

**Reckitt Benckiser (Bangladesh) Limited**

Interim Condensed Financial Statements  
as at and for the period ended 30 September 2021  
(Un-audited)

**Reckitt Benckiser (Bangladesh) Limited**

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Registered Office : Reckitt Benckiser (Bangladesh) Limited, 58/59 Nasirabad Industrial Area, Chattogram-4209

**Reckitt Benckiser (Bangladesh) Limited**  
**Condensed Statement of Financial Position**  
**As at 30 September 2021**

Note	30 September 2021 (Unaudited) BDT'000	31 December 2020 (Audited) BDT'000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	580,108	646,118
Capital work-in-progress	119,048	79,101
Deferred tax assets	37,392	28,760
<b>Total non-current assets</b>	<b>736,548</b>	<b>753,979</b>
<b>Current assets</b>		
Inventories	458,075	621,618
Trade and other receivables	76,890	25,501
Advances, deposits and prepayments	40,409	53,870
Cash and cash equivalents	2,065,141	1,789,084
<b>Total current assets</b>	<b>2,640,516</b>	<b>2,490,073</b>
<b>Total assets</b>	<b>3,377,064</b>	<b>3,244,052</b>
<b>Equity and liabilities</b>		
<b>Shareholders' equity</b>		
Share capital	47,250	47,250
Retained earnings	596,043	760,470
<b>Total equity</b>	<b>643,293</b>	<b>807,720</b>
<b>Non-current liabilities</b>		
Employee benefits - gratuity	200,796	202,810
Lease liabilities	145,572	149,323
<b>Total non-current liabilities</b>	<b>346,367</b>	<b>352,133</b>
<b>Current liabilities</b>		
Trade and other payables	2,149,222	1,837,611
Unclaimed Dividend	2,997	8,808
Lease liabilities	12,641	18,214
Provision for taxation	222,543	219,566
<b>Total current liabilities</b>	<b>2,387,404</b>	<b>2,084,199</b>
<b>Total equity and liabilities</b>	<b>3,377,064</b>	<b>3,244,052</b>



Afreen Huda  
Director



Tanmay Gupta  
Chief Financial Officer



Vishal Gupta  
Managing Director



Md. Nazmul Arefin  
Company Secretary

**Reckitt Benckiser (Bangladesh) Limited**  
**Condensed Statement of Profit or Loss and Other Comprehensive Income (Un-audited)**  
**for the period ended 30 September 2021**

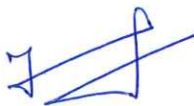
	Note	1 January to 30 Sept 2021 BDT'000	1 January to 30 Sept 2020 BDT'000	1 July to 30 Sept 2021 BDT'000	1 July to 30 Sept 2020 BDT'000
Revenue	5	3,808,550	4,037,985	1,300,958	1,452,274
Cost of sales	6	(1,726,079)	(1,810,387)	(594,750)	(672,586)
Gross profit		2,082,471	2,227,598	706,208	779,688
Other income/ (Expense)/ (loss)		(0)	(734)	(0)	(313)
Net operating expenses	7	(1,348,755)	(1,479,699)	(401,628)	(522,499)
Impairment loss reversal on trade receivables		(69)	(77)	186	(63)
		(1,348,824)	(1,480,509)	(401,442)	(522,875)
Profit from operation		733,647	747,089	304,766	256,813
Finance income		12,190	45,288	2,145	11,862
Finance cost		(8,492)	(8,331)	(2,800)	(3,023)
Profit before Contribution to WPPF		737,345	784,045	304,111	265,652
Contribution to WPPF		(35,112)	(37,335)	(14,482)	(12,650)
Profit before tax		702,233	746,710	289,629	253,002
Income tax expense		(205,160)	(314,656)	(85,653)	(92,684)
Profit after tax		497,073	432,055	203,975	160,318
Other comprehensive income		-	-	-	-
Total comprehensive income		497,073	432,055	203,975	160,318
Earnings per share (EPS)	11	105.20	91.44	43.17	33.93

**Note:**

1. In 2020 due to pandemic, the demand had increased significantly but with covid situation normalizing, the demand has normalized. Hence revenue has slightly reduced as compared to last year same quarter.
2. Last year we had invested huge amount in marketing and advertisement to get wider coverage and in the current year this has been optimized. Hence net operating expenses reduced by 9% (for three Quarter).
3. This year Bank interest rate on investment has been decreased in line with the monetary policy of Bangladesh Bank, hence our Finance income has been reduced by 73%.
4. Despite to decrease in revenue and Finance income, our comprehensive income/EPS has been increased by 15%. This 15% increment in comprehensive income/EPS is mainly contributed by lower marketing expenses in the operating expense area and reduction of corporate tax rates by 2.5% (25% to 22.5%).



Afreen Huda  
Director



Tanmay Gupta  
Chief Financial Officer



Vishal Gupta  
Managing Director



Md. Nazmul Arefin  
Company Secretary

**Reckitt Benckiser (Bangladesh) Limited**  
**Condensed Statement of changes in equity (Un-audited)**  
**for the period ended 30 September 2021**

	<u>Share capital</u> BDT'000	<u>Retained earnings</u> BDT'000	<u>Total</u> BDT'000
<b>Balance as at 1 January 2021</b>	<b>47,250</b>	<b>760,470</b>	<b>807,720</b>
Final cash dividend for the year 2020		(661,500)	(661,500)
Total comprehensive income for the nine months period ended 30 September 2021:			
Profit for the period	-	497,073	497,073
Other comprehensive income	-	-	-
<b>Balance as at 30 September 2021</b>	<b>47,250</b>	<b>596,043</b>	<b>643,293</b>

<b>Balance as at 1 January 2020</b>	<b>47,250</b>	<b>626,714</b>	<b>673,964</b>
Final cash dividend for the year 2019	-	(590,625)	(590,625)
Total comprehensive income for the nine months period ended 30 September 2020:			
Profit for the period	-	432,055	432,055
Other comprehensive income	-	-	-
<b>Balance as at 30 Sept 2020</b>	<b>47,250</b>	<b>468,144</b>	<b>515,394</b>



**Reckitt Benckiser (Bangladesh) Limited**  
**Condensed Statement of cash flows (Un-audited)**  
**for the period ended 30 September 2021**

	Note	1 January to 30 September 2021 BDT'000	1 January to 30 September 2020 BDT'000
<b>Cash Flows from operating activities</b>			
Receipts from customers		4,165,172	4,683,712
Payment to suppliers, employees and others		(2,945,067)	(3,216,898)
<b>Cash generated from operating activities</b>		<b>1,220,105</b>	<b>1,466,814</b>
Income taxes paid		(202,183)	(237,847)
<b>Net cash from operating activities</b>	13	<b>1,017,922</b>	<b>1,228,967</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(67,290)	(66,676)
Proceeds from disposal of property, plant and equipment		-	6,313
Income from investment during the period		13,750	44,411
<b>Net cash used in investing activities</b>		<b>(53,540)</b>	<b>(15,952)</b>
<b>Cash flows from financing activities</b>			
Dividend paid		(661,500)	(590,625)
Payment of lease liabilities		(26,824)	(26,746)
<b>Net cash used in financing activities</b>		<b>(688,324)</b>	<b>(617,371)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>276,058</b>	<b>595,644</b>
Cash and cash equivalents as at 1 January		1,789,084	1,341,293
<b>Cash and cash equivalents as at 30 September</b>		<b>2,065,141</b>	<b>1,936,937</b>



**Reckitt Benckiser (Bangladesh) Limited**  
**Notes to the interim condensed financial statements**  
**as at and for the period ended 30 September 2021**

**1. Reporting entity**

Reckitt Benckiser (Bangladesh) Limited (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.

As per Company Act 2nd Amendment 2020 dated 26 November 2020, recently we have obtained approval from RJSC regarding name change of entity name from Reckitt Benckiser (Bangladesh) Limited to Reckitt Benckiser (Bangladesh) PLC. The process for name change of the company is on going. Once the process is complete the entity name shall change and shall reflect in the Financial Statements.

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 and food products.

**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 October 2021.

**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 in the preparation of the financial statements of Reckitt Benckiser (Bangladesh) Limited as at and for the year ended 31 December 2020.

	30 September 2021	30 September 2020
<b>5 Revenue</b>		
<i>In Taka ('000)</i>		
Revenue including VAT	4,438,644	4,719,848
VAT	<u>(630,094)</u>	<u>(681,863)</u>
	<u><u>3,808,550</u></u>	<u><u>4,037,985</u></u>
<b>6 Cost of sales</b>		
<i>In Taka ('000)</i>		
Consumption- Manufacturing and Trading unit	1,394,062	1,477,902
Manufacturing overhead	<u>332,017</u>	<u>332,486</u>
	<u><u>1,726,079</u></u>	<u><u>1,810,387</u></u>
<b>7 Net operating expenses</b>		
<i>In Taka ('000)</i>		
Administrative expenses	189,882	201,060
Marketing expenses	664,770	786,228
Selling & distribution expenses	280,664	275,760
Royalty	<u>213,439</u>	<u>216,651</u>
	<u><u>1,348,755</u></u>	<u><u>1,479,699</u></u>
<b>8 Share capital</b>		
	As at	As at
	<u>30 September 2021</u>	<u>31 December 2020</u>
	BDT'000	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><u>47,250</u></u>	<u><u>47,250</u></u>
<b>Authorised</b>		
25,000,000 ordinary shares of Taka 10 each	<u>250,000</u>	<u>250,000</u>

**i. Position of shareholding**

Name of the shareholders	Number of shares Unit	At 30 September 2021		At 31 December 2020	
		Face value Taka	Percentage of holding %	Face value Taka	Percentage of holding %
<b>Parent company</b>					
Reckitt Benckiser Ltd, UK	3,919,918	39,199	82.96	39,199	82.96
<b>Bangladeshi shareholders:</b>					
ICB Unit Fund	3,870	39	0.08	37	0.08
Investment Corporation of Bangladesh	15,774	158	0.33	158	0.33
ICB Mutual Funds	50	1	0.00	2	0.00
Individuals	285,273	2,853	6.04	3,046	6.45
Government of Bangladesh	178,339	1,783	3.77	1,783	3.77
Sadharan Bima Corporation (SBC)	79,059	791	1.67	791	1.67
Other institutions	242,717	2,427	5.14	2,234	4.73
	<b>4,725,000</b>	<b>47,250</b>	<b>100</b>	<b>47,250</b>	<b>100</b>

**ii. Classification of shareholders by holdings**

Holdings	At 30 September 2021		At 31 December 2020	
	Number of holders	Percentage of holdings	Number of holders	Percentage of holdings
Less than 500 shares	2,028	2.04	1748	2.24
500 to 5,000 shares	85	2.38	109	3.13
5,001 to 10,000 shares	5	0.79	3	0.43
10,001 to 20,000 shares	5	1.62	5	1.68
20,001 to 30,000 shares	0	0.00	0	0.00
30,001 to 40,000 shares	1	0.65	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
	<b>2129</b>	<b>100.00</b>	<b>1870</b>	<b>100.00</b>

**9 Unclaim Dividend Account**

In Taka ('000)	As at	As at
	30 September 2021	31 December 2020
	BDT'000	BDT'000
Final 2019	1,849	1,289
Final 2018	1,148	843
Final 2017		499
2017 Interim		603
2016 Final		611
2016 1st Interim		245
2015 2nd Interim		729
2015 1st Interim		147
2014 Final		502
2014 2nd Interim		1,348
2014 1st Interim		1,008
2013 Final		428
2012 Final		233
2011 Final		325
2011 Interim		
	<b>2,997</b>	<b>8,808</b>

**10 Net asset value per share**

	As at	As at
	30 September 2021	31 December 2020
Net Asset (BDT)	643,292,523	807,719,848
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)	<b>136.15</b>	<b>170.95</b>



#### 11 Earnings per share

##### A. Basic earnings per share

	1 January to 30 September 2021	1 January to 30 September 2020
Profit attributable to ordinary shareholders (BDT)	497,072,675	432,054,595
Weighted-average number of ordinary shares outstanding	4,725,000	4,725,000
Basic earnings per share (par value BDT 10 each) (BDT)	<u>105.20</u>	<u>91.44</u>

##### 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.

#### 12 Net operating cash flow per share

	1 January to 30 September 2021	1 January to 30 September 2020
Net operating cash flow (BDT)	1,017,921,887	1,228,966,900
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>215.43</u>	<u>260.10</u>

NOCFPS decreased by 17% due to decrease in revenue and slightly increase in trade receivable.

#### 13 Reconciliation of net operating cash flow:

	1 January to 30 September 2021 BDT'000	1 January to 30 September 2020 BDT'000
Profit after tax	497,073	432,055
Income tax expense	205,160	314,656
Profit before tax	<u>702,233</u>	<u>746,710</u>
Adjustment for:		
Depreciation & Amortization	101,832	100,043
(Gain)/Loss on Sale of Fixed Assets	(0)	734
Other non-cash adjustment	69	77
Other non-operating adjustments	<u>(3,698)</u>	<u>(45,288)</u>
	<u>800,435</u>	<u>802,276</u>
Changes in:		
Inventories	163,543	112
Trade and other receivables	(51,389)	18,441
Trade and other payables	299,865	704,647
Increase in advances, deposits and prepayments	13,461	(58,662)
Cash generated from operating activities	<u>1,225,915</u>	<u>1,466,814</u>
Income tax paid	<u>(202,183)</u>	<u>(237,847)</u>
Net cash generated by operating activities	<u>1,023,733</u>	<u>1,228,967</u>

#### 14 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.