

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

CONDENSED CONSOLIDATED INCOME STATEMENTS

For the financial year ended 31 December 2014

Note	3 months ended		Financial year ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000
Revenue	1,205,606	1,093,453	4,795,991	4,517,222
Cost of sales	(760,589)	(705,886)	(3,084,147)	(2,995,331)
Gross profit	445,017	387,567	1,711,844	1,521,891
Other operating income	1,231	816	3,489	1,990
Operating expenses	(177,581)	(128,750)	(480,955)	(397,784)
Profit from operations	268,667	259,633	1,234,378	1,126,097
Finance cost	(2,724)	(5,332)	(15,581)	(20,698)
Profit before tax	265,943	254,301	1,218,797	1,105,399
Tax expense	5 (78,503)	(65,215)	(316,766)	(281,959)
Profit for the financial period	187,440	189,086	902,031	823,440
Effective tax rate	29.5%	25.6%	26.0%	25.5%
EPS	21 65.6	66.2	315.9	288.4
- Interim 1	-	-	75.0	68.0
- Interim 2	-	-	78.0	68.0
- Interim 3	-	-	78.0	68.0
- Interim 4	78.0	78.0	78.0	78.0
	78.0	78.0	309.0	282.0

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 year ended 31 December 2014

	3 months ended		Financial year ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000
Profit for the financial period	187,440	189,086	902,031	823,440
Other comprehensive income:				
Items that will not be reclassified to profit or loss:				
Defined benefit plan actuarial gain	-	1,801	-	1,801
Deferred tax on defined benefit plan actuarial gain/ (loss)	485	(450)	485	(450)
Items that may be subsequently reclassified to profit or loss:				
Change in fair value of cash flow hedges	(3,200)	(675)	(5,855)	1,308
Deferred tax on fair value changes of cash flow hedges	800	169	1,464	(327)
Total other comprehensive income for the financial period	(1,915)	845	(3,906)	2,332
Total comprehensive income for the financial period	185,525	189,931	898,125	825,772
Attributable to:				
Owners of the Company	185,525	189,931	898,125	825,772

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.

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the financial year ended 31 December 2014

	Issued and fully paid ordinary shares of 50 sen each		Non- distributable		Distributable Retained earnings	Total attributable to owners
	Number of shares	Nominal value	Cash flow hedge reserve	Share based payment reserve		
	'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	-	-	-	-	902,031	902,031
Other comprehensive income for the financial year:						
- deferred tax on defined benefit plan	-	-	-	-	485	485
- changes in fair value of cash flow hedges	-	-	(5,855)	-	-	(5,855)
- deferred tax on fair value changes on cash flow hedges	-	-	1,464	-	-	1,464
	<u>285,530</u>	<u>142,765</u>	<u>(2,885)</u>	<u>-</u>	<u>1,266,577</u>	<u>1,406,457</u>
Transaction with owners:						
Expense arising from equity-settled share based payment transactions	-	-	-	4,830	-	4,830
Recharge of share based payment	-	-	-	(4,830)	-	(4,830)
Dividend for financial year ended 31 December 2013						
- Interim 4	-	-	-	-	(222,713)	(222,713)
Dividends for financial year ended 31 December 2014						
- Interim 1	-	-	-	-	(214,148)	(214,148)
- Interim 2	-	-	-	-	(222,713)	(222,713)
- Interim 3	-	-	-	-	(222,713)	(222,713)
At 31 December 2014	<u>285,530</u>	<u>142,765</u>	<u>(2,885)</u>	<u>-</u>	<u>384,290</u>	<u>524,170</u>
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)
Dividend 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>

The Condensed Consolidated Statement 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 31 December 2014

	Note	As at 31.12.2014 RM'000	As at 31.12.2013 RM'000
Non-current assets			
Property, plant and equipment		325,385	380,736
Computer software		1,034	1,970
Goodwill		411,618	411,618
Deferred tax assets		25,736	10,806
		<u>763,773</u>	<u>805,130</u>
Current assets			
Assets held for sale		4,540	4,605
Inventories		263,296	293,979
Receivables		236,011	200,469
Derivative financial instruments		1,522	7,286
Tax recoverable		449	-
Deposits, cash and bank balances		14,469	59,596
		<u>520,287</u>	<u>565,935</u>
Current liabilities			
Payables		268,300	232,172
Deferred income		3,304	3,304
Derivative financial instruments		6,155	3,622
Current tax liabilities		74,512	69,849
Borrowings	10	360,000	510,000
Bank overdraft		10,445	-
		<u>722,716</u>	<u>818,947</u>
Net current liabilities		(202,429)	(253,012)
		<u>561,344</u>	<u>552,118</u>
Capital and reserves			
Share capital		142,765	142,765
Cash flow hedge reserve		(2,885)	1,506
Retained earnings		384,290	364,061
Shareholders' funds		<u>524,170</u>	<u>508,332</u>
Non-current liabilities			
Deferred income		3,019	6,324
Deferred tax liabilities		34,155	37,462
		<u>561,344</u>	<u>552,118</u>
Net assets per share (RM)		1.84	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
(Company No : 4372-M)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the financial year ended 31 December 2014

	Financial year ended 31.12.2014	Financial year ended 31.12.2013
	RM'000	RM'000
Operating activities		
Cash receipts from customers	4,760,449	4,512,472
Cash paid to suppliers and employees	(3,453,454)	(3,407,769)
Cash from operations	<u>1,306,995</u>	<u>1,104,703</u>
Income tax paid	(328,840)	(287,069)
Net cash flow from operating activities	<u>978,155</u>	<u>817,634</u>
Investing activities		
Property, plant and equipment		
- additions	(25,309)	(35,319)
- disposals	37,026	9,780
Disposal of investment property	-	200
Disposal of assets held for sale	-	1,250
Additions of computer software	(4)	(484)
Interest income received	<u>2,428</u>	<u>1,178</u>
Net cash flow from/(used in) investing activities	<u>14,141</u>	<u>(23,395)</u>
Financing activities		
Dividends paid to shareholders	(882,287)	(802,336)
Interest expense paid	(15,581)	(20,698)
Repayment of Medium Term Notes	(250,000)	-
Proceeds from revolving credit	<u>100,000</u>	<u>10,000</u>
Net cash flow used in financing activities	<u>(1,047,868)</u>	<u>(813,034)</u>
Decrease in cash and cash equivalents	(55,572)	(18,795)
Cash and cash equivalents as at 1 January	59,596	78,391
Cash and cash equivalents as at 31 December	<u>4,024</u>	<u>59,596</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.