

**TENTH OF RAMADAN FOR PHARMACEUTICAL  
INDUSTRIES AND DIAGNOSTIC REAGENTS  
(RAMEDA) (S.A.E)  
CONDENSED INTERIM CONSOLIDATED  
FINANCIAL STATEMENTS  
TOGETHER WITH REVIEW REPORT  
FOR THE PERIOD ENDED 31 MARCH 2021**

**TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

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**Condensed Interim Consolidated Financial Statements  
For the Period Ended 31 March 2021**

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**REPORT ON REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
TO THE MEMBERS OF THE BOARD OF DIRECTORS OF TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

**Introduction**


We have reviewed the accompanying condensed interim financial position of **TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)** as of 31 March 2021 as well as the related condensed statements of profit or loss, Comprehensive income, changes in equity and cash flows for the Three months ended on 31 March 2021, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed interim consolidated financial statements in accordance with Egyptian Accounting Standards. Our responsibility is to express a conclusion on these condensed interim consolidated financial statements based on our review.

**Scope of Review**

We conducted our review in accordance with Egyptian Standard on Review Engagements No. 2410, "Review of Condensed Interim Financial Statements Performed by the Independent Auditor of the Entity." A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim consolidated financial statements does not give a true and fair view, in all material respects, of the financial position of the entity as at 31 March 2021, and of its financial performance and its cash flows for the Three months ended on 31 March 2021 in accordance with Egyptian Accounting Standards.

  
**Ehab Morad Azer**  
**FESAA - FEST**  
**(RAA 6537)**  
**(EFSA 87)**



**Cairo: May 06 2021**

**TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 March 2021**

	Notes	31 March 2021 EGP	31 December 2020 EGP
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets and projects under construction	(5)	518,317,522	521,901,281
Right of use assets	(6-A)	15,327,743	16,258,305
Intangible assets	(7)	212,359,910	214,571,373
<b>Total non-current assets</b>		<b>746,005,175</b>	<b>752,730,959</b>
<b>Current assets</b>			
Inventories	(8)	271,383,024	308,968,712
Trade and notes receivable	(9)	647,806,572	633,522,249
Treasury Bills	(10)	468,727,329	469,349,545
Due from related parties		25,500	25,500
Prepayments and other receivables		72,097,844	71,485,369
Cash on hand and at banks	(11)	18,745,622	13,232,834
<b>Total current assets</b>		<b>1,478,785,891</b>	<b>1,496,584,209</b>
<b>TOTAL ASSETS</b>		<b>2,224,791,066</b>	<b>2,249,315,168</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Paid up Capital	(14)	192,150,000	192,150,000
Legal reserve		26,446,118	20,798,851
General reserves - Issuance Premium	(15)	486,965,000	486,965,000
Other reserves		278,952	278,952
Profits for the period and retained earnings		508,700,111	484,995,947
<b>Total equity of Parent Company</b>		<b>1,214,540,181</b>	<b>1,185,188,750</b>
Non-controlling interest		(1,770,838)	(1,618,706)
<b>Total equity</b>		<b>1,212,769,343</b>	<b>1,183,570,044</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Long term loans	(17)	13,499,676	29,549,676
Long term lease liabilities	(6-B)	13,103,698	14,807,299
Deferred tax liabilities	(24)	33,347,940	31,061,481
<b>Total non-current liabilities</b>		<b>59,951,314</b>	<b>75,418,456</b>
<b>Current liabilities</b>			
Provisions	(12)	12,287,619	12,287,619
Credit facilities	(16)	769,823,378	804,558,554
Current portion of long-term loans	(17)	64,200,000	58,850,000
Current portion of lease liabilities	(6-B)	2,709,095	2,601,924
Trade, notes and other payables	(13)	81,898,945	93,719,707
Income taxes payable		21,151,372	18,308,864
<b>Total current liabilities</b>		<b>952,070,409</b>	<b>990,326,668</b>
<b>TOTAL LIABILITIES</b>		<b>1,012,021,723</b>	<b>1,065,745,124</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>2,224,791,066</b>	<b>2,249,315,168</b>

Finance Director

Mohamed Abo Amira

Board Member

Amr Abdallah Morsy

The accompanying notes from (1) to (27) are an integral part of these condensed Interim consolidated financial statements.  
Review Report Attached.

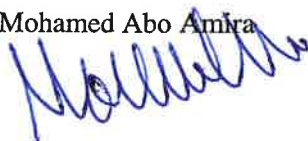
## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS For the Period Ended 31 March 2021

	Notes	31 March 2021 EGP	31 March 2020 EGP
Revenues	(18)	270,845,735	232,419,688
Cost of revenues	(19)	<u>(154,748,980)</u>	<u>(126,247,328)</u>
<b>GROSS PROFIT</b>		<b>116,096,755</b>	<b>106,172,360</b>
Selling and marketing expenses	(20)	(54,126,532)	(48,913,925)
General and administrative expenses	(21)	(13,171,734)	(11,117,503)
Other income		<u>220,692</u>	<u>307,796</u>
<b>OPERATING PROFIT</b>		<b>49,019,181</b>	<b>46,448,728</b>
Finance income	(22)	14,608,744	17,667,585
Finance expenses	(23)	(23,874,285)	(30,805,927)
Net foreign exchange gain / (loss)		<u>37,810</u>	<u>(718,987)</u>
<b>NET FINANCE COST</b>		<b>(9,227,731)</b>	<b>(13,857,329)</b>
Impairment of trade and notes receivable		-	(662,208)
Contribution for health insurance		<u>(710,246)</u>	<u>(626,403)</u>
<b>PROFITS FOR THE YEAR BEFORE INCOME TAXES</b>		<b>39,083,204</b>	<b>31,302,788</b>
Income taxes	(24)	(9,071,629)	(7,534,861)
<b>PROFITS FOR THE YEAR</b>		<b>30,009,575</b>	<b>23,767,927</b>
<b>Attributable to:</b>			
Equity holders of the Parent Company		30,161,707	23,894,968
Non-controlling interests		<u>(152,132)</u>	<u>(127,041)</u>
		<b>30,009,575</b>	<b>23,767,927</b>
Earnings Per Share - basic and diluted	(25)	<u>0.0392</u>	<u>0.0311</u>

**Finance Director**

Mohamed Abo Amira



**Board Member**

Amr Abdallah Morsy



**TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the Period Ended 31 March 2021

	<i>31 March 2021</i>	31 March 2020
	<i>EGP</i>	<i>EGP</i>
<b>PROFITS FOR THE PERIOD</b>	<b>30,009,575</b>	23,767,927
OTHER COMPREHENSIVE INCOME	-	-
<b>OTHER COMPREHENSIVE INCOME</b>	<b>30,009,575</b>	<b>23,767,927</b>
<b>Attributable to</b>		
Equity holders of the Parent Company	<b>30,161,707</b>	23,894,968
Non-controlling interest	<b>(152,132)</b>	(127,041)
	<b>30,009,575</b>	<b>23,767,927</b>

The accompanying notes from (1) to (27) are an integral part of these condensed Interim consolidated financial statements.

**TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the Period Ended 31 March 2021

	<i>Paid up Capital EGP</i>	<i>Legal reserve EGP</i>	<i>General reserve - Issuance Premium EGP</i>	<i>Other reserves EGP</i>	<i>Retained earnings EGP</i>	<i>Total equity of Parent Company EGP</i>	<i>Non- controlling interest EGP</i>	<i>Total EGP</i>
Balance as at 1 January 2020	192,150,000	16,649,610	486,965,000	278,952	376,964,719	1,073,008,281	(953,175)	1,072,055,106
Transferred to legal reserve	-	4,149,241	-	-	(4,149,241)	-	-	-
Total comprehensive income for the period	-	-	-	-	23,894,968	23,894,968	(127,041)	23,767,927
<b>Balance as at 31 March 2020</b>	<b>192,150,000</b>	<b>20,798,851</b>	<b>486,965,000</b>	<b>278,952</b>	<b>396,710,446</b>	<b>1,096,903,249</b>	<b>(1,080,216)</b>	<b>1,095,823,033</b>
Balance as at 1 January 2021	<b>192,150,000</b>	<b>20,798,851</b>	<b>486,965,000</b>	<b>278,952</b>	<b>484,995,947</b>	<b>1,185,188,750</b>	<b>(1,618,706)</b>	<b>1,183,570,044</b>
Effect of adoption of EAS (47)	-	-	-	-	(810,276)	(810,276)	-	(810,276)
<b>Balance as at 1 January 2021(Adjusted)</b>	<b>192,150,000</b>	<b>20,798,851</b>	<b>486,965,000</b>	<b>278,952</b>	<b>484,185,671</b>	<b>1,184,378,474</b>	<b>(1,618,706)</b>	<b>1,182,759,768</b>
Transferred to legal reserve	-	5,647,267	-	-	(5,647,267)	-	-	-
Total comprehensive income for the period	-	-	-	-	30,161,707	30,161,707	(152,132)	30,009,575
<b>Balance as at 31 March 2021</b>	<b>192,150,000</b>	<b>26,446,118</b>	<b>486,965,000</b>	<b>278,952</b>	<b>508,700,111</b>	<b>1,214,540,181</b>	<b>(1,770,838)</b>	<b>1,212,769,343</b>

The accompanying notes from (1) to (27) are an integral part of these condensed Interim consolidated financial statements.

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS For the Period Ended 31 March 2021

	Notes	31 March 2021 EGP	31 March 2020 EGP
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profits for the period before income taxes		39,083,204	31,302,788
<b>Adjustments to reconcile profit before tax to net cash flow:</b>			
Net foreign exchange differences		(130,318)	1,093,196
Depreciation and amortization	(5,6,7)	14,939,106	12,961,158
Provision charged	(12)	-	170,243
Impairment of trade and notes receivable	(9)	-	662,208
Impairment of inventory	(8)	2,143,466	4,115,297
Finance income		(14,599,932)	(17,667,585)
Finance expenses	(21)	23,342,126	30,262,692
Unwinding interests of lease liabilities	(21)	532,159	543,235
(Gain) from sale of fixed assets	(5)	6,520	-
		<b>65,314,331</b>	<b>63,443,232</b>
Change in inventories		41,078,357	(19,149,517)
Used of inventory provision		(5,636,135)	-
Change in trade and notes receivable		(15,094,599)	(2,481,260)
Change in prepayments and other receivables		(5,725,598)	(16,765,963)
Change in trade, notes and other payable		(14,456,738)	8,651,258
<b>Cash flows provided from operating activities</b>		<b>65,479,618</b>	<b>33,697,750</b>
Debit interests paid		(20,697,150)	(26,112,458)
Provisions used	(12)	-	(500,000)
Income taxes paid		(3,942,662)	-
<b>NET CASH FLOWS PROVIDED FROM OPERATING ACTIVITIES</b>		<b>40,839,806</b>	<b>7,085,292</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments to acquire fixed assets	(5)	(3,636,553)	(3,271,450)
Payments to acquire assets under construction	(5)	(4,230,751)	(4,806,693)
Payments to acquire intangible assets	(7)	(366,577)	(96,300,762)
Payment to acquire treasury bills		(299,964,729)	-
Matured treasury bills collection		320,300,000	-
Proceeds from sale of fixed assets	(5)	5,039	-
Investment in term deposits	(11)	(8,813)	(15,435)
<b>NET CASH FLOWS PROVIDED FROM (USED IN) INVESTING ACTIVITIES</b>		<b>12,097,616</b>	<b>(104,394,340)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Credit facilities used	(16)	206,312,004	261,536,748
Payment of credit facilities	(16)	(241,047,180)	(170,996,437)
Payment of long-term loans	(17)	(10,700,000)	(13,300,000)
Lease payments paid during the period		(2,128,589)	(1,938,330)
<b>NET CASH FLOWS (USED IN) PROVIDED FROM FINANCING ACTIVITIES</b>		<b>(47,563,765)</b>	<b>75,301,981</b>
<b>Net change in cash and cash equivalent during the period</b>		<b>5,373,657</b>	<b>(22,007,067)</b>
Net foreign exchange difference		130,318	(1,093,196)
Cash and cash equivalent - beginning of the year		12,625,792	53,462,159
<b>CASH AND CASH EQUIVALENT - END OF THE PERIOD</b>	(11)	<b>18,129,767</b>	<b>30,361,896</b>

The accompanying notes from (1) to (27) are an integral part of these condensed Interim consolidated financial statements.



## **TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

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### **NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the Period Ended 31 March 2021

#### **1- BACKGROUND**

Tenth of Ramadan for Pharmaceutical Industries and Diagnostic Reagents (Rameda) (S.A.E) (the "Company" or the "Parent Company") was established under the provisions of Law No. 43 of 1974.

The Company was registered in the commercial registry under No.84008 on 15 January 1986.

The listing of Tenth of Ramadan for Pharmaceutical Industries and Diagnostic Reagents (Rameda) (S.A.E) on the Egyptian stock exchange was approved in 26 November 2019 according to resolution of listing committee of Egyptian stock exchange.

The registered office is located at plot No. 5 Second Industrial Zone, 6th of October City – Giza– Egypt. The consolidated financial statements include the separate financial statements of the Parent Company and its subsidiaries (collectively referred to as the "Group").

The Group is principally engaged in:

- Manufacturing, marketing, selling and storing of pharmaceutical reagents for human and veterinary use.
- Manufacturing, marketing, selling and storing of diagnostic reagents necessary for individuals, laboratories and hospitals.
- Importing pharmaceutical reagents and raw materials necessary for serving the Company's purposes without trading.
- Producing pharmaceutical reagents for human and veterinary and diagnostic use for others and by others.
- Producing food supplements for human use for others and by others.

#### **Below is a brief background about the subsidiaries:**

##### **Rameda for Pharmaceuticals Trading Company**

A subsidiary with 99.97% shareholding. Its principal activity is importing and exporting pharmaceutical reagents, producing, marketing, selling and storing of pharmaceutical reagents and producing pharmaceutical reagents for human and veterinary and diagnostic use for others

##### **Ramecare Company**

A subsidiary with 49% legal ownership. Its principal activity is producing, marketing, selling and storing of pharmaceutical reagents, producing pharmaceutical reagents for human and veterinary and diagnostic use for others.

It was considered a subsidiary since the Parent Company is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over it.

##### **Ramepharma Company**

A subsidiary with 49% legal ownership. Its principal activity is producing, marketing, selling and storing of pharmaceutical reagents, producing pharmaceutical reagents for human and veterinary and diagnostic use for others.

It was considered a subsidiary since the Parent Company is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over it.

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
For the Period Ended 31 March 2021

### 2- SIGNIFICANT ACCOUNTING POLICIES

#### 2-1 BASIS OF PREPARATION

The consolidated financial statements are prepared under the going concern assumption on a historical cost basis.

The consolidated financial statements are prepared and presented in Egyptian pounds, which is the Group's functional currency.

The consolidated financial statements of the Group have been prepared in accordance with the Egyptian accounting standards and the applicable laws and regulations.

#### 2-2 CHANGES IN ACCOUNTING POLICIES

The accounting policies applied during this period are those applied in preparing the financial statements for the year ended 31 December 2020, including the early adoption of the new Egyptian Accounting Standards No. 48, "revenue from contracts with customers" and 49 "leases" as of 01 January 2020.

The company has implemented of Egyptian Accounting Standard No. (47) "Financial Instruments" in accordance with a decision of the Financial Supervisory as of 01 January 2021, The nature and impact of these standards and amendments are explained below.

##### 2-2-1 EFFECT OF ADOPTION OF EGYPTIAN ACCOUNTING STANDARD NO. (47) "FINANCIAL INSTRUMENTS"

The standard bringing together all three aspects of the accounting for financial instruments: classification and measurement; impairment; and hedge accounting.

##### *i) Classification and measurement*

Under EAS (47), debt instruments are subsequently measured at fair value through profit or loss, amortized cost, or fair value through OCI. The classification is based on two criteria: The Company's business model for managing the assets; and whether the instruments' contractual cash flows represent 'solely payments of principal and interest' on the principal amount outstanding.

The following are the changes in the classification of the Company's financial assets:

-Trade receivables and other financial assets classified as loans and receivables as at 31 December 2020 are held to collect contractual cash flows and give rise to cash flows representing solely payments of principal and interest. These are classified and measured as debt instruments at amortized cost as of 1 January 2021.

##### *ii) Impairment*

The adoption of EAS (47) will fundamentally change the Company's accounting for impairment losses for financial assets by replacing EAS (26) incurred loss approach with a forward-looking expected credit loss (ECL) approach. EAS (47) requires the Company to recognize an allowance for ECLs for all debt instruments not held at fair value through profit or loss and contract assets.

The following are the adjustments to the financial position on 01 January 2021:

Assets - Trade and notes receivable	EGP (810,276)
Equity – Retained Earnings	(810,276)

## **TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

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NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
For the Period Ended 31 March 2021

### **3- SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES**

The preparation of these consolidated financial statements requires management to make judgments and estimates that affect the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures and the disclosure of contingent liabilities at the reporting date. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the assets or liabilities affected in future periods.

Estimates and their underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

The key judgments and estimates that have a significant impact on the consolidated financial statements of the Group are discussed below:

#### **3-1 Judgments**

##### **Revenue Recognition for sale of goods**

In making their judgment, the management considered the detailed criteria for the recognition of revenue from the sale of goods as set out in "EAS 11 Revenue" including the judgement about whether significant risks and rewards have been transferred.

#### **3-2 Estimates**

##### **Impairment of trade and other receivables**

An estimate of the collectible amount of trade and other receivables is made when collection of the full amount is no longer probable. For individually significant amounts, this estimate is performed on an individual basis. Amounts which are not individually significant, but are past due, are assessed collectively and a provision is applied according to the length of time past due, based on historical recovery rates.

##### **Provision for sales returns**

The Group's management determines the estimates provision for the expected sales returns. This estimate is determined after considering the past experience of sales returns and sales volume and expiry dates of the products sold. The management periodically reviews the estimated provision amount to ensure that provision is adequate to cover the sales return.

##### **Useful lives of fixed assets**

The Group's management determines the estimated useful lives of its fixed assets for calculating depreciation. This estimate is determined after considering the expected usage of the asset or physical wear and tear. The management periodically reviews the estimated useful lives and the depreciation method to ensure that the method and the period of depreciation are consistent with the expected pattern of economic benefits from these assets.

##### **Useful lives of intangible assets**

The useful lives of intangible assets are assessed as finite. The management periodically reviews the estimated useful lives and the amortization method to ensure that the method and the period of amortization are consistent with the expected pattern of economic benefits from these assets.

#### **Taxes**

The Group is subject to income taxes in Egypt. Significant judgment is required to determine the total provision for current and deferred taxes. The Group establishes provision, based on reasonable estimates, for possible consequences of audits by the tax authorities in Egypt. The amount of such provision is based on various factors, such as experience of previous tax audits and different interpretations of tax regulations by the Group and the responsible tax authority. Such differences of interpretations may be on a wide variety of issues depending on the conditions prevailing in Egypt.

Deferred tax assets are recognized for unused accumulated tax losses to the extent that it is probable that taxable profits will be available against which the losses can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
For the Period Ended 31 March 2021

### 3- SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES (continued)

#### Impairment of non-financial assets

The Group assesses whether there are any indicators of impairment for all non-financial assets at each reporting date. The non-financial assets are tested for impairment when there are indicators that the carrying amounts may not be recoverable. When value in use calculations are undertaken, management estimates the expected future cash flows from the asset or cash-generating unit and chooses a suitable discount rate in order to calculate the present value of those cash flows.

### 4- SEGMENT INFORMATION

Currently the Group's primary business segment is the production and selling of pharmaceutical products which contributes to 93% of total revenue and balance 7% is contributed by toll manufacturing services (31 March 2020: 96% and 4% respectively). The Group's management monitors the business under two segments, "production and selling of pharmaceutical products" and "manufacturing for others" (Toll manufacturing) for the purpose of making business decisions.

Segment performance is evaluated based on revenue and measured consistently with revenue in the consolidated financial statement.

Accordingly, the Group's revenues during the period ended 31 March 2021 were reported under two segments in the consolidated financial statements.

The Group produces and sells several pharmaceutical products and renders services as follows:

Period	Services	Sales of pharmaceutical products			Total
	Toll	Export	Domestic		
	Manufacturing		Private sales	Tenders	
	"Domestic"	EGP	EGP	EGP	EGP
<b>31 March 2021</b>	<b>18,590,409</b>	<b>22,730,234</b>	<b>169,894,427</b>	<b>59,630,665</b>	<b>270,845,735</b>
31 March 2020	10,352,575	5,227,965	150,713,960	66,125,188	232,419,688

Revenue from the top five customers presented 88% of total revenues (31 March 2020: 87%).

**TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

**5- FIXED ASSETS**

	<i>Freehold Land EGP</i>	<i>Buildings EGP</i>	<i>Machinery and equipment EGP</i>	<i>Transportation and dragging equipment EGP</i>	<i>Laboratory equipment EGP</i>	<i>Tools EGP</i>	<i>Office furniture and fixtures EGP</i>	<i>Assets under construction EGP</i>	<i>Total EGP</i>
Cost									
As of 1 January 2021	18,637,425	257,225,388	397,711,971	13,025,828	20,292,443	5,689,305	25,385,313	26,589,818	764,557,491
Additions	-	917,187	1,661,294	344,070	484,412	64,279	165,311	4,230,751	7,867,304
Transferred from assets under construction	-	1,427,936	6,112,651	-	-	-	-	(7,540,587)	-
Disposals	-	-	(49,086)	-	-	-	(46,330)	-	(95,416)
<b>As of 31 March 2021</b>	<b>18,637,425</b>	<b>259,570,511</b>	<b>405,436,830</b>	<b>13,369,898</b>	<b>20,776,855</b>	<b>5,753,584</b>	<b>25,504,294</b>	<b>23,279,982</b>	<b>772,329,379</b>
Accumulated depreciation									
As of 1 January 2021	-	(57,853,893)	(147,381,612)	(10,254,249)	(9,971,721)	(1,728,708)	(15,466,027)	-	(242,656,210)
Depreciation for the period	-	(1,991,018)	(8,153,016)	(152,144)	(386,537)	(128,294)	(628,495)	-	(11,439,504)
Disposals	-	-	38,845	-	-	-	45,012	-	83,857
<b>As of 31 March 2021</b>	<b>-</b>	<b>(59,844,911)</b>	<b>(155,495,783)</b>	<b>(10,406,393)</b>	<b>(10,358,258)</b>	<b>(1,857,002)</b>	<b>(16,049,510)</b>	<b>-</b>	<b>(254,011,857)</b>
<b>Net book value as of 31 March 2021</b>	<b>18,637,425</b>	<b>199,725,600</b>	<b>249,941,047</b>	<b>2,963,505</b>	<b>10,418,597</b>	<b>3,896,582</b>	<b>9,454,784</b>	<b>23,279,982</b>	<b>518,317,522</b>

- The cost of fixed assets as of 31 March 2021 includes EGP 108,706,328 which represents fully depreciated assets that are still in use.
- The cost of asset under construction as of 31 March 2021 includes impairment by EGP 686,437.

Depreciation for the year was allocated to the statement of profit or loss as follows:

	<i>31 March 2021 EGP</i>
Cost of revenue	10,834,875
Selling and marketing expenses	150,959
General and administrative expenses	453,670
	<b>11,439,504</b>

Gain from sale of fixed assets was calculated as follows:

	<i>31 March 2021 EGP</i>
Cost of disposed assets	95,416
Accumulated depreciation of disposed assets	83,857
Net book value of disposed assets	11,559
Proceeds from sale of fixed assets	5,039
Loss from sale of fixed assets	<b>(6,520)</b>

**5- FIXED ASSETS (CONTINUED)**

**TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)**

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the Period Ended 31 March 2021

	<i>Freehold Land</i>	<i>Buildings</i>	<i>Machinery and equipment</i>	<i>Transportation and dragging equipment</i>	<i>Laboratory equipment</i>	<i>Tools</i>	<i>Office furniture and fixtures</i>	<i>Assets under construction</i>	<i>Total</i>
	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>
Cost									
As at 1 January 2020	18,637,425	227,835,573	313,603,694	12,411,128	17,129,924	3,754,591	21,797,612	66,327,646	681,497,593
Additions	-	6,992,398	8,432,595	681,500	2,974,732	1,293,386	4,572,201	60,038,349	84,985,161
Transferred from assets under construction	-	22,397,417	76,089,143	-	526,239	645,928	117,450	(99,776,177)	-
Disposals	-	-	(413,461)	(66,800)	(338,452)	(4,600)	(1,101,950)	-	(1,925,263)
As at 31 December 2020	<u>18,637,425</u>	<u>257,225,388</u>	<u>397,711,971</u>	<u>13,025,828</u>	<u>20,292,443</u>	<u>5,689,305</u>	<u>25,385,313</u>	<u>26,589,818</u>	<u>764,557,491</u>
Accumulated depreciation									
As at 1 January 2020	-	(50,634,122)	(113,601,464)	(9,583,519)	(8,559,055)	(1,309,799)	(14,356,886)	-	(198,044,845)
Depreciation for the year	-	(7,219,771)	(34,098,470)	(737,530)	(1,662,378)	(422,819)	(2,189,226)	-	(46,330,194)
Disposals	-	-	318,322	66,800	249,712	3,910	1,080,085	-	1,718,829
As at 31 December 2020	<u>-</u>	<u>(57,853,893)</u>	<u>(147,381,612)</u>	<u>(10,254,249)</u>	<u>(9,971,721)</u>	<u>(1,728,708)</u>	<u>(15,466,027)</u>	<u>-</u>	<u>(242,656,210)</u>
Net book value as at 31 December 2020	<u>18,637,425</u>	<u>199,371,495</u>	<u>250,330,359</u>	<u>2,771,579</u>	<u>10,320,722</u>	<u>3,960,597</u>	<u>9,919,286</u>	<u>26,589,818</u>	<u>521,901,281</u>

- The cost of fixed assets as of 31 December 2020 includes EGP 108,447,592 which represents fully depreciated assets that are still in use.
- The cost of asset under construction as of 31 March 2021 includes impairment by EGP 686,437.

Depreciation for the year was allocated to the statement of profit or loss as follows:

	<i>31 December 2020</i>
	<i>EGP</i>
Cost of revenue	43,962,520
Selling and marketing expenses	538,559
General and administrative expenses	<u>1,829,115</u>
	<u>46,330,194</u>

Gain from sale of fixed assets was calculated as follows:

	<i>31 December 2020</i>
	<i>EGP</i>
Cost of disposed assets	1,925,263
Accumulated depreciation of disposed assets	<u>(1,718,829)</u>
Net book value of disposed assets	206,434
Proceeds from sale of fixed assets	<u>67,545</u>
Gain from sale of fixed assets	<u>(138,889)</u>

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

#### 6- LEASES

Right of use assets are scientific rental offices, operating leases, and warehouses

##### A) Right of use assets

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Cost at 1 January 2021	<b>19,916,906</b>	18,206,266
Additions	-	1,710,640
<b>Total Cost as of 31 March 2021</b>	<b>19,916,906</b>	19,916,906
Accumulated amortization at 1 January 2021	<b>(3,658,601)</b>	-
Amortization for period	<b>(930,562)</b>	(3,658,601)
<b>Accumulated amortization as of 31 March 2021</b>	<b>(4,589,163)</b>	(3,658,601)
<b>Net book value as of 31 March 2021</b>	<b>15,327,743</b>	16,258,305

##### B) Lease liability

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
<b>Opening balance as of 1 January 2021</b>	<b>17,409,223</b>	17,743,169
Additions	-	1,710,640
Unwinding interests recognized during the period	<b>532,159</b>	2,266,483
Lease payments paid during the period	<b>(2,128,589)</b>	(4,311,069)
<b>As at 31 March 2021</b>	<b>15,812,793</b>	17,409,223
<b>Deduct: Current balance</b>	<b>2,709,095</b>	2,601,924
<b>Non-current balance</b>	<b>13,103,698</b>	14,807,299

#### 7- INTANGIBLE ASSETS

	<b>Registration Rights</b>	
	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Cost as at 1 January 2021	<b>238,621,188</b>	122,484,853
Additions	<b>366,577</b>	116,136,335
<b>Total cost as at 31 March 2021</b>	<b>238,978,765</b>	238,621,188
Accumulated amortization as at 1 January 2021	<b>(24,049,815)</b>	(17,836,804)
Amortization for the period/ year	<b>(2,569,040)</b>	(6,213,011)
<b>Accumulated amortization as at 31 March 2021</b>	<b>(26,618,855)</b>	(24,049,815)
<b>Net book value as at 31 March 2021</b>	<b>212,359,910</b>	214,571,373

The balance of the intangible assets represents the cost of acquiring the registration rights of certain pharmaceutical products and is amortized using the straight-line method over their useful life (20 years). Management estimate the expected future benefit of the registration rights to be utilize over 20 years and assessed for impaired whenever there is an indication that the economic benefit of the product is impaired.

Intangible asset balance includes registration right assets under approval amounted to EGP 33,933,007 (31 December 2020: EGP 33,788,952).

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

#### 8- INVENTORIES

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Raw materials	<b>108,943,581</b>	108,942,551
Packing and packaging materials	<b>37,035,074</b>	41,800,322
Spare parts	<b>11,782,884</b>	11,759,761
Finished goods	<b>92,423,382</b>	114,915,006
Work in progress	<b>28,161,858</b>	34,973,039
Goods in transit	<b>520,326</b>	7,713,475
Inventory with others	<b>1,595,627</b>	1,436,935
	<b>280,462,732</b>	321,541,089
Write down in inventories	<b>(9,079,708)</b>	(12,572,377)
	<b>271,383,024</b>	308,968,712

The movement in the write down in value of inventories is as follows:

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Beginning balance	<b>(12,572,377)</b>	(6,714,133)
Charged during the period/year	<b>(2,143,466)</b>	(18,732,306)
Used of inventory provision	<b>5,636,135</b>	12,874,062
Ending balance	<b>(9,079,708)</b>	(12,572,377)

- The write down in value of inventories during the year was included in the cost of sales.

#### 9- TRADE AND NOTES RECEIVABLES

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Trade receivable	<b>238,618,007</b>	231,381,863
Trade receivable – toll manufacturing	<b>11,905,468</b>	11,995,577
Notes receivable	<b>403,060,833</b>	395,112,269
	<b>653,584,308</b>	638,489,709
Impairment in value of trade and notes receivables	<b>(5,777,736)</b>	(4,967,460)
	<b>647,806,572</b>	633,522,249

Notes receivable amounting to EGP 282.7 M are mortgage as a guarantee for the credit facilities (Note 16).

The movement of the impairment in value of trade receivable is as follows:

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Beginning balance	<b>(4,967,460)</b>	(3,405,449)
Effect of adoption of EAS (47)	<b>(810,276)</b>	
Charged during the period	-	(1,802,092)
Used provision	-	240,081
Ending balance	<b>(5,777,736)</b>	(4,967,460)



## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

#### 10- TREASURY BILLS

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Treasury bills	<b>500,875,000</b>	500,300,000
Unearned interest	<b>(32,147,671)</b>	(30,950,455)
	<b>468,727,329</b>	469,349,545

- Some treasury bills are mortgaged as collateral for credit facilities amounted to EGP 93 M (Note 16 and 17).

#### 11- CASH ON HAND AND AT BANKS

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
<b>a) Egyptian Pounds</b>		
Cash on hand	<b>109,606</b>	95,597
Current accounts	<b>2,423,646</b>	2,064,744
Checks under collection	<b>14,852,758</b>	27,788
Term deposits	<b>615,855</b>	607,042
	<b>18,001,865</b>	2,795,171
<b>b) Foreign currencies</b>		
Checks under collection	-	4,776,000
Current accounts	<b>743,757</b>	5,661,663
	<b>743,757</b>	10,437,663
	<b>18,745,622</b>	13,232,834

Cash balances are denominated in the following currencies:

	<i>31 March 2021</i>	<i>December 2020 31</i>
	<i>EGP</i>	<i>EGP</i>
Egyptian pound (EGP)	<b>18,001,865</b>	2,738,773
US dollar (USD)	<b>732,639</b>	10,466,242
Euro (EUR)	<b>11,118</b>	27,819
	<b>18,745,622</b>	13,232,834

For the purpose of cash flow statements cash and cash equivalents consist of following.

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Cash in hand	<b>109,606</b>	88,539
Current accounts	<b>18,020,161</b>	30,273,357
	<b>18,129,767</b>	30,361,896

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

#### 12- PROVISIONS

	<i>Balance as at January 2021 EGP</i>	<i>Charged during the period EGP</i>	<i>No longer required EGP</i>	<i>Used during the period EGP</i>	<i>Balance as at March 2021 EGP</i>
Provision for expected claims	4,300,001	-	-	-	4,300,001
Provision for sales returns*	7,987,618	-	-	-	7,987,618
	<b>12,287,619</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,287,619</b>
	<i>Balance as at January 2020 EGP</i>	<i>Charged during the year EGP</i>	<i>No longer required EGP</i>	<i>Used during the year EGP</i>	<i>Balance as at December 2020 EGP</i>
Provision for expected claims	3,200,001	1,600,000	-	(500,000)	4,300,001
Provision for sales returns*	6,763,934	1,223,684	-	-	7,987,618
	<b>9,963,935</b>	<b>2,823,684</b>	<b>-</b>	<b>(500,000)</b>	<b>12,287,619</b>

\*Provision for sales returns is deduced from sales disclosed (NOTE 18).

#### 13- TRADE, NOTES AND OTHER PAYABLES

	<i>31 March 2021 EGP</i>	<i>31 December 2020 EGP</i>
Trade payables	40,309,240	46,925,388
Notes payables	14,251,538	19,196,183
Accrued expenses	9,135,185	12,578,841
Tax authority (other than income tax)	5,626,502	8,598,898
Advances from customer	11,170,870	4,780,965
Other payables	1,405,610	1,639,432
	<b>81,898,945</b>	<b>93,719,707</b>

Trade payables accrued expenses and other payables are non-interest bearing.

#### 14- CAPITAL

The Group's authorized capital amounted to EGP 1 billion, whereas the issued and paid up capital amounted to EGP 160,900,000 divided over 643,600,000 shares of par value EGP 0.25 each.

The extra ordinary general assembly meeting held on 4 November 2019 and 23 November 2019 decided to increase the issued capital by cash increase in conjunction with the offering in stock exchange market with total amount EGP 550,000,000 (the value of the increase represent the nominal value plus the issue premium).

The subscription for this increase was limited to Greville Investing Limited Company who represents the main shareholder and delegated from the remaining shareholders for selling process.

The extra ordinary general assembly meeting held on 4 November 2019 and 23 November 2019 decided to increase the issued and paid up capital by 31,250,000 to be EGP 192,150,000 as of 31 December 2020 through issuing 125,000,000 shares at offering price EGP 4.66 to be 768,600,000 shares noting that the deference between offering price and par value represented in share premium recognized in general reserve.

The extraordinary general assembly meeting held on October 14, 2020 decided to approve the application of the incentive & bonus plan of the Company's employees, managers and executive board of director's members, and the plan has not been activated to date.

The following illustrate the new structure for shareholders as of 31 March 2021:

	<i>%</i>	<i>No. of shares</i>	<i>Amount EGP</i>
Main Shareholder's Shares	51.33	394,505,599	98,626,400
Other listed Free Shares in Stock Exchange Market	48.67	374,094,401	93,523,600
	<b>100</b>	<b>768,600,000</b>	<b>192,150,000</b>

\* Greville Investing Limited Company owned 51% of the company shares and exercised control over the company, sold its shares to other parties during the year ending on December 31, 2020, and accordingly Greville Investing Limited Company lost control over Tenth Of Ramadan For Pharmaceutical Industries And Diagnostic Reagents (Rameda).

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

#### 15- GENERAL RESERVE-ISSUANCE PREMIUM

The balance of general reserve - issuance premium is representing the net book value of issuing capital increase shares during 2019 amounted EGP 486,965,000 for issuing 125,000,000 Shares after deducting issuing cost of EGP 64,285,000.

#### 16- CREDIT FACILITIES

The movement of the credit facilities during the year is as follows:

	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Opening balance	<b>802,184,216</b>	481,938,674
Used during the period	<b>205,722,914</b>	1,049,168,490
Payment during the period	<b>(241,047,180)</b>	<b>(728,922,948)</b>
Ending balance	<b>766,859,950</b>	<b>802,184,216</b>
	<i>31 March 2021</i>	<i>31 December 2020</i>
	<i>EGP</i>	<i>EGP</i>
Credit facilities maturing within 12 months	<b>766,859,950</b>	802,184,216
Bank credit	<b>2,963,428</b>	2,374,338
	<b>769,823,378</b>	<b>804,558,554</b>

The interest rate on the Credit facilities ranges from 8 % to 9.75 % as of 31 March 2021 (31 December 2020: Range from 8% to 14.25%).

Credit Facilities	Facility amount	Interest rate	Maturity Date	<i>31 March 2021</i>	<i>31 December 2020</i>	
	EGP			<i>EGP</i>	<i>EGP</i>	
CIB	250,000,000	0.25%+CBE lending rate	10/07/2021	<b>62,869,521</b>	65,500,461	
		8 % CBE INITAVIE*	10/07/2021	<b>75,900,194</b>	90,534,880	
Audi Bank	125,000,000	80,000,000	CBE lending rate	15/10/2021	<b>46,666,667</b>	63,666,667
		0.5 %+CBE lending rate	21/07/2021	<b>85,475,544</b>	78,852,012	
Arab Bank	88,000,000	8 % CBE INITAVIE*	21/07/2021	<b>23,197,210</b>	35,290,505	
		0.25%+CBE lending	30/03/2022	<b>30,638,116</b>	24,552,848	
ABK	100,000,000	8 % CBE INITAVIE*	30/03/2022	<b>27,974,926</b>	38,054,398	
		0.5 %+CBE lending rate	31/05/2021	<b>35,334,532</b>	41,994,296	
ADIB**	130,000,000	8 % CBE INITAVIE*	31/05/2021	<b>45,013,141</b>	43,065,679	
		0.5%+CBE lending rate	01/01/2021	<b>67,569,546</b>	73,841,852	
Alex Bank	170,000,000	8 % CBE INITAVIE*	01/01/2021	<b>60,178,578</b>	42,520,285	
		0.25% + CBE lending rate	30/04/2021	<b>64,630,994</b>	81,845,141	
AUB	130,000,000	8 % CBE INITAVIE*	30/04/2021	<b>80,315,324</b>	75,811,580	
		0.3% + CBE lending rate	01/06/2021	<b>10,000,000</b>	-	
ENBD	100,000,000	8 % CBE INITAVIE*	01/06/2021	<b>33,225,917</b>	43,225,917	
		8 % CBE INITAVIE*	31/07/2020	<b>17,869,740</b>	3,427,695	
<b>Total Credit Facilities</b>				<b>766,859,950</b>	<b>802,184,216</b>	

\*Those Balance represents the funds granted for the purchase of raw materials, and packaging in accordance with the initiative of the Central Bank of Egypt to support the industrial sector issued on 12 December 2019 to finance companies with private ownership and small and medium enterprises and support them to reach their investment goals and cover operating expenses.

\*\* The Company is in the process to renew ADIB credit facilities.

All of the above facilities are guaranteed by notes receivables and treasury bills (Note 9 and 10).

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

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For the Period Ended 31 March 2021

#### 17- LONG TERM LOANS

##### Loan (1):

During the year 2017, the Group signed an agreement with Commercial International Bank to obtain a loan amounting to EGP 86,422,000 with an annual interest rate of 1.25% over the Corridor rate repayable over 36 monthly installments starting from 29 October 2018 and maturing on 29 March 2021 "**Loan (1)**".

During September 2019, the Group agreed with the bank to increase the loan by EGP 9,196,000 repayable over 24 monthly installments starting from 1 January 2020 and maturing on 1 December 2021 and reduce the interest rate to 0.75% over the CBE lending rate, However the Group hasn't obtained the additional amount yet.

On 9 September 2020, the Company rescheduled the loan (1) to be repayable over 21 monthly installments starting from 1 October 2020 and maturing on 1 June 2022.

The Company paid EGP 5,200,000 during the period ended 31 March 2021 and the balance outstanding amounted to EGP 35,475,704 as at 31 March 2021 (31 December 2020: EGP 40,675,704).

##### Loan (2):

During the year 2018, the Group signed an agreement with Commercial International Bank to obtain a loan amounting to EGP 78,766,000 with an annual interest rate of 0.9% over the CBE lending rate repayable over 19 monthly installments after the expiry of grace year, which is 15 months from the date of first use. "**Loan (2)**".

During September 2019, the Group rescheduled the loan to be repayable over 24 monthly installments starting from 1 January 2020 and maturing on 1 December 2021 and reduce the interest rate to 0.85% over the CBE lending rate.

On 9 September 2020, the Company rescheduled the loan (2) to be repayable over 20 monthly installments starting from 1 October 2020 and maturing on 1 May 2022.

The Company paid EGP 5,500,000 during the period ended 31 March 2021 and the balance outstanding amounted to EGP 42,223,972 as at 31 March 2021 (31 December 2020: EGP 47,723,972).

The Company obtained those loans against Treasury bills collateral.

The balance of loans as of 31 March 2021 as follows:

Loans	Interest rate	<b>31 March 2021</b> EGP	<b>31 December 2020</b> EGP
Current portion of long-term loans			
Loan (1)	0.75%+CBE lending rate	<b>31,200,000</b>	28,600,000
Loan (2)	0.85%+CBE lending rate	<b>33,000,000</b>	30,250,000
Total current portion of long-term loans		<b>64,200,000</b>	58,850,000
Non-current portion of long-term loans			
Loan (1)	0.75%+CBE lending rate	<b>4,275,704</b>	12,075,704
Loan (2)	0.85%+CBE lending rate	<b>9,223,972</b>	17,473,972
Total non-current portion of long-term loans		<b>13,499,676</b>	29,549,676
		<b>77,699,676</b>	88,399,676

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

#### 18- REVENUES

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Sale of goods (net)	<b>252,255,326</b>	222,067,113
Toll manufacturing services revenue	<b>18,590,409</b>	10,352,575
	<b>270,845,735</b>	232,419,688

#### 19- COST OF REVENUES

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Salaries, social insurance and other benefits	<b>22,453,232</b>	22,354,456
Raw materials	<b>92,830,539</b>	59,848,508
Spare parts and materials	<b>4,997,747</b>	6,070,886
Government fees and medical stamps	<b>2,395,424</b>	2,279,113
Other operating expenses	<b>7,264,765</b>	10,129,593
Energy expenses	<b>7,327,958</b>	10,735,029
Depreciation and amortization (Note 5,7)	<b>13,403,915</b>	11,668,524
Rent	<b>1,324,362</b>	1,329,239
Maintenance	<b>2,751,038</b>	1,831,980
	<b>154,748,980</b>	126,247,328

#### 20- SELLING & MARKETING EXPENSES

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Salaries, social insurance and other benefits	<b>29,289,915</b>	27,330,869
Depreciation (Note 5)	<b>1,081,521</b>	884,038
Rent	<b>18,900</b>	-
Advertising and marketing	<b>23,736,196</b>	20,699,018
	<b>54,126,532</b>	48,913,925

#### 21- GENERAL & ADMINISTRATIVE EXPENSES

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Salaries, social insurance and other benefits	<b>10,301,020</b>	8,563,660
Professional fees	<b>490,440</b>	173,328
Maintenance	<b>121,645</b>	184,387
Depreciation (Note 5)	<b>453,670</b>	408,596
Others	<b>1,804,959</b>	1,787,532
	<b>13,171,734</b>	11,117,503

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

#### 22- FINANCE INCOME

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Interest from Treasury Bills	<b>14,599,932</b>	17,651,989
Interest from time deposits	<b>8,812</b>	15,596
	<b><u>14,608,744</u></b>	<u>17,667,585</u>

#### 23- FINANCE EXPENSES

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Debit interests	<b>22,448,311</b>	29,287,844
Unwinding interests of lease liabilities	<b>532,159</b>	543,235
Bank Charges	<b>893,815</b>	974,848
	<b><u>23,874,285</u></b>	<u>30,805,927</u>

#### 24- INCOME TAXES

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Current income tax	(6,785,170)	(7,838,600)
Deferred income tax	(2,286,459)	303,739
<b>Income tax expense</b>	<b><u>(9,071,629)</u></b>	<u>(7,534,861)</u>

#### DEFERED INCOME TAXES

	<i>Statement of financial position</i>		<i>Statement of profit or loss</i>	
	<i>31 March 2021</i>	<i>31 December 2020</i>	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>
Depreciation and amortization	<b>(38,383,205)</b>	(36,890,685)	<b>(1,492,520)</b>	(913,366)
Provisions	<b>1,797,214</b>	1,797,214	-	38,305
Impairment of trade and notes receivables	<b>1,299,991</b>	1,117,679	<b>182,312</b>	148,997
Write down in value of inventory	<b>1,963,698</b>	2,749,549	<b>(785,851)</b>	925,942
Others	-	-	-	(142,108)
Unrealized foreign exchange differences	<b>(25,638)</b>	164,762	<b>(190,400)</b>	245,969
Net deferred income taxes	<b><u>(33,347,940)</u></b>	<u>(31,061,481)</u>	<b><u>(2,286,459)</u></b>	<u>303,739</u>

\* No deferred tax assets were recognized for the carry forward tax losses of the subsidiaries, since it is not expected that the future tax profits will be sufficient to offset the carry forward tax losses.

#### RECONCILIATION OF THE EFFECTIVE INCOME TAX RATE

	<i>Tax Rate</i>	<i>31 March 2021</i>	<i>Tax Rate</i>	<i>31 March 2020</i>
		<i>EGP</i>		<i>EGP</i>
Profits before income taxes		<b><u>39,081,204</u></b>		<u>31,302,788</u>
Income tax based on tax rate	<b>22.5%</b>	<b><u>8,793,271</u></b>	22.5%	<u>7,043,127</u>
Non-deductible expenses		<b><u>278,358</u></b>		<u>491,734</u>
Effective Tax Rate	<b>23.21%</b>	<b><u>9,071,629</u></b>	24.07%	<u>7,534,861</u>

## TENTH OF RAMADAN FOR PHARMACEUTICAL INDUSTRIES AND DIAGNOSTIC REAGENTS (RAMEDA) (S.A.E)

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Period Ended 31 March 2021

#### 25- EARNINGS PER SHARE

Basic and diluted earnings per share were calculated by dividing the profits for the year available for distribution to the Parent Company by the weighted average number of shares outstanding during the year as follows:

	<i>31 March 2021</i>	<i>31 March 2020</i>
	<i>EGP</i>	<i>EGP</i>
Basic and diluted, profit for the period	<b>30,161,707</b>	23,894,968
Weighted average number of shares outstanding during the period	<b>768,600,000</b>	768,600,000
<b>Earnings per share</b>	<b>0.0392</b>	0.0311

-There are no shares with dilutive effect and hence the basic and diluted earnings per share are the same.

#### 26- TAX POSITION

##### a) Corporate Tax

- The Company's records were inspected till the year 2013 and the dispute was ended and the differences are under settlement.
- The Company's records were inspected initially from year 2014 till 2017 which were refused by the company and the actual inspection is under process.
- No tax inspection took place for the Company's records for the years from 2018 till 2020.

##### b) Salary Tax

- The company's records were inspected till the year 2015 and the taxes differences dues were paid.
- The company's records were inspected and tax settlements were paid for the years 2016 till 2019 and waiting the final result.

##### c) Stamp Tax

- The Company's records were inspected till 2013 and the taxes dues were paid.
- The company is preparing for tax inspection for the years from 2014 till 2019.

##### d) VAT Tax

- The Company's records were inspected till the year 2015 and the taxes dues were paid.
- The company is preparing for tax inspection for the year 2016 till 2019.

#### 27- MAJOR EVENTS

Some major global events occurred, which included the Arab Republic of Egypt as well, where an outbreak of COVID19 occurred soon before the end of 2019, and the World Health Organization "WHO" announced that the outbreak of the virus can be described as a global epidemic, and the government has introduced various measures to combat disease outbreaks, including travel restrictions and quarantine, business closures, and other locations, these government responses and their corresponding impacts are still evolving and which are expected to affect the economic climate and that, in turn, could expose the company to various risks, including a significant reduction in Revenues, and evaluation / impairment of assets and other risks.

These events did not negatively affect the financial statements of the company as on 31 March 2021 but may affect the financial statements for future financial periods. If it is difficult to quantify this effect for now, this effect will appear in future financial statements. The magnitude of the impact varies according to the expected extent, the period during which those events are expected to end and their impact.