

Reckitt Benckiser (Bangladesh) PLC

Interim Condensed Financial Statements
as at and for the period ended 31 March 2022
(Un-audited)

Reckitt Benckiser (Bangladesh) PLC

The Glass House, 9th & 10th Floors, Plot-2, Block-SE (B), 38 Guishan Avenue, Dhaka-1212
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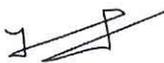
Registered Office : Reckitt Benckiser (Bangladesh) PLC, 58/59 Nasirabad Industrial Area, Chattogram-4209

Reckitt Benckiser (Bangladesh) PLC
Condensed Statement of Financial Position
As at 31 March 2022

	31 March 2022 (Unaudited) BDT'000	31 December 2021 (Audited) BDT'000
Assets		
Non-current assets		
Property, plant and equipment	557,510	571,184
Right-of-use assets (ROU)	182,903	155,426
Deferred tax assets	7,427	10,885
Total non-current assets	747,840	737,496
Current assets		
Inventories	589,880	584,824
Trade and other receivables	158,529	69,007
Advances, deposits and prepayments	60,104	45,647
Cash and cash equivalents	2,032,701	1,629,066
Total current assets	2,841,214	2,328,544
Total assets	3,589,054	3,066,040
Equity and liabilities		
Shareholders' equity		
Share capital	47,250	47,250
Retained earnings	991,767	900,806
Total equity	1,039,017	948,056
Non-current liabilities		
Employee benefits - gratuity	52,590	70,418
Lease liabilities	182,939	153,549
Total non-current liabilities	235,529	223,967
Current liabilities		
Trade and other payables	2,107,701	1,665,931
Employee benefits	11,597	27,760
Lease liabilities	28,388	10,087
Current tax liabilities	161,386	187,206
Unclaimed dividend	5,436	3,033
Total current liabilities	2,314,508	1,894,017
Total equity and liabilities	3,589,054	3,066,040



Afreen Huda
Director



Tanmay Gupta
Director &
Chief Financial Officer



Vishal Gupta
Managing Director



Md. Nazmul Arefin
Company Secretary

Reckitt Benckiser (Bangladesh) PLC
Condensed Statement of Profit or Loss and Other Comprehensive Income (Un-audited)
for the period ended 31 March 2022

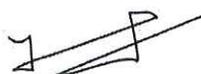
	1 January to 31 Mar 2022	1 January to 31 Mar 2021
	BDT'000	BDT'000
Revenue	1,274,882	1,278,567
Cost of sales	(649,652)	(574,304)
Gross profit	625,230	704,263
Other income/ (expenses)	-	(10)
Net operating expenses	(485,617)	(483,437)
Impairment loss reversal on trade receivables	(539)	(1,118)
	(486,156)	(484,564)
Profit from operation	139,074	219,699
Finance income	1,853	5,601
Finance cost	(3,505)	(2,871)
Profit before Contribution to WPPF	137,422	222,429
Contribution to WPPF	(6,544)	(10,592)
Profit before tax	130,878	211,837
Income tax expense	(39,918)	(72,950)
Profit after tax	90,960	138,886
Other comprehensive income	-	-
Total comprehensive income	90,960	138,886
Earnings per share		
Basic earnings per share (Taka)	19.25	29.39

Note:

EPS has been reduced by taka 10.14 in the quarter ended on 31st March 2022, and this reduction has happened as cost of sales has been increased by 13% as compared to same quarter of last year, which mainly led by unprecedented price increase of our key raw material namely soap noodles.



Afreen Huda
Director



Tanmay Gupta
Director &
Chief Financial Officer



Vishal Gupta
Managing Director



Md. Nazmul Arefin
Company Secretary

Reckitt Benckiser (Bangladesh) PLC
Condensed Statement of changes in equity (Un-audited)
for the period ended 31 March 2022

	<u>Share capital</u> BDT'000	<u>Retained earnings</u> BDT'000	<u>Total</u> BDT'000
Balance as at 1 January 2022	47,250	900,806	948,056
	-	-	-
Total comprehensive income for the three months period ended 31 March 2022			
Profit for the period	-	90,960	90,960
Other comprehensive income	-	-	-
Balance as at 31 Mar 2022	47,250	991,767	1,039,017
Balance as at 1 January 2021	47,250	760,470	807,720
	-	-	-
Total comprehensive income for the three months period ended 31 March 2021			
Profit for the period	-	138,886	138,886
Other comprehensive income	-	-	-
Balance as at 31 Mar 2021	47,250	899,356	946,606

Reckitt Benckiser (Bangladesh) PLC
Condensed Statement of cash flows (Un-audited)
for the period ended 31 March 2022

	<u>1 January to 31 March 2022</u> BDT'000	<u>1 January to 31 March 2021</u> BDT'000
Cash Flows from operating activities		
Receipts from customers	1,352,982	1,282,378
Payment to suppliers, employees and others	(836,338)	(872,190)
Cash generated from operating activities	516,644	410,188
Income taxes paid	(65,738)	(67,676)
Net cash from operating activities	450,906	342,512
Cash flows from investing activities		
Purchase of property, plant and equipment	(38,434)	(52,601)
Proceeds from disposal of property, plant and equipment	-	-
Income from investment during the period	1,976	4,240
Net cash used in investing activities	(36,458)	(48,360)
Cash flows from financing activities		
Dividend paid	-	-
Payment of lease liabilities	(10,813)	(7,792)
Net cash used in financing activities	(10,813)	(7,792)
Net (decrease)/increase in cash and cash equivalents	403,635	286,360
Cash and cash equivalents as at 1 January	1,629,066	1,789,084
Cash and cash equivalents as at 31 March	2,032,701	2,075,443

Reckitt Benckiser (Bangladesh) PLC
Notes to the interim condensed financial statements
as at and for the period ended 31 March 2022

1. Reporting entity

Reckitt Benckiser (Bangladesh) PLC ("the Company") was incorporated on 15 April 1961 in erstwhile East Pakistan (became independent in 1971 as Bangladesh) under the Companies Act 1913 (as amended in 1994) as "Robinson's Foods (Pakistan) Limited". The name of the Company was changed to "Robinson's Foods (Bangladesh) Limited" under a special resolution on 24 August 1972. In 20 March 1986 in an extra-ordinary general meeting the name of the Company was again changed to Reckitt & Colman Bangladesh Limited. Finally, after the merger with Benckiser, in accordance with parent company, the name of the Company was again changed to Reckitt Benckiser (Bangladesh) Limited, under an extra-ordinary general meeting held on 9 November 2000. It is a public limited company and its shares are listed on Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

Reckitt Benckiser (Bangladesh) Limited had applied for name change to Registrar of Joint Stock Companies and Firms (RJSC) according to section Ka of 11Ka of Companies Act, 1994 after the promulgation of Companies (Second Amendment) Act 2020 from Reckitt Benckiser (Bangladesh) Limited to Reckitt Benckiser (Bangladesh) PLC. As such on 29th September 2021 the application has been granted by RJSC and the Company is now incorporated as Reckitt Benckiser (Bangladesh) PLC.

The address of the Company's registered office is 58/59 Nasirabad Industrial Area, Chittagong.

The Company is engaged in manufacturing and marketing of household and toiletries, pharmaceuticals.

2. Basis of preparation

These condensed interim financial statements have been prepared in accordance with International Accounting Standard (IAS) 34: Interim Financial Reporting, the Companies Act 1994, the Securities and Exchange Rules 1987, relevant guidelines issued by the Bangladesh Securities and Exchange Commission and other applicable laws in Bangladesh.

These financial statements are authorised for issue by the Company's board of directors on 27 April 2022.

3. Functional and presentational currency

These condensed interim financial statements are presented in Taka/Tk./BDT, which is the Company's functional currency. The amounts in these condensed interim financial statements have been rounded off to the nearest BDT in thousand (BDT'000) except otherwise indicated.

4. Significant accounting policies

The same accounting policies and methods of computation have been followed in these condensed interim financial information as were applied/ applying in the preparation of the financial statements of Reckitt Benckiser (Bangladesh) PLC as at and for the year ended 31 December 2021.

	31 March 2022	31 March 2021
5 Revenue		
<i>In Taka ('000)</i>		
Revenue including VAT	1,489,914	1,490,056
VAT	<u>(215,032)</u>	<u>(211,488)</u>
	<u>1,274,882</u>	<u>1,278,567</u>
6 Cost of sales		
Consumption- Manufacturing and Trading unit	510,124	468,102
Manufacturing overhead	<u>139,528</u>	<u>106,202</u>
	<u>649,652</u>	<u>574,304</u>
7 Net operating expenses		
Administrative expenses	70,178	63,115
Marketing expenses	233,690	248,915
Selling & distribution expenses	110,347	99,906
Royalty	<u>71,403</u>	<u>71,501</u>
	<u>485,617</u>	<u>483,437</u>
8 Share capital		
	As at <u>31 March 2022</u> BDT'000	As at <u>31 December 2021</u> BDT'000
130,000 ordinary shares of Taka 10 each fully paid up in cash	1,300	1,300
20,000 ordinary shares of Taka 10 each fully paid up in other than cash	200	200
4,575,000 ordinary shares of Taka 10 each fully paid bonus share	<u>45,750</u>	<u>45,750</u>
	<u>47,250</u>	<u>47,250</u>
Authorised		
25,000,000 ordinary shares of Taka 10 each	<u>250,000</u>	<u>250,000</u>

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i. Position of shareholding

Name of the shareholders	Number of shares Unit	At 31 March 2022		At 31 December 2021	
		Face value Taka	Percentage of holding %	Face value Taka	Percentage of holding %
Parent company					
Reckitt Benckiser Limited, UK	3,919,918	391,992	82.96	391,992	82.96
Bangladeshi shareholders:					
ICB Unit Fund	3,700	370	0.08	387	0.08
Investment Corporation of Bangladesh	15,774	1,577	0.33	1,577	0.33
ICB Mutual Funds	50	5	0.00	5	0.00
Individuals	288,806	28,881	6.12	29,153	6.17
Government of Bangladesh	178,339	17,834	3.77	17,834	3.77
Sadharan Bima Corporation (SBC)	79,059	7,906	1.67	7,906	1.67
Other institutions	239,354	23,935	5.07	23,646	5.00
	4,725,000	472,500	100.00	472,500	100

ii. Classification of shareholders by holdings

Holdings	At 31 March 2022		At 31 December 2021	
	Number of holders	Percentage of holdings	Number of holders	Percentage of holdings
Less than 500 shares	2,177	2.03	1881	1.96
500 to 5,000 shares	82	2.43	85	2.43
5,001 to 10,000 shares	3	0.47	4	0.57
10,001 to 20,000 shares	6	2.00	6	1.97
20,001 to 30,000 shares	1	0.56	1	0.56
30,001 to 40,000 shares	0	0.00	0	0.00
40,001 to 50,000 shares	0	0.00	0	0.00
50,001 to 100,000 shares	2	3.00	2	3.00
100,001 to 1,000,000 shares	2	6.55	2	6.55
Over 1,000,000 shares	1	82.96	1	82.96
	2274	100.00	1982	100.00

9 Net asset value per share

	As at 31 March 2022	As at 31 December 2021
Net Asset (BDT)	1,039,016,573	948,056,113
Weighted average number of ordinary shares outstanding during the period	4,725,000	4,725,000
Net asset value per share (par value BDT 10 each) (BDT)	219.90	200.65

Net asset value per share has increased to Tk. 219.90 in March 2022 from Tk. 200.65 in December 2021 as current quarter profit Tk 90.96 million is added in retained earnings which drives the increase Tk 19.25 in Net asset value per share.

10 Earnings per share
A. Basic earnings per share

	1 January to 31 March 2022	1 January to 31 March 2021
Profit attributable to ordinary shareholders (BDT)	90,960,460	138,886,368
Weighted-average number of ordinary shares outstanding	4,725,000	4,725,000
Basic earnings per share (par value BDT 10 each) (BDT)	19.25	29.39

Cost of sales has been increased around 13% compared to same quarter in 2021 due to unprecedented increase of prices of key ingredient (soap Noodles) of product material which derives the decrease of EPS as above.

B. Diluted earnings per share

No diluted earnings per share is required to be calculated for the period as there was no scope for dilution during the period.

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11 Net operating cash flow per share

	1 January to 31 March 2022	1 January to 31 March 2021
Net operating cash flow (BDT)	450,905,701	342,511,802
Weighted average number of ordinary shares outstanding during the period	4,725,000	4,725,000
Net operating cash flow per share (par value BDT 10 each) (BDT)	<u>95.43</u>	<u>72.49</u>

Net operating cash flow per share has increased to Tk. 95.43 in March 2022 from Tk.72.49 March 2021 due to increased revenue collection of Tk. 70.60 million.

12 Reconciliation of net operating cash flow:

	1 January to 31 March 2022 BDT'000	1 January to 31 March 2021 BDT'000
Profit after tax	90,960	138,886
Income tax expense	39,918	72,950
Profit before tax	<u>130,878</u>	<u>211,837</u>
Adjustment for:		
Depreciation & Amortization	39,518	34,831
(Gain)/Loss on Sale of Fixed Assets	-	-
Other non-cash adjustment	539	1,118
Other non-operating adjustments	<u>(1,853)</u>	<u>(5,601)</u>
	<u>169,082</u>	<u>242,184</u>
Changes in:		
Inventories	(5,056)	82,981
Trade and other receivables	(89,522)	(118,918)
Trade and other payables	456,597	220,152
Increase in advances, deposits and prepayments	<u>(14,457)</u>	<u>(16,211)</u>
Cash generated from operating activities	<u>516,844</u>	<u>410,188</u>
Income tax paid	<u>(65,738)</u>	<u>(67,676)</u>
Net cash generated by operating activities	<u>450,906</u>	<u>342,512</u>

13 Comparative figures

To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged whenever considered necessary to conform to current period's presentation.