

Prime Bank Limited

Credit Risk Management Division
Head Office, Dhaka

Credit Circular No: 2018/০৭

January 31, 2018

All Heads of Branches/Units &
All Divisional Heads at Head Office
Prime Bank Limited
Bangladesh.

Revision of Profit Rate Band on Investment

Dear Sir (s),

Please be informed that the Management has approved the revision of Profit Rate Band on investment of our Bank as under with effect from February 01, 2018:

Sl. No.	Existing			Revised		
	Nature of Investment	Profit Rate Band (p.a.)	Mid Rate	Nature of Investment	Profit Rate Band (p.a.)	Mid Rate
1	Agriculture			Agriculture		
	Investment to Primary Products	6.00%-9.00%	7.50%	Investment to Primary Products	6.00%-9.00%	7.50%
	Others	6.00%-9.00%	7.50%	Others	6.00%-9.00%	7.50%
2	Term Investment to Large and Medium Scale Industry			Term Investment to Large and Medium Scale Industry		
	Export Oriented	*8.50%-11.50%	10.00%	Export Oriented	*9.50%-12.50%	11.00%
	Others	*8.50%-11.50%	10.00%	Others	*9.50%-12.50%	11.00%
3	Term Investment to Small and Cottage Industry			Term Investment to Small and Cottage Industry		
	Cottage Industry	11.00%-14.00%	12.50%	Cottage Industry	13.00%-16.00%	14.50%
	Small Industry	11.25%-14.25%	12.75%	Small Industry	12.50%-15.50%	14.00%
4	Working Capital to Industry			Working Capital to Industry		
	A. Working Capital Investment to Large Industry and Medium Scale Industry			A. Working Capital Investment to Large Industry and Medium Scale Industry		
	i. Export Oriented	**8.00%-11.00%	9.50%	i. Export Oriented	**9.25%-12.25%	10.75%
	ii. Others	**8.00%-11.00%	9.50%	ii. Others	**9.50%-12.50%	11.00%
	B. Working Capital Investment to Small Industry	10.75%-13.75%	12.25%	B. Working Capital Investment to Small Industry	12.50%-15.50%	14.00%
5	Export Credit (PC/ECC)	7.00%	--	Export Credit (PC/ECC)	7.00%	--
6	Commercial Investment			Commercial Investment		
	Import Financing	10.50%-13.50%	12.00%	Import Financing	12.00%-15.00%	13.50%
	Others	10.50%-13.50%	12.00%	Others	12.00%-15.00%	13.50%
7	Other Special Program (Other than commercial)	As per guidelines of BB/Govt.		Other Special Program (Other than commercial)	As per guidelines of BB/Govt.	
8	Real Estate Investment			Real Estate Investment		
	Commercial	***8.50%-11.50%	10.00%	Commercial	***10.00%-13.00%	11.50%
	Commercial cum Residential	***8.50%-11.50%	10.00%	Commercial cum Residential	***10.00%-13.00%	11.50%
	Residential	***8.50%-11.50%	10.00%	Residential	***10.00%-13.00%	11.50%
9	Overdraft Against			Overdraft Against		
	FDR maintained with our bank	1.00%- 4.00% above the deposit rate		FDR maintained with our bank	2.00%- 4.00% above the deposit rate****	
	FDR maintained with other banks/NBFIs/Wage Earner's Development Bonds	9.00%-12.00%	10.50%	FDR maintained with other banks/NBFIs/Wage Earner's Development Bonds	11.00%-14.00%	12.50%
	DPS and other deposit scheme maintained with our bank	1.00%-4.00% above the deposit rate		DPS and other deposit scheme maintained with our bank	2.00%-4.00% above the deposit rate****	

Revision of Profit Rate Band on Investment

Sl. No.	Existing			Revised		
	Nature of Investment	Profit Rate Band (p.a.)	Mid Rate	Nature of Investment	Profit Rate Band (p.a.)	Mid Rate
	Consumer Investment			Consumer Investment		
10	Home Investment	9.00%-12.00%	10.50%	Home Investment	10.00%-13.00%	11.50%
	Car Investment	11.00%-14.00%	12.50%	Car Investment	12.00%-15.00%	13.50%
	All other Unsecured Investment	11.00%-14.00%	12.50%	*****All other Unsecured Investment	12.00%-15.00%	13.50%
11	Investment to NBFIs	9.00%-12.00%	10.50%	Investment to NBFIs	10.50%-13.50%	12.00%
12	Investment to MFI's (other than Agriculture Financing)	8.00%-11.00%	9.50%	Investment to MFI's (other than Agriculture Financing)	9.50%-12.50%	11.00%
	Izara	9.50%-12.50%	11.00%	Izara	11.00%-14.00%	12.50%
14	Investment against Share	13.00%-16.00%	14.50%	Investment against Share	14.00%-17.00%	15.50%
15	Prodip (under BB refinance)	8.00%-11.00%	9.50%	Prodip (under BB refinance)	8.00%-11.00%	9.50%
16	Special Scheme (under BB Refinance)	10.00%-13.00%	11.50%	Special Scheme (under BB Refinance)	9.00%-12.00%	10.50%
17	Prime Express Investment	8.50%-11.50%	10.00%	Prime Express Investment	Discontinue	
18	Short Term Investment	8.50%-11.50%	10.00%	Short Term Investment	10.00%-13.00%	11.50%
19	RMG Remediation Finance	7.75%-9.75%	8.75%	RMG Remediation Finance	9.50%-12.50%	11.00%
20	Others	11.00%-14.00%	12.50%	Others *****	12.50%-15.50%	14.00%

* Profit rate on Term Investment to Medium Segment customers (as per Prime Banks definition) that is under serial no. 02, cannot be less than 11.75% p.a. On the other hand, for Large Scale Industry (as per Prime Bank's definition) to allow Profit rate less than 10.00% p.a., prior consent from the CRO & MD shall be required.

*For Term Investment to University/school the profit rate can be 0.25% lower than the above stated rate

** Profit rate on Working Capital Investment to Medium Segment customers (as per Prime Banks definition) that is under serial no. 04, cannot be less than 11.50% p.a. On the other hand, for Large Scale Industry (as per Prime Bank's definition) to allow profit rate less than 10.00% p.a., prior consent from the CRO & MD shall be required.

***Profit rate for Real Estate Company having Group Turnover less than BDT 800.00 crore will not be less than 10.50% p.a.(under serial no. 08)

**** For the Investment as mentioned in serial 9 "FDR/DPS/Other deposit scheme maintained with our bank", Head of Branches shall sanction their credit facilities under heir delegation at Profit band 2.00% - 4.00%.

*****All other unsecured Investment / investment under Consumer Investment that is serial no. 10 following will apply:

- i) The Lower rate of the band will only be applicable for "A" category salaried person.
- ii) For business persons, Profit will not be less than 15.00% p.a.

***** Term Investment facility under PPG of (1) Prime Shombhabona (2) Prime Emarat (3) Sahaj Rin will fall under 'Others' category that is serial no. 20 and the rate of profit will not be less than 13.50%, 13.00%, 15.00% p.a. respectively.

Others:

a) Compensation Rate @ 2.00% p.a. to be realized on the overdue credit facility(s) for the overdue period only in addition to the approved rate of profit except SOD (FO-PBL).

All concerned are advised to follow the above instructions meticulously.

Thanking you.

Yours sincerely,


(Mohd. Rafat Ullah Khan) 3/10/18

Senior Executive Vice President


(Syed Faridul Islam)

Deputy Managing Director

Copy to:

- (1) PS to the Managing Director, Prime Bank Limited, Head Office, Dhaka.
- (2) PS to the Deputy Managing Director(s), Prime Bank Limited, Head Office, and Dhaka.
- (3) The Head of Marketing Division, Prime Bank Limited, Head Office, Dhaka.

Prime Bank Limited

Credit Risk Management Division

Head Office, Dhaka

Credit Circular No: 2018/ **05**

January 31, 2018

All Heads of Branches/Units &
All Divisional Heads at Head Office
Prime Bank Limited
Bangladesh.

Revision of Interest Rate Band on Lending

Dear Sir (s),

Please be informed that the Management has approved the revision of Interest Rate Band of our Bank as under with effect from February 01, 2018:

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6	Commercial Lending			Commercial Lending		
	Import Financing	10.50%-13.50%	12.00%	Import Financing	12.00%-15.00%	13.50%
	Others	10.50%-13.50%	12.00%	Others	12.00%-15.00%	13.50%
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13	Lease Financing	9.50%-12.50%	11.00%	Lease Financing	11.00%-14.00%	12.50%
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(Mohd. Rafat Ullah Khan)

Senior Executive Vice President


(Syed Faridul Islam)

Deputy Managing Director

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- PS to the Deputy Managing Director(s), Prime Bank Limited, Head Office, and Dhaka.
- The Head of Marketing Division, Prime Bank Limited, Head Office, Dhaka.