

**Un-audited Financial Statements**  
**of**

**Prime Finance & Investment Limited**

As at and for the 1st quarter ended 31 March 2017

**Prime Finance & Investment Limited**  
**Consolidated Balance Sheet**  
**As at 31 March 2017**

**PROPERTY AND ASSETS**

**Cash**

In hand (including foreign currencies)  
 Balance with Bangladesh Bank and its agent bank  
 (including foreign currencies)

**Total Cash**

**Balance with other banks and financial institutions**

In Bangladesh  
 Outside Bangladesh

**Total balance with other banks and financial institutions**

**Money at call and on short notice**

**Investments**

Government  
 Others

**Total Investments**

**Loans, advances and leases**

Loans, advances, leases etc.  
 Bills purchased and discounted

**Total loans, advances and leases**

Fixed assets including premises, furniture and fixtures

Other assets  
 Non - business assets

**Total assets**

**LIABILITIES AND CAPITAL**

**Liabilities**

Borrowings from other banks, financial institutions and agents

**Deposits and other accounts**

Current and other accounts

Bills payable  
 Savings accounts  
 Term deposits

Bearer certificates of deposit  
 Other deposits

**Total deposits and other accounts**

**Other liabilities**

**Total liabilities**

**Capital/shareholders' equity**

Paid up capital  
 Statutory reserve  
 Revaluation reserve  
 Retained earnings

**Equity attributable to shareholders' of the company**

Non-controlling interest

**Total shareholders' equity**

**Total liabilities and shareholders' equity**

**OFF-BALANCE SHEET ITEMS**

Contingent liabilities

Other commitments

**Total off-balance sheet items including contingent liabilities**

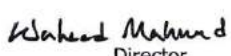
**Net Asset Value per share (NAV)**

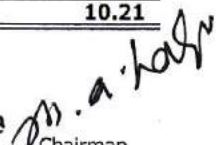
Figures in Taka	
31-Mar-17 (Un-audited)	31-Dec-16 (Audited)
81,528	81,663
138,277,557	146,370,632
<b>138,359,085</b>	<b>146,452,295</b>
475,621,473	355,478,290
<b>475,621,473</b>	<b>355,478,290</b>
-	-
-	-
1,001,301,674	893,366,521
<b>1,001,301,674</b>	<b>893,366,521</b>
14,447,143,888	14,800,363,094
<b>14,447,143,888</b>	<b>14,800,363,094</b>
360,047,657	360,154,552
2,194,957,126	2,358,186,133
<b>18,617,430,903</b>	<b>18,914,000,885</b>
3,121,899,958	3,299,527,828
-	-
-	-
-	-
8,961,129,328	9,016,194,779
<b>8,961,129,328</b>	<b>9,016,194,779</b>
3,094,240,241	3,006,390,533
<b>15,177,269,527</b>	<b>15,322,113,140</b>
2,729,164,830	2,729,164,830
927,108,510	927,108,510
221,943,750	221,943,750
(1,245,098,401)	(1,092,766,302)
<b>2,633,118,689</b>	<b>2,785,450,788</b>
807,042,687	806,436,957
<b>3,440,161,376</b>	<b>3,591,887,745</b>
<b>18,617,430,903</b>	<b>18,914,000,885</b>
-	-
63,350,956	117,000,000
<b>63,350,956</b>	<b>117,000,000</b>
<b>9.65</b>	<b>10.21</b>

  
 Company Secretary

  
 Chief Financial Officer

  
 Managing Director

  
 Director

  
 Chairman

Dhaka, 14 May 2017

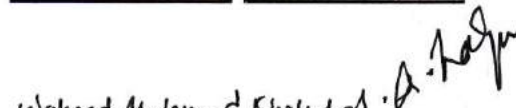
**Prime Finance & Investment Limited**  
**Consolidated Profit and Loss Account**  
**For the 1st quarter ended 31 March 2017**

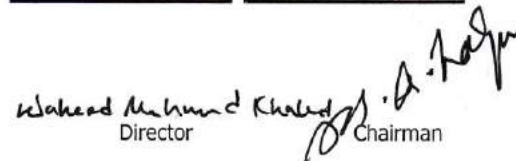
	Figures in Taka	
	31-Mar-17	31-Mar-16
Interest income	216,631,509	205,688,385
Interest paid on deposits, borrowings etc.	(239,943,454)	(274,786,249)
<b>Net interest income</b>	<b>(23,311,945)</b>	<b>(69,097,864)</b>
Investment income	54,966,301	(8,755,476)
Fees, commission, exchange and brokerage	11,816,500	8,315,638
Other operating income	(6,540,383)	2,189,281
	60,242,418	1,749,443
<b>Total operating income (A)</b>	<b>36,930,473</b>	<b>(67,348,421)</b>
Salaries and other employee benefits	36,065,146	27,946,222
Rent, taxes, insurance, electricity etc.	10,506,281	8,445,507
Legal expenses	21,925	397,719
Postage, stamp, telecommunication etc.	898,646	829,674
Stationery, printing, advertisements etc.	1,417,381	1,790,710
Managing director's salary and fees	3,900,000	3,750,000
Directors' fees	112,000	128,000
Auditors' fees	15,813	14,375
Depreciation and repair of assets	4,416,956	4,041,420
Other expenses	7,300,902	6,610,833
<b>Total operating expenses (B)</b>	<b>64,655,050</b>	<b>53,954,460</b>
<b>Profit before provision (C=A-B)</b>	<b>(27,724,577)</b>	<b>(121,302,881)</b>
<b>Provision for loans, advances and leases</b>		
General provision	168,897,430	(64,729,906)
Specific provision	(66,725,845)	142,189,526
Provision for diminution in value of investment	15,899,412	(175,456)
<b>Total provision (D)</b>	<b>118,070,997</b>	<b>77,284,164</b>
<b>Total profit before tax (C-D)</b>	<b>(145,795,574)</b>	<b>(198,587,045)</b>
<b>Provision for taxation</b>		
Current	4,297,390	1,368,456
Deferred	1,633,405	(366,002)
	5,930,795	1,002,454
<b>Net profit after tax</b>	<b>(151,726,369)</b>	<b>(199,589,499)</b>
<b>Attributable to</b>		
Shareholders of the company	(152,332,099)	(194,741,224)
Non-controlling interest	605,730	(4,848,275)
<b>Weighted average no. of outstanding shares</b>	<b>272,916,483</b>	<b>272,916,483</b>
<b>Earnings per share</b>	<b>(0.56)</b>	<b>(0.71)</b>

  
Company Secretary

  
Chief Financial Officer

  
Managing Director

  
Director

  
Chairman

Dhaka, 14 May 2017

**Prime Finance & Investment Limited**  
**Consolidated Cash Flow Statement**  
**For the 1st quarter ended 31 March 2017**

	Figures in Taka	
	31-Mar-17	31-Mar-16
<b>A) OPERATING ACTIVITIES</b>		
Interest receipts	248,825,305	252,271,208
Interest payments	(188,814,099)	(217,811,035)
Fees and commission receipts	2,608,698	3,130,870
Dividend receipts	8,460,580	4,968,704
Capital gains from sale of listed shares	23,853,058	(16,648,495)
Cash payments to employees	(38,607,814)	(42,352,730)
Cash payments to suppliers and management expenses	(21,417,311)	(21,932,831)
Income taxes paid	(1,936,698)	(3,607,820)
Receipts from other operating activities	14,888,128	33,124,054
Payments for other operating activities	(150,000)	(1,864,000)
<b>Cash generated before changes in operating assets and liabilities</b>	<b>47,709,847</b>	<b>(10,722,075)</b>
<b>Increase/ (decrease) in operating assets and liabilities:</b>		
Net loans and advances to customers	335,925,609	(325,287,259)
Loans and deposits from banks and other depositors	(206,277,567)	(233,482,373)
<b>Cash generated from operating assets and liabilities</b>	<b>129,648,042</b>	<b>(558,769,632)</b>
<b>Net cash from operating activities</b>	<b>177,357,889</b>	<b>(569,491,707)</b>
<b>B) INVESTING ACTIVITIES</b>		
Acquisition of fixed assets	(4,203,060)	(2,591,097)
Sale of securities	196,211,233	160,808,677
Investment in securities	(257,316,089)	(85,100,024)
<b>Net cash from investing activities</b>	<b>(65,307,916)</b>	<b>73,117,556</b>
<b>C) FINANCING ACTIVITIES</b>		
Cash dividend paid	-	-
<b>Net cash from financing activities</b>	<b>-</b>	<b>-</b>
<b>D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>112,049,973</b>	<b>(496,374,151)</b>
<b>E) Effects of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>-</b>
<b>F) Cash and cash equivalents at beginning of the period</b>	<b>501,930,585</b>	<b>1,485,662,858</b>
<b>G) Cash and cash equivalents at end of the period (D+E+F)</b>	<b>613,980,558</b>	<b>989,288,707</b>
<b>Cash and cash equivalents at end of the period represents:</b>		
Cash in hand (including foreign currencies)	81,528	68,480
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	138,277,557	141,302,992
Balance with other banks and financial institutions	475,621,473	847,917,235
	<b>613,980,558</b>	<b>989,288,707</b>
<b>Net operating cash flow per share (NOCFPS)</b>	<b>0.65</b>	<b>(2.09)</b>

**Prime Finance & Investment Limited**  
**Consolidated Statement of Changes in Equity**  
**For the 1st quarter ended 31 March 2017**

Figures in Taka

Particulars	Equity attributable to shareholders' of the company					Non-controlling Interest	Total
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings			
<b>Balance as at 1 January 2017</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(1,092,766,302)</b>	<b>806,436,957</b>	<b>3,591,887,745</b>	
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	-	-	-	-	-	-	
<b>Balance as at 31 March 2017</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(1,245,098,401)</b>	<b>807,042,687</b>	<b>3,440,161,376</b>	
<b>Balance as at 1 January 2016</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(142,161,088)</b>	<b>805,497,537</b>	<b>4,541,553,539</b>	
Net profit for the period 2016	-	-	-	(194,741,224)	(4,848,275)	(199,589,499)	
Transfer to statutory reserve	-	-	-	-	-	-	
Issue of bonus share	-	-	-	-	-	-	
Payment of cash dividend	-	-	-	-	-	-	
<b>Balance as at 31 March 2016</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(336,902,312)</b>	<b>800,649,262</b>	<b>4,341,964,040</b>	

**Prime Finance & Investment Limited**  
**Balance Sheet**  
**As at 31 March 2017**

	Figures in Taka	
	31-Mar-17 (Un-audited)	31-Dec-16 (Audited)
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
In hand (including foreign currencies)	60,000	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	138,277,557	146,370,632
<b>Total cash</b>	<b>138,337,557</b>	<b>146,430,632</b>
<b>Balance with other banks and financial institutions</b>		
In Bangladesh	424,983,894	330,421,855
Outside Bangladesh	-	-
<b>Total balance with other banks and financial institutions</b>	<b>424,983,894</b>	<b>330,421,855</b>
Money at call and on short notice	-	-
<b>Investments</b>		
Government	-	-
Others	499,928,953	416,230,396
<b>Total investments</b>	<b>499,928,953</b>	<b>416,230,396</b>
<b>Loans, advances and leases</b>		
Loans, advances and Leases etc.	12,600,617,394	12,945,543,003
Bills purchased and discounted	-	-
<b>Total loans, advances and leases</b>	<b>12,600,617,394</b>	<b>12,945,543,003</b>
Fixed assets including premises, furniture and fixtures	339,766,841	342,255,048
Other assets	2,432,872,637	2,543,878,546
Non - business assets	-	-
<b>Total assets</b>	<b>16,436,507,276</b>	<b>16,724,759,480</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Borrowings from other banks, financial institutions and agents	2,514,515,705	2,669,090,183
<b>Deposits and other accounts</b>		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	8,961,129,328	9,016,194,779
Bearer certificates of deposit	-	-
Other deposits	-	-
<b>Total deposits and other accounts</b>	<b>8,961,129,328</b>	<b>9,016,194,779</b>
<b>Other liabilities</b>	<b>2,578,307,586</b>	<b>2,503,679,165</b>
<b>Total liabilities</b>	<b>14,053,952,619</b>	<b>14,188,964,127</b>
<b>Capital/shareholders' equity</b>		
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	(1,495,662,433)	(1,342,421,737)
<b>Total shareholders' equity</b>	<b>2,382,554,657</b>	<b>2,535,795,353</b>
<b>Total liabilities and shareholders' equity</b>	<b>16,436,507,276</b>	<b>16,724,759,480</b>
<b>OFF-BALANCE SHEET ITEMS</b>		
Contingent liabilities	-	-
Other commitments	63,350,956	117,000,000
<b>Total off-balance sheet items including contingent liabilities</b>	<b>63,350,956</b>	<b>117,000,000</b>
<b>Net Asset Value per share (NAV)</b>	<b>8.73</b>	<b>9.29</b>

  
Company Secretary

  
Chief Financial Officer

  
Managing Director

  
Director

  
Chairman

Dhaka, 14 May 2017


**Prime Finance & Investment Limited**  
**Profit and Loss Account**  
**For the 1st quarter ended 31 March 2017**


	Figures in Taka	
	31-Mar-17	31-Mar-16
Interest income	206,261,432	200,125,647
Interest paid on deposits, borrowings etc.	(230,467,966)	(265,943,860)
<b>Net interest income</b>	<b>(24,206,534)</b>	<b>(65,818,213)</b>
Investment income	28,204,043	(12,648,561)
Fees, commission, exchange and brokerage	1,483,683	1,669,245
Other operating income	(10,658,007)	1,218,511
	19,029,719	(9,760,805)
<b>Total operating income (A)</b>	<b>(5,176,815)</b>	<b>(75,579,018)</b>
Salaries and other employee benefits	24,041,756	20,658,919
Rent, taxes, insurance, electricity etc.	8,071,584	6,238,380
Legal expenses	4,025	369,519
Postage, stamp, telecommunication etc.	786,404	768,879
Stationery, printing, advertisements etc.	980,566	1,709,333
Managing Director's salary and fees	2,100,000	2,100,000
Directors' fees	112,000	128,000
Auditors' fees	-	-
Depreciation and repair of assets	2,968,768	2,631,438
Other expenses	4,394,543	5,775,642
<b>Total operating expenses (B)</b>	<b>43,459,646</b>	<b>40,380,110</b>
<b>Profit before provision (C=A-B)</b>	<b>(48,636,461)</b>	<b>(115,959,128)</b>
<b>Provision for loans, advances and leases</b>		
General provision	168,897,430	(64,729,906)
Specific provision	(66,725,845)	142,189,526
Provision for diminution in value of investment	-	(6,369,329)
<b>Total provision (D)</b>	<b>102,171,585</b>	<b>71,090,291</b>
<b>Total profit before tax (C-D)</b>	<b>(150,808,046)</b>	<b>(187,049,419)</b>
<b>Provision for taxation</b>		
Current	799,245	785,394
Deferred	1,633,405	(366,002)
	2,432,650	419,392
<b>Net profit after tax</b>	<b>(153,240,696)</b>	<b>(187,468,811)</b>
<b>Weighted average no. of outstanding share</b>	<b>272,916,483</b>	<b>272,916,483</b>
<b>Earnings per share</b>	<b>(0.56)</b>	<b>(0.69)</b>

  
 Company Secretary

  
 Chief Financial Officer

  
 Managing Director

  
 Director

  
 Chairman

Dhaka, 14 May 2017

**Prime Finance & Investment Limited**  
**Cash Flow Statement**  
For the 1st quarter ended 31 March 2017

	Figures in Taka	
	31-Mar-17	31-Mar-16
<b>A) OPERATING ACTIVITIES</b>		
Interest receipts	202,611,114	229,042,309
Interest payments	(179,438,481)	(212,040,185)
Fees and commission receipts	1,483,683	1,669,245
Dividend receipts	4,350,984	3,999,934
Capital gains from sale of listed shares	23,853,058	(16,648,495)
Cash payments to employees	(26,141,756)	(22,758,919)
Cash payments to suppliers and management expenses	(21,417,311)	(21,932,831)
Income taxes paid	(1,092,775)	(3,349,282)
Receipts from other operating activities	14,888,128	33,124,054
Payments for other operating activities	(150,000)	(1,864,000)
<b>Cash generated before changes in operating assets and liabilities</b>	<b>18,946,644</b>	<b>(10,758,170)</b>
<b>Increase/ (decrease) in operating assets and liabilities:</b>		
Net loans and advances to customers	344,925,609	(319,287,259)
Loans and deposits from banks and other depositors	(193,224,173)	(209,521,312)
<b>Cash generated from operating assets and liabilities</b>	<b>151,701,436</b>	<b>(528,808,571)</b>
<b>Net cash from operating activities</b>	<b>170,648,080</b>	<b>(539,566,741)</b>
<b>B) INVESTING ACTIVITIES</b>		
Acquisition of fixed assets	(480,560)	(2,408,284)
Sale of securities	196,211,233	160,808,677
Investment in securities	(279,909,789)	(115,430,024)
<b>Net cash from investing activities</b>	<b>(84,179,116)</b>	<b>42,970,369</b>
<b>C) FINANCING ACTIVITIES</b>		
Cash dividend paid	-	-
<b>Net cash from financing activities</b>	<b>-</b>	<b>-</b>
<b>D) Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>86,468,964</b>	<b>(496,596,372)</b>
<b>E) Effects of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>-</b>
<b>F) Cash and cash equivalents at beginning of the period</b>	<b>476,852,487</b>	<b>1,484,310,595</b>
<b>G) Cash and cash equivalents at end of the period (D+E+F)</b>	<b>563,321,451</b>	<b>987,714,223</b>
<b>Cash and cash equivalents at end of the period represents:</b>		
Cash in hand (including foreign currencies)	60,000	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	138,277,557	141,302,992
Balance with other banks and financial institutions	424,983,894	846,351,231
	<b>563,321,451</b>	<b>987,714,223</b>
<b>Net operating cash flow per share (NOCFPS)</b>	<b>0.63</b>	<b>(1.98)</b>



**Prime Finance & Investment Limited**  
**Statement of Changes in Equity**  
**For the 1st quarter ended 31 March 2017**

Particulars	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Total
<b>Balance as at 1 January 2017</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(1,342,421,737)</b>	<b>2,535,795,353</b>
Net profit for the period 2017	-	-	-	(153,240,696)	(153,240,696)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-
<b>Balance as at 31 March 2017</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(1,495,662,433)</b>	<b>2,382,554,657</b>
<b>Balance as at 1 January 2016</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(390,407,393)</b>	<b>3,487,809,697</b>
Net profit for the period 2016	-	-	-	(187,468,811)	(187,468,811)
Transfer to statutory reserve	-	-	-	-	-
Issue of bonus share	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-
<b>Balance as at 31 March 2016</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(577,876,204)</b>	<b>3,300,340,886</b>

**Prime Finance & Investment Limited**  
**Selected Explanatory Notes**

As at and for the period ended 31 March 2017

**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 1<sup>st</sup> 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 2016.

**Approval of 1<sup>st</sup> Quarter report**

These 1<sup>st</sup> quarter financial statements for the period ended 31 March 2017 were approved by the Board of Directors on May 14, 2017.

**General**

The 1<sup>st</sup> quarter financial statements for the period ended 31 March 2017 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.

