



Prime Finance & Investment Limited

Un-audited Financial Statements

as at and for the 3rd quarter ended 30 September 2016

Consolidated Balance Sheet

as at 30 September 2016

(Figures in BDT)

	30-Sep-2016 (un-audited)	31-Dec-2015 (audited)
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	73,284	70,971
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	151,813,190	172,482,807
Total cash	151,886,474	172,553,778
Balance with other banks and financial institutions		
In Bangladesh	580,696,961	1,313,109,080
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	580,696,961	1,313,109,080
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	863,375,972	927,765,138
Total investments	863,375,972	927,765,138
Loans, advances and leases		
Loans, advances, leases etc.	14,730,573,554	14,362,636,774
Bills purchased and discounted	-	-
Total loans, advances and leases	14,730,573,554	14,362,636,774
Fixed assets including premises, furniture and fixtures	360,313,706	360,314,247
Other assets	2,540,688,361	2,637,256,558
Non business assets	-	-
Total assets	19,227,535,028	19,773,635,575
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	3,422,121,223	3,093,925,014
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings account	-	-
Term deposits	9,030,914,734	9,544,207,157
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	9,030,914,734	9,544,207,157
Other liabilities	3,063,461,085	2,593,949,865
Total liabilities	15,516,497,042	15,232,082,036
Capital/Shareholders' equity		
Paid up capital	2,729,164,830	2,729,164,830
Statutory reserve	927,108,510	927,108,510
Share money deposit	-	-
Other reserve	-	-
Revaluation reserve	221,943,750	221,943,750
Retained earnings	(952,893,357)	(142,161,088)
Equity attributable to shareholders' of the company	2,925,323,733	3,736,056,002
Non-controlling interest	785,714,253	805,497,537
Total shareholders' equity	3,711,037,986	4,541,553,539
Total liabilities and shareholders' equity	19,227,535,028	19,773,635,575
OFF-BALANCE SHEET ITEMS	129,964,200	281,182,425
Net asset value per share (NAV)	10.72	13.69

sd/- Company Secretary sd/- Chief Financial Officer sd/- Managing Director sd/- Director sd/- Chairman

Consolidated Profit and Loss Account

for the period ended 30 September 2016

(Figures in BDT)

	for the 9 months ended		for the 3rd quarter ended	
	30-Sep-2016	30-Sep-2015	30-Sep-2016	30-Sep-2015
Interest income	630,267,842	931,251,013	203,828,606	282,177,522
Interest paid on deposits, borrowings, etc.	(805,299,473)	(932,615,156)	(262,282,781)	(354,744,842)
Net interest income	(175,031,631)	(1,364,143)	(58,454,175)	(72,567,320)
Investment income	(727,682)	14,600,055	6,963,874	12,319,906
Fees, commission, exchange and brokerage	18,010,945	37,810,396	4,794,920	13,365,440
Other operating income	(117,033,094)	52,588,337	(83,764,236)	18,776,161
Total operating income	(99,749,831)	104,998,788	(72,005,442)	44,461,507
Total operating income (A)	(274,781,462)	103,634,645	(130,459,617)	(28,105,813)
Salaries and other employee benefits	121,216,310	123,721,546	52,517,077	44,152,554
Rent, taxes, insurance, electricity etc.	29,846,494	32,256,409	10,738,528	12,789,563
Legal expenses	2,624,227	802,750	294,124	335,377
Postage, stamp, telecommunication etc.	2,764,642	2,848,499	756,396	957,260
Stationery, printing, advertisements etc.	4,884,272	6,154,932	714,333	1,186,318
Managing Director's salary and fees	11,250,000	11,250,000	3,750,000	3,750,000
Directors' fees	740,720	851,116	168,000	366,116
Auditors' fees	43,125	43,125	14,375	14,375
Depreciation and repair of assets	12,830,881	12,264,984	4,537,132	4,327,088
Other expenses	16,365,370	15,200,050	3,118,879	5,832,892
Total operating expenses (B)	202,566,041	205,393,411	76,608,844	73,711,543
Profit before provision (C=A-B)	(477,347,503)	(101,758,766)	(207,068,461)	(101,817,356)
Provision for loans, advances and leases				
General provision	(85,530,385)	(30,784,427)	(9,825,149)	(53,424,195)
Specific provision	455,396,936	179,145,849	35,302,487	(472,671)
Provision for diminution in value of investments	(24,675,451)	42,978,175	(16,379,513)	(27,075,282)
Total provision (D)	345,191,100	191,339,596	9,097,825	(80,972,148)
Profit before tax (C-D)	(822,538,603)	(293,098,363)	(216,166,286)	(20,845,208)
Total provision for tax	7,976,950	1,492,518	1,166,395	1,824,838
Net profit after tax	(830,515,553)	(294,590,881)	(217,332,681)	(22,670,046)
Net profit attributable to				
Shareholders of the company	(810,732,269)	(241,532,544)	(209,798,745)	(8,958,525)
Non-controlling interest	(19,783,284)	(53,058,337)	(7,533,936)	(13,711,521)
Earnings per share	(2.97)	(0.89)	(0.77)	(0.03)
No. of outstanding shares	272,916,483	272,916,483	272,916,483	272,916,483

sd/- Company Secretary sd/- Chief Financial Officer sd/- Managing Director sd/- Director sd/- Chairman

Consolidated Cash Flow Statement

for the period ended 30 September 2016

(Figures in BDT)

	30-Sep-2016	30-Sep-2015
A) OPERATING ACTIVITIES		
Interest receipts	837,006,880	1,231,965,082
Interest payments	(781,298,064)	(822,636,962)
Fees and commission receipts	8,110,305	8,464,547
Dividend receipts	21,431,707	29,368,929
Capital gain from sale of shares	(26,256,221)	(27,298,636)
Cash payments to employees	(115,764,429)	(137,484,973)
Cash payments to suppliers and management expenses	(73,909,110)	(60,139,699)
Income tax paid	(16,768,476)	(9,701,941)
Receipts from other operating activities	49,337,289	53,674,143
Payments for other operating activities	(6,160,418)	(35,053,008)
Cash flows before changes in operating assets and liabilities	(104,270,537)	231,157,482
Increase/(decrease) in operating assets and liabilities		
Net loans and advances to customers	(547,851,262)	(515,598,792)
Net borrowings and deposits from banks and other customers	(69,720,958)	1,326,295,513
Cash flows from operating assets and liabilities	(617,572,220)	810,696,721
Net cash flows from operating activities	(721,842,757)	1,041,854,203
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(7,508,257)	(17,996,124)
Advance for purchase of fixed assets	-	(30,000,000)
Sale of invested securities	414,064,317	665,829,368
Investment in securities	(398,331,287)	(458,142,982)
Net cash flows from investing activities	8,224,773	159,690,262
C) FINANCING ACTIVITIES		
Cash dividend paid	-	(341,145,604)
Net receipts/(payments) for loan	(39,461,439)	(181,420,525)
Net cash used in financing activities	(39,461,439)	(522,566,129)
D) Net increase/(decrease) in cash and cash equivalents (D=A+B+C)	(753,079,423)	678,978,336
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	1,485,662,858	699,752,417
G) Cash and cash equivalents at end of the period (D+E+F)	732,583,435	1,378,730,753
Cash and cash equivalents at end of the period represents		
Cash in hand (including foreign currencies)	73,284	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	151,813,190	127,474,805
Balance with other banks and financial institutions	580,696,961	1,251,195,948
Total cash and cash equivalents	732,583,435	1,378,730,753
Net operating cash flow per share (NOCFPS)	(2.64)	3.82

sd/- Company Secretary sd/- Chief Financial Officer sd/- Managing Director sd/- Director sd/- Chairman

Consolidated Statement of Changes in Equity

for the period ended 30 September 2016

Attributable to equity holders of Prime Finance & Investment Limited

(Figures in BDT)

Particulars	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling interest	Total
Balance as at 1 January 2016	2,729,164,830	927,108,510	221,943,750	(142,161,088)	805,497,537	4,541,553,539
Changes during the period						
Net profit for the period (2016)	-	-	-	(810,732,269)	(19,783,284)	(830,515,553)
Payment of dividend (2015)	-	-	-	-	-	-
Balance as at 30 September 2016	2,729,164,830	927,108,510	221,943,750	(952,893,357)	785,714,253	3,711,037,986
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 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

These un-audited Financial Statements of the Company for the 3rd quarter ended 30 September 2016 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

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 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 2015.

Approval of third quarterly report

These third quarterly financial statements for the period ended 30 September 2016 were approved by the Board of Directors on 27 October 2016.

General

The third quarterly financial statements for the period ended 30 September 2016 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.