

British American Tobacco (2009) Limited

Registered Number 07069075

Annual report and financial statements

For the year ended 31 December 2017



Contents

Strategic Report.....	2
Directors' Report.....	4
Independent auditor's report to the members of British American Tobacco (2009) Limited	6
Profit and loss account and statement of changes in equity	8
Balance sheet	9
Notes to the financial statements for the year ended 31 December 2017	10

Strategic Report

The Directors present their strategic report on British American Tobacco (2009) Limited (the "Company") for the year ended 31 December 2017.

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 2017

The profit for the financial year attributable to British American Tobacco (2009) Limited shareholders after deduction of all charges and the provision of taxation amounted to £3,664,008,000 (2016: £5,671,373,000).

On 17 January 2017, the Company's ultimate parent, British American Tobacco p.l.c. ("BAT plc"), announced that it had agreed the terms of a recommended offer with Reynolds American Inc. ("RAI") for BAT plc to acquire the remaining 57.8% of RAI it did not already own. The proposed merger was accepted by both parties' shareholders on 19 July 2017.

Pursuant to the Merger Agreement, BAT plc, on behalf of its indirect subsidiary BATUS Holdings Inc. ("BATUS"), agreed to issue new shares, represented by American Depositary Shares, for the benefit of RAI shareholders. In consideration for BAT plc issuing new shares, BATUS agreed to issue to BAT plc an assignable obligation owed by BATUS to issue shares to the holder of that obligation. This assignable obligation was transferred down the chain of Group companies from BAT plc to BATUS, in exchange for the issue of shares by each subsidiary company to its direct parent.

As a consequence, on 25 July 2017, the Company issued 906,243,991 new shares with a nominal value of £906,243,991 to its immediate parent British American Tobacco (2012) Limited in exchange for consideration of the same value represented by the assignable warrant noted above. Following this transaction the share premium account of the Company has increased with the remaining amount of £22,317,189,261 up to the total value of the warrant. On the same day the Company transferred the assignable warrant to its direct subsidiary Weston 2009 Limited in exchange for 755,931,464 new shares with a nominal value £755,931,464.

On 24 July 2017, British American Tobacco (2012) Limited has made an equity injection of £3,835,826,621 in British American Tobacco (2009) Limited. This increased the share capital of the Company with £148,193,070, and its share premium with £3,687,633,551. The proceeds of the equity injection were further given as a loan to Louisville Securities Limited for the completion of RAI acquisition.

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

Key performance indicators

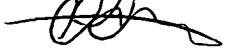
Given the nature of the Company's activities, the Company's Directors believe that key performance indicators are not necessary or appropriate for an understanding of the Company's specific development, performance or the position of its business. However, key performance indicators relevant to the Group, 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.

Strategic Report (continued)

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



O Martin
Secretary

19 SEPTEMBER 2018

Directors' Report

The Directors present their report together with the audited financial statements of the Company for the year ended 31 December 2017.

Dividends

During the financial year the Company paid dividends amounting to £3,628,324,000 (2016: £4,000,000,000).

Board of Directors

The names of the persons who served as Directors of the Company during the period 1 January 2017 to the date of this report are as follows:

Jerome Bruce Abelman
Robert James Casey
Robert Fergus Heaton
John Benedict Stevens

Directors' indemnities

Throughout the period 1 January 2017 to the date of this report, an indemnity has been in force under which Mr J.B. Stevens, as a Director of the Company, was, 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.

Post Balance Sheet events

In February 2018, 300,000,000 of the AUD redeemable preference shares the Company had issued in favour of its parent in its British American Tobacco (2012) Limited ("BAT 2012") have been converted into ordinary shares. As a consequence of this transaction, the share capital of the Company increased by £169,514,000 (AUD 300,000,000).

Research and development

No research and development expenditure has been incurred during the year (2016: £nil).

Political contributions

The Company made no political donations or incurred any political expenditure during the year (2016: £nil).

Employees

The average number of employees employed by the Company during the year was nil (2016: nil).

Auditor

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

Statement of Directors' responsibilities

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

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

Directors' Report (continued)

Statement of Directors' responsibilities (continued)

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

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

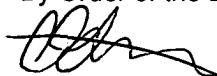
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies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

Directors' declaration in relation to relevant audit information

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

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

By Order of the Board



O Martin
Secretary

19 SEPTEMBER 2018

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

Opinion

We have audited the financial statements of British American Tobacco (2009) Limited ("the company") for the year ended 31 December 2017 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 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework* and;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Going concern

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 twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

Strategic report and directors' report

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon. Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

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

Matters on which we are required to report by exception

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

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

We have nothing to report in these respects.

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

Directors' responsibilities

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

Auditor's responsibilities

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

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

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

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



Jeremy Hall (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants
15 Canada Square
London. E14 5GL
20 September 2018

Profit and loss account for the year ended 31 December

	Note	2017 £'000	2016 £'000
Continuing operations			
Other operating expenses	2	(6,643)	-
Operating result		(6,643)	-
Income from shares in Group undertakings	3	3,828,327	5,911,997
Interest receivable and similar income	4	160,137	93,180
Interest payable and similar expenses	5	(313,748)	(332,997)
Profit before taxation		3,668,073	5,672,180
Tax on profit	6	(4,065)	(807)
Profit for the financial year		3,664,008	5,671,373

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

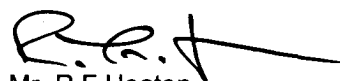
	Called up share capital £'000	Share premium account £'000	Profit and loss account £'000	Total Equity £'000
1 January 2016	3,588,466	-	10,647,302	14,235,768
Profit for the financial year	-	-	5,671,373	5,671,373
Dividends paid	-	-	(4,000,000)	(4,000,000)
31 December 2016	3,588,466	-	12,318,675	15,907,141
Increase in share capital	1,054,437	-	-	1,054,437
Increase in share premium	-	26,004,823	-	26,004,823
Profit for the financial year	-	-	3,664,008	3,664,008
Dividends paid	-	-	(3,628,324)	(3,628,324)
31 December 2017	4,642,903	26,004,823	12,354,359	43,002,085

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

Balance sheet as at 31 December

	Note	2017 £'000	2016 £'000
Fixed assets			
Investments in Group undertakings	7	56,427,205	33,210,415
		56,427,205	33,210,415
Current assets			
Debtors: amounts falling due within one year	8	3,175,572	1,853,858
Debtors: amounts falling due after one year	9	3,835,827	996,214
Derivative financial instruments assets	11	876	82,706
		7,012,275	2,932,778
Derivative financial instruments liabilities	11	(10,880)	-
Creditors: amounts falling due within one year	10a	(20,424,644)	(19,239,838)
Net current liabilities		(13,423,249)	(16,307,060)
Total assets less current liabilities		43,003,956	16,903,355
Creditors: amounts falling due after one year	10b	(1,871)	(996,214)
Net assets		43,002,085	15,907,141
Capital and reserves			
Called up share capital	12	4,642,903	3,588,466
Share premium account		26,004,823	-
Profit and loss account		12,354,359	12,318,675
Total shareholders' funds		43,002,085	15,907,141

The financial statements on pages 7 to 33 were approved by the Directors on 19 September 2018 and signed on behalf of the Board.


Mr. R.F Heaton
Director

Registered number
07069075

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

Notes to the financial statements for the year ended 31 December 2017

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 Companies Act 2006 and where advantage of disclosure exemptions available under FRS 101 have been taken.

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 legal matters; and
- the exemptions taken under IFRS 1 on the first time adoption of FRS 101.

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.

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.

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 2017

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. 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.

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.

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.

2 Other operating expenses

Auditor's fees of £2,500 were borne by a fellow Group undertaking (2016: £2,500).

There were no employees (2016: none) and no staff costs during the year (2016: £nil).

None of the Directors received any remuneration in respect of their services during the year (2016: £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.

Notes to the financial statements for the year ended 31 December 2017

3 Income from shares in Group undertakings

	2017 £'000	2016 £'000
Income from shares in Group undertakings	3,828,327	5,911,997

Income from shares in Group undertakings mainly represents dividends received from Weston (2009) Limited.

4 Interest receivable and similar income

	2017 £'000	2016 £'000
Fair value gain	-	78,775
Interest receivable from Group undertakings	88,250	14,405
Exchange gains	71,887	-
	160,137	93,180

Interest receivable comprises interest receivable from loans of 1,700,000,000 AUD (£982,926,000), 1,985,058,000 EUR (£1,762,082,000), 292,014,000 EUR (£259,212,000) and £3,835,827,000 granted to Group undertakings.

5 Interest payable and similar expenses

	2017 £'000	2016 £'000
Preference dividends payable	41,811	8,924
Exchange loss	-	75,474
Fair value loss	56,117	-
Interest payable to Group undertakings	215,820	248,599
	313,748	332,997

Interest payable comprises interest payable B.A.T. International Finance p.l.c. for a borrowing of £19,400,000,000 (2016: £19,207,626,000). Preference dividends payable is related to the preference shares issued to British American Tobacco (2012) Limited in amount of AUD 1,700,000,000 (£982,927,000) (2016: AUD 1,700,000,000 (£996,214,000)).

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

	2017 £'000	£'000	2016 £'000	£'000
<i>UK corporation tax</i>				
Current tax on income for the period	-		-	
Adjustments in respect of prior periods	-		-	
Double taxation relief		-		-
<i>Foreign tax</i>				
Current tax on income for the period	4,065		807	
Adjustments in respect to prior periods	-		-	
Total current tax		4,065		807
Total income tax expense (note 6b)		4,065		807

Notes to the financial statements for the year ended 31 December 2017

6 Taxation (continued)**(b) Factors affecting the taxation charge**

A reduction in the UK corporation tax rate from 21% to 20% (effective from 1 April 2015) was substantially enacted on 2 July 2013. Further reductions 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 19.25% (2016: 20%) rate of corporation taxation in the UK. The major causes of this difference are listed below:

	2017 £'000	2016 £'000
Profit for the year	3,664,008	5,671,373
Total tax expense	4,065	(807)
Profit excluding taxation	3,668,073	5,672,180
Tax using the UK corporation tax rate of 19.25% (2016: 20.00%)	706,104	1,134,436
Non-deductible expenditure	9,328	1,623
Foreign tax suffered	3,284	(807)
Tax exempt revenues	(736,952)	(1,182,399)
Transfer Pricing	(1)	
Group relief surrendered/(claimed) for nil consideration	22,302	46,340
Total tax charge for the period	4,065	(807)

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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	50.99	50.99
Angola				
<i>Viana Park, Polo Industrial, Viana, Luanda, Angola</i>				
British American Tobacco - B.A.T. Angola, Limitada	USD 100	0.00	0.20	100.00
British American Tobacco - B.A.T. Angola, Limitada	USD 49,900	0.00	99.80	100.00
Sociedade Unificada Tabacos Angola LDA	Ordinary	0.00	76.30	76.30
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	50.00	100.00
Rothmans Asia Pacific Limited	Redeemable Pref A\$ 1.00 each	0.00	50.00	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
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 2017

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct	Subsidiary	Attributable
Belarus 7th Floor, 3 Kuprevichsa Str., Minsk, 220141, Belarus			Interest	Interest
British-American Tobacco Trading Company	Capital (EUR	0.00	100.00	100.00
Foreign Private Trading Unitary Enterprise	110,000)			
British-American Tobacco Trading Company	Capital (US Dollar	0.00	100.00	100.00
Foreign Private Trading Unitary Enterprise	40,000)			
Belgium Globe House, 4 Temple Place, WC2R 2PG, London, United Kingdom				
British American Tobacco Belgium N.V.	Ordinary	0.00	100.00	100.00
Rue de Koninck 38, 1080 Sint-Jans-Molenbeek, Belgium				
British American Tobacco Co-ordination	Partnership stake in	0.00	100.00	100.00
Centre/L.P. Co-ordination Centre VOF	equity			
Nieuwe Gentessteeweg 21, 1702 Groot- Bijgaarden, Belgium				
British American Tobacco Holdings Belgium N.V.	Shares of no value	0.00	100.00	100.00
Tabacofina-Vander Elst N.V.	Ordinary	0.00	100.00	100.00
Benin Cotonou, Lot Numero H19, Quartiers Les Cocottiers, 01 BP 2520, Benin				
British American Tobacco Benin SA	Issued	0.00	100.00	100.00
Bolivia La Paz, Calle 3 No 260, La Paz, Bolivia				
BAT Bolivia S.R.L.	Ordinary	0.00	100.00	100.00
Bosnia and Herzegovina Ulrica Carice Milice br. 11, 78000 Banja Luka, Bosnia and Herzegovina				
British American Tobacco - BAT - BL d.o.o.	Quota	0.00	100.00	100.00
British American Tobacco d.o.o. Banja Luka	Ordinary	0.00	100.00	100.00
ul. Kralja Petra I Karadordzevica br. 82, Banja Luka, 78000, Bosnia and Herzegovina				
FDBL-B d.o.o. Banja Luka	Ordinary	0.00	100.00	100.00
Ul. Kolodvorski 12, 71000 Sarajevo-Novo Sarajevo, Bosnia and Herzegovina				
INOVINE BH d.o.o.	Ordinary	0.00	100.00	97.45
OPRESA d.d. Sarajevo	Ordinary	0.00	97.45	97.45
Fra Dominika Mandica br. 24 A, 88220 Siroki Brijeg, Bosnia and Herzegovina				
IPRESS d.o.o.	Ordinary	0.00	100.00	97.45
Ul. Azize Sacirbegovic broj 1, Sarajevo-Novo Sarajevo, 71000, Bosnia and Herzegovina				
TDR d.o.o. Sarajevo	Ordinary	0.00	100.00	100.00
Blajburskih zrtava br. 62, Mostar, 88000, Bosnia and Herzegovina				
TOBACCO PRESS d.o.o. Mostar	Ordinary	0.00	100.00	100.00
Botswana Plot 64518, Fairgrounds, Office Park, Gaborone, Botswana				
British American Tobacco (Pty) Limited	Ordinary	0.00	101.00	100.00
Business Venture Investments Botswana 6773 (Pty) Ltd.	Ordinary	0.00	100.00	100.00
Brazil Rua Candelaria 66, Salas 101 a 1201, Rio de Janeiro, Brazil				
Souza Cruz LTDA	Common of no par	0.00	100.00	100.00
Yolanda Participacoes S.A.	value	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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
Cambodia <i>No. 3, Street No 294, Sangkat Tonle Bassac, Khan Cham Karmon, Phnom Penh, Cambodia</i> British American Tobacco (Cambodge) International Limited	Ordinary	0.00	100.00	100.00
<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
Cameroon <i>Rue Njo, Bonapriso - B.P. 259, Douala, Cameroon</i> British American Tobacco Cameroun S.A.	Ordinary	0.00	99.76	99.76
Canada <i>3711 St-Antoine West, Montreal, Quebec, H4C 3P6, Canada</i> 2004969 Ontario Inc.	Common	0.00	100.00	100.00
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	97.00	100.00
Imperial Brands Limited	Common of no par value	0.00	100.00	100.00
Imperial Tobacco Canada Limited	Common	0.00	100.00	100.00
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 'B' of no par value	0.00	0.00	50.00
Liggett & Myers Tobacco Company of Canada Limited	Class 'A' 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
Chile <i>Isidora Goyenechea 3000, piso 19, Las Codes, Chile</i> BAT Chile S.A.	Ordinary	0.00	100.00	98.51
British American Tobacco Chile Operaciones S.A.	Ordinary	0.00	98.50	98.50
Inversiones Casablanca S.A.	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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
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	99.76	99.76
<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
Costa Rica				
<i>325 Metros este del Puente de la Firestone, Llorente, Flores, Heredia, Costa Rica</i>				
BASS Americas S.A.	Ordinary	0.00	110.00	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>Draškovićeva 27, 10000 Zagreb, Croatia</i>				
ADISTA d.o.o.	Ordinary	0.00	100.00	100.00
BAT HRVATSKA d.o.o.	Ordinary	0.00	100.00	100.00
HRVATSKI DUHANI d.d.	Ordinary	0.00	89.55	89.55
INOVINE d.d.	Ordinary	0.00	88.80	88.80
ISTRAGRAFIKA d.d.	Preference	0.00	98.70	100.00
ISTRAGRAFIKA d.d.	Ordinary	0.00	100.00	100.00
ISTRAGRAFIKA d.d.	Preference	0.00	100.00	100.00
TDR d.o.o.	Ordinary	0.00	100.00	100.00
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
Carreras of Cyprus (Export) Limited	Ordinary	0.00	100.10	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
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	50.00	100.00
British American Tobacco (Czech Republic), s.r.o.	Ordinary of DM 166,600,000	0.00	50.00	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
British American Tobacco Denmark A/S (House of Prince A/S)	Ordinary	0.00	100.00	100.00
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 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Denmark <i>Vester Farimagsgade 16, 1606 Copenhagen, Denmark</i>				
Precis (1789) Denmark A/S	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
Tobacco Exporters International (Mer Rouge) SARL (in liquidation)	5000 DJF	0.00	100.00	100.00
Egypt <i>10 Omar Ibn El Khattab St. City Stars Complex, Star Capital Towers 4A, 8th floor, Heliopolis, Cairo, Egypt</i>				
BETCO for General Services and Marketing LLC	Ordinary	0.00	100.00	100.00
BETCO for Trade and Distribution LLC	Ordinary	0.00	100.00	100.00
British American Tobacco North Africa LLC	Ordinary	0.00	100.00	100.00
British American Tobacco Egypt LLC	Ordinary	0.00	100.00	100.00
Eritrea <i>P.O. Box 749, 62 Ras Alula Street, Asmara, Eritrea</i>				
British American Tobacco (Eritrea) Share Company	Preference	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	Ordinary	0.00	100.01	100.00
Estonia <i>Mustamäe Tee 46, 10621 Tallinn, Estonia</i>				
British American Tobacco Estonia AS	Ordinary	0.00	100.00	100.00
Fiji <i>Lady Maria Road, Nabua, Suva, Fiji</i>				
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
Finland <i>Itamerentori 2, 00180, Helsinki, Finland</i>				
British American Tobacco Finland Oy	Ordinary	0.00	100.00	100.00
France <i>Cœur Défense Tour A 100-110 Esplanade de Gaulle 92932 Paris La Défense Cedex, France</i>				
British American Tobacco France SAS	Ordinary 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
Germany <i>Alsterufer 4, 20354 Hamburg, Germany</i>				
Batberg Cigarettenfabrik GmbH	Ordinary	0.00	100.00	100.00
BATIG Gesellschaft für Beteiligungen GmbH	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 mil	0.00	100.00	100.00
TDR Germany GmbH	Ordinary	0.00	100.00	100.00
Ghana <i>F190/5 Josiah Tongogari Street, Opposite Tante Marie Restaurant, Labone-Accra, Ghana</i>				
British American Tobacco Ghana Limited	Ordinary	0.00	100.00	100.00
Greece <i>27, Ag. Thoma Street, Maroussi, 151 24, Greece</i>				
British American Tobacco Hellas S.A.	Ordinary	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
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
<i>16/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong</i>				
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
<i>11/F, One Pacific Place, 88 Queensway, Hong Kong</i>				
British American Tobacco China Investments Limited	Ordinary	0.00	100.00	100.00
<i>29th Floor, Oxford House, TaiKoo Place, 979 King's Road, Island East, Hong Kong</i>				
CTBAT International Co. Limited	Ordinary	0.00	50.00	50.00
Hungary <i>H-1124, Budapest, Csörsz utca 49-51. 3. em., Hungary</i>				
BAT Pecs Dohanygyar Kft.	Ordinary	0.00	61.92	61.92
India <i>Virginia House, 37, JL Nehru Road, Kolkata, 700 071</i>				
ITC Limited	Ordinary shares of IR1 each	0.00	31.18	62.37
ITC Limited <i>Azamabad, Andhra Pradesh, Hyderabad, 500 020, India</i>	Ordinary shares of IR1 each	0.00	31.18	31.18
VST Industries Limited	Ordinary	0.00	32.16	64.32
VST Industries Limited <i>Capital Place 6th Floor, Jl. Gatot Subroto Kav. 18, Jakarta 12710 Indonesia</i>	Ordinary	0.00	32.16	32.16
PT Bentoel Internasional Investama, Tbk <i>Jl. Niaga D-2, Ciptomulyo, Sukun, Malang, Indonesia</i>	Ordinary	0.00	92.48	92.48
PT Bentoel Distribusi Utama <i>Jl. Raya Karanglo, Desa Banjararum, Kecamatan Singosari, Jawa Timur 65153 Indonesia</i>	Ordinary	0.00	92.00	92.67
PT Bentoel Prima	Series A	0.00	92.47	92.47
PT Bentoel Prima	Series B	0.00	92.47	92.47
PT Perusahaan Dagang Dan Industri Tresno <i>Jl. Niaga 4A, Ciptomulyo, Sukun, Malang, Jawa Timur 65148 Indonesia</i>	Ordinary	0.00	92.46	92.46
PT Perusahaan Dagang Suburaman	Ordinary	0.00	92.46	92.46

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Iran, Islamic Republic of				
No. 2 Saba Boulevard with Africa Boulevard, Tehran, 19667, Islamic Republic of Iran				
B.A.T. Pars Company (Private Joint Stock)	Ordinary	0.00	100.00	100.00
Iraq				
Enkawa, Erbil, Kurdistan Region of Iraq				
B.A.T. Iraqia Company for Tobacco Trading Limited	Ordinary	0.00	100.00	100.00
Ireland				
The Greenhouse, 6th Floor, Block E, Mountainview, Leopardstown, Dublin, 18, Ireland				
Carroll Group Distributors Limited	Ordinary	0.00	102.00	100.00
P.J. Carroll & Company Limited	'B' Ordinary	0.00	1.00	100.00
P.J. Carroll & Company Limited	'A' Ordinary	0.00	99.00	100.00
Rothmans of Pall Mall (Ireland) Limited	7% Preference	0.00	200.00	100.00
Isle of Man				
2nd Floor, St Mary's Court, 20 Hill Street, Douglas, IM1 1EU, Isle of Man				
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
Israel				
Yad Harutzim St. Siim Park Building #9E, P.O.Box 8811 Netanya South 42504, Israel				
Overseas Tobacco Limited	Ordinary of NIS 1	0.00	125.00	100.00
Italy				
Via Amsterdam 147, 00144 Rome, Italy				
British American Tobacco Italia S.p.A.	Ordinary	0.00	100.00	100.00
Jamaica				
13A Ripon Road, Kingston 5, Jamaica				
	Ordinary of JMD			
Carreras Limited	0.25	0.00	50.40	50.40
Cigarette Company of Jamaica Limited	Ordinary	0.00	99.77	50.28
Sans Souci Development Limited	Ordinary	0.00	100.00	50.40
Sans Souci Limited	Ordinary	0.00	100.00	50.40
Japan				
Atago Mori Tower 21F, 2-5-1 Arago, Minato-Ku, Tokyo, 105-622, Japan				
British American Tobacco Japan, Ltd.	Ownership Interest	0.00	100.00	100.00
Jersey				
3rd Floor, 24 Hill Street, St Helier, JE2 4UA, Jersey				
BAT (CI) Finance Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (CI) Limited	Ordinary	0.00	100.00	100.00
Pathway 5 (Jersey) Limited	Ordinary	0.00	100.00	100.00
Jordan				
Salman Quadah Street, Behind Abdoun Mall Opp. Khaled Khreisat Complex, Villa No. (1), Abdoun, Amman, Jordan				
British American Tobacco - Jordan Private Shareholding Company Limited	Ordinary	0.00	100.00	100.00
Kazakhstan				
Kazybek bi 20 A, Almaty, Republic of Kazakhstan				
British American Tobacco Kazakhstan Trading Limited Liability Partnership	Capital only	0.00	100.00	100.00
Kenya				
8 Likoni Road, Industrial Area, P.O. Box 30000- 00100, Nairobi, Kenya				
African Cigarette Company (Overseas) Limited	Ordinary	0.00	100.00	60.00
BAT Kenya Tobacco Company Limited	Ordinary	0.00	100.00	60.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Kenya <i>8 Likoni Road, Industrial Area, P.O. Box 30000-00100, Nairobi, Kenya</i>				
British American Tobacco Area Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Kenya plc	Ordinary	0.00	60.00	60.00
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
Kosovo (Yugoslavia) <i>Laplje Selo, Gracanica, Republic of Kosovo</i>				
British American Tobacco Kosovo Sh.p.k.	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	99.47	99.47
Malawi <i>Northgate Arcade, Highway Chipembre, PO Box 428, Blantyre, Malawi</i>				
British American Tobacco (Malawi) Limited	Ordinary	0.00	100.00	100.00
Malaysia <i>Lot L4-E-1A & 1B, Enterprise 4, Technology Park Malaysia, Lebuhraya Puchong Sg Besi, Bukit Jalil, 57000 Kuala Lumpur, Malaysia</i>				
BAT Aspac Service Centre Sdn Bhd	Ordinary	0.00	100.00	100.00
<i>Virginia Park, Jalan Universiti, 46200 Petaling Jaya, Selangor Darul Ehsan, Malaysia</i>				
British American Tobacco (Malaysia) Berhad	Ordinary	0.00	50.00	50.00
British American Tobacco GSD (Kuala Lumpur) Sdn Bhd	Ordinary	0.00	100.00	100.00
Commercial Marketers and Distributors Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Rothmans Brands Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Tobacco Importers and Manufacturers Sdn. Bhd.	Ordinary	0.00	100.00	50.00
Mali <i>Hippodrome, Rue 249X218, Porte 569, 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 shares	0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Mexico				
<i>Francisco I Madero 2750 Poniente, Colonia Centro, Monterrey, Nuevo León, C.P. 64000, Mexico</i>				
British American Tobacco Mexico, S.A. de C.V.	Ordinary Series 'A'	0.00	0.00	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 "2"	0.00	37.50	100.00
British American Tobacco Servicios S.A. de C.V.	Share Class "1"	0.00	62.50	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 Class 1	0.00	93.00	93.00
Moldova, Republic of				
<i>65, Stephen cel Mare Str., off. 414-417, Chisinau, MD2001, Moldova</i>				
British American Tobacco - Moldova S.R.L.	Ordinary	0.00	1.97	1.97
Montenegro				
<i>Rimski trg br. 50, Podgorica, 81000, Montenegro</i>				
TDR d.o.o. Podgorica	Ordinary	0.00	100.00	100.00
Mozambique				
<i>2290 Avenida de Angola, Maputo, Mozambique</i>				
British American Tobacco Mozambique Limitada	Quota of MT	0.00	95.00	95.00
Sociedade Agricola de Tabacos Limitada	Quota	0.00	100.00	100.00
Myanmar				
<i>55/56, Schwe Thanlwin, Industrial Zone, Hlaing Thar Yar Township, Yangon, Myanmar</i>				
British American Tobacco Myanmar Limited	Ordinary	0.00	51.00	51.00
British American Tobacco Myanmar Services Limited	Ordinary	0.00	100.00	100.00
Namibia				
<i>Shop 48, Second Floor Old Power Station Complex, Armstrong Street, Windhoek, Namibia</i>				
British American Tobacco Namibia (Pty) Limited	Ordinary	0.00	100.00	100.00
Nepal				
<i>Shree Bal Sadan, Gha 2-513, Kantipath, Kathmandu, Nepal</i>				
Surya Nepal Pvt. Limited	Ordinary	0.00	51.00	17.28
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 (Caricom) 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

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Netherlands				
<i>Handelsweg 53 A, 1181 ZA, Amstelveen, Netherlands</i>				
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 € 453.78	0.00	100.00	100.00
Molenssteegh 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
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 Pref.	0.00	50.00	100.00
New Zealand (UK Finance) Limited	Ordinary	0.00	50.00	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
British American Tobacco Marketing Nigeria 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	94.66	94.66
Phoenix (Private) Limited	Ordinary	0.00	100.00	94.66
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

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Papua New Guinea				
<i>Level 10 Deloitte Tower, Douglas Street, 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	50.00	100.00
Paradise Tobacco Company Limited	'B' Ordinary	0.00	50.00	100.00
Rothmans of Pall Mall (P.N.G.) Limited	'A' Ordinary	0.00	50.00	100.00
Rothmans of Pall Mall (P.N.G.) Limited	'B' Ordinary	0.00	50.00	100.00
Paraguay				
<i>Avenida Brasilia No 767, Asuncion, 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.	Investment stock	0.00	98.98	98.98
British American Tobacco del Peru Holdings S.A.	Ordinary	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	50.00	100.00
Alhambra Industries Inc.	Pref. PHP 1,300 Par	0.00	50.00	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. Ilzecka 26, 02-135, Warsaw, Poland</i>				
British-American Tobacco Polska S.A.	Ordinary	0.00	100.00	100.00
Portugal				
<i>Avenida Liberdade 10, 6, 1250-1456, Lisboa, Portugal</i>				
COTAPO Empreendimentos Comerciais e Industriais S.A.	Ordinary	0.00	100.00	100.00
Reunion				
<i>5, Immeuble Cap, Avenue Théodore Drouhet, ZAC Horizon 2000, Le Port, 97420, Ile de 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>Bucharest Business Park - Building B2, 1A Bucuresti - Ploiesti (DN1) Road, Sector 1, Bucharest 013681, Romania</i>				
British-American Tobacco (Romania) Trading SRL	Social	0.00	100.00	100.00
<i>Ploiesti, 17-19 Laboratorului Street, Prahova County, Romania</i>				
British-American Tobacco Romania Investment S.R.L.	Social	0.00	100.00	100.00
Russian Federation				
<i>121614 Russia, Moscow, Krylatskaya st., 17, bld. 2</i>				
CJSC 'International Tobacco Marketing Services'	Common	0.00	100.00	100.00
<i>197229 Russia, Saint Petersburg, 3rd Konnaya Iakhta, 39</i>				
JSC "British American Tobacco-SPb"	Ordinary	0.00	35.88	71.76
JSC "British American Tobacco-SPb"	Preference	0.00	100.00	71.76
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	71.43	71.43

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

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.	Ordinary	0.00	100.00	100.00
<i>ries, St Lucia Pointe Seraphine, Castries, Saint Lucia</i>				
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 Mihaila Pupina 165G, Belgrade, 11070, Serbia</i>				
British American Tobacco South - East Europe doo	Quota	0.00	100.00	100.00
<i>Kralja Stefana Prvovencanog 209, Vranje, 17500, Serbia</i>				
British American Tobacco Vranje a.d. Vranje	Ordinary-A	0.00	2.18	88.10
British American Tobacco Vranje a.d. Vranje	Ordinary-D	0.00	9.21	88.10
British American Tobacco Vranje a.d. Vranje	Ordinary-C	0.00	15.35	88.10
British American Tobacco Vranje a.d. Vranje	Ordinary-B	0.00	61.36	88.10
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	50.00	100.00
RHL Investments Pte Limited	Redeemable pref.	0.00	50.00	100.00
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, Randi, Honiara, Solomon Islands</i>				
Solomon Islands Tobacco Company Limited	Ordinary	0.00	100.00	100.00
South Africa				
<i>Waterway House South, 3 Dock Road, V&A Waterfront, Cape Town 8000, South Africa</i>				
Agrega EEMEA (Pty) Limited	Ordinary	0.00	100.00	100.00
Amalgamated Tobacco Corporation (South Africa) (Pty) Limited	Ordinary	0.00	100.00	100.00
American Cigarette Company (Overseas) Ltd.	Ordinary	0.00	100.00	100.00
Benson & Hedges (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Shared Services Africa Middle East (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco GSD (South Africa) (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco Holdings South Africa (Pty) Limited	'A' Redeemable pref.	0.00	33.33	100.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
South Africa				
<i>Waterway House South, 3 Dock Road, V&A Waterfront, Cape Town 8000, South Africa</i>				
British American Tobacco Holdings South Africa (Pty) Limited	'B' Redeemable Pref. of R 0.01	0.00	33.33	100.00
British American Tobacco Holdings South Africa (Pty) Limited	Ordinary ZA R 0.01	0.00	33.34	100.00
British American Tobacco Manufacturers South Africa (Pty) Ltd.	Ordinary ZA R 0.01	0.00	100.00	100.00
British American Tobacco Properties South Africa (Pty) Ltd.	Ordinary	0.00	100.00	100.00
British American Tobacco Services South Africa (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco South Africa (Pty) Limited	Ordinary	0.00	100.00	100.00
British American Tobacco 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	0.00	100.00	100.00
Intercontinental Tobacco Company (Pty) Ltd.	Ordinary ZA R 0.01	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	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
Spain				
<i>Torreo Espacio, Paseo de la Castellana, 259D, 28046 Madrid, Spain</i>				
British American Tobacco Espana, S.A.	Euro	0.00	100.00	100.00
Sri Lanka				
<i>178 Srimath Ramanathan Mawatha, Colombo, 15, Sri Lanka</i>				
Ceylon Tobacco Holding Company plc	Ordinary	0.00	84.13	84.13
Swaziland				
<i>Rhus Office Park, Kal Grant Street, P.O. Box 569, Mbabane, Swaziland</i>				
British American Tobacco Swaziland (Pty) Limited	Issued	0.00	100.00	100.00
Sweden				
<i>Warfvinges väg 35, 112 51 Stockholm, Sweden</i>				
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
<i>Stenåldersgatan 23, 213 76 Malmö, Sweden</i>				
Fiedler & Lundgren AB	Ordinary	0.00	100.00	100.00
Switzerland				
<i>Zählerweg 4, 6300 Zug, Switzerland</i>				
AD Tabacs International S.A.	Registered	100.00	0.00	100.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Switzerland				
<i>Zählerweg 4, 6300 Zug, Switzerland</i>				
American-Cigarette Company (Overseas) Limited	Registered	100.00	0.00	100.00
British American Tobacco International Limited in Liquidation	Ordinary	0.00	100.00	100.00
Rothmans of Pall Mall Limited	Registered	100.00	0.00	100.00
<i>Route de France 17, 2926 Boncourt, Switzerland</i>				
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
Intertab S.A.	Registered	0.00	50.00	100.00
Tanzania, United Republic of				
<i>Acacia Estate Building, Kinondoni Rd, P.O. Box 72484, Dar es Salaam, Tanzania</i>				
BAT Distribution Tanzania Limited	Ordinary	0.00	100.00	100.00
British American Tobacco (Tanzania) Limited	Ordinary	0.00	100.00	100.00
International Cigarette Distributors Limited (TZA) (ceased trading)	Issued	0.00	99.00	99.00
Zanzibar Distribution Company Limited (In liquidation)	Issued	0.00	99.00	99.00
Thailand				
<i>No. 179/74-80 Bangkok City Tower, 15th Floor, South Sathorn Road, Thungmahamek Sub-District, Sathorn District, Bangkok, Thailand</i>				
British American Tobacco (Thailand) Limited	Ordinary	0.00	100.00	100.00
Trinidad and Tobago				
<i>Corner Eastern Main Road and Mt. D'or Road, Champs Fleurs, Trinidad and Tobago</i>				
The West Indian Tobacco Company Limited	Ordinary	0.00	50.13	50.13
Turkey				
<i>Veko Giz Plaza, Meydan Street, No: 3, B Blok, Floor: 18, Maslak, Sariyer, Istanbul, Turkey</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>13-15 Bolsunovska Str, Kyiv, 01014 Ukraine</i>				
PJSC "A/T B.A.T.- Prilucky Tobacco Company"	Ordinary	0.00	100.00	100.00
United Arab Emirates				
<i>Jumeriah Business Centre 3, 37th Floor, Jumeirah Lake Towers, Dubai, P.O. Box 337222, United Arab Emirates</i>				
British American Tobacco GCC DMCC	Ordinary	0.00	100.00	100.00
British American Tobacco ME DMCC	Ordinary	0.00	100.00	100.00
United Kingdom				
<i>212-218 Upper Newtowns Road, Belfast, BT4 3ET</i>				
Murray, Sons & Company, Limited	Ordinary	0.00	100.00	100.00
<i>Globe House, 1 Water Street, London, WC2R 3LA, United Kingdom</i>				
Advanced Technologies (Cambridge) Limited	Ordinary	0	100	100
Allen & Ginter (UK) Limited	Ordinary	0	100	100
B.A.T (U.K. and Export) Limited	Ordinary	0	100	100
B.A.T Cambodia (Investments) Limited	Ordinary	0	100	100
B.A.T Far East Development Limited	Ordinary	0	100	100
B.A.T Far East Holding Limited	Ordinary	0	100	100
B.A.T Far East Leaf Limited	Ordinary	0	100	100
B.A.T Guangdong Limited	Ordinary	0	100	100
B.A.T Guizhou Limited	Ordinary	0	100	100

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
United Kingdom				
<i>Globe House, 1 Water Street, London, WC2R 3LA, United Kingdom</i>				
B.A.T Portugal Limited	Ordinary	0	100	100
B.A.T Services Limited	Ordinary	0	100	100
B.A.T Uzbekistan (Investments) Limited	Ordinary	0	100	100
B.A.T Vietnam Limited	Ordinary	0	100	100
B.A.T. (Westminster House) Limited	Ordinary	0	100	100
B.A.T. China Limited	Ordinary	0	100	100
BAT Finance COP Limited	Ordinary	0	100	100
BATUS Limited	Ordinary	0	100	100.0008926
Big Ben Tobacco Company Limited	Ordinary	0	100	99.99999237
British American Shared Services (GSD) Limited	Ordinary	0	100.0000076	100
British American Shared Services Limited	Ordinary	0	100	100
British American Tobacco (AIT) Limited	Ordinary	0	100	100
British American Tobacco (GLP) Limited	Ordinary	0	100	99.99999237
British American Tobacco (Investments) Limited	Ordinary	0	100	100
British American Tobacco (Philippines) Limited	Ordinary	0	100	100
British American Tobacco (Serbia) Limited	Ordinary	0	100	100
British American Tobacco (South America) Limited	Ordinary	0	100	100
British American Tobacco China Holdings Limited	Ordinary	0	100	100
British American Tobacco Georgia Limited	Ordinary	0	100	100
British American Tobacco Global Travel Retail Limited	Ordinary	0	100	100
British American Tobacco International Holdings (UK) Limited	Ordinary	0	100	99.99999237
British American Tobacco Investments (Central & Eastern Europe) Limited	Ordinary	0	100	100
British American Tobacco Italy Investments Limited	Ordinary	0	100	99.99999237
British American Tobacco Italy Limited	Ordinary C Redeemable	0	0	99.99999237
British American Tobacco Italy Limited	Preference A	0	0	99.99999237
British American Tobacco Italy Limited	Ordinary B	0	100	99.99999237
British American Tobacco Korea (Investments) Limited	Ordinary	0	100	100
British American Tobacco Malaysia (Investments) Limited	Ordinary	0	99.99999237	100
British American Tobacco Peru Holdings Limited	Ordinary	0	100	100
British American Tobacco UK Pension Fund Trustee Limited	Ordinary	0	100	100
British American Tobacco Western Europe Commercial Trading Limited	Ordinary	0	100	100.0008926
British American Tobacco Western Europe Commercial Trading Limited	Ordinary	0	100	100.0008926
British-American Tobacco (Mauritius) p.l.c.	Ordinary	0	100	100
Carreras Rothmans Limited	6% First Pref.	0	33.32999802	100
Carreras Rothmans Limited	6% Second Pref	0	33.32999802	100
Carreras Rothmans Limited	Ordinary	0	33.34000015	100
Chelwood Trading & Investment Company Limited	Ordinary	0	100	100
East African Tobacco Company (U.K.) Limited	Ordinary	0	100	100.0008926
Lord Extra Limited	Ordinary	0	100	100
Louisville Securities Limited	Ordinary	0	100	100.0008926
Louisville Securities Limited	Redeemable Preference	0	100	100.0008926
Myddleton Investment Company Limited	Ordinary	0	100	100
Powhattan Limited	Ordinary	0	100	100
Precis (1814) Limited	Redeemable Preference	0	0	100
Precis (1814) Limited	Redeemable Preference	0	0	100
Precis (1814) Limited	Ordinary	0	100	100
Precis (2396) Limited	Ordinary	0	100	100

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
United Kingdom				
<i>Globe House, 1 Water Street, London, WC2R 3LA, United Kingdom</i>				
Ridirectors Limited	Ordinary	0	100	100
Rothmans Exports Limited	Ordinary	0	100	100
Rothmans International Limited	Ordinary	0	100	100
Rothmans International Services Limited	Ordinary	0	100	100
Rothmans International Tobacco (UK) Limited	Ordinary	0	100	100.0008926
Rothmans of Pall Mall (Overseas) Limited	Ordinary	0	100	100
Rothmans Trading Limited	Ordinary	0	100	99.99995422
Ryservs (1995) Limited	Ordinary	0	100	100
Ryservs (No.3) Limited	Ordinary	0	100	100
South Western Nominees Limited	Ordinary	0	50	100.0008926
South Western Nominees Limited	Ordinary	0	75	100.0008926
Tobacco Exporters International Limited	Ordinary	0	100	100
Tobacco Marketing Consultants Limited	Ordinary	0	100	100
Venezuela Property Company Limited	Ordinary	0	100.0000076	100
Westanley Trading & Investment Company Limited	Ordinary	0	100	100
Westminster Tobacco Company Limited	Ordinary	0	100	100
<i>Globe House, 4 Temple Place, London, WC2R 2PG, United Kingdom</i>				
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 (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
Precis (1789) Limited	Ordinary	0.00	100.00	100.00
Precis (1790) Limited	Ordinary	0.00	100.00	100.00
Rothmans International Enterprises Limited	Ordinary	0.00	50.00	100.00
Rothmans International Enterprises Limited	SS£1	0.00	50.00	100.00
Tobacco Insurance Company Limited	Ordinary	0.00	100.00	100.00
Weston (2009) Limited	Ordinary	100.00	0.00	100.00
<i>Weston Investment Company Limited</i>				
	Redeemable Preference	0.00	0.00	100.00
<i>Weston Investment Company Limited</i>				
	Redeemable Preference	0.00	0.00	100.00
Weston Investment Company Limited	Ordinary	0.00	100.00	100.00
B.A.T Additional Retirement Benefit Scheme Trustee Limited	Ordinary	0.00	100.00	100.00
<i>One, Eton Street, Richmond upon Thames, London TW9 1EF, United Kingdom</i>				
British American Tobacco UK Limited	Ordinary	0.00	100.00	100.00
United States				
<i>251 Little Falls Drive, Wilmington DE 19808, United States</i>				
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 JAPAN, INC.	Common Stock of no par value	0.00	100.00	100.00
BATUS Retail Services, Inc.	Common - 2	0.00	50.00	100.00
	Common - Subscription			
BATUS Retail Services, Inc.	Agreement	0.00	50.00	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
	Class A Common of no par value			
Imasco Holdings Group, Inc.		0.00	100.00	100.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Imasco Holdings, Inc.	Common Stock of no par value	0.00	100.00	100.00
ITL (USA) Limited	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
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
2710 Gateway Oaks Drive, Suite 150N, Sacramento CA 95833				
Genstar Pacific Corporation	Common	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
Reynolds American Inc.	Common Stock	0.00	42.18	100.00
Corporation Service Company, 2711 Centerville Road, Suite 400, Wilmington Delaware 19808, United States				
BTI 2014 LLC	Ordinary	0.00	100.00	100.00
Uruguay				
Juncal 1392, Montevideo, Uruguay				
Kellian S.A.	Registered Common	0.00	100.00	100.00
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
JSC JV "UZBAT A.O."	Ordinary	0.00	97.38	100.00
Venezuela				
Registro Mercantil Primero de la Circunscripción, Judicial del Distrito, Capital y Estado, Miranda, Venezuela				
Agrega de Venezuela, Agreven, C.A.	Ordinary	0.00	50.00	50.00
Agrobigott, C.A.	Ordinary	0.00	100.00	100.00
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
Compania Anonima Cigarrera Bigott Sucesores	Ordinary	0.00	100.00	100.00
Distribuidora Bigott, C.A.	Issued	0.00	100.00	100.00
Distribuidora Bigott, C.A.	Issued	0.00	100.00	100.00
Agrobigott, C.A.	Ordinary	0.00	100.00	100.00
Proyectos de Inversion BAT 1902 CA	Ordinary	0.00	100.00	100.00
Proyectos de Inversion BAT 1902 CA	Ordinary	0.00	99.50	100.00
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
British American Tobacco - Vinataba (JV) Limited	Quota	0.00	70.00	100.00
20/F Kumho Asiana Plaza, 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
East Asia Area Services Company Limited	Charter Capital of USD 200,000	0.00	100.00	100.00
VINA-BAT Joint Venture Company Limited	Registered Charter Capital	0.00	49.00	98.00
VINA-BAT Joint Venture Company Limited	Registered Charter Capital	0.00	49.00	49.00

Notes to the financial statements for the year ended 31 December 2017

7

Investments (continued)

(1) Shares in Group Undertakings (continued)

Company	Share Class	Direct interest	Subsidiary Interest	Attributable Interest
Yemen				
<i>P.O. Box 5302, Hoban, Taiz, Yemen</i>				
United Industries Company Limited	Ordinary	0.00	32.17	32.17
Zambia				
<i>20992 Kafue Road, P O Box 30622, Lusaka, Zambia</i>				
British American Tobacco (Zambia) plc	Ordinary	0.00	78.08	78.08
Zimbabwe				
<i>Manchester Road 1, Southerton, Harare, Zimbabwe</i>				
American-Cigarette Company (Overseas) (Private) Ltd	Ordinary	0.00	100.00	100.00
British American Tobacco Zimbabwe (Holdings) Limited	Ordinary	0.00	43.13	86.26
British American Tobacco Zimbabwe (Holdings) Limited	Ordinary	0.00	43.13	43.13
<i>Building No.4, Arundel Office Park, Norfolk Road, Mt Pleasant, Harare, Zimbabwe</i>				
Rothmans Limited	Ordinary	0.00	100.00	100.00

(2) Investment in Group undertakings

	Investment in Group undertakings
	£'000
Cost	
1 January 2017	33,210,415
Additions	23,223,433
31 December 2017	56,433,848
Impairment provisions	
1 January 2017	-
Impairment	(6,643)
31 December 2017	(6,643)
Net book value	
1 January 2017	33,210,415
31 December 2017	56,427,205

During the year the Company has impaired its investment in AD Tabacs International SA.

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

Additions during the year represent the value of the warrant passed down the chain for the acquisition of RAI.

Notes to the financial statements for the year ended 31 December 2017

8 Debtors: amounts falling due within one year

	2017 £'000	2016 £'000
Amounts owed by Group undertakings	3,175,572	1,853,858

Amounts owed by Group undertakings include an amount of 1,985,058,000 EUR (£1,762,082,000) (2016: 1,985,058,000 EUR (£1,694,444,000)) that is unsecured and interest bearing. The interest rate is based on EURIBOR. There is another amount of 1,700,000,000 AUD (£982,927,000) (2016: 1,700,000,000 AUD (£996,214,000)) that is unsecured and interest bearing. In 2016, this amount was presented under amounts falling due after one year. The interest rate is based on 6M AUD bank bill swap rate. Amounts owed by Group undertakings also include an amount of 292,013,000 EUR (£259,212,000) which is unsecured and bears interest based on EURIBOR.

An amount of £132,020,000 (2016: £136,479,000) is unsecured, interest bearing and repayable on demand. The interest rate is based on LIBOR. All other amounts are unsecured, non-interest bearing and repayable on demand.

9 Debtors: amounts falling due after one year

	2017 £'000	2016 £'000
Amounts owed by Group undertakings	3,835,827	996,214

Amounts owed by Group undertakings representing £3,835,827,000 (2016: £nil) are unsecured and interest bearing. The interest rate is based on LIBOR. The amount represents a financing loan granted to Louisville Securities Limited. The amount presented in 2016 represents an amount 1,700,000,000 AUD (£996,214,000) (2017: 1,700,000,000 AUD (£982,927,000)) that was presented in 2017 under amounts falling due within one year.

10 a) Creditors: amounts falling due within one year

	2017 £'000	2016 £'000
Amounts owed to Group undertakings	20,423,765	19,239,838
Deferred income	879	-
	20,424,644	19,239,838

Included within amounts owed to Group undertakings at 31 December 2017 is an amount of £19,400,000,000 (2016: £19,207,626,000) which is unsecured, repayable in November 2018 and incurs interest based on LIBOR. Another amount of 1,700,000,000 AUD equivalent to £982,927,000 (2016: 1,700,000,000 AUD (£996,214,000)) presented in amounts falling due after one year) represents redeemable preference shares issued to its immediate parent British American Tobacco (2012) Limited which is redeemable in February 2018.

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

b) Creditors: amounts falling due after one year

	2017 £'000	2016 £'000
Amounts owed to Group undertakings	-	996,214
Deferred income	1,871	-
	1,871	996,214

Notes to the financial statements for the year ended 31 December 2017

	2017	2017	2016	2016
11 Derivative financial instruments				
	Assets	Liabilities	Assets	Liabilities
	£'000	£'000	£'000	£'000
Held for trading*				
- Forward foreign currency contracts	876	10,880	82,706	-

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

The maturity of the financial instruments is set within one year. The total impact related to forward contracts, including those matured during the year, recognised in profit and loss for the year, was £56,117,000 loss (note 5).

12 Called up share capital

Ordinary shares of £1 each	2017	2016
Allotted, called up and fully paid		
- value	£4,642,902,722	£3,588,465,662
- number	4,642,902,722	3,588,465,662

13 Post Balance Sheet events

In February 2018, 300,000,000 of the AUD redeemable preference shares the Company had issued in favor of its parent in its British American Tobacco (2012) Limited ("BAT 2012") have been converted into ordinary shares. As a consequence of this transaction, the share capital of the Company increased by £169,514,000 (AUD 300,000,000).

14 Parent undertakings

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

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