



# Prime Finance & Investment Limited

## Audited Financial Statements

### as at and for the year ended 31 December 2015

#### Consolidated Balance Sheet

as at 31 December

	2015	(Figures in Taka) 2014
<b>PROPERTY AND ASSETS</b>		
<b>Cash</b>		
In hand (including foreign currencies)	70,971	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	172,482,807	121,840,663
<b>Total cash</b>	<b>172,553,778</b>	<b>121,900,663</b>
<b>Balance with other banks and financial institutions</b>		
In Bangladesh	1,313,109,080	577,851,754
Outside Bangladesh	-	-
<b>Total balance with other banks and financial institutions</b>	<b>1,313,109,080</b>	<b>577,851,754</b>
Money at call and on short notice	-	-
<b>Investments</b>		
Government	-	-
Others	927,765,138	1,259,607,748
<b>Total Investments</b>	<b>927,765,138</b>	<b>1,259,607,748</b>
<b>Loans, advances and leases</b>		
Loans, advances and leases etc.	14,362,636,774	13,443,614,332
Bills purchased and discounted	-	-
<b>Total loans, advances and leases</b>	<b>14,362,636,774</b>	<b>13,443,614,332</b>
Fixed assets including premises, furniture and fixtures	360,314,247	361,523,962
Other assets	2,637,256,558	2,702,122,325
Non-business assets	-	-
<b>Total assets</b>	<b>19,773,635,575</b>	<b>18,466,620,784</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Borrowings from other banks, financial institutions and agents	3,093,925,014	3,294,967,451
<b>Deposits and other accounts</b>		
Current and other accounts	-	-
Bills payable	-	-
Savings accounts	-	-
Term deposits	9,544,207,157	7,763,327,204
Bearer certificates of deposit	-	-
Other deposits	-	-
<b>Total deposits and other accounts</b>	<b>9,544,207,157</b>	<b>7,763,327,204</b>
<b>Other liabilities</b>	<b>2,593,949,865</b>	<b>2,098,132,097</b>
<b>Total liabilities</b>	<b>15,232,082,036</b>	<b>13,156,426,752</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
Share money deposit	-	-
Other reserves	-	-
Retained earnings	(142,161,088)	616,137,297
Revaluation reserve	221,943,750	221,943,750
<b>Equity attributable to shareholders' of the company</b>	<b>3,736,056,002</b>	<b>4,494,354,387</b>
Non-controlling interest	805,497,537	815,839,645
<b>Total shareholders' equity</b>	<b>4,541,553,539</b>	<b>5,310,194,032</b>
<b>Total liabilities and shareholders' equity</b>	<b>19,773,635,575</b>	<b>18,466,620,784</b>
<b>OFF-BALANCE SHEET ITEMS</b>		
<b>Contingent liabilities</b>		
Acceptances and endorsements	-	-
Letters of guarantee	-	-
Irrevocable letters of credit	-	-
Bills for collection	-	-
Other contingent liabilities	-	-
<b>Total Contingent liabilities</b>	<b>-</b>	<b>-</b>
<b>Other commitments</b>		
Documentary credits and short term trade-related transactions	-	-
Forward assets purchased and forward deposits placed	-	-
Undrawn note issuance and revolving underwriting facilities	-	-
Undrawn formal standby facilities, credit lines	-	-
Un-disbursed contracted loans, advances and leases	281,182,425	209,694,854
<b>Total other commitments</b>	<b>281,182,425</b>	<b>209,694,854</b>
<b>Total off-balance sheet items including contingent liabilities</b>	<b>281,182,425</b>	<b>209,694,854</b>
<b>Net Asset Value per share (NAV)</b>	<b>13.69</b>	<b>16.47</b>
sd/- Company Secretary	sd/- Managing Director	sd/- Director
		sd/- Chairman
		sd/- Syful Shamsul Alam & Co. Chartered Accountants

#### Consolidated Profit and Loss Account

for the year ended 31 December

	2015	(Figures in Taka) 2014
Interest income	1,442,666,720	1,630,592,686
Interest paid on deposits, borrowings etc.	(1,396,679,672)	(1,282,453,862)
<b>Net interest income</b>	<b>45,987,048</b>	<b>348,138,824</b>
Investment income	(386,130)	246,018,685
Fees, commission, exchange and brokerage	61,441,038	74,654,238
Other operating income	58,997,084	151,341,316
	<b>120,051,992</b>	<b>472,014,239</b>
<b>Total operating income (A)</b>	<b>166,039,040</b>	<b>820,153,063</b>
Salaries and other employee benefits	212,151,371	168,475,518
Rent, taxes, insurance, electricity etc.	33,006,141	31,801,594
Legal expenses	705,575	1,197,689
Postage, stamp, telecommunication etc.	6,076,318	4,094,598
Stationery, printing, advertisements etc.	7,191,953	11,349,052
Managing director's salary and fees	15,000,000	13,750,000
Directors' fees	996,116	1,185,000
Auditors' fees	402,500	402,500
Charges on loan losses	-	-
Depreciation and repair of assets	16,619,124	14,838,231
Other expenses	22,995,531	23,567,820
<b>Total operating expenses (B)</b>	<b>315,144,629</b>	<b>270,662,002</b>
<b>Profit before provision (C=A-B)</b>	<b>(149,105,589)</b>	<b>549,491,061</b>
<b>Provision for loans, advances and leases</b>		
General provision	49,692,252	23,480,321
Specific provision	192,703,013	23,727,149
Provision for diminution in value of investment	28,155,594	9,361,159
<b>Total provision (D)</b>	<b>270,550,859</b>	<b>56,568,629</b>
<b>Total profit before tax (C-D)</b>	<b>(419,656,448)</b>	<b>492,922,432</b>
<b>Provision for taxation</b>		
Current	7,887,337	28,403,027
Deferred	(48,896)	(5,212,715)
	<b>7,838,441</b>	<b>23,190,312</b>
<b>Net profit after tax</b>	<b>(427,494,889)</b>	<b>469,732,120</b>
<b>Attributable to</b>		
Shareholders of the company	(417,152,781)	432,756,393
Non-controlling interest	(10,342,108)	36,975,727
<b>Appropriations</b>		
Statutory reserve	-	75,458,561
General reserve	-	-
Proposed cash dividend	-	-
Proposed stock dividend	-	-
<b>Weighted average no. of outstanding shares</b>	<b>272,916,483</b>	<b>272,916,483</b>
<b>Earnings per share (EPS)</b>	<b>(1.53)</b>	<b>1.59</b>
sd/- Company Secretary	sd/- Managing Director	sd/- Director
		sd/- Chairman
		sd/- Syful Shamsul Alam & Co. Chartered Accountants

#### Consolidated Statement of Changes in Equity

for the year ended 31 December 2015

Particulars	Attributable to equity holders of Prime Finance & Investment Limited					
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling interest	Total
<b>Balance as at 1 January 2015</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>616,137,297</b>	<b>815,839,645</b>	<b>5,310,194,032</b>
Net profit for the year 2015	-	-	-	(417,152,781)	(10,342,108)	(427,494,889)
Transfer to statutory reserve	-	-	-	-	-	-
Issue of right share	-	-	-	-	-	-
Issue of bonus share (2014)	-	-	-	-	-	-
Payment of cash dividend (2014)	-	-	-	(341,145,604)	-	(341,145,604)
<b>Balance as at 31 December 2015</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>
<b>Balance as at 1 January 2014</b>	<b>2,729,164,830</b>	<b>851,649,949</b>	<b>221,943,750</b>	<b>668,214,189</b>	<b>778,863,918</b>	<b>5,249,836,637</b>
Net profit for the year 2014	-	-	-	432,756,393	36,975,727	469,732,120
Transfer to statutory reserve	-	75,458,561	-	(75,458,561)	-	-
Issue of right share	-	-	-	-	-	-
Issuance of bonus share (year 2013)	-	-	-	-	-	-
Payment of dividend (2013)	-	-	-	(409,374,725)	-	(409,374,725)
<b>Balance as at 31 December 2014</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>616,137,297</b>	<b>815,839,645</b>	<b>5,310,194,032</b>

These Audited Financial Statements of the Company for the year ended 31 December 2015 are published as per Bangladesh Bank DFIM circular no. 11 dated 23 December 2009

#### Consolidated Cash Flow Statement

for the year ended 31 December

	2015	(Figures in Taka) 2014
<b>A) OPERATING ACTIVITIES</b>		
Interest receipts	1,549,800,416	1,300,432,161
Interest payments	(1,133,031,224)	(876,787,909)
Fees and commission receipts	11,081,672	13,430,774
Dividend receipts	34,387,785	15,242,715
Capital gains from sale of listed shares	(48,978,425)	121,731,152
Cash payments to employees	(194,902,578)	(111,567,188)
Cash payments to suppliers and management expenses	(90,375,975)	(136,556,909)
Income taxes paid	(14,447,171)	(93,765,116)
Receipts from other operating activities	120,537,008	139,115,691
Payments for other operating activities	(18,429,799)	(4,914,766)
<b>Cash generated before changes in operating assets and liabilities</b>	<b>215,641,709</b>	<b>366,360,605</b>
<b>Increase/(decrease) in operating assets and liabilities</b>		
Net loans and advances to customers	(619,670,329)	(181,891,909)
Loans and deposits from banks and other customers	1,390,765,595	541,333,858
<b>Cash generated from operating assets and liabilities</b>	<b>771,095,266</b>	<b>359,441,949</b>
<b>Net cash generated from operating activities</b>	<b>986,736,975</b>	<b>725,802,554</b>
<b>B) INVESTING ACTIVITIES</b>		
Acquisition of fixed assets	(53,146,360)	(37,643,526)
Disposal of fixed assets	125,000	1,890,155
Sale of securities	2,212,77,811	1,353,544,359
Investment in securities	(1,867,490,969)	(1,639,376,149)
<b>Net cash used in investing activities</b>	<b>(292,265,482)</b>	<b>(321,585,161)</b>
<b>C) FINANCING ACTIVITIES</b>		
Dividend paid	(341,145,604)	(409,374,725)
Short term loan	(151,946,412)	86,811,579
<b>Net cash used in financing activities</b>	<b>(493,092,016)</b>	<b>(322,563,146)</b>
<b>D) Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>785,910,441</b>	<b>81,654,247</b>
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year	699,752,417	618,098,170
<b>G) Cash and cash equivalents at end of the year (D+E+F)</b>	<b>1,485,662,858</b>	<b>699,752,417</b>
<b>Cash and cash equivalents at end of the year represents</b>		
Cash in hand (including foreign currencies)	70,971	60,000
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	172,482,807	121,840,663
Balance with other banks and financial institutions	1,313,109,080	577,851,754
	<b>1,485,662,858</b>	<b>699,752,417</b>

Detail of the published audited financial statements for the year ended 31 December 2015 are available in the web site of the company. The address of the web site is

[www.primefinancebd.com](http://www.primefinancebd.com)

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