

PRIME FINANCE & INVESTMENT LIMITED

Financial Statements


as at and for the period ended 30 September 2015

PRIME FINANCE & INVESTMENT LIMITED
Consolidated Balance Sheet

as at 30 September 2015

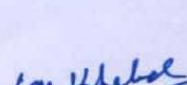
(Figures in Taka)

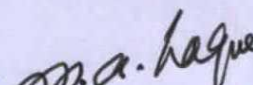
	30-Sep-2015 (Un-audited)	31-Dec-2014 (Audited)
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	60,000	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	127,474,805	121,840,663
Total cash	127,534,805	121,900,663
Balance with other banks and financial institutions		
In Bangladesh	1,251,195,948	577,851,754
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	1,251,195,948	577,851,754
Money at call and on short notice		
	-	-
Investments		
Government	-	-
Others	1,050,179,963	1,259,607,748
Total investments	1,050,179,963	1,259,607,748
Loans, advances and leases		
Loans, advances and leases etc.	14,019,900,615	13,443,614,332
Bills purchased and discounted	-	-
Total loans, advances and leases	14,019,900,615	13,443,614,332
Fixed assets including premises, furniture and fixtures	365,203,284	361,523,962
Other assets	2,722,555,516	2,702,122,325
Non banking assets	-	-
Total assets	19,536,570,131	18,466,620,784
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	3,293,735,923	3,294,967,451
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings account	-	-
Term deposits	9,200,752,867	7,763,327,204
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	9,200,752,867	7,763,327,204
Other liabilities	2,367,623,794	2,098,132,097
Total liabilities	14,862,112,584	13,156,426,752
Capital/shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Other reserve	-	-
Share money deposit	-	-
Retained earnings	33,459,149	616,137,297
Revaluation reserve	221,943,750	221,943,750
Equity attributable to shareholders' of the company	3,911,676,239	4,494,354,387
Non-controlling interest	762,781,308	815,839,645
Total shareholders' equity	4,674,457,547	5,310,194,032
Total liabilities and shareholders' equity	19,536,570,131	18,466,620,784
OFF-BALANCE SHEET ITEMS		
Contingent liabilities	-	-
Other commitments	1,458,194,950	209,694,854
Total off-balance sheet items including contingent liabilities	1,458,194,950	209,694,854
Net asset value per share (NAV)	14.33	16.47


 Company Secretary


 Chief Financial Officer


 Managing Director


 Director


 Chairman

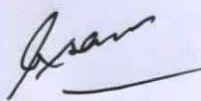
PRIME FINANCE & INVESTMENT LIMITED
Consolidated Profit and Loss Account (Un-audited)

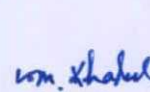
for the period ended 30 September 2015

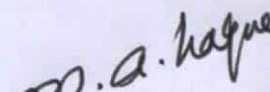
(Figures in Taka)	for the 9 months ended		for the 3rd quarter ended	
	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14
Interest income	931,251,013	1,398,201,350	282,177,522	481,210,636
Interest paid on deposits, borrowings, etc.	(932,615,156)	(1,018,086,799)	(354,744,842)	(324,248,336)
Net interest income	(1,364,143)	380,114,551	(72,567,320)	156,962,300
Investment income	14,600,055	149,890,221	12,319,906	65,764,441
Fees, commission, exchange and brokerage	37,810,396	69,897,119	13,365,440	24,800,112
Other operating income	52,588,337	101,208,931	18,776,161	28,501,294
Other operating income	104,998,788	320,996,271	44,461,507	119,065,847
Total operating income (A)	103,634,645	701,110,822	(28,105,813)	276,028,148
Salaries and other employee benefits	123,721,546	148,058,667	44,152,554	61,885,868
Rent, taxes, insurance, electricity etc.	32,256,409	29,580,132	12,789,563	10,275,224
Legal expenses	802,750	1,081,452	335,377	649,275
Postage, stamp, telecommunication etc.	2,848,499	2,750,845	957,260	853,237
Stationery, printing, advertisements etc.	6,154,932	9,436,583	1,186,318	2,398,084
Managing Director's salary and fees	11,250,000	10,000,000	3,750,000	3,750,000
Directors' fees	851,116	855,000	366,116	215,000
Auditors' fees	43,125	43,125	14,375	14,375
Depreciation and repair of assets	12,264,984	8,064,265	4,327,088	2,530,754
Other expenses	15,200,050	14,020,965	5,832,892	4,628,879
Total operating expenses (B)	205,393,411	223,891,034	73,711,543	87,200,696
Profit before provision (C=A-B)	(101,758,766)	477,219,788	(101,817,356)	188,827,451
Provision for loans, advances and leases				
General provision	(30,784,427)	15,575,183	(53,424,195)	11,851,171
Specific provision	179,145,849	68,896,053	(472,671)	47,058,445
Provision for diminution in value of investments	42,978,175	2,034,721	(27,075,282)	(23,861,200)
Other provisions	-	-	-	-
Total provision (D)	191,339,597	86,505,957	(80,972,148)	35,048,416
Profit before tax (C-D)	(293,098,363)	390,713,831	(20,845,208)	153,779,035
Provision for taxation				
Current	5,794,356	107,431,406	1,846,846	34,917,023
Deferred	(4,301,838)	(3,275,244)	(22,008)	-
Total provision for tax	1,492,518	104,156,162	1,824,838	34,917,023
Net profit after tax	(294,590,881)	286,557,669	(22,670,046)	118,862,012
Attributable to				
Shareholders of the company	(241,532,544)	228,434,345	(8,958,525)	90,576,566
Non-controlling interest	(53,058,337)	58,123,324	(13,711,521)	28,285,446
Earnings per share (EPS)	(0.89)	0.84	(0.03)	0.33
No. of outstanding shares	272,916,483	272,916,483	272,916,483	272,916,483


 Company Secretary


 Chief Financial Officer


 Managing Director


 Director


 Chairman

PRIME FINANCE & INVESTMENT LIMITED
Consolidated Cash Flow Statement (Un-audited)
for the 9 months period ended 30 September 2015

(Figures in Taka)

	30-Sep-2015	30-Sep-2014
A) OPERATING ACTIVITIES		
Interest receipts	1,231,965,082	1,256,434,793
Interest payments	(822,636,962)	(1,083,957,790)
Fees and commission receipts	8,464,547	176,434,043
Dividend receipts	29,368,929	8,942,337
Capital gain from sale of listed shares	(27,298,636)	104,945,575
Cash payments to employees	(137,484,973)	(144,844,377)
Cash payment to suppliers and management expenses	(60,139,699)	(33,702,555)
Income taxes paid	(9,701,941)	(89,004,707)
Receipts from other operating activities	53,674,143	137,373,022
Payments for other operating activities	(35,053,008)	(42,296,548)
Cash generated before changes in operating assets and liabilities	231,157,482	290,323,793
Increase/(decrease) in operating assets and liabilities		
Net loans and advances to customers	(515,598,792)	(937,078,935)
Net loans and deposits from banks and other depositors	1,326,295,513	857,690,742
Cash generated from operating assets and liabilities	810,696,721	(79,388,193)
Net cash from operating activities	1,041,854,203	210,935,600
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(17,996,124)	(19,527,327)
Advance for purchase of fixed assets	(30,000,000)	(13,967,966)
Disposal of fixed assets	-	1,803,020
Sale of invested securities	665,829,368	800,384,875
Investment in securities	(458,142,982)	(949,841,199)
Net cash from investing activities	159,690,262	(181,148,597)
C) FINANCING ACTIVITIES		
Cash dividend paid	(341,145,604)	(409,374,725)
Net receipt/ (payment) for loan	(181,420,525)	407,323,069
Net cash from financing activities	(522,566,129)	(2,051,656)
D) Net increase/ (decrease) in cash and cash equivalents (A + B + C)	678,978,336	27,735,347
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	699,752,417	618,098,170
G) Cash and cash equivalents at end of the period (D+E+F)	1,378,730,753	645,833,517
Cash and cash equivalents represents		
Cash in hand	60,000	55,000
Balance with Bangladesh Bank and its agent bank	127,474,805	116,887,364
Balance with other banks and financial institutions	1,251,195,948	528,891,153
Total cash and cash equivalents	1,378,730,753	645,833,517
Net operating cash flow per share (NOCFPS)	3.82	0.77

PRIME FINANCE & INVESTMENT LIMITED
Consolidated Statement of Changes in Equity (Un-audited)
for the 9 months period ended 30 September 2015

Attributable to equity holders of Prime Finance & Investment Ltd.

(Figures in Taka)

	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling interest	Total
Balance as at 1 January 2015	2,729,164,830	927,108,510	221,943,750	616,137,297	815,839,645	5,310,194,032
Changes during the period						
Net profit for the period (2015)	-	-	-	(241,532,544)	(53,058,337)	(294,590,881)
Payment of cash dividend (2014)	-	-	-	(341,145,604)	-	(341,145,604)
Balance as at 30 September 2015	2,729,164,830	927,108,510	221,943,750	33,459,149	762,781,308	4,674,457,547
Balance as at 1 January 2014	2,729,164,830	851,649,949	221,943,750	668,214,189	778,863,918	5,249,836,636
Changes during the period						
Net profit for the period (2014)	-	-	-	228,434,345	58,123,324	286,557,669
Payment of cash dividend (2013)	-	-	-	(409,374,725)	-	(409,374,725)
Balance as at 30 September 2014	2,729,164,830	851,649,949	221,943,750	487,273,809	836,987,242	5,127,019,580



PRIME FINANCE & INVESTMENT LIMITED**Balance Sheet**

as at 30 September 2015

(Figures in Taka)

30- Sep-2015
(Un-audited)**31- Dec-2014**
(Audited)**PROPERTY AND ASSETS****Cash**

In hand (including foreign currencies)	50,000	50,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	127,474,805	121,840,663
Total cash	127,524,805	121,890,663

Balance with other banks and financial institutions

In Bangladesh	1,250,336,953	554,287,222
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	1,250,336,953	554,287,222

Money at call and on short notice**Investments**

Government	-	-
Others	695,295,633	877,212,093
Total investments	695,295,633	877,212,093

Loans, advances and leases

Loans, advances and leases etc.	12,265,541,037	11,453,231,600
Bills purchased and discounted	-	-
Total loans, advances and leases	12,265,541,037	11,453,231,600

Fixed assets including premises, furniture and fixtures

Other assets	339,780,708	331,080,419
Non banking assets	2,974,296,373	2,980,084,824

Total assets	17,652,775,509	16,317,786,821
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LIABILITIES AND CAPITAL**Liabilities**

Borrowings from other banks, financial institutions and agents	2,761,663,357	2,872,793,507
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Deposits and other accounts

Current and other accounts	-	-
Bills payable	-	-
Savings account	-	-
Term deposits	9,200,752,867	7,763,327,204
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	9,200,752,867	7,763,327,204

Other liabilities	1,962,855,010	1,451,071,190
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Total liabilities	13,925,271,234	12,087,191,901
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Capital/shareholders' equity

Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Other reserve	-	-
Retained earnings	(150,712,815)	352,377,830
Revaluation reserve	221,943,750	221,943,750
Total shareholders' equity	3,727,504,275	4,230,594,920

Total liabilities and shareholders' equity	17,652,775,509	16,317,786,821
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OFF-BALANCE SHEET ITEMS

Contingent liabilities	-	-
Other commitments	1,458,194,950	209,694,854
Total off-balance sheet items including contingent liabilities	1,458,194,950	209,694,854

Net asset value per share (NAV)	13.66	15.50
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Company Secretary



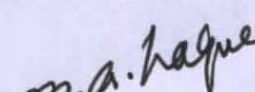
Chief Financial Officer



Managing Director



Director



Chairman


PRIME FINANCE & INVESTMENT LIMITED
Profit and Loss Account (Un-audited)
for the period ended 30 September 2015


(Figures in Taka)

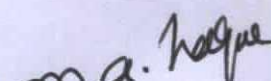
	for the 9 months ended		for the 3rd quarter ended	
	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14
Interest income	1,010,289,790	1,193,792,792	271,122,333	394,212,698
Interest paid on deposits, borrowings, etc.	(875,016,660)	(966,403,667)	(303,269,930)	(304,783,333)
Net interest income	135,273,130	227,389,125	(32,147,597)	89,429,365
Investment income	(2,142,611)	113,068,700	488,374	54,439,855
Fees, commission, exchange and brokerage	5,610,356	5,170,606	2,293,326	1,611,919
Other operating income	47,813,581	99,307,274	17,765,334	27,309,509
Other operating income	51,281,326	217,546,580	20,547,034	83,361,283
Total operating income (A)	186,554,456	444,935,705	(11,600,563)	172,790,648
Salaries and other employee benefits	102,781,832	125,615,184	33,547,163	56,838,199
Rent, taxes, insurance, electricity etc.	23,914,823	20,880,641	8,740,625	7,010,454
Legal expenses	467,900	935,702	35,527	534,275
Postage, stamp, telecommunication etc.	2,659,595	2,581,532	895,817	796,179
Stationery, printing, advertisements etc.	5,804,375	9,129,669	1,101,517	2,277,265
Managing Director's salary and fees	6,300,000	5,050,000	2,100,000	2,100,000
Directors' fees	605,000	430,000	305,000	100,000
Auditors' fees	-	-	-	-
Depreciation and repair of assets	7,130,666	6,652,621	2,615,401	2,112,745
Other expenses	11,395,662	11,715,005	4,843,317	4,284,260
Total operating expenses (B)	161,059,853	182,990,354	54,184,367	76,053,377
Profit before provision (C=A-B)	25,494,603	261,945,351	(65,784,930)	96,737,271
Provision for loans, advances and leases				
General provision	(30,784,427)	15,575,183	(53,424,195)	11,851,171
Specific provision	179,145,849	68,896,053	(472,671)	47,058,445
Provision for diminution in value of investments	39,259,971	2,500,000	(24,138,502)	(14,045,498)
Other provisions	-	-	-	-
Total provision (D)	187,621,393	86,971,236	(78,035,368)	44,864,118
Profit before tax (C-D)	(162,126,790)	174,974,115	12,250,438	51,873,153
Provision for taxation				
Current	4,120,089	37,000,000	663,692	3,724,756
Deferred	(4,301,838)	(3,275,244)	(22,008)	-
Total provision for tax	(181,749)	33,724,756	641,684	3,724,756
Net profit after tax	(161,945,041)	141,249,359	11,608,754	48,148,397
Earnings per share (EPS)	(0.59)	0.52	0.04	0.18
No. of outstanding shares	272,916,483	272,916,483	272,916,483	272,916,483


Company Secretary


Chief Financial Officer


Managing Director

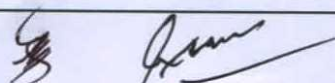

Director


Chairman

Prime Finance & Investment Limited
Cash Flow Statement (Un-audited)
for the 9 months period ended 30 September 2015

(Figures in Taka)

	30-Sep-2015	30-Sep-2014
A) OPERATING ACTIVITIES		
Interest receipts	1,004,997,122	1,241,556,559
Interest payments	(800,554,935)	(1,083,938,856)
Fees and commission receipts	5,610,356	5,170,606
Dividend receipts	25,156,025	8,123,126
Capital gain from sale of listed shares	(27,298,636)	104,945,574
Cash payments to employees	(111,938,388)	(106,991,250)
Cash payment to suppliers and management expenses	(49,121,465)	(33,702,555)
Income taxes paid	(8,942,318)	(24,004,707)
Receipts from other operating activities	53,631,245	137,373,022
Payments for other operating activities	(35,028,295)	(42,296,548)
Cash generated before changes in operating assets and liabilities	56,510,711	206,234,970
Increase/(decrease) in operating assets and liabilities		
Net loans and advances to customers	(506,561,119)	(937,078,935)
Net loans and deposits from banks and other depositors	1,326,295,513	1,344,296,002
Cash generated from operating assets and liabilities	819,734,394	407,217,067
Net cash from operating activities	876,245,105	613,452,037
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(15,920,910)	(16,577,139)
Advance for purchase of fixed assets	-	1,803,020
Sale of invested securities	640,648,264	784,188,555
Investment in securities	(458,142,982)	(949,841,199)
Net cash from investing activities	166,584,372	(180,426,763)
C) FINANCING ACTIVITIES		
Cash dividend paid	(341,145,604)	(409,374,725)
Issuance of shares	-	-
Net cash from financing activities	(341,145,604)	(409,374,725)
D) Net increase/ (decrease) in cash and cash equivalents (A + B + C)	701,683,873	23,650,548
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	676,177,885	615,915,994
G) Cash and cash equivalents at end of the period (D+E+F)	1,377,861,758	639,566,542
Cash and cash equivalents at the end of the period represents		
Cash in hand (including foreign currencies)	50,000	50,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	127,474,805	116,887,364
Balance with other banks and financial institutions	1,250,336,953	522,629,178
Total cash and cash equivalents	1,377,861,758	639,566,542
Net operating cash flow per share (NOCFPS)	3.21	2.25



PRIME FINANCE & INVESTMENT LIMITED
Statement of Changes in Equity (Un-audited)
for the 9 months period ended 30 September 2015

(Figures in Taka)	Paid up capital	Statutory Reserve	Revaluation reserve	Retained Earnings	Total
Balance as at 1 January 2015	2,729,164,830	927,108,510	221,943,750	352,377,830	4,230,594,920
Changes during the period					
Net profit for the period (2015)	-	-	-	(161,945,041)	(161,945,041)
Payment of cash dividend (2014)	-	-	-	(341,145,604)	(341,145,604)
Balance as at 30 September 2015	2,729,164,830	927,108,510	221,943,750	(150,712,815)	3,727,504,275
Balance as at 1 January 2014	2,729,164,830	851,649,949	221,943,750	459,918,313	4,262,676,842
Changes during the period					
Net profit for the period (2014)	-	-	-	141,249,359	141,249,359
Payment of cash dividend (2013)	-	-	-	(409,374,725)	(409,374,725)
Balance as at 30 September 2014	2,729,164,830	851,649,949	221,943,750	191,792,947	3,994,551,476



PRIME FINANCE & INVESTMENT LIMITED

Selected explanatory notes

as at and for the period ended 30 September 2015

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 Bangladesh Accounting Standard (BAS-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 2014.

Approval of third quarterly report

These third quarterly financial statements for the period ended 30 September 2015 were approved by the Board of Directors on 29 October 2015.

General

The third quarterly financial statements for the period ended 30 September 2015 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.

