

Reckitt Benckiser (Bangladesh) Limited

Interim Condensed Financial Statements
as at and for the period ended 31 March 2021
(Un-audited)

Reckitt Benckiser (Bangladesh) Limited
Condensed Statement of Financial Position
As at 31 March 2021

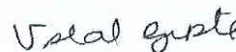
	31 March 2021 (Unaudited) BDT'000	31 December 2020 (Audited) BDT'000
Assets		
Non-current assets		
Property, plant and equipment	612,869	646,118
Capital work-in-progress	83,117	79,101
Deferred tax assets	41,751	28,760
Total non-current assets	737,736	753,979
Current assets		
Inventories	538,637	621,618
Trade and other receivables	144,419	25,501
Advances, deposits and prepayments	70,081	53,870
Cash and cash equivalents	2,075,443	1,789,084
Total current assets	2,828,581	2,490,073
Total assets	3,566,317	3,244,052
Equity and liabilities		
Shareholders' equity		
Share capital	47,250	47,250
Retained earnings	899,356	760,470
Total equity	946,606	807,720
Non-current liabilities		
Employee benefits - gratuity	193,920	202,810
Lease liabilities	149,601	149,323
Total non-current liabilities	343,521	352,133
Current liabilities		
Trade and other payables	2,032,864	1,846,419
Lease liabilities	18,486	18,214
Provision for taxation	224,840	219,566
Total current liabilities	2,276,190	2,084,199
Total equity and liabilities	3,566,317	3,244,052



Md. Golam Yahia
Director



Sourav Mitra
Director &
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 31 March 2021

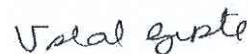
	1 January to 31 Mar 2021	1 January to 31 Mar 2020
	BDT'000	BDT'000
Revenue	1,278,567	1,201,544
Cost of sales	(574,304)	(528,029)
Gross profit	704,263	673,515
Other income/ (expenses)	(10)	(421)
Net operating expenses	(483,437)	(493,414)
Impairment loss reversal on trade receivables	(1,118)	(143)
	(484,564)	(493,977)
Profit from operation	219,699	179,538
Finance income	5,601	15,237
Finance cost	(2,871)	(551)
Profit before Contribution to WPPF	222,429	194,225
Contribution to WPPF	(10,592)	(9,249)
Profit before tax	211,837	184,976
Income tax expense	(72,950)	(71,375)
Profit after tax	138,886	113,601
Other comprehensive income	-	-
Total comprehensive income	138,886	113,601
Earnings per share		
Basic earnings per share (Taka)	29.39	24.04



Md. Golam Yahia
Director



Sourav Mitra
Director &
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 31 March 2021

	<u>Share capital</u> BDT'000	<u>Retained earnings</u> BDT'000	<u>Total</u> BDT'000
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
Balance as at 1 January 2020	47,250	626,714	673,964
Total comprehensive income for the three months period ended 31 March 2020	-	-	-
Profit for the period	-	113,601	113,601
Other comprehensive income	-	-	-
Balance as at 31 Mar 2020	47,250	740,315	787,565

Reckitt Benckiser (Bangladesh) Limited
Condensed Statement of cash flows (Un-audited)
for the period ended 31 March 2021

	1 January to 31 March 2021	1 January to 31 March 2020
	BDT'000	BDT'000
Cash Flows from operating activities		
Receipts from customers	1,282,378	1,343,033
Payment to suppliers, employees and others	(872,190)	(816,171)
Cash generated from operating activities	410,188	526,862
Income taxes paid	(67,676)	(51,203)
Net cash from operating activities	342,512	475,659
Cash flows from investing activities		
Purchase of property, plant and equipment	(52,601)	(30,998)
Proceeds from disposal of property, plant and equipment	-	-
Income from investment during the period	4,240	9,474
Net cash used in investing activities	(48,360)	(21,523)
Cash flows from financing activities		
Dividend paid	-	-
Payment of lease liabilities	(7,792)	-
Net cash used in financing activities	(7,792)	-
Net (decrease)/increase in cash and cash equivalents	286,360	454,135
Cash and cash equivalents as at 1 January	1,789,084	1,341,293
Cash and cash equivalents as at 31 March	2,075,443	1,795,429

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

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

	31 March 2021	31 March 2020
	BDT'000	BDT'000
5 Revenue		
Revenue including VAT	1,490,056	1,402,449
VAT	(211,488)	(200,905)
	<u>1,278,567</u>	<u>1,201,544</u>
6 Cost of sales		
Consumption- Manufacturing and Trading unit	468,102	437,545
Manufacturing overhead	106,202	90,484
	<u>574,304</u>	<u>528,029</u>
7 Net operating expenses		
Administrative expenses	63,115	70,096
Marketing expenses	248,915	271,128
Selling & distribution expenses	99,906	90,853
Royalty	71,501	61,337
	<u>483,437</u>	<u>493,414</u>

8 Share capital

	As at 31 March 2021	As at 31 December 2020
	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	45,750	45,750
	<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>

Reckitt Benckiser (Bangladesh) Limited

The Glass House, 9th and 10th Floors, Block-SE (B), 38 Gulshan Avenue, Dhaka-1212
T +88-02-222290770, 71 & 72, Fax +880-02-222290769, www.rb.com

i. Position of shareholding

Name of the shareholders	Number of shares Unit	At 31 March 2021		At 31 December 2020	
		Face value Taka	Percentage of holding %	Face value Taka	Percentage of holding %
Parent company					
Reckitt Benckiser plc, UK	3,919,918	39,199	82.96	39,199	82.96
Bangladeshi shareholders:					
ICB Unit Fund	3,880	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	307,881	3,079	6.52	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	220,099	2,201	4.66	2,234	4.73
	4,725,000	47,250	100.00	47,250	100

ii. Classification of shareholders by holdings

Holdings	At 31 March 2021		At 31 December 2020	
	Number of holders	Percentage of holdings	Number of holders	Percentage of holdings
Less than 500 shares	1,938	2.22	1748	2.24
500 to 5,000 shares	102	2.65	109	3.13
5,001 to 10,000 shares	4	0.67	3	0.43
10,001 to 20,000 shares	4	1.31	5	1.68
20,001 to 30,000 shares	0		0	0.00
30,001 to 40,000 shares	1	0.64	0	0.00
40,001 to 50,000 shares	0		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
	2054	100.00	1870	100.00

9 Net asset value per share

	As at 31 March 2021	As at 31 December 2020
Net Asset (BDT)	946,606,216	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)	200.34	170.95

Net asset value per share has increased to Tk. 200.34 in March 2021 from Tk. 170.95 in December 2020 as current quarter profit Tk 138.8 million is added in retained earnings which drives the increase Tk 29.39 in Net asset value per share.

10 Earnings per share

A. Basic earnings per share

	1 January to 31 March 2021	1 January to 31 March 2020
Profit attributable to ordinary shareholders (BDT)	138,886,368	113,600,699
Weighted-average number of ordinary shares outstanding	4,725,000	4,725,000
Basic earnings per share (par value BDT 10 each) (BDT)	29.39	24.04

EPS has increased to Tk. 29.39 in March 2021 from Tk. 24.04 in March 2020 as profit after tax has increased by Tk 25.2 million.

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.

11 Net operating cash flow per share

	1 January to 31 March 2021	1 January to 31 March 2020
Net operating cash flow (BDT)	342,511,802	475,658,824
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>72.49</u>	<u>100.67</u>

Net operating cash flow per share has decreased to Tk. 72.49 in March 2021 from Tk. 100.67 March 2020 due to slow in sale collection which has reduced by Tk. 60 million for sluggish business environment due to Covid-19. Moreover, to support smooth business operation, we need to support vendors which eventually has increased payment by Tk 56 million.

12 Reconciliation of net operating cash flow:

	1 January to 31 March 2021 BDT'000	1 January to 31 March 2020 BDT'000
Profit after tax	138,886	113,600
Income tax expense	72,950	71,375
Profit before tax	<u>211,837</u>	<u>184,975</u>
Adjustment for:		
Depreciation & Amortization	34,831	23,287
(Gain)/Loss on Sale of Fixed Assets	-	421
Other non-cash adjustment	1,118	143
Other non-operating adjustments	(5,601)	(15,237)
	<u>242,184</u>	<u>193,588</u>
Changes in:		
Inventories	82,981	75,589
Trade and other receivables	(118,918)	(27,576)
Trade and other payables	220,152	302,679
Increase in advances, deposits and prepayments	(16,211)	(17,418)
Cash generated from operating activities	<u>410,188</u>	<u>526,862</u>
Income tax paid	(67,676)	(51,203)
Net cash generated by operating activities	<u>342,512</u>	<u>475,659</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.