



# Prime Finance & Investment Limited

## Audited Financial Statements as at and for the year ended 31 December 2018

### Consolidated Balance Sheet

as at 31 December

	2018	(Figures in Taka) 2017	
<b>PROPERTY AND ASSETS</b>			
<b>Cash</b>			
In hand (including foreign currencies)	85,943	67,219	
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	131,825,491	165,517,864	
<b>Total cash</b>	<b>131,911,434</b>	<b>165,585,083</b>	
<b>Balance with other banks and financial institutions</b>			
In Bangladesh	398,469,772	972,746,274	
Outside Bangladesh	-	-	
<b>Total balance with other banks and financial institutions</b>	<b>398,469,772</b>	<b>972,746,274</b>	
Money at call and on short notice	-	-	
<b>Investments</b>			
Government	-	-	
Others	1,029,702,639	1,196,532,642	
<b>Total Investments</b>	<b>1,029,702,639</b>	<b>1,196,532,642</b>	
<b>Loans, advances and leases</b>			
Loans, advances and leases etc.	9,935,365,022	12,213,504,923	
Bills purchased and discounted	-	-	
<b>Total loans, advances and leases</b>	<b>9,935,365,022</b>	<b>12,213,504,923</b>	
Fixed assets including premises, furniture and fixtures	338,595,949	350,419,373	
Other assets	2,001,281,442	2,098,206,115	
Non-banking assets	176,097,907	176,097,907	
<b>Total assets</b>	<b>14,011,424,165</b>	<b>17,173,092,317</b>	
<b>LIABILITIES AND CAPITAL</b>			
<b>Liabilities</b>			
Borrowings from other banks, financial institutions and agents	1,735,730,678	2,142,490,132	
<b>Deposits and other accounts</b>			
Current and other accounts	-	-	
Bills payable	-	-	
Savings accounts	-	-	
Term deposits	6,634,959,037	8,938,854,327	
Bearer certificates of deposit	-	-	
Other deposits	-	-	
<b>Total deposits and other accounts</b>	<b>6,634,959,037</b>	<b>8,938,854,327</b>	
<b>Other liabilities</b>	<b>2,447,117,955</b>	<b>2,956,984,196</b>	
<b>Total liabilities</b>	<b>10,817,807,670</b>	<b>14,038,328,655</b>	
<b>Capital/shareholders' equity</b>			
Paid up capital	2,729,164,830	2,729,164,830	
Statutory reserve	939,728,546	927,108,510	
Share money deposit	-	-	
Other reserves	-	-	
Retained earnings	(1,503,911,533)	(1,551,843,270)	
Revaluation reserve	221,943,750	221,943,750	
<b>Equity attributable to shareholders of the company</b>	<b>2,386,925,593</b>	<b>2,326,373,820</b>	
Non-controlling interest	806,690,902	808,389,842	
<b>Total shareholders' equity</b>	<b>3,193,616,495</b>	<b>3,134,763,662</b>	
<b>Total liabilities and shareholders' equity</b>	<b>14,011,424,165</b>	<b>17,173,092,317</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	25,000,000	10,000,000	
<b>Total other commitments</b>	<b>25,000,000</b>	<b>10,000,000</b>	
<b>Total off-balance sheet items including contingent liabilities</b>	<b>25,000,000</b>	<b>10,000,000</b>	
<b>Net Asset Value per share (NAV)</b>	<b>8.75</b>	<b>8.52</b>	
sd/- Company Secretary	sd/- Managing Director	sd/- Director	sd/- Chairman sd/- A.Qasem & Co. Chartered Accountants

### Consolidated Profit and Loss Account

for the year ended 31 December

	2018	(Figures in Taka) 2017	
Interest income	915,289,022	709,658,457	
Interest paid on deposits, borrowings etc.	(868,179,112)	(1,002,004,740)	
<b>Net interest income</b>	<b>47,109,910</b>	<b>(292,346,283)</b>	
Investment income	84,941,635	198,191,727	
Fees, commission, exchange and brokerage	28,487,011	32,335,706	
Other operating income	(15,515,301)	(44,886,123)	
	<b>97,913,345</b>	<b>185,641,310</b>	
<b>Total operating income (A)</b>	<b>145,023,255</b>	<b>(106,704,973)</b>	
Salaries and other employee benefits	155,153,440	163,800,670	
Rent, taxes, insurance, electricity etc.	32,820,460	40,865,185	
Legal expenses	1,837,277	10,198,584	
Postage, stamp, telecommunication etc.	3,467,714	3,700,504	
Stationery, printing, advertisements etc.	3,949,820	4,390,042	
Managing director's salary and fees	8,141,000	15,500,000	
Directors' fees	902,781	1,294,228	
Auditors' fees	419,750	1,443,250	
Charges on loan losses	-	-	
Depreciation and repair of assets	19,053,405	17,992,517	
Other expenses	16,214,331	31,066,667	
<b>Total operating expenses (B)</b>	<b>241,959,978</b>	<b>290,251,647</b>	
<b>Profit before provision (C=A-B)</b>	<b>(96,936,723)</b>	<b>(396,956,620)</b>	
<b>Provision for loans, advances and leases</b>			
General provision	(31,400,787)	(89,670,138)	
Specific provision	(146,137,100)	117,540,571	
Provision for diminution in value of investment	8,399,906	18,080,021	
Other provision	3,147,000	5,988,000	
<b>Total provision (D)</b>	<b>(165,990,981)</b>	<b>51,938,454</b>	
<b>Total profit before tax (C-D)</b>	<b>69,054,258</b>	<b>(448,895,074)</b>	
<b>Provision for taxation</b>			
Current	12,832,788	11,725,300	
Deferred	(2,631,363)	(3,496,291)	
	<b>10,201,425</b>	<b>8,229,009</b>	
<b>Net profit after tax</b>	<b>58,852,833</b>	<b>(457,124,083)</b>	
<b>Attributable to</b>			
Shareholders of the company	60,551,773	(459,076,968)	
Non-controlling interest	(1,698,940)	1,952,885	
<b>Appropriations</b>			
Statutory reserve	12,620,036	-	
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>0.22</b>	<b>(1.68)</b>	
sd/- Company Secretary	sd/- Managing Director	sd/- Director	sd/- Chairman sd/- A.Qasem & Co. Chartered Accountants

### Consolidated Cash Flow Statement

for the year ended 31 December

	2018	(Figures in Taka) 2017
<b>A) OPERATING ACTIVITIES</b>		
Interest receipts	742,911,864	575,587,819
Interest payments	(937,282,593)	(897,550,786)
Fees and commission receipts	5,477,070	6,434,027
Dividend & Gain receipts	72,308,287	17,269,321
Cash payments to employees	(143,696,242)	(159,342,723)
Cash payments to suppliers and management expenses	(70,199,762)	(70,216,986)
Income taxes paid	(16,908,665)	(8,869,362)
Receipts from other operating activities	10,918,545	46,799,830
Payments for other operating activities	2,632,300	9,846,959
<b>Cash generated before changes in operating assets and liabilities</b>	<b>(333,839,196)</b>	<b>(480,041,901)</b>
<b>Increase/(decrease) in operating assets and liabilities</b>		
Net loans and advances to customers	2,389,047,106	2,446,762,575
Loans and deposits from banks and other customers	(2,795,741,933)	(1,075,217,541)
<b>Cash generated from operating assets and liabilities</b>	<b>(406,694,827)</b>	<b>1,371,545,034</b>
<b>Net cash generated from operating activities</b>	<b>(740,534,023)</b>	<b>891,503,133</b>
<b>B) INVESTING ACTIVITIES</b>		
Acquisition of fixed assets	(8,124,024)	(8,653,263)
Disposal of fixed assets	-	-
Sale of securities	186,107,886	909,028,336
Investment in securities	(53,114,176)	(1,008,905,452)
<b>Net cash used in investing activities</b>	<b>124,869,686</b>	<b>(108,530,379)</b>
<b>C) FINANCING ACTIVITIES</b>		
Dividend paid	-	-
Short term loan	7,714,186	(146,571,982)
<b>Net cash used in financing activities</b>	<b>7,714,186</b>	<b>(146,571,982)</b>
<b>D) Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(607,950,151)</b>	<b>636,400,772</b>
E) Effects of exchange rate changes on cash and cash equivalents	-	-
F) Cash and cash equivalents at beginning of the year	1,138,331,357	501,930,585
<b>G) Cash and cash equivalents at end of the year (D+E+F)</b>	<b>530,381,206</b>	<b>1,138,331,357</b>
<b>Cash and cash equivalents at end of the year represents</b>		
Cash in hand (including foreign currencies)	85,943	67,219
Balance with Bangladesh Bank and its agent bank (including foreign currencies)	131,825,491	165,517,864
Balance with other banks and financial institutions	398,469,772	972,746,274
	<b>530,381,206</b>	<b>1,138,331,357</b>

### Consolidated Statement of Changes in Equity

for the year ended 31 December 2018

Particulars	Attributable to equity holders of Prime Finance & Investment Limited					Total
	Paid up capital	Statutory reserve	Revaluation reserve	Retained earnings	Non-controlling interest	
<b>Balance as at 1 January 2018</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(1,551,843,270)</b>	<b>808,389,842</b>	<b>3,134,763,662</b>
Net profit for the year 2018	-	-	-	60,551,773	(1,698,940)	58,852,833
Transfer to statutory reserve	-	12,620,036	-	(12,620,036)	-	-
Issue of right share	-	-	-	-	-	-
Issue of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
<b>Balance as at 31 December 2018</b>	<b>2,729,164,830</b>	<b>939,728,546</b>	<b>221,943,750</b>	<b>(1,503,911,533)</b>	<b>806,690,902</b>	<b>3,193,616,495</b>
<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 year 2017	-	-	-	(459,076,968)	1,952,885	(457,124,083)
Transfer to statutory reserve	-	-	-	-	-	-
Issue of right share	-	-	-	-	-	-
Issuance of bonus share	-	-	-	-	-	-
Payment of cash dividend	-	-	-	-	-	-
<b>Balance as at 31 December 2017</b>	<b>2,729,164,830</b>	<b>927,108,510</b>	<b>221,943,750</b>	<b>(1,551,843,270)</b>	<b>808,389,842</b>	<b>3,134,763,662</b>

Detail of the published audited financial statements for the year ended 31 December 2018 are available in the web site of the company.