

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

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

For the financial year ended 31 December 2012

	Note	3 months ended		Financial year ended	
		31.12.2012	31.12.2011	31.12.2012	31.12.2011
		RM'000	RM'000	RM'000	RM'000
Revenue		1,093,982	987,265	4,364,786	4,127,245
Cost of sales		(721,923)	(610,821)	(2,865,590)	(2,635,104)
Gross profit		372,059	376,444	1,499,196	1,492,141
Other operating income		550	5,716	11,887	14,243
Operating expenses		(121,458)	(146,422)	(431,188)	(522,716)
Profit from operations		251,151	235,738	1,079,895	983,668
Finance cost		(5,031)	(6,906)	(25,512)	(27,400)
Profit before tax		246,120	228,832	1,054,383	956,268
Tax expense	5	(49,405)	(48,184)	(256,637)	(236,653)
Profit for the financial period		196,715	180,648	797,746	719,615
Earnings per share - basic (sen)	21	68.9	63.3	279.4	252.0
Earnings per share - diluted (sen)	21	68.9	63.3	279.4	252.0
Net dividends per share (sen)					
- Interim 1 dividend		-	-	65.0	60.0
- Interim 2 dividend		-	-	65.0	60.0
- Special interim dividend		-	-	-	30.0
- Interim 3 dividend		-	-	65.0	60.0
- Interim 4 dividend		77.0	66.0	77.0	66.0
		77.0	66.0	272.0	276.0

**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 2011.**

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

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

For the financial year ended 31 December 2012

	<b>3 months ended</b>		<b>Financial year ended</b>	
	<b>31.12.2012</b>	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit for the financial period	196,715	180,648	797,746	719,615
Other comprehensive income:				
Change in fair value of cash flow hedges	1,586	(2,118)	1,022	1,510
Defined benefit plan actuarial (loss)/gain	(159)	59	(159)	59
Deferred tax movement on other comprehensive income:				
- deferred tax on fair value changes of cash flow hedges	(396)	530	(255)	(378)
- deferred tax on defined benefit plan	40	-	40	-
Total other comprehensive income for the financial period	<u>1,071</u>	<u>(1,529)</u>	<u>648</u>	<u>1,191</u>
Total comprehensive income for the financial period	<u><u>197,786</u></u>	<u><u>179,119</u></u>	<u><u>798,394</u></u>	<u><u>720,806</u></u>
Attributable to:				
Shareholders' equity	<u><u>197,786</u></u>	<u><u>179,119</u></u>	<u><u>798,394</u></u>	<u><u>720,806</u></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 2011.**

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

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

For the financial year ended 31 December 2012

	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 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>
At 1 January 2011	285,530	142,765	(1,374)	-	349,035	490,426
Profit for the financial year					719,615	719,615
Other comprehensive income for the financial year						
- changes in fair value of cash flow hedges	-	-	1,510	-	-	1,510
- defined benefit plan actuarial gain	-	-	-	-	59	59
- deferred tax on fair value changes on cash flow hedges	-	-	(378)	-	-	(378)
	<u>285,530</u>	<u>142,765</u>	<u>(242)</u>	<u>-</u>	<u>1,068,709</u>	<u>1,211,232</u>
Transaction with owners:						
Expense arising from equity-settled share based payment transactions	-	-	-	4,439	-	4,439
Recharge of share based payment	-	-	-	(4,439)	-	(4,439)
Dividends for financial year ended 31 December 2010						
- Interim 3	-	-	-	-	(179,884)	(179,884)
Dividends for financial year ended 31 December 2011						
- Interim 1	-	-	-	-	(171,318)	(171,318)
- Interim 2	-	-	-	-	(171,318)	(171,318)
- Special Interim dividend	-	-	-	-	(85,659)	(85,659)
- Interim 3	-	-	-	-	(171,318)	(171,318)
At 31 December 2011	<u>285,530</u>	<u>142,765</u>	<u>(242)</u>	<u>-</u>	<u>289,212</u>	<u>431,735</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 2011.

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

**CONDENSED CONSOLIDATED BALANCE SHEET**

As at 31 December 2012

	Note	As at	As at	As at
		31.12.2012	31.12.2011	1.1.2011
		RM'000	RM'000	RM'000
<b>Non-current assets</b>				
Property, plant and equipment		416,014	424,332	405,826
Investment property		134	138	1,636
Goodwill		411,618	411,618	411,618
Computer software		2,801	4,742	4,336
Deferred tax assets		21,089	20,102	15,158
		<u>851,656</u>	<u>860,932</u>	<u>838,574</u>
<b>Current assets</b>				
Asset held for sale		417	-	888
Inventories		312,217	192,959	193,572
Receivables		200,400	206,925	179,489
Tax recoverable		418	-	-
Derivative financial instruments		2,287	-	-
Deposits, cash and bank balances		78,391	306,647	356,623
		<u>594,130</u>	<u>706,531</u>	<u>730,572</u>
<b>Current liabilities</b>				
Payables		317,828	361,295	314,208
Deferred income		3,304	2,095	-
Borrowings	10	250,000	400,000	-
Current tax liabilities		85,828	67,566	66,758
Derivative financial instruments		2,670	322	1,832
		<u>659,630</u>	<u>831,278</u>	<u>382,798</u>
<b>Net current (liabilities) / assets</b>		(65,500)	(124,747)	347,774
		<u>786,156</u>	<u>736,185</u>	<u>1,186,348</u>
<b>Capital and reserves</b>				
Share capital	8	142,765	142,765	142,765
Cash flow hedge reserve		525	(242)	(1,374)
Retained earnings		341,606	289,212	349,035
<b>Shareholders' funds</b>		<u>484,896</u>	<u>431,735</u>	<u>490,426</u>
<b>Non-current liabilities</b>				
Deferred income		9,628	7,683	-
Borrowings	10	250,000	250,000	650,000
Post employment benefit obligations		5,115	4,511	4,117
Deferred tax liabilities		36,517	42,256	41,805
		<u>786,156</u>	<u>736,185</u>	<u>1,186,348</u>
Net assets per share (RM)		1.70	1.51	1.72

**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 2011.**

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

For the financial year ended 31 December 2012

	Financial year ended 31.12.2012	Financial year ended 31.12.2011
	RM'000	RM'000
<b>Operating activities</b>		
Cash receipts from customers	4,331,138	3,974,095
Cash paid to suppliers and employees	(3,351,934)	(2,925,388)
Cash from operations	979,204	1,048,707
Income taxes paid	(245,734)	(240,716)
Net cash flow from operating activities	733,470	807,991
<b>Investing activities</b>		
Property, plant and equipment		
- additions	(48,288)	(80,774)
- disposals	5,024	21,404
Additions of computer software	(613)	(2,305)
Interest income received	7,296	10,501
Net cash flow from investing activities	(36,581)	(51,174)
<b>Financing activities</b>		
Dividends paid to shareholders	(745,233)	(779,497)
Interest expense paid	(29,912)	(27,296)
Proceed from revolving credit	250,000	-
Repayment of medium term notes	(400,000)	-
Net cash flow used in financing activities	(925,145)	(806,793)
<b>Decrease in cash and cash equivalents</b>	(228,256)	(49,976)
<b>Cash and cash equivalents as at 1 January</b>	306,647	356,623
<b>Cash and cash equivalents as at 31 December</b>	78,391	306,647

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 2011.