

Smeg (UK) Ltd

UK Tax Strategy

This document has been prepared to meet the requirements set out in paragraphs 19(2) and 22(2) of Schedule 19 of the UK Finance Act 2016. It applies to the UK subsidiary, Smeg (UK) Ltd ('the Company'), of the Smeg SpA Group. This tax strategy applies to the financial year ending 31 December 2023.

1. UK Tax Policy

Our UK Tax policy is to seek to comply with all relevant tax laws, regulations and obligations. We claim available tax incentives and exemptions in the manner intended by governments. Our principle objective is to ensure the timely and accurate payment of taxes in each country where the Group operates, including the UK.

2. Approach to Tax Risk Management and Tax Governance

Ownership and Governance of the UK Tax strategy rests with the UK Board of Directors, with the Board receiving regular updates on material tax matters and proposed changes to tax legislation from the Finance Director. The UK Finance Director takes overall and day to day responsibility for ensuring that appropriate policies, processes and systems are in place within the Company and which underpin our UK Tax Policy.

3. Approach to Tax Planning and Tax Risk

The Company's approach towards tax risk, including any risks associated with tax planning, is considered to be cautious and reflects the legal and commercial environment in which the Company operates. The Company may consider different tax outcomes when evaluating a transaction or activity. Where alternative routes exist in order to achieve the same business result, the most tax efficient approach may be adopted provided it follows generally understood and accepted interpretations of tax laws, consulting with tax advisers and tax authorities where necessary, and provided it is in compliance with Company's wider approach to the management of risk. We do not seek to engage in transactions that are motivated purely for tax purposes.

4. Relationship with Tax authorities

The Company is committed to a transparent, collaborative and professional relationship with His Majesty's Revenue & Customs (HMRC). The Company is engaged in full, open and early dialogue with HMRC on UK tax compliance matters, as well as on material transactions that may take place within the UK entity.