

Reckitt Benckiser (Bangladesh) PLC

Interim Condensed Financial Statements
as at and for the period ended 30 June 2024

Reckitt Benckiser (Bangladesh) PLC
Condensed Statement of Financial Position
As at 30 June 2024

Note	30 June 2024 (Unaudited) BDT'000	31 December 2023 (Audited) BDT'000
Assets		
Non-current assets		
Property, plant and equipment	604,773	607,331
Right-of-use assets (ROU)	144,197	142,738
Deferred tax assets	53,521	26,760
Total non-current assets	802,491	776,829
Current assets		
Inventories	502,111	591,000
Trade and other receivables	151,531	135,556
Advances, deposits and prepayments	38,784	69,271
Cash and cash equivalents	2,822,150	2,919,490
Total current assets	3,514,575	3,715,317
Total assets	4,317,066	4,492,146
Equity and liabilities		
Shareholders' equity		
Share capital	47,250	47,250
Retained earnings	1,180,831	1,146,708
Total equity	1,228,081	1,193,958
Non-current liabilities		
Employee benefits - gratuity	30,062	44,342
Lease liabilities	106,361	132,646
Total non-current liabilities	136,423	176,988
Current liabilities		
Trade and other payables	1,950,931	2,479,238
Employee benefits - gratuity	20,800	5,274
Lease liabilities	27,884	37,697
Current tax liabilities	147,002	176,835
UPAS Loan	261,487	30,991
Dividend Payable	539,773	384,152
Unclaimed dividend	4,685	7,013
Total current liabilities	2,952,561	3,121,200
Total liabilities	3,088,985	3,298,188
Total equity and liabilities	4,317,066	4,492,146


Antra Banerjee
 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 2024

	Note	1 January to 30 June 2024	1 January to 30 June 2023	1 April to 30 June 2024	1 April to 30 June 2023
		BDT'000	BDT'000	BDT'000	BDT'000
Revenue	5	2,677,258	2,678,396	1,350,460	1,312,054
Cost of sales	6	(1,385,381)	(1,404,024)	(694,188)	(675,085)
Gross profit		1,291,878	1,274,372	656,272	636,969
Other income/ (expenses)		3,050	2,673	3,050	204
Net operating expenses	7	(886,412)	(807,091)	(458,489)	(403,676)
Impairment loss reversal on trade receivables		(30)	(549)	132	(259)
		(883,391)	(804,967)	(455,307)	(403,731)
Profit from operation		408,486	469,405	200,966	233,238
Finance income		20,734	10,371	10,130	5,998
Finance cost		(12,563)	(12,918)	(8,635)	(9,842)
Profit before Contribution to WPPF		416,657	466,859	202,460	229,393
Contribution to WPPF		(19,841)	(22,231)	(9,641)	(10,923)
Profit before tax		396,816	444,628	192,819	218,470
Income tax expense		(102,818)	(145,590)	(50,511)	(71,490)
Profit after tax		293,998	299,038	142,308	146,980
Other comprehensive income		-	-	-	-
Total comprehensive income		293,998	299,038	142,308	146,980
Earnings per share					
Basic earnings per share (Taka)		62.22	63.29	30.12	31.11



Aritra Banerjee
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 2024

	<u>Share Capital</u>	<u>Retained Earnings</u>	<u>Total</u>
	BDT'000	BDT'000	BDT'000
Balance as at 1 January 2024	47,250	1,146,708	1,193,958
Total comprehensive income for half year ended 30 June 2024			
Profit for the period	-	293,998	293,998
Other comprehensive income	-	-	-
Final dividend for the year 2023	-	(259,875)	(259,875)
Balance as at 30 June 2024	47,250	1,180,831	1,228,081

Balance as at 1 January 2023	47,250	788,140	835,390
Total comprehensive income for half year ended 30 June 2023			
Profit for the period	-	299,038	299,038
Other comprehensive income	-	-	-
Final dividend for the year 2022	-	(463,050)	(463,050)
Balance as at 30 June 2023	47,250	624,128	671,378

Reckitt Benckiser (Bangladesh) PLC
Condensed Statement of cash flows (Un-audited)
for the period ended 30 June 2024

	<u>1 January to 30 June 2024</u> BDT'000	<u>1 January to 30 June 2023</u> BDT'000
Cash Flows from operating activities		
Receipts from customers	3,211,682	3,066,751
Payment to suppliers, employees and others	(3,160,778)	(2,536,656)
Cash generated from operating activities	50,904	530,095
Income taxes paid	(140,222)	(132,531)
Net cash from operating activities	(89,318)	397,564
Cash flows from investing activities		
Acquisition of property, plant and equipment	(75,528)	(43,263)
Proceeds from sale of property, plant and equipment	3,050	2,673
Income from investment during the period	20,734	10,371
Net cash used in investing activities	(51,744)	(30,219)
Cash flows from financing activities		
Dividend paid	(106,582)	(80,775)
Payment of lease liabilities	(25,319)	(21,961)
Bank Overdraft	175,622	140,626
Net cash used in financing activities	43,721	37,890
Net (decrease)/increase in cash and cash equivalents	(97,341)	405,234
Cash and cash equivalents as at 1 January	2,919,490	1,978,229
Effect of exchange rate changes in cash and cash equivalents	-	-
Cash and cash equivalents as at 30 June	2,822,150	2,383,463

Reckitt Benckiser (Bangladesh) PLC
Notes to the interim condensed financial statements
as at and for the period ended 30 June 2024

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. The name of the company was further changed to Reckitt Benckiser (Bangladesh) PLC as per requirement of the Companies Act 1994 as amended in 2020 which had been granted by RJSC based on the application submitted on 29th September 2021. It is a public limited company and its shares are listed on Dhaka Stock Exchange PLC and Chittagong Stock Exchange PLC.

The address of the Company's registered office is 58/59 Nasirabad Industrial Area, Chittagong and the corporate office is The Glass House, 9th & 10th floor, Plot # 02, Block # SE (B), 38, Gulshan Avenue, Dhaka-1212.

The Company is engaged in manufacturing and marketing of household, toiletries and pharmaceuticals 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 31 July 2024.

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 2023.

	30 June 2024	30 June 2023
5 Revenue		
<i>In Taka ('000)</i>		
Revenue including VAT	3,154,935	3,151,149
VAT	<u>(477,677)</u>	<u>(472,753)</u>
	<u>2,677,258</u>	<u>2,678,396</u>
6 Cost of sales		
Consumption- Manufacturing and Trading unit	1,122,234	1,146,294
Manufacturing overhead	<u>263,146</u>	<u>257,730</u>
	<u>1,385,381</u>	<u>1,404,024</u>
7 Net operating expenses		
Administrative expenses	190,816	149,204
Marketing expenses	303,215	293,076
Selling & distribution expenses	244,257	215,858
Royalty	<u>148,125</u>	<u>148,953</u>
	<u>886,412</u>	<u>807,091</u>
8 Share capital		
	As at	As at
	30 June 2024	31 December 2023
	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	<u>45,750</u>	<u>45,750</u>
	<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>

i. Position of shareholding

Name of the shareholders	Number of shares Unit	At 30 June 2024		At 31 December 2023	
		Face value Taka	Percentage of holding %	Face value Taka	Percentage of holding %
Parent company					
Reckitt Benckiser Limited, UK	3,919,918	39,199	82.96	39,199	82.96
Bangladeshi shareholders:					
ICB Unit Fund	3,700	37	0.08	37	0.08
Investment Corporation of Bangladesh	15,774	158	0.33	158	0.33
ICB Mutual Funds	50	0.50	0.00	0.50	0.00
Individuals	245,710	2,457	5.20	2,768	5.86
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	282,450	2,825	5.98	2,514	5.32
	4,725,000	47,250	100.00	47,250	100.00

ii. Classification of shareholders by holdings

Holdings	At 30 June 2024		At 31 December 2023	
	Number of holders	Percentage of holdings	Number of holders	Percentage of holdings
Less than 500 shares	2052	1.90	2,244	2.00
500 to 5,000 shares	59	1.69	66	1.97
5,001 to 10,000 shares	6	1.13	5	0.83
10,001 to 20,000 shares	8	2.21	7	2.13
20,001 to 30,000 shares	1	0.56	1	0.56
30,001 to 40,000 shares	0	0.00	-	0.00
40,001 to 50,000 shares	0	0.00	-	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
	2131	100.00	2,328	100.00

9 Unclaim Dividend Account

In Taka ('000)	As at 30 June 2024	As at 31 December 2023
	BDT'000	BDT'000
Final 2022	1,496	1,545.85
Final 2021	3,189	3,280.49
Final 2020		2,186.86
	4,685	7,013.20

10 Net asset value per share

	As at 30 June 2024	As at 31 December 2023
	Net Asset (BDT)	1,228,081,454
Weighted average number of ordinary shares outstanding during the period	4,725,000	4,725,000
Net asset value per share (per value BDT 10 each) (BDT)	259.91	252.69

11 Earnings per share

A. Basic earnings per share

	1 January to 30 June 2024	1 January to 30 June 2023
Profit attributable to ordinary shareholders (BDT)	293,998,195	299,037,524
Weighted-average number of ordinary shares outstanding	4,725,000	4,725,000
Basic earnings per share (par value BDT 10 each) (BDT)	62.22	63.29

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 2024	1 January to 30 June 2023
Net operating cash flow (BDT)	(89,317,807)	397,564,000
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)	(18.90)	84.14

In June 2024, we have disbursed last four years' royalty amount to Reckitt Benckiser Health Limited, UK amounted to BDT 756M. So, there is a significant spike in payment to the customers and suppliers whereas our revenue growth is static over the period. Therefore, our net operating cash has been gone down to BDT -18.90.

13 Reconciliation of net operating cash flow:

	1 January to 30 June 2024 BDT'000	1 January to 30 June 2023 BDT'000
Profit after tax	293,998	299,038
Income tax expense	102,818	145,590
Profit before tax	396,816	444,628
Adjustment for:		
Depreciation and impairment loss	88,940	86,062
(Gain)/Loss on sale of property, plant and equipment	(3,050)	(2,673)
Impairment loss reversal on trade receivables	30	549
Finance Cost	12,563	12,918
Finance Income	(20,734)	(10,371)
	474,564	531,112
Changes In:		
Inventories	88,888	(6,314)
Trade and other receivables	(15,975)	(92,145)
Advances, deposits and prepayments	30,487	(13,106)
Trade and other payables	(528,307)	105,179
Employee benefits	1,246	5,368
Cash generated from operating activities	50,904	530,096
Income tax paid	(140,222)	(132,531)
Net cash generated by operating activities	(89,318)	397,564

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.