



Allegro MicroSystems Europe Limited (“Company”) is a wholly owned subsidiary of Allegro MicroSystems LLC which is a Delaware Limited Liability Company (“Allegro Parent”). The principal activity of the Company is the sale of semiconductors to the automotive and other industries.

It is a requirement of the Finance Act 2016 that the Company publishes its Tax Strategy and that is the intent of this document. The Finance Act states that this document should cover the following areas:

### **1. The approach of the group to risk management and governance arrangements in relation to UK taxation**

The Allegro Parent’s approach to tax is defined by the CFO of that company and is implemented by all affiliates including the Company. Ultimately, this approach is ratified by the audit committee and various management structures with the Allegro Parent.

The Directors of the Company are responsible for ensuring this tax policy is implemented in the UK.

### **2. The attitude of the group towards tax planning (so far as affecting UK taxation)**

The Allegro Parent and the Company engage in tax planning that supports its business and reflects commercial and economic activity. It does not engage in artificial arrangements. The Company adheres to relevant tax law and seeks to minimize the risk of uncertainty or disputes.

The Company conducts transactions with other group companies on an arm’s-length basis and in accordance with current OECD principals.

Tax incentives and exemptions are sometimes implemented by governments in order to support investment, employment and economic development. Where these are relevant to the Company they are applied with the intent intended by the government.

### **3. The level of risk in relation to UK taxation that the group is prepared to accept**

The Company has a low tolerance to tax risk. Transactions undertaken are motivated by business reasons and not tax planning. If there are tax implications to such transactions these implications are thoroughly vetted and outside guidance sought as necessary.

### **4. The approach of the group towards its dealings with HMRC**

The Company is committed to an open, transparent and collaborative approach in our dealing with taxing authorities. If incorrect reporting is identified this will be amended on a voluntary basis. The Company is committed to remitting the right amount of tax in the UK.