

BRITISH AMERICAN TOBACCO (MALAYSIA) BERHAD

(Company No : 4372-M)

CONDENSED CONSOLIDATED INCOME STATEMENTS

For the financial year ended 31 December 2013

	Note	3 months ended		Financial year ended	
		31.12.2013	31.12.2012	31.12.2013	31.12.2012
		RM'000	RM'000	RM'000	RM'000
Revenue		1,093,453	1,093,982	4,517,222	4,364,786
Cost of sales		(705,886)	(721,923)	(2,995,331)	(2,865,590)
Gross profit		387,567	372,059	1,521,891	1,499,196
Other operating income		816	550	1,990	11,887
Operating expenses		(128,750)	(121,458)	(397,784)	(431,188)
Profit from operations		259,633	251,151	1,126,097	1,079,895
Finance cost		(5,332)	(5,031)	(20,698)	(25,512)
Profit before tax		254,301	246,120	1,105,399	1,054,383
Tax expense	5	(65,215)	(49,405)	(281,959)	(256,637)
Profit for the financial period		189,086	196,715	823,440	797,746
Earnings per share - basic (sen)	21	66.2	68.9	288.4	279.4
Earnings per share - diluted (sen)	21	66.2	68.9	288.4	279.4
Net dividend per share (sen)					
- Interim 1 dividend		-	-	68.0	65.0
- Interim 2 dividend		-	-	68.0	65.0
- Interim 3 dividend		-	-	68.0	65.0
- Interim 4 dividend		78.0	77.0	78.0	77.0
		78.0	77.0	282.0	272.0

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 December 2012.

BRITISH AMERICAN TOBACCO (MALAYSIA) BERHAD
(Company No : 4372-M)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the financial year ended 31 December 2013

	3 months ended		Financial year ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	189,086	196,715	823,440	797,746
Other comprehensive income:				
Items that will not be reclassified to profit and loss:				
Defined benefit plan actuarial (loss)/gain	1,801	(159)	1,801	(159)
Deferred tax on defined benefit plan actuarial (loss)/gain	(450)	40	(450)	40
Items that may be subsequently reclassified to profit and loss:				
Change in fair value of cash flow hedges	(675)	1,586	1,308	1,022
Deferred tax on fair value changes of cash flow hedges	169	(396)	(327)	(255)
Total other comprehensive income for the financial period	845	1,071	2,332	648
Total comprehensive income for the financial period	189,931	197,786	825,772	798,394
Attributable to:				
Shareholders' equity	189,931	197,786	825,772	798,394

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 December 2012.

BRITISH AMERICAN TOBACCO (MALAYSIA) BERHAD
(Company No : 4372-M)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the financial year ended 31 December 2013

	Issued and fully paid ordinary shares of 50 sen each		Non- distributable	Share based payment reserve	Distributable	Attributable to Shareholders' Equity
	Number of shares	Nominal value	Cash flow hedge reserve		Retained earnings	Total
	'000	RM'000	RM'000		RM'000	RM'000
At 1 January 2013	285,530	142,765	525	-	341,606	484,896
Profit for the financial year	-	-	-	-	823,440	823,440
Other comprehensive income for the financial year:						
- changes in fair value of cash flow hedges	-	-	1,308	-	-	1,308
- defined benefit plan actuarial gain	-	-	-	-	1,801	1,801
- deferred tax on fair value changes on cash flow hedges	-	-	(327)	-	-	(327)
- deferred tax on defined benefit plan	-	-	-	-	(450)	(450)
	<u>285,530</u>	<u>142,765</u>	<u>1,506</u>	<u>-</u>	<u>1,166,397</u>	<u>1,310,668</u>
Transaction with owners:						
Expense arising from equity-settled share based payment transactions	-	-	-	3,475	-	3,475
Recharge of share based payment	-	-	-	(3,475)	-	(3,475)
Dividends for financial year ended 31 December 2012						
- Interim 4	-	-	-	-	(219,858)	(219,858)
Dividends for financial year ended 31 December 2013						
- Interim 1	-	-	-	-	(194,160)	(194,160)
- Interim 2	-	-	-	-	(194,160)	(194,160)
- Interim 3	-	-	-	-	(194,158)	(194,158)
At 31 December 2013	<u>285,530</u>	<u>142,765</u>	<u>1,506</u>	<u>-</u>	<u>364,061</u>	<u>508,332</u>
At 1 January 2012	285,530	142,765	(242)	-	289,212	431,735
Profit for the financial year	-	-	-	-	797,746	797,746
Other comprehensive income for the financial year:						
- changes in fair value of cash flow hedges	-	-	1,022	-	-	1,022
- defined benefit plan actuarial loss	-	-	-	-	(159)	(159)
- deferred tax on fair value changes on cash flow hedges	-	-	(255)	-	-	(255)
- deferred tax on defined benefit plan	-	-	-	-	40	40
	<u>285,530</u>	<u>142,765</u>	<u>525</u>	<u>-</u>	<u>1,086,839</u>	<u>1,230,129</u>
Transaction with owners:						
Expense arising from equity-settled share based payment transactions	-	-	-	5,135	-	5,135
Recharge of share based payment	-	-	-	(5,135)	-	(5,135)
Dividends for financial year ended 31 December 2011						
- Interim 4	-	-	-	-	(188,450)	(188,450)
Dividends for financial year ended 31 December 2012						
- Interim 1	-	-	-	-	(185,594)	(185,594)
- Interim 2	-	-	-	-	(185,594)	(185,594)
- Interim 3	-	-	-	-	(185,595)	(185,595)
At 31 December 2012	<u>285,530</u>	<u>142,765</u>	<u>525</u>	<u>-</u>	<u>341,606</u>	<u>484,896</u>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 December 2012.

BRITISH AMERICAN TOBACCO (MALAYSIA) BERHAD
(Company No : 4372-M)

CONDENSED CONSOLIDATED BALANCE SHEET

As at 31 December 2013

	Note	As at 31.12.2013	As at 31.12.2012
		RM'000	RM'000
Non-current assets			
Property, plant and equipment		380,736	416,014
Investment property		-	134
Goodwill		411,618	411,618
Computer software		1,970	2,801
Deferred tax assets		10,806	21,089
		<u>805,130</u>	<u>851,656</u>
Current assets			
Asset held for sale		4,605	417
Inventories		293,979	312,217
Receivables		200,469	200,400
Tax recoverable		-	418
Derivative financial instruments		7,286	2,287
Deposits, cash and bank balances		59,596	78,391
		<u>565,935</u>	<u>594,130</u>
Current liabilities			
Payables		232,172	317,828
Deferred income		3,304	3,304
Borrowings	10	510,000	250,000
Current tax liabilities		69,849	85,828
Derivative financial instruments		3,622	2,670
		<u>818,947</u>	<u>659,630</u>
Net current liabilities		(253,012)	(65,500)
		<u>552,118</u>	<u>786,156</u>
Capital and reserves			
Share capital	8	142,765	142,765
Cash flow hedge reserve		1,506	525
Retained earnings		364,061	341,606
Shareholders' funds		<u>508,332</u>	<u>484,896</u>
Non-current liabilities			
Deferred income		6,324	9,628
Borrowings	10	-	250,000
Post employment benefit obligations		-	5,115
Deferred tax liabilities		37,462	36,517
		<u>552,118</u>	<u>786,156</u>
Net assets per share (RM)		1.78	1.70

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 December 2012.

BRITISH AMERICAN TOBACCO (MALAYSIA) BERHAD
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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

For the financial year ended 31 December 2013

	Financial year ended 31.12.2013	Financial year ended 31.12.2012
	RM'000	RM'000
Operating activities		
Cash receipts from customers	4,512,472	4,331,138
Cash paid to suppliers and employees	(3,407,769)	(3,351,934)
Cash from operations	<u>1,104,703</u>	<u>979,204</u>
Income taxes paid	(287,069)	(245,734)
Net cash flow from operating activities	<u>817,634</u>	<u>733,470</u>
Investing activities		
Property, plant and equipment		
- additions	(35,319)	(48,288)
- disposals	9,780	5,024
Disposal of investment property	200	
Disposal of assets held for sale	1,250	-
Additions of computer software	(484)	(613)
Interest income received	1,178	7,296
Net cash flow from investing activities	<u>(23,395)</u>	<u>(36,581)</u>
Financing activities		
Dividends paid to shareholders	(802,336)	(745,233)
Interest expense paid	(20,698)	(29,912)
Proceed from revolving credit	10,000	250,000
Repayment of medium term notes	-	(400,000)
Net cash flow used in financing activities	<u>(813,034)</u>	<u>(925,145)</u>
Decrease in cash and cash equivalents	(18,795)	(228,256)
Cash and cash equivalents as at 1 January	<u>78,391</u>	<u>306,647</u>
Cash and cash equivalents as at 31 December	<u><u>59,596</u></u>	<u><u>78,391</u></u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 December 2012.