# REVIEWED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

## FOR THE HALF YEAR ENDED 30 JUNE 2026

### FINANCIAL HIGHLIGHTS
### FOR THE HALF YEAR ENDED 30 JUNE 2026

| | HALF YEAR ENDED 30 JUNE 2026 | | |
|---|---|---|---|
| | 2026 | Year on year | 2025 |
| | US$ | % change | US$ |
| Revenue | 12 184 313 | -6% | 13 007 224 |
| Operating profit | 6 748 270 | +2% | 6 636 976 |
| Profit before income tax | 6 479 306 | -2% | 6 636 976 |
| Profit attributable to shareholders | 4 606 297 | +6% | 4 330 485 |
| Basic earnings per share (US$) | 0.22 | +5% | 0.21 |
| Diluted earnings per share (US$) | 0.22 | +5% | 0.21 |
| Headline earnings per share (US$) | 0.22 | +5% | 0.21 |

## Chairman's Statement

On behalf of the Board, I am pleased to present the condensed consolidated interim financial statements of British American Tobacco Zimbabwe (Holdings) Limited (the "Company") and its subsidiaries (together the "Group") BAT Zimbabwe for the half year ended 30 June 2026.

The first half was challenging. Consumer demand remained weak, affordability pressures persisted, and this was reflected in lower sales volumes, revenue and earnings. Against this background, the Group remained resilient, with continued cost discipline, helping to protect profitability.

### Operating Environment
Zimbabwe's operating environment remained complex during the period. Relative currency stability provided some predictability, but consumer disposable incomes remained constrained, resulting in subdued demand and continued downtrading.

The Board remains particularly focused on the effect of affordability pressures, the evolving regulatory environment and the need to protect the legitimate tobacco value chain. These are not simply short-term operating issues. They will continue to shape how the Group competes and grows.

### Financial and Operational Performance
Sales volumes declined by 3% compared to the same period last year. Revenue decreased by 6% to US$12.2 million from US$13.0 million. Operating profit increased by 2%, to US$6.7million from US$6.6million, while profit before income tax decreased by 2% to US$6.5million from US$6.6million. Profit attributable to shareholders increased by 6% to US$4.6 million from US$4.3 million. Basic, diluted and headline earnings per share each increased by 5% to US$0.22 from US$0.21. The results reinforce the need to protect the strength of the core business while adapting more quickly to changing consumer and market conditions.

Cost discipline and the benefits of the operating-model changes implemented in 2025 contributed to the improvement in operating profit. Sustainable performance will ultimately depend on restoring top-line momentum and strengthening the resilience of the business model.

The Group remained cash generative, although working capital absorption reduced operating cash conversion during the period. Closing cash remained sufficient to meet near term operational requirements and support targeted investment.

### Strategic Priorities
The Board's focus remains on the long-term competitiveness and resilience of the Group.

Management is pursuing procurement savings, local sourcing, factory productivity and other efficiency opportunities. At the same time, we must continue to strengthen route-to-market execution, protect our brand and position the Group to respond to changes in consumer behaviour and the wider operating environment.

The settlement of the legacy blocked-funds exposure through a long-dated Government Treasury Bill in 2025, removed a critical historical uncertainty. The focus is now on managing that asset prudently, together with foreign supplier obligations, operational funding requirements, shareholder returns and future investment needs.

### Sustainability and People
Our people remain central to the performance of the business.

During the half year ended 30 June 2026, BAT Zimbabwe continued to focus on employee health and safety, energy and water efficiency, waste reduction and organisational capability. The Board remains committed to responsible business practices and to ensuring that the Group continues to build the capability needed for the future.

### Dividend
The Board has declared an interim dividend of US$0.11 per share.

The declaration reflects the Board's continued commitment to shareholder returns while maintaining a prudent approach to capital allocation in the current environment. The dividend will be payable on or about 16 November 2026 to shareholders registered in the Company's share register at the close of business on 30 October 2026.

### Outlook
The outlook for the remainder of 2026 remains cautious.

Consumer affordability, regulatory developments and the wider economic environment are likely to remain important influences on performance. The immediate priority is to stabilise revenue while continuing to improve productivity and protecting margins.

The Board believes BAT Zimbabwe has a strong foundation, established brands, manufacturing capability, positive cash and a management team that has demonstrated resilience in a difficult environment.

At the same time, we recognise that the business environment is changing. Our focus, therefore, needs to remain not only on managing current pressures, but also on ensuring that the business model continues to evolve and remains competitive over the longer term. The Board will continue to support management while providing the appropriate challenge and oversight as the Group navigates this next phase. I extend the Board's appreciation to our employees for their commitment, to our customers and business partners for their continued support, and to our shareholders for their confidence in the Group.

**F. C. Chikosi**
**Chairman**
30 September 2026

### DIVIDENDS DECLARATION ANALYSIS
### FOR THE HALF YEAR ENDED 30 JUNE 2026

| | |
|---|---|
| Announcement Date | 30 September 2026 |
| Last Date to Trade Cum Dividend | 28 October 2026 |
| Shares Trade Ex Dividend | 29 October 2026 |
| Record Date | 30 October 2026 |
| Payment Date | 16 November 2026 |
| Dividend Per Share | US$0.11 |

**T. Mashanda**
**Company Secretary**
30 September 2026

### STATEMENT ON REVIEW REPORT

These condensed consolidated interim financial statements for the half year ended 30 June 2026 have been reviewed by Messrs Vista Chartered Accountants (Zimbabwe), who expressed an unmodified review conclusion. A copy of the independent auditor's review report is available for inspection at the Company's registered office. The engagement partner responsible for the review is Eva Ravasingadi, Public Accountant and Auditors Board Public Practice Certificate Number 0463.

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 30 JUNE 2026

| | Notes | US$ HALF YEAR ENDED 30 JUNE 2026 | 2025 |
|---|---|---|---|
| | | US$ | US$ |
| Revenue | 7 | 12 184 313 | 13 007 224 |
| Cost of sales | | (3 939 873) | (4 162 324) |
| **Gross profit** | | **8 244 440** | **8 844 900** |
| Selling and marketing costs | | (712 895) | (1 065 523) |
| Administrative expenses | | (1 035 997) | (1 541 830) |
| Expected credit losses release on trade receivables | | - | 8 570 |
| Other income | | 293 948 | 714 270 |
| Other losses - net | 8 | (41 226) | (323 411) |
| **Operating profit** | | **6 748 270** | **6 636 976** |
| Remeasurement loss on financial assets at amortised cost | 9 | (268 964) | - |
| **Profit before income tax** | | **6 479 306** | **6 636 976** |
| Income tax expense | | (1 873 009) | (2 306 491) |
| **Profit for the half - year** | | **4 606 297** | **4 330 485** |
| Other comprehensive income for the half - year, net of tax | | - | - |
| **Total comprehensive income for the half - year** | | **4 606 297** | **4 330 485** |
| **Attributable to:** | | | |
| Shareholders of the Company | | 4 606 297 | 4 330 485 |
| Basic earnings per share (US$) | | 0.22 | 0.21 |
| Diluted earnings per share (US$) | | 0.22 | 0.21 |
| Headline earnings per share (US$) | | 0.22 | 0.21 |

The above condensed consolidated interim statement of comprehensive income should be read in conjunction with the accompanying notes.

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

| | Note | US$ HALF YEAR ENDED 30 JUNE 2026 | YEAR ENDED 31 DECEMBER 2025 |
|---|---|---|---|
| | | US$ | US$ |
| **ASSETS** | | | |
| **Non-current assets** | | | |
| Property, plant and equipment | | 4 540 872 | 4 860 410 |
| Investment property | | 33 623 | 34 323 |
| Financial assets at fair value through profit or loss | 9 | 20 404 | 22 725 |
| Financial assets at amortised cost | 9 | 957 410 | 1 226 374 |
| **Total non-current assets** | | **5 552 309** | **6 143 832** |
| **Current assets** | | | |
| Inventories | | 7 458 627 | 6 213 370 |
| Trade and other receivables | 11 | 3 171 288 | 3 761 746 |
| Prepayments | | 4 507 958 | 1 620 931 |
| Current income tax assets | | 1 425 192 | 2 749 301 |
| Cash and cash equivalents | | 4 517 107 | 7 365 560 |
| **Total current assets** | | **21 080 172** | **21 710 908** |
| **Total assets** | | **26 632 481** | **27 854 740** |
| **EQUITY AND LIABILITIES** | | | |
| **EQUITY ATTRIBUTABLE TO THE OWNERS OF THE PARENT** | | | |
| Share capital | | 1 657 618 | 1 657 618 |
| Non-distributable reserve | | 90 995 | 90 995 |
| Retained earnings | | 168 678 | 101 755 |
| **Total equity** | | **1 917 291** | **1 850 368** |
| **LIABILITIES** | | | |
| **Non-current liabilities** | | | |
| Deferred income tax liabilities | | **969 538** | **703 719** |
| **Current liabilities** | | | |
| Trade and other payables | 12 | 4 675 370 | 6 732 827 |
| Dividends payable | | 18 815 863 | 17 857 102 |
| Employee benefit liabilities | | 251 773 | 709 397 |
| Share based payment liabilities | | 2 646 | 1 327 |
| **Total current liabilities** | | **23 745 652** | **25 300 653** |
| **Total liabilities** | | **24 715 190** | **26 004 372** |
| **Total equity and liabilities** | | **26 632 481** | **27 854 740** |

The above condensed consolidated interim statement of financial position should be read in conjunction with the accompanying notes.

**Directors:** F. C. Chikosi (Chairman), R. P. Kupara (Non-Executive Director), E. I. Manikai (Non-Executive Director), L.T Manatsa (Non-Executive Director), A. Lewis (Non-Executive Director), R. Hondora (Managing Director), T. Lebogang (Finance Director), V. Maksimenko (Alternate Director).

# REVIEWED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

## FOR THE HALF YEAR ENDED 30 JUNE 2026

BAT ZIMBABWE

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 30 JUNE 2026

| | Note | US$ Share capital | Non - distributable reserve | (Accumulated losses)/ retained earnings | Total |
|---|---|---|---|---|---|
| | | US$ | US$ | US$ | US$ |
| **Year ended 31 December 2025** | | | | | |
| **Balance as at 1 January 2025** | | **1 657 618** | **90 995** | **(2 819 915)** | **(1 071 302)** |
| **Total comprehensive income for the year** | | - | - | 11 535 271 | 11 535 271 |
| Profit for the year | | - | - | 11 535 271 | 11 535 271 |
| Other comprehensive income for the year, net of tax | | - | - | - | - |
| **Transactions with shareholders in their capacity as owners:** | | | | | |
| Dividends declared | 13 | - | - | (8 613 601) | (8 613 601) |
| **Balance as at 31 December 2025** | | **1 657 618** | **90 995** | **101 755** | **1 850 368** |
| **Half year ended 30 June 2026** | | | | | |
| **Balance as at 1 January 2026** | | **1 657 618** | **90 995** | **101 755** | **1 850 368** |
| **Total comprehensive income for the half year** | | - | - | 4 606 297 | 4 606 297 |
| Profit for the half-year | | - | - | 4 606 297 | 4 606 297 |
| Other comprehensive income for the half-year, net of tax | | - | - | - | - |
| **Transactions with shareholders in their capacity as owners:** | | | | | |
| Dividends declared | 13 | - | - | (4 539 374) | (4 539 374) |
| **Balance as at 30 June 2026** | | **1 657 618** | **90 995** | **168 678** | **1 917 291** |

The above condensed consolidated interim statement of changes in equity should be read in conjunction with the accompanying notes.

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30 JUNE 2026

| | Notes | US$ HALF YEAR ENDED 30 JUNE 2026 | 2025 |
|---|---|---|---|
| | | US$ | US$ |
| **Cash flows from operating activities** | | | |
| Cash generated from operations | 14 | **1 709 517** | **9 070 400** |
| Income tax paid | | (299 750) | (1 154 329) |
| **Net cash generated from operating activities** | | **1 409 767** | **7 916 071** |
| **Cash flows from investing activities** | | | |
| Purchase of property, plant and equipment | | - | (646 260) |
| Proceeds from sale of property, plant and equipment | | 293 948 | 288 039 |
| **Net cash generated from/ (utilised in) investing activities** | | **293 948** | **(358 221)** |
| **Cash flows from financing activities** | | | |
| Dividends paid to shareholders of the parent | | (4 552 169) | - |
| **Net cash utilised in financing activities** | | **(4 552 169)** | **-** |
| **Net (decrease)/increase in cash and cash equivalents** | | ( 2 848 453) | 7 557 850 |
| Cash and cash equivalents at the beginning of the half year | | 7 365 560 | 2 131 250 |
| **Cash and cash equivalents at the end of the half year** | | **4 517 107** | **9 689 100** |

The above condensed consolidated interim statement of cash flows should be read in conjunction with the accompanying notes.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2026

### 1 GENERAL INFORMATION

British American Tobacco Zimbabwe (Holdings) Limited ("the Company") and its subsidiaries (together "the Group") manufacture, distribute and sell cigarettes through a network of independent retailers, wholesalers and distributors. The Group operates a cigarette manufacturing plant in Zimbabwe and sells cigarettes in the Zimbabwean market and exports cut rag.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2026

### 1 GENERAL INFORMATION (continued)

The Company is a public limited company incorporated and domiciled in Zimbabwe. The address of its registered office is Number 1 Manchester Road, Southerton, Harare, Zimbabwe. The Company is listed on the Zimbabwe Stock Exchange.

The ultimate parent of the Company is British American Tobacco plc, listed on the London Stock Exchange.

### 2 MATERIAL ACCOUNTING POLICIES

The accounting policies applied in preparing these condensed consolidated interim financial statements are consistent with those applied in the Group's annual consolidated financial statements for the year ended 31 December 2025. New and amended IFRS Accounting Standards applicable for the half year ended 30 June 2026 did not have a material impact on the Group's accounting policies, financial position, financial performance or disclosures.

### 3 BASIS OF PREPARATION

The condensed consolidated interim financial statements for the half year ended 30 June 2026 have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB"), specifically IAS 34, 'Interim financial reporting' and in the manner required by the Companies and Other Business Entities Act (Chapter 24:31) and the Zimbabwe Stock Exchange Listings Requirements, 2019. The condensed consolidated interim financial statements as at 30 June 2026 and for the half year then ended do not include all disclosures required for a complete set of annual financial statements. These condensed consolidated interim financial statements have been prepared on a going concern basis and from statutory records maintained under the historical cost convention, except for financial instruments measured at fair value.

The condensed consolidated interim financial statements are presented in United States Dollars (US$), which is the Group's functional and presentation currency.

The condensed consolidated interim financial results were authorised for issue by the Board of Directors on 23 September 2026.

### 4 GOING CONCERN

As at 30 June 2026, the Group recorded a net current liability position of US$2 665 480 (31 December 2025: US$3 589 745). The net current liability position reflects, among other factors, legacy foreign-currency obligations relating to dividends and imported goods under the historical blocked-funds arrangements. In 2025, the blocked-funds claim was settled through the issuance of a Government Treasury Bill with a face value of US$16.4 million, maturing on 19 September 2050. Although the settlement resolved the uncertainty over the claim, the long-dated Government Treasury Bill is not a source of short-term operating liquidity.

In assessing the Group's ability to continue as a going concern, the directors considered cash-flow forecasts and downside scenarios from the date of approval of these condensed consolidated interim financial statements. The assessment considered profitability, cash generation, liquidity, foreign-currency requirements, supplier obligations and the following mitigating actions:

- Disciplined cash and working-capital management, including collection of receivables and inventory conversion;
- Management of foreign supplier obligations and foreign-currency requirements; and continued funding of operations and capital expenditure from internal resources, with future distributions assessed against operating requirements and adequate liquidity headroom.

Based on this assessment, the directors concluded that the Group has adequate resources to meet its obligations as they fall due. No material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Accordingly, preparation of these condensed consolidated interim financial statements on a going concern basis is appropriate.

### 5 BLOCKED FUNDS REGISTRATION

In September 2025, the Reserve Bank of Zimbabwe approved and registered blocked funds relating to outstanding dividends and amounts due for goods purchased totalling US$16.4 million. In 2025, the Group received a US$-denominated treasury bill with a face value of US$16.4 million and a contractual maturity date of 19 September 2050 in settlement of these balances, which had been classified as approved blocked funds under Annex 1 of the Finance Act (No. 7) of 2021.

### 6 SEGMENT INFORMATION

The table below shows the segment information provided to the board for the reportable segments for the half year ended 30 June 2026:

| | Cigarettes US$ | Cut-rag US$ | Total US$ |
|---|---|---|---|
| **30 June 2026** | | | |
| Revenue | 12 029 249 | 155 064 | 12 184 313 |
| Profit before income tax | 6 414 513 | 64 793 | 6 479 306 |
| Total assets | 26 565 915 | 66 566 | 26 632 481 |
| Total liabilities | 24 311 080 | 404 110 | 24 715 190 |

| | Cigarettes US$ | Cut-rag US$ | Total US$ |
|---|---|---|---|
| **30 June 2025** | | | |
| Revenue | 12 887 546 | 119 678 | 13 007 224 |
| Profit before income tax | 6 305 127 | 331 849 | 6 636 976 |

| | Cigarettes US$ | Cut-rag US$ | Total US$ |
|---|---|---|---|
| **31 December 2025** | | | |
| Total assets | 27 554 447 | 300 293 | 27 854 740 |
| Total liabilities | 25 663 538 | 340 834 | 26 004 372 |



**Directors:** F. C. Chikosi (Chairman), R. P. Kupara (Non-Executive Director), E. I. Manikai (Non-Executive Director), L.T Manatsa (Non-Executive Director), A. Lewis (Non-Executive Director), R. Hondora (Managing Director), T. Lebogang (Finance Director), V. Maksimenko (Alternate Director).

# REVIEWED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

## FOR THE HALF YEAR ENDED 30 JUNE 2026

BAT ZIMBABWE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2026

| | US$ 30 June 2026 | US$ 30 June 2025 |
|---|---|---|
| **7 REVENUE** | **US$** | **US$** |
| Revenue from sale of cigarettes in domestic market | 12 029 249 | 12 887 546 |
| Revenue from cut-rag exports to foreign markets | 155 064 | 119 678 |
| | **12 184 313** | **13 007 224** |
| **Timing of revenue recognition** | | |
| At a point in time | 12 184 313 | 13 007 224 |
| **8 OTHER LOSSES - NET** | | |
| Fair value gains/(losses) on financial assets at fair value through profit or loss | 1 972 | (13 874) |
| Foreign exchange losses on foreign currency denominated liabilities | (43 198) | (309 537) |
| | **(41 226)** | **(323 411)** |

### 9 FAIR VALUE ESTIMATION

Observable inputs reflect market data obtained from independent sources. Unobservable inputs reflect the Group's market assumptions. These two types of inputs have created the following fair value hierarchy:

- **Level 1 -** fair value is based on quoted prices in active markets for identical financial assets or liabilities
- **Level 2 -** fair value is determined using directly observable inputs other than level 1 inputs
- **Level 3 -** fair value is determined based on inputs not based on observable market data

The hierarchy requires the use of observable market data when available. The Group considers relevant and observable market prices in its valuations where possible.

**Half year ended 30 June 2026**

| | Level 1 US$ | Level 2 US$ | Level 3 US$ | Total US$ |
|---|---|---|---|---|
| **Assets** | | | | |
| Financial assets at fair value through profit or loss, listed equity securities | 20 404 | - | - | 20 404 |
| Financial assets at amortised cost, treasury bills | - | - | 957 410 | 957 410 |
| | **20 404** | **-** | **957 410** | **977 814** |

**Year ended 31 December 2025**

| | Level 1 US$ | Level 2 US$ | Level 3 US$ | Total US$ |
|---|---|---|---|---|
| **Assets** | | | | |
| Financial assets at fair value through profit or loss, listed equity securities | 22 725 | - | - | 22 725 |
| Financial assets at amortised cost, treasury bills | | - | 1 226 374 | 1 226 374 |
| | **22 725** | **-** | **1 226 374** | **1 249 099** |

**Valuation techniques used to determine fair values**
The fair value of financial instruments traded on the Zimbabwe Stock Exchange is based on quoted market prices at the reporting date.

The fair value of the zero-coupon Government Treasury Bill is determined using an income approach by discounting the contractual redemption amount of US$16.4 million, payable on 19 September 2050, to the measurement date. The discount rate reflects assumptions that market participants would use, including the time value of money and the instrument's country, credit and liquidity risks.

**Fair value measurements using significant unobservable inputs (level 3)**
The following table presents the changes in level 3 instruments for the half year ended 30 June 2026.

| | US$ 30 June 2026 | US$ 30 June 2025 |
|---|---|---|
| | **US$** | **US$** |
| **Treasury bills** | | |
| Opening balance | 1 226 374 | - |
| Remeasurement loss recognised in profit or loss | (268 964) | - |
| **Closing balance** | **957 410** | **-** |

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2026

### 9 FAIR VALUE ESTIMATION (continued)

**Valuation inputs and relationships to fair value**
The significant unobservable input is the market-participant US$ discount rate of 12.4% at 30 June 2026 (31 December 2025: 11.1%). Holding all other assumptions constant, a 1 percentage-point decrease in the discount rate would increase the estimated fair value by approximately US$231 281 to US$1 188 691, while a 1 percentage-point increase would decrease it by approximately US$231 281 to US$726 129. Accordingly, fair value is inversely related to the discount rate. There are no other significant unobservable inputs or material interrelationships between unobservable inputs.

**Valuation processes**
The Group prepares the valuation at each reporting date using the contractual cash flows and remaining term to maturity. Market information relevant to long- dated US$ instruments is evaluated and adjusted, where necessary, for market-participant assumptions concerning country, credit and liquidity risks. The valuation technique was applied consistently during the period, and there were no transfers into or out of Level 3.

### 10 FINANCIAL INSTRUMENT BY CATEGORY

**31 December 2025**

| | Financial assets at amortised cost US$ | Financial assets at fair value through profit or loss US$ | Total US$ |
|---|---|---|---|
| **Financial assets as per statement of financial position** | | | |
| Financial assets at fair value through profit or loss | - | 22 725 | 22 725 |
| Financial assets at amortised cost | 1 226 374 | - | 1 226 374 |
| Trade and other receivables (excluding prepayments) | 3 761 746 | - | 3 761 746 |
| Cash and cash equivalents | 7 365 560 | - | 7 365 560 |
| **Total** | **12 353 680** | **22 725** | **12 376 405** |

| | Other financial liabilities US$ |
|---|---|
| **Financial liabilities as per statement of financial position** | |
| Trade and other payables (excluding statutory liabilities) | 2 781 446 |
| Dividends payable | 17 857 102 |
| Employee benefit liabilities | 709 397 |
| Share based payment liabilities | 1 327 |
| **Total** | **21 349 272** |

**30 June 2026**

| | Financial assets at amortised cost US$ | Financial assets at fair value through profit or loss US$ | Total US$ |
|---|---|---|---|
| **Financial assets as per statement of financial position** | | | |
| Financial assets at fair value through profit or loss | - | 20 404 | 20 404 |
| Financial assets at amortised cost | 957 410 | - | 957 410 |
| Trade and other receivables (excluding prepayments) | 3 171 288 | - | 3 171 288 |
| Cash and cash equivalents | 4 517 107 | - | 4 517 107 |
| **Total** | **8 645 805** | **20 404** | **8 666 209** |

| | Other financial liabilities US$ |
|---|---|
| **Financial liabilities as per statement of financial position** | |
| Trade and other payables (excluding statutory liabilities) | 4 675 370 |
| Employee benefit liabilities | 251 773 |
| Dividends payable | 18 815 863 |
| Share based payment liabilities | 2 646 |
| **Total** | **23 745 652** |

**Directors:** F. C. Chikosi (Chairman), R. P. Kupara (Non-Executive Director), E. I. Manikai (Non-Executive Director), L.T Manatsa (Non-Executive Director), A. Lewis (Non-Executive Director), R. Hondora (Managing Director), T. Lebogang (Finance Director), V. Maksimenko (Alternate Director).

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2026

| | | US$ 30 June 2026 | US$ 31 December 2025 |
|---|---|---|---|
| **11** | **TRADE AND OTHER RECEIVABLES** | **US$** | **US$** |
| | Trade receivables - third parties | 2 287 222 | 3 417 705 |
| | Trade receivables - amounts due from related parties | 66 566 | 300 293 |
| | Other receivables | 817 500 | 43 748 |
| | | **3 171 288** | **3 761 746** |
| **12** | **TRADE AND OTHER PAYABLES** | | |
| | Trade payables - third parties | 401 474 | 340 834 |
| | Trade payables - amounts due to related parties | 4 253 470 | 3 027 816 |
| | Social security and other taxes | - | 78 617 |
| | Accrued expenses | 20 426 | 3 285 560 |
| | | **4 675 370** | **6 732 827** |

| | | 2026 US$ | 2025 US$ |
|---|---|---|---|
| **13** | **DIVIDENDS** | | |
| | Dividends declared | 4 539 374 | 8 613 601 |

The Board authorised the payment of a dividend of US$ 0.22 per share for the year ended 31 December 2025. The Board proposed an interim dividend of US$0.11 per share in respect of the half-year ended 30 June 2026.

| | | US$ HALF YEAR ENDED 30 JUNE 2026 | 2025 |
|---|---|---|---|
| **14** | **CASH GENERATED FROM OPERATIONS** | **US$** | **US$** |
| | Profit before income tax | 6 479 306 | 6 636 976 |
| | **Adjustment for:** | | |
| | Depreciation | 323 175 | 312 222 |
| | Fair value losses on financial assets | 297 812 | 13 874 |
| | Profit on sale of property, plant and equipment | (293 948) | (288 039) |
| | **Changes in working capital:** | | |
| | (Increase)/decrease in inventories | (1 245 257) | 1 144 606 |
| | Decrease in trade and other receivables | 590 458 | 1 915 669 |
| | Increase in prepayments | (2 887 027) | (228 528) |
| | Decrease in trade and other payables | (1 098 696) | (191 335) |
| | Decrease in employee benefit liabilities | (457 624) | (244 994) |
| | Increase/(decrease) in share based payment liabilities | 1 319 | (52) |
| | **Cash generated from operations** | **1 709 517** | **9 070 400** |

**15 RELATED PARTIES**

The Group is controlled by British American Tobacco International Holdings Limited, incorporated in the United Kingdom, which owns 43% of the Company's shares. The remaining 57% shares are widely held. The ultimate holding company of the Group is British American Tobacco plc incorporated in the United Kingdom and listed on the London Stock Exchange.

The following amounts were determined from the related-party mapping for the half year ended 30 June 2026.

| | | US$ 30 June 2026 | US$ 31 December 2025 |
|---|---|---|---|
| **a)** | **Purchase of goods or services** | **US$** | **US$** |
| | British American Tobacco South Africa (Proprietary) Limited | 1 092 678 | 1 661 231 |
| | British American Tobacco Kenya Plc | 74 858 | - |
| | British American Tobacco Nigeria Limited | 456 | 3 401 |
| | British American Tobacco (GLP) Limited | - | 111 172 |
| | | **1 167 992** | **1 775 804** |
| **b)** | **Key management compensation** | | |
| | Key management includes directors (executive and non-executive), members of the Executive Committee and the Company Secretary. | | |
| | The compensation paid or payable to key management for employee services is shown below: | | |
| | Salaries and other short term employee benefits | 130 244 | 373 184 |
| | Post employment benefits | 21 008 | 13 698 |
| | | **151 252** | **386 882** |

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2026

**15 RELATED PARTIES (continued)**

| | | US$ 30 June 2026 | US$ 31 December 2025 |
|---|---|---|---|
| **c)** | **Balances arising from sales/purchases of goods and services** | **US$** | **US$** |
| | **Amounts due from related parties** | | |
| | British American Tobacco (GLP) Limited | 51 848 | 67 671 |
| | British American Tobacco Mozambique Limitada | - | 169 674 |
| | British American Tobacco Investments Limited | 2 211 | 38 428 |
| | British American Tobacco Chile | - | 1 353 |
| | British American Tobacco Vranje ad Vranje | 5 963 | - |
| | British American Tobacco (Zambia) Plc | 6 544 | 23 167 |
| | **Total amounts due from related parties** | **66 566** | **300 293** |

Amounts due from related parties arise mainly from sales transactions and are due within two months of the invoice date. These receivables are unsecured and interest-free. No allowance for expected credit losses has been recognised against amounts due from related parties (31 December 2025: nil).

| | | |
|---|---|---|
| **Amounts due to related parties** | | |
| British American Tobacco South Africa (Proprietary) Limited | 2 192 794 | 1 294 727 |
| British American Tobacco Holdings (GLP) Limited | 1 384 350 | 1 290 850 |
| British American Tobacco Holdings Limited | 526 225 | 366 198 |
| British American Tobacco Kenya Plc | 74 858 | - |
| British American Tobacco Investments Limited | 22 527 | 22 569 |
| British American Tobacco Mexico | 7 906 | 7 399 |
| British American Tobacco Nigeria Limited | 7 393 | 6 937 |
| British American Tobacco Mark Limited | 6 742 | 6 848 |
| Tabacalera Hondurena S.A. | 6 609 | 6 609 |
| British - American Tobacco (Singapore) | 4 442 | 4 442 |
| Ceylon Tobacco Company Plc | 3 262 | 3 314 |
| British American Tobacco Vranje ad Vranje | 9 049 | 9 249 |
| British American Tobacco Romania Invest. S.R.L | 2 148 | 2 195 |
| British American Tobacco Pecsi Dohanygyar KFT | 1 811 | 1 851 |
| B.A.T. Niemeyer | 1 545 | 1 579 |
| British American Tobacco Tutun | 1 403 | 1 422 |
| British American Tobacco BT Bentoel Prima | - | 1 221 |
| Souza Cruz Ltda. | 407 | 407 |
| **Total amounts due to related parties** | **4 253 470** | **3 027 816** |

Amounts due to related parties arise mainly from purchase transactions and are interest-free with no fixed repayments dates.

**16 SUBSEQUENT EVENTS**

The Group has evaluated events from 30 June 2026 to the date of issuance of these condensed consolidated interim financial statements and reports that no subsequent events require disclosure.


DANGER: SMOKING IS HARMFUL TO HEALTH

15mgs Tar 1.1mgs Nicotine. As per Government Agreed Method

NOT FOR SALE TO PERSONS UNDER THE AGE OF 18





**Directors:** F. C. Chikosi (Chairman), R. P. Kupara (Non-Executive Director), E. I. Manikai (Non-Executive Director), L.T Manatsa (Non-Executive Director), A. Lewis (Non-Executive Director), R. Hondora (Managing Director), T. Lebogang (Finance Director), V. Maksimenko (Alternate Director).