

Consolidated Interim Financial Statements

RG Brands JSC & Subsidiaries


as at 30 September 2014

**Consolidated Statement of Profit and Loss and
Other Comprehensive Income for the Period Ended
30 September 2014**


(KZT'000)

	Note	9 months of 2014	9 months of 2013
REVENUE	4	29 616 015	26 600 609
COST OF SALES	5	(18 042 669)	(16 489 885)
GROSS PROFIT		11 573 346	10 110 724
Selling expenses	6	(6 135 908)	(5 276 739)
General and administrative expenses	7	(2 183 544)	(2 403 037)
OPERATING INCOME		3 253 894	2 430 948
Finance costs	8	(818 005)	(750 250)
Exchange (loss)/gain from operating activities		(1 479 462)	(224 007)
Investment income, net		(160 019)	214 046
Other (costs)/gains	9	103	(25 532)
Loss/profit before income tax benefit		796 512	1 645 205
Income tax payable		(128 660)	-
Loss/profit for the period		667 852	1 645 205
Exchange difference from foreign entity translation		(39 716)	(5 056)
Revaluation of property, plant and equipment		753 847	-
Deferred tax related to revaluation		-	-
Total comprehensive (loss)/income		1 381 983	1 640 149
Profit/(loss) attributable to :			
Shareholders of the parent company		667 852	1 645 205
Minority interest		667 852	1 645 205
Earnings per common share, KZT	10	211	521

For the Group Management:


David Paul Westall
Chairman of the Management
Board


Askat Agybayev
Chief Financial Officer


Yelena Chumichyova
Chief Accountant



**Consolidated Statement of Financial Position
 as at 30 September 2014**

(KZT'000)

ASSETS	Note	At 30 September 2014	At 31 December 2013
NON-CURRENT ASSETS:			
Property, plant and equipment	13	17 817 121	16 999 612
Advances paid	14	88 968	76 192
Intangible assets		63 644	82 778
Goodwill		68 026	68 026
TOTAL NON-CURRENT ASSETS		<u>18 037 759</u>	<u>17 226 608</u>
CURRENT ASSETS:			
Inventory	15	7 786 412	4 695 536
Trade accounts receivable	16	1 352 911	1 484 570
Advances paid	14	277 992	210 370
Other financial assets	17	116 850	104 644
Other current assets	18	4 456 851	3 115 052
Bank deposits	19	1 877	1 857
Cash and cash equivalents	20	1 112 096	1 933 318
Non-current assets classified as held for sale	21	1 077 689	1 273 878
TOTAL CURRENT ASSETS		<u>16 182 677</u>	<u>12 819 225</u>
TOTAL ASSETS		<u>34 220 436</u>	<u>30 045 833</u>
EQUITY AND LIABILITIES			
EQUITY:			
Share capital	22	2 787 696	2 787 696
Preferred shares held within the Group		(947 400)	(947 400)
Withdrawn capital	22	(152 427)	(152 427)
Provisions	23	2 529 444	1 965 357
Retained earnings		5 665 334	4 820 513
Equity attributable to shareholders of parent company		9 882 646	8 473 739
Minority interest			
TOTAL EQUITY		<u>9 882 646</u>	<u>8 473 739</u>



NON-CURRENT LIABILITIES :

Long-term loans	24	8 880 016	8 253 999
Deferred corporate income tax liability	12	1 062 740	1 062 740
Accounts payable	28	125 407	840 639
TOTAL NON-CURRENT LIABILITIES		<u>10 068 164</u>	<u>10 157 378</u>

CURRENT LIABILITIES :

Accounts payable	28	6 820 901	6 170 557
Short-term loans and current portion of long-term loans	24	4 886 479	2 565 258
Current portion of finance lease payable	26	140 987	331 493
Current portion of bonds payable	25	1 658 580	1 574 125
Taxes payable	29	294 341	380 085
Other accounts payable and accrued liabilities		468 339	393 198
TOTAL CURRENT LIABILITIES		<u>14 269 626</u>	<u>11 414 716</u>

TOTAL EQUITY AND LIABILITIES

	<u>34 220 436</u>	<u>30 045 833</u>
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Carrying amount per common share (KZT)

3 108	2 430
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Carrying amount per preferred share (KZT)


1 200	1 200
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For the Group Management:


 David Paul Westall
 Chairman of the Management
 Board


 Askat Agybayev
 Chief Financial Officer




 Yelena Chumichyova

Chief Accountant

**Consolidated Statement of Cash Flows
for the period ended 30 September 2014 (direct method)**

(KZT'000)

	01.01.2014-30.09.2014	01.01.2013-30.09.2013
1. OPERATING ACTIVITY:		
1/1. Cash inflow	32 873 832	29 952 939
Income (revenue) from sales	32 559 984	29 353 323
Other inflows	313 848	599 070
1/2. Cash outflow	31 861 498	28 003 147
Settlements with suppliers	26 700 746	23 227 771
Salaries paid	1 275 688	1 319 474
Contributions to pension funds	164 752	163 284
Payments to the budget	2 871 405	2 810 862
Loan interest	657 933	481 756
Other payments	190 974	-
Net cash from operating activity	1 012 334	1 949 245
2. INVESTING ACTIVITY:		
2/1. Cash inflow	1 355 328	440
Sale of property, plant and equipment	49 660	440
Sale of intangible assets	-	-
Sale of financial investments	-	-
Other inflows	1 305 668	-
2/2. Cash outflow	4 863 066	1 284 696
Acquisition of property, plant and equipment	3 259 668	1 284 696
Investments in intangible assets	-	-
Acquisition of financial investments	297 730	-
Other payments	1 305 668	-
Net cash used in investing activity	(3 507 737)	(1 284 256)
3. FINANCING ACTIVITY:		
3/1. Cash inflow	13 507 109	10 807 474
Issue of shares and other securities	-	-
Bank loans obtained	13 507 109	9 478 928
Other inflows	-	1 328 546
3/2. Cash outflow	11 832 927	10 825 298
Bank loans repaid	11 601 550	10 562 538
Acquisition of own shares	-	983
Acquisition of own bonds	-	-
Dividends paid	-	-
Finance lease repaid	231 378	261 777
Repayment of loan from the parent	-	-
Other payments	-	-

Net cash from financing activities	1 674 181	(17 824)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(821 223)	647 164
CASH AND CASH EQUIVALENTS, beginning of the period	1 933 318	470 739
CASH AND CASH EQUIVALENTS, end of the period	1 112 096	1 117 903

For the Group Management:



David Paul Westall

Chairman of the Management Board





Askat Agybayev

Chief Financial Officer



Yelena Chumichyova

Chief Accountant



**Consolidated Statement of Changes in Equity
for the period ended 30 September 2014**

(KZT'000)

	Share capital	Treasury shares	Preferred shares held within the Group	Debt component of preferred shares	Real estate revaluation provision	Provision for share-based benefits	Exchange difference provision	Retained earnings	Total equity
Balance at 01 January 2013	2 787 696	(152 428)	(47 400)	(900 000)	1 188 618	944 599	1 080	5 991 135	9 813 301
Net profit (loss)								1 645 205	1 645 205
Reduction of share capital									
Dividends paid									
Additional paid-in capital									
Proceeds from investments available for sale									
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	(152 428)	(47 400)	(900 000)	1 060 318	944 599	(3 976)	7 764 640	11 453 450
Balance at 01 January 2014	2 787 696	(152 428)	(947 400)	-	1 020 052	944 599	706	4 820 513	8 473 739
Net profit (loss)								667 852	667 852
Expansion of capital stock									-
Repurchase of preferred shares								26 925	26 925
Restatement of buildings, constructions					753 847				753 847
Exchange difference resulting from foreign exchange translation							(39 716)		(39 716)
Reclassification to retained earnings					(150 045)			150 045	-
Balance at 30 September 2014	2 787 696	(152 428)	(947 400)	-	1 623 855	944 599	(39 010)	5 665 334	9 882 647

For the Group Management:


David Paul Westall
Chairman of the Management Board


Askat Agybayev
Chief Financial Officer


Yelena Chumichyova
Chief Accountant

