

**Un-audited interim condensed financial statements  
for the nine month period ended 30 September, 2025**

# **PROUD TO BE BAT BANGLADESH**



# British American Tobacco Bangladesh Company Limited

## Statement of financial position

<i>In thousands of BDT</i>	<i>Notes</i>	30 September 2025	31 December 2024
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	35,221,025	37,273,404
Right of use (ROU) assets	5.1	3,866,112	3,551,766
<b>Total non-current assets</b>		<b>39,087,137</b>	<b>40,825,170</b>
<b>Current assets</b>			
Inventories	6	59,732,084	30,885,866
Trade and other receivables	7	1,860,005	13,385,771
Advances, deposits and prepayments	8	15,764,609	7,513,810
Net defined benefit plans		-	11,037
Cash and cash equivalents	9	576,725	8,965,135
<b>Total current assets</b>		<b>77,933,423</b>	<b>60,761,619</b>
<b>Total assets</b>		<b>117,020,560</b>	<b>101,586,789</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital	10	5,400,000	5,400,000
Capital reserve	11	64,896	64,896
Retained earnings		51,355,168	52,252,545
<b>Total equity attributable to owners of the Company</b>		<b>56,820,064</b>	<b>57,717,441</b>
<b>Non-current liabilities</b>			
Net defined benefit plans		75,634	-
Deferred tax	12	6,112,862	6,695,912
Lease liabilities	5.2	3,232,718	3,525,130
<b>Total non-current liabilities</b>		<b>9,421,214</b>	<b>10,221,042</b>
<b>Current liabilities</b>			
Bank Overdraft		2,430,157	-
Short term bank loans		15,790,000	-
Borrowings under supplier financing arrangement		-	5,268,070
Trade and other payables	13	21,422,974	13,847,536
Unclaimed Dividend		86,666	452,928
Lease liabilities	5.2	1,409,066	671,054
Current tax liabilities	14	7,573,001	11,225,302
Provisions		2,067,418	2,183,416
<b>Total current liabilities</b>		<b>50,779,282</b>	<b>33,648,306</b>
<b>Total liabilities</b>		<b>60,200,496</b>	<b>43,869,348</b>
<b>Total equity and liabilities</b>		<b>117,020,560</b>	<b>101,586,789</b>

The notes on pages 5 to 19 are an integral part of these financial statements.

<u>Sd /-</u> <b>Wael Sabra</b> <b>Chairman</b>	<u>Sd /-</u> <b>Monisha Abraham</b> <b>Managing Director</b>	<u>Sd /-</u> <b>Masud Khan</b> <b>Director</b>
<u>Sd /-</u> <b>Nirala Nandini Singh</b> <b>Finance Director</b>	<u>Sd /-</u> <b>Syed Afzal Hossain</b> <b>Company Secretary</b>	

# British American Tobacco Bangladesh Company Limited

## Statement of profit or loss and other comprehensive income

### For the Nine-month period & quarter ended 30 September

<i>In thousands of BDT</i>	Notes	1 January 2025 to	1 January 2024 to	1 July 2025 to	1 July 2024 to
		30 September 2025	30 September 2024	30 September 2025	30 September 2024
Gross revenue		329,505,345	308,433,571	94,682,718	85,035,915
Supplementary duty and VAT		(271,958,209)	(239,060,430)	(77,911,446)	(64,520,049)
<b>Net revenue from contracts with customers</b>	15	<b>57,547,136</b>	<b>69,373,141</b>	<b>16,771,272</b>	<b>20,515,866</b>
Cost of sales		(32,477,943)	(35,631,918)	(9,423,861)	(10,413,893)
<b>Gross profit</b>		<b>25,069,193</b>	<b>33,741,223</b>	<b>7,347,411</b>	<b>10,101,973</b>
Operating expenses		(6,499,293)	(5,629,255)	(1,277,276)	(1,789,305)
<b>Operating profit</b>		<b>18,569,900</b>	<b>28,111,968</b>	<b>6,070,135</b>	<b>8,312,668</b>
Net finance income/(expenses)	16	(979,204)	(685,216)	(202,874)	(238,683)
Non-operating income/(expenses)		99,898	58,987	80,012	8,762
One-off HO exit cost		(2,123,834)	-	(502,528)	-
<b>Profit before contribution to WPPP</b>		<b>15,566,760</b>	<b>27,485,739</b>	<b>5,444,745</b>	<b>8,082,747</b>
Contribution to WPPP		(778,338)	(1,374,287)	(272,237)	(404,137)
<b>Profit before tax</b>		<b>14,788,422</b>	<b>26,111,452</b>	<b>5,172,508</b>	<b>7,678,610</b>
Current tax	17	(8,168,850)	(12,694,096)	(2,338,057)	(3,641,513)
Deferred tax	17	583,050	(191,602)	215,985	(65,514)
<b>Income tax expense</b>		<b>(7,585,800)</b>	<b>(12,885,698)</b>	<b>(2,122,072)</b>	<b>(3,707,027)</b>
<b>Profit for the period</b>		<b>7,202,622</b>	<b>13,225,754</b>	<b>3,050,436</b>	<b>3,971,583</b>

#### Other comprehensive income

#### Other comprehensive income that will not be reclassified to profit or loss in subsequent periods (net of tax):

Remeasurement gain/(loss) on defined benefit plans	18	-	271	-	271
Deferred tax impact on defined benefit plans	18	-	(129)	-	(129)
<b>Other comprehensive loss for the year, net of tax</b>		<b>-</b>	<b>142</b>	<b>-</b>	<b>142</b>
<b>Total comprehensive income for the year, net of tax</b>		<b>7,202,622</b>	<b>13,225,896</b>	<b>3,050,436</b>	<b>3,971,725</b>

#### *In BDT*

Earnings per share	19	13.34	24.49	5.65	7.35
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*1 statements.*

Sd /-

Wael Sabra  
Chairman

Sd /-

Monisha Abraham  
Managing Director

Sd /-

Masud Khan  
Director

Sd /-

Nirala Nandini Singh  
Finance Director

Sd /-

Syed Afzal Hossain  
Company Secretary

# British American Tobacco Bangladesh Company Limited

## Statement of changes in equity

### For the period ended 30 September 2025

<i>In thousands of BDT</i>	Attributable to owners of the Company			
	Share capital	Capital reserve	Retained earnings	Total equity
<b>Balance at 1 January 2024</b>	5,400,000	64,896	48,172,592	53,637,488
Profit for the period	-	-	13,225,754	13,225,754
Other comprehensive income for the year	-	-	142	142
<b>Total comprehensive income for the period</b>	-	-	13,225,896	13,225,896
<b>Transactions with owners of the Company</b>				
<b>Contributions and distributions</b>				
Final cash dividend 2023	-	-	(5,400,000)	(5,400,000)
<b>Total transactions with owners of the Company</b>	-	-	(5,400,000)	(5,400,000)
<b>Balance at 30 September 2024</b>	5,400,000	64,896	55,998,488	61,463,384
<b>Balance at 1 January 2025</b>	5,400,000	64,896	52,252,545	57,717,441
Profit for the period	-	-	7,202,622	7,202,622
<b>Total comprehensive income for the period</b>	-	-	7,202,622	7,202,622
<b>Transactions with owners of the Company</b>				
<b>Contributions and distributions</b>				
Final Cash Dividend 2024	-	-	(8,100,000)	(8,100,000)
<b>Total transactions with owners of the Company</b>	-	-	(8,100,000)	(8,100,000)
<b>Balance at 30 September 2025</b>	5,400,000	64,896	51,355,168	56,820,064

*The notes on pages 5 to 19 are an integral part of these financial statements.*

# British American Tobacco Bangladesh Company Limited

## Statement of cash flows

For the nine-month period ended 30 September

<i>In thousands of BDT</i>	2025	2024
<b>Operating activities</b>		
Collection from distributors, leaf export and others	341,070,167	321,543,192
Payment for costs and expenses	(41,736,119)	(48,950,906)
Supplementary duty and VAT paid	(298,562,276)	(243,431,648)
<b>Cash generated from operating activities</b>	<b>771,772</b>	<b>29,160,638</b>
Income tax paid	(11,821,150)	(14,649,705)
Interest received/(paid)	(669,958)	(381,251)
<b>Net cash flows from operating activities</b>	<b>(11,719,336)</b>	<b>14,129,682</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(1,895,791)	(1,974,993)
Proceeds from sale of property, plant and equipment	(388,138)	34,633
<b>Net cash flows used in investing activities</b>	<b>(2,283,929)</b>	<b>(1,940,360)</b>
<b>Financing activities</b>		
Bank overdraft	2,430,157	44,017
Net proceeds from short term financing	10,521,930	(3,737,605)
Lease movement	1,094,739	577,775
Dividend paid	(8,466,262)	(8,132,238)
<b>Net cash flows from/(used in) financing activities</b>	<b>5,580,564</b>	<b>(11,248,050)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(8,422,701)</b>	<b>941,271</b>
<b>Cash and cash equivalents at 1 January</b>	<b>8,965,135</b>	<b>9,440,371</b>
<b>Effect of exchange rate fluctuations on cash held</b>	<b>34,291</b>	<b>60,940</b>
<b>Cash and cash equivalents at 30 September</b>	<b>576,725</b>	<b>10,442,583</b>

The notes on pages 5 to 18 are an integral part of these financial statements.

# British American Tobacco Bangladesh Company Limited

## Notes to the financial statements

### as at and for the period ended 30 September 2025

#### 1 Corporate information

##### 1.1 Company profile

British American Tobacco Bangladesh Company Limited (the "Company" or "BATB") is a public limited company incorporated in Bangladesh and its shares are quoted on the Dhaka and Chittagong Stock Exchanges. The address of the Company's registered office is Dehora, Dhamsona, Balibhadra Bazar, Ashulia, Dhaka-1349.

The immediate parent company of BATB is Raleigh Investment Co. Ltd., UK and the ultimate parent company of BATB is B.A.T plc, UK.

##### 1.2 Nature of business

The Company manufactures tobacco products and market brands including Benson & Hedges, John Player Gold Leaf, Capstan, Star, Royals, Lucky Strike, Luckies, Derby, Pilot and Hollywood. The Company has its head office in Dhaka and the cigarette factory in Savar, a green leaf threshing plant in Kushtia, a green leaf redrying plant in Manikganj and a number of leaf and sales offices throughout the country.

#### 2 Basis of preparation

##### 2.1 Statement of compliance

The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS), the Companies Act 1994, the Securities and Exchange Rules 2020 and other applicable laws and regulations in Bangladesh. Cash flows from operating activities are prepared under direct method as prescribed by the Securities and Exchange Rules 2020.

The financial statements have been prepared on a historical cost basis, except for financial assets and contingent considerations that have been measured at fair value where applicable. The financial statements provide comparative information in respect of the previous period and have been prepared on a going concern basis.

The condensed interim financial statements should be read in conjunction with the British American Tobacco Company Bangladesh Limited's annual statutory financial statements as at 31 December 2024.

##### 2.2 Date of authorisation

The financial statements were authorised for issue by the Board of Directors on 30 October 2025 for publication.

#### 3 Functional and presentation currency

These financial statements are presented in Bangladesh Taka (BDT), which is both functional and presentational currency of the Company. The amounts in these financial statements have been rounded off to the nearest thousand BDT (000) unless otherwise indicated. Because of such rounding off, in some instances the total may not match the sum of individual balances.

4 Property, plant and equipment

In thousands of BDT	Freehold building	Freehold land	Furniture and fixtures	IT equipment	Laboratory equipment	Leasehold building	Office equipment	Plant and machinery	Vehicles	Assets under construction (AUC)	
										construction	(AUC)
<b>Cost</b>											<b>Total</b>
<b>Balance as at 1 January 2024</b>	5,864,299	1,607,656	673,049	652,883	512,814	1,170,841	1,483,050	32,915,480	1,631,262	8,290,863	54,802,197
Additions	1,344,162	233,746	361,906	147,936	34,616	2,339	176,908	5,319,074	143,044	2,746,320	10,510,051
Disposals/transfers	-	-	(3,116)	(76,976)	-	-	(10,803)	(115)	(149,075)	(7,417,773)	(7,667,858)
<b>Balance as at 31 December 2024</b>	<b>7,208,461</b>	<b>1,841,402</b>	<b>1,031,839</b>	<b>723,843</b>	<b>547,430</b>	<b>1,173,180</b>	<b>1,649,155</b>	<b>38,234,439</b>	<b>1,625,231</b>	<b>3,619,410</b>	<b>57,654,390</b>
<b>Balance as at 1 January 2025</b>	<b>7,208,461</b>	<b>1,841,402</b>	<b>1,031,839</b>	<b>723,843</b>	<b>547,430</b>	<b>1,173,180</b>	<b>1,649,155</b>	<b>38,234,439</b>	<b>1,625,231</b>	<b>3,619,410</b>	<b>57,654,390</b>
Additions	-	-	135,282	84,509	1,913	106,719	68,604	574,074	139,082	377,395	1,487,578
Disposals/transfers	-	-	(42,688)	(92,694)	(62)	(108,365)	(81,515)	(927,098)	(96,455)	(882,120)	(2,230,967)
<b>Balance as at 30 September 2025</b>	<b>7,208,461</b>	<b>1,841,402</b>	<b>1,124,433</b>	<b>715,658</b>	<b>546,281</b>	<b>1,171,534</b>	<b>1,636,244</b>	<b>37,881,425</b>	<b>1,687,858</b>	<b>3,114,685</b>	<b>56,910,981</b>
<b>Accumulated depreciation</b>											
<b>Balance as at 1 January 2024</b>	651,491	-	411,437	462,670	300,630	388,517	1,094,141	13,537,315	1,085,907	-	17,942,108
Depreciation for the year	146,242	-	90,863	111,968	39,106	57,636	160,787	1,894,643	176,431	-	2,677,676
Disposals/transfers	-	-	(3,116)	(76,976)	-	-	(10,791)	(110)	(147,865)	-	(238,798)
<b>Balance as at 31 December 2024</b>	<b>797,733</b>	<b>-</b>	<b>499,184</b>	<b>497,662</b>	<b>339,736</b>	<b>446,153</b>	<b>1,244,137</b>	<b>15,431,848</b>	<b>1,124,533</b>	<b>-</b>	<b>20,380,966</b>
<b>Balance as at 1 January 2025</b>	<b>797,733</b>	<b>-</b>	<b>499,184</b>	<b>497,662</b>	<b>339,736</b>	<b>446,153</b>	<b>1,244,137</b>	<b>15,431,848</b>	<b>1,124,533</b>	<b>-</b>	<b>20,380,966</b>
Depreciation for the year	119,032	-	109,014	91,316	29,449	57,351	125,233	1,982,319	140,965	-	2,654,679
Disposals/transfers	-	-	(42,687)	(92,674)	(62)	(108,364)	(81,223)	(925,208)	(95,491)	-	(1,345,769)
<b>Balance as at 30 September 2025</b>	<b>916,765</b>	<b>-</b>	<b>565,511</b>	<b>496,304</b>	<b>369,123</b>	<b>395,140</b>	<b>1,288,147</b>	<b>16,488,959</b>	<b>1,170,007</b>	<b>-</b>	<b>21,689,956</b>
<b>Net book value</b>											
<b>As at 31 December 2024</b>	<b>6,410,728</b>	<b>1,841,402</b>	<b>532,655</b>	<b>226,161</b>	<b>207,694</b>	<b>727,027</b>	<b>465,018</b>	<b>22,802,581</b>	<b>500,698</b>	<b>3,619,410</b>	<b>37,273,404</b>
<b>As at 30 September 2025</b>	<b>6,291,696</b>	<b>1,841,402</b>	<b>558,922</b>	<b>219,354</b>	<b>180,158</b>	<b>776,394</b>	<b>348,097</b>	<b>21,392,466</b>	<b>497,851</b>	<b>3,114,685</b>	<b>35,221,025</b>

## 5 Schedule of leases

The Company has leases for warehouse, forklift, office, equipments and rented apartment which have been capitalised and accounted for in accordance with IFRS 16: Leases. Information related to right-of-use asset and lease liability are depicted below:

### 5.1 ROU assets

<i>In thousands of BDT</i>	Rented apartment	Forklift	Office	Warehouse	Equipments	Total
<b>Cost</b>						
<b>Balance as at 1 January 2024</b>	46,732	380,028	212,643	4,473,342	75,936	5,188,681
Additions/modifications	60,331	18,691	173,873	814,855	-	1,067,750
Disposals	(4,822)	(56,630)	(8,688)	(474,606)	-	(544,746)
<b>Balance as at 31 December 2024</b>	<b>102,241</b>	<b>342,089</b>	<b>377,828</b>	<b>4,813,591</b>	<b>75,936</b>	<b>5,711,685</b>
<b>Balance as at 1 January 2025</b>	<b>102,241</b>	<b>342,089</b>	<b>377,828</b>	<b>4,813,591</b>	<b>75,936</b>	<b>5,711,685</b>
Additions/modifications	<b>30,382</b>	<b>31,291</b>	<b>444,984</b>	<b>438,944</b>	<b>12,784</b>	<b>958,385</b>
Disposals	<b>(39,406)</b>	<b>(5,486)</b>	<b>(19,985)</b>	-	-	<b>(64,877)</b>
<b>Balance as at 30 September 2025</b>	<b>93,217</b>	<b>367,894</b>	<b>802,827</b>	<b>5,252,535</b>	<b>88,720</b>	<b>6,605,193</b>
<b>Accumulated depreciation</b>						
<b>Balance as at 1 January 2024</b>	12,914	142,649	93,635	1,681,539	6,101	1,936,838
Depreciation for the year	48,352	53,180	42,548	610,294	13,453	767,827
Disposals/modifications	(4,822)	(56,630)	(8,688)	(474,606)	-	(544,746)
<b>Balance as at 31 December 2024</b>	<b>56,444</b>	<b>139,199</b>	<b>127,495</b>	<b>1,817,227</b>	<b>19,554</b>	<b>2,159,919</b>
<b>Balance as at 1 January 2025</b>	<b>56,444</b>	<b>139,199</b>	<b>127,495</b>	<b>1,817,227</b>	<b>19,554</b>	<b>2,159,919</b>
Depreciation for the year	<b>30,408</b>	<b>48,117</b>	<b>64,688</b>	<b>490,070</b>	<b>10,756</b>	<b>644,039</b>
Disposals/modifications	<b>(39,406)</b>	<b>(5,486)</b>	<b>(19,985)</b>	-	-	<b>(64,877)</b>
<b>Balance as at 30 September 2025</b>	<b>47,446</b>	<b>181,830</b>	<b>172,198</b>	<b>2,307,297</b>	<b>30,310</b>	<b>2,739,081</b>
<b>Net book value</b>						
<b>As at 31 December 2024</b>	45,797	202,890	250,333	2,996,364	56,382	3,551,766
<b>As at 30 September 2025</b>	<b>45,771</b>	<b>186,064</b>	<b>630,629</b>	<b>2,945,238</b>	<b>58,410</b>	<b>3,866,112</b>

### 5.2 Lease liabilities

<i>In thousands of BDT</i>	30 September 2025	31 December 2024
<b>Non-current</b>		
Lease liabilities	4,211,587	4,949,669
Interest liabilities	(978,869)	(1,424,539)
	<b>3,232,718</b>	<b>3,525,130</b>
<b>Current</b>		
Lease liabilities	1,771,708	1,072,175
Interest liabilities	(362,642)	(401,121)
	<b>1,409,066</b>	<b>671,054</b>
<b>Total lease liabilities</b>	<b>4,641,784</b>	<b>4,196,184</b>

**Notes to the financial statements (continued)**
**6 Inventories**

<i>In thousands of BDT</i>	<i>Note</i>	<b>30 September 2025</b>	<b>31 December 2024</b>
Inventories in hand	6.1	59,460,622	29,387,680
Inventories in transit	6.2	271,463	1,498,186
		<b>59,732,084</b>	<b>30,885,866</b>

**6.1 Inventories in hand**

<i>In thousands of BDT</i>	<b>30 September 2025</b>	<b>31 December 2024</b>
Leaf	32,010,138	17,263,656
Wrapping materials	3,242,568	3,852,747
Work in process	127,774	530,639
Finished goods	22,380,502	6,146,259
<i>Cost of finished goods</i>	3,688,780	3,229,999
<i>VAT, Supplementary Duty and HDS* on finished goods</i>	18,691,722	2,916,260
Consumable stores	1,699,640	1,594,379
	<b>59,460,622</b>	<b>29,387,680</b>

\*Health development surcharge

**6.2 Inventories in transit**

<i>In thousands of BDT</i>	<b>30 September 2025</b>	<b>31 December 2024</b>
Leaf	20,802	116,622
Wrapping materials	208,272	1,250,671
Consumable stores	42,389	130,893
	<b>271,463</b>	<b>1,498,186</b>

**7 Trade and other receivables**

<i>In thousands of BDT</i>	<b>30 September 2025</b>	<b>31 December 2024</b>
Trade receivables	1,524,088	12,794,416
Expected credit loss	(1,383)	(12,794)
<b>Net trade receivables</b>	<b>1,522,705</b>	<b>12,781,622</b>
Intercompany receivables	320,504	520,855
Sundry receivables	16,796	83,294
	<b>1,860,005</b>	<b>13,385,771</b>

## 8 Advances, deposits and prepayments

<i>In thousands of BDT</i>	<i>Note</i>	<b>30 September</b>	<b>31 December</b>
		<b>2025</b>	<b>2024</b>
<b>Advances</b>			
Advance to suppliers		2,523,005	5,002,043
Supplementary duty and VAT		13,111,660	2,283,055
Advance to employees		25,636	24,582
		<b>15,660,301</b>	<b>7,309,680</b>
<b>Prepayments</b>			
Insurance		104,308	204,130
		<b>104,308</b>	<b>204,130</b>
		<b>15,764,609</b>	<b>7,513,810</b>

## 9 Cash and cash equivalents

<i>In thousands of BDT</i>		<b>30 September</b>	<b>31 December</b>
		<b>2025</b>	<b>2024</b>
Cash in hand		6	6
		<b>6</b>	<b>6</b>
Cash at bank			
Dividend account	9.1	86,526	452,901
Foreign currency accounts		452,574	2,105,917
Current accounts		34,793	2,894,329
Short term deposit (STD)		2,826	3,511,982
		<b>576,719</b>	<b>8,965,129</b>
		<b>576,725</b>	<b>8,965,135</b>

All the above balances are held with scheduled and nationalised banks. Interest bearing accounts under cash at bank earns interest at floating rates based on daily bank deposit rates.

### 9.1 Restricted cash balance

Dividend account is used only to pay dividends to the shareholders. The balance of this account moves with dividend transactions only.

## 9.2 Banking facility arrangements

Short term running funded facilities available with the banks amount to BDT 17,016 million. Facilities are renewable on annual basis.

## 9.3 Reconciliation of net operating cash flow

<i>In thousands of BDT</i>	<b>For the period ended 30 September</b>	
	<b>2025</b>	<b>2024</b>
<b>Profit after tax</b>	<b>7,202,622</b>	<b>13,225,754</b>
<b>Adjustment for:</b>		
Depreciation and impairment	3,298,717	2,496,927
(Gain)/loss of sale of assets	391,253	(33,869)
Other adjustments	8,530,713	13,509,974
	<b>19,423,306</b>	<b>29,198,787</b>
<b>Changes in:</b>		
(Increase)/decrease in inventories	(28,846,219)	(23,990,386)
(Increase)/decrease in trade receivables and others	11,536,848	13,145,444
(Increase)/decrease in advances, deposits and prepayments	(8,877,236)	1,743,134
Increase/(decrease) in trade payables and others	7,575,438	10,871,920
Increase/(decrease) in net defined benefit plans	75,634	(12,621)
Increase/(decrease) in provisions	(115,999)	(1,795,638)
Income tax and interest payments	(12,491,108)	(15,030,956)
<b>Net cash generated from operating activities</b>	<b>(11,719,336)</b>	<b>14,129,682</b>

## 10 Share capital

<i>In thousands of BDT</i>	<b>30 September</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
<b>Authorised:</b>		
60,000,000 ordinary shares of BDT 10 each	600,000,000	600,000,000
480,000,000 ordinary shares of BDT 10 each	4,800,000,000	4,800,000,000
	<b>5,400,000,000</b>	<b>5,400,000,000</b>
<b>Issued, subscribed and fully paid up:</b>		
Issued for cash:		
3 ordinary shares of BDT 10 each	30	30
Issued for consideration other than cash:		
59,999,997 ordinary shares of BDT 10 each	599,999,970	599,999,970
120,000,000 bonus shares of BDT 10 each	1,200,000,000	1,200,000,000
360,000,000 bonus shares of BDT 10 each	3,600,000,000	3,600,000,000
	<b>5,400,000,000</b>	<b>5,400,000,000</b>

## Notes to the financial statements (continued)

### 10.1 Shareholding position

Name of shareholder	30 September 2025			31 December 2024		
	No. of shares	Value (BDT)	Percentage	No. of shares	Value (BDT)	Percentage
Raleigh Investment Co. Ltd., UK	393,708,222	3,937,082,220	72.91%	383,708,222	3,937,082,220	72.91%
Investment Corporation of Bangladesh	29,126,127	291,261,270	5.39%	27,808,018	278,080,180	5.15%
Sadharan Birma Corporation	15,285,423	152,854,230	2.83%	15,285,423	152,854,230	2.83%
Bangladesh Development Bank Limited	1,851,302	18,513,020	0.34%	1,806,302	18,063,020	0.34%
Government of Bangladesh	3,481,416	34,814,160	0.64%	3,481,416	34,814,160	0.64%
Others	96,547,510	965,475,100	17.89%	97,910,619	979,106,190	18.13%
	<b>540,000,000</b>	<b>5,400,000,000</b>	<b>100%</b>	<b>540,000,000</b>	<b>5,400,000,000</b>	<b>100%</b>

### 10.2 Share distribution schedule

A distribution schedule of the shares at the reporting date is given below following the requirement of listing regulations:

Shareholder's range	30 September 2025			31 December 2024		
	Number of shareholders	Total number of shares	Percentage of holding	Number of shareholders	Total number of shares	Percentage of holding
Less than 501 shares	51,231	5,877,256	1.09%	57,652	6,244,041	1.16%
501 to 5,000 shares	12,147	18,588,708	3.44%	11,687	17,748,747	3.29%
5,001 to 10,000 shares	1,006	7,171,450	1.33%	899	6,420,805	1.19%
10,001 to 20,000 shares	432	6,107,695	1.14%	394	5,598,806	1.04%
20,001 to 30,000 shares	154	3,717,857	0.69%	133	3,237,262	0.60%
30,001 to 40,000 shares	64	2,198,308	0.41%	54	1,873,115	0.35%
40,001 to 50,000 shares	43	1,968,407	0.36%	36	1,647,200	0.30%
50,001 to 100,000 shares	96	6,865,682	1.27%	92	6,514,426	1.20%
100,001 to 1,000,000 shares	96	24,862,609	4.60%	96	23,280,088	4.31%
Over 1,000,000 shares	20	462,642,028	85.67%	19	467,435,510	86.56%
	<b>65,289</b>	<b>540,000,000</b>	<b>100%</b>	<b>71,062</b>	<b>540,000,000</b>	<b>100%</b>

### 11 Capital reserve

Capital reserve represents non-remittable reserve of BDT 64.9 million which is 90% of the cumulative post tax profit on disposal of property, plant and equipment as historically 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.

Notes to the financial statements (continued)

12 Deferred tax

12.1 Deferred tax asset

<i>In thousands of BDT</i>	Carrying amount at reporting date	Tax base	Taxable/(deductible) temporary difference
<b>30 September 2025</b>			
Provision for inventories	(361,431)	-	(361,431)
Provision for gratuity	(75,634)	-	(75,634)
<b>Net temporary difference</b>	<b>(437,065)</b>	-	<b>(437,065)</b>
<b>Applicable tax rate</b>			<b>47.5%</b>
<b>Deferred tax asset</b>			<b>(207,606)</b>

<i>In thousands of BDT</i>	Carrying amount at reporting date	Tax base	Taxable/(deductible) temporary difference
<b>31 December 2024</b>			
Provision for inventories	(257,392)	-	(257,392)
Provision for gratuity	11,037	-	11,037
<b>Net temporary difference</b>	<b>(246,355)</b>	-	<b>(246,355)</b>
<b>Applicable tax rate</b>			<b>47.5%</b>
<b>Deferred tax Asset</b>			<b>(117,019)</b>

12.2 Deferred tax liabilities

<i>In thousands of BDT</i>	Carrying amount at reporting date	Tax base	Taxable/(deductible) temporary difference
<b>30 September 2025</b>			
Property, plant and equipment excluding land.	30,001,875	15,908,501	14,093,374
Net, right of use assets	(787,124)	-	(787,124)
<b>Net temporary difference</b>	<b>29,214,751</b>	<b>15,908,501</b>	<b>13,306,250</b>
<b>Applicable tax rate</b>			<b>47.5%</b>
<b>Deferred tax liabilities</b>			<b>6,320,469</b>

<i>In thousands of BDT</i>	Carrying amount at reporting date	Tax base	Taxable/(deductible) temporary difference
<b>31 December 2024</b>			
Property, plant and equipment excluding land.	31,533,974	16,546,543	14,987,431
Net, right of use assets	(644,418)	-	(644,418)
<b>Net temporary difference</b>	<b>30,889,556</b>	<b>16,546,543</b>	<b>14,343,013</b>
<b>Applicable tax rate</b>			<b>47.5%</b>
<b>Deferred tax liabilities</b>			<b>6,812,931</b>

12.3 Deferred tax liabilities, net

<i>In thousands of BDT</i>	30 September 2025	31 December 2024
Deferred tax asset	(207,606)	(117,019)
Deferred tax liabilities / (asset) (ROU Assets)	(373,884)	(306,099)
Deferred tax liabilities (other than ROU assets)	6,694,352	7,119,030
<b>Net deferred tax liabilities</b>	<b>6,112,862</b>	<b>6,695,912</b>

**13 Trade and other payables**

<i>In thousands of BDT</i>	<b>30 September</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
Trade payables	8,862,095	6,852,087
Intercompany payables	6,164,065	4,088,351
Workers' Profit Participation Fund (WPPF)	777,688	825,050
Wages and other benefits	705,976	783,677
Accrued expenses	3,348,506	882,108
Sundry payables	1,564,644	416,263
	<b>21,422,974</b>	<b>13,847,536</b>

**14 Current tax liabilities**

<i>In thousands of BDT</i>	<b>30 September</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
<b>Opening Balance</b>	<b>11,225,302</b>	<b>13,257,905</b>
Provision made during the year	8,168,849	15,989,072
	<b>19,394,151</b>	<b>29,246,977</b>
Advance payment of corporate tax	<b>(11,821,150)</b>	<b>(18,021,675)</b>
<b>Closing Balance</b>	<b>7,573,001</b>	<b>11,225,302</b>

**15 Revenue from contracts with customers**

See accounting policy in Note 6K.

Set out below is the disaggregation of the Company's revenue from contracts with customers:

<i>In thousands of BDT</i>	<b>For the period ended 30 September</b>	
	<b>2025</b>	<b>2024</b>
Quantity in million sticks	36,239	50,305
Gross revenue from domestic sale	324,267,976	304,799,643
Supplementary duty and VAT	<b>(271,958,209)</b>	<b>(239,060,430)</b>
<b>Revenue from domestic sale, net</b>	<b>52,309,767</b>	<b>65,739,213</b>
Quantity in million sticks	424	1,355
Gross revenue from finished goods export	1,537,124	1,554,729
<b>Revenue from export of finished goods, net</b>	<b>1,537,124</b>	<b>1,554,729</b>
Quantity in million kgs	7.86	4.16
Gross revenue from tobacco leaf export	3,700,245	2,079,199
<b>Revenue from leaf export, net</b>	<b>3,700,245</b>	<b>2,079,199</b>
<b>Total revenue from contracts with customers, net</b>	<b>57,547,136</b>	<b>69,373,141</b>

**16 Net finance income/(expenses)**

<i>In thousands of BDT</i>	<b>For the period ended 30 September</b>	
	<b>2025</b>	<b>2024</b>
<b>Finance income</b>	<b>80,388</b>	<b>202,292</b>
<b>Finance costs</b>		
Debt and borrowing	(750,346)	(583,543)
Lease liabilities	<b>(309,246)</b>	<b>(303,965)</b>
	<b>(979,204)</b>	<b>(685,216)</b>

Notes to the financial statements (continued)

17 Income tax expenses

<i>In thousands of BDT</i>	2025	2024
<b>Current income tax:</b>		
Current income tax charge	8,168,850	12,694,096
<b>Deferred tax:</b>		
Deferred tax (income)/expense relating to origination and reversal of temporary differences	(583,050)	191,602
<b>Income tax expense reported in the statement of profit or loss</b>	<b>7,585,800</b>	<b>12,885,698</b>

17.1 Reconciliation of effective tax rate

<i>In thousands of BDT</i>	For the period ended 30 September			
	2025		2024	
<b>Profit before tax</b>		14,788,422		26,111,452
Current tax expense	55.24%	8,168,850	48.62%	12,694,096
Deferred tax expense	-3.94%	(583,050)	0.73%	191,602
<b>Total tax expense</b>	<b>51.30%</b>	<b>7,585,800</b>	<b>49.35%</b>	<b>12,885,698</b>
Expected income tax using applicable tax rate	47.50%	7,024,501	47.50%	12,402,940
Prior year adjustment	0.00%	-	0.00%	-
Tax on non deductible expenses	7.74%	1,144,349	1.12%	291,156
<b>Effective current tax</b>	<b>55.24%</b>	<b>8,168,850</b>	<b>48.62%</b>	<b>12,694,096</b>
<b>Effective deferred tax</b>	<b>-3.94%</b>	<b>(583,050)</b>	<b>0.73%</b>	<b>191,602</b>
	<b>51.30%</b>	<b>7,585,800</b>	<b>49.35%</b>	<b>12,885,698</b>

18 Other comprehensive income

<i>In thousands of BDT</i>	For the period ended 30 September	
	2025	2024
Actuarial gain/(loss) on defined benefit plans - Gratuity fund	-	798
Actuarial gain/(loss) on defined benefit plans - Pension fund	-	(527)
	-	271
Less: deferred tax on actuarial gain/(loss) on defined benefit plans @ 47.5%	-	(129)
<b>Net actuarial gain/(loss) on defined benefit plans charged to OCI</b>	<b>-</b>	<b>142</b>

## 19 Earnings per share

### 19.1 Basic earnings per share

Earnings Per Share (EPS) is calculated in accordance with the International Accounting Standard (IAS) 33: *Earnings Per Share*. The composition of EPS is given below:

<i>In thousands of BDT</i>	<b>For the period ended 30 September</b>	
	<b>2025</b>	<b>2024</b>
Total profit attributable to shareholders	<b>7,202,622</b>	13,225,754
Weighted average number of shares outstanding	<b>540,000</b>	540,000
<b>Earning per share in BDT</b>	<b>13.34</b>	24.49

The weighted average number of ordinary shares outstanding during the period is the number of ordinary shares outstanding at the beginning of the year, adjusted by the number of ordinary shares issued during the period multiplied by a time-weighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the year. The weighted average number of shares is calculated by assuming that the shares have always been in issue. This means that they have been issued at the start of the year presented as the comparative figures.

### 19.2 Diluted earnings per share

No diluted earnings per share is required to be calculated for the year as there was no scope for dilution during the year.

## 20 Net operating cash flows per share (NOCFPS)

<i>In thousands of BDT</i>	<b>For the period ended 30 September</b>	
	<b>2025</b>	<b>2024</b>
Net cash flow from operating activities	<b>(11,719,336)</b>	14,129,682
Weighted average number of shares outstanding	<b>540,000</b>	540,000
<b>Net operating cash flows per share in BDT</b>	<b>(21.70)</b>	26.17

## 21 Net asset value (NAV) per share

<i>In thousands of BDT</i>	<b>For the period</b>	<b>For the period</b>
	<b>ended 30 September</b>	<b>ended 31 December</b>
	<b>2025</b>	<b>2024</b>
Net asset value	<b>56,820,064</b>	57,717,441
Weighted average number of shares outstanding	<b>540,000</b>	540,000
<b>NAV per share in BDT</b>	<b>105.22</b>	106.88

## 22 Related party disclosures

The Company carried out a number of transactions with related parties in the normal course of business on arms length basis. The name of these related parties, nature of transactions and their total value have been set in accordance with the provisions of IAS 24: *Related party disclosures*.

In thousands of BDT	Relationship	Transaction values		Balance outstanding	
		30 September 2025	30 September 2024	30 September 2025	31 December 2024
<b>Income</b>					
<b>a. Leaf, Cigarette export and sale of goods</b>					
BAT (GLP) Limited	BAT Group company	1,495,052	1,168,321	(624,235)	146,061
Algeria: B.A.T. Algeria	BAT Group company	1,016,215	-	254,014	-
BAT (Singapore) PTE LTD	BAT Group company	-	-	11,602	-
British American Tobacco ME DMCC	BAT Group company	519,571	1,554,729	(6,972)	134,095
		<b>3,030,838</b>	<b>2,723,050</b>	<b>(365,591)</b>	<b>280,156</b>

**b. Other fee**

Other fee received/to be received from:

BAT (GLP) Limited	BAT Group company	86,220	-	-	-
BAT INVESTMENTS LTD	BAT Group company	28,543	75,898	-	13,975
BAT Japan	BAT Group company	1,543	821	-	9,594
British American Tobacco Exports Ltd	BAT Group company	1,499	2,499	-	1,257
BASS GSD Ltd	BAT Group company	-	-	-	7,816
BAT Global Travel Retail Limited	BAT Group company	6,076	-	1,539	-
BAT DENMARK A/S (HOP A/S)	BAT Group company	-	-	-	1,480
British American Tobacco Taiwan	BAT Group company	-	-	1,599	1,599
British-American Tobacco (Singapore)	BAT Group company	1,441	5,807	657	20,279
VINA-BAT JV HCMC Branch	BAT Group company	-	3,838	3,838	3,838
BAT Co. (HK) Ltd	BAT Group company	-	-	2,266	2,266
BAT AsPac Service Centre Sdn Bhd	BAT Group company	43,086	-	7,209	-
BAT Nigeria Ltd	BAT Group company	5,183	-	5,203	20
British American Tobacco ME DMCC	BAT Group company	2,404	1,941	7,584	5,180
Nicoventures Trading Limited	BAT Group company	-	4,582	-	-
ROTHMANS FAR EAST B.V. KOREA	BAT Group company	1,769	-	1,769	4,168
British American Tobacco (Malaysia)	BAT Group company	1,547	-	-	-
PT Bentoel Internasional Investama	BAT Group company	2,679	-	-	-
British American Tobacco South Africa	BAT Group company	-	-	-	7,124
British American Tobacco Kenya Ltd	BAT Group company	1,716	32,588	-	-
PAKISTAN TOBACCO CO LTD	BAT Group company	-	-	2,884	2,884
BAT KOREA MANUFACTURING LTD	BAT Group company	-	15,062	-	-
Souza Cruz Ltda.	BAT Group company	959	-	959	-
Fiedler&Lundgren AB	BAT Group company	5,871	-	5,871	-
Commercial Marketers & Distributors	BAT Group company	5,971	-	-	-
Ceylon Tobacco Company PLC	BAT Group company	1,922	-	6,332	4,410
		<b>198,429</b>	<b>143,036</b>	<b>47,710</b>	<b>85,890</b>

<b>Total related party income and balance receivables</b>		<b>3,229,267</b>	<b>2,866,086</b>	<b>(317,881)</b>	<b>366,046</b>
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In thousands of BDT	Relationship	Transaction values		Balance outstanding	
		30 September 2025	30 September 2024	30 September 2025	31 December 2024
<b>Expenses</b>					
<b>c. Procurement of services</b>					
Procurement of information technology, products and other services:					
BASS GSD Limited	BAT Group company	1,267,080	156,854	(1,121,149)	(18,270)
BRITISH AMERICAN TOBACCO AUSTRALIA	BAT Group company	-	-	(9,455)	(9,455)
BAT Holdings Limited	BAT Group company	5,362	22,783	-	-
BAT AsPac Service Centre Sdn Bhd	BAT Group company	35,606	136,979	(35,606)	106,514
BAT GSD (KL) Sdn Bhd	BAT Group company	-	-	(3,151)	(3,151)
BAT Investments LTD	BAT Group company	23,649	10,016	272,852	296,501
BAT PT. Export Leaf Indonesia, Malang	BAT Group company	9,564	8,727	(29,252)	(19,688)
PAKISTAN TOBACCO CO LTD (PTCL)	BAT Group company	-	-	(415)	(415)
Prerona Foundation	Social Foundation	4,448	8,292	-	-
Agami Limited	Prerona Controlled Entity	48,900	426,652	-	(175)
British American Tobacco Tutun	BAT Group company	-	-	(47,053)	(47,053)
BAT (GLP) Limited	BAT Group company	15,136	-	(34,060)	(18,924)
British American Tobacco Exports Ltd	BAT Group company	-	-	67,983	(7,918)
Ceylon Tobacco Company PLC	BAT Group company	-	2,449	(2,449)	(2,449)
Nicoventures Trading Limited	BAT Group company	-	440	(2,992)	(2,992)
BAT KOREA MANUFACTURING LTD	BAT Group company	-	-	(10,870)	(10,870)
BAT (Singapore) PTE LTD	BAT Group company	3,159	5,421	(9,956)	(8,377)
British American Tobacco South	BAT Group company	5,142	-	(5,142)	-
British American Tobacco Servicios	BAT Group company	18,439	-	(10,918)	-
BAT SAA Service (Private) Limited	BAT Group company	797	-	(797)	-
BAT Co. (HK) Ltd	BAT Group company	4,808	-	(4,808)	-
Souza Cruz Ltda	BAT Group company	6,112	-	9,331	(1,817)
		1,448,202	780,613	(977,907)	251,461
<b>d. Purchase of leaf &amp; goods</b>					
Purchase of leaf and wrapping materials from:					
BAT Singapore (Private) limited	BAT Group company	-	-	1,758	1,758
BAT (GLP) Limited	BAT Group company	296,799	147,870	20,368	59,849
Souza Cruz Ltda	BAT Group company	15,110	-	(15,110)	-
BAT PT. Export Leaf Indonesia, Malang	BAT Group company	-	-	2,619	2,619
BAT KOREA MANUFACTURING LTD	BAT Group company	-	2,286	2,286	2,286
British American Tobacco Exports Ltd	BAT Group company	12,315	124,930	(128,799)	(116,628)
British American Tobacco ME DMCC	BAT Group company	-	70,352	-	(103,359)
		324,224	345,438	(116,877)	(153,475)
<b>e. Royalty</b>					
Royalty paid/payable to:					
BAT Holdings Limited	BAT Group company	474,755	(845,808)	(4,114,937)	(3,634,820)
		474,755	(845,808)	(4,114,937)	(3,634,820)
<b>f. Technical and assistance fee</b>					
Payment of fees for technical and assistance support services to:					
BAT Investments Ltd	BAT Group company	-	352,933	(355,052)	(355,052)
		-	352,933	(355,052)	(355,052)
<b>g. Donations</b>					
Charitable contributions made to:					
Prerona Foundation	Social Foundation	-	61,350	-	-
		-	61,350	-	-
<b>h. Purchase of equipment</b>					
Purchase of equipment from:					
BRITISH AMERICAN TOBACCO CHILE	BAT Group company	-	-	(69)	(69)
BAT PT. Export Leaf Indonesia, Malang	BAT Group company	101,118	54,644	17,069	(64,791)
BAT Nigeria Ltd	BAT Group company	-	-	-	(516)
British American Tobacco Tutun	BAT Group company	20,605	67,295	(986)	(986)
BAT (Singapore) PTE LTD	BAT Group company	-	70,247	11,704	11,704
BAT KOREA MANUFACTURING LTD	BAT Group company	-	2,126	(2,126)	(2,126)
British American Tobacco South	BAT Group company	10,483	66,294	5,525	(29,975)
BAT SWITZERLAND SA	BAT Group company	-	30,682	7,978	(30,682)
		132,206	291,288	39,095	(117,441)
<b>Total related party expenses and outstanding balances</b>		<b>2,379,387</b>	<b>985,814</b>	<b>(5,525,678)</b>	<b>(4,009,327)</b>

## Notes to the financial statements (continued)

### 23 Commitments

#### 23.1 Capital expenditure

	<u>30 September</u>	<u>31 December</u>
<i>In thousands of BDT</i>	2025	2024
Authorised but not provided for	2,119,757	2,321,033

#### 23.2 Letter of credit

	<u>30 September</u>	<u>31 December</u>
<i>In thousands of BDT</i>	2025	2024
Citibank, N.A.	1,505,712	1,886,641
Commercial Bank of Ceylon PLC	219,537	1,326,991
The Hongkong and Shanghai Banking Corporation Limited	954,392	4,998
Eastern Bank Ltd.	-	656,122
Standard Chartered Bank	2,746,058	6,856,385
	<u>5,425,699</u>	<u>10,731,137</u>

### 24 Contingencies

Contingent liabilities of the Company that relate to bank guarantee to third parties as listed below:

	<u>30 September</u>	<u>31 December</u>
<i>In thousands of BDT</i>	2025	2024
<b>Bank Guarantee</b>		
Standard Chartered Bank	262,621	262,621
Eastern Bank Ltd.	29,303	29,303
Citibank, N.A.	2,000	2,000
	<u>293,924</u>	<u>293,924</u>

#### 24.1 Litigation

The Company has various claims and legal actions arising in the ordinary course of business. Management believes that there is a strong defence against each of these claims and legal actions and is not expected to have a material impact on Company's financial statements. Such claims and legal actions include the following:

- a) In January, 2019 a competitor filed a writ petition challenging the Government and NBR's failure to implement the Finance Minister's 2018 budget speech and the withdrawal of protection for local cigarette brands under the 2017 Special Order. The petition later focused on the legality of the 2018 Special Order that revoked this protection. BATB was added as a party later. On 21 September 2020, the High Court upheld the prospective part of the 2018 Order, ending the discriminatory regime, but struck down its retrospective effect, reviving the protection for the period from 01 June 2017 to 06 June 2018. The Court allowed recovery of any revenue shortfall from any manufacturer during that period. Following the judgment, LTU-VAT issued a Show Cause Notice to BATB on 24 September 2020, claiming BDT 24,371 million in unpaid VAT and SD. BATB appealed and obtained a stay from the Appellate Division. Subsequently, the High Court discharged the Rule Nisi and made the Supplementary Rule absolute in part, declaring the retrospective removal of protection under the 2018 Order unlawful. It reaffirmed that any SD shortfall under the 2017 Order from 01 June 2017 to 07 June 2018 remains recoverable from any party. BATB has challenged this decision, and the matter is currently pending before the Appellate Division.

- b) LTU-VAT issued show-cause notice to BATB in March 2020 claiming BDT 2054 crore as unpaid VAT & SD for allegedly producing 18 bn more cigarettes than declared, using an undisclosed purchase of local leaf based on a 2016 Annual Report and VAT – 1 discrepancy. BATB participated in the LTU-VAT hearing and claim was withdrawn post full inquiry on 19 August 2021. However, NBR started re-investigating the matter on 14 August 2023 and informed BATB to attend a hearing post the 2 year time bar. As per the law, NBR does not have the authority to examine the records of any proceedings after expiry of two years from the date of decision or order.

Instead of attending hearing, BATB filed a writ petition challenging re-investigation based on time bar. Rule was issued, which means, the HC found prime facie merit in BATB's position that NBR's decision to call BATB for re-investigation beyond time bar was illegal. Court, however, did not stay NBR proceedings but directed NBR not to call BATB for re-investigation. Thereafter, through a letter dated 21.09.2023, NBR cancelled the Order dated 19.08.2021 passed by LTU-VAT Commissioner (through which the claim was withdrawn) and directed LTU-VAT to recover BDT 2054 crore as unpaid VAT & SD. Challenging the NBR's letter dated 21.09.2023, BATB filed another writ petition. The High Court, having found prima facie merit in our case, was pleased to issue a Rule, that is, a show cause as to why the NBR's letter dated 21.09.2023 shall not be declared to have been issued without lawful authority. Thereafter, LTU made a demand of BDT 2054 crore as unpaid VAT & SD. In response, BATB filed an application before High Court to stay the demand. High Court mentioned that it will consider stay application during final hearing. The matter is currently pending before the High Court for final hearing.

- c) In the last reporting period, BAT Bangladesh received a show cause notice from the National Board of Revenue (NBR) alleging that the company has avoided duty payment amounting to BDT 2,109 million. The notice claimed that this duty avoidance allegedly occurred due to the supply of cigarettes in BAT Bangladesh's warehouse before budget and then selling the same after declaration of budget at higher prices. BAT Bangladesh responded to the show cause notice, asserting that it has always acted within the law and hence the basis of the allegation and claim is unfounded. Thereafter a hearing was held before NBR and the NBR subsequently issued a demand of BDT 1687 million. Challenging the demand, BAT Bangladesh filed a writ petition before High Court. After hearing the parties, the High Court rejected the writ petition. Subsequently, BATB filed appeals before the Supreme Court and Customs, Excise & VAT Appeal Tribunal, which are currently pending.

## **25 Other disclosures**

### **25.1 Standard of Business Conduct (SOBC)**

The Company periodically investigates allegations of misconduct, including allegations of corruption. Some of these allegations are currently being investigated and the Company cooperates with the relevant authorities where appropriate

## **26 Significant deviations**

Earnings per share (EPS) decreased from same period last year due to sales volume decline, higher excise and additional cost incurred due to the Dhaka factory site closure. Net operating cash flow per share (NOCFPS) decreased due to lower collection from sales along with higher excise payments.

## **27 Events after reporting period**

There are no other events identified after the date of the statement of financial position which require adjustment or disclosure in the accompanying financial statements.



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