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In accordance with
Regulation 32 of the
Overseas Companies
Regulations 2009.

OS AA01

Statement of details of parent law and other
information for an overseas company



Companies House

☒ **What this form is for**
You may use this form to
accompany your accounts
disclosed under parent law.

☐ **What this form is NOT for**
You cannot use this form
for an alteration of manner
with accounting require

WEDNESDAY



A12 *A79GEG9D* #171
04/07/2018
COMPANIES HOUSE

Part 1 Corporate company name

Corporate name of
overseas company ①

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

UK establishment
number

B R 0 1 1 8 2 7

→ Filling in this form

Please complete in typescript or in
bold black capitals.

All fields are mandatory unless
specified or indicated by *

① This is the name of the company in
its home state.

Part 2 Statement of details of parent law and other information for an overseas company

A1 Legislation

Please give the legislation under which the accounts have been prepared and,
if applicable, the legislation under which the accounts have been audited.

Legislation ②

IRISH COMPANIES ACT 2014

② This means the relevant rules or
legislation which regulates the
preparation and, if applicable, the
audit of accounts.

A2 Accounting principles

Accounts

Have the accounts been prepared in accordance with a set of generally accepted
accounting principles?

Please tick the appropriate box.

☐ No. Go to **Section A3**.

☒ Yes. Please enter the name of the organisation or other
body which issued those principles below, and then go to **Section A3**.

Name of organisation
or body ③

FINANCIAL REPORTING COUNCIL

③ Please insert the name of the
appropriate accounting organisation
or body.

A3 Accounts

Accounts

Have the accounts been audited? Please tick the appropriate box.

☐ No. Go to **Section A5**.

☒ Yes. Go to **Section A4**.

OS AA01

Statement of details of parent law and other information for an overseas company

A4

Audited accounts

Audited accounts	Have the accounts been audited in accordance with a set of generally accepted auditing standards? Please tick the appropriate box. <input type="checkbox"/> No. Go to Part 3 'Signature'. <input checked="" type="checkbox"/> Yes. Please enter the name of the organisation or other body which issued those standards below, and then go to Part 3 'Signature'.	Please insert the name of the appropriate accounting organisation or body.
Name of organisation or body ①	AUDITING PRACTICES BOARD (UK & IRELAND)	


A5

Unaudited accounts

Unaudited accounts	Is the company required to have its accounts audited? Please tick the appropriate box. <input type="checkbox"/> No. <input type="checkbox"/> Yes.	
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Part 3

Signature

Signature	I am signing this form on behalf of the overseas company.	
	Signature 	X
	This form may be signed by: Director, Secretary, Permanent representative.	

OS AA01

Statement of details of parent law and other information for an overseas company



Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name	T M WILLIAMS
Company name	IMPERIAL TOBACCO LIMITED
Address	121 WINTERSTOKE ROAD
Post town	BRISTOL
County/Region	
Postcode	B S 3 2 L L
Country	ENGLAND
DX	
Telephone	0117 963 6636



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and, if appropriate, the registered number, match the information held on the public Register.
- ☐ You have completed all sections of the form, if appropriate.
- ☐ You have signed the form.



Important information

Please note that all this information will appear on the public record.



Where to send

You may return this form to any Companies House address:

England and Wales:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

Scotland:

The Registrar of Companies, Companies House,
Fourth floor, Edinburgh Quay 2,
139 Fountainbridge, Edinburgh, Scotland, EH3 9FF.
DX ED235 Edinburgh 1
or LP - 4 Edinburgh 2 (Legal Post).

Northern Ireland:

The Registrar of Companies, Companies House,
Second Floor, The Linenhall, 32-38 Linenhall Street,
Belfast, Northern Ireland, BT2 8BG.
DX 481 N.R. Belfast 1.



Further information

For further information, please see the guidance notes on the website at www.companieshouse.gov.uk or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.companieshouse.gov.uk

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Annual Report

For the year ended 30 September 2017

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

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NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Company Information

Directors

J M Downing
D I Resnekov (appointed 31 March 2017 and resigned 28 February 2018)
T R W Tildesley (appointed 28 February 2018)
T M Williams

Company Secretary

R G Fennell

Registered Office

2 Grand Canal Square
Dublin 2
DO2 A342
Ireland

Registered Number

319259

Independent Auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
2 Glass Wharf
Bristol
BS2 0FR

Solicitors

William Fry
2 Grand Canal Square
Dublin 2
DO2 A342
Ireland

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Directors' Report

The Directors present their report together with the financial statements of Newglade International Unlimited Company (the Company) for the financial year ended 30 September 2017.

Review of the business

The principal activity of the Company is the provision of finance to other Imperial Brands PLC group (the Group) companies.

The Company is a wholly owned indirect subsidiary of Imperial Brands PLC, which is the ultimate parent company within the Group, and the Directors of the Group manage operations at a Group level. For this reason, the Company's Directors believe that analysis using key performance indicators for the Company is not necessary or appropriate for an understanding of the development, performance or position of the business of the Company.

In addition, the Directors of the Group manage the Group's risks at a Group level, rather than at an individual entity level. In the normal course of business, the Group is exposed to market, liquidity and credit risk. The financial risk management policy is discussed in the Financial Risk Factors section of the Group's Annual Report, which does not form part of this report. The nature of the Company's activities mean there are large debtor balances, however all are due from other Imperial Brands PLC group companies and the Directors are satisfied that all balances are collectable.

Financial results

The results for the Company show profit for the financial year of €14,032 thousand (2016: €17,080 thousand).

The Directors do not propose a final dividend (2016: €172.06 per ordinary share amounting to €17,000 thousand). Interim dividends have not been paid in the year (2016: €1,275.24 per ordinary share amounting to €126,000 thousand).

The aggregate dividends on the ordinary shares recognised as a charge to Statement of Changes in Equity funds during the year amounts to €17,000 thousand (2016: €126,000 thousand).

Future developments and going concern

The Directors are satisfied that the Company has adequate resources to meet its operational needs for the foreseeable future and accordingly they continue to adopt the going concern basis in preparing the financial statements.

In December 2017 the Company distributed a proportion of its Share Capital, Share Premium and reserves to its parent company, Imperial Tobacco Overseas Limited.

Employees

The Company does not have any employees.

Research and development

The Company did not engage in any research and development during either year.

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Directors' Report

Directors

The Directors of the Company who were in office during the year, and up to the date of signing the financial statements, are detailed below.

A J Cooper (resigned 31 March 2017)

J M Downing

D I Resnekov (appointed 31 March 2017 and resigned 28 February 2018)

T R W Tildesley (appointed 28 February 2018)

T M Williams

Directors' interests in shares

The Directors and Secretary in office at 30 September 2017 had no interests in the shares of the Company or any Group company that are required by the Companies Act 2014 to be recorded in the Register of Interests or disclosed in the Directors' Report.

Statement of Directors' responsibilities

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with Irish law.

Irish law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have prepared the financial statements in accordance with Irish law and Irish Accounting Standards (Generally Accepted Accounting Practice in Ireland), including Financial Reporting Standard 101, 'Reduced Disclosure Framework' (FRS 101), as promulgated by the Institute of Chartered Accountants in Ireland.

Under Irish law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company at the end of the financial year, and of the profit or loss of the Company for the financial year.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards (including FRS 101) have been followed, subject to any material departures disclosed and explained in the financial statements;
- notify the Company's shareholders in writing about the use of the disclosure exemptions, if any, of FRS 101 used in the preparation of the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to:

- correctly record and explain the transactions of the company;
- enable, at any time, the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy; and
- enable the directors to ensure that the financial statements comply with the Companies Act 2014 and enable those financial statements to be audited.

The Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Directors' Report

Subsequent Events

In December 2017 the Company distributed its Share Capital, Share Premium and reserves to its parent company Imperial Tobacco Overseas Limited

Accounting records

The measures taken by the Directors to ensure compliance with the requirements of Sections 281 to 285 of the Companies Act 2014 with regard to the keeping of accounting records, are the employment of appropriately qualified accounting personnel and the maintenance of computerised accounting systems. The Company's accounting records are maintained at the Company's registered office at 2 Grand Canal Square, Dublin 2, D02 A342, Ireland and at 121 Winterstoke Road, Bristol, BS3 2LL, United Kingdom.

Disclosure of information to Auditors

Each of the persons who is a Director at the date of approval of this report confirms that, so far as the Directors are aware, there is no relevant audit information of which the Company's statutory auditors are unaware. Additionally, the Directors have taken all the necessary steps that they ought to have taken as Directors in order to make themselves aware of all relevant audit information and to establish that the Company's statutory auditors are aware of that information.

Statutory Auditors

The statutory auditors, PricewaterhouseCoopers, have indicated their willingness to continue in office, and a resolution that they be re-appointed will be proposed at the Annual General Meeting.

On behalf of the Board



T R W Tildesley
Director
25 June 2018



T M Williams
Director
25 June 2018

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Report on the financial statements

Opinion

In our opinion, Newglade International Unlimited Company's financial statements (the "financial statements"):

- give a true and fair view of the state of the Company's assets, liabilities and financial position as at 30 September 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council of the UK, including Financial Reporting Standard 101 "Reduced Disclosure Framework" and promulgated by the Institute of Chartered Accountants in Ireland and Irish law); and
- have been prepared in accordance with the requirements of the Companies Act 2014.

We have audited the financial statements, included within the Annual Report, which comprise: The Balance Sheet as at 30 September 2017, the Income Statement for the year then ended, the Statement of Changes in Equity for the year then ended and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law. Our responsibilities under ISAs (Ireland) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, which includes IAASA's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) require us to report to you when:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NEWGLADE INTERNATIONAL UNLIMITED COMPANY

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Directors' Report, we also considered whether the disclosures required by the Companies Act 2014 have been included

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (Ireland) and the Companies Act 2014 require us to also report certain opinions and matters as described below.

Directors Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' Report for the year ended 30 September 2017 is consistent with the financial statements and has been prepared in accordance with the applicable legal requirements.

Based on our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of Directors' Responsibilities set out on page 3, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also 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.

In preparing the financial statements, the directors are responsible for 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 the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so

Auditors' responsibilities for the audit of the financial statements

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 an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

A further description of our responsibilities for the audit of the financial statements is located on the Irish Auditing and Accounting Supervisory Authority website at: www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf. This description forms part of our auditors' report.

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with section 391 of the Companies Act 2014 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2014 opinions on other matters

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion, the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.

Companies Act 2014 exception reporting

Directors' remuneration and transactions

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of that Act have not been made. We have no exceptions to report arising from this responsibility.



Nick Muzzlewhite
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Audit Firm
Bristol
25 June 2018

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Income Statement

For the financial year ended 30 September

(In € thousand)	Note	2017	2016
Administrative income		107	-
Operating profit		107	-
Finance income	5	13,924	14,370
Net finance income		13,924	14,370
Profit before taxation		14,031	14,370
Income tax credit	6	1	2,710
Profit for the financial year		14,032	17,080

The Company has no comprehensive income or expense other than that included above and, therefore, no separate Statement of Comprehensive Income has been prepared.

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

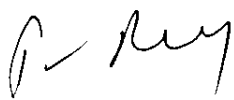
Balance Sheet

At 30 September

(In € thousand)	Note	2017	2016
Current assets			
Debtors: amounts falling due within one year	8	304,797	307,872
Creditors: amounts falling due within one year	9	(567)	(674)
Net assets		304,230	307,198
Equity			
Called up share capital presented as equity	10	124	124
Share premium account		289,376	289,376
Retained earnings		14,730	17,698
Total equity		304,230	307,198

The notes on pages 11 to 17 are an integral part of these financial statements.

On behalf of the Board



T R W Tildesley
Director

25 June 2018



T M Williams
Director

25 June 2018

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Statement of Changes in Equity

For the financial year ended 30 September

(In € thousand)	Called up share capital	Share premium account	Retained earnings	Total equity
At 1 October 2016	124	289,376	17,698	307,198
Profit for the year	-	-	14,032	14,032
Transactions recognised directly in equity				
Dividends paid	-	-	(17,000)	(17,000)
At 30 September 2017	124	289,376	14,730	304,230
 At 1 October 2015	 124	 289,376	 126,618	 416,118
Profit for the year	-	-	17,080	17,080
Transactions recognised directly in equity				
Dividends paid	-	-	(126,000)	(126,000)
At 30 September 2016	124	289,376	17,698	307,198

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Notes to the Financial Statements

1. Authorisation of financial statements and statement of compliance with FRS101

The financial statements of the Company for the year ended 30 September 2017 were approved and authorised for issue by the board of directors on 25 June 2018, and were signed on the board's behalf by T R W Tildesley and T M Williams. Newglade International Unlimited Company is incorporated as an unlimited company in Ireland. The Company is resident in the United Kingdom.

These financial statements were prepared in accordance with Generally Accepted Accounting Practice in Ireland. The entity financial statements comply with Financial Reporting Standard 101 'Reduced Disclosure Framework' (FRS 101) as issued by the Financial Reporting Council of the UK and promulgated by the Institute of Chartered Accountants in Ireland and the Companies Act 2014.

The Company's financial statements are presented in euro and all values are rounded to the nearest thousand euro (€000) except when otherwise indicated.

The principal accounting policies adopted by the Company are set out in note 2.

2. Accounting policies

Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Companies Act 2014 and Financial Reporting Standard 101, 'Reduced Disclosure Framework' (FRS 101), as issued by the Financial Reporting Council of the UK and promulgated by the Institute of Chartered Accountants in Ireland, on a going concern basis.

The financial statements have been prepared on the historical cost basis, except as described in the accounting policies on investments and financial instruments. Historical cost is generally based on the fair value of the consideration given in exchange for the assets

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported assets and liabilities at the balance sheet date.

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Notes to the Financial Statements

2. Accounting policies (continued)

Basis of preparation of financial statements (continued)

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available in the preparation of the financial statements, as detailed below:

- Paragraph 38 of IAS 1 'Presentation of financial statements' - comparative information requirements in respect of:
 - (i) paragraph 79(a)(iv) of IAS 1;
- The following paragraphs of IAS 1 'Presentation of financial statements':
 - (i) 10(d) - statement of cash flows;
 - (ii) 16 - statement of compliance with all IFRS;
 - (iii) 38A - requirement for minimum of two primary statements, including cash flow statements;
 - (iv) 38B-D - additional comparative information;
 - (v) 111 - cash flow information; and
 - (vi) 134-136 - capital management disclosures;
- IAS 7 'Statement of cash flows';
- Paragraph 30 and 31 of IAS 8 'Accounting Policies, changes in accounting estimates and errors' - requirement for the disclosure of information when an entity has not applied a new IFRS that has been issued but is not yet effective;
- Paragraph 17 of IAS 24 'Related party disclosures' - key management compensation; and
- The requirements in IAS 24 'Related party disclosures' to disclose related party transactions entered into between two or more members of a group.

New accounting standards and interpretations

No new accounting standards, or amendments to accounting standards, or IFRS IC interpretations that are effective for the year ended 30 September 2017, have had a material impact on the Company.

Foreign currency

Monetary assets and liabilities denominated in foreign currencies are translated into euro at the rates of exchange ruling at the balance sheet date.

Transactions in currencies other than euro are initially recorded at the exchange rate ruling at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at exchange rates ruling at the balance sheet date of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement with exchange differences arising on trading transactions being reported in operating profit, and those arising on financing transactions being reported in net finance costs.

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Notes to the Financial Statements

2. Accounting policies (continued)

Interest

Interest payable and receivable is recognised in the income statement in the period to which it relates.

Taxes

The tax expense for the year comprises current and deferred tax. Tax is recognised in the income statement, except to the extent that it relates to items recognised in other comprehensive income or directly in shareholders' funds. In this case, the tax is also recognised in other comprehensive income or directly in shareholders' funds, respectively.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustments to tax payable in respect of previous periods.

Deferred tax is provided in full on temporary differences between the carrying amount of assets and liabilities in the financial statements and the tax base.

A net deferred tax asset is recognised only to the extent that it is probable that future taxable profit will be available against which the asset can be utilised.

Deferred tax is determined using 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 the deferred tax liability is settled. Deferred tax is measured on a non-discounted basis.

Dividends

Final dividends are recognised as a liability in the period in which the dividends are approved by shareholders, whereas interim dividends are recognised in the period in which the dividends are paid.

Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument. Financial assets are de-recognised when the rights to receive benefits have expired or been transferred, and the Company has transferred substantially all risks and rewards of ownership. Financial liabilities are de-recognised when the obligation is extinguished.

Non-derivative financial assets are classified as loans and receivables. Receivables are initially recognised at fair value and are subsequently stated at amortised cost using the effective interest method, subject to reduction for allowances for estimated irrecoverable amounts. A provision for impairment of receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of those receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, and is recognised in the income statement.

Non-derivative financial liabilities are classified as loans and payables. Payables are initially recognised at fair value and are subsequently stated at amortised cost using the effective interest method.

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Notes to the Financial Statements

2. Accounting policies (continued)

Critical accounting estimates and judgements

The Company makes estimates and assumptions regarding the future. Estimates and judgements are continually evaluated based on historical experience, and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

In the future, actual experience may deviate from these estimates and assumptions. There were no estimates or judgements in these financial statements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

3. Operating result

Operating profit is stated after crediting €107 thousand (2016: €nil) in respect of foreign exchange on the revaluation of intragroup creditor balances.

Auditors' fees of €4,500 (2016: €4,400) were met by Imperial Tobacco Limited, a wholly owned subsidiary of Imperial Brands PLC, the ultimate holding company.

4. Directors emoluments and pensions

None of the Directors received any emoluments from the Company in respect of the year under review (2016: nil).

The emoluments of the Directors are paid by Imperial Tobacco Limited a wholly owned indirect subsidiary of Imperial Brands PLC, the ultimate holding company. The Directors' services to the Company and to a number of fellow subsidiaries are of a non-executive nature and their emoluments and retirement benefits are deemed to be wholly attributable to their services to Imperial Tobacco Limited and the ultimate holding company. Accordingly, no emoluments or retirement benefits are disclosed in these financial statements.

5. Finance income

(In € thousand)	2017	2016
Interest receivable from Group undertakings	13,924	14,370

6. Income tax credit

Analysis of credit in the year

(In € thousand)	2017	2016
Current tax		
UK corporation tax on profits for the year	(1)	-
Adjustments to current tax in respect of prior years	-	(2,710)
Total current tax credit	(1)	(2,710)
Total tax credit	(1)	(2,710)

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Notes to the Financial Statements

6. Income tax credit (continued)

Factors affecting the tax credit for the year

The tax assessed for the year is lower (2016: lower) than the standard rate of corporation tax in the UK of 19.5 per cent (2016: 20.0 per cent). The differences are explained as follows:

(In € thousand)	2017	2016
Profit before taxation	14,031	14,370
Profit before taxation multiplied by standard rate of corporation tax in the UK of 19.5 per cent (2016: 20.0 per cent).	2,736	2,874
Tax effects of:		
UK-UK transfer pricing adjustment	(9)	(2,993)
Group relief (claimed)/surrendered	(2,727)	119
Adjustments in respect of prior years	-	(2,710)
Deemed taxable income	(1)	-
Total tax credited to the income statement	(1)	(2,710)

The corporation tax for the year has been adjusted by €2,727 thousand (2016: €119 thousand) due to the claim of group relief for nil consideration from other Imperial Brands PLC companies.

Movements in current tax liability

(In € thousand)	2017	2016
As at 1 October	-	3,384
(Credited)/charged to the income statement	(1)	(2,710)
Cash (paid)/received	1	(674)
As at 30 September	-	-

Factors affecting future tax charges

There is no guarantee that the surrender of group tax losses by/to other Group undertakings will occur in the future.

The current period tax rate of 19.5 per cent arises from profits being taxed at 20.0 per cent until 31 March 2017 and 19.0 per cent thereafter.

The rate of corporation tax was reduced by 1.0 per cent from 20.0 per cent to 19.0 per cent from 1 April 2017. A further reduction to 17.0 per cent on 1 April 2020 was enacted at the balance sheet date.

7. Dividends

(In € thousand)	2017	2016
Final dividend paid 2016 of €172.06 per share (2015: €nil)	17,000	-
Interim dividend paid 2017 of €nil per share (2016: €1,275.24 per share)	-	126,000
Total ordinary share dividend paid	17,000	126,000

The Directors do not propose a final dividend (2016: €172.06 per ordinary share amounting to €17,000 thousand).

NEWGLADE INTERNATIONAL UNLIMITED COMPANY

Notes to the Financial Statements

8. Debtors

(In € thousand)	2017	2016
Amounts owed by group undertakings - falling due within one year	304,797	307,872

Amounts owed by group undertakings falling due within one year comprise:

- €15,065 thousand (2016: €18,140 thousand) due from Imperial Brands Finance PLC. The balance is unsecured, non-interest bearing and repayable on demand.
- €289,732 thousand (2016: €289,732 thousand due after more than one year) from Imperial Tobacco Overseas Holdings Limited. The loan is unsecured, interest bearing and falls due for repayment within one year.

The fair value of the amounts due from group undertakings is considered to be their carrying value. The Company's debtors are all denominated in euros, and there is no provision for impairment against the Company's debtors.

9. Creditors: amounts falling due within one year

(In € thousand)	2017	2016
Amounts owed to group undertakings	567	674

Amounts owed to group undertakings falling due within one year comprise:

- €567 thousand (2016: €674 thousand) payable to Imperial Tobacco Limited, in respect of corporation tax paid on behalf of the Company during 2016. The balance is unsecured, non-interest bearing and repayable on demand.

10. Share capital and reserves

(In € thousand)	2017	2016
Authorised		
100,000 ordinary shares of €1.25 each	125	125
Issued and fully paid - presented as equity		
98,805 ordinary shares of €1.25 each	124	124

There is a single class of equity share. There are no restrictions on the distribution of dividends and the repayment of capital.

The share premium account represents amounts received on the issue of shares over their nominal value. The profit and loss account represents cumulative comprehensive income for the current and prior financial years less dividends paid.

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Notes to the Financial Statements

11. Ultimate holding company and ultimate controlling party

The Company regards Imperial Brands PLC, a company incorporated in the United Kingdom, as the ultimate holding company and ultimate controlling party. The immediate holding company is Imperial Tobacco Overseas Limited, a company incorporated in United Kingdom. Imperial Brands PLC is the holding company of the largest and smallest group of undertakings for which group financial statements are drawn up and of which the Company is a member. Copies of the ultimate holding company's financial statements may be obtained from Imperial Brands PLC, 121 Winterstoke Road, Bristol BS3 2LL, England.

12. Related party transactions

The Company has taken advantage of the Group exemption under the terms of IAS 24 from disclosing related party transactions with entities that are wholly owned within the Group since the Company is a wholly owned subsidiary of Imperial Brands PLC and is included in the consolidated financial statements of the Group, which are publicly available.

13. Post balance sheet events

In December 2017 the Company distributed a proportion of its Share Capital, Share Premium and reserves to its parent company, Imperial Tobacco Overseas Limited.