) per share (A÷B)</b>                                      | <b>10.20</b>              | <b>10.89</b>                                |
| <b>5.a Net Asset Value (NAV) per share (consolidated):</b>                        |                           |   |
| Total shareholders' equity (A)  | 3,034,607,407             | 3,209,350,591                               |
| Number of shares outstanding (B)  | 272,916,483               | 272,916,483                                 |
| <b>Net Asset Value (NAV) per share (A÷B)</b>                                      | <b>11.12</b>              | <b>11.76</b>                                |
| <b>6. EARNINGS PER SHARE:</b>   |                           |   |
| 30-Sep-21<br>(Un-audited)   |                           | 30-Sep-20<br>(Un-audited)                   |
| Net profit for the year (A)   | 65,403,018                | 11,227,874                                  |
| Weighted average number of ordinary shares (B)                                    | 272,916,483               | 272,916,483                                 |
| <b>Earnings per share (A÷B)</b>   | <b>0.24</b>               | <b>0.04</b>                                 |
| <b>6.a EARNINGS PER SHARE (consolidated):</b>                                     |                           |   |
| Profits attributable to ordinary shareholders of the Company                      | 79,059,047                | 8,000,055                                   |
| Net profit for the year (A)   | 272,916,483               | 272,916,483                                 |
| Weighted average number of ordinary shares (B)                                    | 272,916,483               | 272,916,483                                 |
| <b>Earnings per share (A÷B)</b>   | <b>0.29</b>               | <b>0.03</b>                                 |
| <b>7. Net operating cash flow per share (NOCFPS):</b>                             |                           |   |
| Net cash flow from operating activities (A)                                       | 386,393,537               | (32,328,559)                                |
| Number of shares outstanding (B)  | 272,916,483               | 272,916,483                                 |
| <b>Net operating cash flow per share (NOCFPS) (A÷B)</b>                           | <b>1.42</b>               | <b>(0.12)</b>                               |
| <b>7.a Net operating cash flow per share (NOCFPS) (consolidated):</b>             |                           |   |
| Net cash flow from operating activities (A)                                       | 385,934,156               | 7,461,946                                   |
| Number of shares outstanding (B)  | 272,916,483               | 272,916,483                                 |
| <b>Net operating cash flow per share (NOCFPS) (A÷B)</b>                           | <b>1.41</b>               | <b>0.03</b>                                 |
| <b>8. Reconciliation of Net Profit with Cash Flows from Operating Activities:</b> |                           |   |
| Separate<br>(30-Sep-21)<br>(Un-audited)   |                           | Consolidated<br>(30-Sep-21)<br>(Un-audited) |
| Net profit after tax  | 65,403,018                | 88,163,066                                  |
| Add: Adjustments for non-cash items:  |                           |   |
| Depreciation of company's assets  | 10,201,541                | 11,140,063                                  |
| Provisions for loans, advances and leases   | -                         | -   |
| General provision   | 38,935,315                | 38,935,315                                  |
| Specific provision  | (21,800,099)              | (21,800,099)                                |
| Other provision   | 4,884,750                 | 4,884,750                                   |
| Provisions for the diminution in the value of investments                         | -                         | 27,504,347                                  |
| Provision for taxation  | 23,320,525                | 32,950,826                                  |