

# To all shareholders/ statutory agencies

In terms of Section 13 of the Securities and Exchange Rules, 1987 and the Securities and Exchange Commission notification # SEC/Section-7/SER/03/132 dated October 22, 1997, the management of the Bank is pleased to submit the unaudited Balance sheet, Profit & Loss account, Cash flow statement, statement of changes in equity with selective notes to the accounts of the Bank for the first half-year ended on June 30, 2012.

The Bank achieved an operating profit of Tk.4,209 million (Consolidated Tk.4,508 million) during the half-year ended on June 30, 2012. The growth rate is 25% over June 30, 2011. Adequate provision has been made against loans and advances and other delinquent assets as per Bangladesh Bank's rules and regulation in force. The deposit and advances grew by 9% and 7%respectively during the first half-year of 2012. The ratio of classified loans to total loans stood at 1.87% as on June 30, 2012. The capital (Tier-I & Tier-II) of the Bank as on June 30, 2012 is Tk. 24,344 million (consolidated ) and Tk 24,069 million (Solo). The earnings per share (EPS) based on half-yearly results stood at Tk.1.20 (Solo) and Tk. 1.32 (Consolidated).

During the period under review, the Bank handled import, export and remittance business to the tune of Tk.84,026 million, Tk. 75,721 million and Tk.18,743 million respectively. Total numbers of branches stands at 120 branches including 17 SME branches. The bank is planning to open another 12 branches by December 2012.

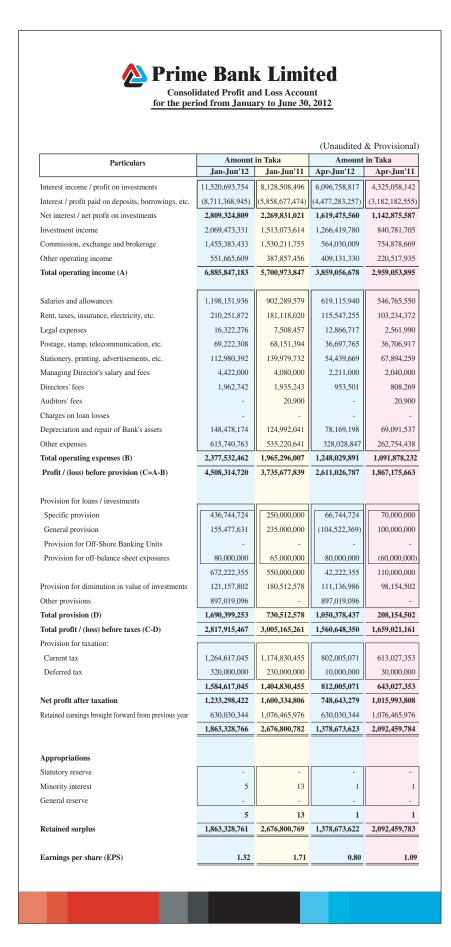
Credit Rating Information and Services Limited (CRISL) has reaffirmed long term rating of Prime Bank Limited to "AA+" (pronounced as double A plus) and reaffirmed short-term rating to "ST-1". The above ratings are based on consolidated financials up to December 31, 2011 and other relevant qualitative and quantitative information up to the date of rating. The above rating is in consideration of its strong 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.

We are confident that the year-end position of 2012 would be indicated a positive trend in overall growth of the Bank despite challenging environment.

With regards for the

Md. Ehsan Khasru Managing Director

#### Prime Bank Limited Consolidated Balance Sheet as at June 30, 2012 (Unaudited & Provisional) Amoun<mark>t in Taka</mark> Growth Percentage (%) Particulars Jun-12 Dec-11 PROPERTY AND ASSETS Cash In hand (including foreign currencies) Balance with Bangladesh Bank and its agent bank (s) 1,689,552,989 1,464,155,549 15.39 (including foreign currencies) 14,511,595,746 12,032,573,269 20.60 16,201,148,736 13,496,728,818 20.04 Balance with other banks and financial institutions In Bangladesh Outside Bangladesh 382,122,372 1,208,305,751 387,816,219 1.49 110.73 2,546,252,415 2,934,068,633 1,590,428,123 84.48 Money at call and short notice Investments 40,734,091,645 34,395,651,805 3,141,350,689 3,120,176,474 43,875,442,334 37,515,828,279 Government 18.43 Others 0.68 16.95 Loans, advances and lease /investments Loans, cash credits, overdrafts etc./ investments Bills purchased and discounted 144,650,171,974 134,406,227,505 7.62 8,564,452,418 7,395,421,459 153,214,624,392 141,801,648,964 7.395.421.459 15.81 8.05 4,033,403,880 2,557,642,372 Fixed assets including premises, furniture and fixtures 4,178,938,598 3.61 Other assets 4,162,065,209 62.73 Non - banking assets Total assets 224,566,287,903 200,995,680,436 11.73 LIABILITIES AND CAPITAL Liabilities Borrowings from other banks, financial institutions and agents 17,706,210,209 10,969,847,805 61.41 Deposits and other accounts Current / Al-wadeeah current deposits Bills payable 23,625,794,636 2,992,596,076 28,189,316,487 19.32 2,615,482,817 (12.60) Savings bank / Mudaraba savings deposits Term deposits / Mudaraba term deposits 18,175,343,430 17,943,888,911 1.29 125,089,072,557 115,250,080,280 8.54 Bearer certificate of deposit Other deposits 174,069,215,291 159,812,359,903 8.92 Other liabilities 13,256,049,726 10,907,077,559 21.54 Total liabilities 205,031,475,226 181,689,285,267 12.85 Capital / Shareholders' equity Paid -up capital Share premium 9,357,714,690 7,798,095,580 20.00 2,241,230,396 2,241,230,396 Minority Interest 2.37 63 65 5,778,119,737 259,338,544 Statutory reserve Revaluation gain / loss on investments 5,778,119,737 34,084,292 (86.86) Revaluation reserve 251,603,567 251,603,567 Foreign currency translation gain 8,731,169 8,058,632 8.35 Other reserve Surplus in profit and loss account / Retained earnings 1,863,328,761 (37.26) 2.969.948.651 Total Shareholders' equity 19,534,812,676 19,306,395,170 1.18 224,566,287,903 200,995,680,436 Total liabilities and Shareholders' equity 11.73 OFF - BALANCE SHEET EXPOSURES Contingent liabilities Acceptances and endorsements Letters of guarantee 29,742,911,976 28,963,416,330 2.69 41,580,644,356 34,955,284,339 18.95 Irrevocable letters of credit 26,057,646,290 29,706,663,305 (12.28) Bills for collection 11,522,425,036 7,429,741,406 55.09 Other contingent liabilities 108,903,627,658 101,055,105,380 7.77 Other commitments Documentary credits and short term trade -related transactions Forward assets purchased and forward deposits placed Undrawn note issuance and revolving underwriting facilities Undrawn formal standby facilities , credit lines and other commitments Liabilities against forward purchase and sale Total Off-Balance Sheet exposures including contingent liabilities 108,903,627,658 101,055,105,380 7.77



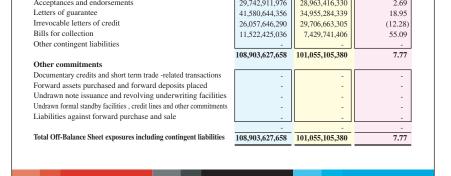
# Consolidated Cash Flow Statement for the period from January to June 30, 2012

Particulars	Amount	
A) Cash flows from operating activities	Jan-Jun'12	Jan-Jun'11
Interest receipts in cash	12,731,664,534	7,752,049,813
Interest payments	(4,425,898,774)	(4,218,041,881)
Dividend receipts	9,352,175	12,438,367
Fees and commission receipts in cash Recoveries of loans previously written off	1,456,942,205	1,530,211,756
Cash payments to employees	59,392,128	27,841,474
Cash payments to suppliers	(980,573,936)	(686,369,579)
Income taxes paid	(291,848,073)	(275,357,991)
Receipts from other operating activities	(970,774,529) 984,856,283	(1,471,821,400)
Payments for other operating activities	(914,981,605)	746,704,411 (652,145,160)
Cash generated from operating activities before	(914,981,003)	(032,143,100)
changes in operating assets and liabilities	7,658,130,408	2,765,509,810
Increase / (decrease) in operating assets and liabilities		
Statutory deposits		
Purchase of trading securities (Treasury bills)	(151,031,016)	(1,976,385,543)
Loans and advances to other banks	-	-
Loans and advances to customers	(12,425,091,890)	(9,986,084,587)
Other assets	(9,575,628,710)	(5,265,082,520)
Deposits from other banks / borrowings	6,483,038,124	3,634,404,556
Deposits from customers	12,361,585,414	22,344,253,897
Other liabilities account of customers	(377,113,259)	(241,112,892)
Trading liabilities	-	-
Other liabilities	1,138,897,609	(1,294,505,193)
	(2,545,343,728)	7,215,487,718
Net cash from operating activities	5,112,786,680	9,980,997,528
B) Cash flows from investing activities		
Debentures	-	-
Payments for purchases of securities	(133,578,150)	(418,576,016)
Purchase of property, plant and equipment	(145,894,641)	(2,114,201,558)
Payment against lease obligation	(2,711,588)	(2,496,038)
Proceeds from sale of property, plant and equipment	-	-
Net cash used in investing activities	(282,184,379)	(2,535,273,612)
C) Cash flows from financing activities		
Receipts from issue of sub-ordinated bond	-	-
Receipts from issue of ordinary share including premium net off tax	-	-
Dividend paid	(779,809,558)	(288,818,355)
Net Cash used in financing activities	(779,809,558)	(288,818,355)
<b>D</b> ) Net increase / (decrease) in cash and cash equivalents (A+ B + C)	4,050,792,744	7,156,905,561
E) Effects of exchange rate changes on cash and cash equivalents	(130,316)	-
F) Cash and cash equivalents at beginning of the year	15,089,790,941	10,976,820,356
G) Cash and cash equivalents at end of the period (D+E+F)	19,140,453,369	18,133,725,917
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies)	1,689,552,989	1,369,016,756
Balance with Bangladesh Bank and its agent bank (s)		
(including foreign currencies)	14,511,595,746	14,759,442,444
Balance with other banks and financial institutions	2,934,068,633	2,001,396,917
Money at call and short notice	-	-
Reverse repo	-	-
Prize bonds	5,236,000	3,869,800
	19,140,453,369	18,133,725,917

		I	Consolidated 2 for the period	Consolidated Statement of Changes in Equity for the period from January to June 30, 2012	nges in Equity June 30, 2012			(Unaudited	(Unaudited & Provisional)
Particulars	Paid up capital	Statutory reserve	Share premium	Minority interest	Revaluation reserve	Revaluation gain / loss on investments	F.C. translation gain	Retained earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as at January 1, 2012	7,798,095,580	5,778,119,737	2,241,230,396	63	251,603,567	259,338,544	8,058,632	2,969,948,651	19,306,395,170
Changes in accounting policy / Last year's profit			1	'		I	1	1	
Restated balance	7,798,095,580	5,778,119,737	2,241,230,396	63	251,603,567	259,338,544	8,058,632	2,969,948,651	19,306,395,170
Surplus / (deficit) on account of revaluation of properties				'		1	,		
Adjustment of last year revaluation gain on investments	·			'		(320,737,488)	,		(320,737,488)
Surplus / (deficit) on account of revaluation of investments				'		95,483,236	,		95,483,236
Currency translation differences				'		1	672,537	(489,643)	182,894
Net gains and losses not recognized in the income statement	,	'		'	,	34,084,292	8,731,169	2,969,459,007	19,081,323,811
Net profit for the period				'		1	,	1,233,298,422	1,233,298,422
Dividends (Bonus shares)	1,559,619,110			'		1		(1,559,619,110)	
Cash dividend	ı		ı	'		ı	ı	(779,809,558)	(779,809,558)
Minority interest		'		2		1	,	'	2
Issue of share capital-right share				'		1	,	,	
Appropriation made during the period	1	ı		'	,	1	1	,	
Balance as at June 30, 2012	9,357,714,690	5,778,119,737	2,241,230,396	65	251,603,567	34,084,292	8,731,169	1,863,328,761	19,534,812,676
Balance as at June 30, 2011	7,798,095,580	4,391,633,607	2,241,230,396	73	251,603,567	1,247,196,517	1,342,839	2,676,800,769	18,607,903,348
Balance as at December 31, 2011	7.798.095.580	5.778.119.737	2.241.230.396	g	251 603 567	259.338.544	8.058.632	2 060 048 651	19.306.395.170

# **A** Prime Bank Limited Balance Sheet as at June 30, 2012

Particulars	Amoun	t in Taka	Growth
1 al ticulars	Jun-12	Dec-11	Percentage (%)
PROPERTY AND ASSETS			
Cash			
In hand (including foreign currencies)	1,689,450,231	1,464,103,675	15.39
Balance with Bangladesh Bank and its agent bank (s)			
(including foreign currencies)	14,511,595,746	12,032,573,269	20.60
	16,201,045,978	13,496,676,944	20.04
Balance with other banks and financial institutions			
In Bangladesh	383,054,331	377,477,308	1.4
Outside Bangladesh	1,655,579,051	1,138,637,962	45.4
	2,038,633,381	1,516,115,270	34.4
Money at call and short notice	-	-	-
Investments			
Government	40,734,091,645	34,395,651,805	18.4
Others	979,882,227	982,145,986	(0.2.
• • • • • • · ·	41,713,973,872	35,377,797,791	17.9
Loans, advances and lease / investments			
Loans, cash credits, overdrafts, etc./ investments	142,032,120,598	132,589,361,294	7.1
Bills purchased and discounted	7,134,008,182	6,819,531,891	4.6
	149,166,128,780	139,408,893,185	7.0
Fixed assets including premises, furniture and fixtures	4,124,370,954	3,975,458,490	3.7
Other assets	9,079,648,556	6,175,551,802	47.0
Non - banking assets	-	-	-
Total assets	222,323,801,521	199,950,493,482	11.1
LIABILITIES AND CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	17,452,885,929	10,969,847,805	59.1
Deposits and other accounts	17,452,005,929	10,909,047,005	59.1
Current / Al-wadeeah current deposits	28,226,799,902	23,628,852,206	19.4
Bills payable	2,615,482,817	2,992,596,076	(12.6
Savings bank / Mudaraba savings deposits	18,175,343,430	17,943,888,911	1.2
Term deposits / Mudaraba term deposits	125,089,893,972	115,250,383,779	8.5
Bearer certificate of deposit	-	-	-
Other deposits	-	-	-
	174,107,520,121	159,815,720,972	8.9
Other liabilities	11,514,515,118	10,026,199,774	14.8
Total liabilities	203,074,921,168	180,811,768,551	12.3
Capital / Shareholders' equity			
Paid up capital	9,357,714,690	7,798,095,580	20.0
Share premium	2,241,230,396	2,241,230,396	
Statutory reserve	5,778,119,737	5,778,119,737	
Revaluation gain / (loss) on investments	11,344,045	243,159,736	(95.3
Revaluation reserve	251,603,567	251,603,567	-
Foreign currency translation gain	8,681,495	8,694,724	(0.1
Other reserve	-		-
Surplus in profit and loss account / Retained earnings	1,600,186,424	2,817,821,192	(43.2
Total Shareholders' equity	19,248,880,353	19,138,724,931	0.5
Total liabilities and Shareholders' equity	222,323,801,521	199,950,493,482	11.1
OFF - BALANCE SHEET EXPOSURES			
Contingent liabilities			
Acceptances and endorsements	29,742,911,976	28,963,416,330	2.6



18.95

Letters of guarantee

### **A** Prime Bank Limited Profit and Loss Account for the period from January to June 30, 2012

Particulars	Amount	in Taka	Amount	in Taka
rarucuars	Jan-Jun'12	Jan-Jun'11 Restated	Apr-Jun'12	Apr-Jun'11 Restated
Interest income / profit on investments	10,996,986,301	7,722,861,587	5,823,005,935	4,118,665,771
Interest / profit paid on deposits, borrowings, etc.	(8,434,069,921)	(5,676,024,678)	(4,335,805,939)	(3,086,267,155
Net interest / net profit on investments	2,562,916,379	2,046,836,910	1,487,199,996	1,032,398,616
Investment income	2,035,084,105	1,494,458,338	1,236,657,105	840,781,421
Commission, exchange and brokerage	1,363,935,899	1,419,939,613	513,795,303	707,051,480
Other operating income	505,790,392	310,025,091	385,050,201	183,946,845
Total operating income (A)	6,467,726,775	5,271,259,952	3,622,702,606	2,764,178,361
Salaries and allowances	1,161,338,675	883,221,179	600,745,037	536,867,995
Rent, taxes, insurance, electricity, etc.	201,708,954	175,730,822	110,725,042	100,190,828
Legal expenses	16,001,518	6,782,267	12,561,634	1,835,800
Postage, stamp, telecommunication, etc.	68,528,205	67,284,726	36,294,108	36,285,129
Stationery, printing, advertisements, etc.	111,803,120	138,315,731	54,014,823	67,205,981
Managing Director's salary and fees	4,422,000	4,080,000	2,211,000	2,040,000
Directors' fees	1,921,917	1,874,543	935,301	769,569
Auditors' fees	-	-	-	-
Charges on loan losses	-	-	-	-
Depreciation and repair of Bank's assets	143,181,273	120,793,059	74,127,634	65,503,504
Other expenses	549,879,813	497,189,304	291,424,877	243,712,160
Total operating expenses (B)	2,258,785,475	1,895,271,631	1,183,039,456	1,054,410,965
Profit / (loss) before provision (C=A-B)	4,208,941,301	3,375,988,320	2,439,663,149	1,709,767,396
Provision for loans / investments				
Specific provision	436,744,724	250,000,000	66,744,724	70,000,000
General provision	155,477,631	235,000,000	(104,522,369)	100,000,000
Provision for Off-Shore Banking Units	-	-	-	-
Provision for off-balance sheet exposures	80,000,000	65,000,000	80,000,000	(60,000,000
	672,222,355	550,000,000	42,222,355	110,000,000
Provision for diminution in value of investments	27,905,949	-	25,770,482	-
Other provisions	897,019,096	-	897,019,096	-
Total provision (D)	1,597,147,400	550,000,000	965,011,933	110,000,000
Total profit / (loss) before taxes (C-D)	2,611,793,900	2,825,988,320	1,474,651,216	1,599,767,396
Provision for taxation				
Current tax	1,170,000,000	1,110,000,000	750,000,000	590,000,000
Deferred tax	320,000,000	230,000,000	10,000,000	30,000,000
	1,490,000,000	1,340,000,000	760,000,000	620,000,000
Net profit after taxation	1,121,793,900	1,485,988,320	714,651,216	979,767,396
Retained earnings brought forward from previous years	478,392,524	380,713,902	478,392,524	380,713,902
	1,600,186,424	1,866,702,223	1,193,043,740	1,360,481,299
Appropriations				
Statutory reserve	-	-	-	-
General reserve	-	-	-	-
Retained surplus	1,600,186,424	1,866,702,223	1,193,043,740	1,360,481,299
Earnings per share (EPS)	1.20	1.59	0.76	1.05

for the period from January	to June 30, 2012	
	(Unaudi	ted & Provisional
Particulars	Amount i	
	Jan-Jun'12	Jan-Jun'11 Restated
A) Cash flows from operating activities	[]	
Interest receipts in cash	12,207,957,080	7,346,402,904
Interest payments	(4,148,599,750)	(4,035,389,085)
Dividend receipts	9,352,175	12,438,367
Fees and commission receipts in cash	1,365,494,671	1,419,939,613
Recoveries of loans previously written off	59,392,128	27,841,474
Cash payments to employees	(943,760,675)	(667,301,179)
Cash payments to suppliers	(290,670,801)	(274,136,932)
Income taxes paid	(970,774,529)	(1,471,821,400)
Receipts from other operating activities	904,591,839	650,258,054
Payments for other operating activities	(834,225,150)	(602,159,250)
Cash generated from operating activities before		
changes in operating assets and liabilities	7,358,756,989	2,406,072,567
Increase / (decrease) in operating assets and liabilities		
Statutory deposits		
Purchase of trading securities (Treasury bills)	(151,031,016)	(1.076.295.542)
Loans and advances to other banks	(131,031,010)	(1,976,385,543)
Loans and advances to customers	(10,769,352,057)	(9,190,268,620)
Other assets	(10,709,352,057)	(5,198,150,768)
Deposits from other banks / borrowings	6,483,038,124	898,111,962
Deposits from customers	12,396,529,175	22,326,680,839
Other liabilities account of customers	(377,113,259)	(241,112,892)
Trading liabilities	-	
Other liabilities	206,004,623	508,869,098
	(3,087,227,036)	7,127,744,076
Net cash from operating activities	4,271,529,953	9,533,816,643
B) Cash flows from investing activities Debentures		
Proceeds from sale of securities	-	-
Payments for purchases of securities	-	(2.278.0(0)
Purchase of property, plant and equipment	(110,140,176)	(3,278,069)
Payment against lease obligation	(149,272,387) (2,711,588)	(2,105,135,919) (2,496,038)
Proceeds from sale of property, plant and equipment	(2,711,388)	(2,490,038)
Net cash used in investing activities	(262,124,151)	(2,110,910,026)
U U	(202,124,131)	(2,110,910,020)
C) Cash flows from financing activities		
Receipts from issue of sub-ordinated bond	-	-
Receipts from issue of ordinary share including premium net off tax	-	-
Dividend paid	(779,809,558)	(288,818,355)
Net Cash used in financing activities	(779,809,558)	(288,818,355)
<b>D</b> ) Net increase / (decrease) in cash and cash equivalents $(\mathbf{A} + \mathbf{B} + \mathbf{C})$	3,229,596,245	7,134,088,263
E) Effects of exchange rate changes on cash and cash equivalents	(107,100)	16,372,562
F) Cash and cash equivalents at beginning of the year $(\mathbf{D} \cdot \mathbf{F} \cdot \mathbf{F})$	15,015,426,214	10,926,743,914
G) Cash and cash equivalents at end of the period (D+E+F)	18,244,915,359	18,077,204,739
Cash and cash equivalents at end of the period		
Cash in hand (including foreign currencies)	1,689,450,231	1,369,004,768
Balance with Bangladesh Bank and its agent bank (s)	1,009,450,251	1,505,004,708
(including foreign currencies)	14,511,595,746	14,759,442,444
Balance with other banks and financial institutions	2,038,633,381	1,944,887,727
Money at call and short notice	2,030,035,501	1,747,007,727
Money at call and short house		-
	_	_
Reverse repo Prize bonds	- 5,236,000	- 3,869,800

			for the period from	for the period from January to June 30, 2012	<u>, 2012</u>		(Unat	(Unaudited & Provisional)
Particulars	Paid up capital	Share premium	Statutory reserve	Revaluation reserve	Revaluation gain / loss on investments	F.C. translation gain	Retained earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance as at January 1, 2012	7,798,095,580	2,241,230,396	5,778,119,737	251,603,567	243,159,736	8,694,724	2,817,821,192	19,138,724,931
Changes in accounting policy / Last year's profit		,	'		ı			1
Restated balance	7,798,095,580	2,241,230,396	5,778,119,737	251,603,567	243,159,736	8,694,724	2,817,821,192	19,138,724,931
Surplus / deficit on account of revaluation of properties		1	'					'
Adjustment of last year revaluation gain on investments		,	'		(320,737,488)			(320,737,488)
Surplus / deficit on account of revaluation of investments	,		'		88,921,796		1	88,921,796
Currency translation differences		,	'			(13,229)		(13,229)
Net gains and losses not recognized in the income statement			'		11,344,045	8,681,495	,	18,906,896,011
Net profit for the period		,	'				1,121,793,900	1,121,793,900
Dividends (Bonus shares)	1,559,619,110	1	'				(1,559,619,110)	'
Cash dividend			'	'		·	(779, 809, 558)	(779, 809, 558)
Share premium	'		'	'		·	,	1
(ssue of share capital (Right share)	'		'	,		·	'	1
Appropriation made during the period		•	'			,		,
Balance as at June 30, 2012	9,357,714,690	2,241,230,396	5,778,119,737	251,603,567	11,344,045	8,681,495	1,600,186,424	19,248,880,353
Balance as at June 30, 2011	7,798,095,580	2,241,230,396	4,391,633,607	251,603,567	1,239,148,991		1,866,702,223	17,788,414,363
Balance as at December 31, 2011	7.798.095.580	305 052 120 2	5.778.119.737	251.603.567	243.150.736	8.694.724	2 817 821 192	19.138.724.931

#### 🖄 Prime Bank Limited Selective Notes to the Financial Statements As at 30.06.2012

**1 Accounting Policies:** 

1.1 Accounting policies in the half-yearly Financial Statements are same as that were applied in its last annual Financial Statement of December 31, 2011. Consolidated Financial Statements includes position of Prime Bank Ltd including 3 OBUs., Prime Exchange Co. Pte. Ltd. (Singapore), PBL Exchange (UK) Limited, PBL Finance (Hong Kong) Limited, Prime Bank Investment Ltd. and Prime Bank Securities Ltd. 1.2 The provision against loans and advances/investements and delinquent assets has

been made as per Bangladesh Bank's rules and regulation in force. 1.3 Provision for Income tax has been shown @ 42.50% as prescribed in Finance Act 2012 of the accounting profit made by the Bank after considering some of the taxable add backs of income and disallowances of expenditures including provision for loans.

1.4 The conversion rate of Singapore d	ollar, US dollar	and Pound are gi	ven bellow:
	Opening rate	Closing rate	Average rate
Singapore dollar for PEC	63.03650	64.64820	63.84235
US dollar for OBU	81.8529	81.8252	81.83905
Pound for PBL Exchange (UK) Ltd.	126.46270	128.18740	127.32505
PBL Finance (Hong Kong) Limited	10.53190	10.54780	10.53985

1.5 General

a) Figures appearing in these financial statements have been rounded off to the nearest Taka. b) Figures of previous year have been rearranged wherever necessary to conform to current year's presentation.

2 Capital/ Shareholders' Equity:

	rdingly. This has raised the paid up capital to T			ed & Provisional) Taka in millon
SI #	Particulars	Jun-12	Dec-11	Growth in % over Dec-2011
1	Deposits	174,107.52	159,815.72	8.94
2	Loans & advances	149,166.13	139,408.89	7.00
3	Classified loans & advances	2,791.07	1,908.25	46.26
4	Required provision for classified loans & advances	880.41	731.24	20.40
5	Provision maintained for classified loans & advances	981.36	778.23	26.10
6	Capital Fund:	24,343.88	24,272.56	0.29
	Core Capital	19,240.39	18,787.39	2.41
	Supplementary Capital	5,103.49	5,485.17	(6.96)
7	No. of Branches including SME	120	119	0.84
8	No. of Employees	2,479	2,292	8.16

## 陷 Prime Bank Limited Comparative position as on 30.06.2012

				Taka in millo
SI #	Particulars	Jun-12	Dec-11	Growth in % over Dec-2011
9	Ratio of Classified Loans to Total Loans (NPL Ratio)	1.87%	1.37%	0.50
10	Return on Assets	1.06%	2.07%	(1.01)
11	Statutory Reserve	5,778.12	5,778.12	-
12	Shareholders' Equity	19,248.88	19,138.72	0.12
			, 	0.12 Growth in %
	Shareholders' Equity Other Key Figures	19,248.88 Jun-12	19,138.72 Jun-11	
			, 	Growth in %
SI #	Other Key Figures	Jun-12	Jun-11	Growth in % over Jun-2011
<b>SI #</b>	Other Key Figures Operating profit	<b>Jun-12</b> 4,208.94	<b>Jun-11</b> 3,375.99	Growth in % over Jun-2011 24.67

**Credit rating report** Long-Term

AA+

AA+

Surveillance Rating-2012

Surveillance Rating-2011

Short-Term

ST-1

ST-1

Outlook Stable Date of Declaration May 30, 2012 Credit Rating Information and Services Limited (CRISL) has reaffirmed long term rating of Prime Bank Limited to "AA+" (pronounced as double A plus) and reaffirmed short-term rating to "ST-1". The above ratings are based on financials up to December 31, 2011 and other relevant qualitative and quantitative information up to the date of rating. The above rating based is in consideration of its strong fundamentals such as good financial performance and operating efficiency, satisfactory asset quality, good capital base, good market share, diversified business lines, considerable increase of nonfunded 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. Shortterm 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 foresees no significant change/ volatility in its operation in near future and placed the bank with "Stable Outlook" for the next one year.

