

**ADVANZ PHARMA GROUP (FORMERLY CONCORDIA INTERNATIONAL)**  
**U.K. TAX STRATEGY FOR THE YEAR ENDED 31 DECEMBER 2018**

**Introduction**

Advanz Pharma Corp. (“APC”) (formerly Concordia International Corp., and together with its subsidiaries, “Advanz Pharma”) operates an international specialty pharmaceutical business with a diversified portfolio of more than 200 patented and off-patent products and sales in more than 90 countries. The Company is focused on becoming a leader in European specialty, off-patent medicines. APC is a Canadian company.

This document sets out Advanz Pharma’s approach with respect to its U.K. tax affairs. Advanz Pharma considers that the publication of this statement complies with the requirements set out in Schedule 19 FA 2016.

**Risk management & governance**

Advanz Pharma employs an experienced and dedicated team of tax professionals that collaborate with internal stakeholders to provide advice and guidance necessary to ensure compliance with relevant tax legislation and/or tax authority guidance. The European Tax Director is based in London and reports to the Vice President, Tax & Treasury who is based in Canada. Where necessary, a matter will be escalated to executive management and, if appropriate, the Board of Directors of APC (“Board”), who have ultimate responsibility for the governance and risk management of Advanz Pharma.

Advanz Pharma will obtain external advice from reputable and experienced professionals, if necessary. Diligent professional care and judgement is employed to assess tax risk, to arrive at well-reasoned conclusions concerning how risk should be managed.

Decisions concerning risk are made in a manner that is consistent with Advanz Pharma’s interpretation of relevant tax legislation and/or tax authority guidance. Compliance with relevant tax legislation and/or tax authority guidance is part of Advanz Pharma’s overall strategy and is considered when making business decisions.

**Attitude to tax risk**

The level of risk that Advanz Pharma accepts in relation to U.K. taxation is consistent with the risk tolerance applied in the conduct of other aspects of its business. Advanz Pharma seeks to comply with relevant tax legislation and/or tax authority guidance and to act in a manner that upholds its reputation as a responsible corporate citizen and considers applicable corporate, regulatory and other legal statutes and fiduciary duties of directors and employees. In relation to any specific matter or transaction, Advanz Pharma will identify whether a tax risk exists that needs to be addressed, determines what action(s) should be taken to address the risk and ensures that action(s) is taken to address the risk. Where necessary, a matter will be escalated to executive management and, if appropriate, the Board.

**Approach to tax planning**

Advanz Pharma believes that it has an obligation to pay the amount of tax that it believes is due to each tax authority when it falls due. Advanz Pharma will consider planning to reduce risk and/or an amount of tax that may otherwise be due if such planning is consistent with the transaction’s commercial and economic objectives. Where appropriate Advanz Pharma will structure its affairs in a manner that is consistent with its commercial and economic objectives and that may allow access, based on its interpretation of relevant tax legislation and/or tax authority guidance, to incentives, exemptions and/or deductions available pursuant to relevant tax legislation.

**Relationship with tax authorities**

Advanz Pharma is committed to the principles of openness and transparency in its approach to dealing with all applicable authorities. Advanz Pharma intends that any interaction with a tax authority and other relevant authority will be conducted in a collaborative, courteous and timely manner and with an objective to resolve disputed matters on a timely basis. Advanz Pharma has a long-standing relationship with the U.K. tax authority and consistent with the commitments and intentions outlined above, Advanz Pharma’s interactions with the U.K. tax authority generally, are collaborative and courteous.

Dated: December 18, 2018