



Prime Bank Limited

a bank with a difference

Financial Statement 2003

BALANCE SHEET

AS AT 31 DECEMBER 2003

PROPERTY AND ASSETS	NOTES	2003		2002	
		Taka	Taka	Taka	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				
Other Assets	11	265,168,372		218,496,496	
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	4,021,408,673		3,589,527,490	
Current accounts and other accounts		413,647,384		391,242,267	
Bills payable		2,631,112,661		1,964,390,309	
Savings bank deposits		3,519,456		43,922,357	
Bearer certificate of deposits		14,022,661,187		10,492,515,566	
Term deposits		21,092,349,361		16,481,597,989	
		791,378,601		620,919,514	
Other liabilities	14				
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					
Acceptances and Endorsements	17	—		—	
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

Dhaka, 04 April 2004

PROFIT & LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2003

NOTES	2003		2002	
	Taka	Taka	Taka	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

Auditors' Report to the Shareholders
See annexed report of date

Managing Director

Hoda Vasi Chowdhury & Co

Howlader Yunus & Co.
Chartered Accountants