



*Consolidated Financial Statements*

**RG Brands JSC & Subsidiaries**

*as at 31 March 2014*



**Consolidated Statement of Financial Position  
 as at 31 March 2014**

(KZT'000)

ASSETS	Note	At 31 March 2014	At 31 December 2013
NON-CURRENT ASSETS:			
Property, plant and equipment	11	17 809 781	16 999 612
Advances paid	12	76 192	76 192
Intangible assets		70 140	82 778
Goodwill		68 026	68 026
<b>TOTAL NON-CURRENT ASSETS</b>		<b>18 024 140</b>	<b>17 226 608</b>
CURRENT ASSETS:			
Inventory	13	4 946 000	4 695 536
Trade accounts receivable	12	1 164 359	1 484 570
Advances paid	12	453 850	210 370
Other financial assets	14	98 800	104 644
Other current assets	15	4 722 882	3 115 052
Bank deposits		1 857	1 857
Cash and cash equivalents		1 147 250	1 933 318
Non-current assets classified as held for sale		1 077 689	1 273 878
<b>TOTAL CURRENT ASSETS</b>		<b>13 612 687</b>	<b>12 819 225</b>
<b>TOTAL ASSETS</b>		<b>31 636 827</b>	<b>30 045 833</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY:</b>			
Share capital		2 787 696	2 787 696
Preferred shares held within the Group		(947 400)	(947 400)
withdrawn capital		(152 427)	(152 427)
Provisions		2 634 545	1 965 357
Retained earnings		3 692 331	4 820 513
Equity attributable to shareholders of parent company		8 014 744	8 473 739
Minority interest			
<b>TOTAL EQUITY</b>		<b>8 014 744</b>	<b>8 473 739</b>



NON-CURRENT LIABILITIES :			
Long-term loans	16	9 597 772	8 253 999
Deferred corporate income tax liability		1 062 740	1 062 740
Accounts payable	17	863 963	840 638
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>11 524 476</b>	<b>10 157 378</b>
CURRENT LIABILITIES :			
Account payable	17	6 233 576	6 170 557
Short-term loans and current portion of long-term loans	16	3 056 362	2 565 258
Current portion of finance lease payable	16	376 304	331 493
Current portion of bonds payable	16	1 623 764	1 574 125
Taxes payable	18	367 099	380 085
Other accounts payable and accrued liabilities	19	440 503	393 198
<b>TOTAL CURRENT LIABILITIES</b>		<b>12 097 607</b>	<b>11 414 716</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>31 636 827</b>	<b>30 045 833</b>
<i>Carrying amount per common share (KZT)</i>		<i>2 514</i>	<i>2 430</i>
<i>Carrying amount per preferred share (KZT)</i>		<i>1 200</i>	<i>1 200</i>

For the Group  
Management :

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**David Paul Westall**  
Chairman of the  
Management Board

**Askat Agybayev**  
Chief Financial Officer



**Yelena Chumichyova**  
Chief Accountant

**Consolidated Statement of Cash Flows  
 for the period ended 31 March 2014 (direct method)**

(KZT'000)

	01.01.2014-31.03.2014	01.01.2013-31.03.2013
<b>1. OPERATING ACTIVITY:</b>		
<b>1/1. Cash inflow</b>	<b>8 678 862</b>	<b>8 017 520</b>
Income (revenue) from sales	8 562 076	7 890 659
Other inflows	116 786	126 861
<b>1/2. Cash outflow</b>	<b>8 503 291</b>	<b>7 930 398</b>
Settlements with suppliers	7 114 508	6 226 208
Salaries paid	348 362	456 009
Contributions to pension funds	50 312	50 533
Payments to the budget	842 810	1 058 150
Loan interest	147 300	139 497
Other payments	-	-
<b>Net cash from operating activity</b>	<b>175 571</b>	<b>87 123</b>
<b>2. INVESTING ACTIVITY:</b>		
<b>2/1. Cash inflow</b>	<b>1 306 708</b>	-
Sale of property, plant and equipment	1 040	-
Sale of intangible assets	-	-
Sale of financial investments	-	-
Other inflows	1 305 668	-
<b>2/2. Cash outflow</b>	<b>3 023 617</b>	<b>209 571</b>
Acquisition of property, plant and equipment	1 717 949	209 571
Investments in intangible assets	-	-
Acquisition of financial investments	1 305 668	-
Other payments	-	-
<b>Net cash used in investing activity</b>	<b>(1 716 909)</b>	<b>(209 571)</b>
<b>3. FINANCING ACTIVITY:</b>		
<b>3/1. Cash inflow</b>	<b>2 936 943</b>	<b>2 683 500</b>
Issue of shares and other securities	-	-
Bank loans obtained	2 936 943	2 525 222
Other inflows	-	158 278
<b>3/2. Cash outflow</b>	<b>2 181 673</b>	<b>2 131 265</b>
Bank loans repaid	2 164 668	1 995 014
Acquisition of own shares	-	983
Acquisition of own bonds	-	-
Dividends paid	-	-
Finance lease repaid	17 005	135 268



Repayment of loan from the parent	-	-
Other payments	-	-
<b>Net cash from financing activities</b>	<b>755 270</b>	<b>552 235</b>
NET INCREASE IN CASH AND CASH EQUIVALENTS	<b>(786 068)</b>	<b>429 787</b>
CASH AND CASH EQUIVALENTS, beginning of the period	<b>1 933 318</b>	<b>4 267 329</b>
CASH AND CASH EQUIVALENTS, end of the period	<b>1 147 250</b>	<b>4 697 116</b>

For the Group Management:

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**David Paul Westall**  
 Chairman of the Management Board



**Askat Agymbayev**  
 Chief Financial Officer

**Yelena Chumichyova**  
 Chief Accountant



**Consolidated Statement of Changes in Equity  
for the period ended 31 March 2014**

(KZT'000)

	Share capital	Treasury shares	Preferred shares held within the Group	Investment revaluation provision	Real estate revaluation provision	Provision for share-based benefits	Exchange difference provision	Retained earnings	Total equity
Balance at 01 January 2013	2 787 696	(152 428)	(947 400)	-	1 188 618	944 599	1 080	5 991 135	9 813 300
Net profit (loss)								589 645	589 645
Reduction of share capital									
Dividends paid									
Additional paid-in capital									
Proceeds from investments available for sale				-					
Exchange difference resulting from foreign exchange translation							(3 346)		(3 346)
Reclassification to retained earnings					(47 707)			47 707	-
Balance at 31 March 2013	2 787 696	(152 428)	(947 400)	-	1 140 911	944 599	(2 266)	6 628 487	10 399 599
Balance at 01 January 2014	2 787 696	(152 428)	(947 400)	-	1 020 052	944 599	706	4 820 513	8 473 739
Net profit (loss)								(1 168 430)	(1 168 430)
Expansion of capital stock									-
Proceeds from investments available for sale									-
Restatement of buildings, constructions					750 000				750 000
Exchange difference resulting from foreign exchange translation							(40 564)		(40 564)
Reclassification to retained earnings					(40 248)			40 248	-
Balance at 31 March 2014	2 787 696	(152 428)	(947 400)	-	1 729 804	944 599	(39 858)	3 692 331	8 014 744

**For the Group Management:**

  
**David Paul Westall**  
Chairman of the Management Board

  
**Askat Agybayev**  
Chief Financial Officer



**Yelena Chumichyova**  
Chief Accountant