

*Consolidated Interim Financial Statements*

**RG Brands JSC & Subsidiaries**

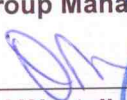
*as at 30 June 2012*

**Consolidated Income Statement  
for the period ended 30 June 2012**


(KZT'000)

|   | Note | 6 months 2012      | 6 months 2011      |
|---|------|--------------------|--------------------|
| REVENUE   | 4    | 15 907 366         | 14 344 533         |
| COST OF SALES                                       | 5    | <u>(9 478 720)</u> | <u>(9 380 218)</u> |
| GROSS PROFIT  |      | 6 428 647          | 4 964 315          |
| Selling costs                                       | 6    | (3 069 881)        | (2 371 882)        |
| General and administrative expenses                 | 7    | (1 604 175)        | (1 308 214)        |
| Finance costs                                       | 8    | (670 802)          | (691 279)          |
| Exchange (loss)/gain                                |      | 396                | (184 091)          |
| Investment income, net                              |      | 77 380             | 249 600            |
| Other (costs)/gains                                 | 9    | 78 239             | (54 501)           |
| (LOSS)/PROFIT BEFORE INCOME TAX BENEFIT             |      | <u>1 239 803</u>   | <u>603 948</u>     |
| Income tax payable                                  |      | <u>0</u>           | <u>(16)</u>        |
| PROFIT/LOSS FOR THE YEAR                            |      | 1 239 803          | 603 932            |
| Proceeds from investments available for sale        |      | (54 287)           | 4 030              |
| Effect from disposal of assets available for sale   |      |                    |                    |
| Exchange difference from foreign entity translation |      | (317)              | (9 016)            |
| Deferred tax from revaluation                       |      | 0                  |                    |
| TOTAL COMPREHENSIVE INCOME /(LOSS)                  |      | <u>1 185 199</u>   | <u>598 946</u>     |
| Attributable to:                                    |      |                    |                    |
| Shareholders of the parent company                  |      | 1 239 803          | 603 932            |
| Minority interest                                   |      | <u>1 239 803</u>   | <u>603 932</u>     |
| EARNINGS PER COMMON SHARE , KZT                     | 10   | 377                | 175                |

For the Group Management:

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

  
**Asyibek Aydarkulov**  
Financial Director

  
**Yelena Chumichyova**  
Chief Accountant



**Consolidated Statement of Financial Position  
as at 30 June 2012**

(KZT'000)

| <b>ASSETS</b>   | <b>Note</b> | <b>At 30 June<br/>2012</b> | <b>At 31 December<br/>2011</b> |
|---|-------------|----------------------------|--------------------------------|
| <b>NON-CURRENT ASSETS:</b>                            |             |                            |                                |
| Property, plant and equipment                         | 11          | 17 076 560                 | 17 178 983                     |
| Advances paid   | 12          | 80 502                     | 80 502                         |
| Intangible assets                                     |             | 20 597                     | 21 342                         |
| Goodwill  |             | 68 026                     | 68 026                         |
| Non-current financial assets                          |             | 188 034                    | 188 034                        |
| Bank deposits   |             | 149 420                    | 148 400                        |
| <b>TOTAL NON-CURRENT ASSETS</b>                       |             | <u>17 583 139</u>          | <u>17 685 287</u>              |
| <b>CURRENT ASSETS:</b>                                |             |                            |                                |
| Inventory   | 13          | 4 677 957                  | 4 006 483                      |
| Trade receivables                                     | 12          | 1 015 837                  | 922 507                        |
| Advances paid   | 12          | 323 885                    | 221 866                        |
| Other financial assets                                | 14          | 3 068 280                  | 3 257 181                      |
| Other current assets                                  | 15          | 2 285 236                  | 2 170 653                      |
| Bank deposits   |             | 1 240                      | 1 430                          |
| Cash and cash equivalents                             |             | 921 450                    | 4 267 329                      |
| Non-current assets classified as held for sale        |             | 1 687 470                  | 1 687 470                      |
| <b>TOTAL CURRENT ASSETS</b>                           |             | <u>13 981 354</u>          | <u>16 534 919</u>              |
| <b>TOTAL ASSETS</b>                                   |             | <u>31 564 493</u>          | <u>34 220 206</u>              |
| <b>EQUITY AND LIABILITIES</b>                         |             |                            |                                |
| <b>EQUITY:</b>  |             |                            |                                |
| Issued stock  |             | 1 840 296                  | 1 840 296                      |
| Treasury shares                                       |             | (87 253)                   | (4 564)                        |
| Additional paid-in capital                            |             | 0                          | 67 129                         |
| Provisions  |             | 2 055 563                  | 2 170 539                      |
| Retained earnings                                     |             | 5 959 767                  | 4 864 797                      |
| Equity attributable to shareholders of parent company |             | 9 768 373                  | 8 938 197                      |
| Minority interest                                     |             | 0                          | 0                              |
| <b>TOTAL EQUITY</b>                                   |             | <u>9 768 373</u>           | <u>8 938 197</u>               |



**Consolidated Statement of Cash Flow  
for the period ended 30 June 2012 (direct method)**

(KZT'000)

|  | 1.01.2012- 30.06.2012 | 01.01.2011-30.06.2011 |
|--|-----------------------|-----------------------|
| <b>1. OPERATING ACTIVITY:</b>                |                       |                       |
| <b>1/1. Cash inflow</b>                      | <b>17 635 990</b>     | <b>15 789 633</b>     |
| Income (revenue) from sales                  | 17 635 990            | 15 716 957            |
| Other inflows                                | -                     | 72 676                |
| <b>1/2. Cash outflow</b>                     | <b>15 940 447</b>     | <b>14 663 277</b>     |
| Settlements with suppliers                   | 12 400 204            | 12 257 615            |
| Salaries paid                                | 696 348               | 522 360               |
| Contributions to pension funds               | 87 288                | 78 731                |
| Payments to the budget                       | 1 733 862             | 1 215 582             |
| Loan interest                                | 531 374               | 588 989               |
| Other payments                               | 491 371               | -                     |
| <b>Net cash from operating activity</b>      | <b>1 695 543</b>      | <b>1 126 356</b>      |
| <b>2. INVESTING ACTIVITY:</b>                |                       |                       |
| <b>2/1. Cash inflow</b>                      | <b>237 364</b>        | <b>15 372</b>         |
| Sale of property, plant and equipment        | 23 291                | 1 094                 |
| Sale of intangible assets                    | -                     | -                     |
| Sale of financial investments                | 214 073               | 14 278                |
| Other inflows                                | -                     | -                     |
| <b>2/2. Cash outflow</b>                     | <b>673 481</b>        | <b>1 032 642</b>      |
| Acquisition of property, plant and equipment | 670 737               | 803 032               |
| Investments in intangible assets             | -                     | -                     |
| Acquisition of financial investments         | 2 744                 | 229 610               |
| Other payments                               | -                     | -                     |
| <b>Net cash used in investing activity</b>   | <b>(436 117)</b>      | <b>(1 017 270)</b>    |
| <b>3. FINANCING ACTIVITY:</b>                |                       |                       |
| <b>3/1. Cash inflow</b>                      | <b>2 573 382</b>      | <b>1 627 000</b>      |
| Issue of shares and other securities         | -                     | -                     |
| Bank loans obtained                          | 2 573 382             | 1 627 000             |
| Other inflows                                | -                     | -                     |
| <b>3/2. Cash outflow</b>                     | <b>7 178 687</b>      | <b>1 344 928</b>      |
| Bank loans repaid                            | 3 546 519             | 1 344 928             |
| Acquisition of own shares                    | 333 272               | -                     |
| Dividends paid                               | 216 741               | -                     |
| Finance lease paid                           | 252 882               | -                     |
| Repayment of parent's loan                   | 2 829 273             | -                     |
| Other payments                               | -                     | -                     |
| <b>Net cash from financing activities</b>    | <b>(4 605 305)</b>    | <b>282 072</b>        |





|  |             |         |
|--|-------------|---------|
| NET INCREASE IN CASH AND CASH EQUIVALENTS          | (3 345 879) | 391 158 |
| CASH AND CASH EQUIVALENTS, beginning of the period | 4 267 329   | 130 076 |
| CASH AND CASH EQUIVALENTS, end of the period       | 921 450     | 521 234 |

**For the Group Management:**

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

  
\_\_\_\_\_  
**Asylbek Aydarkulov**  
Financial Director

\_\_\_\_\_  
**Yelena Chumichyova**  
Chief Accountant





**Consolidated Statement of Changes in Equity  
for the period ended 30 June 2012**

|  | Share capital | Treasury shares | Additional paid-in capital | Investment revaluation provision | Real estate revaluation provision | Provision for share-based benefits | Exchange difference provision | Retained earnings | Total equity |
|--|---------------|-----------------|----------------------------|----------------------------------|-----------------------------------|------------------------------------|-------------------------------|-------------------|--------------|
| Balance at 31 December 2011                  | 1 840 296     | -               | -                          | 50 341                           | 1 289 535                         | 944 599                            | 7 919                         | 3 669 011         | 7 801 701    |
| Net profit (loss)                            |               |                 |                            | 4 030                            |                                   |                                    |                               | 603 932           | 603 932      |
| Proceeds from investments available for sale |               |                 |                            |                                  |                                   |                                    |                               |                   | 4 030        |
| Exchange difference                          |               |                 |                            |                                  | (60 225)                          |                                    | (9 016)                       |                   | (9 016)      |
| Reclassification to retained earnings        |               |                 |                            |                                  |                                   | 60 225                             |                               |                   |              |
| Balance at 30 June 2011                      | 1 840 296     |                 |                            | 54 371                           | 1 229 310                         | 944 599                            | (1 097)                       | 4 333 168         | 8 400 647    |
| Balance at 31 December 2011                  | 1 840 296     | (4 564)         | 67 129                     | 54 287                           | 1 173 417                         | 944 599                            | (1 764)                       | 4 864 797         | 8 938 197    |
| Net profit                                   |               |                 |                            |                                  |                                   |                                    |                               | 1 239 803         | 1 239 803    |
| Increase in share capital                    |               |                 |                            | (54 287)                         |                                   |                                    |                               | (205 205)         | (287 893)    |
| Proceeds from investments available for sale |               |                 |                            |                                  |                                   |                                    |                               |                   | (54 287)     |
| Additional paid-in capital                   |               |                 | (67 129)                   |                                  |                                   |                                    |                               |                   | (67 129)     |
| Exchange differences                         |               |                 |                            |                                  | (60 373)                          |                                    | (317)                         |                   | (317)        |
| Reclassification to retained earnings        |               |                 |                            |                                  |                                   | 60 373                             |                               |                   |              |
| Balance at 30 June 2012                      | 1 840 296     | (87 253)        | -                          | -                                | 1 113 045                         | 944 599                            | (2 081)                       | 5 959 768         | 9 768 373    |

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