

British American Tobacco (2009) Limited

Registered Number 07069075

Annual report and financial statements

For the year ended 31 December 2020

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Strategic report

The Directors present their strategic report on British American Tobacco (2009) Limited (the “Company”) for the year ended 31 December 2020.

Principal activities

The Company acts as an investment holding company in subsidiary undertakings of the British American Tobacco p.l.c. group of companies (the “Group”) which are active in the tobacco and nicotine industry.

Review of the year ended 31 December 2020

The profit for the financial year attributable to British American Tobacco (2009) Limited shareholders after deduction of all charges and the provision of taxation amounted to £5,252,908,000 (2019: £7,063,982,000).

Going Concern

The Directors believe that preparing the financial statements on the going concern basis is appropriate. At the end of the reporting year, the Company is in a net current liability position, however this has changed subsequent to the reporting period following the extension of the borrowing with maturity date in May 2021 to 26 May 2023.

The Directors expect the Company’s activities to continue on a similar basis in the foreseeable future.

Key performance indicators

Given the nature of the Company’s activities, the Company’s Directors believe that key performance indicators are not necessary or appropriate for an understanding of the Company’s specific development, performance or the position of its business. However, key performance indicators relevant to the Group, and which may be relevant to the Company, are disclosed in the Strategic Report in British American Tobacco p.l.c.’s 2020 Annual Report and Form 20-F (“BAT Annual Report”) and do not form part of this report.

Principal risks and uncertainties

The principal risks and uncertainties of the Company, including financial risk management, are integrated with the principal risks of the Group and are monitored by audit committees to provide a framework for identifying, evaluating and managing risks faced by the Group. Accordingly, the key Group risk factors that may be relevant to the Company are disclosed in the BAT Annual Report and do not form part of this report.

UK Companies Act: Section 172(1) Statement

The Company is part of the Group and is ultimately owned by British American Tobacco p.l.c. As set out above in the Company’s Strategic Report, the Company’s principal activity is to act as an investment holding company in subsidiary undertakings of the Group.

Under section 172(1) of the UK Companies Act and as part of the Directors’ duty to the Company’s shareholder to act as they consider most likely to promote the success of the Company, the Directors must have regard for likely long-term consequences of decisions and the desirability of maintaining a reputation for high standards of business conduct. The Directors must also have regard for business relationships with the Company’s wider stakeholders, and the impact of the Company’s operations on the environment and communities in which it operates. Consideration of these factors and other relevant matters is embedded into all Board decision making and risk assessment throughout the year.

Strategic report (continued)

UK Companies Act: Section 172(1) Statement (continued)

The Company's key stakeholders are the Company's shareholder and other Group undertakings. The Company does not have any employees, customers or suppliers. Primary ways in which the Company engages with Group undertakings and its shareholder are through regular meetings, intra-group management activities and ongoing dialogue.

Where the Directors do not engage directly with the Company's stakeholders, they are kept updated on stakeholder perspectives, including through the use of management reporting and board notes relating to matters presented to the Board during the year which set out stakeholder considerations as applicable to matters under consideration. This enables the Directors to maintain an effective understanding of what matters to those stakeholders and to draw on these perspectives in Board decision-making. During the decision-making process the Directors are made aware of the impact of decisions on relevant stakeholders and engagement that has occurred with those stakeholders where applicable.

In accordance with the Group's overall governance and internal controls framework and in support of the Company's purpose as part of the Group, the Company applies and the Directors have due regard to all applicable Group policies and procedures, including the Group Statement of Delegated Authorities ("Group SoDA"), and the Group Standards of Business Conduct, International Marketing Principles, Health and Safety Policy, and Environmental Policy as set out at page 48 of the BAT Annual Report. As a Group company, the Company acts in accordance with the Group's policies in relation to the safeguarding of human rights and community relationships, which are set out at page 48 of the BAT Annual Report.

Where authority for decision-making is delegated to management under the Group SoDA, the Group SoDA mandates regard for the likely long-term consequences of decisions, the imperative of maintaining high standards of business conduct, employees' interests, business relationships with wider stakeholders, the impact of business operations on the environment and communities, and other relevant factors. The Group SoDA is part of the Group's governance and internal controls framework through which good corporate governance, risk management and internal control is promoted within the Group and does not derogate from any requirement for Board review, oversight or approval in relation to the Company's activities.

The Directors receive training in relation to their role and duties as a Director on a periodic basis and all newly appointed Directors receive training in respect of their role and duties on appointment, including on directors' duties under Section 172 of the Companies Act. Director training is provided through the Company Secretary.

The principal decision made by the Directors during the year was the review and approval of a distribution to its shareholder as set out in the Directors' Report below. The Board considered, amongst other relevant factors, the Company's capital position, the amount of its distributable reserves, its cash position, the Company's actual and contingent liabilities and its ability to pay its debts as they fell due.

By Order of the Board

Ms. S. Mehta

Secretary

23 July 2021

Directors' report

The Directors present their report together with the audited financial statements of the Company for the year ended 31 December 2020.

Dividends

During the financial year the Company paid ordinary dividends amounting to £5,280,000,000 (2019: £6,940,000,000), and preference share dividends of £19,550,000 (2019: £27,997,000).

Board of Directors

The names of the persons who served as Directors of the Company during the period 1 January 2020 to the date of this report are as follows:

Jerome Bruce Abelman	(Resigned 10 July 2020)
Robert Fergus Heaton	(Resigned 30 April 2020)
Anthony Michael Hardy Cohn	(Appointed 29 May 2020)
Oliver David Wolfensberger	(Appointed 9 July 2020)
David Patrick Ian Booth	(Appointed 9 July 2020)
Ruth Wilson	(Appointed 9 July 2020)
Ridirectors Limited	(Appointed 9 July 2020)

Research and development

No research and development expenditure has been incurred during the year (2019: £nil).

Political contributions

The Company made no political donations or incurred any political expenditure during the year (2019: £nil).

Employees

The average number of employees employed by the Company during the year was nil (2019: nil).

Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

Statement of Directors' responsibilities

The Directors are responsible for preparing the Strategic Report, the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 *Reduced Disclosure Framework*.

Directors' report (continued)

Statement of Directors' responsibilities (continued)

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Directors' declaration in relation to relevant audit information

Having made appropriate enquiries, each of the Directors who held office at the date of approval of this Annual report confirms that:

- (a) to the best of his knowledge and belief, there is no relevant audit information of which the Company's auditor is unaware; and
- (b) he has taken all steps that a Director might reasonably be expected to have taken in order to make himself aware of relevant audit information and to establish that the Company's auditor is aware of that information.

By Order of the Board

Ms. S. Mehta
Secretary

23 July 2021

Independent auditor's report to the members of British American Tobacco (2009) Limited

Opinion

We have audited the financial statements of British American Tobacco (2009) Limited ("the Company") for the year ended 31 December 2020 which comprise the Profit and loss account, Statement of other comprehensive income, Statement of changes in equity, Balance sheet and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework* and;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the Company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

The Directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the Company or to cease its operations, and as they have concluded that the Company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the Directors' conclusions, we considered the inherent risks to the Company's business model, including the impact of Brexit, and analysed how those risks might affect the Company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the Company will continue in operation.

Fraud and breaches of laws and regulations – ability to detect

Identifying and responding to risks of material misstatement due to fraud

To identify risks of material misstatement due to fraud ("fraud risks") we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included enquiring of Directors and inspection of policy documentation as to the Company's policies and procedures to prevent and detect fraud that apply to this group company as well as enquiring whether the Directors have knowledge of any actual, suspected or alleged fraud.

As required by auditing standards, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries. On this audit we do not believe there is a fraud risk related to revenue recognition because there are no revenue transactions. We did not identify any additional fraud risks.

Independent auditor's report to the members of British American Tobacco (2009) Limited (continued)

Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations.

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the Directors (as required by auditing standards) and discussed with the Directors the policies and procedures regarding compliance with laws and regulations.

The Company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation (including related companies' legislation), distributable profits legislation and taxation legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

This Company, as a holding company, is not subject to other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements.

Context of the ability of the audit to detect fraud or breaches of law or regulation

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

Strategic report and Directors' report

The Directors are responsible for the strategic report and the Directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the Directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the strategic report and the Directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in these respects.

Independent auditor's report to the members of British American Tobacco (2009) Limited (continued)

Directors' responsibilities

As explained more fully in their statement set out on pages 4 and 5, the Directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

**Natalia Bottomley, (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor**

Chartered Accountants
15 Canada Square
London. E14 5GL

23 July 2021

Profit and loss account for the year ended 31 December

Continuing operations	Note	2020 £'000	2019 £'000
Other operating expense	2a	(13,618)	(12)
Other operating income	2b	44	372
Operating result		(13,574)	360
Income from shares in Group undertakings	3	5,579,385	7,289,196
Interest receivable and similar income	4	193,807	255,635
Interest payable and similar expenses	5	(504,774)	(478,473)
Profit before taxation		5,254,844	7,066,718
Tax on profit	6	(1,936)	(2,736)
Profit for the financial year		5,252,908	7,063,982

Statement of comprehensive income for the year ended 31 December

	Note	2020 £'000	2019 £'000
Profit for the financial year		5,252,908	7,063,982
<i>Items that will not be reclassified to profit or loss:</i>			
Effective portion of changes in fair value of cash flow hedges		(116)	466
Total comprehensive income for the year		5,252,792	7,064,448

Statement of changes in equity for the year ended 31 December

	Called up share capital £'000	Share premium account £'000	Profit and loss account £'000	Cash Flow Hedge Reserve £'000	Total Equity £'000
1 January 2019	4,812,417	26,004,823	13,201,717	(37)	44,018,920
Profit for the financial year	-	-	7,063,982	-	7,063,982
Dividends paid	-	-	(6,940,000)	-	(6,940,000)
	4,812,417	26,004,823	13,325,699	(37)	44,142,902
Other comprehensive income					
Effective portion of changes in fair value of cash flow hedges	-	-	-	466	466
31 December 2019	4,812,417	26,004,823	13,325,699	429	44,143,368
Profit for the financial year	-	-	5,252,908	-	5,252,908
Dividends paid	-	-	(5,280,000)	-	(5,280,000)
	4,812,417	26,004,823	13,298,607	429	44,116,276
Other comprehensive income					
Effective portion of changes in fair value of cash flow hedges	-	-	-	(116)	(116)
31 December 2020	4,812,417	26,004,823	13,298,607	313	44,116,160

The accompanying notes are an integral part of the financial statements.

Balance sheet as at 31 December

	Note	2020 £'000	2019 £'000
Fixed assets			
Investments in Group undertakings	7	56,427,205	56,427,205
		56,427,205	56,427,205
Current assets			
Debtors: amounts falling due within one year	8a	2,960,666	2,861,356
Debtors: amounts falling due after one year	8b	3,332,216	3,721,911
Derivative financial instruments assets	10	361	49,399
Derivative financial instruments liabilities	10	(24,889)	-
Creditors: amounts falling due within one year	9a	(17,789,074)	(18,173,510)
Net current liabilities		(11,520,720)	(11,540,844)
Total assets less current liabilities		44,906,485	44,886,361
Creditors: amounts falling due after one year	9b	(790,325)	(742,993)
Net assets		44,116,160	44,143,368
Capital and reserves			
Called up share capital	11	4,812,417	4,812,417
Share premium account		26,004,823	26,004,823
Profit and loss account		13,298,607	13,325,699
Cash flow hedge reserve		313	429
Total shareholders' funds		44,116,160	44,143,368

The financial statements on pages 9 to 43 were approved by the Directors on 23 July 2021 and signed on behalf of the Board.

Mr D.P.I. Booth
Director

Registered number
07069075

The accompanying notes are an integral part of the financial statements.

Notes to the financial statements for the year ended 31 December 2020

1 Accounting policies

Basis of accounting

The financial statements of the Company have been prepared in accordance with the Companies Act 2006 ('the Act') and in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ('FRS 101').

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of international accounting standards in conformity with the requirements of the Act, but makes amendments where necessary in order to comply with the Act, and advantage of certain disclosure exemptions available under FRS 101 have been taken, including those relating to preparation of a cash flow statement or disclosures regarding financial instruments and transactions with related parties.

At the end of the reporting year the Company's current borrowing exceeded its cash and current assets balances, however this has changed subsequent to the reporting period following the extension of the borrowing with maturity date in May 2021 to 26 May 2023.

Consequently, the Directors are confident that the Company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of these financial statements and therefore have prepared the financial statements on a going concern basis.

The preparation of the financial statements requires the Directors to make estimates and assumptions that affect the reported amounts of income, expenses, assets and liabilities, and the disclosure of contingent liabilities at the date of the financial statements. The key estimates and assumptions are set out in the accounting policies below, together with the related notes to the accounts. The most significant items include the review of asset values and impairment testing of financial and non-financial assets.

Such estimates and assumptions are based on historical experience and various other factors that are believed to be reasonable in the circumstances and constitute management's best judgement at the date of the financial statements. In the future, actual experience may deviate from these estimates and assumptions, which could affect the financial statements as the original estimates and assumptions are modified, as appropriate, in the year in which the circumstances change.

The Company is included in the consolidated financial statements of British American Tobacco p.l.c. which is incorporated in the United Kingdom and registered in England and Wales. Consequently, the Company has taken advantage of the exemption from preparing consolidated financial statements under the terms of section 400 of the Companies Act 2006.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

Foreign currencies

The functional currency of the Company is sterling. Transactions arising in currencies other than sterling are translated at the rate of exchange ruling on the date of the transaction. Monetary assets and liabilities expressed in currencies other than sterling are translated at rates of exchange ruling at the end of the financial year. All exchange differences are taken to the profit and loss account in the year except for differences arising on the retranslation of qualifying cash flow hedges, which are recognised in other comprehensive income.

Notes to the financial statements for the year ended 31 December 2020

1 Accounting policies (continued)

Income

Income is recognised in the profit and loss account when all contractual or other applicable conditions for recognition have been met.

Operating expenses

Operating expenses are recorded in the period they relate to and are generated in the normal business operations of the Company.

Taxation

Taxation is that chargeable on the profits for the period, together with deferred taxation.

The current income tax charge is calculated on the basis of tax laws enacted or substantively enacted at the balance sheet date.

Tax is recognised in the profit and loss account except to the extent that it relates to items recognised in other comprehensive income or directly in equity, in which case it is recognised in other comprehensive income or changes in equity.

Deferred taxation is provided in full using the liability method for temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amount used for taxation purposes.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. As required under IAS 12 *Income Taxes*, deferred tax assets and liabilities are not discounted.

Deferred tax is determined using the tax rates that have been enacted or substantively enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realised or deferred tax liability is settled.

Group relief

As a UK resident wholly-owned subsidiary of the Group, the Company is eligible to surrender tax losses to, or claim tax losses from, fellow members of the same UK group for the purposes of calculating corporation tax due in the UK ("group relief").

It is Group policy that tax losses are surrendered unless the entity generating the losses has a particular requirement to carry the losses forward. It is also Group policy not to reimburse entities for group relief surrendered unless, on a stand-alone basis and assuming the entity were not in the Group, those losses are judged to have value to the entity generating the loss.

Investments in Group undertakings

As permitted by IFRS 9, Investments in Group undertakings are stated at cost, together with subsequent capital contributions, less provisions for any impairment in value, where appropriate. An impairment loss is recognised to the extent that the carrying value exceeds the recoverable amount which is the higher of the assets' fair value less costs to sell and its value in use. Impairments are reversed when the value in use exceeds the carrying amount of the investment.

Notes to the financial statements for the year ended 31 December 2020

1 Accounting policies (continued)

Financial instruments

The Company's business model for managing financial assets is in accordance with the principles set out in the BAT Group Treasury Manual which notes that the primary objective with regard to the management of cash and investments is to protect against the loss of principal. The majority of financial assets are held in order to collect contractual cash flows (typically loans and other receivables) but some assets (typically investments) are held for investment potential.

With the exception of investments in Group undertakings and derivative financial instruments, financial assets and financial liabilities are recognised when the Company becomes party to the contractual provisions of the relevant instrument and derecognised when it ceases to be a party to such provisions. Such assets and liabilities are classified as current if they are expected to be realised or settled within 12 months after the balance sheet date. If not, they are classified as non-current.

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and derecognised when it ceases to be a party to such provisions. Such assets and liabilities are classified as current if they are expected to be realised or settled within 12 months after the balance sheet date. If not, they are classified as non-current. Financial instruments are initially recognised at fair value plus directly attributable transaction costs where applicable, with subsequent measurement as set out below. The Company's financial assets (loans and receivables, amounts owed by Group undertakings and other debtors) are subsequently carried at amortised cost. Non-derivative financial liabilities, including creditors, are subsequently carried at amortised cost using the effective interest method.

Redeemable preference shares are classified as creditors in accordance with the substance of the contractual arrangement which represents an obligation to pay cash in respect of both the principle and the dividends due. Where interest bearing receivables and payables have their floating rates based on benchmark rates, such as LIBOR, the Company will account for the application of replacement benchmark rates in accordance with the Amendments to IFRS 9 Financial Instruments published in 2019 (phase 1) and 2020 (phase 2) when applicable.

Derivative financial assets and liabilities are initially recognised, and subsequently measured, at fair value, which includes accrued interest receivable and payable where relevant. Changes in their fair values are recognised as follows:

- for derivatives that are designated as cash flow hedges, the changes in their fair values are recognised directly in other comprehensive income, to the extent that they are effective, with the ineffective portion being recognised in the profit and loss account. Where the hedged item results in a non-financial asset, the accumulated gains and losses, previously recognised in other comprehensive income, are included in the initial carrying value of the asset (basis adjustment) and recognised in the profit and loss account in the same periods as the hedged item. Where the underlying transaction does not result in such an asset, the accumulated gains and losses are reclassified to the profit and loss account in the same periods as the hedged item;
- for derivatives that do not qualify for hedge accounting or are not designated as hedges, the changes in their fair values are recognised in the profit and loss account in the period in which they arise.

In order to qualify for hedge accounting, the Company is required to document prospectively the relationship between the item being hedged and the hedging instrument. The Company is also required to demonstrate an assessment of the relationship between the hedged item and the hedging instrument, which shows that the hedge will be highly effective on an ongoing basis. This effectiveness testing is reperformed periodically to ensure that the hedge has remained, and is expected to remain, highly effective.

Hedge accounting is discontinued when a hedging instrument is derecognised (e.g. through expiry or disposal), or no longer qualifies for hedge accounting. Where the hedged item is a highly probable forecast transaction, the related gains and losses remain in equity until the transaction takes place, when they are reclassified to the profit and loss account in the same manner as for cash flow hedges as described above. When a hedged future transaction is no longer expected to occur, any related gains and losses, previously recognised in other comprehensive income, are immediately reclassified to the profit and loss account.

Notes to the financial statements for the year ended 31 December 2020

1 Accounting policies (continued)

Impairment of financial assets held at amortised cost

Loss allowances for expected credit losses on financial assets which are held at amortised cost are recognised on the initial recognition of the underlying asset. Allowances in respect of loans and other receivables (debtors) are initially recognised at an amount equal to 12-month expected credit losses. Where the credit risk on the receivables has increased significantly since initial recognition, allowances are measured at an amount equal to the lifetime expected credit loss.

Impairment of non-financial assets and investments in Group undertakings

Assets are reviewed for impairment whenever events indicate that the carrying amount of an asset may not be recoverable. In addition, assets that have indefinite useful lives are tested annually for impairment. An impairment loss is recognised to the extent that the carrying value exceeds the recoverable amount which is the higher of the asset's fair value less costs to sell and its value in use.

Dividends

Final dividend distributions to the Company's shareholders are recognised as a liability in the Company's financial statements in the period in which the dividends are approved by the Company's shareholders at the Annual General Meeting, while interim dividend distributions are recognised in the period in which the dividends are declared or paid.

Notes to the financial statements for the year ended 31 December 2020

2 a) Other operating expenses

Auditor's fees of £5,000 were borne by a fellow Group undertaking (2019: £5,000).

There were no employees (2019: none) and no staff costs during the year (2019: £nil).

None of the Directors received any remuneration in respect of their services during the year (2019: £nil). The Company considers that there is no practicable method to allocate a portion of the emoluments the Directors receive from their respective Group company employer for any qualifying services in respect of the Company, as these are considered to be incidental and part of the Directors overall management responsibilities within the Group.

2 b) Other operating income

Other operating income represents foreign exchange gains.

3 Income from shares in Group undertakings

	2020	2019
	£'000	£'000
Income from shares in Group undertakings	5,579,385	7,289,196

Income from shares in Group undertakings represents dividends received from Weston (2009) Limited, American-Cigarette Company (Overseas) (Private) Ltd and Rothmans of Pall Mall Limited.

4 Interest receivable and similar income

	2020	2019
	£'000	£'000
Fair value gain	-	123,700
Interest receivable from Group undertakings	115,457	131,935
Exchange gains	78,350	-
	193,807	255,635

Interest receivable comprises interest receivable from loans of 1,400,000,000 AUD (£790,306,000), 1,255,000,000 EUR (£1,123,344,000) and £3,835,827,000 granted to Group undertakings.

5 Interest payable and similar expenses

	2020	2019
	£'000	£'000
Exchange losses	-	99,756
Fair value loss	65,279	-
Preference dividends payable	19,550	27,997
Interest payable to Group undertakings	419,945	350,720
	504,774	478,473

Interest payable comprises interest payable to B.A.T. Operating Finance Limited for a borrowing of £17,490,991,000 (2019: £18,130,050,000). Preference dividends payable is related to the preference shares issued to British American Tobacco (2012) Limited in amount of AUD 1,400,000,000 (£790,306,000) (2019: AUD 1,400,000,000 (£742,879,000)).

Notes to the financial statements for the year ended 31 December 2020

6 Taxation**(a) Recognised in the profit and loss account**

	2020		2019	
	£'000	£'000	£'000	£'000
<i>UK corporation tax</i>				
Current tax on income for the period	-		-	
Adjustments in respect of prior periods	-		-	
Double taxation relief		-		-
<i>Foreign tax</i>				
Current tax on income for the period	1,936		2,736	
Adjustments in respect to prior periods	-		-	
Total current tax		1,936		2,736
Total income tax expense (note 6b)		1,936		2,736

(b) Factors affecting the taxation charge

A UK corporation tax rate of 19% (effective 1 April 2020) was substantively enacted on 17 March 2020, reversing the previously enacted reduction in the rate from 19% to 17%. The deferred tax asset at 31 December 2020 has been calculated at 19% (2019: 17%). An increase in the UK corporation tax rate from 19% to 25% (effective 1 April 2023) was substantively enacted on 24 May 2021, after the balance sheet date.

The taxation charge for the year differs from the charge that would be expected based on the statutory 19% (2019: 19%) rate of corporation taxation in the UK. The major causes of this difference are listed below:

	2020	2019
	£'000	£'000
Profit for the year	5,252,908	7,063,982
Total tax expense	1,936	2,736
Profit excluding taxation	5,254,844	7,066,718
Tax using the UK corporation tax rate of 19.00% (2019: 19.00%)	998,420	1,342,676
Non-deductible expenditure	2,424	4,800
Foreign tax suffered	1,936	2,736
Tax exempt income	(1,056,573)	(1,385,018)
Transfer pricing adjustment	(3)	(3)
Group relief surrendered for nil consideration	55,732	37,545
Total tax charge for the period	1,936	2,736

The Company has temporary differences of £262,679,000 (2020: £262,679,000) (taxation amount of £49,909,000 (2019: £44,655,000)) in respect of tax losses. A deferred tax asset has not been recognised as the entity is not expected to be profit making in the foreseeable future.

Notes to the financial statements for the year ended 31 December 2020

7 Investments

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Kosovo, Republic of				
<i>Llappllaselle, Gracanice, Republika e Kosoves</i> British American Tobacco Kosovo Sh.p.k.	Ordinary	0.00	100.00	100.00
Albania				
<i>Rruga e Kavajes, Ish Kombinati Ushqimor, Tirana, Albania</i> British American Tobacco - Albania SH.P.K.	Ordinary	0.00	100.00	100.00
Algeria				
<i>Industrial Zone, Cheraga, El Omrane, Ouled Fayet Road, Lot 04 Ilot 789, Algiers, Algeria</i> British American Tobacco (Algérie) S.P.A.	Ordinary	0.00	51.00	51.00
Angola				
<i>Viana Park, Polo Industrial, Viana, Luanda, Angola</i> British American Tobacco - B.A.T. Angola, Limitada	USD 100	0.00	100.00	76.39
British American Tobacco - B.A.T. Angola, Limitada	USD 49,900	0.00	100.00	100.00
Sociedade Unificada Tabacos Angola LDA	Ordinary	0.00	76.39	76.39
Sociedade Industrial Tabacos Angola LDA	Ordinary	0.00	77.60	77.60
Argentina				
<i>San Martín 140, Floor 14, City of Buenos Aires, Argentina</i> British American Tobacco Argentina S.A.I.C.y F.	New Ordinary	0.00	99.98	99.98
BAT Operaciones S.A.U.	New Ordinary	0.00	100.00	100.00
Australia				
<i>166 William Street, Woolloomooloo, NSW 2011, Australia</i> British American Tobacco (Australasia Holdings) Pty Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Australasia Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Australia Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Australia Overseas Pty Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Australia Services Limited	Ordinary	0.00	100.00	100.00
Rothmans Asia Pacific Limited	Ordinary	0.00	100.00	100.00
Rothmans Asia Pacific Limited	Redeemable preference A\$ 1.00 each	0.00	100.00	100.00
The Benson & Hedges Company Pty. Limited	Ordinary	0.00	100.00	100.00
W.D. & H.O. Wills Holdings Limited	Ordinary	0.00	100.00	100.00
Austria				
<i>Dr. Karl Lueger Platz 5, 1010, Wien, Austria</i> British American Tobacco (Austria) GmbH	Ordinary	0.00	100.00	100.00
Bahrain				
<i>Unit 1, Building 2126, Road 1734, Block 117, Hidd Town, Bahrain</i> British American Tobacco Middle East S.P.C.	Ordinary	0.00	100.00	100.00
Bangladesh				
<i>New DOHS Road, Mohakhali, Dhaka 1206, Bangladesh</i> British American Tobacco Bangladesh Company Limited	Ordinary	0.00	72.91	72.91

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Barbados				
<i>Braemar Court, Deighton Road, St. Michael, Barbados</i>				
B.C.O., Inc.	Ordinary	0.00	100.00	100.00
<i>Chancery Chambers, Chancery House, High Street, Bridgetown, Barbados</i>				
Southward Insurance Ltd.	Common of no par value	0.00	100.00	100.00
Belarus				
<i>7th Floor, 3 Kuprevicha Str., Minsk, 220141, Belarus</i>				
British-American Tobacco Trading Company Foreign Private Trading Unitary Enterprise	Capital (EUR 110,000)	0.00	100.00	100.00
British-American Tobacco Trading Company Foreign Private Trading Unitary Enterprise	Capital (US Dollar 40,000)	0.00	100.00	100.00
Belgium				
<i>Nieuwe Gentsesteeweg 21, 1702 Groot-Bijgaarden, Belgium</i>				
British American Tobacco Belgium N.V.	Ordinary	0.00	99.99	99.99
<i>Globe House, 4 Temple Place, London, WC2R 2PG, United Kingdom</i>				
British American Tobacco Holdings Belgium N.V.	Shares of no value	0.00	100.00	100.00
<i>Nieuwe Gentsesteeweg 21, 1702 Groot-Bijgaarden, Belgium</i>				
Benin				
<i>Cotonou, Lot Numero H19, Quartiers Les Cocotiers, 01 BP 2520, Benin</i>				
British American Tobacco Benin SA	Ordinary	0.00	99.99	99.99
Britannique Ivoirienne Tabac Conseil - Benin (S.A.R.L.)		0.00	90.00	90.00
Bolivia				
<i>Av. Costanerita No. 71, Esq. Calle 6, Piso 5, Zona de Obrajes, La Paz, Bolivia.</i>				
BAT Bolivia S.R.L.	Ordinary	0.00	100.00	100.00
Bosnia and Herzegovina				
<i>ul. Kolodvorska 12, 71000 Sarajevo-Novo Sarajevo, Bosnia and Herzegovina</i>				
INOVINE BH d.o.o.	Ordinary	0.00	100.00	100.00
<i>Fra Dominka Mandica 24 A, 88220 Široki Brijeg, Bosnia and Herzegovina</i>				
IPRESS d.o.o.	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Bosnia and Herzegovina				
<i>ul. Kolodvorska 12, 71000 Sarajevo-Novo Sarajevo, Bosnia and Herzegovina</i> OPRESA d.o.o.	Ordinary	0.00	100.00	100.00
<i>ul. Azize Ša'cirbegovi'c 1, 71000 Sarajevo-Novo Sarajevo, Bosnia and Herzegovina</i> TDR d.o.o. Sarajevo	Ordinary	0.00	100.00	100.00
Botswana				
<i>Plot 20774 Broadhurst Industrial Estate, Gaborone, Botswana</i> British American Tobacco Botswana (Pty) Limited	Ordinary	0.00	100.00	100.00
Business Venture Investments Botswana 6773 (Pty) Ltd.	Ordinary	0.00	100.00	100.00
Brazil				
<i>Avenida República do Chile, nº 330, Bloco 1, Torre Leste, 30º andar, Centro, Rio de Janeiro/RJ - CEP 20.031-170</i> Souza Cruz LTDA	Quotas	0.00	100.00	100.00
Yolanda Participacoes S.A.	Ordinary	0.00	100.00	100.00
Brunei Darussalam				
<i>6th Floor, Bang Hj Ahmad Laksamana Othman, 38-39, Jalan Sultan, Bandar Seri Begawan BS8811, Brunei Darussalam</i> Commercial Marketers and Distributors Sdn. Bhd. (BRN)	Ordinary	0.00	100.00	50.00
Burundi				
<i>Avenue de L'Uprina a Bujumbura, BP 345, Burundi</i> Tabarundi SARL (in liquidation)	Ordinary	0.00	100.00	100.00
Bulgaria				
<i>115 M, Tsarigradsko Shose Blvd., Building D, Floor 5, Sofia, Mladost Municipality, 1784, Bulgaria</i> British American Tobacco Trading EOOD	Ordinary	0.00	100.00	100.00
Cambodia				
<i>1121 National Road 2, Prek Tanou Village, Sangkat Chak Ang Re Leu, Khan Mean Chey, Phnom Penh, Kingdom of Cambodia</i> British American Tobacco (Cambodia) Limited	Ordinary	0.00	71.00	71.00
British American Tobacco (Cambodge) International Limited	Ordinary	0.00	100.00	100.00
Cameroon				
<i>Rue Njo Njo, Bonapriso - B.P. 259, Douala, Cameroon</i> British American Tobacco Cameroun S.A.	Ordinary	0.00	99.76	99.76
Canada				
<i>45 O'Connor Street, Suite 1500, Ottawa, Ontario, K1P 1A4, Canada</i> 2004969 Ontario Inc.	Common of no par value	0.00	100.00	100.00
<i>3711 St-Antoine West, Montreal, Quebec, H4C 3P6, Canada</i> Allan Ramsay and Company Limited	Common of no par value	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Canada				
<i>3711 St-Antoine West, Montreal, Quebec, H4C 3P6, Canada</i>				
Imperial Tobacco Company Limited	Common of no par value	0.00	100.00	100.00
Cameo Inc.	Common of no par value	0.00	100.00	100.00
Genstar Corporation	2nd Preferred shares	0.00	100.00	100.00
Genstar Corporation	Series F	0.00	100.00	100.00
Imperial Brands Limited	Common of no par value	0.00	100.00	100.00
Imperial Tobacco Products Limited	Common of no par value	0.00	100.00	100.00
Imperial Tobacco Services Inc.	Common of no par value	0.00	100.00	100.00
John Player & Sons Limited	Common of no par value	0.00	100.00	100.00
Liggett & Myers Tobacco Company of Canada Limited	Class "A" of no par value	0.00	50.00	50.00
Liggett & Myers Tobacco Company of Canada Limited	Class "B" of no par value	0.00	100.00	100.00
Marlboro Canada Limited	Common of no par value	0.00	100.00	100.00
Medaillon Inc.	Common of no par value	0.00	100.00	100.00
<i>30 Pedigree Court, Brampton, Ontario, L6T 5T8, Canada</i>				
Imperial Tobacco Canada Limited	Common of no par value	0.00	100.00	100.00
Cayman Islands				
<i>Trident Trust Company (Cayman) Ltd., One Capital Place, PO Box 847, Grand Cayman KY1-1103, Cayman Islands</i>				
R.J. Reynolds Tobacco (CI), Co.	Ordinary	0.00	100.00	100.00
Chile				
<i>Isidora Goyenechea 3000, piso 15, Las Codes, Chile</i>				
BAT Chile S.A.	Ordinary	0.00	100.00	99.51
British American Tobacco Chile Operaciones S.A.	Ordinary	0.00	99.51	99.51
Inversiones Casablanca S.A.	Ordinary	0.00	100.00	100.00
China				
<i>Unit 1001 in 901, 9/F, Building 3, No.8 Guanghuadongli, Chaoyang District Beijing, People's Republic of China</i>				
British American Consulting (Beijing) Ltd	Ordinary	0.00	100.00	100.00
Colombia				
<i>Av. Cra. 72 # 80-94 Piso 10. Bogotá, Colombia</i>				
British American Tobacco Colombia S.A.S.	Ordinary	0.00	100.00	100.00
Vype Colombia S.A.S.	Ordinary	0.00	100.00	100.00
Congo, The Democratic Republic				
<i>1er étage, Immeuble du Centenaire, Gombe, Kinshasa, Democratic Republic of Congo</i>				
BAT Distribution sarl (in liquidation)	Ordinary	0.00	100.00	100.00
British American Tobacco Congo SARL (in liquidation)	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Congo, The Democratic Republic				
<i>1st floor Immeuble L'horizon sis avenue Colonel Lukusa n°50, Gombe, Kinshasa/DRC</i>				
British American Tobacco Services Congo SARL	Ordinary	0.00	100.00	100.00
British American Tobacco Import SARL	Ordinary	0.00	99.00	99.00
Costa Rica				
<i>325 Metros este del Puente de la Firestone, Llorente, Flores, Heredia, Costa Rica</i>				
BASS Americas S.A.	Ordinary	0.00	100.00	100.00
BATCCA Park Inversiones Inmobiliarias, S.A.	Ordinary	0.00	100.00	100.00
BATCCA Servicios S.A.	Ordinary	0.00	100.00	100.00
Croatia				
<i>Obala V. Nazora 1, 52210 Rovinj, Croatia</i>				
TDR d.o.o.	Ordinary	0.00	100.00	100.00
<i>Ivana Lučićićeva 2/a, 10000 Zagreb, Croatia</i>				
BAT HRVATSKA d.o.o. u likvidaciji (in liquidation)	Ordinary	0.00	100.00	100.00
<i>Osječka 2, 33000 Virovitica, Croatia</i>				
Hrvatski Duhani d.d. Tobacco Leaf Processing	Ordinary	0.00	89.55	89.55
<i>Draškovićeva 27, 10000 Zagreb, Croatia</i>				
INOVINE d.d.	Ordinary	0.00	93.42	93.42
Cuba				
<i>Parcela n° 2 a noroeste do terminal de contêineres de Mariel, a 2,2 km do vértice n° 4, Município de Mariel, Província de Artemisa, na República de Cuba - temporarily in Calle Reyes n° 6 entre Calzada de Luyanó e Calle Princesa, Município de 10 de outubro, Província de Havana</i>				
Brascuba Cigarrillos S.A.	Ordinary	0.00	50.00	50.00
Cyprus				
<i>Photiades Business Centre, 5th Floor, 8 Stasinou Avenue, Nicosia, CY-1060, Cyprus</i>				
B.A.T (Cyprus) Limited	Ordinary	0.00	100.00	100.00
Rothmans (Middle East) Limited	Ordinary	0.00	99.99	99.99
Czech Republic				
<i>Karolinská 654/2, Prague 8 – Karlín, 186 00, Czech Republic</i>				
British American Tobacco (Czech Republic), s.r.o.	ORDINARY	0.00	100.00	100.00
Denmark				
<i>Vester Farimagsgade 16, 1606 Copenhagen, Denmark</i>				
British American Tobacco Denmark A/S (House of Prince A/S)	Ordinary	0.00	100.00	100.00
Precis (1789) Denmark A/S	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Egypt				
<i>Administrative unit no.1 , 5th Floor, Building S2B, Sector A, Downtown Mall Katameya,5th settlement, New Cairo,Egypt</i>				
BETCO for General Services and Marketing LLC	Ordinary	0.00	100.00	100.00
BETCO for Trade and Distribution LLC	Ordinary	0.00	100.00	100.00
British American Tobacco North Africa LLC	Ordinary	0.00	100.00	100.00
British American Tobacco Egypt LLC	Ordinary	0.00	100.00	100.00
Eritrea				
<i>P.O. Box 749, 62 Ras Alula Street, Asmara, Eritrea</i>				
British American Tobacco (Eritrea) Share Company	Ordinary	0.00	100.00	100.00
British American Tobacco (Eritrea) Share Company	Preference	0.00	100.00	100.00
British American Tobacco (Eritrea) Share Company	Preference	0.00	100.00	100.00
Estonia				
<i>Mustamäe Tee 46, 10621 Tallinn, Estonia</i>				
British American Tobacco Estonia AS	Ordinary	0.00	100.00	100.00
Fiji				
<i>Lady Maria Road, Nabua, Suva, Fiji</i>				
Central Manufacturing Company Pte Limited	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Fiji) Pte Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (Fiji) Marketing Pte Limited	Ordinary	0.00	100.00	100.00
Finland				
<i>Itamerentori 2, 00180, Helsinki, Finland</i>				
British American Tobacco Finland Oy	Ordinary	0.00	100.00	100.00
France				
<i>Cœur Défense Tour A 100-110 Esplanade de Gaulle 92932 Paris La Défense Cedex, France</i>				
British American Tobacco France SAS	Ordinary	0.00	100.00	100.00
<i>8 Rue La Boétie, 75008 Paris, France</i>				
Carreras France SAS	Ordinary	0.00	100.00	100.00
Germany				
<i>Alsterufer 4, 20354 Hamburg, Germany</i>				
BATIG Gesellschaft für Beteiligungen m.b.H.	Ordinary € 340,000,000.00	0.00	100.00	100.00
British American Tobacco (Germany) GmbH	Ordinary	0.00	100.00	100.00
British American Tobacco (Industrie) GmbH	Ordinary	0.00	100.00	100.00
Ghana				
<i>F190/5 Josiah Tongogari Street, Opposite Tante Marie Restaurant, Labone-Accra, Ghana</i>				
British American Tobacco Ghana Limited	Ordinary	0.00	97.09	97.09

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Greece				
<i>27, Ag. Thoma Street, Maroussi, 151 24, Greece</i>				
British American Tobacco Hellas S.A.	Ordinary	0.00	100.00	100.00
Guernsey				
<i>St Martin's House, Le Bordage, St. Peter's Port, GY1 4AU, Guernsey</i>				
Belaire Insurance Company Limited	Ordinary	0.00	100.00	100.00
Guyana				
<i>Lot 122 Parade Street, Kingston, Georgetown, Guyana</i>				
Demerara Tobacco Company Limited	Ordinary	0.00	70.25	70.25
Honduras				
<i>Boulevard del Sur, Zona El Cacao, San Pedro Sula, Depart. de Cortés, Honduras</i>				
Tabacalera Hondureña S.A.	Ordinary	0.00	83.64	83.64
Hong Kong				
<i>Units 2501 and 2506 to 2510, 25/F Island Place Tower, Island Place 510, King's Road, Hong Kong</i>				
American Cigarette Company Limited	Ordinary	0.00	100.00	100.00
<i>Level 30, 3 Pacific Place, 1 Queen's Road East, Wanchai, Hong Kong</i>				
British American Tobacco Asia-Pacific Region Limited	Ordinary	0.00	100.00	100.00
British-American Tobacco Company (Hong Kong) Limited	Ordinary	0.00	100.00	100.00
<i>11/F, One Pacific Place, 88 Queensway, Hong Kong</i>				
British American Tobacco China Investments Limited	Ordinary	0.00	100.00	100.00
<i>Level 24, Suites 2407-09, 3 Pacific Place, 1 Queen's Road East, Wanchai, Hong Kong</i>				
BAT Global Travel Retail Limited	Ordinary	0.00	100.00	100.00
Hungary				
<i>H-1124, Budapest, Csörsz utca 49-51. 3. em., Hungary</i>				
BAT Pécsi Dohánygyár Korlátolt Felelősségű Társaság	Ordinary	0.00	100.00	100.00
<i>H-1118 Budapest, Gombóc Zoltán utca 14., Hungary</i>				
Forum Pro-Industry Nonprofit Korlátolt Felelősségű Társaság	Ordinary	0.00	9.09	9.09
<i>H-6800 Hódmezővásárhely, Erzsébeti út 5/b, Hungary</i>				
Országos Dohányboltellátó Korlátolt Felelősségű Társaság	Ordinary	0.00	49.00	49.00
Indonesia				
<i>Capital Place Office Tower 6th Floor, Jl. Gatot Subroto Kav. 18, Jakarta 12710 Indonesia</i>				
PT Bentoel Internasional Investama, Tbk	Ordinary	0.00	92.48	92.48
<i>Jl. Susanto No. 2B, Ciptomulyo, Sukun, Malang, Jawa Timur 65148 Indonesia</i>				
PT Bentoel Distribusi Utama	Ordinary	0.00	100.00	92.48

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Indonesia				
<i>Jl. Raya Karanglo, 1st Floor, Desa Banjararum, Kecamatan Singosari, Jawa Timur 65153 Indonesia</i>				
PT Bentoel Prima	Series A	0.00	100.00	92.48
<i>Jl. Raya Karanglo, 1st Floor, Desa Banjararum, Kecamatan Singosari, Jawa Timur 65153 Indonesia</i>				
PT Bentoel Prima	Series B	0.00	100.00	92.48
Iran, Islamic Republic of				
<i>Unit 5001, No.0, Sahand 1 St., Sabalan 1 St., Phase 3, Eshtehard Industrial Estate, Palang Abad, Alborz province, Islamic republic of Iran</i>				
B.A.T. Pars Company (Private Joint Stock) No. 88, Baran Bld., Kuyeh Sayeh, Across Mellat Park, Vali'asr Ave., Tehran, Islamic Republic of Iran	Ordinary	0.00	100.00	100.00
TDR Parsian Company (PJS) (in liquidation)	Ordinary	0.00	100.00	100.00
Iraq				
<i>Enkawa, Erbil, Kurdistan Region of Iraq</i>				
B.A.T. Iraqia Company for Tobacco Trading Limited	Ordinary	0.00	100.00	100.00
Ireland				
<i>Suite D, 2nd Floor, The Apex Building, Blackthorn Road, Sandyford Industrial Estate, Dublin 18, Republic of Ireland</i>				
Carroll Group Distributors Limited	Ordinary	0.00	100.00	100.00
P.J. Carroll & Company Limited	A' Ordinary	0.00	100.00	100.00
P.J. Carroll & Company Limited	B' Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Ireland) Limited	Preference ordinary	0.00	100.00	100.00
Isle of Man				
<i>2nd Floor, St Mary's Court, 20 Hill Street, Douglas, IM1 1EU, Isle of Man</i>				
Abbey Investment Company Limited	Ordinary	0.00	100.00	100.00
The Raleigh Investment Company Limited	Ordinary	0.00	100.00	100.00
Tobacco Manufacturers (India) Limited	Ordinary	0.00	100.00	100.00
Italy				
<i>Via Amsterdam 147, 00144 Rome, Italy</i>				
British American Tobacco Italia S.p.A.	Ordinary	0.00	100.00	100.00
Ivory Coast				
<i>Rue des Jardins -Immeuble Sayegh-Mezzanine, Abidjan, Cocody 2 plateaux, Côte d'Ivoire</i>				
British American Tobacco RCI SARL	Ordinary	0.00	100.00	100.00
Jamaica				
<i>13A Ripon Road, Kingston 5, Jamaica</i>				
Carreras Limited	Ordinary	0.00	50.40	50.40
Sans Souci Development Limited	Ordinary	0.00	100.00	50.40
Sans Souci Limited	Ordinary	0.00	100.00	50.40
Japan				
<i>Midtown Tower 20F, 9-7-1 Akasaka, Minato-ku, Tokyo, Japan</i>				
British American Tobacco Japan, Ltd.	Equity Units	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Jersey				
22 Grenville Street, St Helier, JE4 8PX, Jersey Pathway 5 (Jersey) Limited	Ordinary	0.00	100.00	100.00
Jordan				
Airport Road, Al Qastal Industrial Area, Air Cargo Road, Amman, Jordan British American Tobacco - Jordan Private Shareholding Company Limited	Ordinary	0.00	100.00	100.00
Kazakhstan				
240G, Nursultan Nazarbayev avenue, A26F8D4 Almaty, Republic of Kazakhstan British American Tobacco Kazakhstan Trading Limited Liability Partnership	Ordinary	0.00	100.00	100.00
Kenya				
8 Likoni Road, Industrial Area, P.O. Box 30000-00100, Nairobi, Kenya BAT Kenya Tobacco Company Limited	Ordinary	0.00	100.00	60.00
8 Likoni Road, Industrial Area, P.O. Box 30000-00100, Nairobi, Kenya British American Tobacco Area Limited	Ordinary	0.00	100.00	100.00
8 Likoni Road, Industrial Area, P.O. Box 30000-00100, Nairobi, Kenya British American Tobacco Kenya plc	Ordinary	0.00	60.00	60.00
8 Likoni Road, Industrial Area P.O. Box 30000- 00100, Nairobi, Kenya East African Tobacco Company (Kenya) Limited	Ordinary	0.00	100.00	60.00
Korea, Republic of				
42FI Gangnam Finance Center, 152 Teheran- ro, Gangnam-gu, Seoul, Korea (the Republic of) British American Tobacco Korea Limited	Ordinary	0.00	100.00	100.00
141, Gongdan1-ro, Sanam-Myun, Sacheon City, Kyungsangnamdo, Korea (the Republic of) British American Tobacco Korea Manufacturing Limited	Ordinary	0.00	100.00	100.00
Latvia				
Mukusalas iela 101, Riga LV-1004, Latvia British American Tobacco Latvia SIA	Ordinary	0.00	100.00	100.00
Lithuania				
J. Galvydžio g. 11-7, LT-08236 Vilnius Lithuania UAB British American Tobacco Lietuva	Ordinary	0.00	100.00	100.00
Luxembourg				
1, Rue Jean Piret, 2350 Luxembourg, Grand Duchy of Luxembourg British American Tobacco Brands (Switzerland) Limited	Ordinary	0.00	100.00	100.00
Macedonia, Republic of				
Bul. 8-mi Septemvri No. 18 Skopje, Republic of Macedonia TDR Skopje d.o.o.e.i. Skopje	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Malawi				
<i>Northgate Arcade Complex, Masauko Chipembere Highway, Blantyre, Malawi</i>				
British American Tobacco (Malawi) Limited	Ordinary	0.00	100.00	100.00
Malaysia				
<i>Level 11, Sunway Geo Tower, Jalan Lagoon Selatan, Sunway South Quay, Bandar Sunway, 47500 Subang Jaya, Selangor Darul Ehsan, Malaysia</i>				
BAT Aspac Service Centre Sdn Bhd <i>12th Floor, Menara Symphony, No. 5, Jalan Prof Khoo Kay Kim, Seksyen 13, 46200, Petaling Jaya, Selangor Darul Ehsan, Malaysia</i>	Ordinary	0.00	100.00	100.00
British American Tobacco GSD (Kuala Lumpur) Sdn Bhd <i>Level 19, Wisma Guocoland, Damansara City, No. 6 Jalan Damanlela, Bukit Damansara, 50490 Kuala Lumpur, Malaysia</i>	Ordinary	0.00	100.00	100.00
British American Tobacco (Malaysia) Berhad	Ordinary	0.00	50.00	50.00
British American Tobacco Malaysia Foundation	Limited by guarantee	0.00	100.00	100.00
Commercial Marketers and Distributors Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Rothmans Brands Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Tobacco Importers and Manufacturers Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Mali				
<i>DJELIBOUGOU-Immeuble BASSARO- BP 2065, Bamako -Mali</i>				
British American Tobacco (Mali) sarl	Ordinary	0.00	100.00	100.00
Malta				
<i>PM Building, Level 2, Mriehel Industrial Zone, Bone Street, Mriehel, BKR3000, Malta</i>				
British American Tobacco (Malta) Limited	Ordinary	0.00	100.00	100.00
Central Cigarette Company Limited	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Malta) Limited	Ordinary	0.00	100.00	100.00
Mexico				
<i>Francisco I Madero 2750 Poniente, Colonia Centro, Monterrey, Nuevo León, C.P. 64000, Mexico</i>				
British American Tobacco Mexico Comercial, S.A. de C.V.	Ordinary	0.00	99.99	99.99
British American Tobacco Mexico Comercial, S.A. de C.V.	Variable share class	0.00	100.00	100.00
British American Tobacco Mexico, S.A. de C.V.	Ordinary series 'A'	0.00	100.00	100.00
British American Tobacco Mexico, S.A. de C.V.	Ordinary series 'B'	0.00	100.00	100.00
British American Tobacco Servicios S.A. de C.V.	Share Class "1"	0.00	100.00	100.00
British American Tobacco Servicios S.A. de C.V.	Share Class "2"	0.00	100.00	100.00
Cigarrera La Moderna, S.A. de C.V.	Ordinary	0.00	99.99	99.99

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Mexico				
<i>Predio Los Sauces Sin número, Colonia Los Sauces, C.P. 63195, Tepic, Nayarit, Mexico</i> Procesadora de Tabacos de Mexico, S.A. de C.V.	Ordinary	0.00	93.00	93.00
Moldova, Republic of				
<i>65, Stephan cel Mare Str., off. 414-417, Chisinau, MD2001, Republic of Moldova</i> British American Tobacco – Moldova S.R.L.	Ordinary	0.00	100.00	100.00
Mozambique				
<i>2289 Avenida de Angola, Maputo, Mozambique</i> British American Tobacco Mozambique Limitada	Ordinary	0.00	95.00	95.00
Sociedade Agricola de Tabacos Limitada	Ordinary	0.00	95.00	95.00
Myanmar				
<i>Min Aye Yar Street, Plot No. (55, 56), Survey Ward No. (14) Shwe Than Lwin Industrial Zone, Hlaing Tharyar Township Yangon Region, Myanmar</i> British American Tobacco Myanmar Limited	Ordinary	0.00	95.00	95.00
British American Tobacco Myanmar Limited	Ordinary	0.00	51.00	51.00
British American Tobacco Myanmar Services Limited	Ordinary	0.00	100.00	100.00
Namibia				
<i>Shop 48, Second Floor Old Power Station Complex, Armstrong Street, Windhoek, Namibia</i> British American Tobacco Namibia (Pty) Limited	Ordinary	0.00	100.00	100.00
<i>24 Orban Street, Klein Windhoek, Namibia</i> Twisp (Pty) Limited	Ordinary	0.00	100.00	100.00
Netherlands				
<i>Handelsweg 53 A, 1181 ZA, Amstelveen, Netherlands</i> Aruba Properties B.V.	Ordinary	0.00	100.00	100.00
B.A.T. Netherlands Finance B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco European Operations Centre B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Exports B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (Australia) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (Malaysia) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (South Africa) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (The Netherlands) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (Venezuela) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (Vietnam) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco International (Holdings) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco International Investments B.V.	Ordinary	0.00	100.00	100.00

British American Tobacco Manufacturing B.V.	Ordinary	0.00	100.00	100.00
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Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Netherlands				
<i>Handelsweg 53 A, 1181 ZA, Amstelveen, Netherlands</i>				
Molensteegh Invest B.V.	Ordinary	0.00	100.00	100.00
Precis (1789) B.V.	Ordinary	0.00	100.00	100.00
Precis (1790) B.V.	Ordinary	0.00	100.00	100.00
Rothmans Far East B.V.	Ordinary	0.00	100.00	100.00
Rothmans International Holdings B.V.	Ordinary	0.00	100.00	100.00
Rothmans International Holdings II B.V.	Ordinary	0.00	100.00	100.00
Rothmans Tobacco Investments B.V.	Ordinary	0.00	100.00	100.00
Rothmans UK Holdings B.V.	Ordinary	0.00	100.00	100.00
New Zealand				
<i>2 Watt Street, Parnell, Auckland, 1052, New Zealand</i>				
British American Tobacco (New Zealand) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (New Zealand) Limited	Ordinary	0.00	100.00	100.00
<i>Mint Advisory Limited, Suite 6, 8 Turua Street, St Heliers, Auckland, 1071, NZ</i>				
New Zealand (UK Finance) Limited	Preference shares	0.00	100.00	100.00
New Zealand (UK Finance) Limited	Ordinary	0.00	100.00	100.00
Niger				
<i>Siège social : Rue du parc, Quartier Terminus, Niamey, Niger</i>				
British American Tobacco Niger	Ordinary	0.00	100.00	100.00
Nigeria				
<i>1, Tobacco Road, Oluyole Toll Gate, Ibadan, Nigeria</i>				
British American Tobacco (Nigeria) Limited	Ordinary	0.00	100.00	100.00
<i>Rising Sun Building, 2 Olumegbon Road, Ikoyi, Lagos, Nigeria</i>				
British American Tobacco Marketing Nigeria Limited	Ordinary	0.00	100.00	100.00
Northern Ireland				
<i>212-218 Upper Newtownards Road, Belfast, BT4 3ET, Northern Ireland</i>				
Murray, Sons & Company, Limited	Ordinary	0.00	100.00	100.00
Norway				
<i>Dronning Eufemias gate 42. 0191 Oslo, Norway</i>				
British American Tobacco Norway AS	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Pakistan				
<i>Serena Business Complex. Khayaban-e-Suhrwardy, Islamabad, Pakistan</i>				
British American Tobacco SAA Services (Private) Ltd	Ordinary	0.00	100.00	100.00
Pakistan Tobacco Company Limited	Ordinary	0.00	94.65	94.65
Phoenix (Private) Limited	Ordinary	0.00	100.00	94.65
Panama				
<i>Torre Banco Panama, Boulevard Costa Del Este y Aveida La Rotonda, Piso 14, Oficina 1400, Costa del Este Ciudad de Panama, Panama</i>				
BAT Caribbean, S.A.	Ordinary	0.00	100.00	100.00
British American Tobacco Central America S.A.	Ordinary	0.00	87.65	87.65
British American Tobacco Panama, S.A.	Ordinary	0.00	100.00	87.65
Tabacalera Istmena S.A.	Ordinary	0.00	100.00	100.00
Papua New Guinea				
<i>Ashurst Png, Level 11 Mrdc Haus, Cnr Of Musgrave Street And Champion Parade, Port Moresby, National Capital District, Papua New Guinea</i>				
British American Tobacco (PNG) Limited	Ordinary	0.00	100.00	100.00
Papua New Guinea Tobacco Company Limited	Ordinary	0.00	100.00	100.00
Paradise Tobacco Company Limited	A' Ordinary	0.00	100.00	100.00
Paradise Tobacco Company Limited	B' Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (P.N.G.) Limited	A' Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (P.N.G.) Limited	B' Ordinary	0.00	100.00	100.00
Paraguay				
<i>Avda. Aviadores del Chaco N° 2050 (World Trade Center, Torre 2, Piso 17), Asunción, Paraguay</i>				
British American Tobacco Productora de Cigarrillos S.A.	Ordinary	0.00	100.00	100.00
Peru				
<i>Pasaje Santa Rosa 256, Ate, Lima, Perú.</i>				
British American Tobacco del Peru Holdings S.A.	Ordinary	0.00	98.35	98.35
British American Tobacco del Peru Holdings S.A.	Investment stock	0.00	98.98	98.98
British American Tobacco Del Peru, S.A.C.	Ordinary	0.00	100.00	100.00
Philippines				
<i>6th Floor Tuscan Building, Herrera Street, Legaspi Village, City of Makati, Philippines</i>				
Alhambra Industries Inc.	Common php 1,300 PAR	0.00	100.00	100.00
Alhambra Industries Inc.	Preference PHP 1,300 PAR	0.00	100.00	100.00
Poland				
<i>Krakowiakow 48, 02-255, Warszawa, Poland</i>				
British American Tobacco Polska Trading sp. z o.o.	Ordinary	0.00	100.00	100.00
<i>Ul. Tytoniowa 16, 16-300, Augustow, Poland</i>				
British-American Tobacco Polska S.A.	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Poland				
<i>Aleja Wojska Polskiego 23c, 63-500, Ostrzeszow, Poland</i>				
CHIC SP. ZO.O.	Ordinary	0.00	100.00	100.00
Nicoventures Polska Sp.zo.o	Ordinary	0.00	100.00	100.00
<i>Krakowiakow 48, 02-255, Warszawa, Poland</i>				
CHIC sp.zo.osp.k.	Ordinary	0.00	100.00	100.00
Chic Investments sp.zo.o.	Ordinary	0.00	100.00	100.00
eSMOKING Liquids sp.zo.o	Ordinary	0.00	100.00	100.00
eSMOKING Liquids sp.zo.o.sp.k.	Ordinary	0.00	100.00	100.00
<i>PLAC ANDERSA 7, 61-894, Poznan, Poland</i>				
Chic Holding sp.zo.o	Ordinary	0.00	100.00	100.00
<i>Rubiez 46, 61-612, Poznan, Poland</i>				
eSMOKING INSITUTE sp.zo	Ordinary	0.00	100.00	100.00
Portugal				
<i>Edificio Amoreiras Square, Rua Carlos Alberto da Mota Pinto 17, 3e A, 1070-313, Amoreiras, Lisboa, Portugal</i>				
COTAPO Empreendimentos Comerciais e Industriais S.A.	Ordinary	0.00	100.00	100.00
Sociedade Unificada de Tabacos Limitada	Ordinary	0.00	76.40	76.40
Qatar				
<i>P O Box 6689, 41 Floor, Tornado Tower, West Bay, Doha, Qatar</i>				
British American Tobacco Q LLC	Ordinary	0.00	100.00	100.00
Reunion				
<i>5 Immeuble Cap 2000, Avenue Théodore Drouhet, ZAC Horizon 2000 - 97420 Le Port, La Réunion</i>				
B.A.T. La Reunion SAS	Ordinary	0.00	100.00	100.00
Romania				
<i>319 Splaiul Independentei, Sema Parc "City Buiding", 1st Floor, 6th Sector, Bucharest, Romania</i>				
British American Shared Services (Europe) S.R.L.	Ordinary	0.00	100.00	100.00
BRITISH American GBS Recruitment S.R.L.	Ordinary	0.00	100.00	100.00
<i>Bucharest Business Park, Building A (3rd floor) and Building B2 (floors 2-4), 1A Bucuresti - Ploiesti (DN1) Road, Sector 1, Bucharest 013681, Romania</i>				
British-American Tobacco (Romania) Trading SRL	Ordinary	0.00	100.00	100.00
<i>Ploiesti, 17-19 Laboratorului Street, Prahova County, Romania</i>				
British-American Tobacco Romania Investment S.R.L.	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Russia				
<i>197229 Russia, Saint Petersburg, 3rd Konnaya lakhta, 38</i>				
Joint Stock Company "British American Tobacco-SPb"	Ordinary	0.00	100.00	100.00
Joint Stock Company "British American Tobacco-SPb"	Preference	0.00	100.00	100.00
<i>121614 Russia, Moscow, Krylatskaya st., 17, bld. 2</i>				
JSC 'International Tobacco Marketing Services'	Ordinary	0.00	100.00	100.00
Rwanda				
<i>SORAS Building, Boulevard de la Revolution P.O Box 650 Kigali, Rwanda</i>				
British American Tobacco Rwanda Limited	Issued	0.00	100.00	100.00
Saint Lucia				
<i>c/o ADCO Incorporated, 10 Manoel Street, Castries, Saint Lucia</i>				
Carisma Marketing Services Ltd.	Ordinary	0.00	100.00	100.00
<i>St Lucia Pointe Seraphine, Castries, Saint Lucia</i>				
Rothmans Holdings (Caricom) Limited	Ordinary	0.00	100.00	100.00
Samoa				
<i>Vaitele Estate, Vaitele</i>				
British American Tobacco (Samoa) Limited	Ordinary	0.00	100.00	100.00
Saudia Arabia, the Kingdom of				
<i>7051 Al Amir Sultan-Al Salamah District, Unit 1302. Jeddah 23525 - 2661 Saudi Arabia</i>				
Eastern Tobacco Company For Trading	Ordinary	0.00	100.00	100.00
BAT Saudia for Trading	Ordinary	0.00	100.00	100.00
Senegal				
Tobacco Marketing Consultant TMC S.A.R.L (in liquidation)	Ordinary	0.00	100.00	100.00
Serbia				
<i>Bulevar Milutina Milankovic 1ž, Belgrade, 11070, Serbia</i>				
British American Tobacco South – East Europe d.o.o.	Quota	0.00	100.00	100.00
<i>Kralja Stefana Provenanog 209, Vranje, 17500, Serbia</i>				
British American Tobacco Vranje a.d. Vranje	Ordinary-A	0.00	100.00	100.00
British American Tobacco Vranje a.d. Vranje	Ordinary-B	0.00	100.00	100.00
British American Tobacco Vranje a.d. Vranje	Ordinary-C	0.00	100.00	100.00
British American Tobacco Vranje a.d. Vranje	Ordinary-D	0.00	100.00	100.00
Singapore				
<i>15 Senoko Loop, Singapore, 758168</i>				
British-American Tobacco (Singapore) Private Limited	Ordinary	0.00	100.00	100.00
British-American Tobacco Marketing (Singapore) Private Limited	Ordinary	0.00	100.00	100.00
<i>18 Ah Hood Road #12-51, Hiap Hoe Bldg at Zhongshan Park, Singapore, 329983</i>				
British American Tobacco Sales & Marketing Singapore Pte. Ltd.				
<i>Shenton Way, #33-00 OUE Downtown, Singapore 068809</i>				
	Ordinary	0.00	100.00	100.00

British American Tobacco (2009) Limited

RHL Investments Pte Limited (in liquidation)	Ordinary	0.00	100.00	100.00
RHL Investments Pte Limited (in liquidation)	Redeemable preference	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020**7 Investments (continued)****(1) Shares in Group Undertakings**

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Slovenia				
<i>Bravničarjeva ulica 13, 1000 Ljubljana, Slovenia</i>				
British American Tobacco d.o.o.	Ordinary	0.00	100.00	100.00
Solomon Islands				
<i>Kukum Highway, Ranadi, Honiara, Honiara, Solomon Islands</i>				
Solomon Islands Tobacco Company Limited	Ordinary	0.00	100.00	100.00
South Africa				
<i>Waterway House South, 3 Dock Road, V&A Waterfront, Cape Town 8000, South Africa</i>				
Agrega EEMEA (Pty) Limited	Ordinary	0.00	100.00	100.00
Amalgamated Tobacco Corporation (South Africa) (Pty) Limited	Ordinary	0.00	100.00	100.00
American Cigarette Company (Overseas)(Pty) Ltd.	Ordinary	0.00	100.00	100.00
Benson & Hedges (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Shared Services Africa Middle East (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco GSD (South Africa) (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings South Africa (Pty) Limited	A' Redeemable preference	0.00	100.00	100.00
British American Tobacco Holdings South Africa (Pty) Limited	B' redeemable preference of R 0.01	0.00	100.00	100.00
British American Tobacco Holdings South Africa (Pty) Limited	Ordinary ZAR 0.01	0.00	100.00	100.00
British American Tobacco Properties South Africa (Pty) Ltd.	Ordinary	0.00	100.00	100.00
British American Tobacco Services South Africa (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco South Africa (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco East and Southern Africa (Pty) Limited	Ordinary	0.00	100.00	100.00
Brown & Williamson Tobacco Corporation (Pty) Limited	Ordinary	0.00	100.00	100.00
Business Venture Investments No 216 (Pty) Ltd.	Ordinary	0.00	100.00	100.00
Carlton Cigarette Company (Pty) Limited	Ordinary	0.00	100.00	100.00
John Chapman (Pty) Limited	Ordinary	0.00	100.00	100.00
John Player & Sons (Pty) Limited	Ordinary	0.00	100.00	100.00
Kentucky Tobacco Corporation (Pty) Limited	Ordinary	0.00	100.00	100.00
Martins of London (Pty) Limited	Ordinary	0.00	100.00	100.00
Rembrandt Tobacco Corporation (Overseas) (Pty) Ltd	Ordinary	0.00	100.00	100.00
Twisp (Pty) Limited	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
South Africa				
<i>Waterway House South, 3 Dock Road, V&A Waterfront, Cape Town 8000, South Africa</i>				
Riggio Tobacco Corporation of New York (Pty) Ltd	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall London (Pty) Limited	Ordinary	0.00	100.00	100.00
St. Regis Tobacco Corporation (Pty) Ltd	Ordinary	0.00	100.00	100.00
Thomas Bear's Son & Co (Pty) Limited	Ordinary	0.00	100.00	100.00
Tobacco Research and Development Institute (Pty) Limited	Ordinary	0.00	100.00	100.00
W.D. & H.O. Wills (Pty) Limited	Ordinary	0.00	100.00	100.00
Westminster Tobacco Company (Cape Town & London) (Pty) Limited	Ordinary	0.00	100.00	100.00
Winfield Tobacco Corporation (Pty) Limited	Ordinary	0.00	100.00	100.00
Winston Tobacco Company (Pty) Limited	Ordinary	0.00	100.00	100.00
Sri Lanka				
<i>178 Srimath Ramanathan Mawatha, Colombo, 15, Sri Lanka</i>				
Ceylon Tobacco Company Plc	Ordinary	0.00	84.13	84.13
Spain				
<i>Torre Espacio, Paseo de la Castellana, 259D, 28046 Madrid, Spain</i>				
British American Tobacco España, S.A.	Ordinary	0.00	100.00	100.00
Sudan				
<i>Byblos Tower, Al-Muk Nemer Street, Postal Code 11111, P.O Box 1381, Khartoum, Sudan.</i>				
Blue Nile Cigarette Company Limited	Ordinary	0.00	100.00	100.00
Swaziland				
<i>213 King Mswati III Avenue West, Matsapha Industrial Site, Matsapha, eSwatini</i>				
British American Tobacco Swaziland (Pty) Limited	Issued	0.00	50.00	50.00
Sweden				
<i>Västra Trädgårdsgatan 15, 111 53 Stockholm, Sweden</i>				
British American Tobacco Sweden AB	Ordinary	0.00	100.00	100.00
<i>Stenåldersgatan 23, 213 76 Malmö, Sweden</i>				
Fiedler & Lundgren AB	Ordinary	0.00	100.00	100.00
<i>Stationsvägen 11, 523 74 Hokerum, Sweden</i>				
Winnington AB	Ordinary	0.00	100.00	100.00
<i>Södra Järnvägsgatan 13, 4 fl. SE-252 24 Helsingborg, Sweden</i>				
Niconovum AB	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Switzerland				
<i>c/o Seepark AG, Gartenstrasse 4, 6300 Zug, Switzerland</i>				
British American Tobacco International Limited (in liquidation) <i>Route de France 17, 2926 Boncourt, Switzerland</i>	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall Limited	Ordinary	100.00	0.00	100.00
British American Tobacco Switzerland S.A. American-Cigarette Company (Overseas) Limited	Ordinary	0.00	100.00	100.00
BAT Switzerland Vending SA <i>Route de la Glâne 107, c/o NBA Fiduciaire S.A. 1752 Villars-sur-Glâne, Switzerland</i>	Ordinary	100.00	0.00	100.00
Intertab S.A.	Ordinary	0.00	100.00	100.00
Tanzania				
<i>Acacia Estate Building, Kinondoni Road, P.O Box 288, Dar es Salaam, Tanzania</i>				
BAT Distribution Tanzania Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (Tanzania) Limited	Ordinary	0.00	100.00	100.00
International Cigarette Distributors Limited (TZA)(ceased trading)	Ordinary	0.00	99.00	99.00
Zanzibar Distribution Company Limited (In liquidation)	Ordinary	0.00	99.00	99.00
Trinidad and Tobago				
<i>Corner Eastern Main Road and Mt. D'or Road, Champs Fleurs, Trinidad and Tobago</i>				
The West Indian Tobacco Company Limited	Ordinary	0.00	50.13	50.13
Turkey				
<i>Orjin Maslak is Merkezi, Eski Büyükdere Caddesi, No: 27, Kat: 9-10, Maslak, Sanyer, istanbul, Türkiye - PK: 34485</i>				
British American Tobacco Tütün Mamulleri Sanayi ve Ticaret Anonim Sirketi	Ordinary	0.00	100.00	100.00
Uganda				
<i>10th Floor, Lotis Towers, Plot 16 Mackinnon Road, Nakasero, Kampala, Uganda</i>				
British American Tobacco Uganda Limited <i>69/71 Jinja Road, P.O Box 7100, Kampala, Uganda</i>	Ordinary	0.00	90.00	90.00
Ukraine				
<i>21 Nezalezhnosti Str, Pryluky, Chernihiv Region, 17502 Ukraine</i>				
PJSC "A/T B.A.T.- Prilucky Tobacco Company"	Ordinary	0.00	100.00	100.00
<i>13-15 Bolsunovska Str, Kyiv, 01014 Ukraine</i>	Ordinary	0.00	100.00	100.00
LLC "British American Tobacco Sales and Marketing Ukraine"	Ordinary	0.00	100.00	100.00
United Arab Emirates				
<i>Jumeriah Business Centre 3, 37th Floor, Jumeirah Lake Towers, Dubai, P.O. Box 337222, United Arab Emirates</i>				
British American Tobacco GCC DMCC	Ordinary	0.00	100.00	100.00

British American Tobacco ME DMCC	Ordinary	0.00	100.00	100.00
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Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
United Arab Emirates				
<i>Unit # 2680, DMCC Business Center- Level # 1, Jewellery & Gemplex 3 Dubai United Arab Emirates</i>				
British American Tobacco International DMCC	Ordinary	0.00	100.00	100.00
United Kingdom				
<i>Globe House, 1 Water Street, London, WC2R 3LA, United Kingdom</i>				
Advanced Technologies (Cambridge) Limited	Ordinary	0.00	100.00	100.00
Allen & Ginter (UK) Limited	Ordinary	0.00	100.00	100.00
B.A.T (U.K. and Export) Limited	Ordinary	0.00	100.00	100.00
B.A.T Cambodia (Investments) Limited	Ordinary	0.00	100.00	100.00
B.A.T Far East Holding Limited	Ordinary	0.00	100.00	100.00
B.A.T Far East Leaf Limited	Ordinary	0.00	100.00	100.00
B.A.T Services Limited	Ordinary	0.00	100.00	100.00
B.A.T Uzbekistan (Investments) Limited	Ordinary	0.00	100.00	100.00
B.A.T Vietnam Limited	Ordinary	0.00	100.00	100.00
B.A.T. (Westminster House) Limited	Ordinary	0.00	100.00	100.00
B.A.T. China Limited	Ordinary	0.00	100.00	100.00
BAT Finance COP Limited	Ordinary	0.00	100.00	100.00
BATUS Limited	Ordinary	0.00	100.00	100.00
Big Ben Tobacco Company Limited	Ordinary	0.00	100.00	100.00
British American Shared Services (GSD) Limited	Ordinary	0.00	100.00	100.00
British American Shared Services Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (AIT) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (GLP) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (Investments) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (Philippines) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (Serbia) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (South America) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco China Holdings Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Georgia Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Global Travel Retail Limited	Ordinary	0.00	100.00	100.00
British American Tobacco International Holdings (UK) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Investments (Central & Eastern Europe) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Italy Investments Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Italy Limited	Ordinary B	0.00	100.00	100.00
British American Tobacco Italy Limited	Ordinary C	0.00	100.00	100.00
British American Tobacco Korea (Investments) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Malaysia (Investments) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Peru Holdings Limited	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

Investments (continued)

7

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
United Kingdom				
<i>Globe House, 1 Water Street, London, WC2R 3LA, United Kingdom</i>				
British American Tobacco UK Pension Fund Trustee Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Exports Limited	Ordinary	0.00	100.00	100.00
British-American Tobacco (Mauritius) p.l.c.	Ordinary	0.00	100.00	100.00
Carreras Rothmans Limited	6%First preference	0.00	100.00	100.00
	6% Second preference shares		100.00	
Carreras Rothmans Limited		0.00		100.00
Carreras Rothmans Limited	Ordinary	0.00	100.00	100.00
Chelwood Trading & Investment Company Limited	Ordinary	0.00	100.00	100.00
East African Tobacco Company (U.K.) Limited	Ordinary	0.00	100.00	100.00
Lord Extra Limited	Ordinary	0.00	100.00	100.00
Myddleton Investment Company Limited	Ordinary	0.00	100.00	100.00
Powhattan Limited	Ordinary	0.00	100.00	100.00
Ridirectors Limited	Ordinary	0.00	100.00	100.00
Rothmans Exports Limited	Ordinary	0.00	100.00	100.00
Rothman Trading Limited	Ordinary	0.00	100.00	100.00
Precis (2396) Limited	Ordinary	0.00	100.00	100.00
Rothmans International Limited	Ordinary	0.00	100.00	100.00
Rothmans International Services Limited	Ordinary	0.00	100.00	100.00
Rothmans International Tobacco (UK) Limited	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Overseas) Limited	Ordinary	0.00	100.00	100.00
Ryservs (1995) Limited	Ordinary	0.00	100.00	100.00
Ryservs (No.3) Limited	Ordinary	0.00	100.00	100.00
Tobacco Exporters International Limited	Ordinary	0.00	100.00	100.00
Tobacco Marketing Consultants Limited	Ordinary	0.00	100.00	100.00
Venezuela Property Company Limited	Ordinary	0.00	100.00	100.00
Westanley Trading & Investment Company Limited	Ordinary	0.00	100.00	100.00
Westminster Tobacco Company Limited	Ordinary	0.00	100.00	100.00
<i>Building 7, Chiswick Business Park, 566 Chiswick high Road, London, England. W4 5YG. United Kingdom</i>				
British American Tobacco UK Limited	Ordinary	0.00	100.00	100.00
<i>Globe House, 4 Temple Place, London, WC2R 2PG, United Kingdom</i>				
Tobacco Insurance Company Limited	Ordinary	0.00	100.00	100.00
Weston (2009) Limited	Ordinary	100.00	0.00	100.00
British American Tobacco Healthcare Trustee Limited	Ordinary	0.00	100.00	100.00
South Western Nominees Limited	Ordinary GBP	0.00	100.00	100.00
South Western Nominees Limited	Ordinary USD	0.00	100.00	100.00
B.A.T Additional Retirement Benefit Scheme Trustee Limited	Ordinary	0.00	100.00	100.00
B.A.T Industries p.l.c.	Ordinary	0.00	100.00	100.00
British American Global Shared Services Limited	Ordinary	0.00	100.00	100.00

British American Tobacco (2009) Limited

British American Tobacco (2009 PCA) Limited Ordinary 0.00 100.00 100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
United Kingdom				
<i>Globe House, 4 Temple Place, London, WC2R 2PG, United Kingdom</i>				
British American Tobacco (Corby) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Taiwan Logistics Limited	Ordinary	0.00	100.00	100.00
British-American Tobacco (Holdings) Limited	Ordinary	0.00	100.00	100.00
Louisville Securities Limited	Ordinary	0.00	100.00	100.00
Louisville Securities Limited	Redeemable Preference	0.00	100.00	100.00
Precis (1789) Limited	Ordinary	0.00	100.00	100.00
Precis (1814) Limited	Ordinary	0.00	100.00	100.00
Precis (1814) Limited	Redeemable Preference RUB	0.00	100.00	100.00
Precis (1814) Limited	Redeemable Preference ZAR	0.00	100.00	100.00
Rothmans International Enterprises Limited	Ordinary	0.00	100.00	100.00
Rothmans International Enterprises Limited	SS£1	0.00	100.00	100.00
Weston Investment Company Limited	Ordinary	0.00	100.00	100.00
Weston Investment Company Limited	Redeemable Preference BRL	0.00	100.00	100.00
Weston Investment Company Limited	Redeemable Preference CLP	0.00	100.00	100.00
<i>7 More London, Riverside, London, SE1 2RT, United Kingdom</i>				
Rysekks P.L.C. (in liquidation)	Ordinary	0.00	50.00	50.00
United States				
<i>251 Little Falls Drive, Wilmington, DE 19808, United States</i>				
B.A.T Capital Corporation	Ordinary	0.00	100.00	100.00
BATUS Holdings Inc.	Ordinary	0.00	100.00	100.00
BATUS Japan, Inc	Common	0.00	100.00	100.00
BATUS Retail Services, Inc.	Common-2	0.00	100.00	100.00
BATUS Retail Services, Inc.	Common - subscription agreement	0.00	100.00	100.00
British American Tobacco (Brands) Inc.	Ordinary	0.00	100.00	100.00
Brown & Williamson Holdings, Inc.	Ordinary	0.00	100.00	100.00
Imasco Holdings Group, Inc.	Ordinary	0.00	100.00	100.00
<i>CSC-Lawyers Incorporating Service, 2710 Gateway Oaks Drive, Suite 150N, Sacramento CA 95833-3505, United States</i>				
Genstar Pacific Corporation	Ordinary	0.00	100.00	100.00
<i>251 Little Falls Drive, Wilmington, DE 19808, United States</i>				
ITL (USA) Limited	Ordinary	0.00	100.00	100.00
Imasco Holdings, Inc.	Ordinary	0.00	100.00	100.00
Louisville Corporate Services, Inc.	Ordinary	0.00	100.00	100.00
<i>251 Little Falls Drive, Wilmington DE 19808</i>				
BTI 2014 LLC	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
United States				
<i>5106 Tradeport Dr. Memphis, TN 38141</i>				
American Snuff Company, LLC	Membership interest	0.00	100.00	100.00
<i>BATUS JAPAN, INC.</i>				
<i>3220 Knotts Grove Rd., Oxford, NC 27565</i>				
Spot You More, Inc.	Common Stock	0.00	100.00	100.00
<i>401 N. Main Street, Winston-Salem, NC 27101, United States</i>				
Reynolds American Inc.	Common Stock	0.00	100.00	100.00
Conwood Holdings, Inc.	Common Stock	0.00	100.00	100.00
EXP Homes, LLC	Membership interest	0.00	100.00	100.00
RJR Realty Relocation Services, Inc.	Common Stock	0.00	100.00	100.00
R.J. Reynolds Tobacco Holdings, Inc.	Common Stock	0.00	100.00	100.00
Vuse Stores LLC	Common Stock	0.00	100.00	100.00
Lorillard Licensing Company LLC	Membership interest	0.00	100.00	100.00
Lorillard, LLC	Membership interest	0.00	100.00	100.00
R. J. Reynolds Tobacco Company	Common Stock	0.00	100.00	100.00
R. J. Reynolds Tobacco Co.	Common Stock	0.00	100.00	100.00
Modoral Brands Inc.	Common Stock	0.00	100.00	100.00
Northern Brands International, Inc.	Common Stock	0.00	100.00	100.00
R. J. Reynolds Global Products, Inc.	Common Stock	0.00	100.00	100.00
R. J. Reynolds Tobacco International, Inc.	Common Stock	0.00	100.00	100.00
R. J. Reynolds Vapor Company	Common Stock	0.00	100.00	100.00
RAI Innovations Company	Common Stock	0.00	100.00	100.00
RAI International Inc.	Common Stock	0.00	100.00	100.00
RAI Services Company	Common Stock	0.00	100.00	100.00
RAI Strategic Holdings Inc.	Common Stock	0.00	100.00	100.00
RAI Trade Marketing Strategic Company	Common Stock	0.00	100.00	100.00
Reynolds Brands Inc.	Common Stock	0.00	100.00	100.00
Reynolds Technologies, Inc.	Common Stock	0.00	100.00	100.00
RJR Vapor Co., LLC	Common Stock	0.00	100.00	100.00
Rosswill LLC	Membership Interest	0.00	100.00	100.00
S.F. Imports, Inc.	Common Stock	0.00	100.00	100.00
<i>Santa Fe Natural Tobacco Company, Inc.</i>				
<i>Farmers Bank Building, Suite 1402, 301 N. Market Street, Wilmington, DE 19801</i>				
Reynolds Finance Company	Common Stock	0.00	100.00	100.00
<i>3220 Knotts Grove Rd., Oxford, NC 27565</i>				
Kentucky BioProcessing, Inc.	Common Stock	0.00	100.00	100.00
Uruguay				
<i>Juncal 1392, Montevideo, Uruguay</i>				
Kellian S.A.	Ordinary	0.00	100.00	100.00
Uzbekistan				
<i>77 Minor Passage, Tashkent, 100084, Uzbekistan</i>				
JSC JV "UZBAT A.O."	Ordinary	0.00	97.38	97.38
<i>Gulobod Village, Samarkand Region, 140100, Uzbekistan</i>				
FE "Samfruit" JSC	Ordinary	0.00	38.63	38.63

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Venezuela				
<i>Registro Mecantil Primero de la Circunscripción, Judicial des Distrito, Capital y Estado, Miranda, Venezuela</i>				
Agrega de Venezuela, Agreven, C.A. <i>Avenida Francisco de Miranda, Edificio Bigott, Los Ruices, Caracas – Estado Miranda, 1010, Venezuela</i>	Ordinary	0.00	50.00	50.00
Compania Anonima Cigarrera Bigott Sucesores	Ordinary	0.00	100.00	100.00
Distribuidora Bigott, C.A.	Ordinary	0.00	100.00	100.00
Proyectos de Inversion BAT 1902 CA <i>Avenida Francisco de Miranda, Edificio Bigott, Los Ruices, Caracas – Estado Miranda, 1010, Venezuela</i>	Ordinary	0.00	100.00	100.00
Agrobigott, C.A.	Ordinary	0.00	100.00	100.00
Vietnam				
<i>Area 8, Long Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam</i>				
British American Tobacco – Vinataba (JV) <i>19/F MPlaza Saigon, 39 Le Duan Street, Ben Nghe ward, District 1, Ho Chi Minh City, Vietnam</i>	Ordinary	0.00	70.00	70.00
East Asia Area Services Company Limited <i>Lot 45C/I, Road #7, Vinh Loc Industrial Park, Binh Chanh District, Ho Chi Minh City, Vietnam</i>	Ordinary	0.00	100.00	100.00
VINA-BAT Joint Venture Company Limited	Ordinary	0.00	49.00	49.00
Zambia				
<i>Plot No. PH1 IND & 53 & 54, LS-MFEZ, Chifwema Road, Lusaka, Zambia</i>				
British American Tobacco (Zambia) plc	Ordinary	0.00	78.08	78.08
Zimbabwe				
<i>Manchester Road 1, Southerton, Harare, Zimbabwe</i>				
Rothmans Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Zimbabwe (Holdings) Limited	Ordinary	0.00	43.13	43.13
American-Cigarette Company (Overseas) (Private) Ltd <i>Northgate Arcade, Highway Chipembere, Blantyre, Malawi</i>	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Malawi) Limited	Ordinary	0.00	100.00	43.13

Notes to the financial statements for the year ended 31 December 2020

Investments (continued)

7

(2) Investments in Associated Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Nepal				
<i>Shree Bal Sadan, Gha 2-513, Kantipath, Kathmandu, Nepal</i>				
Surya Nepal Pvt. Limited	Ordinary	0.00	51.00	16.42
Yemen				
<i>P.O. Box 14, Sanna, Yemen</i>				
Kamaran Industry and Investment Company	Ordinary	0.00	31.00	31.00
<i>P.O. Box 5302, Hoban, Taiz, Yemen</i>				
United Industries Company Limited	Ordinary	0.00	32.00	32.00
India				
<i>Azamabad, Andhra Pradesh, Hyderabad, 500 020, India</i>				
VST Industries Limited	Ordinary	0.00	32.16	32.16
<i>Virginia House, 37, J.L. Nehru Road, Kolkata, 700 071, India</i>				
ITC Limited	Ordinary shares of IR1 each	0.00	29.42	29.42
Hungary				
<i>H-6800 Hódmezővásárhely, Erzsébeti út 5/b, Hungary</i>				
Országos Dohányboltellátó Korlátolt Felelősségű Társaság	Ordinary	0.00	49.00	49.00
Serbia				
<i>Temerinska 102, Novi Sad, 21000, Serbia</i>				
Croatia				
<i>Slavonska avenija 11a, 10000 Zagreb, Croatia</i>				
Tisak d.d.	Ordinary	0.00	41.86	41.86

(3) Investments in Joint Operations

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Hong Kong				
<i>29/F, Oxford House, 979 King's Road, Taikoo Place, Quarry Bay, Hong Kong</i>				
CTBAT International Co. Limited	Ordinary	0.00	50.00	50.00

Notes to the financial statements for the year ended 31 December 2020

7 Investments (continued)

	Investment in Group undertakings £'000
Cost	
1 January 2020	56,433,848
31 December 2020	56,433,848
Impairment provisions	
1 January 2020	(6,643)
31 December 2020	(6,643)
Net book value	
1 January 2020	56,427,205
31 December 2020	56,427,205

The Directors are of the opinion that the individual investment in the Group undertaking has a value not less than the amount at which they are shown in the balance sheet.

8 a) Debtors: amounts falling due within one year

	2020 £'000	2019 £'000
Amounts owed by Group undertakings - gross	2,962,436	2,863,119
Expected credit loss allowance	(1,770)	(1,763)
Amounts owed by Group undertakings - net of allowances	2,960,666	2,861,356

Amounts owed by Group undertakings include an amount of 540,000,000 EUR (£483,351,000) (2019: 730,000,000 EUR (£618,544,000)) that is unsecured, interest bearing and repayable in 30 April 2021. The interest rate is based on EURIBOR. Amounts owed by Group undertakings also include £ 1,917,913,000 (2019: £ 1,917,913,000) that is unsecured and interest bearing and are repayable by 16 July 2021. The interest rate is based on LIBOR, which is unlikely to be offered after the end of 2021. The receivable is subject to standard lending agreements within the Group which are scheduled to be revised during 2021 to take account of global benchmark interest rate reform.

The interest rate to be applied in future will be in accordance with the changes to the Group's intercompany lending agreements, and the Company will apply the relevant Amendments to IFRS 9 Financial Instruments at that time. The Company does not believe that it would be materially adversely affected by these changes

An amount of £524,526,000 (2019: £287,441,000) is also presented which is interest bearing and repayable on demand. The interest rate is based on LIBOR. Other amounts owed by Group undertakings mainly represent interest receivable.

b) Debtors: amounts falling due after one year

	2020 £'000	2019 £'000
Amounts owed by Group undertakings - gross	3,348,211	3,724,295
Expected credit loss allowance	(15,995)	(2,384)
Amounts owed by Group undertakings – net of allowances	3,332,216	3,721,911

Notes to the financial statements for the year ended 31 December 2020

8 b) Debtors: amounts falling due after one year (continued)

Amounts owed by Group undertakings representing £1,917,913,000 (2019: £1,917,913,000) are unsecured and interest bearing and repayable by 16 January 2022. The interest rate is based on LIBOR. The amount represents a financing loan granted to Louisville Securities Limited. Included in amounts owed by Group undertakings in 2021 there is another amount of AUD1,400,000,000 (£790,306,000) (2019: AUD 1,400,000,000 (£742,879,000)) repayable by 20 February 2023 and an amount of EUR 715,000,000 (£639,992,000) (2019: EUR 1,255,000,000 (£1,063,399,000)) repayable by 30 April 2022.

The movements in the allowance accounts are as follows:

	Amounts due within one year £'000	Amounts due after more than one year £'000	Total £'000
1 January 2020	1,763	2,384	4,147
Increase in the year	7	13,611	13,618
31 December 2020	1,770	15,995	17,765

The expected credit loss allowance regarding debtors is £17,765,000 (1 January 2019: £4,147,000).

9 a) Creditors: amounts falling due within one year

	2020 £'000	2019 £'000
Amounts owed to Group undertakings	17,788,749	18,172,631
Deferred income	325	879
	17,789,074	18,173,510

Included within amounts owed to Group undertakings at 31 December 2020 is an amount of £17,490,991,000 (2019: £18,130,050,000) which is unsecured, repayable in May 2021 and incurs interest based on LIBOR. In May 2021 the maturity date was extended until 26 May 2023.

Other amounts owed to Group undertakings are unsecured, interest free and repayable on demand.

b) Creditors: amounts falling due after one year

	2020 £'000	2019 £'000
Amounts owed to Group undertakings	790,308	742,879
Deferred income	17	114
	790,325	742,993

Included within amounts owed to Group undertakings at 31 December 2020 is an amount of 1,400,000,000 AUD equivalent to £790,306,000 (2019: 1,400,000,000 AUD (£742,879,000)) repayable in 20 February 2023.

Notes to the financial statements for the year ended 31 December 2020

10	Derivative financial instruments	2020	2020	2019	2019
		Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
	Cash Flow Hedges				
	- Forward foreign exchange contracts	361	(510)	-	-
	Held for trading*				
	- Forward foreign currency contracts	-	(24,379)	49,399	-

*As explained in note 1, some derivative financial instruments are not designated as hedges and so are required to be classified as held-for-trading.

The maturity of the financial instruments is set within one year. The total impact related to forward contracts, including those matured during the year, recognised in profit and loss for the year, was £65,278,000 loss (note 4).

11 Called up share capital

Ordinary shares of £1 each	2020	2019
Allotted, called up and fully paid		
- value	£4,812,417,137	£4,812,417,137
- number	4,812,417,137	4,812,417,137

12 Related party disclosures

As a wholly owned subsidiary the Company has taken advantage of the exemption under paragraph 3(c) of FRS 101 'Related party disclosures' from disclosing transactions with other subsidiary undertakings of the British American Tobacco p.l.c. Group.

13 Parent undertakings

The Company's ultimate parent undertaking and ultimate controlling party is British American Tobacco p.l.c. being incorporated in the United Kingdom and registered in England and Wales. The Company's immediate parent undertaking is British American Tobacco (2012) Limited. Group financial statements are prepared only at the British American Tobacco p.l.c. level and may be obtained from:

The Company Secretary
Globe House
4 Temple Place
London
WC2R 2PG