



Prime Finance & Investment Limited

Un-audited Financial Statements

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

Consolidated Balance Sheet

As at 31 March 2017	31-Mar-2017	(Figures in Taka) 31-Dec-2016
	(Un-audited)	(Audited)
PROPERTY AND ASSETS		
Cash		
In hand (including foreign currencies)	81,528	81,663
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	138,277,557	146,370,632
Total cash	138,359,085	146,452,295
Balance with other banks and financial institutions		
In Bangladesh	475,621,473	355,478,290
Outside Bangladesh	-	-
Total balance with other banks and financial institutions	475,621,473	355,478,290
Money at call and on short notice	-	-
Investments		
Government	-	-
Others	1,001,301,674	893,366,521
Total investments	1,001,301,674	893,366,521
Loans, advances and leases		
Loans, advances and leases etc.	14,447,143,888	14,800,363,094
Bills purchased and discounted	-	-
Total loans, advances and leases	14,447,143,888	14,800,363,094
Fixed assets including premises, furniture and fixtures	360,047,657	360,154,552
Other assets	2,194,957,126	2,358,186,133
Non business assets	-	-
Total assets	18,617,430,903	18,914,000,885
LIABILITIES AND CAPITAL		
Liabilities		
Borrowings from other banks, financial institutions and agents	3,121,899,958	3,299,527,828
Deposits and other accounts		
Current and other accounts	-	-
Bills payable	-	-
Savings account	-	-
Term deposits	8,961,129,328	9,016,194,779
Bearer certificates of deposit	-	-
Other deposits	-	-
Total deposits and other accounts	8,961,129,328	9,016,194,779
Other liabilities	3,094,240,241	3,006,390,533
Total liabilities	15,177,269,527	15,322,113,140
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	(1,245,098,401)	(1,092,766,302)
Equity attributable to shareholders of the company	2,633,118,689	2,785,450,788
Non-controlling interest	807,042,687	806,436,957
Total shareholders' equity	3,440,161,376	3,591,887,745
Total liabilities and shareholders' equity	18,617,430,903	18,914,000,885
TOTAL OFF-BALANCE SHEET ITEMS	63,350,956	117,000,000
Net Asset Value per share (NAV)	9.65	10.21
	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director
	sd/-	sd/-
	Director	Chairman

Consolidated Profit and Loss Account

For the 1st quarter ended 31 March 2017	31-Mar-2017	(Figures in Taka) 31-Mar-2016
Interest income	216,631,509	205,688,385
Interest paid on deposits, borrowings, etc.	(239,943,454)	(274,786,249)
Net interest income	(23,311,945)	(69,097,864)
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
Total	60,242,418	1,749,443
Total operating income (A)	36,930,473	(67,348,421)
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
Total operating expenses (B)	64,655,050	53,954,460
Profit before provision (C=A-B)	(27,724,577)	(121,302,881)
Provision for loans, advances and leases		
General provision	168,897,430	(64,729,906)
Specific provision	(66,725,845)	142,189,526
Provision for diminution in value of investments	15,899,412	(175,456)
Total provision (D)	118,070,997	77,284,164
Profit before tax (C-D)	(145,795,574)	(198,587,045)
Provision for tax		
Current tax	4,297,390	1,368,456
Deferred tax	1,633,405	(366,002)
	5,930,795	1,002,454
Net profit after tax	(151,726,369)	(199,589,499)
Attributable to		
Shareholders of the company	(152,332,099)	(194,741,224)
Non-controlling interest	605,730	(4,848,275)
Weighted average no. of outstanding shares	272,916,483	272,916,483
Earnings per share	(0.56)	(0.71)
	sd/-	sd/-
Company Secretary	Chief Financial Officer	Managing Director
	sd/-	sd/-
	Director	Chairman

Consolidated Cash Flow Statement

For the 1st quarter ended 31 March 2017	31-Mar-2017	(Figures in Taka) 31-Mar-2016
A) OPERATING ACTIVITIES		
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)
Cash generated before changes in operating assets and liabilities	47,709,847	(10,722,075)
Increase/(decrease) in operating assets and liabilities		
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)
Cash generated from operating assets and liabilities	129,648,042	(558,769,632)
Net cash from operating activities	177,357,889	(569,491,707)
B) INVESTING ACTIVITIES		
Acquisition of fixed assets	(4,203,060)	(2,591,097)
Sale of securities	196,211,233	160,808,677
Investment in share and securities	(257,316,089)	(85,100,024)
Net cash from investing activities	(65,307,916)	73,117,556
C) FINANCING ACTIVITIES		
Cash dividend paid	-	-
Net cash from financing activities	-	-
D) Net (decrease)/increase in cash and cash equivalents (A+B+C)	112,049,973	(496,374,151)
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the period	501,930,585	1,485,662,858
G) Cash and cash equivalents at end of the period (D+E+F)	613,980,558	989,288,707
Cash and cash equivalents at end of the period represents		
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
Total cash and cash equivalents	613,980,558	989,288,707
Net operating cash flow per share (NOCFPS)	0.65	(2.09)

Consolidated Statement of Changes in Equity

For the 1st quarter ended 31 March 2017	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 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
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
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	-	-	-	-	-	-
Balance as at 31 March 2016	2,729,164,830	927,108,510	221,943,750	(336,902,312)	800,649,262	4,341,964,040

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 2016.

Approval of 1st Quarter Report

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

General

The 1st 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.