



Advanced Micro Devices United Kingdom (“UK”) Tax Strategy

Introduction

Advanced Micro Devices, Inc. and its subsidiaries and related entities (“AMD” or the “Company”), in accordance with Paragraph 19(2), Schedule 19, Finance Act 2016, is publishing its United Kingdom (“UK”) tax strategy to satisfy its statutory obligations. This statement is effective for the year-ending December 28, 2020 and applies to Advanced Micro Devices (UK) Limited (“AMD UK”) located in the UK.

General Information

AMD is a US corporation registered on the NASDAQ stock exchange (NASDAQ:AMD). For 50 years, AMD has driven innovation as designer, developer, and global supplier of high-performance computing, graphics and visualization technologies. AMD, as a multinational corporation, is subject to tax in various jurisdictions.

Risk Management and Governance Arrangements

AMD UK’s policy is to promote high standards of integrity. In furtherance of this policy, the Company commits to comply with applicable laws and regulations. The Company’s board of directors has overall management and responsibility over the tax matters and policies. Day-to-day tax matters are executed and implemented by the AMD Tax Department.

Executive management is responsible for evaluating and managing risk. Tax risk is managed in accordance with the Company’s enterprise risk management framework, which applies an enterprise wide methodology for identifying, evaluating, managing and monitoring risk, including tax risk. The Tax Department will, in the assessment of tax risks, consider risks outside the direct scope of tax. The Company is also in constant contact with reputable third-party accounting and law firms to evaluate tax risk.

The Company has an Internal Audit department that has responsibility for providing independent assurance that AMD’s tax risk management, governance and internal control processes are operating effectively. The Company’s Internal Audit department also has specific procedures to evaluate representations regarding the Company’s financial statements and disclosures.

Attitude towards Tax Planning

AMD UK’s tax planning activities are based on commercial business activity, which may give rise to tax efficiency for the Company and is consistent with AMD’s Code of Ethics and Business Conduct. Such activities are implemented in compliance with the UK laws, and have substance. Tax advice may be sought from external advisors in respect of UK tax issues where AMD’s Tax Department does not have the UK expertise required in a particular area and to help interpret UK tax legislation.

Acceptable Level of Risk

AMD UK's acceptable level of risk associated with UK taxation is aligned with AMD risk management levels. The level of risk deemed acceptable with regard to UK taxation is consistent with AMD's objective to remain in compliance with regards to legal, tax and regulatory laws.

Relationship with HMRC

AMD UK is committed to build and maintain a good relationship with Her Majesty's Revenue and Customs ("HMRC"). Our goal is to cultivate this relationship through timely communication, collaboration and compliant reporting with HMRC.