

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

CONDENSED CONSOLIDATED INCOME STATEMENTS

For the financial year ended 30 June 2014

	Note	3 months ended		Financial year ended	
		30.06.2014	30.06.2013	30.06.2014	30.06.2013
		RM'000	RM'000	RM'000	RM'000
Revenue		1,226,165	1,156,646	2,380,475	2,252,385
Cost of sales		(797,103)	(780,492)	(1,544,366)	(1,521,269)
Gross profit		429,062	376,154	836,109	731,116
Other operating income		342	50	856	635
Operating expenses		(93,935)	(89,021)	(197,067)	(165,943)
Profit from operations		335,469	287,183	639,898	565,808
Finance cost		(5,052)	(5,447)	(8,295)	(10,075)
Profit before tax		330,417	281,736	631,603	555,733
Tax expense	5	(82,321)	(70,913)	(158,113)	(140,706)
Profit for the financial period		248,096	210,823	473,490	415,027
Earnings per share - basic (sen)	21	86.9	73.8	165.8	145.4
Earnings per share - diluted (sen)	21	86.9	73.8	165.8	145.4
Net dividend per share (sen)					
- Interim 1	22			75.0	68.0
- Interim 2	22	78.0	68.0	78.0	68.0

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 2013.

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

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the financial period ended 30 June 2014

	3 months ended		Financial period ended	
	30.06.2014	30.06.2013	30.06.2014	30.06.2013
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	248,096	210,823	473,490	415,027
Other comprehensive income:				
Items that may be subsequently reclassified to profit or loss				
Change in fair value of cash flow hedges	979	1,590	(129)	(605)
- deferred tax on fair value changes of cash flow hedges	(245)	(398)	32	151
Total other comprehensive income for the financial period	<u>734</u>	<u>1,192</u>	<u>(97)</u>	<u>(454)</u>
Total comprehensive income for the financial period	<u>248,830</u>	<u>212,015</u>	<u>473,393</u>	<u>414,573</u>
Attributable to:				
Shareholders' equity	<u>248,830</u>	<u>212,015</u>	<u>473,393</u>	<u>414,573</u>

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 2013.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the financial period ended 30 June 2014

	Issued and fully paid ordinary shares of 50 sen each		Non- distributable	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 2014	285,530	142,765	1,506	364,061	508,332
Profit for the financial year	-	-	-	473,490	473,490
Other comprehensive income for the financial period:					
- changes in fair value of cash flow hedges	-	-	(129)	-	(129)
- deferred tax on fair value changes on cash flow hedges	-	-	32	-	32
	<u>285,530</u>	<u>142,765</u>	<u>1,409</u>	<u>837,551</u>	<u>981,725</u>
Transaction with owners:					
Dividend for financial year ended 31 December 2013					
- Interim 4	-	-	-	(222,713)	(222,713)
Dividend for financial year ending 31 December 2014					
- Interim 1	-	-	-	(214,147)	(214,147)
At 30 June 2014	<u>285,530</u>	<u>142,765</u>	<u>1,409</u>	<u>400,691</u>	<u>544,865</u>
At 1 January 2013	285,530	142,765	525	341,606	484,896
Profit for the financial year	-	-	-	415,027	415,027
Other comprehensive income for the financial period:					
- changes in fair value of cash flow hedges	-	-	(605)	-	(605)
- deferred tax on fair value changes on cash flow hedges	-	-	151	-	151
	<u>285,530</u>	<u>142,765</u>	<u>71</u>	<u>756,633</u>	<u>899,469</u>
Transaction with owners:					
Dividend for financial year ended 31 December 2012					
- Interim 4	-	-	-	(219,858)	(219,858)
Dividend for financial year ending 31 December 2013					
- Interim 1	-	-	-	(194,160)	(194,160)
At 30 June 2013	<u>285,530</u>	<u>142,765</u>	<u>71</u>	<u>342,615</u>	<u>485,451</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 2013.

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

CONDENSED CONSOLIDATED BALANCE SHEET

As at 30 June 2014

	As at 30.06.2014	As at 31.12.2013
	RM'000	RM'000
Non-current assets		
Property, plant and equipment	352,464	380,736
Computer software	1,528	1,970
Goodwill	411,618	411,618
Deferred tax assets	24,344	10,806
	<u>789,954</u>	<u>805,130</u>
Current assets		
Asset held for sale	4,605	4,605
Inventories	303,147	293,979
Receivables	234,736	200,469
Derivative financial instruments	2,392	7,286
Deposits, cash and bank balances	25,290	59,596
	<u>570,170</u>	<u>565,935</u>
Current liabilities		
Payables	252,022	232,172
Deferred income	3,304	3,304
Derivative financial instruments	1,358	3,622
Current tax liabilities	154,547	69,849
Borrowings	360,000	510,000
	<u>771,231</u>	<u>818,947</u>
Net current (liabilities) / assets	(201,061)	(253,012)
	<u>588,893</u>	<u>552,118</u>
Capital and reserves		
Share capital	142,765	142,765
Cash flow hedge reserve	1,409	1,506
Retained earnings	400,691	364,061
Shareholders' funds	544,865	508,332
Non-current liabilities		
Deferred income	4,670	6,324
Deferred tax liabilities	39,358	37,462
	<u>588,893</u>	<u>552,118</u>
Net assets per share (RM)	1.91	1.78

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 2013.

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

For the financial period ended 30 June 2014

	Financial period ended 30.06.2014	Financial period ended 30.06.2013
	RM'000	RM'000
Operating activities		
Cash receipts from customers	2,346,208	2,195,744
Cash paid to suppliers and employees	(1,703,416)	(1,700,112)
Cash from operations	642,792	495,632
Income taxes paid	(85,057)	(105,088)
Net cash flow from operating activities	<u>557,735</u>	<u>390,544</u>
Investing activities		
Property, plant and equipment		
- additions	(9,611)	(6,397)
- disposals	12,012	2,005
Additions of computer software	-	(1,211)
Interest income received	713	635
Net cash flow from investing activities	<u>3,114</u>	<u>(4,968)</u>
Financing activities		
Dividends paid to shareholders	(436,860)	(414,018)
Interest expense paid	(8,295)	(10,350)
(Repayment)/Proceeds from revolving credit	(150,000)	(15,000)
Net cash flow used in financing activities	<u>(595,155)</u>	<u>(439,368)</u>
Decrease in cash and cash equivalents	(34,306)	(53,792)
Cash and cash equivalents as at 1 January	59,596	78,391
Cash and cash equivalents as at 30 June	<u>25,290</u>	<u>24,599</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 2013.