RENATA LIMITED

QUARTERLY FINANCIAL STATEMENTS

JULY 2017 to SEPTEMBER 2017

AMARSTOCK

RENATA LIMITED
Plot-1, Milk Vita Road, Section-7
Mirpur, Dhaka-1216

Dear Shareholders,

Subject: Financial Statements for the first quarter ended 30 September 2017

We are pleased to present the unaudited first quarter financial statements of Renata Limited containing the Statement of Financial Position as at 30 September 2017, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Cash Flows and the Statement of Changes in Equity for the first quarter ended 30 September 2017.

Yours Sincerely

for RENATA LIMITED



Syed S. Kaiser Kabir
CEO and Managing Director

Renata Limited
Statement of Financial Position as at 30 September 2017
(Unaudited)

	Notes	30 September 2017 Taka in '000s	30 June 2017 Taka in '000s
ASSETS			
Non-current assets			
Property, plant and equipment (WDV)	1	9,108,048	9,172,889
Capital work-in-progress	2	1,165,127	1,072,205
Long term investment	3	143,069	143,069
Total non-current assets		10,416,244	10,388,163
Current assets			
Inventories	4	3,245,155	3,229,223
Trade and other receivables	5	2,880,414	2,788,876
Advance, deposits and prepayments	6	297,106	295,949
Investment in shares and others		1,403,308	804,899
Cash and cash equivalents	7	775,224	617,236
Total current assets		8,601,207	7,736,183
Total assets		**19,017,451**	**18,124,346**
EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital		608,965	608,965
Revaluation surplus		155,166	155,285
Available for sale reserve		24,071	21,635
Retained earnings		12,441,729	11,688,650
Total shareholders' equity		13,229,931	12,474,535
Non-current liabilities			
Deferred tax liability		1,139,790	1,137,328
Long term loans-net off current portion		52,037	95,911
Total non-current liabilities		1,191,827	1,233,239
Current liabilities			
Short term bank loans and overdrafts	8	1,556,017	1,968,852
Long term loans-current portion		164,499	161,200
Creditors and accruals	9	2,849,888	2,259,935
Unclaimed dividend		25,289	26,585
Total current liabilities		4,595,693	4,416,572
Total equity and liabilities		**19,017,451**	**18,124,346**
Net asset value per share (NAV)		**217.25**	**204.85**

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Renata Limited

Statement of Profit or Loss and Other Comprehensive Income for the period from 01 July 2017 to 30 September 2017

(Unaudited)

	Notes	2017 (July-September) Taka in 000's	2016 (July-September) Taka in 000's
Turnover and other income	10	4,569,418	3,355,247
Cost and expenses:			
Cost of goods sold	11	2,147,404	1,550,092
Administrative, selling & distribution expenses		1,192,315	884,409
Interest expenses		64,739	56,124
Total cost and expenses		3,404,458	2,490,625
Profit before contribution to WPPF		1,164,960	864,622
Contribution to WPPF		55,474	41,172
Profit before tax		**1,109,486**	**823,450**
Provision for income tax		356,566	272,932
Net profit after tax for the period		**752,920**	**550,518**
Other comprehensive income			
Net profit after tax for the period		752,920	550,518
Item that may be reclassified to profit or loss			
Unrealized gain/ (loss) on quoted shares, net of tax		2,436	(637)
Total comprehensive income for the period		**755,356**	**549,881**
Basic earnings per share i.e. EPS (par value of Tk 10)		**12.36**	**9.04**

Renata Limited

Statement of Cash Flows for the period from 01 July 2017 to 30 September 2017

(Unaudited)

		2017 (July-September) Taka in 000's	2016 (July-September) Taka in 000's
A.	**Cash flows from operating activities:**		
	Collection from customers and other income	5,370,015	4,472,767
	Payment for cost and expenses	(3,780,480)	(2,925,442)
	Income tax paid	(181,431)	(196,433)
	Cash generated from operation	**1,408,104**	**1,350,892**
B.	**Cash flows from investing activities:**		
	Acquisition of fixed assets	(196,998)	(287,379)
	Investment in shares and others	(598,411)	48
	Net cash used in investing activities	**(795,409)**	**(287,331)**
C.	**Cash flows from financing activities:**		
	Loans repaid	(453,410)	(1,017,428)
	Dividend paid	(1,297)	(35)
	Net cash used in financing activities	**(454,707)**	**(1,017,463)**
D.	**Net cash inflow for the period (A+B+C)**	**157,988**	**46,098**
E.	Opening cash and cash equivalents	617,236	450,611
F.	**Closing cash and cash equivalents (D+E)**	**775,224**	**496,709**
	Net operating cash flow per share	**23.12**	**22.18**

Dr. Sarwar Ali	**Syed S. Kaiser Kabir**	**Manzoor Hasan**	**Md. Jubayer Alam**	**Khokan Chandra Das**
Chairman	**CEO and Managing Director**	**Independent Director**	**Company Secretary**	**Head of Finance**

Renata Limited
and its subsidiaries
Consolidated Statement of Financial Position as at 30 September 2017
(Unaudited)

	Notes	30 September 2017 Taka in '000s	30 June 2017 Taka in '000s
ASSETS			
Non-current assets			
Property, plant and equipment (WDV)	1(a)	9,726,019	9,799,446
Capital work-in-progress	2(a)	1,357,077	1,258,756
Long term investment	3(a)	11,795	11,795
Total non-current assets		11,094,891	11,069,997
Current assets			
Inventories	4(a)	3,417,268	3,396,071
Trade & other receivables	5(a)	2,376,713	2,326,869
Advance, deposits and prepayments	6(a)	336,873	339,784
Investment in shares and others		1,535,726	934,670
Cash and cash equivalents	7(a)	817,162	651,934
Total current assets		8,483,742	7,649,328
Total assets		**19,578,633**	**18,719,325**
EQUITY AND LIABILITIES			
Equity attributable to equity holders of Renata Limited			
Share capital		608,965	608,965
Revaluation reserve		155,166	155,285
Available for sale reserve		54,942	49,859
Retained earnings		12,836,343	12,128,857
Total equity attributable to equity holders of Renata Limited		13,655,416	12,942,966
Non-controlling interests		71	75
Total Equity		13,655,487	12,943,041
Non-current liabilities			
Long term loans-net off current portion		52,037	95,911
Deferred tax liability		1,174,220	1,170,470
Total non-current liabilities		1,226,257	1,266,381
Current liabilities			
Short term bank loans and overdrafts	8(a)	1,556,017	1,972,454
Long term loans-current portion		164,499	161,200
Creditors and accruals	9(a)	2,951,084	2,349,664
Unclaimed dividend		25,289	26,585
Total current liabilities		4,696,889	4,509,903
Total equity and liabilities		**19,578,633**	**18,719,325**
Net asset value per share (NAV)		**224.24**	**212.54**

Dr. Sarwar Ali	**Syed S. Kaiser Kabir**	**Manzoor Hasan**	**Md. Jubayer Alam**	**Khokan Chandra Das**
Chairman	**CEO and Managing Director**	**Independent Director**	**Company Secretary**	**Head of Finance**

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Renata Limited
and its subsidiaries
Consolidated Statement of Profit or Loss and Other Comprehensive Income for the period from 01 July 2017 to 30 September 2017
(Unaudited)

	Notes	2017 (July-September) Taka in 000's	2016 (July-September) Taka in 000's
Turnover and other income	10(a)	4,657,021	3,518,826
Cost and expenses:			
Cost of goods sold	11(a)	2,238,715	1,662,257
Administrative, selling & distribution expenses	12(a)	1,232,219	911,123
Interest expenses		65,433	57,189
Total cost and expenses		3,536,367	2,630,569
Profit before contribution to WPPF		1,120,654	888,257
Contribution to WPPF		55,474	42,864
Profit before tax		**1,065,180**	**845,393**
Provision for income tax		357,857	277,532
Net profit after tax for the period		**707,323**	**567,861**
Attributable to:			
Equity holders of Renata Limited		707,327	567,858
Non-controlling interests		(4)	3
Total profit after tax for the period		**707,323**	**567,861**
Other comprehensive income			
Net profit after tax for the period		707,323	567,861
Item that may be reclassified to profit or loss			
Unrealized gain/ (loss) on quoted shares, net of tax		5,083	(803)
Total comprehensive income for the period		**712,406**	**567,058**
Attributable to:			
Equity holders of Renata Limited		712,410	567,055
Non-controlling interests		(4)	3
Total comprehensive income for the period		**712,406**	**567,058**
Basic earnings per share i.e. EPS (par value of Tk 10)		**11.62**	**9.32**

Renata Limited
and its subsidiaries
Consolidated Statement of Cash Flows for the period from 01 July 2017 to 30 September 2017
(Unaudited)

		2017 (July-September) Taka in 000's	2016 (July-September) Taka in 000's
A.	**Cash flows from operating activities:**		
	Collection from customers and other income	5,500,964	4,659,472
	Payment for cost and expenses	(3,920,618)	(3,041,534)
	Income tax paid	(181,509)	(199,644)
	Cash generated from operation	**1,398,837**	**1,418,294**
B.	**Cash flows from investing activities:**		
	Acquisition of fixed assets	(204,748)	(303,114)
	Investment in shares and others	(598,411)	13,148
	Net cash used in investing activities	**(803,159)**	**(289,966)**
C.	**Cash flows from financing activities:**		
	Loans repaid	(429,153)	(1,071,243)
	Dividend paid	(1,297)	(35)
	Net cash used in financing activities	**(430,450)**	**(1,071,278)**
D.	**Net cash inflow for the period (A+B+C)**	**165,228**	**57,050**
E.	Opening cash and cash equivalents	651,934	474,401
F.	**Closing cash and cash equivalents (D+E)**	**817,162**	**531,451**
	Net operating cash flow per share	**22.97**	**23.29**

Dr. Sarwar Ali	Syed S. Kaiser Kabir	Manzoor Hasan	Md. Jubayer Alam	Khokan Chandra Das
Chairman	CEO and Managing Director	Independent Director	Company Secretary	Head of Finance

Renata Limited

Notes to the first quarter financial statements
for the quarter ended 30 September 2017
(Unaudited)

These first quarter unaudited financial statements have been prepared in accordance with Accounting Policies as adopted in the preparation of the financial statements for the period ended 30 June 2017. Selected explanatory notes that deemed appropriate for better understanding are incorporated below.

Figures in '000

	30 September 2017 Taka	30 June 2017 Taka
1. Property, plant and equipment (WDV)		
Fixed assets at cost/revaluation at beginning of the period	12,380,969	11,580,038
Additions during the period	104,076	835,740
Disposal/adjustment during the period	-	(34,809)
Closing Accumulated Depreciation	(3,376,997)	(3,208,080)
Closing Balance	**9,108,048**	**9,172,889**
1 (a). Consolidated property, plant and equipment (WDV)		
Fixed assets at cost/revaluation at beginning of the period	13,272,139	12,390,078
Additions during the period	106,428	924,334
Disposal/adjustment during the period	-	(42,273)
Closing Accumulated Depreciation	(3,652,548)	(3,472,693)
Closing Balance	**9,726,019**	**9,799,446**
2. Capital work-in-progress		
Opening balance	1,072,205	702,997
Additions during the period	164,013	888,522
Capitalized as property, plant & equipment during the period	(71,091)	(519,314)
Closing Balance	**1,165,127**	**1,072,205**
2 (a). Consolidated capital work-in-progress		
Opening balance	1,258,756	903,725
Additions during the period	169,412	942,775
Capitalized as property, plant & equipment during the period	(71,091)	(587,744)
Closing Balance	**1,357,077**	**1,258,756**
3. Long term investment		
Investment in subsidiaries:		
Renata Agro Industries Limited	60,570	60,570
Purnava Limited	2,500	2,500
Renata Oncology Limited	79,999	79,999
	143,069	**143,069**
3 (a). Consolidated long term investment		
Investment in savings certificate	650	650
Investment in Govt. bonds	11,145	11,145
	11,795	**11,795**
4. Inventories		
Finished goods	1,217,539	1,135,501
Work-in-process	238,704	182,802
Raw and packing materials	1,386,931	1,469,991
Cosumable stores, spares and reagent	171,612	166,739
Stock in transit	385,971	412,992
Less: Provision for obsolete inventories	(155,602)	(138,802)
Closing Balance	**3,245,155**	**3,229,223**
4 (a). Consolidated inventories		
Finished goods	1,338,173	1,251,253
Work-in-process	238,704	182,802
Raw and packing materials	1,435,613	1,519,371
Cosumable stores, spares and reagent	174,156	168,455
Stock in transit	386,224	412,992
Less: Provision for obsolete inventories	(155,602)	(138,802)
Closing Balance	**3,417,268**	**3,396,071**

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Figures in '000

	30 September 2017 Taka	30 June 2017 Taka
5. Trade and other receivables		
Trade receivables	2,119,785	2,066,970
Sundry receivables	851,841	793,118
Less: Allowance for doubtful receivables	(91,212)	(71,212)
Closing Balance	**2,880,414**	**2,788,876**
5 (a). Consolidated trade and other receivables		
Trade receivables	2,148,807	2,101,509
Sundry receivables	322,156	299,610
Less: Allowance for doubtful receivables	(94,250)	(74,250)
Closing Balance	**2,376,713**	**2,326,869**
6. Advance, deposits and prepayments		
Loans and advances	250,879	249,687
Security and other deposits	42,535	41,920
Prepayments	3,692	4,342
Closing Balance	**297,106**	**295,949**
6 (a). Consolidated advance, deposits and prepayments		
Loans and advances	277,402	277,345
Security and other deposits	42,535	41,920
Prepayments	16,936	20,519
Closing Balance	**336,873**	**339,784**
7. Cash and cash equivalents		
Cash in hand	2,075	2,075
Cash at bank	748,945	602,932
Balance with City Bank Capital Resources Limited	24,197	12,221
Balance with ICB Securities Trading Company Limited	7	8
Closing Balance	**775,224**	**617,236**
7(a). Consolidated cash and cash equivalents		
Cash in hand	5,700	5,129
Cash at bank	787,258	634,576
Balance with City Bank Capital Resources Limited	24,197	12,221
Balance with ICB Securities Trading Company Limited	7	8
Closing Balance	**817,162**	**651,934**
8. Short term bank loans and overdrafts		
Standard Chartered Bank	458,638	529,563
Citibank N. A.	397,347	531,479
Commercial Bank of Ceylon	204,506	362,414
Bank Asia	182,738	316,523
Eastern Bank	202,397	210,689
The City Bank	110,391	18,184
Closing Balance	**1,556,017**	**1,968,852**
8 (a). Consolidated short term bank loans and overdrafts		
Standard Chartered Bank	458,638	529,563
Citibank N. A.	397,347	531,479
Commercial Bank of Ceylon	204,506	362,414
Bank Asia	182,738	320,125
Eastern Bank	202,397	210,689
The City Bank	110,391	18,184
Closing Balance	**1,556,017**	**1,972,454**
9. Creditors and accruals		
Trade creditors	289,123	180,071
Accruals	793,601	681,271
Other liabilities	1,767,164	1,398,593
Closing Balance	**2,849,888**	**2,259,935**
9 (a). Consolidated creditors and accruals		
Trade creditors	290,455	202,413
Accruals	840,588	695,223
Other liabilities	1,820,041	1,452,028
Closing Balance	**2,951,084**	**2,349,664**

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Figures in '000

	2017 (July-September) Taka	2016 (July-September) Taka
10. Turnover & other income		
Pharmaceuticals	3,695,329	2,726,961
Animal health	988,554	781,187
Contract manufacturing & exports	567,468	341,018
VAT	(685,868)	(495,558)
Other income	3,935	1,639
Total	**4,569,418**	**3,355,247**
10 (a). Consolidated turnover & other income		
Renata Limited	4,537,102	3,340,771
Renata Agro Industries Limited	60,415	142,618
Purnava Limited	59,504	35,437
Total	**4,657,021**	**3,518,826**
11. Cost of goods sold		
Pharmaceuticals	1,232,294	935,074
Animal health	612,102	450,755
Contract manufacturing & exports	303,008	164,263
Total	**2,147,404**	**1,550,092**
11 (a). Consolidated cost of goods sold		
Renata Limited	2,147,404	1,548,953
Renata Agro Industries Limited	82,840	98,654
Purnava Limited	5,834	10,465
Renata Oncology Limited	2,637	4,185
Total	**2,238,715**	**1,662,257**
12 (a).Consolidated administrative, selling and distribution expenses		
Renata Limited	1,192,315	884,409
Renata Agro Industries Limited	12,196	10,845
Purnava Limited	27,212	15,506
Renata Oncology Limited	496	363
Total	**1,232,219**	**911,123**

13. Figures have been rounded off to the nearest '000 Taka and previous period's figures have been rearranged to conform to current period's presentation.

Dr. Sarwar Ali	**Syed S. Kaiser Kabir**	**Manzoor Hasan**	**Md. Jubayer Alam**	**Khokan Chandra Das**
Chairman	**CEO and Managing Director**	**Independent Director**	**Company Secretary**	**Head of Finance**

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Renata Limited
Statement of changes in equity for the period from 01 July 2017 to 30 September 2017

Taka in '000

Particulars	Share capital	Revaluation surplus	Available for sale reserve	Retained earnings	Total
	Taka	Taka	Taka	Taka	Taka
Balance at 01 July 2017	608,965	155,285	21,635	11,688,650	12,474,535
Adjustment of deferred tax liability due to extra depreciation charged to revaluation reserve	-	40	-	-	40
Depreciation adjustment on revalued assets	-	(159)	-	159	-
Net profit after tax for the period	-	-	-	752,920	752,920
Unrealized gain/ (loss) on quoted shares	-	-	2,436	-	2,436
Balance at 30 September 2017	**608,965**	**155,166**	**24,071**	**12,441,729**	**13,229,931**

Renata Limited
and its subsidiaries
Consolidated statement of changes in equity for the period from 01 July 2017 to 30 September 2017

Taka in '000

Particulars	Attributable to equity holders of Renata Limited					Non-controlling interests	Total equity
	Share capital	Revaluation surplus	Available for sale reserve	Retained earnings	Equity for Renata Limited		
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance at 01 July 2017	608,965	155,285	49,859	12,128,857	12,942,966	75	12,943,041
Adjustment of deferred tax liability due to extra depreciation charged to revaluation reserve	-	40	-	-	40	-	40
Depreciation adjustment on revalued assets	-	(159)	-	159	-	-	-
Net profit after tax for the period	-	-	-	707,327	707,327	(4)	707,323
Unrealized gain/ (loss) on quoted shares	-	-	5,083	-	5,083	-	5,083
Balance at 30 September 2017	**608,965**	**155,166**	**54,942**	**12,836,343**	**13,655,416**	**71**	**13,655,487**

Dr. Sarwar Ali	**Syed S. Kaiser Kabir**	**Manzoor Hasan**	**Md. Jubayer Alam**	**Khokan Chandra Das**
Chairman	**CEO and Managing Director**	**Independent Director**	**Company Secretary**	**Head of Finance**

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