



Prime Finance & Investment Limited

Un-audited Financial Statements

as at and for the 3rd quarter ended 30 September 2019

Consolidated Balance Sheet

	30-Sep-2019 (un-audited)	31-Dec-2018 (audited)
as at 30 September 2019 (Figures in BDT)		
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	89,308	85,943
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	118,930,473	131,825,491
Total cash	119,019,781	131,911,434
Balance with other banks and financial institutions		
In Bangladesh	465,029,551	398,469,772
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	465,029,551	398,469,772
Money at call and on short notice		
Investments		
Government	-	-
Others	802,760,302	1,029,702,639
Total Investments	802,760,302	1,029,702,639
Loans, advances and leases		
Loans, advances, leases etc.	9,396,921,344	9,935,365,022
Bills purchased and discounted	-	-
Total loans, advances and leases	9,396,921,344	9,935,365,022
Fixed assets including premises, furniture and fixtures	327,987,504	338,595,949
Other assets	2,011,000,885	2,001,281,442
Non banking assets	176,097,907	176,097,907
Total assets	13,298,817,274	14,011,424,165
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	1,423,141,922	1,735,730,678
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	5,686,689,024	6,634,959,037
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	5,686,689,024	6,634,959,037
Other liabilities	2,981,735,210	2,447,117,955
Total liabilities	10,091,566,156	10,817,807,670
Capital/shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	945,655,861	939,728,546
Share money deposit	-	-
Other reserves	-	-
Revaluation reserve	221,943,750	221,943,750
Retained earnings	(1,489,803,446)	(1,503,911,533)
Equity attributable to shareholders' of the company	2,406,960,995	2,386,925,593
Non-controlling interest	800,290,123	806,690,902
Total shareholders' equity	3,207,251,118	3,193,616,495
Total liabilities and shareholders' equity	13,298,817,274	14,011,424,165
OFF-BALANCE SHEET ITEMS		
Net Asset Value per share (NAV)	8.82	8.75
sd/-	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director
	Director	Chairman

Consolidated Profit and Loss Account

	for the 9 months ended		for the 3rd quarter ended	
	30-Sep-2019	30-Sep-2018	30-Sep-2019	30-Sep-2018
for the period ended 30 September 2019 (Figures in BDT)				
Interest income	771,199,430	429,535,426	221,219,974	203,221,176
Interest paid on deposits, borrowings, etc.	(639,987,764)	(641,923,523)	(199,317,412)	(149,150,614)
Net interest income	131,211,666	(212,388,097)	21,902,562	54,070,562
Investment income	(64,324,137)	63,707,158	(23,853,368)	11,699,720
Fees, commission, exchange and brokerage	25,006,870	17,959,225	7,073,515	11,937,936
Other operating income	55,440,113	(5,445,208)	3,038,468	1,679,340
Other operating income	16,122,846	76,221,175	(13,741,385)	25,316,996
Total operating income (A)	147,334,512	(136,166,922)	8,161,177	79,387,558
Salaries and other employee benefits	91,988,257	102,480,040	33,865,114	34,080,560
Rent, taxes, insurance, electricity etc.	29,048,146	29,103,147	9,434,744	9,443,833
Legal expenses	1,044,786	845,452	1,022,536	514,500
Postage, stamp, telecommunication etc.	2,270,392	2,710,988	818,539	892,769
Stationery, printing, advertisements etc.	2,992,494	4,424,883	1,416,318	2,298,413
Managing Director's salary and fees	6,795,000	5,876,000	2,265,000	2,265,000
Directors' fees	858,671	858,671	311,113	88,889
Auditors' fees	56,061	56,061	18,687	18,687
Depreciation and repair of assets	11,396,531	14,320,711	3,633,253	4,759,450
Other expenses	10,223,942	10,899,393	3,026,732	3,246,093
Total operating expenses (B)	156,674,280	171,325,566	55,812,036	57,608,194
Profit before provision (C=A-B)	(9,339,768)	(307,492,488)	(47,650,859)	21,779,364
Provision for loans, advances and leases				
General provision	12,165,222	(33,717,886)	(10,017,981)	(13,055,188)
Specific provision	(39,132,255)	177,815,279	(40,847,243)	19,398,207
Provision for diminution in value of investments	2,137,227	3,893,332	1,249,226	2,469,789
Total provision (D)	(24,829,806)	147,990,725	(49,615,998)	8,812,808
Profit before tax (C-D)	15,490,038	(455,483,213)	1,965,139	12,966,556
Total provision for tax	1,855,415	10,963,848	92,059	1,683,964
Net profit after tax	13,634,623	(466,447,061)	1,873,080	11,282,592
Attributable to				
Shareholders of the company	20,035,405	(464,381,963)	4,937,644	10,162,200
Non-controlling interest	(6,400,782)	(2,065,098)	(3,064,564)	1,120,392
Earnings per share (EPS)	0.07	(1.70)	0.02	0.04
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

	(Figures in BDT)	
	30-Sep-2019	30-Sep-2018
A) OPERATING ACTIVITIES		
Interest receipts	802,302,705	329,050,649
Interest payments	(748,288,930)	(645,802,637)
Fees and commission receipts	6,607,697	2,760,128
Dividend and gain receipts	21,101,882	68,216,584
Cash payments to employees	(93,044,195)	(101,011,318)
Cash payments for operational expenses	(50,868,672)	(61,634,542)
Income taxes paid	(7,205,313)	(13,118,139)
Receipts from other operating activities	44,311,661	574,748,673
Payments for other operating activities	(3,231,979)	(208,777)
Cash generated before changes in operating assets and liabilities	(28,315,144)	153,000,621
Increase/(decrease) in operating assets and liabilities		
Net loans and advances to customers	477,478,846	1,485,182,819
Net loans and deposits from banks, depositors and others	(469,657,744)	(2,222,706,553)
Cash generated from operating assets and liabilities	7,821,102	(737,523,734)
Net cash from operating activities	(20,494,042)	(584,523,113)
B) INVESTING ACTIVITIES		
Receipts from/(Payment) to fixed assets	29,610,493	(6,460,540)
Sale of securities	111,896,872	184,200,687
Investment in securities	(2,242,899)	(41,905,288)
Net cash used in investing activities	139,264,466	135,834,859
C) FINANCING ACTIVITIES		
Cash dividend paid	-	-
Net receipts/(payments) for loan	(63,123,301)	7,202,936
Net cash used in financing activities	(63,123,301)	7,202,936
D) Net increase/(decrease) in cash and cash equivalents (D=A+B+C)	55,647,123	(441,485,318)
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	530,381,206	1,138,331,357
G) Cash and cash equivalents at end of the period (D+E+F)	586,028,329	696,846,039
Cash and cash equivalents at end of the period represents		
Cash in hand (including foreign currencies)	89,308	93,454
Balance with Bangladesh Bank and its agent bank	118,930,473	116,883,840
Balance with other banks and financial institutions	467,008,548	579,868,745
Total cash and cash equivalents	586,028,329	696,846,039
Net operating cash flow per share (NOCFPS)	(0.08)	(2.14)

Consolidated Statement of Changes in Equity

Particulars	Attributable to equity holders of Prime Finance & Investment Limited					Total
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling interest	
for the period ended 30 September 2019						(Figures in BDT)
Balance as at 1 January 2019	2,729,164,830	939,728,546	221,943,750	(1,503,911,533)	806,690,902	3,193,616,495
Changes during the period						
Net profit for the period (2019)	-	-	-	20,035,405	(6,400,782)	13,634,623
Transfer to statutory reserve	-	5,927,315	-	(5,927,315)	-	-
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 30 September 2019	2,729,164,830	945,655,861	221,943,750	(1,489,803,443)	800,290,120	3,207,251,118
Balance as at 1 January 2018	2,729,164,830	927,108,510	221,943,750	(1,551,843,270)	808,389,842	3,134,763,662
Changes during the period						
Net profit/(loss) for the period (2018)	-	-	-	(464,381,963)	(2,065,098)	(466,447,061)
Transfer to statutory reserve	-	-	-	-	-	-
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 30 September 2018	2,729,164,830	927,108,510	221,943,750	(2,016,225,233)	806,324,744	2,668,316,601

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. Significant accounting policies & basis of preparation of financial statements

2.1 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.

2.2 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 2018.

2.3 Net Asset Value (NAV) per share (Consolidate):

	Amount in Taka	
	(Un-audited) 30-Sep-2019	(audited) 31-Dec-2018
Equity attributable to shareholders' of the company (A)	2,406,960,995	2,386,925,593
Number of shares outstanding (B)	272,916,483	272,916,483
Net Asset Value (NAV) per share (A÷B)	8.82	8.75

2.4 Earnings per share (EPS) (Consolidate):

	Amount in Taka	
	(Un-audited) 30-Sep-2019	(Un-audited) 30-Sep-2018
Net profit after tax (A)	20,035,405	(464,381,963)
Number of shares outstanding (B)	272,916,483	272,916,483
Earnings per share (EPS)(A÷B)	0.07	(1.70)

2.5 Net operating cash flow per share (NOCFPS) (Consolidate):

	Amount in Taka	
	(Un-audited) 30-Sep-2019	(Un-audited) 30-Sep-2018
Net cash flow from operating activities (A)	(20,494,042)	(584,523,113)
Number of shares outstanding (B)	272,916,483	272,916,483
Net operating cash flow per share (NOCFPS) (A÷B)	(0.08)	(2.14)

2.6 Approval of third quarterly report

These third quarterly financial statements for the period ended 30 September 2019 were approved by the Board of Directors on 31 October 2019.

2.7 Significant deviation in financial results

The main reason for significant deviation in net profit/ (loss) and Net Operating Cash Flow between two quarters is increase of the interest income on loans, advances and leases and decrease of provision for Loans, advances and leases.

2.8 General

The third quarterly financial statements for the period ended 30 September 2019 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 3rd quarter ended 30 September 2019 are published as per BSEC's Notification No.SEC/CMRRCD/2008-183/Admin/03-34 dated 27 September 2009 and Letter No. SEC/CFD/Misc./233/2004/615 dated 2 February 2010