



BRITISH AMERICAN  
TOBACCO

**B.A.T. INTERNATIONAL FINANCE p.l.c.**

*(incorporated with limited liability in England and Wales)*

**BRITISH AMERICAN TOBACCO HOLDINGS (THE  
NETHERLANDS) B.V.**

*(incorporated with limited liability in The Netherlands)*

**B.A.T. NETHERLANDS FINANCE B.V.**

*(incorporated with limited liability in The Netherlands)*

**B.A.T CAPITAL CORPORATION**

*(incorporated with limited liability in the State of Delaware, United States of America)*

**£25,000,000,000 Euro Medium Term Note Programme  
unconditionally and irrevocably guaranteed by**

**BRITISH AMERICAN TOBACCO p.l.c.**

*(incorporated with limited liability in England and Wales)*

**and each of the Issuers (except where it is the relevant Issuer)**

This Supplement (the “**Supplement**”) to the Base Prospectus (the “**Base Prospectus**”) dated 25 May 2018, constitutes a supplementary base prospectus for the purposes of Section 87G of the Financial Services and Markets Act 2000 and is prepared in connection with the £25,000,000,000 Euro Medium Term Note Programme (the “**Programme**”) established by B.A.T. International Finance p.l.c. (“**BATIF**”), B.A.T Capital Corporation (“**BATCAP**”), British American Tobacco Holdings (The Netherlands) B.V. (“**BATHTN**”) and B.A.T. Netherlands Finance B.V. (“**BATNF**”) (each, in their capacities as issuers under the Programme, an “**Issuer**” and together referred to as the “**Issuers**”) and unconditionally and irrevocably guaranteed by British American Tobacco p.l.c. (“**BAT**”) and each of BATIF, BATCAP, BATHTN and BATNF except where it is the relevant Issuer (together, the “**Guarantors**”). Other than as expressly set out herein, terms defined in the Base Prospectus have the same meaning when used in this Supplement.

This Supplement is supplemental to, and should be read in conjunction with, the Base Prospectus and any other supplements to the Base Prospectus issued by the Issuers.

Each of BAT, BATIF, BATCAP, BATHTN and BATNF accepts responsibility for the information contained in this Supplement and Reynolds American Inc. (“**RAI**” or the “**Additional Guarantor**”) accepts responsibility for the information relating to RAI contained in this Supplement. To the best of the knowledge and belief of BAT, BATIF, BATCAP, BATHTN, BATNF and RAI, each of the foregoing declares (each having taken all reasonable care to ensure that such is the case) that the information (or in the case of RAI, as such information relates to it) contained in this Supplement is in accordance with the facts and does not omit anything likely to affect the import of such information.

## **Purpose of this Supplement**

The purpose of this Supplement is to:

- (i) incorporate by reference in the Base Prospectus BAT's unaudited condensed consolidated half-yearly financial results as at and for the six months ended 30 June 2018 (the "**2018 Interim Results**") which can be found in BAT's half-yearly report for the six months ended 30 June 2018 (the "**BAT Half-Yearly Report**"); and
- (ii) update the no significant or material change paragraph contained in the section headed "General Information" in the Base Prospectus.

### **A. Incorporation by Reference**

#### **Interim Results**

BAT has published its unaudited half-yearly financial statements as at and for the financial period ended 30 June 2018. A copy of the BAT Half-Yearly Report has been filed with the Financial Conduct Authority and, by virtue of this Supplement, the BAT Half-Yearly Results set out on pages 11 to 56 of the BAT Half-Yearly Report are incorporated by reference in, and form part of, the Base Prospectus.

Any information included in the BAT Half-Yearly Report, but not forming part of the 2018 Interim Results, does not form part of the Base Prospectus as it is either not relevant for prospective investors in the Notes or is covered elsewhere in the Base Prospectus.

The financial information contained in the 2018 Interim Results has been properly prepared on the basis stated in the notes to the financial information included in the 2018 Interim Results, and, as described in Accounting Policies and Basis of Preparation in the 2018 Interim Results, on a basis consistent with the current IFRS accounting policies of BAT and on a basis consistent with the policies in the Annual Report for the year ended 31 December 2017.

### **B. No Significant or Material Adverse Change**

The following statement updates paragraph 5 on page 141 of the Base Prospectus:

"There has been no significant change in the financial or trading position of BATIF, BATCAP, BATHTN, BATNF or RAI and their respective subsidiaries taken as a whole since 31 December 2017 nor in respect of BAT and its subsidiaries taken as a whole since 30 June 2018, nor has there been any material adverse change in the prospects of BAT, BATIF, BATCAP, BATHTN, BATNF or RAI and their respective subsidiaries taken as a whole since 31 December 2017."

### **C. Other Information**

Copies of all documents incorporated by reference in the Base Prospectus can be viewed on the website of the Regulatory News Service operated by the London Stock Exchange at <http://www.londonstockexchange.com/exchange/news/market-news/market-news-home.html> and can be obtained from the principal office in England of the Principal Paying Agent and BAT, as described on pages 8 and 142-143, respectively, of the Base Prospectus.

To the extent that there is any inconsistency between (a) any statement in this Supplement or any statement incorporated by reference into the Base Prospectus by this Supplement and (b) any other statement in or incorporated by reference in the Base Prospectus, the statements in (a) above will prevail.

If documents which are incorporated by reference into this Supplement themselves incorporate any information or other documents therein, either expressly or implicitly, such information or other documents will not form part of this Supplement for the purposes of the Prospectus Directive (Directive 2003/71/EC, as amended) except where such information or other documents are specifically incorporated by reference into this Supplement.

Save as disclosed in this Supplement, no other significant new factor, material mistake or inaccuracy relating to information included in the Base Prospectus has arisen or been noted, as the case may be, since the publication of the Base Prospectus.