



Prime Bank Limited

a bank with a difference

Financial Statement 2003

BALANCE SHEET

AS AT 31 DECEMBER 2003

PROPERTY AND ASSETS	NOTES	2003 Taka	2002 Taka
Cash			
In hand (including foreign currencies)	3	160,262,434	237,570,319
Balance with Bangladesh Bank and Sonali Bank (including foreign currencies)	4	973,255,546	1,129,174,257
		1,133,517,980	1,366,744,576
Balance with other Banks and Financial Institutions	5		
In Bangladesh		2,417,688,341	2,078,658,497
Outside Bangladesh		109,593,042	110,850,904
		2,527,281,383	2,189,509,401
Money at Call and Short Notice	6	420,000,000	630,000,000
Investments	7		
Government		2,633,114,400	1,931,233,000
Others		116,595,000	65,000,000
		2,749,709,400	1,996,233,000
Loans and advances			
Loans, Cash Credits, Overdrafts etc.	8	14,565,946,311	11,247,294,785
Bills Purchased and discounted	9	1,926,278,094	1,439,550,545
		16,492,224,405	12,686,845,330
Fixed assets including premises, furniture and fixtures	10	265,168,372	218,496,496
Other Assets	11	644,452,990	271,096,821
Non - Banking assets		-	-
Total Assets		24,232,354,530	19,358,925,624
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	12	566,763,000	730,000,000
Deposits and other accounts	13		
Current accounts and other accounts		4,021,408,673	3,589,527,490
Bills payable		413,647,384	391,242,267
Savings bank deposits		2,631,112,661	1,964,390,309
Bearer certificate of deposits		3,519,456	43,922,357
Term deposits		14,022,661,187	10,492,515,566
		21,092,349,361	16,481,597,989
Other liabilities	14	791,378,601	620,919,514
Total liabilities		22,450,490,962	17,832,517,503
Capital/Shareholders' equity			
Paid up Capital	15	700,000,000	600,000,000
Share premium account	15.4	-	256,464,400
Statutory reserve	16	602,907,103	448,925,103
Proposed issue of bonus share 3:7 (2002: 1:6)		300,000,000	100,000,000
Proposed cash dividend @ 20% including dividend distribution tax		154,000,000	120,000,000
Unappropriated Profit as per Profit and Loss Account		24,956,465	1,018,618
Total shareholders' equity		1,781,863,568	1,526,408,121
Total liabilities and shareholders' equity		24,232,354,530	19,358,925,624

OFF BALANCE SHEET ITEMS

Contingent liabilities	17		
Acceptances and Endorsements		-	-
Letter of Guarantees	17.1	7,422,175,239	6,261,386,181
Irrevocable Letter of Credits		6,675,291,270	6,540,740,073
Bills for Collection		398,023,748	255,800,173
Other liabilities (Bad & Loss)		68,496,975	24,316,003
		14,563,987,232	13,082,242,430
Other contingent liabilities			
Value of travellers' cheques on hand		7,680,628	28,332,315
Value of Bangladesh Sanchay Patra on hand		63,397,000	153,202,500
		71,077,628	181,534,815
Other Commitments			
Documentary Credits and short term trade -related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Claims against the Bank not acknowledged as debt		-	-
Total Off - Balance Sheet Items		14,635,064,860	13,263,777,245

These financial statements should be read in conjunction with the annexed notes

Chairman Director Director Managing Director

Auditors' Report to the Shareholders
See annexed report of date

Hoda Vasi Chowdhury & Co
Chartered Accountants

Howladar Yunus & Co.
Chartered Accountants

Dhaka, 04 April 2004

PROFIT & LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2003

	NOTES	2003 Taka	2002 Taka
Interest income	18	2,158,664,973	1,619,809,988
Interest paid on deposits and borrowings etc.	19	(1,407,521,835)	(1,054,759,548)
Net interest income		751,143,138	565,050,440
Income from investments	20	167,770,402	130,745,548
Commission, exchange and brokerage	21	498,006,267	356,949,830
Other operating income	22	175,295,184	143,455,172
Total operating income		1,592,214,991	1,196,200,990
Less : Total operating expenses			
Salaries and allowances	23	302,360,444	233,220,288
Rent, taxes, insurance, electricity etc.	24	71,522,140	54,771,489
Legal and professional expenses	25	3,662,218	2,329,386
Postage, stamps, telecommunication etc.	26	26,125,847	18,883,613
Auditors' fees		360,000	360,000
Stationery, printing, advertisement etc.	27	39,020,931	30,007,372
Managing Directors' salary and allowances	28	4,880,000	4,026,822
Directors' fee	29	1,790,000	1,727,500
Repairs, maintenance & depreciation of assets	30	38,333,829	32,672,593
Other expenses	31	102,749,135	70,357,301
Total operating expenses		590,804,544	448,356,364
Profit before provision		1,001,410,447	747,844,626
Provision against loans and advances			
Specific provision	14.2	(190,000,000)	(15,000,000)
General provision	14.2	(40,000,000)	(35,000,000)
		(230,000,000)	(50,000,000)
Provision for other classified assets		(1,500,000)	(1,000,000)
Total provision		(231,500,000)	(51,000,000)
Total Profit before taxation for the year		769,910,447	696,844,626
Provision for taxation for the year	14.1	394,455,000	278,700,000
Net Profit after taxation for the year		375,455,447	418,144,626
Retained earning brought forward from previous year		1,018,618	23,685,692
		376,474,065	441,830,318
Amount transferred from share premium account		256,464,400	-
		632,938,465	441,830,318
Appropriations			
Statutory reserve(20% on net profit)		153,982,000	86,000,000
Proposed			
Cash dividend @ 20% for 2003 (2002: 20%)		140,000,000	120,000,000
Dividend Distribution Tax @ 10%		14,000,000	-
Bonus shares 2003: 3:7 (2002: 1:6)		300,000,000	100,000,000
Share Premium account		-	134,811,700
		607,982,000	440,811,700
Retained earnings carried forward		24,956,465	1,018,618
Earning per share (EPS)	36	53.64	59.73

These financial statements should be read in conjunction with the annexed notes.

Chairman Director Director Managing Director

Auditors' Report to the Shareholders
See annexed report of date

Hoda Vasi Chowdhury & Co
Chartered Accountants

Howladar Yunus & Co.
Chartered Accountants

Dhaka, 04 April 2004

Highlights

Sl. #	Particulars	2003 (Taka in million)	2002 (Taka in million)
1	Paid-up Capital	700.00	600.00
2	Total Capital	1,962.12	1,665.10
3	Capital surplus/deficit	480.85	594.00
4	Total Assets	24,232.35	19,358.93
5	Total Deposits	21,092.35	16,481.60
6	Total Loans and Advances	16,492.22	12,686.85
7	Total Contingent Liabilities and Commitments	14,635.06	13,263.78
8	Credit Deposit Ratio	78%	77%
9	Percentage of Classified Loans against Total Loans & Advances	1.98%	1.48%
10	Profit after tax & provision	375.46	418.14
11	Amount of classified loans during current year	214.45	86.96
12	Provisions kept against classified loan	249.44	122.81
13	Provision surplus/deficit against classified loan	85.98	25.27
14	Cost of fund	7.32%	7.27%
15	Interest earning Assets	21,936.70	17,178.17
16	Non-interest earning Assets	2,295.65	2,180.76
17	Return on investment (ROI)	6.58%	6.55%
18	Return on Assets (ROA)	4.13%	3.86%
19	Income from Investment	167.77	130.75
20	Earning per Share	53.64	59.73
21	Net Income per Share	53.64	69.69
22	Price Earning Ratio	6.98	5.15