# Huawei's nova 3i hits market



Aaron Shi, centre, country director of Huawei Consumer Business Group (Bangladesh), launches Huawei nova 3i, a popular device of the Chinese mobile maker, at Sonargaon hotel in the capital yesterday.

STAR BUSINESS REPORT

Chinese handset-maker Huawei launched its popular smartphone—Huawei nova 3i—at an event at the Pan Pacific Sonargaon in the capital yesterday.

available at all Huawei-branded shops across the country from August 11. Interested customers can pre-book the consumers." handset from August 1 to August 10. Customers who will pre-book will get

an attractive gift box with the device, the company said.

Grameenphone users will get 5GB internet for free with the purchase of every Huawei nova 3i, the company said in a statement.

six months equal monthly instalment facility, according to the statement.

"This is just another milestone of Huawei's commitment to consumers bringing in another innovation," said Aaron Shi, country director of Huawei Consumer Business Group.

The device priced at Tk 28,990 will be "I believe that Huawei nova 3i will set a new standard of expectation among the

> The handset features the same design as its predecessor and delivers an artificial intelligence four-camera photography experience.

The smartphone has a 24MP primary sensor and a 2MP sensor in the front side and two rear-facing cameras which are of 16MP and 2MP. The 6.3-inch device is Customers can also buy the set by using equipped with 128GB ROM and 4GB RAM.

**Amount in Taka** 

December 2017

11,338,246,488

1,648,447,462

9,689,799,026

926,436,073

212,708,609

713,727,464

23,164,705,952 17,040,173,917

6,124,532,035

137,728,107,037

128,285,305,266

9,442,801,771

2,373,477,630

7,006,078,746

15,084,474,001

7,000,000,000

9,082,720,699

86,233,068,806

43,235,048,516

2,093,215,659

6,649,505,297

6,957,226,940

3,981,066,735

2,086,718,332

13,159,018,948

88,148,149,137

18,763,102,486

42,435,425,990

16,216,851,844

10,732,768,817

494,383,800

494,383,800

182,537,051,926

133,982,358

24,583

169,378,032,978

Profit after taxation

Appropriations

Chairman

Other liabilities

Chairman

Statutory reserve

Non controlling interest

Earnings per share (EPS)

Retained earnings brought forward

Issue of bonus shares / Dividend paid

Retained earnings carried forward

Profit available for appropriation

140,644,053,680

June 2018

12,768,529,515

1,747,571,321

11,020,958,194

492,266,544

60,658,804

431,607,740

24,741,456,870

18,636,771,963

6,104,684,907

149,132,137,301

137,491,994,904

11,640,142,397

2,371,356,371

7,700,746,370

14,040,010,242

8,250,000,000

9,020,544,264

92,987,747,473

46,566,197,568

5,479,667,230

6,921,476,610

183,265,643,387

8,000,810,980

4,251,956,251

1,545,465,863

13,940,849,584

197,206,492,971

130,449,039,864

21,076,196,906

79,186,315,431

15,945,056,168

14,241,471,359

142,591,810

24,680

154,054,156,535

197,206,492,971 182,537,051,926

# State banks' escalating bad loans a threat: BB report

FROM PAGE B1

"The banking sector is said to be the main source of funds in accelerating economic growth through short-term financing. But the pile-up of rescheduled loans seems to be a matter of concern."

Despite the expected rescheduling, a large

amount of rescheduled loans in the industrial sector, particularly garment and textile, in conjunction with the lack of required follow-up may create downside risks for the banking system as a whole.

The stressed advance, which includes the NPLs and rescheduled loans, also increased to 19 percent last year from 17.2 percent a year earlier.

Large industries, which enjoyed 46.1 percent of the total loans given by the banking industry, accounted for 46.6 percent of the total stressed loans in the banking sector last year.

In 2017, the stressed loans in the large industries also increased significantly: by 12.8 percentage points from 2016.

The medium industries possessed 14.4 percent and small industries 11.7 percent of the total stressed loans in the banking sector.

The accumulation of larger stressed loans can hamper financial intermediation and banks' profitability.

"Therefore it is a foremost concern for the bank management and the regulator," the report said.

The bank should boost recovery drives to ensure collection of dues and speedy resolution of stressed assets.

The banking sector also faced a provisioning shortfall of Tk 6,767 crore in the last year as the state-run banks were largely responsible for keeping the regulatory requirement, the report added.

# Safety concerns, poor infrastructure holding back digital payment

"There should be an alternative to NPSB," Shirin said.

A regulatory framework is needed to set security standards for the electronic payment system, Crawford said. "The government and the private sector should work together to build a secure payment system."

Merchants can be subsidised to create value in card payment to encourage people to use the electronic payment system, he added. "The two things that most important for spreading out the digital payment system are confidence and convenience," said Mahfuz Anam, editor and publisher of The Daily Star.

People go for the digital payment system for convenience and resist the system for lack of confidence.

Subsequently, formulation of a legal framework for the system should be the number one priority.

"By merely creating confidence among the people can expedite the adoption of the digital payment system."

For instance, 90 percent of the payment for ecommerce purchases is made with cash on delivery due to low confidence, he added.

Only 5 percent of the total transactions in the country takes place through cards, said Lila Rashid, general manager of the Bangladesh Bank's payment systems department.

And even then, 89 percent of the card transactions are for cash withdrawal from the ATM booths.

"This is frustrating," she said. Internet banking accounts for only 1 percent of the total transactions. "This is very insignifi- added.

cant when we are trying to promote electronic payment."

This is because people still do not have confi-

dence in cards or the electronic payment system. Banks are also reluctant to provide the internet banking facility, which is the future of the electronic payment system, she said.

Currently, about 33 banks provide the service and even then not all of them provide the gamut of internet banking facilities.

Of the banks that have full-fledged internet banking service, only 13 banks are connected

with the NPSB, according to Rashid. Many banks are not interested in adopting the new technology because of low returns to invest-

ment, Shirin said.

Bangladesh has made impressive growth in mobile financial services, said Dianne Rajaratnan, Asia Pacific Lead at the Better Than Cash Alliance, a United Nations partnership of governments, companies and international organisations to accelerate the transition from cash to digital payments.

The faster growth showed the potential of the digital payment system, she added.

Despite various challenges, lots of progress happened in the digital payment system, said Pial Islam, managing partner of pi Strategy, who moderated the session.

Only by building confidence can the remote people be brought under banking channel, said Anis A Khan, managing director of Mutual Trust Bank.

Agent banking is working tremendously in taking banking services to the remote people, he

# Half Yearly Financial Statements-2018

## **Consolidated Balance Sheet** As at 30 June 2018

#### PROPERTY AND ASSETS Cash

In hand (including foreign currencies) Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)

Balance with other banks and financial institutions In Bangladesh

**Outside Bangladesh** 

Money at call and short notice Government securities

Others Loans, advances and lease/investments

Loans, cash credits, overdrafts, etc. Bills purchased and discounted

Fixed assets including premises, furniture and fixtures Other assets

Non-banking assets **Total Assets** 

LIABILITIES AND CAPITAL

Liabilities Borrowings from other banks, financial institutions and agents

Non-convertible Subordinated bonds Deposits and other accounts Savings / Mudaraba Saving deposits

Fixed deposits/Mudaraba term deposits Current deposits and other accounts Bills payable

Other liabilities

**Total Liabilities** Capital/ Shareholders' Equity

Paid-up capital

Other reserve Retained earnings

Statutory reserve

Non controlling interest **Total Shareholders' Equity** 

Total Liabilities and Shareholders' Equity **OFF- BALANCE SHEET ITEMS** 

**Contingent Liabilities** Acceptances and endorsements

Letters of guarantee Irrevocable letters of credit

Bills for collection Other contingent liabilities

Other commitments

Documentary credits and short term trade-related transactions Forward assets purchase and forward deposits placement Spot and forward foreign exchange contracts

Total Off-Balance Sheet Items including contingent liabilities:

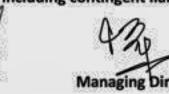
Undrawn note issuance and revolving underwriting facilities

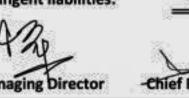
Undrawn formal standby facilities, credit lines and other commitments





Director



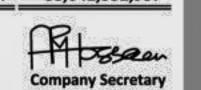




**Chief Financial Officer** 







**Company Secretary** 

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### Consolidated Statement of Changes in Equity For the period ended 30 June 2018

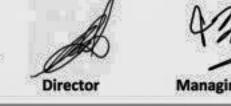
	Equity attributable to shareholder of Premier Bank Ltd.					Non		
Particulars	Paid-up capital	Statutory reserve	Other reserve	Retained earnings	Total	controlling interest	Total	
Balance as at 01 January 2018 Changes in accounting policy	6,957,226,940	3,981,066,735	133,982,358	2,086,718,332	13,158,994,365	24,583	13,159,018,948	
Restated balance	6,957,226,940	3,981,066,735	133,982,358	2,086,718,332	13,158,994,365	24,583	13,159,018,948	
Surplus/deficit on account of revaluation of properties	98	38	*8	99 <del>1</del>	*	*	8358	
Surplus/deficit on account of revaluation of investments	*	12	8,609,452	22	8,609,452	2	8,609,452	
Currency translation differences	258	85	*3	3	•	*	500	
Net profit for the year ended	**	3.6	33	773,221,184	773,221,184	×	773,221,184	
Transfer to statutory reserve	- 3	270,889,516	- 3	(270,889,516)		8	1.5	
Transfer to general and other reserve	*	⊕		29	*	36	5 <del>0</del> 5	
Issue of dividend	1,043,584,040	\$2	28	(1,043,584,040)		8	155	
Non controlling interest		8#	**	(97)	(97)	97	8990	
Balance as at 30 June 2018	8,000,810,980	4,251,956,251	142,591,810	1,545,465,863	13,940,824,904	24,680	13,940,849,584	
8		415	v				76	
Balance as at 30 June 2017	6,820,810,730	3,546,021,715	104,612,389	2,073,582,893	12,545,027,727	24,110	12,545,051,837	

# **Consolidated Profit and Loss statement** For the period ended 30 June 2018

**Amount in Taka** 

	01.01.2018 To 30.06.2018	01.01.2017 To 30.06.2017	01.04.2018 To 30.06.2018	01.04.2017 To 30.06.2017
PERATING INCOME	***	***	-	
terest income/profit on islamic investments	7,636,883,141	5,906,759,143	4,144,959,098	3,078,848,748
terest/profit paid on deposits, borrowings,etc	(5,162,100,587)	(4,014,456,917)	(2,755,632,246)	(2,053,207,724
et interest income/ net profit on investments	2,474,782,554	1,892,302,226	1,389,326,852	1,025,641,024
vestment income	834,859,197	898,716,679	367,941,728	448,366,325
ommission, exchange and brokerage	951,483,235	830,667,167	498,031,030	419,106,717
ther operating income	344,005,045	285,659,175	214,602,407	167,325,082
	2,130,347,477	2,015,043,021	1,080,575,165	1,034,798,124
otal Operating Income (A)	4,605,130,031	3,907,345,247	2,469,902,017	2,060,439,148
PERATING EXPENSES				
alary and allowances	990,405,953	744,323,533	546,024,360	404,852,015
ent, taxes, insurance, electricity, etc.	736,830,714	622,549,249	361,871,180	312,101,027
egal expenses	54,842,926	59,576,514	27,332,051	8,770,410
ostage, stamps, telecommunication, etc.	53,087,398	39,378,054	30,745,238	20,872,934
ationery, printing, advertisement, etc.	271,147,433	188,507,636	166,265,137	89,294,687
hief executive's salary and fees	6,513,333	7,400,000	4,013,333	4,700,000
irectors' fees	688,000	656,000	432,000	
uditors' fee		7,500	*	*
epreciation and repair of Bank's assets	141,055,736	131,510,806	67,916,189	76,693,795
ther expenses	227,491,307	170,897,552	125,380,703	98,309,132
otal Operating Expenses (B)	2,482,062,800	1,964,806,844	1,329,980,191	1,015,594,000
rofit before provision (C = A-B)	2,123,067,231	1,942,538,403	1,139,921,826	1,044,845,148
pecific Provision	750,000,000	900,000,000	450,000,000	500,000,000
eneral Provision	1.000 A 1.00 A 1	20028555865670 Vibra	GEORGE STATES	
otal provision (D)	750,000,000	900,000,000	450,000,000	500,000,000
ofit before taxation (C-D)	1,373,067,231	1,042,538,403	689,921,826	544,845,148
ovision for taxation		Į.		
urrent Tax	585,000,000	687,854,471	343,717,105	351,424,663
eferred tax expense (Income)	14,846,047	(347,976,693)	(113,871,058)	(217,636,787
	599,846,047	339,877,778	229,846,047	133,787,876

750,000,000	900,000,000	450,000,000	500,000,000
1,373,067,231	1,042,538,403	689,921,826	544,845,148
585,000,000	687,854,471	343,717,105	351,424,663
14,846,047	(347,976,693)	(113,871,058)	(217,636,787)
599,846,047	339,877,778	229,846,047	133,787,876
773,221,184	702,660,625	460,075,779	411,057,272
2,086,718,332	1,574,941,692		
2,859,939,516	2,277,602,317	460,075,779	411,057,272
270,889,516	204,019,412	135,551,238	107,051,840
1,043,584,040	388	1,043,584,040	*
97	12	63	5
1,314,473,653	204,019,424	1,179,135,341	107,051,845
1,545,465,863	2,073,582,893	(719,059,562)	304,005,427
0.97	0.88	0.58	0.51
100			







(12,046,667,481)

(661,372,060)

237,994,737

(104,405,708)

958,692,737

19,847,128

(94,889,530)

(75,042,402)

1,250,000,000

1,250,000,000

2,133,650,335

29,240,366,557 31,824,468,649

1,747,571,321

18,563,672,590

11,020,958,194

31,824,468,649

1.33

492,266,544

450,451,757

(1,044,463,759)

13,410,102,855

## **Consolidated Cash Flow Statement** For the period ended 30 June 2018

Amount in Taka		
June 2018	June 2017	
90		
8,472,817,442	6,800,044,015	
(5,162,100,587)	(4,014,456,917)	
501,031,478	426,229,391	
(996,919,286)	(749,723,533)	
(314,882,963)	(226,726,696)	
(707,912,339)	(573,004,165)	
344,005,045	285,659,175	
(1,072,940,345)	(896,347,296)	
1,063,098,445	1,051,673,974	
	8,472,817,442 (5,162,100,587) 501,031,478 (996,919,286) (314,882,963) (707,912,339) 344,005,045 (1,072,940,345)	

rease/decrease in operating assets and liabilities	Š
ins and advances to customers	6
ner assets	
posits from other banks	
posits from customers	

Net cash from operating activities (A) **Cash Flows from Investing Activities** Purchase/sale of trading securities, shares, bonds, etc. Purchase of property, plant and equipment Net cash used in investing activities (B)

Cash Flows from Financing Activities Dividend paid Issue of shares Issue of non-convertible variable coupon rate bond

Net cash from financing activities (C)

Net increase in cash (A+B+C) Effects of exchange rate changes on cash and cash equivalents Cash and cash equivalents at the beginning of the year Cash and cash equivalents for the period ended (\*) (\*) Cash and cash equivalents at the end of the period:

Cash in hand (including foreign currencies)

Investments in government securities

Money at call on short notice

Balance with Bangladesh Bank and its agent bank(s) Balance with other banks and financial institutions Net operating cash flow per share (NOCFPS)









# Selected Explanatory Notes to the Financial Statements For the period ended 30 June 2018

Premier Bank

#### 1 The Bank and its activities

#### 1.1 The Premier Bank Limited

The Premier Bank Limited ("the Bank") is one of the Third generation private commercial bank incorporated in Bangladesh on 10 June 1999 as a public company limited by shares under the Companies Act, 1994, governed by the Banking Companies Act, 1991. The Bank went for public issue of its share by initial public offering in 2007 and its share is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The Registered office of the company is located at Iqbal center, 42 Kemal Ataturk Avenue, Banani, Dhaka-1213, Bangladesh.

booths with no overseas branch. The Bank has one subsidiary companies namely, Premier Bank Securities Limited. The Bank also operates one Offshore Banking Unit (OBU) after obtaining its license from Bangladesh Bank on 10 November 2009. 1.2 Principal activities

The principal activities of the Bank are to provide all kinds of conventional and Islamic commercial banking services

At present the Bank has 104 branches including 12 SME Service Centers/Agricultural Branches and 29 own ATM

#### to its customers which includes deposit, loans and advances, export & import financing, local and international remittance facility etc. through its branches, Islamic windows, SME centers, and vibrant alternative delivery

The Bank obtained permission from Bangladesh Bank to operate Islamic Banking Unit vide Bangladesh Bank's letter no. BRPD(P-3)745(53)/2008-4804 dated 17 December, 2008. The Bank commenced operation of this Unit from 24 December 2008. The Islamic Banking Unit is governed under the rules and regulations of Bangladesh Bank. Out of the 103 branches, 2 branches are designated Islamic Banking branch complying with the rules of Islamic Shariah

the modus operandi of which is substantially different from other branches run on commercial conventional basis.

channels (ATM booths, mobile banking, internet banking, Fast Track, Agent Banking) in Bangladesh.

# 1.4 Offshore Banking Units

The Bank obtained two off-shore banking units permission from Bangladesh Bank vide its letter no. BRPD (P-3)744(102)/2009-4138 dated 10 November 2009 in Dhaka Export Processing Zone and Chittagong Export Processing Zone. Operation of these units commenced from 07 December 2009 from the Bank's Head Office. Presently one unit is operating at full-fledged from Banani Branch premises from July 2011. Off-shore banking unit is governed under the rules and regulations of Bangladesh Bank.

#### **Premier Bank Securities Limited** Premier Bank Securities Limited, a majority owned subsidiary company of The Premier Bank Limited was

1.5 The Bank has 01(One) operational subsidiary with following details:

incorporated as a private company limited by share in Bangladesh on 23 June 2010 bearing certificate of incorporation no. C-85332/10 under the Companies Act, 1994 having its registered office at Iqbal Centre(3rd Floor), 42 Kemal Ataturk Avenue, Banani, Dhaka-1213, Bangladesh. which commenced its business from the 17 April 2011. Significant accounting policies & basis of preparation of financial statements

#### 2.1 Basis of preparation of the financial statements Accounting policies in this financial statements are same as that applied in its last annual financial statements of

bank after considering some of the taxable additions and deduction.

31 December 2017. Consolidated financial statements includes position of The Premier Bank Ltd and Premier Bank securities Ltd. 2.2 Provision for income tax Provision for income tax has been shown @ 37.5% as prescribed in finance act, 2018 of the profit made by the

# 2.3 Earning Per Share

2.7 Reporting period

Dated: July 30, 2018

Earning Per Share (EPS) have been computed as per BAS- 33. Previous year's EPS have been adjusted as per guideline of BAS - 33.

# 2.4 General

(16,030,262,999) (1,002,006,431)

5,672,174,335 10,615,559,534

> 969,230,973 224,695,412

1,276,369,386

521,409,630

(89,033,501)

432,376,129

1,708,745,515

27,269,020,797

29,382,204,088

1,736,645,246

18,043,036,585

9,177,099,256

29,382,204,088

1.31

425,423,001

404,437,776

a. Figures in the financial statements have been rounded off to the nearest Taka. b. Wherever considered necessary, previous year/quarter figures have been rearranged for the purpose of comparison with current year presentation.

c. This interim financial statements have been prepared in accordance with Bangladesh accounting standard (BAS) 34" Interim Financial Reporting"

These financial statements cover the period from 01 January 2018 to 30 June 2018.







#### DISCLOSURE ON UN-AUDITED FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED ON JUNE 30, 2018

(Amount in BDT, where applicable) **Comparative Statement Consolidated Position Solo Position Particulars** As at June 30, As at June 30, As at June 30, As at June 30, 2018 2017 2018 2017 1394.08 1254.51 1384.37 1253.19 Net Asset Value (NAV) (In Crore Taka) Net Asset Value Per Share (NAVPS) 17.42 15.68 17.30 15.66 Net Operating Cash Flow Per Share 1.31 1.30 1.33 1.31

Particulars		Consolidated Position				Solo Position			
	Jan 01 to Jun 30, 2018	Jan 01 to Jun 30, 2017	Apr 01 to Jun 30, 2018	Apr 01 to Jun 30, 2017	Jan 01 to Jun 30, 2018	Jan 01 to Jun 30, 2017	Apr 01 to Jun 30, 2018	Apr 01 to Jun 30, 2017	
Earnings Per Share (EPS)	0.97	0.88	0.58	0.51	0.95	0.86	0.57	0.51	

**Comparative Statement** 

2018 will also be available in the website of the Bank at www.premierbankltd.com

By order of the Board of Directors Mohammad Akram Hossain, FCS Company Secretary

"The details of the published half yearly financial statement can be available in the website of the bank. The address of the website is www.premierbankltd.com"