

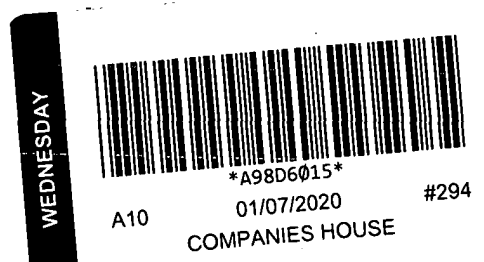
**Reckitt Benckiser Finance (2010)  
Limited**

Report and Financial Statements

Year Ended

31 December 2019

Company Number 07415340



## Reckitt Benckiser Finance (2010) Limited

### Company Information

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<b>Directors</b>	Richard Mark Greensmith Simon Andrew Neville Timothy John Martel
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<b>Company Secretary</b>	James Edward Hodges
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<b>Registered Number</b>	07415340
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<b>Registered Office</b>	103-105 Bath Road Slough Berkshire SL1 3UH
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<b>Independent Auditor</b>	KPMG LLP 15 Canada Square London E14 5GL
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## **Reckitt Benckiser Finance (2010) Limited**

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## **Reckitt Benckiser Finance (2010) Limited**

### **Directors' Report to the members of Reckitt Benckiser Finance (2010) Limited For the Year Ended 31 December 2019**

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The Directors present their report and the audited Financial Statements for the year ended 31 December 2019.

This report has been prepared in accordance with special provisions related to small companies within Part 15 of the Companies Act 2006.

#### **Principal activities**

The Company is a member of the Reckitt Benckiser group of companies (the "Group"). The principal activity of the Company during the year and up to the date of approval of these Financial Statements was to act as a finance company for other Group companies. The Company carried out the strategy intended by the Company Directors.

In 2019, the Group commenced a project to simplify its group structure by the elimination of a number of dormant or redundant companies. As part of this project, simplification of the Company's Balance Sheet followed by a solvent liquidation is being considered. Accordingly, the Directors have not prepared the Financial Statements on a going concern basis. The effect of this is explained in Note 1 to the Financial Statements.

#### **Directors**

The Directors of the Company who held office during the year and up to the date of signing of the Financial Statements, unless otherwise stated, were as follows:

Richard Mark Greensmith  
Simon Andrew Neville  
Jonathan Timmis (resigned 8 June 2020)  
Timothy John Martel (appointed 8 June 2020)

#### **Directors' indemnity**

On 28 July 2009, Reckitt Benckiser Group plc executed a deed poll of indemnity for the benefit of each individual who is, at any time on, or after 28 July 2009, an officer of Reckitt Benckiser Group plc and/or any Company within the Group in respect of costs of defending claims against them and liabilities suffered or incurred by them.

## **Reckitt Benckiser Finance (2010) Limited**

### **Directors' Report to the members of Reckitt Benckiser Finance (2010) Limited (continued) For the Year Ended 31 December 2019**

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#### **Statement of Directors' responsibilities in respect of the Directors' Report and the Financial Statements**

The Directors are responsible for preparing 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 102 *'The Financial Reporting Standard applicable in the UK and Republic of Ireland'*.

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, relevant and reliable;
- state whether applicable 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 (as explained in note 1, the Directors do not believe that it is appropriate to prepare these Financial Statements on a going concern basis).

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.

#### **Results for the year and movement on reserves**

The Financial Statements for the year ended 31 December 2019 show a profit of £67,290k (2018 - profit of £181,133k) which has been added to reserves (2018 - added to reserves).

The Directors do not recommend the payment of a dividend (2018 - £Nil).

#### **Future development**

Subject to the conclusion of the due diligence phase, the Directors intend to make the Company dormant with the ultimate objective of placing it into liquidation.

#### **Independent 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.

#### **Political contributions**

The Company made no political donations or incurred any political expenditure during the year.

## **Reckitt Benckiser Finance (2010) Limited**

### **Directors' Report to the members of Reckitt Benckiser Finance (2010) Limited (continued) For the Year Ended 31 December 2019**

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#### **Disclosure of information to auditor**

Each of the persons who are Directors at the time when this Directors' Report to the members of Reckitt Benckiser Finance (2010) Limited is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

In preparing this report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Board on 26 June 2020 and signed on its behalf.

DocuSigned by:

**Simon Neville**

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**Simon Andrew Neville**  
Director

## Reckitt Benckiser Finance (2010) Limited

### Independent Auditor's Report to the Members of Reckitt Benckiser Finance (2010) Limited

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#### Opinion

We have audited the Financial Statements of Reckitt Benckiser Finance (2010) Limited ("the Company") for the year ended 31 December 2019 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Statement of Changes in Equity and the 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 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with UK Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; 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.

#### Emphasis of matter - non-going concern basis of preparation

We draw attention to the disclosure made in note 1 to the Financial Statements which explains that the Financial Statements are now not prepared on the going concern basis for the reason set out in that note. Our opinion is not modified in respect of this matter.

#### Directors' Report

The Directors are responsible for 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 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 Directors' Report;
- in our opinion the information given in that report for the financial year is consistent with the Financial Statements; and
- in our opinion that report has 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; or
- the Directors were not entitled to take advantage of the small companies exemption in preparing the Directors' Report and take advantage of small companies exemption from the requirement to prepare a Strategic Report.

We have nothing to report in these respects.

## **Reckitt Benckiser Finance (2010) Limited**

### **Independent Auditor's Report to the Members of Reckitt Benckiser Finance (2010) Limited (continued)**

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#### **Directors' responsibilities**

As explained more fully in their statement set out on page 2, 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/auditorresponsibilities](http://www.frc.org.uk/auditorresponsibilities).

#### **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 WILLIAMS (Senior Statutory Auditor)**  
**For and on behalf of KPMG LLP, Statutory Auditor**  
*Chartered Accountants*

15 Canada Square  
London  
E14 5GL

Date: 26 June 2020



## Reckitt Benckiser Finance (2010) Limited

### Statement of Comprehensive Income For the Year Ended 31 December 2019

	Note	2019 £000	2018 £000
Interest receivable and similar income	3	276,578	418,667
Interest payable and similar charges	4	(185,856)	(237,736)
<b>Profit before tax</b>		<b>90,722</b>	180,931
Tax on profit	5	(23,432)	202
<b>Profit for the financial year</b>		<b>67,290</b>	181,133
<b>Other comprehensive income</b>			
<b>Total comprehensive income</b>		<b>67,290</b>	181,133

The notes on pages 9 to 16 form part of these Financial Statements.

**Reckitt Benckiser Finance (2010) Limited**

Registered number:07415340

**Balance Sheet  
As at 31 December 2019**

	Note	2019 £000	2018 £000
<b>Current Assets</b>			
Debtors due after more than one year	6,8	-	4,583,016
Debtors due within one year	6,8	<b>5,259,275</b>	645,673
		<b>5,259,275</b>	5,228,689
Creditors due within one year	7,8	<b>(1,534,027)</b>	(443,526)
<b>Net Current Assets</b>		<b>3,725,248</b>	4,785,163
Creditors due after more than one year	7,8	-	(1,127,205)
<b>Net Assets</b>		<b>3,725,248</b>	3,657,958
<b>Equity</b>			
Share capital	9	<b>2,240,848</b>	2,240,848
Retained earnings		<b>1,484,400</b>	1,417,110
<b>Total Equity</b>		<b>3,725,248</b>	3,657,958

The notes on pages 9 to 16 form part of these Financial Statements.

The Financial Statements on pages 6 to 16 were approved and authorised for issue by the Board and were signed on its behalf on 26 June 2020.

DocuSigned by:

**Simon Neville**

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**Simon Andrew Neville**  
Director

## Reckitt Benckiser Finance (2010) Limited

### Statement of Changes in Equity For the Year Ended 31 December 2019

	Share capital £000	Retained earnings £000	Total equity £000
At 1 January 2019	2,240,848	1,417,110	3,657,958
<b>Comprehensive income</b>			
Profit for the financial year	-	67,290	67,290
<b>Other comprehensive income</b>	-	-	-
<b>Total comprehensive income</b>	-	67,290	67,290
<b>Total transactions with owners</b>	-	-	-
<b>Balance at 31 December 2019</b>	<b>2,240,848</b>	<b>1,484,400</b>	<b>3,725,248</b>

### Statement of Changes in Equity For the Year Ended 31 December 2018

	Share capital £000	Retained earnings £000	Total equity £000
At 1 January 2018	2,240,848	1,235,977	3,476,825
<b>Comprehensive income</b>			
Profit for the financial year	-	181,133	181,133
<b>Other comprehensive income</b>	-	-	-
<b>Total comprehensive income</b>	-	181,133	181,133
<b>Total transactions with owners</b>	-	-	-
<b>Balance at 31 December 2018</b>	<b>2,240,848</b>	<b>1,417,110</b>	<b>3,657,958</b>

The notes on pages 9 to 16 form part of these Financial Statements.

## Reckitt Benckiser Finance (2010) Limited

### Notes to the Financial Statements For the Year Ended 31 December 2019

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#### 1. Accounting Policies

##### 1.1 General Information

Reckitt Benckiser Finance (2010) Limited is a private company limited by shares and is incorporated in England and Wales. The address of the registered office is given on the Company Information page at the beginning of these statutory Financial Statements. The nature of the Company's operations and its principal activities are set out in the Directors' Report on pages 1 to 3.

##### 1.2 Statement of Compliance

The Financial Statements have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "*The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland*" ("FRS 102") and the Companies Act 2006.

##### 1.3 Basis of Preparation

As discussed in the Principal activities section of the Directors' Report, in 2019 the Group commenced a project to simplify its group structure by the elimination of a number of dormant or redundant companies. As part of this project, the Company is being considered for solvent liquidation. Accordingly, the Directors have not prepared the Financial Statements on a going concern basis.

The Financial Statements have been prepared on a breakup basis as at 31 December 2019. As a consequence, the current assets have been measured and presented at their realisable values. The current liabilities are measured and presented at their expected settlement values. The preparation of Financial Statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see Note 2).

##### 1.4 Financial Reporting Standard 102 – Reduced Disclosure Exemptions

The Company has taken advantage of the following disclosure exemptions in preparing these Financial Statements, as permitted by FRS 102 for qualifying entities:

- the requirements of section 3 Financial Statement Presentation paragraph 3.17(d) and section 7 Statement of Cash Flows not to prepare a Statement of Cash Flows; and
- the requirements of section 33 Related Party Disclosures paragraph 33.7 not to disclose key management personnel compensation in total.

The Company's results are included in the publicly available consolidated Financial Statements of Reckitt Benckiser Group plc and these Financial Statements may be obtained from 103-105 Bath Road, Slough, Berkshire, SL1 3UH, United Kingdom or at <https://www.rb.com>.

## **Reckitt Benckiser Finance (2010) Limited**

### **Notes to the Financial Statements For the Year Ended 31 December 2019**

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#### **1. Accounting Policies (continued)**

##### **1.5 Interest**

Interest payable is charged to comprehensive income or expense as incurred and interest receivable is credited as it falls due.

##### **1.6 Foreign Currency Balances**

The Company's functional currency is Sterling, therefore foreign currency is determined to be any other currency than Sterling.

Transactions denominated in foreign currencies are translated into Sterling at the rate of exchange on the day the transaction occurs or at the contracted rate if the transaction is covered by a forward exchange contract. Monetary assets and liabilities denominated in a foreign currency are translated into Sterling at the exchange rate ruling on the Balance Sheet date or, if appropriate, at a forward contract rate.

##### **1.7 Taxation**

Tax is based on the result for the year and takes into account taxation deferred due to timing differences between the treatment of certain items for taxation and accounting purposes. Deferred tax liabilities are provided for in full and deferred tax assets are recognised to the extent that they are considered recoverable.

## Reckitt Benckiser Finance (2010) Limited

### Notes to the Financial Statements For the Year Ended 31 December 2019

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#### 1. Accounting Policies (continued)

##### 1.8 Financial Instruments

The Company recognises financial instruments when it becomes a party to the contractual obligations of the instrument.

##### (a) Financial Assets

Basic financial assets are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts. Such assets are subsequently carried at amortised cost using the effective interest method.

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in comprehensive income or expense.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

##### (b) Financial Liabilities

Basic financial liabilities, including loans from fellow group companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of future payments. Debt instruments are subsequently carried at amortised cost.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

##### (c) Derivative Financial Instruments

Derivatives, including forward foreign exchange contracts, are not basic financial instruments.

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in the Statement of Comprehensive Income in interest receivable and deferred income or interest payable and deferred expense as appropriate, unless they are included in a hedging arrangement.

# Reckitt Benckiser Finance (2010) Limited

## Notes to the Financial Statements For the Year Ended 31 December 2019

### 2. Accounting Estimates and Judgements

In the application of the Company's accounting policies the Directors are required to make a number of estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In preparing these Financial Statements, the Directors have had to make the following estimate:

- Intragroup forward contracts use an estimate for the discount rate which is used to determine the fair value of derivatives.

The Company's Directors are of the opinion that there are no estimates and no further judgements that have a significant risk of causing material adjustment to the carrying value of asset and liabilities for the Company within the next financial year.

### 3. Interest receivable and similar income

	2019 £000	2018 £000
Interest receivable from Group undertakings	227,492	212,503
Fair value movements on forward contracts	49,086	-
Net foreign exchange gains	-	206,164
	<u>276,578</u>	<u>418,667</u>

### 4. Interest payable and similar charges

	2019 £000	2018 £000
Interest payable to Group undertakings	42,179	39,313
Fair value movement on forward contracts	-	198,423
Net foreign exchange losses	143,677	-
	<u>185,856</u>	<u>237,736</u>

## Reckitt Benckiser Finance (2010) Limited

### Notes to the Financial Statements For the Year Ended 31 December 2019

#### 5. Taxation

	2019 £000	2018 £000
<b>Corporation tax</b>		
Current tax on profit for the financial year	17,237	14,983
Adjustments in respect of previous periods	6,195	(15,185)
<b>Total current tax</b>	<u>23,432</u>	<u>(202)</u>
<b>Tax on profit</b>	<u>23,432</u>	<u>(202)</u>

#### Reconciliation of tax charge/(credit) for the year

The tax assessed for the year is higher than (2018 - lower than) the standard rate of corporation tax in the UK of 19% (2018 - 19%). The differences are explained below:

	2019 £000	2018 £000
Profit before tax	<u>90,722</u>	<u>180,931</u>
Profit multiplied by standard rate of corporation tax in the UK of 19% (2018 - 19%)	17,237	34,377
<b>Effects of:</b>		
Group relief for nil payment	-	(19,394)
Adjustments in respect of previous periods	6,195	(15,185)
<b>Total tax charge/(credit) for the year</b>	<u>23,432</u>	<u>(202)</u>

#### Factors that may affect future tax charges

A reduction in the UK corporation tax rate from 19% to 17% (effective from 1 April 2020) was substantively enacted on 6 September 2016. In the 11 March 2020 Budget it was announced that the UK tax rate would remain at 19% and not reduce to 17% from 1 April 2020. Future profits will be taxed at the appropriate rate.



## Reckitt Benckiser Finance (2010) Limited

### Notes to the Financial Statements For the Year Ended 31 December 2019

#### 6. Debtors

	2019 £000	2018 £000
<b>Due after more than one year</b>		
Amounts owed by Group undertakings	-	4,583,016
	<u>          </u>	<u>          </u>
	2019 £000	2018 £000
<b>Due within one year</b>		
Amounts owed by Group undertakings	5,259,275	645,673
	<u>          </u>	<u>          </u>

#### 7. Creditors

	2019 £000	2018 £000
<b>Due within one year</b>		
Amounts owed to Group undertakings	1,163,702	443,526
Intergroup derivative liability	370,325	-
	<u>          </u>	<u>          </u>
	1,534,027	443,526
	<u>          </u>	<u>          </u>
	2019 £000	2018 £000
<b>Due after more than one year</b>		
Amounts owed to Group undertakings	-	707,794
Intergroup derivative liability	-	419,411
	<u>          </u>	<u>          </u>
	-	1,127,205
	<u>          </u>	<u>          </u>

## Reckitt Benckiser Finance (2010) Limited

### Notes to the Financial Statements For the Year Ended 31 December 2019

#### 8. Financial Instruments

	2019 £000	2018 £000
<b>Financial Assets</b>		
Financial assets that are debt instruments measured at amortised cost	5,259,275	5,228,689
<b>Financial Liabilities</b>		
Derivative financial instruments measured at fair value through profit or loss	(370,325)	(419,411)
Financial liabilities measured at amortised cost	(1,163,702)	(1,151,320)
	<u>(1,534,027)</u>	<u>(1,570,731)</u>

The Company has entered into the following loan agreements with Group undertakings:

Included in amounts owed by Group undertakings due within one year are amounts of £1,811,407k (2018 - £1,797,534k), £1,405,819k (2018 - £1,461,262k) and £972,249k (2018 - £1,010,593k) which are denominated in USD, unsecured, interest bearing at 4.6% and repayable on 15 December 2020 (2018 - same). In the prior year these loans were included within debtors due after more than one year.

Also included is an amount of £301,727k (2018 - £313,627k) which is denominated in USD, unsecured, interest bearing at 7.00% and repayable on 31 May 2021 (2018 - same). This loan has been reclassified to debtors due within one year due to the Financial Statements being prepared on a breakup basis. In the prior year this loan was included within debtors due after more than one year.

Also included is an amount of £660,361k (2018 - £539,052k) which is unsecured, repayable on demand and interest bearing at 3M LIBOR less a margin of 0.125% (2018 - same) and an amount of £107,712k (2018 - £106,621k) which is unsecured, repayable on demand and interest bearing at 3M LIBOR plus a margin of 0.2% (2018 - same).

Included in amounts owed to Group undertakings due within one year is an amount of £301,727k (2018 - £313,627k) which is denominated in USD, unsecured, repayable on demand and interest bearing at 3M LIBOR plus a margin of 0.2% (2018 - same).

Also included is an amount of £680,938k (2018 - £707,794k) which is denominated in USD, unsecured, interest bearing at a fixed rate of 4.5% and repayable on 15 December 2020 (2018 - same). The carrying value of the loan is equivalent to its fair value. In the prior year this loan was included within creditors due after more than one year.

Also included is an amount £142,622k (2018 - £123,134k) which is unsecured, repayable on demand and interest bearing at 3M LIBOR plus a margin of 0.2% (2018 - same).

All other amounts owed to Group undertakings due within one year are unsecured, non-interest bearing and repayable on demand (2018 - same).

The intergroup derivative represents intergroup forward contracts which are held at fair value through the Statement of Comprehensive Income. The fair value of forward contracts is determined using forward exchange rates at the Balance Sheet date, with the resulting value discounted back to present value.

## Reckitt Benckiser Finance (2010) Limited

### Notes to the Financial Statements For the Year Ended 31 December 2019

#### 8. Financial Instruments (continued)

On 30 September 2015, the Company entered into a foreign currency contract to mitigate the exchange risk of certain USD loans. It committed to sell US\$3,895,900k for £2,539,486k at an exchange rate of £1/\$1.5341295 which matures on 15 December 2020. The forward currency contracts are measured at fair value, which is determined using valuation techniques that utilise observable inputs. The key inputs used in valuing the derivatives are the forward exchange rates for USD:GBP. The present value of the forward currency contract at the Balance Sheet date is a liability of £370,325k (2018 - £419,411k). In the prior year this amount was included within creditors due after more than one year.

#### 9. Share Capital

	2019 £000	2018 £000
<b>Issued and fully paid</b>		
3,490,570,002 (2018 - 3,490,570,002) Ordinary shares of \$1 each	<b>2,240,848</b>	2,240,848

The ordinary shares were converted from USD to GBP on 1 January 2015 using an exchange rate of £1/\$1.5577.

#### 10. Directors and Employees

During the year the Company had 3 Directors resident in the UK, none of whom received any emoluments in respect of services to the Company (2018 - 3 Directors, no emoluments).

The Company had no employees during the current or prior year and consequently did not incur any expenditure in respect of wages and salaries, social security costs or other pension costs.

#### 11. Ultimate Parent Undertaking and Controlling Party

The immediate parent company is Reckitt Benckiser (Hygiene Home) Holdings Limited, a Company incorporated in England and Wales.

The ultimate parent company and controlling party is Reckitt Benckiser Group plc, a company incorporated in England & Wales, which is the parent undertaking of the smallest and largest Group to consolidate these Financial Statements. Copies of the Group Financial Statements of Reckitt Benckiser Group plc can be obtained from 103-105 Bath Road, Slough, Berkshire, SL1 3UH, United Kingdom or at <https://www.rb.com>.

#### 12. Auditor's Remuneration

The auditor's remuneration is met by the ultimate parent company, Reckitt Benckiser Group plc and is disclosed in total in the Group Financial Statements. Amounts receivable by the Company's auditor in respect of the audit of these Financial Statements is £7k. It was not practical to make an allocation of the audit fee to the Company in 2018.