

Legrand Electric Ltd

Tax Strategy Statement for the financial year ending 31 December 2018

### **Introduction**

Legrand Electric Ltd is a limited liability company incorporated in England & Wales. Its ultimate parent company is Legrand SA, a company quoted on the French Stock Exchange.

The Legrand Group is committed to complying with the regulations in force in the countries in which it operates. It operates a number of internal policies to ensure that it is conducting business in an ethical and transparent manner. At Legrand, governance is a very hands-on concept, linked to skilled management and to the close ties that exist between the Group's governance bodies and our grassroots operations.

This statement sets out Legrand Electric Ltd's approach to UK taxation.

### **Governance in relation to UK taxation**

Ultimate responsibility for Legrand Electric Ltd's tax strategy and compliance rests with Legrand SA.

Executive management of Legrand Electric Ltd is delegated to its Chief Executive Officer.

The Finance Director is the executive responsible for tax matters. He manages a team of suitably qualified individuals. Professional advice from reputable independent external advisers is requested where the amount of tax involved is significant and/or the tax treatment is uncertain.

### **Our approach to Risk Management**

Legrand Electric Ltd has in place strong internal controls in order to minimise tax risks. In addition the Audit Committee of Legrand SA monitors the efficiency of internal controls and risk management. Its duties include monitoring issues relating to the establishment and control of accounting and financial information, as well as the legally required verification of accounts. It is charged with ensuring the accuracy and completeness of the consolidated financial statements and the preparation of information for shareholders and the market.

### **Our attitude towards tax planning and level of risk**

Legrand Electric Ltd will not engage in artificial transactions the sole purpose of which is to reduce UK tax. However it seeks to take full advantage of available tax incentives, exemptions and reliefs. Legrand Electric Ltd will not engage in conduct that would impact on the company's reputation, brand or corporate social responsibilities. In our intra-group dealings we apply the arm's length principle as stipulated by the OECD.

### **Our relationship with HMRC**

Legrand Electric Ltd seeks to have an open and constructive relationship with HMRC. Tax Returns and payments are filed on time. When submitting Tax Returns and computations all relevant facts are disclosed. All legal and regulatory requirements are complied with.

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