

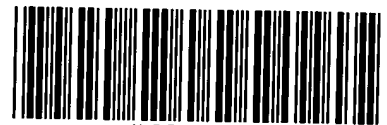
**British American Tobacco (1998) Limited**

**Registered Number 03422701**

**Annual report and financial statements**

**For the year ended 31 December 2015**

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## **Strategic report**

The Directors present their strategic report on British American Tobacco (1998) Limited (the "Company") for the year ended 31 December 2015.

### **Principal activities**

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

### **Review of the year ended 31 December 2015**

The profit for the financial year attributable to British American Tobacco (1998) Limited shareholders after deduction of all charges and the provision of taxation amounted to £1,013,193,000 (2014: £4,513,710,000).

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 the Annual Report of British American Tobacco p.l.c. and do not form part of this report.

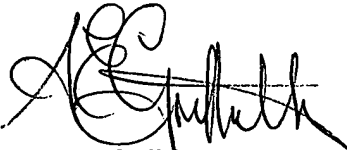
### **Principal risks and uncertainties**

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 Annual Report of British American Tobacco p.l.c. and do not form part of this report.

### **Auditor**

PricewaterhouseCoopers LLP resigned as auditor on 15 September 2015 pursuant to section 516 Companies Act 2006. On 7 December 2015 the Directors appointed KPMG LLP as auditor of the company to fill the casual vacancy as auditor under section 485(3) of the Companies Act 2006.

By Order of the Board



Ms A.E. Griffiths  
**Assistant Secretary**

27 September 2016

## Directors' report

The Directors present their report together with the audited financial statements of the Company for the year ended 31 December 2015.

### Dividends

During the year the Company paid dividends amounting to £1,000,000,000 (2014: £4,500,000,000).

### Post balance sheet events

In February, April and September 2016, the Company injected £170,500,000 of equity, in the form of ordinary share capital, into its subsidiary British American Tobacco (NGP) Limited.

### Board of Directors

The names of the persons who served as Directors of the Company during the period 1 January 2015 to the date of this report are as follows:

	Appointed	Resigned
John Benedict Stevens		
Neil Robert Withington		30 April 2015
Giovanni Giordano		
Jerome Bruce Abelman	01 September 2015	
Alan Davy		
Kingsley Wheaton		

### Directors' indemnities

Throughout the period 1 January 2015 to the date of this report, an indemnity has been in force under which Mr J.B. Stevens, as a Director of the Company, is, as to the extent permitted by law, indemnified by British American Tobacco p.l.c., the ultimate parent undertaking, in respect of all costs, charges, expenses or liabilities which he may incur in or about the execution of his duties to the Company or as a result of things done by him as a Director on behalf of the Company.

The Company has entered into indemnities with the other Directors, under which they, as Directors of the Company, are, to the extent permitted by law, indemnified in respect of all costs, charges, expenses or liabilities which they may incur in or about the execution of their duties to the Company or as a result of things done by them as a Director on behalf of the Company since their appointment.

### Statement of Directors' responsibilities

The Directors are responsible for preparing the Strategic report, 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 accounting 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

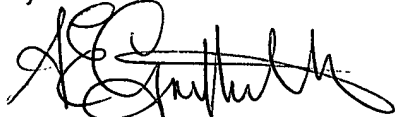
The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of 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 report confirms that:

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

By Order of the Board



Ms A.E. Griffiths  
**Assistant Secretary**

27 September 2016

## **Independent auditor's report to the members of British American Tobacco (1998) Limited**

We have audited the financial statements of British American Tobacco (1998) Limited for the year ended 31 December 2015 set out on pages 7 to 28. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice), including FRS 101 *Reduced Disclosure Framework*.

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.

### **Respective responsibilities of directors and auditor**

As explained more fully in the Statement of Directors' Responsibilities set out on page 3 to 4, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope for the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **Our opinion**

In our opinion, British American Tobacco (1998) Limited financial statements (the "financial statements"):

- give a true and fair view of the state of the Company's affairs as at 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Strategic report and the Directors' report for the financial year is consistent with the financial statements.

## Independent auditor's report to the members of British American Tobacco (1998) Limited (continued)

### Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us 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.



Jeremy Hall, (Senior Statutory Auditor)  
For and on behalf of KPMG LLP, Statutory Auditor  
*Chartered Accountants*  
15 Canada Square  
London, E14 5GL  
29 September 2016

**Profit and loss account for the year ended 31 December 2015**

	Note	2015 £'000	2014 £'000
<b>Continuing operations</b>			
Other operating charges	2	-	36
<b>Operating profit</b>		-	<b>36</b>
Income from shares in Group undertakings	3	<b>1,000,000</b>	4,500,000
Interest receivable and similar income	4	<b>70,662</b>	64,159
Interest payable and similar charges	5	<b>(57,469)</b>	(50,485)
<b>Profit on ordinary activities before taxation</b>		<b>1,013,193</b>	4,513,710
Tax on profit on ordinary activities	6	-	-
<b>Profit for the financial year</b>		<b>1,013,193</b>	4,513,710

There is no difference between the profit on ordinary activities before taxation and the profit for the financial year stated above and their historical cost equivalents.

There are no recognised gains or losses other than the profit for the financial year and therefore no Statement of other comprehensive income has been presented.

**Statement of changes in equity for the year ended 31 December 2015**

	Called up share capital £'000	Share premium account £'000	Profit and loss account £'000	Total Equity £'000
1 January 2014	12	3,617,281	1,471,767	5,089,060
Profit for the financial year	-	-	4,513,710	4,513,710
Dividends paid	-	-	(4,500,000)	(4,500,000)
<b>1 January 2015</b>	<b>12</b>	<b>3,617,281</b>	<b>1,485,477</b>	<b>5,102,770</b>
Profit for the financial year	-	-	1,013,193	1,013,193
Dividends paid	-	-	(1,000,000)	(1,000,000)
<b>Balance at 31 December 2015</b>	<b>12</b>	<b>3,617,281</b>	<b>1,498,670</b>	<b>5,115,963</b>

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



**Balance sheet at 31 December 2015**

	Note	2015 £'000	2014 £'000
<b>Fixed assets</b>			
Investments in Group undertakings	7	<b>3,846,966</b>	3,786,966
		<b>3,846,966</b>	3,786,966
<b>Current assets</b>			
Debtors: amounts falling due within one year	8a	<b>1,289,708</b>	1,339,081
Debtors: amounts falling due after one year	8b	<b>2,552,141</b>	2,412,442
		<b>3,841,849</b>	3,751,523
Creditors: amounts falling due within one year	9a	<b>(15,382)</b>	(13,277)
<b>Net current assets</b>		<b>3,826,467</b>	3,738,246
<b>Total assets less current liabilities</b>		<b>7,673,433</b>	7,525,212
Creditors: amounts falling due after more than one year	9b	<b>(2,557,424)</b>	(2,422,442)
<b>Provisions for liabilities and other charges</b>		<b>(46)</b>	-
<b>Net assets</b>		<b>5,115,963</b>	5,102,770
<b>Capital and reserves</b>			
Called up share capital	10	<b>12</b>	12
Share premium account		<b>3,617,281</b>	3,617,281
Profit and loss account		<b>1,498,670</b>	1,485,477
<b>Total shareholders' funds</b>		<b>5,115,963</b>	5,102,770

The financial statements on pages 7 to 28 were approved by the Directors on 27 September 2016 and signed on behalf of the Board.



J.B. Stevens  
Director

Registered number  
03422701

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

## Notes to the financial statements for the year ended 31 December 2015

### 1 Accounting policies

#### Basis of accounting

The financial statements are prepared on the going concern basis, under the historical cost convention, 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 Financial Reporting Standards as adopted by the EU ("IFRS"), but makes amendments where necessary in order to comply with the Companies Act 2006 and where advantage of disclosure exemptions available under FRS 101 have been taken.

In the transition to FRS 101, the Company has applied IFRS 1, whilst ensuring that its assets and liabilities are measured in compliance with FRS 101. An explanation of how the transition to FRS 101 has affected the reported financial position and financial performance, including recognition and measurement exemptions under IFRS 1, is provided in note 12.

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 non-financial assets;
- the estimation of amounts to be recognised in respect of taxation; and
- the exemptions taken under IFRS 1 on the first time adoption of FRS 101 at 1 January 2014.

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 judgment 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 and in preparing the opening balance sheet at 1 January 2014 for the purpose of the transition to FRS 101.

#### Cash flow statement

The Company is a wholly owned subsidiary of British American Tobacco p.l.c. The cash flows of the Company are included in the consolidated cash flow statement of British American Tobacco p.l.c. which is publicly available. Consequently, the Company has taken advantage of the exemption from preparing a cash flow statement under the terms of FRS 101.

## Notes to the financial statements for the year ended 31 December 2015

### Accounting policies (continued)

#### 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.

#### Income

Income is recognised in the Profit and loss account when all contractual or other applicable conditions for recognition have been met. Provisions are made for bad and doubtful debts where there is an expectation that all or a portion of the amount due will not be recovered.

#### Investments in Group undertakings

Investments in Group undertakings are stated at cost, together with subsequent capital contributions, less provisions for any impairment in value, where appropriate.

#### Provisions

Provisions are recognised when either a legal or constructive obligation as a result of a past event exists at the balance sheet date, it is probable that an outflow of economic resources will be required to settle the obligation and a reasonable estimate can be made of the amount of the obligation.

#### 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.

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.

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.

The Company has exposures in respect of the payment or recovery of a number of taxes. Liabilities or assets for these payments or recoveries are recognised at such time as an outcome becomes probable and when the amount can reasonably be estimated.

**Notes to the financial statements for the year ended 31 December 2015****2 Other operating charges**

	<b>2015</b> <b>£'000</b>	2014 £'000
Exchange (gains)/losses	-	(36)

Auditor's fees of £4,000 were borne by a fellow Group undertaking (2014: £4,000).

There were no employees (2014: none) and no staff costs during the year (2014: £nil).

None of the Directors received any remuneration in respect of their services as a Director of the Company during the year (2014 £nil).

**3 Income from shares in Group undertakings**

	<b>2015</b> <b>£'000</b>	2014 £'000
Income from shares in Group undertakings	<b>1,000,000</b>	4,500,000

Income from shares in Group undertakings mainly represent dividends received from British American Tobacco (2012) Limited.

**4 Interest receivable and similar income**

	<b>2015</b> <b>£'000</b>	2014 £'000
Interest receivable from Group undertakings	<b>70,662</b>	64,159

**5 Interest payable and similar charges**

	<b>2015</b> <b>£'000</b>	2014 £'000
Interest payable to Group undertakings	<b>57,469</b>	50,485

**6 Taxation****Factors affecting the taxation charge**

The standard rate of corporation taxation in the UK changed from 21.0% to 20.0% with effect from 1 April 2015. Further reductions to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015. An additional reduction to 17% (effective from 1 April 2020) was announced in the Budget on 16 March 2016. This will reduce the Company's future current tax charge. Accordingly the Company's profit for this accounting period is taxed at an effective rate of 20.25%.

The current taxation charge differs from the standard 20.25% (2014: 21.5%) rate of corporation taxation in the UK. The major causes of this difference are listed below:

	<b>2015</b> <b>£'000</b>	2014 £'000
Profit for the year	<b>1,013,193</b>	4,513,710
Total tax expense	-	-
Profit excluding taxation	<b>1,013,193</b>	4,513,710
Tax using the UK corporation tax rate of 20.25% (2014: 21.5%)	<b>205,171</b>	970,448
Tax exempt revenues	<b>(202,500)</b>	(967,500)
Permanent differences	<b>968</b>	1,005
Group relief surrendered/(claimed) for nil consideration	<b>(3,639)</b>	(3,953)
Total tax charge for the period	-	-

## Notes to the financial statements for the year ended 31 December 2015

### Taxation (continued)

#### Factors affecting the taxation charge (continued)

An amount of £4,782,000 (2014: £4,676,000) (taxation amount of £968,000 (2014: £1,005,000)) included in permanent differences above represents imputed taxation adjustments in respect of UK to UK transfer pricing.

## 7 Investments in Group undertakings

### (1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
<b>Albania</b>				
British American Tobacco - Albania SH.P.K.	Ordinary	0.00	100.00	100.00
<b>Algeria</b>				
British American Tobacco (Algerie) S.P.A.	Ordinary	0.00	50.99	50.99
<b>Angola</b>				
Agrangol Limitada	Ordinary	0.00	77.00	77.00
British American Tobacco - B.A.T. Angola, Limitada	USD 100	0.00	100.00	76.30
British American Tobacco - B.A.T. Angola, Limitada	USD 49,900	0.00	100.00	100.00
Fabrica de Tabacos de Cacuso	Ordinary	0.00	51.00	51.00
SETA, Sarl	Ordinary	0.00	98.00	98.00
Sociedade Geral de Distribuição e Comércio, Limitada	Ordinary	0.00	100.00	100.00
Sociedade Industrial Tabacos Angola LDA	Ordinary	0.00	76.60	76.60
Sociedade Unificada Tabacos Angola LDA	Ordinary	0.00	76.30	76.30
<b>Argentina</b>				
Nobleza-Piccardo S.A.I.C.y F.	New Ordinary	0.00	99.95	99.95
<b>Australia</b>				
American Cigarette Company (Overseas) Pty. Limited	Ordinary	0.00	100.00	100.00
B.A.T Australia Pty. Limited	Ordinary	0.00	100.00	100.00
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
British American Tobacco Australia Superannuation Pty Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Australia Vending Pty Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Manufacturing Australia Pty Ltd.	Ordinary	0.00	100.00	100.00
British American Tobacco South Pacific Exports Pty Limited	Ordinary	0.00	100.00	100.00
Carreras Proprietary Limited	Ordinary	0.00	100.00	100.00
Granville Tobacco Processors Pty. Limited	Ordinary	0.00	100.00	100.00
Martins of Piccadilly Pty Ltd	Ordinary	0.00	100.00	100.00
Nicovations Australia Pty Limited	Ordinary	0.00	100.00	100.00
Rothmans Asia Pacific Limited	Ordinary	0.00	100.00	100.00
	Redeemable Preference			
Rothmans Asia Pacific Limited	A\$1.00 each	0.00	100.00	100.00
T.A. Field Pty Limited	Ordinary	0.00	100.00	100.00
The Benson & Hedges Company Pty. Limited	Ordinary	0.00	100.00	100.00
The Nelson Tobacco Manufacturing Corporation Pty. Ltd	Ordinary	0.00	100.00	100.00
W.D. & H.O. Wills Holdings Limited	Ordinary	0.00	100.00	100.00
Wills (Pagewood) Pty Limited	Ordinary	0.00	100.00	100.00

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct interest	Subsidiary interest	Attributable interest
<b>Austria</b> British American Tobacco (Austria) GmbH	Ordinary	0.00	100.00	100.00
<b>Bahrain</b> British American Tobacco Middle East S.P.C.	Ordinary	0.00	100.00	100.00
<b>Bangladesh</b> British American Tobacco Bangladesh Company Limited (Listed)	Ordinary	0.00	72.91	72.91
<b>Barbados</b> B.C.O., Inc.	Ordinary	0.00	100.00	100.00
<b>Belarus</b> Southward Insurance Ltd.	Common of No Par Value	0.00	100.00	100.00
<b>Belgium</b> British-American Tobacco Trading Company Foreign Private Trading Unitary Enterprise Capital (EUR) 110,000	Capital (US Dollar 40,000)	0.00	100.00	100.00
<b>Belgium</b> British American Tobacco Belgium S.A. Foreign Private Trading Unitary Enterprise	Ordinary	0.00	100.00	100.00
<b>Belgium</b> British American Tobacco Co-ordination Centre/L.P. Co-ordination Centre VOF	Partnership stake in equity Shares of no value	0.00	100.00	100.00
<b>Belgium</b> British American Tobacco Holdings Belgium N.V. Tabacofina-Vander Elst N.V.	Ordinary	0.00	100.00	100.00
<b>Benin</b> British American Tobacco Benin SA	Issued	0.00	100.00	100.00
<b>Bosnia and Herzegovina</b> Adstia BH d.o.o. British American Tobacco - BAT - BL d.o.o.	Ordinary	0.00	100.00	100.00
<b>Bosnia and Herzegovina</b> Inovine BH d.o.o. IPRESS d.o.o. Opresa d.d. TDR d.o.o. Sarajevo	Ordinary	0.00	100.00	100.00
<b>Botswana</b> British American Tobacco Botswana (Pty) Limited Business Venture Investments Botswana 6773 (Pty) Ltd.	Ordinary	0.00	100.00	100.00
<b>Brazil</b> British American Tobacco Americas Prestação de Serviços Limitada Souza Cruz S.A.	Ordinary	0.00	100.00	100.00
<b>Brunei Darussalam</b> Yolanda Participacoes S.A.	Common of BRC No Par Value	0.00	100.00	99.10
<b>Bulgaria</b> British American Tobacco Trading EOOD Rovita Bugarska d.o.o.	Ordinary	0.00	100.00	100.00
<b>Bulgaria</b> British American Tobacco Trading EOOD	Ordinary	0.00	100.00	100.00
<b>Bulgaria</b> Bhd. (BRN) Commercial Marketers and Distributors Sdn.	Ordinary	0.00	100.00	50.00
<b>Cameroon</b> British American Tobacco Cameroon S.A.	Ordinary	0.00	99.75	99.75
<b>Cameroon</b> British American Tobacco (Cambridge) Limited	Ordinary	0.00	100.00	100.00
<b>Cambodia</b> British American Tobacco (Cambodia) Limited	Ordinary	0.00	71.00	71.00
<b>Cambodia</b> British American Tobacco (Cambodia) Limited	Ordinary	0.00	100.00	100.00
<b>Canada</b> 2004969 Ontario Inc.	Common of No Par Value	0.00	100.00	100.00
<b>Canada</b> Allan Ramsay and Company Limited	Common of No Par Value	0.00	100.00	100.00
<b>Canada</b> Cameo Inc.	Common of No Par Value	0.00	100.00	100.00
<b>Canada</b> Construction Romir Inc.	Common of No Par Value	0.00	100.00	100.00
<b>Canada</b> Genstar Corporation	2nd Preferred shares	0.00	100.00	100.00

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Genstar Corporation	Series F	0.00	100.00	100.00
	Common of No			
Imperial Brands Limited	Par Value	0.00	100.00	100.00
Imperial Tobacco Canada Limited	Common	0.00	100.00	100.00
	Common of No			
Imperial Tobacco Company Limited	Par Value	0.00	100.00	100.00
	Common of No			
Imperial Tobacco Products Limited	Par Value	0.00	100.00	100.00
	Common of no			
Imperial Tobacco Services Inc.	par value	0.00	100.00	100.00
	Common of No			
John Player & Sons Limited	Par Value	0.00	100.00	100.00
Liggett & Myers Tobacco Company of Canada Limited	Class 'A' of No	0.00	50.00	50.00
	Par Value			
Liggett & Myers Tobacco Company of Canada Limited	Class 'B' of No	0.00	100.00	100.00
	Par Value			
	Common of No			
Marlboro Canada Limited	Par Value	0.00	100.00	100.00
	Common of No			
Medaillon Inc.	Par Value	0.00	100.00	100.00
<b>Chile</b>				
BAT Chile S.A.	Ordinary	0.00	100.00	99.41
British American Tobacco Chile Operaciones S.A.	Ordinary	0.00	99.41	99.41
Inversiones Casablanca S.A.	Ordinary	0.00	100.00	100.00
<b>China</b>				
	Registered capital			
British American Consulting (Beijing) Ltd		0.00	100.00	100.00
<b>Colombia</b>				
British American Tobacco Colombia S.A.S.	Ordinary	0.00	100.00	100.00
Samkas International SAS	Ordinary	0.00	100.00	100.00
Vype Colombia S.A.S.	Ordinary	0.00	100.00	100.00
<b>Congo</b>				
BAT Distribution SPRL	Ordinary	0.00	100.00	100.00
British American Tobacco Congo SARL	Z	0.00	100.00	100.00
BAT Services Congo SARL	Ordinary	0.00	100.00	100.00
<b>Costa Rica</b>				
BATCCA Park Inversiones Inmobiliarias, S.A.	Ordinary	0.00	100.00	100.00
BATCCA Servicios S.A.	Ordinary	0.00	100.00	100.00
BASS Americas S.A.	Ordinary	0.00	100.00	100.00
<b>Croatia</b>				
Adiste d.o.o.	Ordinary	0.00	100.00	100.00
BAT HRVATSKA d.o.o.	Ordinary	0.00	100.00	100.00
Bonaster d.o.o.	Ordinary	0.00	100.00	100.00
Hrvatski Duhani d.d. Tobacco Leaf Processing		0.00	89.55	89.55
Inovine d.d.	Ordinary	0.00	88.80	88.80
Istagratika d.d. Cardboard packaging production	Ordinary	0.00	100.00	100.00
TDR d.o.o.	Ordinary	0.00	100.00	100.00
<b>Cuba</b>				
Brascuba Cigarrillos S.A.	Ordinary	0.00	50.00	37.63
<b>Cyprus</b>				
B.A.T (Cyprus) Limited	Ordinary	0.00	100.00	100.00
Carreras of Cyprus (Export) Limited	Ordinary	0.00	100.00	100.00
Rothmans (Middle East) Limited	Ordinary	0.00	100.00	100.00
Rothmans Distribution Services Limited	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Cyprus) Limited	Ordinary	0.00	100.00	100.00
<b>Czech Republic</b>				
	Ordinary of DM			
British American Tobacco (Czech Republic), s.r.o.	3,400,000	0.00	100.00	100.00
	Ordinary of DM			
British American Tobacco (Czech Republic), s.r.o.	166,600,000	0.00	100.00	100.00
<b>Denmark</b>				
British American Tobacco Denmark A/S (House of Prince A/S)	Ordinary	0.00	100.00	100.00

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
British American Tobacco Denmark A/S (House of Prince A/S)	Ordinary	0.00	100.00	100.00
British American Tobacco Denmark Investments ApS	Ordinary	0.00	100.00	100.00
Precis (1789) Denmark A/S	Ordinary	0.00	100.00	100.00
<b>Djibouti</b>				
British American Tobacco Djibouti SARL	Ordinary	0.00	100.00	100.00
Tobacco Exporters International (Mer Rouge) SARL	5000 DJF	0.00	100.00	100.00
<b>Egypt</b>				
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 Egypt LLC	Ordinary	0.00	100.00	100.00
British American Tobacco North Africa LLC	Ordinary	0.00	100.00	100.00
English American Company for Importation and Trade LLS	Ordinary	0.00	100.00	100.00
<b>Eritrea</b>				
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
<b>Estonia</b>				
British American Tobacco Estonia AS	Ordinary	0.00	100.00	100.00
<b>Fiji</b>				
British American Tobacco (Fiji) Marketing Limited	Ordinary	0.00	100.00	100.00
Central Manufacturing Company Limited	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Fiji) Limited	Ordinary	0.00	100.00	100.00
<b>Finland</b>				
British American Tobacco Finland Oy	Ordinary	0.00	100.00	100.00
<b>France</b>				
British American Tobacco France SAS	Ordinary EUR 15	0.00	100.00	100.00
Carreras France SAS	Ordinary	0.00	100.00	100.00
Chic France Sarl	Ordinary	0.00	100.00	100.00
Nicoventures France S.A.S.	Ordinary	0.00	100.00	100.00
<b>Germany</b>				
Batberg Cigarettenfabrik GmbH	Ordinary DM 6,000,000	0.00	100.00	100.00
	Ordinary € 340,000,000.0			
BATIG Gesellschaft für Beteiligungen m.b.H.	0	0.00	100.00	100.00
British American Tobacco (Germany) GmbH	Ordinary	0.00	100.00	100.00
British American Tobacco (Hamburg International) GmbH	Ordinary	0.00	100.00	100.00
	Capital of €			
British American Tobacco (Industrie) GmbH	350 mio	0.00	100.00	100.00
Chic Deutschland GmbH	Ordinary	0.00	100.00	100.00
TDR Germany GmbH Hamburg	Ordinary	0.00	100.00	100.00
<b>Ghana</b>				
British American Tobacco Ghana Limited	Ordinary	0.00	97.09	97.09
<b>Greece</b>				
British American Tobacco Hellas S.A.	Ordinary	0.00	100.00	100.00
<b>Guernsey</b>				
Belaire Insurance Company Limited	Ordinary	0.00	100.00	100.00
<b>Guyana</b>				
Demerara Tobacco Company Limited	Ordinary	0.00	70.25	70.25
<b>Honduras</b>				
Tabacalera Hondureña S.A.	Ordinary	0.00	80.64	80.64
<b>Hong Kong</b>				
American Cigarette Company Limited	Ordinary	0.00	100.00	100.00
	Ordinary			
British American Tobacco Asia-Pacific Region Limited	shares of HK\$1 each	0.00	100.00	100.00
British American Tobacco China Investments Limited	Ordinary	0.00	100.00	100.00
British Cigarette Company (1964) Limited	Ordinary	0.00	100.00	100.00



## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
<b>British-American Tobacco Company (Hong Kong) Limited</b>	Ordinary	0.00	100.00	100.00
<b>Hungary</b>				
BAT Pécsi Dohánygyár Kft.	Ordinary	0.00	100.00	100.00
<b>Indonesia</b>				
PT Amiseta	Ordinary	0.00	100.00	85.50
PT Bentoel Distribusi Utama	Ordinary	0.00	100.00	85.50
PT Bentoel Internasional Investama, Tbk (Listed)	Ordinary	0.00	85.50	85.50
PT Bentoel Prima	Series A	0.00	100.00	85.50
PT Bentoel Prima	Series B	0.00	100.00	85.50
PT Bintang Boladunia	Ordinary	0.00	100.00	85.50
PT Bintang Jagat Sejati	Ordinary	0.00	100.00	85.50
PT Bintang Pesona Jagat	Ordinary	0.00	100.00	85.50
PT Cipta Pesona Bintang	Ordinary	0.00	100.00	85.50
PT Java Tobacco	Ordinary	0.00	100.00	85.50
PT Lestariaputra Wirasejati	Ordinary	0.00	100.00	85.50
PT Pantura Tobacco	Ordinary	0.00	100.00	85.50
PT Perusahaan Dagang dan Industri Tresno	Ordinary	0.00	100.00	85.50
PT Perusahaan Dagang Suburaman	Ordinary	0.00	100.00	85.50
<b>Iran, Islamic Republic of</b>				
B.A.T. Pars Company (Private Joint Stock)	Ordinary	0.00	100.00	100.00
TDR Parisian Co	Ordinary	0.00	100.00	100.00
<b>Iraq</b>				
B.A.T. Iraqia Company for Tobacco Trading Limited	Ordinary	0.00	100.00	100.00
<b>Ireland</b>				
BAT Investments (Ireland) Limited	Ordinary	0.00	100.00	100.00
Carreras (Ireland) Limited	Ordinary	0.00	100.00	100.00
Carroll Group Distributors Limited	Ordinary	0.00	100.00	100.00
Murray Tobacco Limited	7% Preference	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	7% Preference	0.00	100.00	100.00
William Ruddell Limited	Ordinary	0.00	100.00	100.00
<b>Isle of Man</b>				
Abbey Investment Company Limited	Ordinary	0.00	100.00	100.00
The Raleigh Investment Company Limited	Ordinary	0.00	100.00	100.00
Tobacco Investments Limited	Ordinary	0.00	100.00	100.00
Tobacco Manufacturers (India) Limited	Ordinary	0.00	100.00	100.00
<b>Israel</b>				
Overseas Tobacco Limited	Ordinary of NIS 1	0.00	100.00	100.00
<b>Italy</b>				
British American Tobacco Italia S.p.A.	Ordinary	0.00	100.00	100.00
<b>Jamaica</b>				
Carreras Limited	Ordinary of JMD 0.25	0.00	50.40	50.40
Cigarette Company of Jamaica Limited	Ordinary	0.00	100.00	50.40
Sans Souci Development Limited	Ordinary	0.00	100.00	50.40
Sans Souci Limited	Ordinary	0.00	100.00	50.40
<b>Japan</b>				
British American Tobacco Japan, Ltd.	Ownership Interest	0.00	100.00	100.00
<b>Jersey</b>				
BAT (CI) Finance Limited	Ordinary	0.00	100.00	100.00
BAT (CI) Holdings Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (CI) Limited	Ordinary	0.00	100.00	100.00
Inter-Euro Holdings (Jersey) Limited	Ordinary	0.00	100.00	100.00
Pathway 1 (Jersey) Limited	Ordinary	0.00	100.00	100.00
	Mandatory Redeemable			
Pathway 2 (Jersey) Limited	Preference	0.00	100.00	100.00
Pathway 2 (Jersey) Limited	Ordinary	0.00	100.00	100.00

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct Interest	Subsidiary Interest	Attributable Interest
<b>Jordan</b>				
Pathway 3 (Jersey) Limited	Preference	0.00	100.00	100.00
Pathway 3 (Jersey) Limited	Ordinary	0.00	100.00	100.00
Pathway 4 (Jersey) Limited	Ordinary	0.00	100.00	100.00
Pathway 5 (Jersey) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco - Jordan Private Shareholding Company Limited	Ordinary	0.00	100.00	100.00
<b>Kazakhstan</b>				
British American Tobacco Kazakhstan Trading Limited Liability Partnership	Capital only	0.00	100.00	100.00
<b>Kenya</b>				
African Cigarette Company (Overseas) Limited	Ordinary	0.00	100.00	60.00
BAT Kenya Tobacco Company Limited	Ordinary	0.00	100.00	60.00
British American Tobacco Area Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Kenya Limited	Ordinary	0.00	60.00	60.00
East African Tobacco Company (Kenya) Limited	Ordinary	0.00	100.00	60.00
<b>Korea, Republic of</b>				
British American Tobacco Korea Limited	Common	0.00	100.00	100.00
British American Tobacco Korea Manufacturing Limited	Ordinary	0.00	100.00	100.00
<b>Kosovo</b>				
TDR shp.p.k. Pristina	Ordinary	0.00	100.00	100.00
<b>Latvia</b>				
British American Tobacco Latvia SIA	Ordinary	0.00	100.00	100.00
<b>Lithuania</b>				
UAB British American Tobacco Lietuva	Ordinary	0.00	100.00	100.00
<b>Luxembourg</b>				
British American Tobacco Brands (Switzerland) Limited	Registered	0.00	100.00	100.00
<b>Macedonia, Former Yugoslav Republic of</b>				
TDE Skopje d.o.o.e.l. Skopje	Ordinary	0.00	100.00	100.00
<b>Malawi</b>				
British American Tobacco (Malawi) Limited	Ordinary	0.00	100.00	100.00
<b>Malaysia</b>				
BAT Aspac Service Centre Sdn Bhd	Ordinary	0.00	100.00	100.00
British American Tobacco (Malaysia) Berhad	Ordinary	0.00	50.00	50.00
British American Tobacco Malaysia Foundation	Ordinary	0.00	100.00	50.00
British American Tobacco GSD (Kuala Lumpur) Sdn Bhd	Ordinary	0.00	100.00	100.00
Commercial Importers and Distributors Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Commercial Marketers and Distributors Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Rothmans Brands Sdn. Bhd.	Ordinary	0.00	100.00	50.00
The Leaf Tobacco Dev. Corp. of Malaya Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Tobacco Blenders and Manufacturers Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Tobacco Importers and Manufacturers Sdn. Bhd.	Ordinary	0.00	100.00	50.00
<b>Mali</b>				
British American Tobacco (Mali) sarl	Ordinary	0.00	100.00	100.00
<b>Malta</b>				
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
<b>Mexico</b>				
British American Tobacco Mexico Comercial, S.A.	Ordinary shares	0.00	100.00	100.00
de C.V.	Ordinary Class	0.00	100.00	100.00
British American Tobacco Mexico Distribuciones, S.A. de CV	Ordinary Class	0.00	100.00	100.00
British American Tobacco Mexico Distribuciones, S.A. de CV	Variable Class II	0.00	100.00	100.00

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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 Ordinary Class	0.00	100.00	100.00
Procesadora de Tabacos de Mexico, S.A. de C.V.	I	0.00	93.00	93.00
<b>Moldova, Republic of</b>				
British American Tobacco-Moldova S.R.L.	Ordinary	0.00	100.00	100.00
<b>Montenegro</b>				
TDR d.o.o. Podgorica	Ordinary	0.00	100.00	100.00
<b>Mozambique</b>				
British American Tobacco Mozambique Limitada	Quota of MT 2,123,250	0.00	95.00	95.00
Sociedade Agricola de Tabacos Limitada	Quota	0.00	95.00	95.00
<b>Myanmar</b>				
British American Tobacco Myanmar Limited (JV)	Ordinary	0.00	51.00	51.00
British American Tobacco Myanmar Services Limited	Ordinary	0.00	100.00	100.00
<b>Namibia</b>				
British American Tobacco Namibia (Pty) Limited	Ordinary	0.00	100.00	100.00
<b>Netherlands</b>				
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 Finance RUB B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Finance ZAR B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Financial Holdings Cooperatief W.A.	Capital	0.00	100.00	100.00
British American Tobacco Financial Holdings Cooperatief W.A.	Capital	0.00	100.00	100.00
British American Tobacco Holdings (Australia) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (Caricom) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings (Hong Kong) 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 (Sri Lanka) 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 Europe (Nederland) B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco International Investments B.V.	Ordinary shares of EUR 0.45	0.00	100.00	100.00
British American Tobacco Manufacturing B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Nederland B.V.	Ordinary	0.00	100.00	100.00
British American Tobacco Western Europe Region B.V.	Ordinary	0.00	100.00	100.00
Chic Nederland B.V.	Ordinary	0.00	100.00	100.00
Koninklijke Theodorus Niemeyer B.V.	Ordinary €	0.00	100.00	100.00
Molensteegh Invest B.V.	453.78 Ordinary	0.00	100.00	100.00

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

	Direct	Subsidiary	Attributable
Company	Interest	Interest	Interest
Precis (1789) B.V.	0.00	100.00	100.00
Precis (1790) B.V.	0.00	100.00	100.00
Rothmans Far East B.V.	0.00	100.00	100.00
Rothmans International Holdings B.V.	0.00	100.00	100.00
Rothmans International Holdings II B.V.	0.00	100.00	100.00
Rothmans Tobacco Enterprises B.V.	0.00	100.00	100.00
Rothmans Tobacco Investments B.V.	0.00	100.00	100.00
Rothmans UK Holdings B.V.	0.00	100.00	100.00
Turmac Tobacco Company B.V.	0.00	100.00	100.00
<b>New Zealand</b>			
British American Tobacco (New Zealand) Limited	0.00	100.00	100.00
British American Tobacco Holdings (New Zealand) Limited	0.00	100.00	100.00
Ordinary NZ\$	0.00	100.00	100.00
Non-Participating			
New Zealand (UK Finance) Limited	0.00	100.00	100.00
New Zealand (UK Finance) Limited	0.00	100.00	100.00
Nicovations New Zealand Limited	0.00	100.00	100.00
<b>Niger</b>			
British American Tobacco Niger	0.00	100.00	100.00
<b>Nigeria</b>			
British American Tobacco (Nigeria) Limited	0.00	100.00	100.00
British American Tobacco Exports (Nigeria) Limited	0.00	100.00	100.00
British American Tobacco Marketing Nigeria Limited	0.00	100.00	100.00
<b>Norway</b>			
British American Tobacco Norway AS	0.00	100.00	100.00
British American Tobacco Norway Holding AS	0.00	100.00	100.00
<b>Pakistan</b>			
British American Tobacco SAA Services (Private) Ltd	0.00	100.00	100.00
Pakistan Tobacco Company Limited	0.00	100.00	100.00
Phoenix (Private) Limited	0.00	100.00	94.66
<b>Panama</b>			
BAT Caribbean, S.A.	0.00	100.00	100.00
Ordinary of No Par Value	0.00	87.76	87.76
British American Tobacco Central America S.A.	0.00	100.00	100.00
British American Tobacco Panama, S.A.	0.00	100.00	100.00
Tabacalera Istmena S.A.	0.00	100.00	100.00
<b>Papua New Guinea</b>			
British American Tobacco (PNG) Limited	0.00	100.00	100.00
Papua New Guinea Tobacco Company Limited	0.00	100.00	100.00
Paradise Tobacco Company Pty. Limited	0.00	100.00	100.00
Paradise Tobacco Company Pty. Limited	0.00	100.00	100.00
Rothmans of Pail Mail (P.N.G.) Limited	0.00	100.00	100.00
Rothmans of Pail Mail (P.N.G.) Limited	0.00	100.00	100.00
<b>Paraguay</b>			
British American Tobacco Productora de Cigarillos S.A.	0.00	100.00	100.00
<b>Peru</b>			
British American Tobacco del Peru Holdings S.A.A.	0.00	100.00	100.00
(Listed)	0.00	100.00	100.00
British American Tobacco del Peru Holdings S.A.A.	0.00	100.00	100.00
British American Tobacco Del Peru, S.A.C.	0.00	100.00	100.00
<b>Philippines</b>			
Alhambra Industries Inc.	0.00	100.00	100.00
Alhambra Industries Inc.	0.00	100.00	100.00
Pref. PHP 1,300 Par	0.00	100.00	100.00
1,300 Par	0.00	100.00	100.00
<b>Poland</b>			
British American Tobacco Polska Trading sp. z o.o.	0.00	100.00	100.00
Ordinary	0.00	100.00	100.00
British-American Tobacco Polska S.A.	0.00	100.00	100.00
Ordinary	0.00	100.00	100.00
Chic Holding sp.z.o.o	0.00	100.00	100.00
Chic Investments sp.z.o.o	0.00	100.00	100.00

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Attributable	Subsidiary	Direct	Share Class	Company
Interest	Interest	Interest	Share Class	Company
100.00	100.00	0.00	Ordinary	CHIC SP ZO.O.
100.00	100.00	0.00	Ordinary	CHIC sp.zo.osp.k.
100.00	100.00	0.00	Ordinary	Dziuraj, Urban i Wspólnicy Sp.Z.o.o.
100.00	100.00	0.00	Ordinary	eSMOKING INSTITUTE sp.zo
100.00	100.00	0.00	Ordinary	eSMOKING Liquids sp.zo.o
100.00	100.00	0.00	Ordinary	eSMOKING Liquids sp.zo.o.sp.k
100.00	100.00	0.00	Ordinary	Nicoventures Poland Sp. z.o.o.
100.00	100.00	0.00	Ordinary	Portugal
100.00	100.00	0.00	Ordinary	COTAPO Empreendimentos Comerciais e
100.00	100.00	0.00	Ordinary	Industriais S.A.
100.00	100.00	0.00	Ordinary	Sociedade Unificada de Tabacos Limitada
76.40	76.40	0.00	Quota	Reunion
100.00	100.00	0.00	Ordinary	B.A.T. La Reunion SAS
100.00	100.00	0.00	Ordinary	Romania
100.00	100.00	0.00	Ordinary	British American Shared Services (Europe) S.R.L.
100.00	100.00	0.00	Ordinary	British-American Tobacco (Romania) Investment
100.00	100.00	0.00	Social	S.R.L.
100.00	100.00	0.00	Social	British-American Tobacco (Romania) Trading SRL
100.00	100.00	0.00	Ordinary	Russian Federation
100.00	100.00	0.00	Ordinary	CJSC 'British American Tobacco-SPb'
100.00	100.00	0.00	Preference	CJSC 'British American Tobacco-SPb'
100.00	100.00	0.00	Common	CJSC 'International Tobacco Marketing Services'
100.00	100.00	0.00	Issued	Rwanda
100.00	100.00	0.00	Issued	British American Tobacco Rwanda Limited
100.00	100.00	0.00	Ordinary	Saint Lucia
100.00	100.00	0.00	Shares	Carisma Marketing Services Ltd.
100.00	100.00	0.00	Ordinary	Rothmans Holdings (Caricom) Limited
100.00	100.00	0.00	Ordinary	Samoa
100.00	100.00	0.00	Ordinary	British American Tobacco (Samoa) Limited
100.00	100.00	0.00	Ordinary	Senegal
100.00	100.00	0.00	Ordinary	Tobacco Marketing Consultant TMC S.A.R.L.
100.00	100.00	0.00	Ordinary	Serbia
92.38	92.38	0.00	Ordinary-A	British American Tobacco Vranje a.d.
83.98	83.98	0.00	Ordinary-B	British American Tobacco Vranje a.d.
99.89	99.89	0.00	Ordinary-C	British American Tobacco Vranje a.d.
99.97	99.97	0.00	Ordinary-D	British American Tobacco Vranje a.d.
100.00	100.00	0.00	Quota	British American Tobacco South - East Europe doo
100.00	100.00	0.00	Ordinary	TDR d.o.o. Beograd
100.00	100.00	0.00	Ordinary	Singapore
100.00	100.00	0.00	Ordinary	Agrega Asia Pacific Pte. Ltd.
100.00	100.00	0.00	Ordinary	British American Tobacco Asia Pacific Treasury
100.00	100.00	0.00	Ordinary	Private Limited
100.00	100.00	0.00	Ordinary	British American Tobacco International Services Pte Ltd
100.00	100.00	0.00	Ordinary	British American Tobacco Sales & Marketing
100.00	100.00	0.00	Ordinary	Singapore Pte. Ltd.
100.00	100.00	0.00	Ordinary	British-American Tobacco (Singapore) Private Limited
100.00	100.00	0.00	Ordinary	British-American Tobacco Marketing (Singapore) Limited
100.00	100.00	0.00	Ordinary	Private Limited
100.00	100.00	0.00	Ordinary	RHL Investments Pte Limited
100.00	100.00	0.00	Ordinary	RHL Investments Pte Limited
100.00	100.00	0.00	Red. Pref.	RHL Investments Pte Limited
100.00	100.00	0.00	Ordinary	Rothmans Industries Private Limited
100.00	100.00	0.00	Ordinary	Slovenia
100.00	100.00	0.00	Ordinary	British American Tobacco d.o.o.
100.00	100.00	0.00	Ordinary	TDR Rovita d.o.o. Liubliana
100.00	100.00	0.00	Ordinary	Solomon Islands
100.00	100.00	0.00	Ordinary	Solomon Islands Tobacco Company Limited
100.00	100.00	0.00	Ordinary	South Africa
100.00	100.00	0.00	Ordinary	Agrega EEMEA (Pty) Limited
100.00	100.00	0.00	Ordinary	Amalgamated Tobacco Corporation (South Africa) (Pty) Limited
100.00	100.00	0.00	Ordinary	American Cigarette Company (Overseas) Ltd.

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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 A'	0.00	100.00	100.00
British American Tobacco Holdings South Africa (Pty) Limited	Redeemable Pref. B'	0.00	100.00	100.00
British American Tobacco Holdings South Africa (Pty) Limited	Redeemable Pref of ZAR 0.01	0.00	100.00	100.00
British American Tobacco Holdings South Africa (Pty) Limited	Ordinary ZAR 0.01 each	0.00	100.00	100.00
British American Tobacco Manufacturers South Africa (Pty) Ltd.	Ordinary ZAR 0.01 each	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 Southern Africa Markets (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
Gauloises (Pty) Limited	Ordinary ZAR 0.01 each	0.00	100.00	100.00
Intercontinental Tobacco Company (Pty) Ltd.	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) Ltd	Ordinary	0.00	100.00	100.00
Riggio Tobacco Corporation of New York Ltd	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall London Limited	Ordinary	0.00	100.00	100.00
St. Regis Tobacco Corporation Ltd	Ordinary	0.00	100.00	100.00
Stellenbosch Development Company (Pty) Limited	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 ZA R 0.01 each	0.00	100.00	100.00
Winfield Tobacco Corporation (Pty) Limited	Ordinary	0.00	100.00	100.00
Winston Tobacco Company Limited	Ordinary	0.00	100.00	100.00
<b>Spain</b>				
British American Tobacco Espana, S.A.	Euro	0.00	100.00	100.00
<b>Sri Lanka</b>				
Ceylon Tobacco Company Plc (Listed)	Ordinary	0.00	84.13	84.13
<b>Sudan</b>				
Blue Nile Cigarette Company Limited	Ordinary	0.00	100.00	100.00
<b>Swaziland</b>				
British American Tobacco Swaziland (Pty) Limited	Issued	0.00	100.00	100.00
<b>Sweden</b>				
British American Tobacco Sweden AB	Ordinary	0.00	100.00	100.00
British American Tobacco Sweden Holding AB	Ordinary	0.00	100.00	100.00
Fiedler & Lundgren AB	Ordinary	0.00	100.00	100.00
<b>Switzerland</b>				
AD Tabacs International S.A.	Registered	0.00	100.00	100.00
American-Cigarette Company (Overseas) Limited	Registered	0.00	100.00	100.00
British American Tobacco International Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Switzerland S.A.	Registered	0.00	100.00	100.00

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct	Subsidiary	Attributable
British American Tobacco Switzerland Vending SA	Ordinary	0.00	100.00	100.00
InterTAB S.A.	Registered	0.00	50.00	50.00
Rothmans of Pall Mall Limited	Registered	0.00	100.00	100.00
<b>Tanzania</b>				
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	Issued	0.00	99.00	99.00
Zanzibar Distribution Company Limited (in liquidation)	Issued	0.00	99.00	99.00
<b>Thailand</b>				
British American Tobacco (Thailand) Limited	Ordinary	0.00	100.00	100.00
<b>Trinidad and Tobago</b>				
The West Indian Tobacco Company Limited	Ordinary	0.00	50.13	50.13
<b>Turkey</b>				
British American Tobacco Tutun Mamulleri Sanayi ve Ticaret Anonim Sirketi	Registered	0.00	100.00	100.00
<b>Uganda</b>				
British American Tobacco Uganda Limited	Ordinary	0.00	90.00	90.00
<b>Ukraine</b>				
A/T B.A.T. - Prilucky Tobacco Company	Ordinary	0.00	99.98	99.98
Ukraine LLC	Ordinary	0.00	100.00	100.00
<b>United Arab Emirates</b>				
British American Tobacco FZ-LLC	Ordinary	0.00	100.00	100.00
British American Tobacco GCC DMCC	Ordinary	0.00	100.00	100.00
British American Tobacco ME DMCC	Ordinary	0.00	100.00	100.00
<b>United Kingdom</b>				
Advanced Technologies (Cambridge) Limited	Ordinary	0.00	100.00	100.00
Agrega Limited	Ordinary-A	0.00	100.00	100.00
Agrega Limited	Ordinary-B	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 Additional Retirement Benefit Scheme	Ordinary	0.00	100.00	100.00
Trustee 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 Development 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 Guangdong Limited	Ordinary	0.00	100.00	100.00
B.A.T Guizhou Limited	Ordinary	0.00	100.00	100.00
B.A.T Industries p.l.c.	Ordinary	0.00	100.00	100.00
B.A.T Portugal Limited	Ordinary	0.00	100.00	100.00
B.A.T Russia 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
BATLaw Limited	Ordinary	100.00	0.00	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 Global Shared Services Limited	Issued	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 (2009 PCA) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (2009) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (2012) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (AIT) Limited	Ordinary	100.00	0.00	100.00
British American Tobacco (AME) Exports Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (AME) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (Corby) 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

## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
British American Tobacco (NGP) Limited	Ordinary	100.00	0.00	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 Italy Limited	Redeemable Preference A	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
British American Tobacco Taiwan Logistics Limited	Ordinary	0.00	100.00	100.00
British American Tobacco UK Limited	Ordinary	0.00	100.00	100.00
British American Tobacco UK Pension Fund Trustee Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Western Europe Commercial Trading Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Western Europe Commercial Trading	Ordinary	0.00	100.00	100.00
British American Ventures Limited	Ordinary	0.00	100.00	100.00
British-American Tobacco (Holdings) 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 Pref.	0.00	100.00	100.00
Carreras Rothmans Limited	6% Second	0.00	100.00	100.00
Carreras Rothmans Limited	Pref. Shares	0.00	100.00	100.00
Carreras Rothmans Limited	Ordinary	0.00	100.00	100.00
CG Ventures 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
Louisville Securities Limited	Ordinary	0.00	100.00	100.00
Louisville Securities Limited	Redeemable Preference	0.00	100.00	100.00
Murray, Sons & Company, Limited	Ordinary	0.00	100.00	100.00
Myddleton Investment Company Limited	Ordinary	0.00	100.00	100.00
Nicovations Limited	Ordinary	0.00	100.00	100.00
Nicoventures Holdings Limited	Ordinary	0.00	100.00	100.00
Nicoventures Trading Limited	Ordinary	0.00	100.00	100.00
Powhattan Limited	Ordinary	0.00	100.00	100.00
Precis (1789) Limited	Ordinary	0.00	100.00	100.00
Precis (1790) Limited	Ordinary	0.00	100.00	100.00
Precis (1814) Limited	Ordinary	0.00	100.00	100.00
Precis (2396) Limited	Ordinary	0.00	100.00	100.00
Ridirectors Limited	Ordinary	0.00	100.00	100.00
Rothmans (UK) Trading Limited	Ordinary	0.00	100.00	100.00
Rothmans Exports Limited	Ordinary	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
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
Rothmans Trading Limited	Ordinary	0.00	100.00	100.00



## Notes to the financial statements for the year ended 31 December 2015

## Investments in Group undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Rysekks p.l.c. (IVL)	Ordinary	0.00	50.00	50.00
Ryservs (1995) Limited	Ordinary	0.00	100.00	100.00
Ryservs (No.3) Limited	Ordinary	0.00	100.00	100.00
South Western Nominees Limited	Ordinary	0.00	100.00	100.00
South Western Nominees Limited	Ordinary	0.00	100.00	100.00
Tobacco Exporters International Limited	Ordinary	0.00	100.00	100.00
Tobacco Insurance Company 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
Weston (2009) Limited	Ordinary	0.00	100.00	100.00
Weston Investment Company Limited	Ordinary	0.00	100.00	100.00
Weston Investment Company Limited	Redeemable Preference	0.00	100.00	100.00
<b>United States</b>				
BATUS Holdings Inc.	Common Stock	0.00	100.00	100.00
BATUS Japan, INC.	Common	0.00	100.00	100.00
	Common			
BATUS JAPAN, INC.	Stock of no par value	0.00	100.00	100.00
BATUS Retail Services, Inc.	Common - 2	0.00	100.00	100.00
	Common - Subscription			
BATUS Retail Services, Inc.	Agreement	0.00	100.00	100.00
British American Tobacco (Brands) Inc.	Common	0.00	100.00	100.00
	Common			
Brown & Williamson Holdings, Inc.	Stock	0.00	100.00	100.00
BTI 2014 LLC	Ordinary	0.00	100.00	100.00
Genstar Pacific Corporation	Common	0.00	100.00	100.00
	Class A			
	Common - no			
Imasco Holdings Group, Inc.	par value	0.00	100.00	100.00
	Common of No			
Imasco Holdings, Inc.	Par Value	0.00	100.00	100.00
	Common of No			
ITL (USA) Limited	Par Value	0.00	100.00	100.00
	Common			
	Stock of no par			
Louisville Corporate Services, Inc.	value	0.00	100.00	100.00
Nicoventures U.S. Limited	Ordinary	0.00	100.00	100.00
<b>Uruguay</b>				
	Registered			
Kellian S.A.	Common	0.00	100.00	100.00
<b>Uzbekistan</b>				
UZBAT A.O.	Ordinary	0.00	97.38	97.38
<b>Venezuela</b>				
Agrega de Venezuela, Agreven, C.A.	Ordinary	0.00	50.00	50.00
Agrobigott, C.A.	Ordinary	0.00	100.00	100.00
Compania Anonima Cigarrera Bigott Sucesores	Ordinary	0.00	100.00	100.00
Distribuidora Bigott, C.A.	Issued	0.00	100.00	100.00
Proyectos de Inversion BAT 1902	Ordinary	0.00	99.50	99.50
<b>Vietnam</b>				
British American Tobacco - Vinataba (JV) Limited	Quota	0.00	70.00	70.00
British American Tobacco East Asia Area Services Company Limited	Charter Capital	0.00	100.00	100.00
<b>Zambia</b>				
British American Tobacco (Zambia) plc	Ordinary	0.00	78.08	78.08
<b>Zimbabwe</b>				
American-Cigarette Company (Overseas) (Private) Ltd	Ordinary	0.00	100.00	100.00
Rothmans Limited	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 2015

### Investments in Group undertakings (continued)

#### (2) Indirect Investments in Associated Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
<b>Angola</b>				
Agrodande Limitada	Ordinary	0.00	32.50	32.50
Soc. Filtros Angola Sarl	Ordinary	0.00	39.14	39.14
<b>Argentina</b>				
Agrega S.A.	Ordinary	0.00	75.00	43.74
<b>Bosnia and Herzegovina</b>				
POS d.o.o.	Ordinary	0.00	100.00	22.24
Satelit Plus d.o.o.	Ordinary	0.00	25.00	22.24
Uncro Team d.o.o.	Ordinary	0.00	100.00	22.24
<b>Croatia</b>				
Tisak d.d.	Ordinary	0.00	25.86	25.86
<b>Hungary</b>				
Országos Dohányboltellátó Korlátolt Felelősségű Társaság	Ordinary	0.00	49.00	49.00
<b>India</b>				
ITC Limited	Ordinary shares of IR1 each	0.00	30.03	30.03
VST Industries Limited	Ordinary	0.00	32.16	32.16
<b>Nepal</b>				
Surya Nepal Pvt. Limited	Ordinary	0.00	51.00	17.28
<b>Nigeria</b>				
BATN Foundation	Company limited by Guarantee	0.00	40.00	40.00
Nigerpak Limited	'B' ORDINARY	0.00	26.00	26.00
<b>Serbia</b>				
Veletabak d.o.o.	Ordinary	0.00	25.00	25.00
<b>United States</b>				
Reynolds American Inc.	Common Stock	0.00	42.17	42.17
<b>Vietnam</b>				
VINA-BAT Joint Venture Company Limited	Registered Charter Capital	0.00	49.00	49.00
<b>Yemen</b>				
Kamaran Industry and Investment Company	Ordinary	0.00	31.00	31.00
United Industries Company Limited	Ordinary	0.00	26.40	26.40
<b>Zimbabwe</b>				
British American Tobacco Zimbabwe (Holdings) Limited	Ordinary	0.00	43.13	43.13

#### (3) Other Investments at fair value

<b>Hong Kong</b>				
CTBAT International Co. Limited	Ordinary	0.00	50.00	50.00

The subsidiary undertaking that principally affects the Company's financial position is British American Tobacco (2012) Limited. The principal activity of this undertaking is a holding company.

## Notes to the financial statements for the year ended 31 December 2015

## (4) Investments in Group undertakings

	Investments in Group undertakings £'000
<b>Cost</b>	
1 January 2015	3,786,966
Additions	60,000
<b>31 December 2015</b>	<b>3,846,966</b>
<b>Impairment provisions</b>	
1 January 2015	-
<b>31 December 2015</b>	<b>-</b>
<b>Net book value</b>	
1 January 2015	3,786,966
<b>31 December 2015</b>	<b>3,846,966</b>

Addition during the year represents equity injection in British American Tobacco (NGP) Limited.

The Directors are of the opinion that the individual investments in the Group undertakings have a value not less than the amount at which they are shown in the balance sheet.

## 8 Debtors

## (a) Amounts falling due within one year

	2015 £'000	2014 £'000
Amounts owed by Group undertakings	1,289,708	1,339,081

Included within amounts owed by Group undertakings is an amount of £1,272,321,000 (2014: £1,327,476,000) which is unsecured, interest bearing and repayable on demand. The interest rate is based on LIBOR. All other amounts owed by Group undertakings are unsecured, interest free and repayable on demand.

## (b) Amounts falling due after one year

	2015 £'000	2014 £'000
Amounts owed by Group undertakings	2,552,141	2,412,442

Amounts owed by Group undertakings of £1,522,898,000 (USD 2,244,600,000) (2014: £1,439,538,000 (USD 2,244,600,000)) are unsecured, interest bearing and repayable in 2018. The interest rate is based on USD 3M LIBOR+ 2.375%.

Amounts owed by Group undertakings of £1,029,242,000 (USD 1,517,000,000) (2014: £972,904,000 (USD 1,517,000,000)) are unsecured, repayable in 2018 and bear interest at a fixed rate of 2.589%.

## Notes to the financial statements for the year ended 31 December 2015

### 9 Creditors

#### (a) Amounts falling due within one year

	2015 £'000	2014 £'000
Amounts owed to Group undertakings	15,382	13,277

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

#### (b) Amounts falling due after more than one year

	2015 £'000	2014 £'000
Deferred income	5,283	-
Amounts owed to Group undertakings	2,552,141	2,422,442
	<b>2,557,424</b>	<b>2,422,442</b>

Included within amounts due to Group undertakings is an amount of £2,552,141,000 (2014: £2,422,442,000) are unsecured and interest bearing at rates based on between 2.13% and 2.20% (2014: 2.13% and 2.17%) and repayable after more than one year.

### 10 Called up share capital

Ordinary shares of £1 each	2015	2014
Allotted, called up and fully paid		
- value	£11,904	£11,904
- number	11,904	11,904

### 11 Related party disclosures

As a wholly owned subsidiary the Company has taken advantage of the exemption under FRS 101 from disclosing transactions with other subsidiary undertakings of the British American Tobacco p.l.c. Group.

### 12 Transition to Financial Reporting Standards FRS 101

The Financial Reporting Council has issued FRS 100 Application of Financial Reporting Requirements, FRS 101 Reduced Disclosure Framework and FRS 102 The Financial Reporting Standard applicable in the UK and Ireland. These standards are applicable to all companies and entities in the UK and Republic of Ireland, other than listed groups which continue to report under IFRS, for accounting periods beginning on or after 1 January 2015.

FRS 100 sets out the overall financial reporting framework for companies in the UK and Ireland. FRS 101 applies to the individual financial statements of subsidiaries and ultimate parents, allowing them to apply the same accounting policies as in their listed group accounts, but with fewer disclosures. FRS 102 is a single financial reporting standard that applies to the financial statements of entities that are not applying IFRS, FRS 101 or the FRSSE. The primary statements of entities applying FRS 101 or FRS 102 would continue to follow the requirements of the Companies Act 2006.

The Company has adopted the accounting requirements of the reduced disclosure framework under FRS 101 in these financial statements, with a transition date of 1 January 2014. The adoption of FRS 101 had no material impact to previously reported amounts in profit or equity.

The Company's financial statements still meet the requirements of the Companies Act 2006 including giving a true and fair view of the Company's assets, liabilities, financial position and profit or loss.

## Notes to the financial statements for the year ended 31 December 2015

### 13 Contingent liabilities

The Company provides guarantees to third parties in respect of commitments entered into in the normal course of business by its direct subsidiary undertakings, including funding commitments for research and development, contract manufacturing arrangements, royalty payments due and rental commitments. These guarantees are uncapped. Amounts paid by the Company's subsidiaries in respect of these guaranteed commitments in 2015 were estimated to be £9,920,000 (2014: £19,180,000), and are expected to be £11,180,000 in 2016. The maximum potential exposure under these guarantees until these contracts expire is currently estimated to be around £147,490,000. The Company does not expect the fulfilment of obligations under these guarantees to materially affect its financial position.

### 14 Post balance sheet events

In February, April and September 2016, the Company injected a total of £170,500,000 of equity, in the form of ordinary share capital, into its subsidiary British American Tobacco (NGP) Limited.

### 15 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 p.l.c.. 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