

Consolidated Interim Financial Statements

RG Brands JSC & Subsidiaries

as at 30 September 2013

**Consolidated Income Statement
for the period ended 30 September 2013**

(KZT'000)

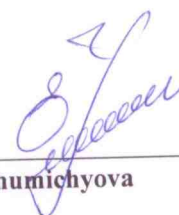
	Note	9 months of 2013	9 months of 2012
REVENUE	4	26 600 609	25 938 046
COST OF SALES	5	(16 489 885)	(15 152 870)
GROSS PROFIT		10 110 724	10 785 176
Selling expenses	6	(5 276 739)	(5 019 306)
General and administrative expenses	7	(2 403 037)	(2 419 157)
Finance costs	8	(750 250)	(976 320)
Exchange (loss)/gain		(224 007)	(86 784)
Investment income, net		214 046	79 364
Other (costs)/gains	9	(25 532)	101 657
LOSS/PROFIT BEFORE INCOME TAX BENEFIT		1 645 205	2 464 631
Income tax payable		-	-
LOSS/PROFIT FOR THE YEAR		1 645 205	2 464 631
Loss / (income) from investments available for sale		-	(54 287)
Effect from disposal of assets available for sale			
Exchange difference from foreign entity translation		(5 056)	513
Deferred tax related to revaluation		-	-
TOTAL COMPREHENSIVE (LOSS)/INCOME		1 640 149	2 410 857
Attributable to:			
Shareholders of the parent company		1 645 205	2 464 631
Minority interest			
EARNINGS PER COMMON SHARE, KZT	10	521	750

For the Group Management:

David Paul Westall
Chairman of the Management
Board

Asylbek Aydarkulov
Financial Director

Yelena Chumichyova
Chief Accountant

**Consolidated Statement of Financial Position
as at 30 September 2013**

(KZT'000)

ASSETS	Note	At 30 September 2013	At 31 December 2012
NON-CURRENT ASSETS:			
Property, plant and equipment	11	17 249 748	17 008 539
Advances paid	12	79 478	79 478
Prepaid expenses		-	-
Intangible assets		70 700	22 847
Goodwill		68 026	68 026
Long-term financial assets		-	-
Bank deposits		-	150 740
TOTAL NON-CURRENT ASSETS		<u>17 467 952</u>	<u>17 329 630</u>
CURRENT ASSETS:			
Inventory	13	5 404 605	4 674 564
Trade accounts receivable	12	1 033 980	1 076 586
Advances paid	12	262 980	249 984
Other financial assets	14	2 516 683	2 317 104
Other current assets	15	2 133 668	2 284 715
Bank deposits		1 857	1 347
Cash and cash equivalents		1 117 903	470 739
Non-current assets classified as held for sale		1 273 878	1 274 843
TOTAL CURRENT ASSETS		<u>13 745 553</u>	<u>12 349 882</u>
TOTAL ASSETS		<u><u>31 213 505</u></u>	<u><u>29 679 512</u></u>
EQUITY AND LIABILITIES			
EQUITY:			
Issued stock		2 787 696	2 787 696
Preferred shares held by the Group		(47 400)	(47 400)
Withdrawn capital		(152 427)	(152 427)
Debt component of preferred shares		(900 000)	(900 000)
Additional paid-in capital		-	-
Provisions		2 000 941	2 134 297
Retained earnings		7 764 640	5 991 135
Equity attributable to shareholders of parent company		11 453 450	9 813 301
Minority interest		-	-
TOTAL EQUITY		<u>11 453 450</u>	<u>9 813 301</u>



NON-CURRENT LIABILITIES :			
Long-term loans	16	3 826 733	4 752 511
Bonds payable	16	1 535 769	1 386 313
Finance lease payable	16	166 556	352 200
Deferred corporate income tax liability		714 735	714 735
Other financial liabilities		900 000	900 000
Accounts payable	17	982 618	596 214
TOTAL NON-CURRENT LIABILITIES		<u>8 126 410</u>	<u>8 701 973</u>
CURRENT LIABILITIES:			
Account payable	17	5 665 113	5 297 182
Financial aid from related party		-	-
Short-term loans and current portion of long-term loans	16	4 276 682	4 372 115
Current portion of finance lease payable	16	313 671	380 244
Current portion of bonds payable	16	52 822	19 074
Taxes payable	18	577 001	563 652
Current portion of other financial liabilities		315 000	180 000
Other accounts payable and accrued liabilities	19	433 356	351 971
TOTAL CURRENT LIABILITIES		<u>11 633 645</u>	<u>11 164 238</u>
TOTAL EQUITY AND LIABILITIES		<u>31 213 505</u>	<u>29 679 512</u>
<i>Carrying amount per common share (KZT)</i>		3 297	2 836
<i>Carrying amount per preferred share (KZT)</i>		1200	1 200


For the Group Management:


David Paul Westall

Chairman of the Management Board


Asylbek Aydarkulov

Financial Director


Yelena Chumichyova

Chief Accountant





**Consolidated Statement of Cash Flows
for the period ended 30 September 2013 (direct method)**


(KZT'000)

	01.01.2013-30.09.2013	01.01.2012-30.09.2012
1. OPERATING ACTIVITY:		
1/1. Cash inflow	29 952 393	28 651 910
Income (revenue) from sales	29 353 323	28 220 410
Other inflows	599 070	431 500
1/2. Cash outflow	28 003 147	25 182 455
Settlements with suppliers	23 227 771	20 754 754
Salaries paid	1 319 474	1 045 642
Contributions to pension funds	163 284	137 503
Payments to the budget	2 810 862	2 403 923
Loan interest	481 756	840 633
Other payments	-	-
Net cash from operating activity	1 949 245	3 469 455
2. INVESTING ACTIVITY:		
2/1. Cash inflow	440	963 684
Sale of property, plant and equipment	440	23 591
Sale of intangible assets	-	940 093
Sale of financial investments	-	-
Other inflows	-	-
2/2. Cash outflow	1 284 696	892 516
Acquisition of property, plant and equipment	1 284 696	889 691
Investments in intangible assets	-	-
Acquisition of financial investments	-	2 825
Other payments	-	-
Net cash used in investing activity	(1 284 256)	71 168
3. FINANCING ACTIVITY:		
3/1. Cash inflow	10 807 474	3 244 382
Issue of shares and other securities	-	3 244 382
Bank loans obtained	9 478 928	-
Other inflows	1 328 546	-
3/2. Cash outflow	10 825 298	10 052 658
Bank loans repaid	10 562 538	5 306 811
Acquisition of own shares	983	451 726
Acquisition of own bonds	-	216 741
Dividends paid	-	922 839
Finance lease repaid	261 777	325 268
Repayment of loan from the parent	-	2 829 273
Other payments	-	-




Net cash from financing activities	(17 824)	(6 808 276)
NET INCREASE IN CASH AND CASH EQUIVALENTS	647 164	(3 267 653)
CASH AND CASH EQUIVALENTS, beginning of the period	470 739	4 267 329
CASH AND CASH EQUIVALENTS, end of the period	1 117 903	999 676

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 September 2013**

	Share capital	Treasury shares	Preferred shares held by the Group	Debt component of preferred shares	Additio- nal paid-in capital	Investme- nt revaluati on provision	Real estate revaluation provision	Provisio n for share- based benefits	Exchange difference provision	Retained earnings	Total equity
Balance at 01 January 2012	2 787 696	(4 564)	(47 400)	(900 000)	67 129	54 287	1 173 417	944 599	(1 764)	4 864 797	8 938 197
Net profit (loss)		(147 297)			(67 129)					2 464 630	2 464 630
Reduction of capital stock										(458 892)	(606 189)
Dividends paid										(922 840)	(922 840)
Additional paid-in capital										(67 129)	(67 129)
Proceeds from investments available for sale										(54 287)	(54 287)
Exchange difference resulting from foreign exchange translation									513	90 548	513
Reclassification to retained earnings							(90 548)				
Balance at 30 September 2012	2 787 696	(151 861)	(47 400)	(900 000)	-	-	1 082 869	944 599	(1 251)	6 038 243	9 752 895
Balance at 01 January 2013	2 787 696	(152 427)	(47 400)	(900 000)	-	-	1 188 618	944 599	1 080	5 991 135	9 813 301
Net profit										1 645 205	1 645 205
Expansion of capital stock											
Proceeds from investments available for sale											
Additional paid-in capital											
Exchange difference resulting from foreign exchange translation									(5 056)		(5 056)
Reclassification to retained earnings							(128 300)			128 300	
Balance at 30 September 2013	2 787 696	(152 427)	(47 400)	(900 000)	-	-	1 060 318	944 599	(3 976)	7 764 640	11 453 450

For the Group Management:

David Paul Westall
Chairman of the Management Board

Asylbek Aydar kulov
Financial Director

Yelena Chumichyova
Chief Accountant

