

# CREDIT RATING REPORT ON Prime Bank Limited

REPORT: RR/753/11

*This is a credit rating report as per the provisions of the Credit Rating Companies Rules 1996. CRISL long-term rating is valid for only one year and short term rating for six months. After the above periods, these ratings will not carry any validity unless the bank goes for rating surveillance.*

*CRISL followed Bank/FI Rating Methodology published in CRISL website [www.crislbd.com](http://www.crislbd.com)*

**Address:**

CRISL  
Nakshi Homes  
(4<sup>th</sup> & 5<sup>th</sup> Floor)  
6/1A, Segunbagicha,  
Dhaka-1000  
Tel: 7173700-1  
Fax: 88-02-9565783  
Email:  
[crisldhk@crislbd.com](mailto:crisldhk@crislbd.com)

	Long Term	Short Term
Surveillance Rating -2010	AA+	ST-1
Outlook	Stable	
Date of Rating Declaration	May 30, 2011	

**Analysts:**

**Md. Asiful Huq**  
[asif@crislbd.com](mailto:asif@crislbd.com)

**Md. Moniruzzaman,**  
**ACCA Affiliate**  
[moniruzzaman@crislbd.com](mailto:moniruzzaman@crislbd.com)

**Entity Rating**

Long Term: AA+  
Short Term: ST-1

Outlook: Stable

---

**PRIME BANK  
LIMITED**

---

**PRINCIPAL  
ACTIVITY**

Commercial Banking

**INCORPORATED ON**

February 12, 1995

**CHAIRMAN**

Mr. Azam J Chowdhury

**MANAGING DIRECTOR**

Mr. Mohammad Ehsanul  
Haque

**TOTAL ASSETS**

TK. 155,532.79 million

**TOTAL EQUITY**

TK. 17,466.60 million

**TOTAL LOANS & ADV:**

TK. 118,837.29 million

---

## 1.0 RATING RATIONALE

---

CRISL has reaffirmed the long term rating of Prime Bank Limited (hereinafter called 'PBL') to 'AA+' (pronounced as double A plus) and Short Term rating to 'ST-1'. The above ratings are based on consolidated financials upto December 31, 2010 and other relevant qualitative and quantitative information upto the date of rating.

While assigning the rating CRISL viewed the ongoing fundamentals such as good financial performance and operating efficiency, satisfactory asset quality, good capital base, good market share, diversified business lines, considerable increase of non-funded business, sound IT infrastructure, experienced management team etc. However, the above factors are moderated, to some extent, by high loan growth to deposit, moderate financial performance of exchange house operations, dependence on fixed deposit etc.

The long term rating implies that banks rated in this category are adjudged to be of high quality, offer higher safety and have high credit quality. This level of rating indicates a banking entity with a sound credit profile and without significant problems. Risks are modest and may vary slightly from time to time because of economic conditions. Short-term rating indicates highest certainty of timely payment. Short-term liquidity including internal fund generation is very strong and access to alternative sources of fund is outstanding. Safety is almost like risk free Government short-term obligations.

CRISL also foresee no significant change/ volatility in its operation in near future and placed the bank with "Stable Outlook" for the next one year.

---