

Key Statistics

Latest Close	36.9
52-week Price Range	29.4-46
NOS Outstanding (Mn)	936
Market Capitalization (BDT Bn)	34,530
Holding Structure	
Public	36%
Institution	21%
Sponsors	41%
Foreign	2%
52-week Avg. Turnover	19.7
EPS Forward	2.89
P/E Forward	12.8
Sector P/E Forward	9.7
NAVPS	22.91
P/NAVPS	1.61
Sector P/NAVPS	1.17
Beta	0.75

Company Profile: Prime Bank has started its journey as private commercial bank since 1995. The bank has 111 branches, 17 SME branches, 134 ATM booths through out the country. Prime bank has two subsidiaries in capital market named Prime Bank Investmets Ltd. and Prime Bank Securities Ltd. and three other subsidiaries in Singapore, UK and Hong Kong named Prime Exchange Co Pte Ltd., PBL Exchange (UK) Ltd. and PBL Finance (Hong Kong) Ltd., all three are fully owned by Prime Bank Ltd. Prime Bank is a primary dealer in the treasury securities.

Description of Business: Net interest income decreased in 2011, but showed positive growth in all three quarter in 2012. Income from investments, which was 36.45 per cent of the operating income, was almost double in 2011 compared to the previous year but showed a mixed performance in 2012. Income from commission, exchange and brokerage increased in 2011 but decreased in 2012 as Bangladesh Bank discouraged Banks' to open LC to lessen import.

Key Financials (In MN BDT)	2010	2011	Q1, 2012	Q2, 2012	Q3, 2012
Loans and advances	118,837.3	141,801.6	150,724.8	153,214.6	157,492.0
Deposits and other accounts	124,488.6	159,812.4	166,967.4	174,069.2	179,364.7
Investment					
Govt.	19,368.1	34,395.7	38,679.1	40,734.1	41,270.2
Others	2,837.9	3,120.2	3,204.3	3,141.4	3,116.6
Total Shareholders equity	17,464.3	19,306.4	19,563.6	19,534.8	20,442.1
Paid up capital	5,776.4	7,798.1	7,799.0	9,357.7	9,357.7
Total Contingent Liabilities (OBS)	87,299.5	101,055.1	95,392.4	108,903.6	103,366.7
Interest income	12,695.4	17,574.8	5,423.9	6,096.8	5,984.1
Interest paid on deposits and borrowings	8,047.1	13,043.5	4,234.1	4,477.3	4,596.4
Net interest	4,648.3	4,531.3	1,189.8	1,619.5	1,387.7
Investments income	2,717.7	4,282.3	1,103.7	1,266.4	1,194.7
Commission, exchange and brokerage	2,718.2	2,916.0	891.4	564.0	543.8
Operating profit	10,792.6	12,529.9	3,327.4	3,859.1	3,278.0
Profit before tax	6,471.9	7,113.9	1,257.3	1,560.6	1,719.1
Net profit	3,640.6	3,717.0	484.7	748.6	902.5
Key Performance Indicators	Q3-11	Q4-11	Q1-12	Q2-12	Q3-12
NIM growth	-28.5%	76.7%	-17.6%	36.1%	-14.3%
OP growth	-14.7%	78.0%	-33.1%	37.6%	-25.8%
Total Provision growth	-13.1%	-22.8%	358.5%	64.1%	-79.1%
Net Interest Margin (NIM) % of Interest Income	19.0%	28.0%	21.9%	26.6%	23.2%
OP % of Interest Income	37.1%	55.0%	35.0%	42.8%	32.4%
Current Deposit growth	-3.4%	6.2%	11.0%	7.5%	-8.0%
Savings Deposit growth	3.6%	3.0%	0.4%	0.9%	3.7%
Term Deposit growth	7.2%	2.2%	4.4%	3.9%	5.7%

Analysis of Performance:

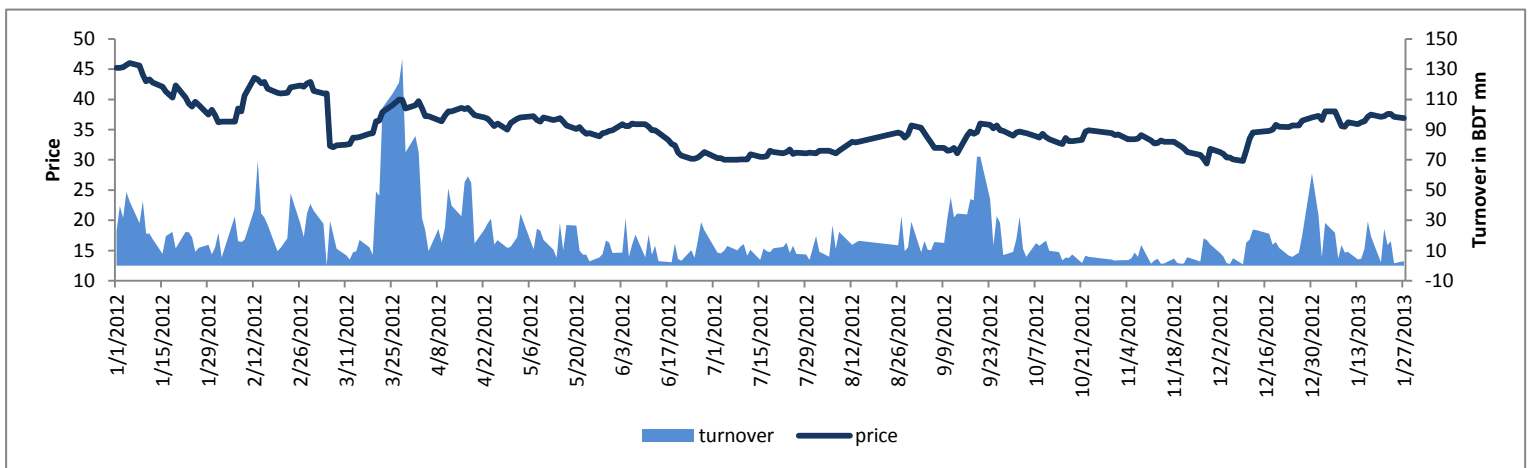
The net interest income of the Bank increased by 70 per cent in Q3, 2012 compared to the same period of the previous year. Income from investments growth was 24.55 per cent and income from commission, exchange and brokerage growth was negative 22.61 per cent in Q3, 2012. NPAT decreased by 0.67 per cent in Q3, 2012.

Operating expense increased by 30.6 per cent in Q3, 2012 compared to the same period of the previous year. Provision against loans and advances increased by 21.41 per cent in Q3, 2012.

Total asset increased by 22.12 per cent while the main contributor of asset, loans and advances increased by 24.72 per cent in Q3, 2012. Cost income ratio was 40.86 per cent in Q3, 2012, 1.72 per cent higher from the previous year. Deposit growth was 15.78 per cent in Q3, 2012.

ROA and ROE of the Bank was 2.09 per cent and 20.22 per cent respectively in 2011. NPL (non-performing Loan) ratio was 1.37 per cent in 2011, 0.19 per cent higher from the previous year. Capital adequacy ratio was 12.48 per cent in 2011, the required amount was 10 per cent.

Stock Performance



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