



Prime Finance & Investment Limited

Un-audited Financial Statements as at and for the half year ended 30 June 2016

Consolidated Balance Sheet

as at 30 June 2016	30-June-2016 (un-audited)	(Figures in BDT) 31-Dec-2015 (audited)		
PROPERTY AND ASSETS				
Cash				
In hand (including foreign currencies)	68,480	70,971		
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	155,970,262	172,482,807		
Total cash	156,038,742	172,553,778		
Balance with other banks and financial institutions				
In Bangladesh	598,651,273	1,313,109,080		
Outside Bangladesh	-	-		
Total balance with other banks and financial institutions	598,651,273	1,313,109,080		
Money at call and on short notice	-	-		
Investments				
Government	-	-		
Others	842,078,075	927,765,138		
Total investments	842,078,075	927,765,138		
Loans, advances and leases				
Loans, advances, leases etc.	14,779,552,717	14,362,636,774		
Bills purchased and discounted	-	-		
Total loans, advances and leases	14,779,552,717	14,362,636,774		
Fixed assets including premises, furniture and fixtures	364,574,036	360,314,247		
Other assets	2,523,313,424	2,637,256,558		
Non business assets	-	-		
Total assets	19,264,208,267	19,773,635,575		
LIABILITIES AND CAPITAL				
Liabilities				
Borrowings from other banks, financial institutions and agents	2,992,060,472	3,093,925,014		
Deposits and other accounts				
Current and other accounts	-	-		
Bills payable	-	-		
Savings account	-	-		
Term deposits	9,327,074,085	9,544,207,157		
Bearer certificates of deposit	-	-		
Other deposits	-	-		
Total deposits and other accounts	9,327,074,085	9,544,207,157		
Other liabilities	3,016,703,043	2,593,949,865		
Total liabilities	15,335,837,600	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	(743,094,612)	(142,161,088)		
Equity attributable to shareholders' of the company	3,135,122,478	3,736,056,002		
Non-controlling interest	793,248,189	805,497,537		
Total shareholders' equity	3,928,370,667	4,541,553,539		
Total liabilities and shareholders' equity	19,264,208,267	19,773,635,575		
OFF-BALANCE SHEET ITEMS	140,800,000	281,182,425		
Net asset value per share (NAV)	11.49	13.69		
sd/-	sd/-	sd/-	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director	Director	Chairman

Consolidated Profit and Loss Account

for the period ended 30 June 2016	for the half year ended		for the 2nd quarter ended	
	30-June-2016	30- June-2015	30-June-2016	30- June-2015
				(Figures in BDT)
Interest income	426,439,236	649,073,491	220,750,851	327,362,104
Interest paid on deposits, borrowings, etc.	(543,016,692)	(577,870,314)	(268,230,443)	(268,800,289)
Net interest income	(116,577,456)	71,203,177	(47,479,592)	58,561,815
Investment income	(7,691,556)	2,280,149	1,063,920	(2,321,591)
Fees, commission, exchange and brokerage	13,216,025	24,444,956	4,900,387	13,515,475
Other operating income	(33,268,858)	33,812,176	(35,458,139)	21,887,169
Other operating income	(27,744,389)	60,537,281	(29,493,832)	33,081,053
Total operating income (A)	(144,321,845)	131,740,458	(76,973,424)	91,642,868
Salaries and other employee benefits	68,699,233	79,568,992	40,753,011	31,258,036
Rent, taxes, insurance, electricity etc.	19,107,966	19,466,846	10,662,459	9,882,648
Legal expenses	2,330,103	467,373	1,932,384	150,748
Postage, stamp, telecommunication etc.	2,008,246	1,891,239	1,178,572	1,130,018
Stationery, printing, advertisements etc.	4,169,939	4,968,614	2,379,229	3,953,407
Managing Director's salary and fees	7,500,000	7,500,000	3,750,000	3,750,000
Directors' fees	572,720	485,000	444,720	255,000
Auditors' fees	28,750	28,750	14,375	14,375
Depreciation and repair of assets	8,293,749	7,937,896	4,252,329	4,133,212
Other expenses	13,246,491	9,367,158	6,635,658	5,214,068
Total operating expenses (B)	125,957,197	131,681,868	72,002,737	59,741,512
Profit before provision (C=A-B)	(270,279,042)	58,590	(148,976,161)	31,901,356
Provision for loans, advances and leases				
General provision	(75,705,236)	22,639,768	(10,975,330)	32,156,229
Specific provision	420,094,449	179,618,520	277,904,923	136,153,248
Provision for diminution in value of investments	(8,295,938)	70,053,457	(8,120,482)	6,983,633
Total provision (D)	336,093,275	272,311,745	258,809,111	175,293,110
Profit before tax (C-D)	(606,372,317)	(272,253,155)	(407,785,272)	(143,391,754)
Total provision for tax	6,810,555	(332,320)	5,808,101	(649,796)
Net profit after tax	(613,182,872)	(271,920,835)	(413,593,373)	(142,741,958)
Net profit attributable to				
Shareholders of the company	(600,933,524)	(232,574,019)	(406,192,300)	(124,520,997)
Non-controlling interest	(12,249,348)	(39,346,816)	(7,401,073)	(18,220,961)
Earnings per share (EPS)	(2.20)	(0.85)	(1.49)	(0.46)
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 June 2016	30-June-2016	30- June-2015
		(Figures in BDT)
A) OPERATING ACTIVITIES		
Interest receipts	555,988,318	805,107,036
Interest payments	(507,686,183)	(557,382,213)
Fees and commission receipts	5,952,333	5,371,221
Dividend receipts	18,762,698	20,727,886
Capital gain from sale of listed shares	(28,613,030)	(19,912,970)
Cash payments to employees	(59,878,398)	(87,028,992)
Cash payments to suppliers and management expenses	(75,151,908)	(47,017,442)
Income taxes paid	(13,669,161)	(5,792,989)
Receipts from other operating activities	38,361,412	25,218,834
Payments for other operating activities	(248,807)	(18,142,717)
Cash generated before changes in operating assets and liabilities	(66,182,726)	121,147,654
Increase/(decrease) in operating assets and liabilities		
Net loans and advances to customers	(497,173,368)	(28,105,501)
Net borrowings and deposits from banks and other customers	(201,543,692)	628,581,830
Cash generated from operating assets and liabilities	(698,717,060)	600,476,329
Net cash from operating activities	(764,899,786)	721,623,983
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(12,532,239)	(15,808,534)
Advance for purchase of fixed assets	-	(30,225,000)
Sale of invested securities	310,949,225	505,736,179
Investment in securities	(220,511,718)	(187,872,592)
Net cash from investing activities	77,905,268	271,830,053
C) FINANCING ACTIVITIES		
Cash dividend paid	-	(341,145,604)
Net receipts/ (payments) for loan	(43,978,325)	(73,273,946)
Net cash from financing activities	(43,978,325)	(414,419,550)
D) Net increase/(decrease) in cash and cash equivalents (D=A+ B+ C)	(730,972,843)	579,034,486
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
Cash and cash equivalents at end of the period (D+E+F)	754,690,015	1,278,786,903
Cash and cash equivalents at end of the period represents		
Cash in hand	68,480	60,000
Balance with Bangladesh Bank and its agent bank	155,970,262	151,904,438
Balance with other banks and financial institutions	598,651,273	1,126,822,465
Total cash and cash equivalents	754,690,015	1,278,786,903
Net operating cash flow per share (NOCFPS)	(2.80)	2.64

Consolidated Statement of Changes in Equity

for the period ended 30 June 2016	(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)	-	-	-	(600,933,524)	(12,249,348)	(613,182,872)
Payment of cash dividend (2015)	-	-	-	-	-	-
Balance as at 30 June 2016	2,729,164,830	927,108,510	221,943,750	(743,094,612)	793,248,189	3,928,370,667
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)	-	-	-	(232,574,019)	(39,346,816)	(271,920,835)
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend (2014)	-	-	-	(341,145,604)	-	(341,145,604)
Balance as at 30 June 2015	2,729,164,830	927,108,510	221,943,750	42,417,674	776,492,829	4,697,127,593

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 half-yearly financial statements are being prepared and presented 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 half yearly report

These half-yearly financial statements for the period ended 30 June 2016 were approved by the Board of Directors on 28 July 2016.

General

The half-yearly financial statements for the period ended 30 June 2016 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.

These un-audited Financial Statements of the Company for the half year ended 30 June 2016 are published as per Regulation 17(2) of DSE and CSE (Listing) Regulations, 2015.