

UNITED DISTILLERS PROPERTY COMPANY LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

Registered in Scotland No. SC26958



UNITED DISTILLERS PROPERTY COMPANY LIMITED

Year ended 30 June 2003

Profit and loss account

During the financial year and the preceding financial year, the company did not trade and received no income and incurred no expenditure. Consequently during those years the company made neither a profit nor a loss, and there were no other recognised gains or losses.

Accordingly, neither a profit and loss account, a statement of recognised gains and losses, a note of historical cost profits and losses nor a reconciliation of movements in shareholders' funds has been presented.

The notes on pages 4 and 5 form part of the financial statements.

UNITED DISTILLERS PROPERTY COMPANY LIMITED
Year ended 30 June 2003

Balance sheet

| | Notes | 30 June 2003 £'000 | 30 June 2002 £'000 |
|--|-------|--------------------------|--------------------------|
| Current asset | | | |
| Debtor – amount owed by group undertaking (Diageo plc) due within one year | | 4,774 | 4,774 |
| Creditors - amounts falling due within one year | 3 | (1,252) | (1,252) |
| Net assets | | <u>3,522</u> | <u>3,522</u> |
| Capital and reserves | | | |
| Share capital | 4 | 50 | 50 |
| Reserves | | | |
| Profit and loss account | | 3,463 | 3,463 |
| Other reserves | | 9 | 9 |
| | 5 | <u>3,472</u> | <u>3,472</u> |
| Total shareholders' funds | | <u>3,522</u> | <u>3,522</u> |

The notes on pages 4 and 5 form part of the financial statements.

The company did not trade during the financial year or the preceding financial year. The directors do not expect the company to trade in the foreseeable future.

The directors:

- a) confirm that the company was entitled to exemption under subsection (1) of section 249 AA of the Companies Act 1985 from the requirement to have its accounts audited for the financial year ended 30 June 2003
- b) confirm that members have not required the company to obtain an audit of its accounts for that financial year in accordance with subsection (2) of section 249B of that Act
- c) acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and;
 - (ii) preparing accounts which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226 of that Act, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the Board of Directors on 22 April 2004 and were signed on its behalf by:



S M Bunn
Director

UNITED DISTILLERS PROPERTY COMPANY LIMITED
Year ended 30 June 2003

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

Basis of preparation

The financial statements of the company have been prepared under the historical cost convention and in accordance with applicable UK accounting standards. The bases used are consistent with those used in the previous year.

The company is exempt under the terms of Financial Reporting Standard No 8 from disclosing related party transactions (but not balances) with entities that are part of the Diageo plc group ("group undertakings") or investees of the Diageo plc group.

Under Financial Reporting Standard No 1 (Revised 1996) the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary of Diageo plc and is included in the published consolidated financial statements of Diageo plc.

2. Profit and loss account

None of the directors received any remuneration during the financial year in respect of their services as directors of the company (2002- £ nil).

3. Creditors: amounts falling due within one year

| | 30 June 2003 | 30 June 2002 |
|--|---------------------|---------------------|
| | £'000 | £'000 |
| Amount owed to group undertaking – Kork-N-Seal Limited | (1,245) | (1,245) |
| Accruals | <u>(7)</u> | <u>(7)</u> |
| | <u>(1,252)</u> | <u>(1,252)</u> |

4. Share capital

| | 30 June 2003 | 30 June 2002 |
|--|---------------------|---------------------|
| | £'000 | £'000 |
| Authorised | | |
| Equity: 100,000 ordinary shares of £1 each | <u>100</u> | <u>100</u> |
| Allotted, called up and fully paid | | |
| Equity: 50,000 ordinary shares of £1 each | <u>50</u> | <u>50</u> |

5. Reserves

| | Other reserve | Profit and | Total |
|----------------------------------|----------------------|---------------------|--------------|
| | £'000 | loss account | £'000 |
| | | £'000 | |
| At beginning and end of the year | <u>9</u> | <u>3,463</u> | <u>3,472</u> |

NOTES TO THE FINANCIAL STATEMENTS (continued)

6. Immediate and ultimate parent undertaking

The company is a wholly owned subsidiary of Diageo Scotland Limited (formerly Guinness United Distillers & Vintners Scotland Limited), a company incorporated and registered in Scotland. The company's ultimate holding company is Diageo plc, a company incorporated and registered in England. The consolidated financial statements of Diageo plc can be obtained from the registered office at 8 Henrietta Place, London W1G 0NB.