



## Geely UK Limited & Subsidiaries Tax Strategy

### Background

Geely UK Limited (the "Company") is wholly owned by Zhejiang Geely Holding Group Co. Ltd ("Geely") which is incorporated in the People's Republic of China. By virtue of the size of the Geely organisation, Geely UK Limited and its subsidiaries (the "Group") are obliged to publish its unified tax strategy in compliance with paragraph 16(2) of schedule 19 of the Finance Act 2016.

This strategy was approved by The Board of Directors of Geely UK Limited (the "Board") on 10 March 2023 and sets out the Group's policy and approach to conducting its tax affairs and dealing with tax risk. It is effective for the year ending 31 December 2022 and will remain in effect until amendments are approved by the Board.

### Geely UK Limited Group

Listed below are the active companies within the Group:

Company Name	Financial period	Company no.	UTR
Geely UK Limited	12 months to 31 Dec 2022	08336808	623 55423 21863
London EV Company Limited	12 months to 31 Dec 2022	08357576	623 22189 28561
LTC GB Limited*	12 months to 31 Dec 2022	1910512	660 66643 15433
LEVC Finance Limited**	12 months to 31 Dec 2022	2050821	Awaiting UTR Number

\* Incorporated in the British Virgin Islands on 1 April 2016, it has been determined that the company is centrally managed and controlled from the UK and is therefore within the charge to UK corporation tax.

\*\* Incorporated in the British Virgin Islands on 23 December 2020, it has been determined that the company is centrally managed and controlled from the UK and is therefore within the charge to UK corporation tax.

### Our Tax Strategy

Our Tax Strategy and policies require that we fully comply with UK tax law. The Group's business activities are subject to various taxes, including Corporation Tax, Value Added Tax, employment taxes, including Pay As You Earn and National Insurance, and import duties. These taxes contribute to the societies where we operate.

We aim for certainty on our tax positions and our policy is not to make interpretations of tax law that are opposed to its original spirit.

To support us in ensuring that we have interpreted tax law correctly, we will seek external advice as and when appropriate.

Our Group applies transparent business transactions, complies with OECD Transfer Pricing guidelines, and ensures that the transfer pricing methodologies are applied wherever we are present including in the UK. Oversight on these complex areas of taxation is also provided by the internal tax department at Geely's Head Office in Hangzhou, China.



### **Relationship with HM Revenue & Customs**

An important part of our tax strategy and policies is the commitment to develop and maintain an open, honest and proactive working relationship with HM Revenue & Customs ("HMRC").

We are transparent with HMRC and, in cases of interpretation or complexity, work with them on a real-time basis to ensure that the correct taxation values are recognised.

We make timely and accurate tax returns that reflect our fiscal obligations.

### **Attitude towards tax planning**

We recognise that tax is by its very nature complex and often uncertain, and any tax planning (if necessary) is dictated by applicable laws.

We do not undertake aggressive tax planning and are committed to ensuring that tax reflects the underlying economic substance of the transactions the business enters into.

All transactions are driven by their commercial rationale rather than being shaped only to deliver a tax advantaged result.

### **Approach to risk management and governance**

Tax compliance forms part of the Finance function of the UK Group and is the ultimate responsibility of the Director of Finance.

Tax strategy and policies are reviewed on an on-going basis by the Board of Directors of each company in the Group. Tax strategy and policy issues are assessed on a case by case basis by the Director of Finance.

Day to day responsibility for the conduct of the Group's tax affairs is delegated to a dedicated and highly qualified team of professionals, whose primary purpose is to ensure we meet our compliance obligations in every jurisdiction in which we operate.

When required we will seek external advice on areas of tax complexity to assist the finance function.