

Consolidated Interim Financial Statements

RG Brands JSC & Subsidiaries

as at 31 March 2018

**Consolidated Statement of Financial Position
 as at 31 March 2018**

(KZT'000)

	Note	At 31 March 2018	At 31 March 2017
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	11	21 629 342	21 356 758
Investment property		607 493	607 493
Advances paid		27 744	105 179
Intangible assets		82 107	75 647
Goodwill		68 026	68 026
Total non-current assets		<u>22 414 712</u>	<u>22 213 103</u>
CURRENT ASSETS			
Inventory	13	8 429 600	7 296 966
Trade accounts receivable	12	1 619 664	1 680 479
Short-term advances paid	12	1 086 884	894 645
Other financial assets		5 450 208	2 990 970
Other current assets	14	1 150 652	822 878
Bank deposits		492 023	513 652
Cash and cash equivalents		2 450 541	5 236 437
Assets classified as held for sale		1 929	1 929
Total current assets		<u>20 681 501</u>	<u>19 437 956</u>
TOTAL ASSETS		<u><u>43 096 213</u></u>	<u><u>41 651 059</u></u>
EQUITY AND LIABILITIES			
EQUITY:			
Share capital		2 787 696	2 787 696
Repurchased common shares		(149 709)	(149 709)
Preferred shares held within the Group		(947 400)	(947 400)
Provisions		2 737 228	2 956 227
Retained earnings		9 090 962	8 855 542
Total equity		<u>13 518 777</u>	<u>13 502 356</u>
NON-CURRENT LIABILITIES			
Loans	15	7 671 591	8 165 380
Deferred corporate income tax liability		2 915 726	2 915 726
Total non-current liabilities		<u>10 587 317</u>	<u>11 081 106</u>

CURRENT LIABILITIES			
Short-term accounts payable	16	6 096 524	6 590 459
Short-term loans and current portion of long-term loans	15	12 105 837	9 391 163
Current portion of bonds payable		-	-
Taxes payable	17	271 747	650 624
Other accounts payable and accrued liabilities	18	516 011	435 351
Total current liabilities		<u>18 990 119</u>	<u>17 067 597</u>
TOTAL EQUITY AND LIABILITIES			
		<u><u>43 096 213</u></u>	<u><u>41 651 059</u></u>

Carrying amount per common share (KZT)

4 268 4 265

Carrying amount per preferred share (KZT)

1 200 1 200

For the Group Management:

		
Devael Hans Alexander	Askat Agybayev	S.S. Zhapasheva
Chairman of the Management Board	Chief Financial Officer	Chief Accountant



**Consolidated Statement of Cash Flows
 for the period ended 31 March 2018 (indirect method)**

(KZT'000)

	3 months of 2018	3 months of 2017
OPERATING ACTIVITY:		
Profit from operating activity before tax	291 763	319 135
Adjustment for:		
Amortisation and depreciation	474 841	556 448
Finance costs	452 835	503 647
Exchange (profit)/loss	62 101	450 316
(Profit)/loss from disposal of property, plant and equipment	(35 641)	-
Non-operating loss	22 369	34 890
Loss from inventory write-off	26 630	28 464
Recovery of selling expenses through set-off	(125 659)	(430 986)
Investment (gain)/loss, net	(16 203)	(3 034)
Accrual of provision for employee leaves and other estimated expenses	19 557	-
Accrual / reversal of provision for doubtful debts	(3 634)	-
	<u>1 168 959</u>	<u>1 458 880</u>
Cash flow from operating activity before changes in working capital		
Increase/(decrease) in inventory	(1 132 634)	(1 429 968)
(Increase)/ decrease in accounts receivable	60 815	273 529
Decrease/(increase) in advances paid	(192 239)	(99 375)
Decrease/(increase) in other current assets	(250 339)	(410 160)
Decrease/(increase) in accounts payable	(368 275)	(535 523)
Increase /(decrease) in taxes payable	(389 624)	(436 450)
Increase /(decrease) in other payables and accrued liabilities	80 656	37 876
Cash from operating activity	<u>(1 022 681)</u>	<u>(1 141 191)</u>
Interest paid	(530 601)	(580 711)
Income tax paid	(115 000)	(160 862)
	<u>(1 668 282)</u>	<u>(1 882 764)</u>
Net cash from operating activity		
INVESTING ACTIVITY:		
Net acquisition of investments held for trading	(9 344 724)	-
Proceeds from disposal of property, plant and equipment and intangible assets	-	712
Receipts from sale of related party bonds	-	-
Return of advances paid for acquisition of investment property	-	-
Net cash from purchase and sale of other investments	6 739 403	-
Other receipts from related party	-	90
Other payments to related party	-	-
Deposit top up	(6 178 000)	-



Consolidated Statement of Changes in Equity for the period ended 31 March 2018

	Share capital	Treasury shares	Preferred shares held within the Group	Real estate revaluation provision	Exchange difference provision	Retained earnings	(KZT'000) Total equity
Balance at 1 January 2018	2 787 696	(149 709)	(947 400)	3 329 063	(372 836)	8 855 542	13 502 356
Net profit	-	-	-	-	-	49 916	49 916
Dividends paid	-	-	-	-	-	-	-
Increase of share capital	-	-	-	-	-	-	-
Revaluation of buildings, constructions	-	-	-	-	-	-	-
Exchange difference from foreign currency translation	-	-	-	-	(33 495)	-	(33 495)
Reclassification to retained earnings	-	-	-	(185 504)	-	185 504	-
Balance at 31 March 2018	2 787 696	(149 709)	(947 400)	3 143 559	(406 331)	9 090 962	13 518 777

For the Group Management:

		
_____ Devael Hans Alexander	_____ Askat Agybayev	_____ S.S. Zhapasheva
Chairman of the Management Board	Chief Financial Officer	Chief Accountant

