

British American Tobacco (1998) Limited

Registered Number 03422701

Annual report and financial statements

For the year ended 31 December 2018



Contents

Strategic report	2
Directors' report	3
Independent auditor's report to the members of British American Tobacco (1998) Limited	5
Profit and loss account and statement of changes in equity	7
Balance sheet	8
Notes to the financial statements for the year ended 31 December 2018	9

Strategic report

The Directors present their strategic report on British American Tobacco (1998) Limited (the "Company") for the year ended 31 December 2018.

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 2018

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 £3,056,921,000 (2017: £3,626,890,000).

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

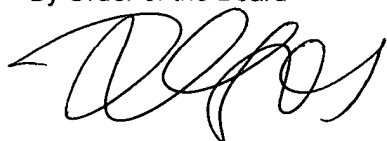
Key performance indicators

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.

By Order of the Board



Ms J Haynes
Secretary

19 SEPTEMBER 2019

Directors' report

The Directors present their report together with the audited financial statements of the Company for the year ended 31 December 2018.

Dividends

During the year the Company paid dividends amounting to £ 4,351,668,000 (2017: £3,628,324,000).

Board of Directors

The names of the persons who served as Directors of the Company during the period 1 January 2018 to the date of this report are as follows:

John Benedict Stevens
Giovanni Giordano
Jerome Bruce Abelman
Alan Davy
Kingsley Wheaton

Resigned (05 August 2019)
Resigned (31 March 2019)

Directors' indemnities

Throughout the period 1 January 2018 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.

Research and development

No research and development expenditure has been incurred during the year (2017: £nil).

Political contributions

The Company made no political donations or incurred any political expenditure during the year (2017: £nil).

Employees

The average number of employees employed by the Company during the year was nil (2017: 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.

Directors' report (continued)

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*.

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.

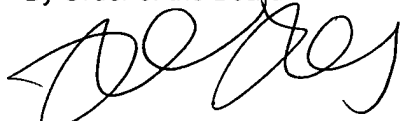
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies 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 report confirms that:

- (a) to the best of his or their knowledge and belief, there is no relevant audit information of which the Company's auditor is 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 auditor is aware of that information.

By Order of the Board



Ms J Haynes
Secretary

19 SEPTEMBER

2019

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

Opinion

We have audited the financial statements of British American Tobacco (1998) Limited ("the company") for the year ended 31 December 2018 which comprise the Profit and loss account, 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 2018 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.

The impact of uncertainties due to the UK exiting the European Union on our audit

Uncertainties related to the effects of Brexit are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the directors, such as recoverability of investments and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the company's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the company's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to Brexit.

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.

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

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.

Directors' responsibilities

As explained more fully in their statement set out on pages 4, 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.



Christopher Hearn, (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants
15 Canada Square
London. E14 5GL
19 September 2019

Profit and loss account for the year ended 31 December

		2018 £'000	2017 £'000
Continuing operations	Note		
Other operating expenses	2	-	-
Operating result		-	-
Income from shares in Group undertakings	3	3,052,763	3,628,324
Interest receivable and similar income	4	110,339	90,637
Interest payable and similar expenses	5	(106,181)	(92,071)
Profit before taxation		3,056,921	3,626,890
Taxation	6	-	-
Profit for the financial year		3,056,921	3,626,890

There is no difference between the profit 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

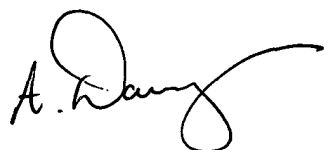
		Called up share capital £'000	Share premium account £'000	Profit and loss account £'000	Total Equity £'000
1 January 2017	12	3,617,281		2,503,577	6,120,870
Increase in share capital	3	-	-	-	3
Increase in share premium	-	23,223,431	-	-	23,223,431
Profit for the financial year	-	-	-	3,626,890	3,626,890
Dividends paid	-	-	-	(3,628,324)	(3,628,324)
31 December 2017	15	26,840,712		2,502,143	29,342,870
Effects of change in accounting policy	-	-	-	(2,741)	(2,741)
1 January 2018	15	26,840,712		2,499,402	29,340,129
Profit for the financial year	-	-	-	3,056,921	3,056,921
Dividends paid	-	-	-	(4,351,668)	(4,351,668)
31 December 2018	15	26,840,712		1,204,655	28,045,382

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

Balance sheet as at 31 December

	Note	2018 £'000	2017 £'000
Fixed assets			
Investments in Group undertakings	7	27,632,099	27,453,899
		27,632,099	27,453,899
Current assets			
Debtors: amounts falling due within one year	8	3,396,170	4,699,044
Creditors: amounts falling due within one year	9a	(2,977,161)	(2,804,479)
Net current assets		419,009	1,894,565
Total assets less current liabilities		28,051,108	29,348,464
Creditors: amounts falling due after more than one year	9b	(5,283)	(5,283)
Provisions for liabilities and other charges		(443)	(311)
Net assets		28,045,382	29,342,870
Capital and reserves			
Called up share capital	10	15	15
Share premium account		26,840,712	26,840,712
Profit and loss account		1,204,655	2,502,143
Total shareholders' funds		28,045,382	29,342,870

The financial statements on pages 7 to 38 were approved by the Directors on 19 September 2019 and signed on behalf of the Board.



A. Davy
Director

Registered number
03422701

Notes to the financial statements for the year ended 31 December 2018

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.

With effect from 1 January 2018, the Company has adopted IFRS 9 *Financial Instruments*. The cumulative impact of adopting IFRS 9 has been recognised as a restatement of opening reserves in 2018, and is £2,741,000, arising from the impairment of financial assets under the expected credit loss model.

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 estimation of amounts to be recognised in respect of taxation and legal matters;
- the review of asset values and impairment testing of financial and non-financial assets including investments in fellow Group undertakings.

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 Directors have at the time of approving these financial statements, a reasonable expectation that the Company has adequate resources to continue in operational existence for 12 months following the signing of these accounts.

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 2018

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.

Investments in Group companies

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.

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.

Any liabilities or assets recognised for exposures in respect of the payment or recovery of a number of taxes are recognised at such time as an outcome becomes probable and when the amount can reasonably be estimated.

Financial instruments

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 assets and financial liabilities are initially recognised at fair value, plus directly attributable transactions costs where applicable, with subsequent measurement as set out below. Non-derivative financial assets are classified on initial recognition as other investments at fair value, loans and receivables or cash and cash equivalents as follows:

Notes to the financial statements for the year ended 31 December 2018

1 Accounting policies (continued)

Loan and receivables: Amounts owed by Group undertakings are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The Company's financial assets are held in order to collect contractual cash flows and are subsequently carried at amortised cost.

Impairment of financial assets

With effect from 1 January 2018, 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. Prior to 1 January 2018, financial assets were reviewed for impairment at each balance sheet date, or whenever events indicated that the carrying amount might not be recoverable.

2 Other operating expenses

Auditor's fees of £5,000 were borne by a fellow Group undertaking (2017: £5,000).

There were no employees (2017: none) and no staff costs during the year (2017: £nil).

None of the Directors received any remuneration in respect of their services as a Director of the Company during the year (2017 £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.

3 Income from shares in Group undertakings

	2018 £'000	2017 £'000
Income from shares in Group undertakings	3,052,763	3,628,324

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

4 Interest receivable and similar income

	2018 £'000	2017 £'000
Interest receivable from Group undertakings	110,261	90,637
Fair value gain and similar income	74	-
Exchange gain	4	-
	110,339	90,637

5 Interest payable and similar expenses

	2018 £'000	2017 £'000
Interest payable to Group undertakings	106,049	91,925
Interest payable to external parties	132	132
Fair value loss and similar income	-	7
Exchange loss	-	7
	106,181	92,071

Notes to the financial statements for the year ended 31 December 2018

6 Taxation

Factors affecting the taxation charge

A reduction in the UK corporation tax rate from 20% to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantially enacted on 26 October 2015, and an additional reduction to 17% (effective 1 April 2020) was substantially enacted on 6 September 2016. This will reduce the Company's future current tax charge accordingly.

The current taxation charge differs from the standard 19% (2017: 19.25%) rate of corporation taxation in the UK. The major causes of this difference are listed below:

	2018 £'000	2017 £'000
Profit for the year	3,056,921	3,626,890
Total tax expense	-	-
Profit excluding taxation	3,056,921	3,626,890
Tax using the UK corporation tax rate of 19.00% (2017: 19.25%)	580,815	698,176
Tax exempt revenues	(580,025)	(698,452)
Permanent differences	322	334
Group relief claimed for nil consideration	(1,112)	(58)
Total tax charge for the period	-	-

An amount of £2,223,876 (2017: £1,735,000) (taxation amount of £423,000 (2017: £334,000)) included in permanent differences above represents imputed taxation adjustments in respect of UK to UK transfer pricing.

7 Investments

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Kosovo, Republic of				
<i>Llapllaselle, 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 (Algerie) S.P.A.	Ordinary	0.00	51.00	51.00
Angola				
<i>Viana Park, Polo Industrial, Viana, Luanda, Angola</i>				
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

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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
Australia				
<i>166 William Street, Woolloomooloo, NSW 2011, Australia</i>				
American Cigarette Company (Overseas) 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 Manufacturing Australia Pty Ltd.	Ordinary	0.00	100.00	100.00
Martins of Piccadilly Pty Ltd	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	0.00
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
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
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

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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 Gentsesteenweg 21, 1702 Groot-Bijgaarden, Belgium</i>				
British American Tobacco Belgium S.A.	Ordinary	0.00	100.00	100.00
<i>Rue de Koninck 38, 1080 Sint-Jans-Molenbeek, Belgium</i>				
British American Tobacco Co-ordination Centre/L.P. Co-ordination Centre VOF	Partnership stake in equity	0.00	100.00	100.00
<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 Gentsesteenweg 21, 1702 Groot-Bijgaarden, Belgium</i>				
Tabacofina-Vander Elst N.V.	Ordinary	0.00	100.00	100.00
Benin <i>Cotonou, Lot Numero H19, Quartiers Les Cocotiers, 01 BP 2520, Benin</i>				
British American Tobacco Benin SA	Issued	0.00	100.00	100.00
Britannique Ivorienne Tabac Conseil – Benin (S.A.R.L.)	Issued	0.00	90.00	90.00
Bolivia <i>La Paz, Calle 3 No. 260, La Paz, Bolivia</i>				
BAT Bolivia S.R.L.	Ordinary	0.00	100.00	100.00
Bosnia and Herzegovina <i>Ulica Carice Milice br. 11, 78000 Banja Luka, Bosnia and Herzegovina</i>				
British American Tobacco - BAT - BL d.o.o.	Quota	0.00	100.00	100.00
<i>Carice Milice, 11 78000, Banja Luka, Bosnia and Herzegovina</i>				
British American Tobacco d.o.o. Banja Luka	Ordinary	0.00	100.00	100.00
<i>ul. Kralja Petra I Karadordevica br. 82, 78000 Banja Luka, Bosnia and Herzegovina</i>				
FDBL-B d.o.o. Banja Luka	Ordinary	0.00	100.00	100.00
<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
<i>ul. Kolodvorska 12, 71000 Sarajevo-Novo Sarajevo, Bosnia and Herzegovina</i>				
OPRESA d.d. Sarajevo	Ordinary	0.00	100.00	100.00
<i>ul. Azize Šaćirbegovi'c 1, 71000 Sarajevo-Novo Sarajevo, Bosnia and Herzegovina</i>				
TDR d.o.o. Sarajevo	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Bosnia and Herzegovina				
<i>Blajburških žrtava br. 62, Mostar, Bosnia and Herzegovina</i>				
TOBACCO PRESS d.o.o. Mostar	Ordinary	0.00	100.00	100.00
Botswana				
<i>Plot 64518, Fairgrounds, Office Park, 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>Rua Candelaria 66, Salas 101 a 1201, Rio de Janeiro, Brazil</i>				
Souza Cruz LTDA	Common	0.00	100.00	100.00
Yolanda Participacoes S.A.	Common of BRC no par value	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
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
Express Logistics and Distribution EOOD	Issued Shares	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	99.75	99.75
Canada				
<i>45 O'Connor Street, Suite 1500, Ottawa, Ontario, K1P 1A4, Canada</i>				
2004969 Ontario Inc.	Common	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
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

Notes to the financial statements for the year ended 31 December 2018

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
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	50.00	50.00
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	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 19, Las Codes, Chile</i>				
BAT Chile S.A.	Ordinary	0.00	100.00	99.45
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	Registered capital	0.00	100.00	100.00
<i>Room 436, No. 1000, Zhenchen Road, Baoshan District, Shanghai, China</i>				
British American (Shanghai) Enterprise Development Co., Ltd, China	Ordinary	0.00	100.00	100.00
<i>Room 486, No. 1000, Zhenchen Road, Baoshan District, Shanghai, China</i>				
British American Nico Business Consulting (Shanghai) Co., Ltd, China	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	Ordinary	0.00	100.00	100.00
British American Tobacco Congo SARL	Z	0.00	100.00	100.00
<i>149, A&B Boulevard du 30 Juin, Gombe, Kinshasa, Democratic Republic of Congo</i>				
BAT SERVICES CONGO SARL	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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>				
ADISTA d.o.o.	Ordinary	0.00	100.00	100.00
TDR d.o.o.	Ordinary	0.00	100.00	100.00
<i>Ivana Lučić'a 2/a, 10000 Zagreb, Croatia</i>				
BAT HRVATSKA d.o.o.	Ordinary	0.00	100.00	100.00
<i>Osječka 2, 33000 Virovitica, Croatia</i>				
HRVATSKI DUHANI d.d.	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>Calle San Jose y Princesa, Municipio 10 de Octubre, Ciudad de La Habana, Cuba</i>				
Brascuba Cigarrillos S.A.	Common	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	100.00	100.00
Czech Republic				
<i>Karolinská 654/2, Prague 8 – Karlín, 186 00, Czech Republic</i>				
British American Tobacco (Czech Republic), s.r.o.	Ordinary of DM 3,400,000	0.00	100.00	100.00
British American Tobacco (Czech Republic), s.r.o.	Ordinary of DM 166,600,000	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
X-International ApS	Ordinary	0.00	100.00	100.00
Djibouti				
<i>Rue de Magadiscio, Lot No. 133, Djibouti City, Djibouti</i>				
British American Tobacco Djibouti SARL	Ordinary	0.00	100.00	100.00
<i>Vester Farimagsgade 16, 1606 Copenhagen, Denmark</i>				
Tobacco Exporters International (Mer Rouge) SARL (in liquidation)	5000 DJF	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Egypt				
10 Omar Ibn El Khattab St. City Stars Complex, Star Capital Towers 4A, 8th floor, Heliopolis, Cairo, Egypt				
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
City Stars Complex, Star Capital 4A, 10th Floor, Omar Ibn El Khattab St., Heliopolis, Cairo, Egypt				
British American Tobacco Egypt LLC	Ordinary	0.00	100.00	100.00
Eritrea				
P.O. Box 749, 62 Ras Alula Street, Asmara, Eritrea				
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				
Mustamäe Tee 46, 10621 Tallinn, Estonia				
British American Tobacco Estonia AS	Ordinary	0.00	100.00	100.00
Fiji				
Lady Maria Road, Nabua, Suva, Fiji				
Central Manufacturing Company Limited	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Fiji) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (Fiji) Marketing Limited	Ordinary	0.00	50.00	50.00
Finland				
Itamerentori 2, 00180, Helsinki, Finland				
British American Tobacco Finland Oy	Ordinary	0.00	100.00	100.00
France				
Cœur Défense Tour A 100-110 Esplanade de Gaulle 92932 Paris La Défense Cedex, France				
British American Tobacco France SAS	Ordinary EUR 15	0.00	100.00	100.00
8 Rue La Boétie, 75008 Paris, France				
Carreras France SAS	Ordinary	0.00	100.00	100.00
23 Rue du Roule, 75001 Paris, France				
Nicoventures France SAS	Ordinary	0.00	100.00	100.00
Germany				
Alsterufer 4, 20354 Hamburg, Germany				
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 (Hamburg International) GmbH	Ordinary	0.00	100.00	100.00
British American Tobacco (Industrie) GmbH	Capital of € 350 mio	0.00	100.00	100.00
TDR Germany GmbH		0.00	100.00	100.00
Schüttenwälder Str. 23, 01458 Ottendorf-Okrilla, Germany				
Quantus Beteiligungs- und Beratungsgesellschaft GmbH	Ordinary	0.00	100.00	100.00
Ghana				
F190/5 Josiah Tongogari Street, Opposite Tante Marie Restaurant, Labone-Accra, Ghana				
British American Tobacco Ghana Limited	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

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>90 Carmichael Street, South Cummingsburg, 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
British Cigarette Company (1964) Limited	Ordinary	0.00	100.00	100.00
16/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong				
British American Tobacco Asia-Pacific Region Limited	Ordinary shares of HK\$1 each	0.00	100.00	100.00
British-American Tobacco Company (Hong Kong) Limited	Ordinary	0.00	100.00	100.00
11/F, One Pacific Place, 88 Queensway, Hong Kong				
British American Tobacco China Investments Limited	Ordinary	0.00	100.00	100.00
LEHMAN, LEE & XU CORPORATE SERVICES, Suite 3313, Tower One, Times Square, 1 Matheson Street, Causeway Bay, Hong Kong				
Reynolds Asia-Pacific Limited	Ordinary	0.00	100.00	100.00
Hungary <i>H-1124, Budapest, Csörsz utca 49-51. 3. em., Hungary</i>				
BAT Pecs Dohanygyar Kft.	Ordinary	0.00	100.00	100.00
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	85.74	85.74
Jl. Raya Karanglo, 1st Floor, Desa Banjararum, Kecamatan Singosari, Jawa Timur 65153 Indonesia				
PT Bentoel Prima	Series A	0.00	100.00	100.00
PT Bentoel Prima	Series B	0.00	100.00	100.00
PT Perusahaan Dagang dan Industri Tresno	Ordinary	0.00	92.48	92.48
Jl. Susanto No. 2B, Ciptomulyo, Sukun, Malang, Jawa Timur 65148 Indonesia				
PT Bentoel Distribusi Utama	Ordinary	0.00	92.48	92.48

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Iran, Islamic Republic of				
<i>No. 2 Saba Boulevard with Africa Boulevard, Tehran, 19667, Islamic Republic of Iran</i>				
B.A.T. Pars Company (Private Joint Stock)	Ordinary	0.00	100.00	100.00
TDR Parsian Company (PJS)	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>The Greenhouse, 6th Floor, Block E, Mountainview, Leopardstown, Dublin, 18, 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	7% Preference	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
Jamaica				
<i>13A Ripon Road, Kingston 5, Jamaica</i>				
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
<i>Twickenham Park, Spanish Town, St. Catherine, Jamaica</i>				
Sans Souci Development Limited	Ordinary	0.00	100.00	50.40
Sans Souci Limited	Ordinary	0.00	100.00	50.40
Japan				
<i>Atago Mori Tower 21F, 2-5-1 Arago, Minato-Ku, Tokyo, 105-622, Japan</i>				
British American Tobacco Japan, Ltd.	Ownership Interest	0.00	100.00	100.00
Jersey				
<i>3rd Floor, 24 Hill Street, St Helier, JE2 4UA, Jersey</i>				
Pathway 5 (Jersey) Limited	Ordinary	0.00	100.00	100.00
Jordan				
<i>Salman Quadah Street, Behind Abdoun Mall Opp. Khaled Khreisat Complex, Villa No. (1), Abdoun, Amman, Jordan</i>				
British American Tobacco - Jordan Private Shareholding Company Limited	Ordinary	0.00	100.00	100.00
Kazakhstan				
<i>Kazybek bi 20 A, Almaty, Republic of Kazakhstan</i>				
British American Tobacco Kazakhstan Trading Limited Liability Partnership	Capital only	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Kenya				
<i>8 Likoni Road, Industrial Area, P.O. Box 30000-00100, Nairobi, Kenya</i>				
African Cigarette Company (Overseas) Limited	Ordinary	0.00	100.00	60.00
BAT Kenya Tobacco Company Limited	Ordinary	0.00	100.00	60.00
<i>9 Likoni Road, Industrial Area, P.O. Box 30000-00100, Nairobi, Kenya</i>				
British American Tobacco Area Limited	Ordinary	0.00	100.00	100.00
<i>10 Likoni Road, Industrial Area, P.O. Box 30000-00100, Nairobi, Kenya</i>				
British American Tobacco Kenya plc	Ordinary	0.00	60.00	60.00
<i>11 Likoni Road, Industrial Area P.O. Box 30000-00100, Nairobi, Kenya</i>				
East African Tobacco Company (Kenya) Limited	Ordinary	0.00	100.00	60.00
Korea, Republic of				
<i>Gangnam Finance Center, 152 Teheran-ro, Gangnam-gu, Seoul, Republic of Korea</i>				
British American Tobacco Korea Limited	Common	0.00	100.00	100.00
<i>141, Gongdan1-ro, Sanam-Myun, Sacheon City, Kyungsangnamdo, Republic of Korea</i>				
British American Tobacco Korea Manufacturing Limited	Ordinary	0.00	100.00	100.00
Latvia				
<i>Mukusalas iela 101, Riga LV-1004, Latvia</i>				
British American Tobacco Latvia SIA	Ordinary	0.00	100.00	100.00
Lithuania				
<i>Verkiu str. 29, LT 09108 Vilnius, Lithuania</i>				
UAB British American Tobacco Lietuva	Ordinary	0.00	100.00	100.00
Luxembourg				
<i>2, Avenue Charles de Gaulle, 1653 Luxembourg, Grand Duchy of Luxembourg</i>				
British American Tobacco Brands (Switzerland) Limited	Registered	0.00	100.00	100.00
Macedonia, Republic of				
<i>Bul. 8-mi Septemvri No. 18 Skopje, Republic of Macedonia</i>				
TDR Skopje d.o.o.e.i. Skopje	Ordinary	0.00	100.00	100.00
Malawi				
<i>Northgate Arcade, Highway Chipembere, Blantyre, Malawi</i>				
British American Tobacco (Malawi) Limited	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall (Malawi) Limited	Ordinary	0.00	100.00	43.13
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	Ordinary	0.00	100.00	100.00
<i>Level 8, Symphony House, Block D13, Pusat Dagangan Dana 1, Jalan PJU 1A/46, 47301, Petaling Jaya, Selangor Darul Ehsan, Malaysia</i>				
British American Tobacco GSD (Kuala Lumpur) Sdn Bhd	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Malaysia				
<i>Level 19, Wisma Guocoland, Damansara City, No. 6 Jalan Damanlela, Bukit Damansara, 50490 Kuala Lumpur, Malaysia</i>				
British American Tobacco (Malaysia) Berhad	Ordinary	0.00	50.00	50.00
British American Tobacco Malaysia Foundation	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
Tobacco Importers and Manufacturers Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Mali				
<i>Hippodrome, Rue Djelibougou à Bamako - BP 2065, 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	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	100.00	100.00
<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 class1	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
Montenegro				
<i>Rimski Trg 50, Podgorica, Republic of Montenegro</i>				
TDR d.o.o. Podgorica	Ordinary	0.00	100.00	100.00
Mozambique				
<i>2289 Avenida de Angola, Maputo, Mozambique</i>				
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	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Myanmar				
<i>55/56, Schwe Thanlwin, Industrial Zone, Hlaing Thar Yar Township, Yangon, Myanmar</i>				
British American Tobacco Myanmar Limited	Ordinary	0.00	95.00	95.00
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
Netherlands				
<i>Handelsweg 53 A, 1181 ZA, Amstelveen, Netherlands</i>				
Aruba Properties B.V.	Ordinary	0.00	100.00	100.00
Aruba Properties II 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 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
Koninklijke Theodorus Niemeyer B.V.	Ordinary EUR 453.78	0.00	100.00	100.00
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 EUR 0.15	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
Turmac Tobacco Company B.V.	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Netherlands				
<i>Parktoeren, 6th Floor, VanHeuven Goedhartlaan 11a, 1181 LE Amstelveen, The Netherlands</i>				
R.J. Reynolds Tobacco B.V.	Ordinary	0.00	100.00	100.00
	Partnership: General Partner – R. J. Reynolds Global Products, Inc. (10%); Limited Partner – R.J. Reynolds Tobacco Co. (DE) (90%);	0.00	100.00	100.00
R.J. Reynolds Tobacco C.V.	Ordinary	0.00	100.00	100.00
Reynolds International 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 NZ\$	0.00	100.00	100.00
<i>25 Princess Street, Palmerston North, New Zealand</i>				
New Zealand (UK Finance) Limited	Non - participating preference shares	0.00	100.00	100.00
New Zealand (UK Finance) Limited	Ordinary	0.00	100.00	100.00
Niger				
<i>C/O Niger Briques SARL, Grand, Marché Niamey BP2401, 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>Klaus Torgårdsvej 3, 0372 Oslo, Norway</i>				
British American Tobacco Norway AS	Ordinary	0.00	100.00	100.00
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	97.00	91.51

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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 of no par value	0.00	87.76	87.76
British American Tobacco Panama, S.A.	Ordinary	0.00	100.00	87.76
Tabacalera Istmena S.A.	Common	0.00	100.00	100.00
Papua New Guinea				
<i>Level 10, The Tower, Douglas Street, P O Box 632, Port Moresby, NCD, 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>Avenida Aviadores del Chaco, 2050, Edificio World Trade Center, T2, P17, Paraguay</i>				
British American Tobacco Productora de Cigarrillos S.A.	Shares	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	98.35	98.35
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
<i>Aleja Wojska Polskiego 23c, 63-500, Ostrzeszow, Poland</i>				
<i>Krakowiakow 48, 02-255, Warszawa, Poland</i>				
CHIC SP. ZO.O.	Ordinary	0.00	100.00	100.00
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
Nicoventures Polska sp. z.o.o.	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Poland				
<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>Avenida Engenheiro Duarte Pacheco 26, 7</i>				
<i>Piso 1070, 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
<i>Ploiesti, 17-19 Laboratorului Street, Prahova County, Romania</i>				
British-American Tobacco (Romania) Trading SRL	Social	0.00	100.00	100.00
<i>Bucharest Business Park - Building B2, 1A Bucuresti - Ploiesti (DN1) Road, Sector 1, Bucharest 013681, Romania</i>				
British-American Tobacco Romania Investment S.R.L.	Social	0.00	100.00	100.00
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'	Common	0.00	100.00	100.00
Rwanda				
<i>Soras Building, 2nd Flr, Boulevard de la Revolution P.O Box 650 Kigali, Rwanda</i>				
British American Tobacco Rwanda Limited	Issued	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Saint Lucia				
<i>c/o ADCO Incorporated, 10 Manoel Street, Castries, Saint Lucia</i>				
Carisma Marketing Services Ltd. <i>St Lucia Pointe Seraphine, Castries, Saint Lucia</i>	Ordinary	0.00	100.00	100.00
Rothmans Holdings (Caricom) Limited	Ordinary	0.00	100.00	100.00
Samoa				
<i>Vaitele, Apia, Samoa. P.O.Box 1304.</i>				
British American Tobacco (Samoa) Limited	Ordinary	0.00	100.00	100.00
Senegal				
<i>Almadies, Route Hôtel Méridien en Face Club Med, Dakar, Senegal</i>				
Tobacco Marketing Consultant TMC S.A.R.L	Ordinary	0.00	100.00	100.00
Serbia				
<i>Bulevar Milutina Milankovic 1ž, Belgrade, 11070, Serbia</i>				
British American Tobacco South - East Europe doo	Quota	0.00	100.00	100.00
TDR d.o.o. Beograd	Ordinary	0.00	100.00	100.00
<i>Kralja Stefana Provenčanog 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 Asia Pacific Treasury Private Limited	Ordinary	0.00	100.00	100.00
British American Tobacco International Services Pte Ltd	Ordinary	0.00	100.00	100.00
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.	Ordinary	0.00	100.00	100.00
RHL Investments Pte Limited	Ordinary	0.00	100.00	100.00
RHL Investments Pte Limited	Redeemable preference	0.00	100.00	0.00
Slovenia				
<i>Bravničarjeva ulica 13, 1000 Ljubljana, Slovenia</i>				
British American Tobacco d.o.o.	Ordinary	0.00	100.00	100.00
TDR ROVITA d.o.o. - v likvidaciji	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

(1) Shares in Group Undertakings

Page 28

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Sri Lanka				
178 Srimath Ramanathan Mawatha, Colombo, 15, Sri Lanka				
Ceylon Tobacco Company Plc	Ordinary	0.00	84.13	84.13
Spain				
Torre Espacio, Paseo de la Castellana, 259D, 28046 Madrid, Spain				
British American Tobacco Espana, S.A.	Euro	0.00	100.00	100.00
Sudan				
Gomhoreya Street, Khartoum, Sudan, PO Box 1381				
Blue Nile Cigarette Company Limited	Ordinary	0.00	100.00	100.00
Swaziland				
Rhus Office Park, Kal Grant Street, P.O. Box 569, Mbabane, Swaziland				
British American Tobacco Swaziland (Pty) Limited	Issued	0.00	50.00	50.00
Sweden				
Västra Trädgårdsgatan 15, 111 53 Stockholm, Sweden				
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
Winds Global AB Winnington AB Winnington Holding AB				
Fiedler & Lundgren AB	Ordinary	0.00	100.00	100.00
Sweden Stationsvagen 11, 523 74 Hokerum, Sweden				
Winnington AB	Ordinary	0.00	100.00	100.00
Winnington Holding Ab	Ordinary	0.00	100.00	100.00
Winnington Global AB	Ordinary	0.00	100.00	100.00
Niconovum AB	Ordinary			
Switzerland				
Zählerweg 4, 6300 Zug, Switzerland				
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 in Liquidation	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall Limited	Registered	S	100.00	100.00
Route de France 17, 2926 Boncourt, Switzerland				
British American Tobacco Switzerland S.A.	Registered	0.00	100.00	100.00
British American Tobacco Switzerland Vending SA	Ordinary	0.00	100.00	100.00
Route de la Glâne 107, c/o NBA Fiduciaire S.A. 1752 Villars-sur-Glâne, Switzerland				
Intertab S.A.	Registered	0.00	50.00	50.00
Tanzania				
Acacia Estate Building, Kinondoni Rd, P.O. Box 72484, Dar es Salaam, Tanzania				
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)	Issued	0.00	99.00	99.00
Zanzibar Distribution Company Limited (In liquidation)	Issued	0.00	99.00	99.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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 Tutun Mamulleri Sanayi ve Ticaret Anonim Sirketi	Registered	0.00	100.00	100.00
Uganda				
<i>7th Floor TWED Towers, Plot 10, Kafu Road, Nakasero, P.O. Box 7100, Kampala, Uganda</i>				
British American Tobacco Uganda Limited	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	99.99	99.99
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
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 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 Portugal 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
BATLaw Limited	Ordinary	100.00	0.00	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

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	United Kingdom	Share Class	Direct interest	Subsidiary interest	Attributable interest
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
Limited	Ordinary		0.00	100.00	100.00
British American Tobacco China Holdings Limited	Ordinary		0.00	100.00	100.00
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		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 (NGP) Limited	Ordinary		0.00	100.00	100.00
British American Tobacco Peru Holdings Limited	Ordinary		100.00	0.00	100.00
Limited	Ordinary		0.00	100.00	100.00
Globe House, 1 Water Street, London, WC2R 3LA, United Kingdom	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 EUR		0.00	100.00	100.00
British American Tobacco Western Europe Commercial Trading Limited	Ordinary GBP		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
Carreras Rothmans Limited	6% Second preference shares		0.00	100.00	100.00
Carreras Rothmans Limited	Ordinary		0.00	100.00	100.00
Nicoventures Holdings Limited	Ordinary		0.00	100.00	100.00
Nicovations Limited	Ordinary		0.00	100.00	100.00
Nicoventures Retail (UK) Limited	Ordinary		0.00	100.00	100.00
Nicoventures Trading Limited	Ordinary		0.00	100.00	100.00
Ten Motives Trading Limited	Ordinary and Deferred		0.00	100.00	100.00
10 Motives Limited	Ordinary and Deferred		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

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
United Kingdom				
Rothmans Exports 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
Rothmans Trading 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 <i>One, Eton Street, Richmond Upon Thames, London, TW9 1EF, United Kingdom</i>	Ordinary	0.00	100.00	100.00
British American Tobacco UK Limited <i>Globe House, 4 Temple Place, London, WC2R 2PG, United Kingdom</i>	Ordinary	0.00	100.00	100.00
Tobacco Insurance Company 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	Issued	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 (2009) Limited	Redeemable Preference	0.00	100.00	100.00
British American Tobacco (2012) Limited	Ordinary	100.00	0.00	100.00
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 Ventures Limited	Ordinary	0.00	100.00	100.00
British-American Tobacco (Holdings) Limited	Ordinary	0.00	100.00	100.00
CG Ventures 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 (1790) 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	0.00
Precis (1814) Limited	Redeemable Preference ZAR	0.00	100.00	0.00
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

Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct Interest	Subsidiary Interest	Attributable Interest
United Kingdom Weston (2009) Limited	Ordinary	0.00	100.00	100.00
Weston Investment Company Limited	Redeemable Preference BRL	0.00	100.00	0.00
Weston Investment Company Limited	Preference CLP	0.00	100.00	0.00
251 Little Falls Drive, Wilmington, DE 19808, United States				
B.A.T Capital Corporation	Common stock of \$1	0.00	100.00	100.00
BATUS Holdings Inc.	Common stock	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	0.00	100.00	100.00
BATUS Retail Services, Inc.	agreement	0.00	100.00	100.00
British American Tobacco (Brands) Inc.	Common	0.00	100.00	100.00
Brown & Williamson Holdings, Inc.	Common stock	0.00	100.00	100.00
Genstar Pacific Corporation	Common	0.00	100.00	100.00
Imasco Holdings Group, Inc.	Class A Common of no par value	0.00	100.00	100.00
ITL (USA) Limited	Common of no par value	0.00	100.00	100.00
Imasco Holdings, Inc.	Common Stock of no par value	0.00	100.00	100.00
Louisville Corporate Services, Inc.	Common Stock of no par value	0.00	100.00	100.00
Nicoventures U.S. Limited	Ordinary	0.00	100.00	100.00
2711 Centerville Road, Suite 400, Wilmington DE 19808, United States				
BTI 2014 LLC	Ordinary	0.00	100.00	100.00
401 N. Main Street, Winston-Salem, NC 27101, United States				
Reynolds American Inc.	Common Stock	0.00	100.00	100.00
5106 Tradeport Dr. Memphis, TN 38141 American Snuff Company, LLC	Membership Interest	0.00	100.00	100.00
BATUS JAPAN, INC.	Common Stock of no par value	0.00	100.00	100.00
CF Vapor Company, LLC	Membership Interest	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
Kentucky BioProcessing, Inc.	Common Stock	0.00	100.00	100.00
401 N. Main Street, Winston-Salem, NC 27101 LOEC, Inc.	Common Stock	0.00	100.00	100.00
Lorillard Holdings Company, Inc.	Common Stock	0.00	100.00	100.00
Lorillard Licensing Company LLC	Membership Interest	0.00	100.00	100.00
Lorillard Q-Tech, Inc.	Common Stock	0.00	100.00	100.00
Lorillard Technologies, Inc.	Common Stock	0.00	100.00	100.00
Lorillard, LLC	Membership Interest	0.00	100.00	100.00
Niconovum USA, Inc.	Common Stock	0.00	100.00	100.00
Northern Brands International, Inc.	Common Stock	0.00	100.00	100.00
One Park Media Services, 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 Company	Common Stock	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
United States				
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
R.J. Reynolds Tobacco Co.	Common Stock	0.00	100.00	100.00
R.J. Reynolds Tobacco Holdings, Inc.	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
401 N. Main Street, Winston-Salem, NC 27101				
RAI Strategic Holdings, Inc.	Common Stock	0.00	100.00	100.00
RAI Trade Marketing Services Company	Common Stock	0.00	100.00	100.00
Reynolds American Inc.	Common Stock	0.00	100.00	100.00
Reynolds Brands Inc.	Common Stock	0.00	100.00	100.00
Farmers Bank Building, Suite 1402, 301 N. Market Street, Wilmington, DE 19801				
Reynolds Finance Company	Common Stock	0.00	100.00	100.00
401 N. Main Street, Winston-Salem, NC 27101				
Reynolds Technologies, Inc.	Common Stock	0.00	100.00	100.00
RJR Realty Relocation Services, Inc.	Common Stock	0.00	100.00	100.00
RJR Vapor Co., LLC	Common Stock	0.00	100.00	100.00
Rosswil LLC	Membership Interest	0.00	100.00	100.00
S.F. Imports, Inc.	Common Stock	0.00	100.00	100.00
3220 Knotts Grove Rd., Oxford, NC 27565				
Santa Fe Natural Tobacco Company, Inc.	Common Stock	0.00	100.00	100.00
Spot You More, Inc.	Common Stock	0.00	100.00	100.00
Uruguay				
Juncal 1392, Montevideo, Uruguay				
Kellian S.A.	Registered Common	0.00	100.00	100.00
Uzbekistan				
77 Minor Passage, Tashkent, 100084, Uzbekistan				
JSC JV "UZBAT A.O."	Ordinary	0.00	97.38	97.38
Venezuela				
Registro Mercantil Primero de la Circunscripción, Judicial des Distrito, Capital y Estado, Miranda, Venezuela				
Agrega de Venezuela, Agreven, C.A.	Ordinary	0.00	50.00	50.00
Avenida Francisco de Miranda, Edificio Bigott, Los Ruices, Caracas – Estado Miranda, 1010, Venezuela				
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 CA	Ordinary	0.00	100.00	100.00
Registro Mercantil Primero de la Circunscripción, Judicial des Distrito, Capital y Estado, Miranda, Venezuela				
Agrobigott, C.A.	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(1) Shares in Group Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Vietnam				
Area 8, Long Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam				
British American Tobacco - Vinataba (JV) Limited	Quota	0.00	70.00	70.00
20/F Kumho Mplaza Saigon, 39 Le Duan Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam				
East Asia Area Services Company Limited	Charter Capital of USD 200,000	0.00	100.00	100.00
Lot 45C/I, Road #7, Vinh Loc Industrial Park, Binh Chanh District, Ho Chi Minh City, Vietnam				
VINA-BAT Joint Venture Company Limited	Registered Charter Capital	0.00	49.00	49.00
Zambia				
20992 Kafue Road, P O Box 30622, Lusaka, Zambia				
British American Tobacco (Zambia) plc	Ordinary	0.00	78.08	78.08
Zimbabwe				
Manchester Road 1, Southerton, Harare, Zimbabwe				
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	Ordinary	0.00	100.00	100.00

(2) Investments in Associated Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Nepal				
Shree Bal Sadan, Gha 2-513, Kantipath, Kathmandu, Nepal				
Surya Nepal Pvt. Limited	Ordinary	0.00	51.00	17.28
Yemen				
P.O. Box 14, Sanna, Yemen				
Kamaran Industry and Investment Company	Ordinary	0.00	31.00	31.00
P.O. Box 5302, Hoban, Taiz, Yemen				
United Industries Company Limited	Ordinary	0.00	32.17	32.17
India				
Azamabad, Andhra Pradesh, Hyderabad, 500 020, India				
VST Industries Limited	Ordinary	0.00	32.16	32.16
Virginia House, 37, J.L. Nehru Road, Kolkata, 700 071, India				
ITC Limited	Ordinary shares of IR1 each	0.00	29.56	29.56

Notes to the financial statements for the year ended 31 December 2018

7 Investments (continued)

(2) Investments in Associated Undertakings

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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>				
Veletabak d.o.o.	Ordinary	0.00	25.00	25.00
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 2018

7 Investments (continued)

(4) Investments in Group undertakings

	Investments in Group undertakings £'000
Cost	
1 January 2018	27,453,899
Additions	178,200
31 December 2018	27,632,099
Impairment provisions	
1 January 2018	-
31 December 2018	-
Net book value	
1 January 2018	27,453,899
31 December 2018	27,632,099

The additions are related to equity injections made in Nicoventures Holdings 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

Amounts falling due within one year

	2018 £'000	2017 £'000
Amounts owed by Group undertakings - gross	3,398,381	4,699,044
Expected credit loss allowance	(2,211)	-
Amounts owed by Group undertakings - net of allowances	3,396,170	4,699,044

Included within amounts owed by Group undertakings is an amount of £416,706,000 (2017: £1,895,016,000) which is unsecured, interest bearing and repayable on demand. The interest rate is based on LIBOR.

Amounts owed by Group undertakings of £1,762,406,000 (USD 2,244,600,000) (2017: £1,659,287,000 (USD 2,244,600,000)) are unsecured, interest bearing and repayable in 2019. The interest rate is based on USD 6M LIBOR+ 1.090%.

Amounts owed by Group undertakings of £1,191,111,809 (USD 1,517,000,000) (2017: £1,121,419,000 (USD 1,517,000,000)) are unsecured, repayable in 2019 and bear interest rate based on USD 6M LIBOR+ 1.090%.

All other amounts owed by Group undertakings are unsecured, interest free and repayable on demand.

The movements in the allowance accounts are as follows:

	2018 £'000
31 December 2017	-
1 January 2018	2,741
Reversed in the year	(530)
31 December 2018	2,211

Notes to the financial statements for the year ended 31 December 2018

9 Creditors

(a) Amounts falling due within one year

	2018 £'000	2017 £'000
Amounts owed to Group undertakings	2,977,161	2,804,479

Included in Amounts owed to Group undertakings there is an amount of £2,953,518,000 (USD 3,761,600,000) (2017: £2,780,706,000 (USD 3,761,600,000)) that is unsecured, repayable in 2019 (2017: repayable in 2018), and bearing interest based on USDLIBOR.

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

(b) Amounts falling due after more than one year

	2018 £'000	2017 £'000
Deferred income	5,283	5,283
	5,283	5,283

10 Called up share capital

Ordinary shares of £1 each	2018	2017
Allotted, called up and fully paid		
- value	£14,819	£14,819
- number	14,819	14,819

On 25 July 2017, the Company has issued 2,915 new shares to its immediate parent British American Tobacco p.l.c., as part of RAI Acquisition. As a consequence of this transaction, the Share Premium of the Company also increased with an amount of £23,223,430,337.

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 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