

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

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

For the period ended 30 September 2007

	Note	3 months ended		9 months ended	
		30.9.2007	30.9.2006	30.9.2007	30.9.2006
		RM'000	RM'000	RM'000	RM'000
Revenue		1,008,411	997,879	2,882,633	2,815,337
Cost of sales		(600,761)	(576,262)	(1,688,033)	(1,613,089)
Gross profit		407,650	421,617	1,194,600	1,202,248
Other operating income		1,391	2,073	7,880	7,952
Operating expenses		(116,114)	(112,726)	(371,847)	(343,200)
Profit from operations		292,927	310,964	830,633	867,000
Finance cost		(12,320)	(11,915)	(35,859)	(35,454)
Profit before tax		280,607	299,049	794,774	831,546
Tax expense	5	(75,764)	(84,332)	(214,589)	(234,496)
Profit for the financial period		204,843	214,717	580,185	597,050
Earnings per share - basic (sen)	23	71.7	75.2	203.2	209.1
Earnings per share - diluted (sen)	23	71.7	75.2	203.2	209.1
Net dividends per share (sen)					
- Interim 1		-	-	109.5	108.0
- Interim 2		73.0	-	73.0	-

**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 2006.**

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

**CONDENSED CONSOLIDATED BALANCE SHEET**  
As at 30 September 2007

	<b>Note</b>	<b>As at 30.9.2007</b>	<b>As at 31.12.2006</b>
		<b>RM'000</b>	<b>RM'000</b>
<b>Non-current assets</b>			
Property, plant and equipment	6	461,708	501,288
Investment property		-	20,010
Leasehold land	1	20,519	-
Goodwill		411,618	411,618
Computer software		10,873	14,100
Deferred tax assets		2,957	4,020
		<u>907,675</u>	<u>951,036</u>
<b>Current assets</b>			
Assets held for sale		22,055	25,579
Inventories		253,874	264,507
Receivables		173,901	164,085
Tax recoverable		27,715	27,715
Deposits, cash and bank balances		479,115	187,289
		<u>956,660</u>	<u>669,175</u>
<b>Current liabilities</b>			
Borrowings	12	450,000	450,000
Payables		199,269	218,878
Current tax liabilities		101,173	88,819
		<u>750,442</u>	<u>757,697</u>
<b>Net current liabilities</b>		206,218	(88,522)
		<u>1,113,893</u>	<u>862,514</u>
<b>Capital and reserves</b>			
Share capital	11	142,765	142,765
Retained earnings		259,804	409,059
<b>Shareholders' funds</b>		402,569	551,824
<b>Non-current liabilities</b>			
Borrowings (interest bearing)	12	650,000	250,000
Post employment benefit obligations		5,364	4,552
Deferred tax liabilities		55,960	56,138
		<u>1,113,893</u>	<u>862,514</u>
Net Assets per share (RM)		1.41	1.93

**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 2006.**

**BRITISH AMERICAN TOBACCO ( MALAYSIA ) BERHAD**  
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the nine months ended 30 September 2007

	Issued and fully paid ordinary shares of 50 sen each		Distributable	
	Number of shares	Nominal value	Retained earnings	Total
	'000	RM'000	RM'000	RM'000
At 1 January 2007	285,530	142,765	409,058	551,823
Profit for the financial period	-	-	580,185	580,185
Deferred tax on revalued land and buildings	-	-	90	90
Dividends for financial year ended 31 December 2006				
- Special final	-	-	(62,531)	(62,531)
- Final	-	-	(354,343)	(354,343)
Dividends for financial year ended 31 December 2007				
- Interim 1	-	-	(312,655)	(312,655)
At 30 September 2007	<u>285,530</u>	<u>142,765</u>	<u>259,804</u>	<u>402,569</u>
At 1 January 2006	285,530	142,765	475,264	618,029
Profit for the financial period	-	-	597,050	597,050
Deferred tax on revalued land and buildings	-	-	90	90
Dividends for financial year ended 31 December 2005				
- Special	-	-	(158,983)	(158,983)
- Final	-	-	(318,652)	(318,652)
Dividends for financial year ended 31 December 2006				
- Interim	-	-	(308,372)	(308,372)
At 30 September 2006	<u>285,530</u>	<u>142,765</u>	<u>286,397</u>	<u>429,162</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 2006**

**BRITISH AMERICAN TOBACCO ( MALAYSIA ) BERHAD**  
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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

For the nine months ended 30 September 2007

	Note	9 months ended 30.9.2007	9 months ended 30.9.2006
		RM'000	RM'000
<b>Operating activities</b>			
Cash receipts from customers		2,790,969	2,791,426
Cash paid to suppliers and employees		(1,949,561)	(1,941,317)
Cash from operations		<u>841,408</u>	<u>850,109</u>
Income taxes paid		(201,260)	(192,171)
Net cash flow from operating activities		<u>640,148</u>	<u>657,938</u>
<b>Investing activities</b>			
Property, plant and equipment			
- additions		(40,432)	(32,286)
- disposals		37,451	13,129
Additions of computer software		(63)	(3,166)
Interest income received		7,886	6,963
Net cash flow from investing activities		<u>4,842</u>	<u>(15,360)</u>
<b>Financing activities</b>			
Dividends paid to shareholders		(729,529)	(786,007)
Proceeds from issuance of medium term notes		400,000	-
Interest expense paid		(23,635)	(23,539)
Net cash flow used in financing activities		<u>(353,164)</u>	<u>(809,546)</u>
<b>Increase/(Decrease) in cash and cash equivalents</b>		291,826	(166,968)
<b>Cash and cash equivalents as at 1 January</b>		<u>187,289</u>	<u>234,058</u>
<b>Cash and cash equivalents as at 30 September</b>		<u>479,115</u>	<u>67,090</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 December 2006