

# 1<sup>st</sup> Quarter Financial Statements-2017

(Un-audited)

Premier Bank  
service first



## Consolidated Balance Sheet As at 31 March 2017

|   | Amount in Taka         |                        |
|---|------------------------|------------------------|
|   | Mar' 17                | Dec' 16                |
| <b>PROPERTY AND ASSETS</b>  |                        |                        |
| Cash  | 9,670,311,462          | 10,035,167,151         |
| In hand (including foreign currencies)  | 1,390,418,931          | 1,207,373,971          |
| Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies) | 8,279,892,531          | 8,827,793,180          |
| <b>Balance with other banks and financial institutions</b>                        | <b>303,786,025</b>     | <b>1,100,594,938</b>   |
| In Bangladesh   | 97,402,205             | 846,769,364            |
| Outside Bangladesh  | 206,383,820            | 253,825,574            |
| <b>Money at call and short notice</b>   | <b>-</b>               | <b>-</b>               |
| <b>Investments</b>  | <b>23,576,733,952</b>  | <b>23,301,143,562</b>  |
| Government securities   | 16,660,333,822         | 16,263,333,802         |
| Others  | 6,916,400,130          | 7,037,809,760          |
| <b>Loans, advances and lease/ investments</b>                                     | <b>127,049,324,782</b> | <b>113,777,562,064</b> |
| Loans, cash credits, overdrafts, etc.   | 121,049,681,421        | 108,019,159,866        |
| Bills purchased and discounted  | 5,999,643,361          | 5,758,402,198          |
| <b>Fixed assets including premises, furniture and fixtures</b>                    | <b>2,441,620,835</b>   | <b>2,408,410,725</b>   |
| <b>Other assets</b>   | <b>5,219,665,531</b>   | <b>4,544,409,242</b>   |
| <b>Non-banking assets</b>   | <b>-</b>               | <b>-</b>               |
| <b>Total Assets</b>   | <b>168,261,442,587</b> | <b>155,167,287,682</b> |
| <b>LIABILITIES AND CAPITAL</b>  |                        |                        |
| <b>Liabilities</b>  |                        |                        |
| <b>Borrowings from other banks, financial institutions and agents</b>             | <b>10,719,960,066</b>  | <b>4,869,857,372</b>   |
| <b>Non-convertible Subordinated bonds</b>   | <b>6,000,000,000</b>   | <b>6,000,000,000</b>   |
| <b>Deposits and other accounts</b>  | <b>131,441,944,513</b> | <b>125,640,370,898</b> |
| Savings / Mudaraba Saving deposits  | 7,827,572,049          | 7,487,133,469          |
| Fixed deposits/Mudaraba term deposits   | 86,560,226,795         | 81,593,259,775         |
| Current deposits and other accounts   | 35,765,307,538         | 34,880,162,796         |
| Bills payable   | 1,288,838,131          | 1,679,814,858          |
| <b>Other liabilities</b>  | <b>7,901,119,897</b>   | <b>6,743,819,530</b>   |
| <b>Total Liabilities</b>  | <b>156,063,024,476</b> | <b>143,254,047,800</b> |
| <b>Capital/ Shareholders' Equity</b>  |                        |                        |
| Paid-up capital   | 6,820,810,730          | 6,820,810,730          |
| Statutory reserve   | 3,438,969,875          | 3,342,002,303          |
| Other reserve   | 169,035,935            | 175,461,059            |
| Retained earnings   | 1,769,577,466          | 1,574,941,692          |
| Non controlling interest  | 24,105                 | 24,098                 |
| <b>Total Shareholders' Equity</b>   | <b>12,198,418,111</b>  | <b>11,913,239,882</b>  |
| <b>Total Liabilities and Shareholders' Equity</b>                                 | <b>168,261,442,587</b> | <b>155,167,287,682</b> |

| OFF- BALANCE SHEET ITEMS   |                       |                       |
|--|-----------------------|-----------------------|
| <b>Contingent Liabilities</b>  | <b>85,181,399,015</b> | <b>78,089,695,996</b> |
| Acceptances and endorsements   | 14,107,123,909        | 12,904,751,385        |
| Letters of guarantee   | 42,547,410,096        | 41,066,918,409        |
| Irrevocable letters of credit  | 17,439,422,933        | 14,759,463,040        |
| Bills for collection   | 11,087,442,077        | 9,358,563,162         |
| Other contingent liabilities   | -                     | -                     |
| <b>Other commitments</b>   | <b>159,397,600</b>    | <b>157,465,600</b>    |
| Documentary credits and short term trade-related transactions          | -                     | -                     |
| Forward assets purchase and forward deposits placement                 | 159,397,600           | 157,465,600           |
| Spot and forward foreign exchange contracts                            | -                     | -                     |
| Undrawn note issuance and revolving underwriting facilities            | -                     | -                     |
| Undrawn formal standby facilities, credit lines and other commitments  | -                     | -                     |
| <b>Total Off-Balance Sheet Items including contingent liabilities:</b> | <b>85,340,796,615</b> | <b>78,247,161,596</b> |

Chairman: Director: Managing Director: Chief Financial Officer: Company Secretary (Acting):

## Consolidated Profit and Loss statement For the period ended 31 March 2017

|   | Amount in Taka       |                      |
|---|----------------------|----------------------|
|   | Mar' 17              | Mar' 16              |
| <b>OPERATING INCOME</b>                               |                      |                      |
| Interest income/profit on Islamic investments         | 2,827,910,395        | 2,445,206,715        |
| Interest/profit paid on deposits, borrowings, etc     | (1,961,249,193)      | (1,883,691,839)      |
| <b>Net interest income/ net profit on investments</b> | <b>866,661,202</b>   | <b>561,514,876</b>   |
| Investment income                                     | 450,350,354          | 517,908,704          |
| Commission, exchange and brokerage                    | 411,560,450          | 314,910,178          |
| Other operating income                                | 118,334,093          | 87,983,459           |
| <b>Total Operating Income (A)</b>                     | <b>1,846,906,099</b> | <b>1,482,317,217</b> |
| <b>OPERATING EXPENSES</b>                             |                      |                      |
| Salary and allowances                                 | 339,471,518          | 310,571,037          |
| Rent, taxes, insurance, electricity, etc.             | 310,448,222          | 295,156,661          |
| Legal expenses  | 50,806,104           | 6,755,638            |
| Postage, stamps, telecommunication, etc.              | 18,505,120           | 12,496,532           |
| Stationery, printing, advertisement, etc.             | 99,212,949           | 75,100,203           |
| Chief executive's salary and fees                     | 2,700,000            | 2,700,000            |
| Directors' fees                                       | 656,000              | 861,000              |
| Auditors' fee   | 7,500                | 46,000               |
| Depreciation and repair of Bank's assets              | 54,817,011           | 97,179,290           |
| Other expenses  | 72,588,420           | 181,534,646          |
| <b>Total Operating Expenses (B)</b>                   | <b>949,212,844</b>   | <b>982,401,007</b>   |
| <b>Profit before provision (C = A-B)</b>              | <b>897,693,255</b>   | <b>499,916,210</b>   |
| Specific Provision                                    | 400,000,000          | 200,000,000          |
| General Provision                                     | -                    | -                    |
| <b>Total provision (D)</b>                            | <b>400,000,000</b>   | <b>200,000,000</b>   |
| <b>Profit before taxation (C-D)</b>                   | <b>497,693,255</b>   | <b>299,916,210</b>   |
| <b>Provision for taxation</b>                         |                      |                      |
| Current Tax   | 336,429,808          | 200,000,000          |
| Deferred tax expense (Income)                         | (130,339,906)        | -                    |
|   | <b>206,089,902</b>   | <b>200,000,000</b>   |
| <b>Profit after taxation</b>                          | <b>291,603,353</b>   | <b>99,916,210</b>    |
| <b>Retained earnings brought forward (restated)</b>   | <b>1,574,941,692</b> | <b>634,578,573</b>   |
| <b>Profit available for appropriation</b>             | <b>1,866,545,045</b> | <b>734,494,783</b>   |
| <b>Appropriations</b>                                 |                      |                      |
| Statutory reserve                                     | 96,967,572           | 65,575,217           |
| Issue of bonus shares                                 | -                    | -                    |
| Non controlling interest                              | 7                    | (1,118)              |
|   | <b>96,967,579</b>    | <b>65,574,099</b>    |
| <b>Retained earnings carried forward</b>              | <b>1,769,577,466</b> | <b>668,920,684</b>   |
| <b>Earnings per share (EPS)</b>                       | <b>0.43</b>          | <b>0.16</b>          |

Chairman: Director: Managing Director: Chief Financial Officer: Company Secretary (Acting):

## Consolidated Statement of Changes in Equity For the period ended 31 March 2017

| Particulars  | Equity attributable to shareholder of Premier Bank Ltd. |                      |                    |                      |                       | Non controlling interest | Total                 |
|--|---|----------------------|--------------------|----------------------|-----------------------|--------------------------|-----------------------|
|  | Paid-up capital   | Statutory reserve    | Other reserve      | Retained earnings    | Total                 |                          |                       |
| Balance as at 01 January 2017                            | 6,820,810,730   | 3,342,002,303        | 175,461,059        | 1,574,941,692        | 11,913,215,784        | 24,098                   | 11,913,239,882        |
| Prior period adjustment                                  | -   | -                    | -                  | -                    | -                     | -                        | -                     |
| Restated balance   | 6,820,810,730   | 3,342,002,303        | 175,461,059        | 1,574,941,692        | 11,913,215,784        | 24,098                   | 11,913,239,882        |
| Surplus/deficit on account of revaluation of properties  | -   | -                    | -                  | -                    | -                     | -                        | -                     |
| Surplus/deficit on account of revaluation of investments | -   | -                    | (6,425,124)        | -                    | (6,425,124)           | -                        | (6,425,124)           |
| Currency translation differences                         | -   | -                    | -                  | -                    | -                     | -                        | -                     |
| Net profit for the year ended                            | -   | -                    | -                  | 291,603,353          | 291,603,353           | 7                        | 291,603,360           |
| Payment of cash dividend                                 | -   | -                    | -                  | -                    | -                     | -                        | -                     |
| Transfer to statutory reserve                            | -   | 96,967,572           | -                  | (96,967,572)         | -                     | -                        | -                     |
| Transfer to general and other reserve                    | -   | -                    | -                  | -                    | -                     | -                        | -                     |
| Issue of bonus shares                                    | -   | -                    | -                  | -                    | -                     | -                        | -                     |
| Non controlling interest                                 | -   | -                    | -                  | -                    | (7)                   | -                        | -                     |
| <b>Balance as at 31 March 2017</b>                       | <b>6,820,810,730</b>                                    | <b>3,438,969,875</b> | <b>169,035,935</b> | <b>1,769,577,466</b> | <b>12,198,394,006</b> | <b>24,105</b>            | <b>12,198,418,111</b> |

Balance as at 31 March 2016: Chairman: Director: Managing Director: Chief Financial Officer: Company Secretary (Acting):

## Consolidated Cash Flow Statement For the period ended 31 March 2017

|  | Amount in Taka         |                        |
|--|------------------------|------------------------|
|  | Mar' 17                | Mar' 16                |
| <b>Cash Flows from Operating Activities</b>  |                        |                        |
| Interest received in cash  | 3,279,095,642          | 2,964,505,842          |
| Interest paid  | (1,961,249,193)        | (1,883,691,839)        |
| Fee and commission received in cash  | 233,829,933            | 205,021,728            |
| Payments to employees  | (342,171,518)          | (350,128,599)          |
| Payments to suppliers  | (114,447,829)          | (129,634,137)          |
| Income taxes paid  | (258,009,132)          | (111,579,343)          |
| Receipts from other operating activities   | 118,334,093            | 87,983,459             |
| Payments for other operating activities  | (456,619,803)          | (496,850,477)          |
| <b>Cash generated from operating activities before changes in operating assets and liabilities</b> | <b>498,762,193</b>     | <b>285,626,634</b>     |
| <b>Increase/decrease in operating assets and liabilities</b>                                       |                        |                        |
| Loans and advances to customers  | (13,271,762,718)       | (2,600,539,385)        |
| Other assets   | (544,916,383)          | (513,505,430)          |
| Deposits from other banks  | 5,850,102,694          | (308,377,008)          |
| Deposits from customers  | 5,801,573,615          | 287,161,511            |
| Other liabilities  | 681,494,724            | 313,026,132            |
|  | <b>(1,483,508,068)</b> | <b>(2,822,234,180)</b> |
| <b>Net cash from operating activities (A)</b>  | <b>(984,745,875)</b>   | <b>(2,536,607,546)</b> |
| <b>Cash Flows from Investing Activities</b>  |                        |                        |
| Purchase/sale of trading securities, shares, bonds, etc.   | 121,409,630            | (480,000,000)          |
| Purchase of property, plant and equipment  | (72,633,730)           | (65,953,597)           |
| <b>Net cash used in investing activities (B)</b>   | <b>48,775,900</b>      | <b>(545,953,597)</b>   |
| <b>Cash Flows from Financing Activities</b>  |                        |                        |
| Dividend paid  | -                      | -                      |
| Issue of shares  | -                      | 800,000,000            |
| Issue of non-convertible variable coupon rate bond   | -                      | 800,000,000            |
| <b>Net cash from financing activities (C)</b>  | <b>-</b>               | <b>800,000,000</b>     |
| <b>Net increase in cash (A+B+C)</b>  | <b>(935,969,975)</b>   | <b>(2,282,561,143)</b> |
| <b>Effects of exchange rate changes on cash and cash equivalents</b>                               | <b>177,730,517</b>     | <b>109,888,450</b>     |
| <b>Cash and cash equivalents at the beginning of the year</b>                                      | <b>27,269,020,797</b>  | <b>28,071,596,428</b>  |
| <b>Cash and cash equivalents for the period ended (*)</b>  | <b>26,510,781,339</b>  | <b>25,898,925,735</b>  |
| (*) Cash and cash equivalents at the end of the period:  |                        |                        |
| Cash in hand (including foreign currencies)  | 1,390,418,931          | 1,180,236,607          |
| Investments in government securities   | 16,536,683,852         | 17,082,918,262         |
| Money at call on short notice  | -                      | -                      |
| Balance with Bangladesh Bank and its agent bank(s)   | 8,279,892,531          | 7,213,639,207          |
| Balance with other banks and financial institutions  | 303,786,025            | 422,131,895            |
|  | <b>26,510,781,339</b>  | <b>25,898,925,971</b>  |
| <b>Net operating cash flow per share (NOCFPS)</b>  | <b>0.73</b>            | <b>0.46</b>            |

Chairman: Director: Managing Director: Chief Financial Officer: Company Secretary (Acting):

## Selected Explanatory Notes to the Financial Statements For the period ended 31 March 2017

- The Bank and its activities
- The Premier Bank Limited**  
The Premier Bank Limited ("the Bank") is one of the second 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 Irbil center, 42 Kamal Ataturk Avenue, Banani, Dhaka-1213, Bangladesh.  
At present the Bank has 99 branches including 12 SME Service Centers/Agricultural Branches and 21 own ATM 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.
- Principal activities**  
The principal activities of the Bank are to provide all kinds of conventional and Islamic commercial banking services to its customers which includes deposit banking, loans and advances, export & import financing, inland and international remittance facility etc. through its branches, Islamic windows, SME centers, and vibrant alternative delivery channels (atm booths, internet banking) in Bangladesh.
- Islamic Banking Unit**  
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 99 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.
- 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.
- The Bank has 01(One) subsidiaries with following details:**  
**Premier Bank Securities Limited**  
Premier Bank Securities Limited, a majority owned subsidiary company of The Premier Bank Limited was 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 10th Floor (3rd Floor), 42 Kamal 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 31 December 2016. Consolidated financial statements include position of The Premier Bank Ltd and Premier Bank securities Ltd.  
**2.2 Provision for income tax**  
Provision for income tax has been shown @ 40% as prescribed in finance act, 2016 of the profit made by the bank after considering some of the taxable additions and deduction.  
**2.3 Earning Per Share**  
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**  
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"  
**2.7 Reporting period**  
These financial statements cover the period from 01 January 2017 to 31 March 2017.

"The details of the published quarterly financial statement can be available in the website of the bank. The address of the website is [www.premierbankltd.com](http://www.premierbankltd.com)"