



Prime Finance & Investment Limited

Un-audited Financial Statements as at and for the 1st quarter ended 31 March 2018

Consolidated Balance Sheet

As at 31 March 2018	31-Mar-2018	(Figures in Taka) 31-Dec-2017
	(Un-audited)	(Audited)
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	72,652	67,219
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	142,916,400	165,517,864
Total cash	142,989,052	165,585,083
Balance with other banks and financial institutions		
In Bangladesh	625,441,918	972,746,274
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	625,441,918	972,746,274
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	1,197,389,532	1,196,532,642
Total investments	1,197,389,532	1,196,532,642
Loans, advances and leases		
Loans, advances and leases etc.	11,538,854,426	12,213,504,923
Bills purchased and discounted	-	-
Total loans, advances and leases	11,538,854,426	12,213,504,923
Fixed assets including premises, furniture and fixtures	352,921,185	350,419,373
Other assets	2,103,969,365	2,098,206,115
Non-banking assets	176,097,907	176,097,907
Total assets	16,137,663,385	17,173,092,317
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	2,511,486,468	2,142,490,132
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	7,572,582,905	8,938,854,327
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	7,572,582,905	8,938,854,327
Other liabilities	3,059,131,608	2,956,984,196
Total liabilities	13,143,200,981	14,038,328,655
Capital/ Shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Revaluation reserve	221,943,750	221,943,750
Retained earnings	(1,691,464,720)	(1,551,843,270)
Equity attributable to shareholders of the company	2,186,752,370	2,326,373,820
Non-controlling interest	807,710,034	808,389,842
Total shareholders' equity	2,994,462,404	3,134,763,662
Total liabilities and shareholders' equity	16,137,663,385	17,173,092,317
TOTAL OFF-BALANCE SHEET ITEMS	14,200,000	10,000,000
Net Asset Value per share (NAV)	8.01	8.52
	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director

Consolidated Profit and Loss Account

For the 1st quarter ended 31 March 2018	31-Mar-2018	(Figures in Taka) 31-Mar-2017
Interest income	129,605,284	216,631,509
Interest paid on deposits, borrowings, etc.	(234,944,101)	(239,943,454)
Net interest income	(105,338,817)	(23,311,945)
Investment income	48,038,741	54,966,301
Fees, commission, exchange and brokerage	3,076,311	11,816,500
Other operating income	(4,186,482)	(6,540,383)
Total	46,928,570	60,242,418
Total operating income (A)	(58,410,247)	36,930,473
Salaries and other employee benefits	31,225,676	36,065,146
Rent, taxes, insurance, electricity etc.	9,973,921	10,506,281
Legal expenses	26,202	21,925
Postage, stamp, telecommunication etc.	957,973	898,646
Stationery, printing, advertisements etc.	721,339	1,417,381
Managing Director's salary and fees	1,950,000	3,900,000
Directors' fees	255,112	112,000
Auditors' fees	18,687	15,813
Depreciation and repair of assets	4,790,044	4,416,956
Other expenses	4,389,433	7,300,902
Total operating expenses (B)	54,308,387	64,655,050
Profit before provision (C=A-B)	(112,718,634)	(27,724,577)
Provision for loans, advances and leases		
General provision	(4,427,029)	168,897,430
Specific provision	30,050,844	(66,725,845)
Provision for diminution in value of investments	677,006	15,899,412
Total provision (D)	26,300,821	118,070,997
Profit before tax (C-D)	(139,019,455)	(145,795,574)
Provision for tax		
Current tax	1,803,347	4,297,390
Deferred tax	(521,544)	1,633,405
Total Provision for tax	1,281,803	5,930,795
Net profit after tax	(140,301,258)	(151,726,369)
Attributable to		
Shareholders of the company	(139,621,450)	(152,332,099)
Non-controlling interest	(679,808)	605,730
Weighted average no. of outstanding shares	272,916,483	272,916,483
Earnings per share	(0.51)	(0.56)
	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director

Consolidated Cash Flow Statement

For the 1st quarter ended 31 March 2018	31-Mar-2018	(Figures in Taka) 31-Mar-2017
A) OPERATING ACTIVITIES		
Interest receipts	123,835,350	248,825,305
Interest payments	(215,652,937)	(188,814,099)
Fees and commission receipts	979,839	2,608,698
Dividend and gain receipts	52,857,182	32,313,638
Cash payments to employees	(35,055,883)	(38,607,814)
Cash payments to suppliers and management expenses	(24,089,956)	(21,417,311)
Income taxes paid	(10,220,097)	(1,936,698)
Receipts from other operating activities	13,170,709	14,888,128
Payments for other operating activities	(132,340)	(150,000)
Cash generated before changes in operating assets and liabilities	(94,308,133)	47,709,847
Increase/(decrease) in operating assets and liabilities		
Net loans and advances to customers	674,724,774	335,925,609
Loans and deposits from banks and other depositors	(948,247,351)	(206,277,567)
Cash generated from operating assets and liabilities	(273,522,577)	129,648,042
Net cash from operating activities	(367,830,710)	177,357,889
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(772,850)	(4,203,060)
Sale of securities	59,080,759	196,211,233
Investment in securities	(60,377,586)	(257,316,089)
Net cash used in investing activities	(2,069,677)	(65,307,916)
C) FINANCING ACTIVITIES		
Cash dividend paid	-	-
Net cash used in financing activities	-	-
D) Net (decrease)/increase in cash and cash equivalents (A+B+C)	(369,900,387)	112,049,973
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	1,138,331,357	501,930,585
G) Cash and cash equivalents at end of the period (D+E+F)	768,430,970	613,980,558
Cash and cash equivalents at end of the period represents		
Cash in hand (including foreign currencies)	72,652	81,528
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	142,916,400	138,277,557
Balance with other banks and financial institutions	625,441,918	475,621,473
Total cash and cash equivalents	768,430,970	613,980,558
Net operating cash flow per share (NOCFPS)	(1.35)	0.65

Consolidated Statement of Changes in Equity

For the 1st quarter ended 31 March 2018	Attributable to equity holders of Prime Finance & Investment Limited					(Figures in Taka)
Particulars	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling interest	Total
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
Net profit for the period 2018	-	-	-	(139,621,450)	(679,808)	(140,301,258)
Transfer to statutory reserve	-	-	-	-	-	-
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2018	2,729,164,830	927,108,510	221,943,750	(1,691,464,720)	807,710,034	2,994,462,404
Balance as at 1 January 2017	2,729,164,830	927,108,510	221,943,750	(1,092,766,302)	806,436,957	3,591,887,745
Net profit for the period 2017	-	-	-	(152,332,099)	605,730	(151,726,369)
Transfer to statutory reserve	-	-	-	-	-	-
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
Balance as at 31 March 2017	2,729,164,830	927,108,510	221,943,750	(1,245,098,401)	807,042,687	3,440,161,376

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 1st quarter 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 2017.

Approval of 1st Quarter Report

These 1st quarter financial statements for the period ended 31 March 2018 were approved by the Board of Directors on May 15, 2018.

Significant Deviation in Financial Results

The main reason for significant deviation in Net Operating Cash Flow is settlement of borrowings and deposits with banks and other depositors.

General

The 1st quarter financial statements for the period ended 31 March 2018 are un-audited. The comparative figures have been restated and rearranged whenever considered necessary to ensure comparability with the current financial statements. Figures are rounded-off to the nearest integer.