

Reckitt Benckiser (Bangladesh) PLC

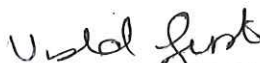
Interim Condensed Financial Statements
as at and for the period ended 30 June 2022
(Un-audited)

Reckitt Benckiser (Bangladesh) PLC
Condensed Statement of Financial Position
As at 30 June 2022

	30 June 2022 (Unaudited) BDT'000	31 December 2021 (Audited) BDT'000
Assets		
Non-current assets		
Property, plant and equipment	548,586	571,184
Right-of-use assets (ROU)	172,457	155,426
Deferred tax assets	5,877	10,885
Total non-current assets	726,921	737,496
Current assets		
Inventories	584,986	584,824
Trade and other receivables	154,505	69,007
Advances, deposits and prepayments	52,960	45,647
Cash and cash equivalents	1,472,833	1,629,066
Total current assets	2,265,284	2,328,544
Total assets	2,992,205	3,066,040
Equity and liabilities		
Shareholders' equity		
Share capital	47,250	47,250
Retained earnings	360,634	900,806
Total equity	407,884	948,056
Non-current liabilities		
Employee benefits - gratuity	70,462	70,418
Lease liabilities	174,201	153,549
Total non-current liabilities	244,662	223,967
Current liabilities		
Trade and other payables	2,163,718	1,665,931
Employee benefits	23,194	27,760
Lease liabilities	29,748	10,087
Current tax liabilities	117,563	187,206
Unclaimed dividend	5,436	3,033
Total current liabilities	2,339,659	1,894,017
Total equity and liabilities	2,992,205	3,066,040



Tanmay Gupta
 Director &
 Chief Financial Officer



Vishal Gupta
 Managing Director



Md. Nazmul Arefin
 Company Secretary

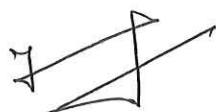
Reckitt Benckiser (Bangladesh) PLC

Condensed Statement of Profit or Loss and Other Comprehensive Income (Un-audited)
for the period ended 30 June 2022

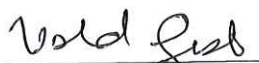
	1 January to 30 June 2022	1 January to 30 June 2021	1 April to 30 Jun 2022	1 April to 30 Jun 2021
	BDT'000	BDT'000	BDT'000	BDT'000
Revenue	2,511,718	2,507,592	1,236,835	1,229,025
Cost of sales	(1,342,184)	(1,131,329)	(692,532)	(557,025)
Gross profit	1,169,534	1,376,263	544,303	672,000
Other income/ (expenses)	(26)	(0)	(26)	10
Net operating expenses	(809,962)	(947,127)	(324,344)	(463,690)
Impairment loss reversal on trade receivables	(468)	(255)	71	863
	(810,455)	(947,382)	(324,299)	(462,817)
Profit from operation	359,079	428,881	220,005	209,182
Finance income	3,229	10,045	1,376	4,444
Finance cost	(6,937)	(5,692)	(3,433)	(2,821)
Profit before Contribution to WPPF	355,371	433,234	217,948	210,806
Contribution to WPPF	(16,922)	(20,630)	(10,378)	(10,038)
Profit before tax	338,449	412,604	207,570	200,768
Income tax expense	(98,996)	(119,507)	(59,405)	(46,556)
Profit after tax	239,453	293,097	148,165	154,211
Other comprehensive income	-	-	-	-
Total comprehensive income	239,453	293,097	148,165	154,211
Earnings per share				
Basic earnings per share (Taka)	50.68	62.03	31.36	32.64

Note

1. Cost of sale has been increased for the second quarter by 24.33% due to the continuous price increase of key raw material soap noodles and huge unprecedented forex devaluation
2. We have optimized marketing expenses based on current circumstance which contributed to the reduction the Operating expenses by 30.05% for the second quarter.



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 30 June 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 six months period ended 30 June 2022	-	-	-
Profit for the period	-	239,453	239,453
Other comprehensive income	-	-	-
Final dividend for the year 2021	-	(779,625)	(779,625)
Balance as at 30 June 2022	47,250	360,634	407,884
Balance as at 1 January 2021	47,250	760,470	807,720
Total comprehensive income for the Six months period ended 30 June 2021	-	-	-
Profit for the period	-	293,097	293,097
Other comprehensive income	-	-	-
Balance as at 30 June 2021	47,250	1,053,567	1,100,817

Reckitt Benckiser (Bangladesh) PLC
Condensed Statement of cash flows (Un-audited)
for the period ended 30 June 2022

	<u>1 January to 30 June 2022</u>	<u>1 January to 30 June 2021</u>
	BDT'000	BDT'000
Cash Flows from operating activities		
Receipts from customers	2,794,088	2,682,043
Payment to suppliers, employees and others	(1,965,270)	(1,842,529)
Cash generated from operating activities	<u>828,817</u>	<u>839,514</u>
Income taxes paid	(142,491)	(159,314)
Net cash from operating activities	<u>686,326</u>	<u>680,199</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(46,864)	(28,397)
Proceeds from disposal of property, plant and equipment	-	-
Income from investment during the period	3,150	11,186
Net cash used in investing activities	<u>(43,714)</u>	<u>(17,212)</u>
Cash flows from financing activities		
Dividend paid	(777,222)	-
Payment of lease liabilities	(21,623)	(17,779)
Net cash used in financing activities	<u>(798,845)</u>	<u>(17,779)</u>
Net (decrease)/increase in cash and cash equivalents	<u>(156,233)</u>	<u>645,208</u>
Cash and cash equivalents as at 1 January	1,629,066	1,789,084
Effect of in exchange rates on cash held	-	-
Cash and cash equivalents as at 30 June	<u>1,472,833</u>	<u>2,434,292</u>

Reckitt Benckiser (Bangladesh) PLC
Notes to the interim condensed financial statements
as at and for the period ended 30 June 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 31 July 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.

	30 June 2022	30 June 2021
5 Revenue		
<i>In Taka ('000)</i>		
Revenue including VAT	2,942,469	2,921,443
VAT	(430,751)	(413,851)
	<u>2,511,718</u>	<u>2,507,592</u>
6 Cost of sales		
Consumption- Manufacturing and Trading unit	1,091,067	897,938
Manufacturing overhead	251,116	233,392
	<u>1,342,184</u>	<u>1,131,329</u>
7 Net operating expenses		
Administrative expenses	142,105	136,345
Marketing expenses	352,684	479,859
Selling & distribution expenses	175,135	190,836
Royalty	140,037	140,087
	<u>809,962</u>	<u>947,127</u>
8 Share capital		
	As at	As at
	30 June 2022	31 December 2021
	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	250,000	250,000

Reckitt Benckiser (Bangladesh) PLC

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i. Position of shareholding

Name of the shareholders	Number of shares Unit	At 30 June 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	39,199,180	82.96	39,199,180	82.96
Bangladeshi shareholders:					
ICB Unit Fund	3,700	37,000	0.08	38,700	0.08
Investment Corporation of Bangladesh	15,774	157,740	0.33	157,740	0.33
ICB Mutual Funds	50	500	0.00	500	0.00
Individuals	284,475	2,844,750	6.02	2,915,330	6.17
Government of Bangladesh	178,339	1,783,390	3.77	1,783,390	3.77
Sadharan Bima Corporation (SBC)	79,059	790,590	1.67	790,590	1.67
Other institutions	243,685	2,436,850	5.16	2,364,570	5.00
	4,725,000	47,250,000	100.00	47,250,000	100

ii. Classification of shareholders by holdings

Holdings	At 30 June 2022		At 31 December 2021	
	Number of holders	Percentage of holdings	Number of holders	Percentage of holdings
Less than 500 shares	2,396	2.08	1881	1.96
500 to 5,000 shares	76	2.26	85	2.43
5,001 to 10,000 shares	4	0.60	4	0.57
10,001 to 20,000 shares	6	1.99	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
	2488	100.00	1982	100.00

9 Unclaim Dividend Account

In Taka ('000)	As at	As at
	30 June 2022	31 December 2021
	BDT'000	BDT'000
Final 2020	2,301.33	
Final 2019	1,881.06	1,849.18
Final 2018	1,182.18	1,158.38
Final 2017	19.70	4.38
Interim 2017	12.86	3.51
Final 2016	15.94	3.19
1st Interim 2016	3.40	3.40
2nd Interim 2015	6.38	1.28
1st Interim 2015	6.38	4.25
Final 2014	1.28	1.28
1st Interim 2014	3.71	2.48
Final 2012	1.35	1.35
Final 2011	0.36	-
	5,435.91	3,032.66

10 Net asset value per share

	As at	As at
	30 June 2022	30 June 2021
Net Asset (BDT)	407,883,720	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)	86.32	200.65

Net asset value per share has decreased to Tk. 86.32 in June 2022 from Tk. 200.65 in December 2021 as dividend has been paid BDT 779.63 in the month of May 2022.

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11 Earnings per share

A. Basic earnings per share

	1 January to 30 June 2022	1 January to 30 June 2021
Profit attributable to ordinary shareholders (BDT)	239,452,607	293,097,481
Weighted-average number of ordinary shares outstanding	4,725,000	4,725,000
Basic earnings per share (par value BDT 10 each) (BDT)	50.68	62.03

Basic earnings per share has been decreased by 18.30% compared to same period (January-June) in 2021 due to continuous price increase of key raw material soap noodles and huge unprecedented forex devaluation which derive 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.

12 Net operating cash flow per share

	1 January to 30 June 2022	1 January to 30 June 2021
Net operating cash flow (BDT)	686,326,039	680,199,422
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)	145.25	143.96

13 Reconciliation of net operating cash flow:

	1 January to 30 June 2022 BDT'000	1 January to 30 June 2021 BDT'000
Profit after tax	239,453	293,097
Income tax expense	98,996	119,507
Profit before tax	338,449	412,604
Adjustment for:		
Depreciation & Amortization	81,354	55,579
(Gain)/Loss on Sale of Fixed Assets	26	(0)
Other non-cash adjustment	468	255
Other non-operating adjustments	3,708	(4,353)
	424,005	464,085
Changes in:		
Inventories	(163)	97,481
Trade and other receivables	(85,498)	(77,657)
Trade and other payables	497,787	354,185
Increase in advances, deposits and prepayments	(7,313)	1,420
Cash generated from operating activities	828,818	839,514
Income tax paid	(142,491)	(159,314)
Net cash generated by operating activities	686,326	680,199

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.