

Quarterly Financial Statements (Unaudited) for the quarter ended as at 30 September 2013



British American Tobacco Bangladesh Company Limited
Statement of Financial Position (Unaudited)
as at 30 September 2013


	Notes	30-Sep-2013 Taka '000s	31-Dec-2012 Taka '000s
ASSETS			
Non-current assets:			
Property, plant and equipment	2	7,127,093	5,861,627
Current assets:			
Inventories	3	8,498,299	4,956,887
Trade and other receivables		850,334	937,873
Advance deposit and pre-payments		2,521,989	1,007,539
Cash and Cash Equivalents		863,160	2,270,567
Total current assets		12,733,782	9,172,866
Total assets		19,860,875	15,034,493
EQUITY AND LIABILITIES			
Shareholders' equity:			
Share capital		600,000	600,000
Capital reserve	4	64,896	64,896
Revenue reserve	5	7,332,533	6,368,044
Total equity		7,997,429	7,032,940
Non-current liabilities:			
Gratuity	6	340,528	240,592
Deferred tax liability	7	825,831	723,643
Obligation under finance lease (due after one year)		1,434	7,541
Total non-current liabilities		1,167,793	971,776
Current liabilities:			
Bank overdraft		8,436	
Short term bank loans		-	
Provision for expenses		2,907,466	2,188,035
Trade and other payables		5,169,846	3,245,676
Provision for Corporate Tax		2,601,882	1,585,731
Obligation under finance lease (due within one year)		8,023	10,335
Total current liabilities		10,695,653	7,029,777
Total equity and liabilities		19,860,875	15,034,493



Shehzad Munim
Managing Director



Anthony Yong
Director



Md. Azizur Rahman
Company Secretary

British American Tobacco Bangladesh Company Limited

Statement of Comprehensive Income (Unaudited) for the period of 1 January to 30 September 2013

		1-Jan-13	1-Jan-12	1-Jul-13	1-Jul-12
		To	To	To	To
		30-Sep-13	30-Sep-12	30-Sep-13	30-Sep-12
Notes	Taka '000s	Taka '000s	Taka '000s	Taka '000s	Taka '000s
		80,676,001	64,811,586	26,805,379	20,411,432
		57,539,820	44,875,755	19,206,350	13,446,800
		<u>23,136,199</u>	<u>19,935,831</u>	<u>7,599,029</u>	<u>6,964,632</u>
		12,832,965	11,400,407	4,073,608	3,851,682
		<u>10,303,234</u>	<u>8,535,424</u>	<u>3,525,421</u>	<u>3,112,950</u>
		3,292,203	3,240,280	1,250,694	1,059,725
		<u>7,011,031</u>	<u>5,295,144</u>	<u>2,274,727</u>	<u>2,053,225</u>
		84,108	17,264	63,157	5,506
		<u>18,769</u>	<u>(139,198)</u>	<u>(29,202)</u>	<u>(80,371)</u>
		7,113,908	5,173,210	2,308,682	1,978,360
		<u>355,695</u>	<u>258,660</u>	<u>115,434</u>	<u>98,918</u>
		6,758,213	4,914,550	2,193,248	1,879,442
		3,212,957	1,972,912	866,116	770,840
		102,188	(21,288)	(52,607)	(11,781)
		<u>3,315,145</u>	<u>1,951,624</u>	<u>813,509</u>	<u>759,059</u>
		<u>3,443,068</u>	<u>2,962,926</u>	<u>1,379,739</u>	<u>1,120,383</u>
		-	-	-	-
		<u>3,443,068</u>	<u>2,962,926</u>	<u>1,379,739</u>	<u>1,120,383</u>
		<u>3,443,068</u>	<u>2,962,926</u>	<u>1,379,739</u>	<u>1,120,383</u>
		<u>3,443,068</u>	<u>2,962,926</u>	<u>1,379,739</u>	<u>1,120,383</u>
		<u>57.38</u>	<u>49.38</u>	<u>23.00</u>	<u>18.67</u>



Shehzad Munim
Managing Director



Anthony Yong
Director



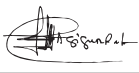
Md. Azizur Rahman
Company Secretary

British American Tobacco Bangladesh Company Limited
Statement of Changes in Equity (unaudited)
for the period of 1 January to 30 September 2013

	Share capital	Revenue reserve	Capital reserve	Total Equity
	Taka '000s	Taka '000s	Taka '000s	Taka '000s
Balance at 1 January 2012	600,000	5,246,404	64,896	5,911,300
Dividend paid	-	(2,220,000)	-	(2,220,000)
Profit for the for the period of 1st January to 30th September 2012	-	2,962,926	-	2,962,926
Balance as at 30th September 2012	600,000	5,989,330	64,896	6,654,226
Balance at 1 January 2013	600,000	6,368,044	64,896	7,032,940
Final Dividend paid for 2012	-	(2,400,000)	-	(2,400,000)
Actuarial loss for Employee Benefit	-	(78,580)	-	(78,580)
Profit for the period of 1st January to 30th September 2013	-	3,443,068	-	3,443,068
Balance as at 30th September 2013	600,000	7,332,533	64,896	7,997,429


 Shehzad Munim
 Managing Director


 Anthony Yong
 Director


 Md. Azizur Rahman
 Company Secretary

British American Tobacco Bangladesh Company Limited
Statement of Cash Flows (Unaudited)
for the period of 1 January to 30 September 2013

	1-Jan-13 To 30-Sep-13 Taka '000s	1-Jan-12 To 30-Sep-12 Taka '000s
Cash flows from operating activities:		
Collection from distributors, leaf export and others	80,248,979	65,011,938
Payment for costs and expenses	(14,951,012)	(15,037,427)
Supplementary duty and VAT paid	(60,252,443)	(44,740,139)
Cash generated from operation	5,045,524	5,234,372
Income tax paid	(2,196,808)	(1,123,341)
Interest received/(paid)	18,769	(139,198)
Net cash flows from operating activities	2,867,488	3,971,834
Cash flows from investing activities:		
Acquisition of property, plant and equipment	(1,920,808)	(400,839)
Proceeds from sale of property, plant and equipment	36,316	567
Net cash used in investing activities	(1,884,492)	(400,273)
Cash flows from financing activities:		
Short term bank loan	8,347	-
Finance lease obligation	(8,419)	(13,115)
Dividend paid	(2,398,767)	(2,216,594)
Net cash used in financing activities	(2,398,839)	(2,229,709)
Net increase/(decrease) in cash and cash equivalents for the period	(1,415,843)	1,341,852
Cash and cash equivalents at the beginning of the period	2,270,567	837,393
Cash and cash equivalents at the end of the period	854,724	2,179,245
Closing cash and cash equivalents have been arrived at as follows:		
Cash and bank balances	863,160	2,179,245
Bank overdraft	(8,436)	-
	854,724	2,179,245



Shehzad Munim
Managing Director



Anthony Yong
Director



Md. Azizur Rahman
Company Secretary

British American Tobacco Bangladesh Company Limited

Notes to the Financial Statements

for the period of 1 January to 30 September 2013

1. General Notes

a. The basis of preparation and significant accounting policies governing the quarterly statutory reporting has not been changed from the last reporting date. Hence no policy related general notes are being provided for Q3 2013 Financial statement.

b. Actuarial loss arising from the valuation of Employee Retirement benefits for the year 2012 has been adjusted with the closing balance of 2012 General Reserve.

2. Property, plant and equipment

Particulars	Cost at		Additions and transfers		Disposal/adjustment		Cost at		Accumulated depreciation		Disposal/adjustment		Accumulated depreciation		Cost less accumulated depreciation	
	1 January 2013	Taka '000s	during the period	from WIP during the period	during the period	30 September 2013	1 January 2013	at 1 January 2013	during the period	charge for the period	during the period	30 September 2013	during the period	30 September 2013	30 September 2013	Taka '000s
Original cost:																
Freehold land	343,685		-	-	-	343,685	-	-	-	-	-	-	-	-	343,685	
Freehold building	824,510		2,607	(837)	826,280	116,384	15,313	15,313	(688)	131,009	131,009	(688)	131,009	695,271		
Leasehold building	222,719		-	(261)	222,457	92,709	7,117	7,117	(259)	99,567	99,567	(259)	99,567	122,890		
Plant and machinery	7,493,121		193,565	(438,801)	7,247,885	4,236,665	436,101	436,101	(410,069)	4,262,697	4,262,697	(410,069)	4,262,697	2,985,188		
Laboratory equipment	106,475		20,841	(163)	127,154	46,395	5,713	5,713	(158)	51,949	51,949	(158)	51,949	75,204		
Office equipment	352,921		31,351	(8,453)	375,820	225,072	40,360	40,360	(7,998)	257,434	257,434	(7,998)	257,434	118,386		
Furniture and fixtures	11,984		1,047	(47)	12,984	6,549	756	756	(5)	7,300	7,300	(5)	7,300	5,684		
Air conditioners	212,396		4,952	(2,221)	215,127	160,294	20,060	20,060	(2,199)	178,156	178,156	(2,199)	178,156	36,971		
Vehicles	577,173		128,592	(57,610)	648,155	327,885	98,358	98,358	(55,453)	370,789	370,789	(55,453)	370,789	277,365		
Intangibles (software)	-		-	-	-	-	-	-	-	-	-	-	-	-	-	
	10,144,983		382,956	(508,392)	10,019,547	5,211,952	623,777	623,777	(476,828)	5,358,902	5,358,902	(476,828)	5,358,902	4,660,645		
Buildings, plant and machinery etc. under construction	928,596		1,537,852	-	2,466,448	-	-	-	-	-	-	-	-	2,466,448		
30-Sep-2013	11,073,579		1,920,808	(508,392)	12,485,995	5,211,952	623,777	623,777	(476,828)	5,358,902	5,358,902	(476,828)	5,358,902	7,127,093		
31-Dec-2012	10,021,425		1,116,245	(64,091)	11,073,579	4,644,791	627,605	627,605	(60,443)	5,211,952	5,211,952	(60,443)	5,211,952	5,861,627		

	<u>2013</u>	<u>2012</u>
	<u>Taka '000</u>	<u>Taka '000</u>
3. Inventories		
Leaf	5,314,997	3,331,867
Wrapping materials	483,634	413,728
Work in process	28,276	25,154
Finished goods	2,189,556	917,440
Consumable stores	481,836	268,698
	<u><u>8,498,299</u></u>	<u><u>4,956,887</u></u>

4. Capital reserve	<u><u>64,896</u></u>	<u><u>64,896</u></u>
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Capital reserve represents non-remittable reserve of Tk 64,896 thousands which are 90% of the cumulative post tax profit on disposal of property, plant and equipment as defined and directed by Bangladesh Bank. The requirement to create such special reserve on profit from sale of property, plant and equipment has been withdrawn since 1993.

	<u>2013</u>	<u>2012</u>
	<u>Taka '000</u>	<u>Taka '000</u>
5. Revenue reserve		
Opening balance	6,368,044	5,246,404
Less: Dividend paid	2,400,000	2,820,000
	<u>3,968,044</u>	<u>2,426,404</u>
Less: Actuarial loss from Employee benefits	(78,580)	-
Add: Net profit transferred from profit and loss account	3,443,068	3,941,640
Closing balance	<u><u>7,332,533</u></u>	<u><u>6,368,044</u></u>

6. Gratuity	<u><u>340,528</u></u>	<u><u>240,592</u></u>
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7. Deferred tax liability		
Opening balance	723,643	669,079
Add: Addition	102,188	54,564
Closing balance	<u><u>825,831</u></u>	<u><u>723,643</u></u>

	<u>Unit</u>	<u>Qty</u>	<u>1-Jan-13</u> <u>to</u> <u>30-Sep-13</u>	<u>1-Jan-12</u> <u>to</u> <u>30-Sep-12</u>
8. Net turnover				
Gross Turnover	Million sticks	25,757	79,241,492	62,880,056
Supplementary duty and VAT			<u>(57,393,956)</u>	<u>(44,677,648)</u>
			21,847,536	18,202,408
Turnover from leaf tobacco export	Million Kg	6.0	1,434,509	1,931,530
Export duty			<u>(145,846)</u>	<u>(198,107)</u>
			1,288,663	1,733,423
			<u><u>23,136,199</u></u>	<u><u>19,935,831</u></u>

9. Tax	<u>1-Jan-13</u> to <u>30-Sep-13</u>	<u>1-Jan-12</u> to <u>30-Sep-12</u>
9.1 Current Tax		
Provision for the quarter	3,212,957	1,972,912
	<u>3,212,957</u>	<u>1,972,912</u>
9.2 Deferred Tax		
Provision for the quarter	102,188	(21,288)
	<u>102,188</u>	<u>(21,288)</u>

10. Earnings per share

10.1 Basic earnings per share

Basic earning per share has been calculated taking a capital base of 60,000,000 ordinary share of Tk. 10 each as issued up to 30 Sep 2013.



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