

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

CONDENSED CONSOLIDATED INCOME STATEMENTS

For the periods ended 31 December 2007

	Note	3 months ended		Financial year ended	
		31.12.2007	31.12.2006	31.12.2007	31.12.2006
		RM'000	RM'000	RM'000	RM'000
Revenue		948,236	797,145	3,830,869	3,612,482
Cost of sales		(574,748)	(469,496)	(2,262,781)	(2,082,586)
Gross profit		373,488	327,649	1,568,088	1,529,896
Other operating income		2,886	1,131	10,766	9,083
Operating expenses		(157,591)	(146,364)	(529,438)	(489,565)
Profit from operations		218,783	182,416	1,049,416	1,049,414
Finance cost		(10,656)	(12,013)	(46,515)	(47,467)
Profit before tax		208,127	170,403	1,002,901	1,001,947
Tax expense	5	(56,381)	(47,773)	(270,970)	(282,269)
Profit for the financial period		151,746	122,630	731,931	719,678
Earnings per share - basic (sen)	23	53.1	42.9	256.3	252.0
Earnings per share - diluted (sen)	23	53.1	42.9	256.3	252.0
Net dividends per share (sen)					
- Interim 1		-	-	109.5	108.0
- Interim 2		-	-	73.0	-
- Special Final Declared		-	21.9	-	21.9
- Proposed Final		74.0	124.1	74.0	124.1

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 31 December 2007

	Note	As at 31.12.2007	As at 31.12.2006*
		RM'000	RM'000
Non-current assets			
Property, plant and equipment	6	439,959	478,688
Investment property		-	20,010
Leasehold land	1	20,826	22,600
Goodwill		411,618	411,618
Computer software		21,091	14,100
Deferred tax assets		4,978	4,020
		<u>898,472</u>	<u>951,036</u>
Current assets			
Assets held for sale		20,638	25,579
Inventories		243,988	264,507
Receivables		186,490	164,085
Tax recoverable		26,754	27,715
Deposits, cash and bank balances		70,666	187,289
		<u>548,536</u>	<u>669,175</u>
Current liabilities			
Borrowings	12	100,000	450,000
Payables		231,036	218,878
Current tax liabilities		56,493	88,819
		<u>387,529</u>	<u>757,697</u>
Net current liabilities		161,007	(88,522)
		<u>1,059,479</u>	<u>862,514</u>
Capital and reserves			
Share capital	11	142,765	142,765
Retained earnings		203,147	409,059
Shareholders' funds		<u>345,912</u>	<u>551,824</u>
Non-current liabilities			
Borrowings (interest bearing)	12	650,000	250,000
Post employment benefit obligations		4,982	4,552
Deferred tax liabilities		58,585	56,138
		<u>1,059,479</u>	<u>862,514</u>
Net Assets per share (RM)		1.21	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.

* Certain comparative figures have been reclassified to conform with current year's presentation, where the effects of the changes are detailed in the Basis of Preparation.

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the financial year ended 31 December 2007

	Issued and fully paid ordinary shares of 50 sen each		Distributable	Total
	Number of shares	Nominal value	Retained earnings	
	'000	RM'000	RM'000	
At 1 January 2007	285,530	142,765	409,059	551,824
Profit for the financial period	-	-	731,931	731,931
Deferred tax on revalued land and buildings	-	-	123	123
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)
- Interim 2	-	-	(208,437)	(208,437)
At 31 December 2007	<u>285,530</u>	<u>142,765</u>	<u>203,147</u>	<u>345,912</u>
At 1 January 2006	285,530	142,765	475,264	618,029
Profit for the financial period	-	-	719,678	719,678
Deferred tax on revalued land and buildings	-	-	123	123
Dividends for financial year ended 31 December 2005				
- Special	-	-	(158,983)	(158,983)
- Final	-	-	(318,651)	(318,651)
Dividends for financial year ended 31 December 2006				
- Interim	-	-	(308,372)	(308,372)
At 31 December 2006	<u>285,530</u>	<u>142,765</u>	<u>409,059</u>	<u>551,824</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 financial year ended 31 December 2007

	Note	Financial year ended 31.12.2007	Financial year ended 31.12.2006
		RM'000	RM'000
Operating activities			
Cash receipts from customers		3,794,460	3,614,508
Cash paid to suppliers and employees		(2,656,406)	(2,507,079)
Cash from operations		<u>1,138,054</u>	<u>1,107,429</u>
Income taxes paid		(300,723)	(271,543)
Net cash flow from operating activities		<u>837,331</u>	<u>835,886</u>
Investing activities			
Property, plant and equipment			
- additions		(55,163)	(56,416)
- disposals		37,982	13,493
Additions of computer software		(11,508)	(13,484)
Interest income received		10,702	7,128
Net cash flow used in investing activities		<u>(17,987)</u>	<u>(49,279)</u>
Financing activities			
Dividends paid to shareholders		(937,966)	(786,006)
Proceeds from issuance of medium term notes		400,000	-
Proceeds from issuance of commercial papers		100,000	-
Repayment of bonds		(450,000)	-
Interest expense paid		(48,001)	(47,370)
Net cash flow used in financing activities		<u>(935,967)</u>	<u>(833,376)</u>
Decrease in cash and cash equivalents		(116,623)	(46,769)
Cash and cash equivalents as at 1 January		<u>187,289</u>	<u>234,058</u>
Cash and cash equivalents as at 31 December		<u>70,666</u>	<u>187,289</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