RENATA LIMITED
FINANCIAL STATEMENTS FOR THE PERIOD
JULY 2017 to MARCH 2018

AMAR STOCK

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

Dear Shareholders,

Subject: Financial Statements for the third quarter ended 31 March 2018

We are pleased to present the unaudited third quarter financial statements of Renata Limited containing the Statement of Financial Position as at 31 March 2018, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Cash Flows and the Statement of Changes in Equity for the third quarter ended 31 March 2018.

Yours Sincerely

for RENATA LIMITED



Syed S. Kaiser Kabir
CEO and Managing Director

Renata Limited
Statement of Financial Position as at 31 March 2018
(Unaudited)

	Notes	31 March 2018 Taka in 000's	30 June 2017 Taka in 000's
ASSETS			
Non-current assets			
Property, plant and equipment (WDV)	1	9,328,713	9,172,889
Capital work-in-progress	2	1,265,681	1,072,205
Long term investment	3	143,069	143,069
Total non-current assets		10,737,463	10,388,163
Current assets			
Inventories	4	3,901,790	3,229,223
Trade and other receivables	5	3,193,224	2,788,876
Advance, deposits and prepayments	6	354,506	295,949
Investment in shares and others		1,517,608	804,899
Cash and cash equivalents	7	786,115	617,236
Total current assets		9,753,243	7,736,183
Total assets		**20,490,706**	**18,124,346**
EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital		700,310	608,965
Revaluation surplus		154,927	155,285
Available for sale reserve		29,736	21,635
Retained earnings		13,293,494	11,688,650
Total shareholders' equity		14,178,467	12,474,535
Non-current liabilities			
Deferred tax liability		1,161,099	1,137,328
Long term loans-net off current portion		-	95,911
Total non-current liabilities		1,161,099	1,233,239
Current liabilities			
Short term bank loans and overdrafts	8	2,421,909	1,968,852
Long term loans-current portion		133,395	161,200
Creditors and accruals	9	2,468,226	2,259,935
Unclaimed dividend		127,610	26,585
Total current liabilities		5,151,140	4,416,572
Total equity and liabilities		**20,490,706**	**18,124,346**
Net asset value per share (NAV)		**202.46**	**178.13**

Renata Limited

Statement of Profit or Loss and Other Comprehensive Income for the period from 01 July 2017 to 31 March 2018

(Unaudited)

	Notes	2017-2018 (July-March) Taka in 000's	2016-2017 (July-March) Taka in 000's	2018 (January-March) Taka in 000's	2017 (January-March) Taka in 000's
Turnover and other income	10	13,612,725	11,221,793	4,480,984	3,788,795
Cost and expenses:					
Cost of goods sold	11	6,429,750	5,303,399	2,225,049	1,881,944
Administrative, selling & distribution expenses		3,821,981	2,993,917	1,404,515	982,003
Finance costs		133,040	121,877	17,359	36,348
Total cost and expenses		10,384,771	8,419,193	3,646,923	2,900,295
Profit before contribution to WPPF		3,227,954	2,802,600	834,061	888,500
Contribution to WPPF		153,716	133,457	39,718	42,309
Profit before tax		**3,074,238**	**2,669,143**	**794,343**	**846,191**
Provision for income tax		830,457	866,390	28,956	231,351
Net profit after tax for the period		**2,243,781**	**1,802,753**	**765,387**	**614,840**
Other comprehensive income					
Net profit after tax for the period		2,243,781	1,802,753	765,387	614,840
Item that may be reclassified to profit or loss					
Unrealized gain/ (loss) on quoted shares, net of tax		8,101	3,807	(510)	4,115
Total comprehensive income for the period		**2,251,882**	**1,806,560**	**764,877**	**618,955**
Basic earnings per share i.e. EPS (par value of Tk 10)		**32.04**	**25.74**	**10.93**	**8.78**

Renata Limited

Statement of Cash Flows for the period from 01 July 2017 to 31 March 2018

(Unaudited)

		2017-2018 (July-March) Taka in 000's	2016-2017 (July-March) Taka in 000's
A.	**Cash flows from operating activities:**		
	Collection from customers and other income	15,874,417	13,465,838
	Payment for cost and expenses	(13,373,993)	(9,658,880)
	Income tax paid	(639,509)	(696,973)
	Cash generated from operation	**1,860,915**	**3,109,985**
B.	**Cash flows from investing activities:**		
	Acquisition of fixed assets	(862,166)	(823,776)
	Investment in shares and others	(712,708)	(200,938)
	Sale proceeds of property, plant and equipment	540	13,765
	Net cash used in investing activities	**(1,574,334)**	**(1,010,949)**
C.	**Cash flows from financing activities:**		
	Loans received/(repaid)	329,342	(1,314,993)
	Dividend paid	(447,044)	(682,146)
	Net cash used in financing activities	**(117,702)**	**(1,997,139)**
D.	**Net cash inflow for the period (A+B+C)**	**168,879**	**101,897**
E.	Opening cash and cash equivalents	617,236	450,611
F.	**Closing cash and cash equivalents (D+E)**	**786,115**	**552,508**
	Net operating cash flow per share	**26.57**	**44.41**

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 31 March 2018
(Unaudited)

	Notes	31 March 2018 Taka in 000's	30 June 2017 Taka in 000's
ASSETS			
Non-current assets			
Property, plant and equipment (WDV)	1(a)	9,933,781	9,799,446
Capital work-in-progress	2(a)	1,482,088	1,258,756
Long term investment	3(a)	11,795	11,795
Total non-current assets		11,427,664	11,069,997
Current assets			
Inventories	4(a)	4,074,754	3,396,071
Trade & other receivables	5(a)	2,671,122	2,326,869
Advance, deposits and prepayments	6(a)	390,502	339,784
Investment in shares and others		1,633,775	934,670
Cash and cash equivalents	7(a)	853,177	651,934
Total current assets		9,623,330	7,649,328
Total assets		**21,050,994**	**18,719,325**
EQUITY AND LIABILITIES			
Equity attributable to equity holders of Renata Limited			
Share capital		700,310	608,965
Revaluation reserve		154,927	155,285
Available for sale reserve		64,356	49,859
Retained earnings		13,670,665	12,128,857
Total equity attributable to equity holders of Renata Limited		14,590,258	12,942,966
Non-controlling interests		72	75
Total Equity		14,590,330	12,943,041
Non-current liabilities			
Long term loans-net off current portion		-	95,911
Deferred tax liability		1,198,139	1,170,470
Total non-current liabilities		1,198,139	1,266,381
Current liabilities			
Short term bank loans and overdrafts	8(a)	2,421,909	1,972,454
Long term loans-current portion		133,396	161,200
Creditors and accruals	9(a)	2,579,610	2,349,664
Unclaimed dividend		127,610	26,585
Total current liabilities		5,262,525	4,509,903
Total equity and liabilities		**21,050,994**	**18,719,325**
Net asset value per share (NAV)		**208.34**	**184.82**

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 Profit or Loss and Other Comprehensive Income for the period from 01 July 2017 to 31 March 2018
(Unaudited)

	Notes	2017-2018 (July-March) Taka in 000's	2016-2017 (July-March) Taka in 000's	2018 (January-March) Taka in 000's	2017 (January-March) Taka in 000's
Turnover and other income	10(a)	13,939,132	11,659,467	4,600,700	3,913,900
Cost and expenses:					
Cost of goods sold	11(a)	6,689,048	5,568,910	2,290,750	1,952,135
Administrative, selling & distribution expenses	12(a)	3,945,908	3,100,414	1,447,529	1,022,447
Finance costs		135,347	124,125	18,172	36,993
Total cost and expenses		10,770,303	8,793,449	3,756,451	3,011,575
Profit before contribution to WPPF		3,168,829	2,866,018	844,249	902,325
Contribution to WPPF		153,716	139,078	39,718	44,092
Profit before tax		**3,015,113**	**2,726,940**	**804,531**	**858,233**
Provision for income tax		834,372	888,172	30,285	237,274
Net profit after tax for the period		**2,180,741**	**1,838,768**	**774,246**	**620,959**
Attributable to:					
Equity holders of Renata Limited		2,180,745	1,838,758	774,244	620,956
Non-controlling interests		(4)	10	2	3
Total profit after tax for the period		**2,180,741**	**1,838,768**	**774,246**	**620,959**
Other comprehensive income					
Net profit after tax for the period		2,180,741	1,838,768	774,246	620,959
Item that may be reclassified to profit or loss					
Unrealized gain/ (loss) on quoted shares, net of tax		14,498	9,988	345	9,015
Total comprehensive income for the period		**2,195,239**	**1,848,756**	**774,591**	**629,974**
Attributable to:					
Equity holders of Renata Limited		2,195,242	1,848,745	774,588	629,970
Non-controlling interests		(3)	11	3	4
Total comprehensive income for the period		**2,195,239**	**1,848,756**	**774,591**	**629,974**
Basic earnings per share i.e. EPS (par value of Tk 10)		**31.14**	**26.26**	**11.06**	**8.87**

Renata Limited
and its subsidiaries
Consolidated Statement of Cash Flows for the period from 01 July 2017 to 31 March 2018
(Unaudited)

		2017-2018 (July-March) Taka in 000's	2016-2017 (July-March) Taka in 000's
A.	**Cash flows from operating activities:**		
	Collection from customers and other income	16,356,262	14,050,139
	Payment for cost and expenses	(13,851,116)	(10,067,413)
	Income tax paid	(640,400)	(705,891)
	Cash generated from operation	**1,864,746**	**3,276,835**
B.	**Cash flows from investing activities:**		
	Acquisition of fixed assets	(903,746)	(873,760)
	Investment in shares and others	(692,708)	(267,838)
	Sale proceeds of property, plant and equipment	540	14,695
	Net cash used in investing activities	**(1,595,914)**	**(1,126,903)**
C.	**Cash flows from financing activities:**		
	Loans received/(repaid)	379,455	(1,315,223)
	Dividend paid	(447,044)	(682,146)
	Net cash used in financing activities	**(67,589)**	**(1,997,369)**
D.	**Net cash inflow for the period (A+B+C)**	**201,243**	**152,563**
E.	Opening cash and cash equivalents	651,934	474,401
F.	**Closing cash and cash equivalents (D+E)**	**853,177**	**626,964**
	Net operating cash flow per share	**26.63**	**46.79**

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
Statement of changes in equity for the period from 01 July 2017 to 31 March 2018

Taka in 000's

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
Stock dividend issued	91,345	-	-	(91,345)	-
Cash dividend paid	-	-	-	(548,069)	(548,069)
Adjustment of deferred tax liability due to extra depreciation charged to revaluation reserve	-	119	-	-	119
Depreciation adjustment on revalued assets	-	(477)	-	477	-
Net profit after tax for the period	-	-	-	2,243,781	2,243,781
Unrealized gain/ (loss) on quoted shares	-	-	8,101	-	8,101
Balance at 31 March 2018	**700,310**	**154,927**	**29,736**	**13,293,494**	**14,178,467**

Renata Limited
and its subsidiaries
Consolidated statement of changes in equity for the period from 01 July 2017 to 31 March 2018

Taka in 000's

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
Stock dividend issued	91,345	-	-	(91,345)	-	-	-
Cash dividend paid	-	-	-	(548,069)	(548,069)	-	(548,069)
Adjustment of deferred tax liability due to extra depreciation charged to revaluation reserve	-	119	-	-	119	-	119
Depreciation adjustment on revalued assets	-	(477)	-	477	-	-	-
Net profit after tax for the period	-	-	-	2,180,745	2,180,745	(4)	2,180,741
Unrealized gain/ (loss) on quoted shares	-	-	14,497	-	14,497	1	14,498
Balance at 31 March 2018	**700,310**	**154,927**	**64,356**	**13,670,665**	**14,590,258**	**72**	**14,590,330**

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 third quarter financial statements
for the quarter ended 31 March 2018
(Unaudited)

These third 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.

	31 March 2018 Taka in 000's	30 June 2017 Taka in 000's
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	668,689	835,740
Disposal/adjustment during the period	(7,023)	(34,809)
Closing Accumulated Depreciation	(3,713,922)	(3,208,080)
Closing Balance	**9,328,713**	**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	680,415	924,334
Disposal/adjustment during the period	(7,023)	(42,273)
Closing Accumulated Depreciation	(4,011,750)	(3,472,693)
Closing Balance	**9,933,781**	**9,799,446**
2. Capital work-in-progress		
Opening balance	1,072,205	702,997
Additions during the period	764,731	888,522
Capitalized as property, plant & equipment during the period	(571,255)	(519,314)
Closing Balance	**1,265,681**	**1,072,205**
2 (a). Consolidated capital work-in-progress		
Opening balance	1,258,756	903,725
Additions during the period	801,443	942,775
Capitalized as property, plant & equipment during the period	(578,111)	(587,744)
Closing Balance	**1,482,088**	**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	1,454,722	1,135,501
Work-in-process	253,790	182,802
Raw and packing materials	1,610,130	1,469,991
Cosumable stores, spares and reagent	166,782	166,739
Stock in transit	565,654	412,992
Less: Provision for obsolete inventories	(149,288)	(138,802)
Closing Balance	**3,901,790**	**3,229,223**
4 (a). Consolidated inventories		
Finished goods	1,578,649	1,251,253
Work-in-process	253,790	182,802
Raw and packing materials	1,656,533	1,519,371
Cosumable stores, spares and reagent	169,284	168,455
Stock in transit	565,786	412,992
Less: Provision for obsolete inventories	(149,288)	(138,802)
Closing Balance	**4,074,754**	**3,396,071**

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	31 March 2018 Taka in 000's	30 June 2017 Taka in 000's
5. Trade and other receivables		
Trade receivables	2,290,688	2,066,970
Sundry receivables	993,748	793,118
Less: Allowance for doubtful receivables	(91,212)	(71,212)
Closing Balance	**3,193,224**	**2,788,876**
5 (a). Consolidated trade and other receivables		
Trade receivables	2,326,845	2,101,509
Sundry receivables	438,527	299,610
Less: Allowance for doubtful receivables	(94,250)	(74,250)
Closing Balance	**2,671,122**	**2,326,869**
6. Advance, deposits and prepayments		
Loans and advances	303,526	249,687
Security and other deposits	46,071	41,920
Prepayments	4,909	4,342
Closing Balance	**354,506**	**295,949**
6 (a). Consolidated advance, deposits and prepayments		
Loans and advances	331,853	277,345
Security and other deposits	46,071	41,920
Prepayments	12,578	20,519
Closing Balance	**390,502**	**339,784**
7. Cash and cash equivalents		
Cash in hand	2,325	2,075
Cash at bank	752,447	602,932
Balance with City Bank Capital Resources Limited	31,336	12,221
Balance with ICB Securities Trading Company Limited	7	8
Closing Balance	**786,115**	**617,236**
7(a). Consolidated cash and cash equivalents		
Cash in hand	6,467	5,129
Cash at bank	815,367	634,576
Balance with City Bank Capital Resources Limited	31,336	12,221
Balance with ICB Securities Trading Company Limited	7	8
Closing Balance	**853,177**	**651,934**
8. Short term bank loans and overdrafts		
Standard Chartered Bank	487,811	529,563
Citibank N. A.	324,562	531,479
Commercial Bank of Ceylon	745,762	362,414
Bank Asia	340,132	316,523
Eastern Bank	206,278	210,689
The City Bank	317,364	18,184
Closing Balance	**2,421,909**	**1,968,852**
8 (a). Consolidated short term bank loans and overdrafts		
Standard Chartered Bank	487,811	529,563
Citibank N. A.	324,562	531,479
Commercial Bank of Ceylon	745,762	362,414
Bank Asia	340,132	320,125
Eastern Bank	206,278	210,689
The City Bank	317,364	18,184
Closing Balance	**2,421,909**	**1,972,454**
9. Creditors and accruals		
Trade creditors	327,868	180,071
Accruals	707,753	681,271
Other liabilities	1,432,605	1,398,593
Closing Balance	**2,468,226**	**2,259,935**
9 (a). Consolidated creditors and accruals		
Trade creditors	329,785	202,413
Accruals	763,200	695,223
Other liabilities	1,486,625	1,452,028
Closing Balance	**2,579,610**	**2,349,664**

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	2017-2018 (July-March) Taka in 000's	2016-2017 (July-March) Taka in 000's
10. Turnover & other income		
Pharmaceuticals	10,958,341	8,757,861
Animal health	2,829,763	2,272,138
Contract manufacturing & exports	1,765,616	1,804,570
VAT	(1,995,900)	(1,634,171)
Other income	54,905	21,395
Total	**13,612,725**	**11,221,793**
10 (a). Consolidated turnover & other income		
Renata Limited	13,500,767	11,144,925
Renata Agro Industries Limited	261,653	395,192
Purnava Limited	176,712	119,350
Total	**13,939,132**	**11,659,467**
11. Cost of goods sold		
Pharmaceuticals	3,617,345	3,117,548
Animal health	1,571,388	1,290,742
Contract manufacturing & exports	1,241,017	895,109
Total	**6,429,750**	**5,303,399**
11 (a). Consolidated cost of goods sold		
Renata Limited	6,412,506	5,283,303
Renata Agro Industries Limited	253,916	249,636
Purnava Limited	327	15,875
Renata Oncology Limited	22,299	20,096
Total	**6,689,048**	**5,568,910**
12 (a).Consolidated administrative, selling and distribution expenses		
Renata Limited	3,821,981	2,993,917
Renata Agro Industries Limited	35,308	32,609
Purnava Limited	87,272	72,844
Renata Oncology Limited	1,347	1,044
Total	**3,945,908**	**3,100,414**

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**