

# **Tanqueray Gordon and Company Limited**

## **Annual Report and Financial Statements**

**30 June 2017**

Registered number: 55603

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**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

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**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

## **STRATEGIC REPORT**

The directors present their strategic report for the year ended 30 June 2017.

### **Activities**

The principal activity of the company is to act as an investment holding company.

The directors foresee no changes in the company's activities. The company is incorporated and its operations are based in the United Kingdom.

### **Business review**

*Development and performance of the business of the company during the financial year and position of the company as at 30 June 2017*

Income from shares in group undertakings decreased by £1,927,000 to £408,000 in the year ended 30 June 2017 from £2,335,000 in the year ended 30 June 2016.

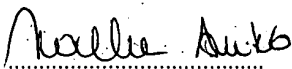
### *Financial and other key performance indicators*

As the company is an intermediary holding company within the group, the principal key performance indicator used by management to analyse the development, performance and position of the company's business is adherence to the group dividend policy.

### *Principal risks and uncertainties facing the company as at 30 June 2017*

As the company forms part of the group's financial operations, the financial risk management measures used by management to analyse the development, performance and position of the company's business are mainly similar to those facing the Diageo group as a whole and are managed by the group's treasury department. A company specific risk identified, is the recoverability of the company's investment in subsidiaries.

By order of the board



A Mahler  
Director

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

## **DIRECTORS' REPORT**

The directors have pleasure in submitting their annual report, together with the audited financial statements for the year ended 30 June 2017.

### **Going concern**

The company participates in the group's centralised treasury arrangements and the parent and fellow group undertakings are expected to provide financial support for the foreseeable future. The company is not reliant on external third party financing. The only liabilities at the balance sheet date are in respect of balances due to fellow group undertakings. The directors have no reason to believe that a material uncertainty exists that may cast significant doubt about the ability of the Diageo group to continue as a going concern. On the basis of their assessment, the company's directors have a reasonable expectation that the company will be able to continue in operational existence for the foreseeable future as a fellow group undertaking has agreed to provide financial support for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

### **Financial**

The result for the year ended 30 June 2017 is shown on page 9.

The loss for the year transferred from reserves is £37,825,000 (2016 - £37,064,000).

No dividend was paid during the year (2016 - £nil) and there is no dividend proposed to be distributed to the shareholders in regards to the financial year (2016 - £nil).

### **Directors**

The directors who held office during the year were as follows:

D Harlock

A Mahler

J J Nicholls

E W Pilkington

### **Directors' remuneration**

None of the directors received any remuneration during the year in respect of their services as directors of the company (2016 - £nil).

### **Secretary**

On 23 March 2017, V Cooper resigned as a joint secretary of the company.

C Matthews remains as secretary of the company.

### **Directors' indemnity**

The Articles of Association permit qualifying third-party indemnities for the directors as defined by Section 234 of the Companies Act 2006. No such indemnity was in force during the last financial year, nor is any currently in force.

### **Internal control and risk management over financial reporting**

The company operates under the financial reporting processes and controls of the Diageo group. The internal control and risk management systems over the financial reporting process of Diageo plc, which include those of the company, are discussed in the Group's Annual Report 2017 on pages 62 to 63 at [www.diageo.com](http://www.diageo.com), which does not form part of this report.

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

**DIRECTORS' REPORT (continued)**

**Auditors**

Pursuant to Section 487 of the Companies Act 2006, the auditors, PricewaterhouseCoopers LLP, have been reappointed and will continue in office as auditors of the company.

**Disclosure of information to the auditors**

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the board

.....  
A Mahler  
Director  
Lakeside Drive  
Park Royal  
London  
NW10 7HQ

17 November 2017

**Tanqueray Gordon and Company Limited**

**Registered number: 55603**

**Year ended 30 June 2017**

**Statement of directors' responsibilities in respect of the financial statements**

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006.

The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# ***Independent auditors' report to the members of Tanqueray Gordon and Company Limited***

## **Report on the audit of the financial statements**

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### **Opinion**

In our opinion, Tanqueray Gordon and Company Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 30 June 2017 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the Balance Sheet as at 30 June 2017; the Statement of Comprehensive Income; the Statement of Changes in Equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Independence**

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you when:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

### **Reporting on other information**

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent

material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Strategic Report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

#### *Strategic Report and Directors' Report*

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Directors' Report for the year ended 30 June 2017 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic Report and Directors' Report.

### **Responsibilities for the financial statements and the audit**

#### *Responsibilities of the directors for the financial statements*

As explained more fully in the Statement of directors' responsibilities set out on page 4, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

#### *Auditors' responsibilities for the audit of the financial statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditors' report.

#### *Use of this report*

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



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## Other required reporting

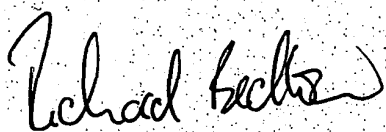
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### Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Richard Bedlow (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
17 November 2017

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

**STATEMENT OF COMPREHENSIVE INCOME**

		<b>Year ended 30 June 2017 £ 000</b>	<b>Year ended 30 June 2016 £ 000</b>
Income from shares in group undertakings	Notes 3	408	2,335
Net finance charges	4	<u>(47,586)</u>	<u>(48,783)</u>
<b>Loss before taxation on ordinary activities</b>		<b>(47,178)</b>	<b>(46,448)</b>
Taxation on loss on ordinary activities	5	<u>9,353</u>	<u>9,384</u>
<b>Loss for the financial year and total comprehensive expense for the year</b>		<b><u>(37,825)</u></b>	<b><u>(37,064)</u></b>

The accompanying notes are an integral part of these financial statements.

The company had no other comprehensive income or expense during the current and previous year.

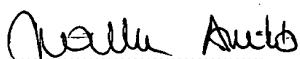
**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

**BALANCE SHEET**

	Notes	30 June 2017 £ 000	30 June 2016 £ 000
<b>Non-current assets</b>			
Investments in subsidiaries	6	1,711,198	1,711,198
<b>Current assets</b>			
Trade and other receivables	7	9,398	9,390
<b>Total assets</b>		<u>1,720,596</u>	<u>1,720,588</u>
<b>Current liabilities</b>			
Trade and other payables	8	(1,606,300)	(1,568,486)
Corporate tax payable		<u>(19)</u>	<u>-</u>
		<u>(1,606,319)</u>	<u>(1,568,486)</u>
<b>Net assets</b>		<u>114,277</u>	<u>152,102</u>
<b>Equity</b>			
Called up share capital		250,000	250,000
Retained deficit		<u>(135,723)</u>	<u>(97,898)</u>
<b>Total equity</b>		<u>114,277</u>	<u>152,102</u>

The accounting policies and other notes on pages 12 to 19 form part of the financial statements.

These financial statements on pages 9 to 19 were approved by the Board on 17 November 2017 and were signed on its behalf by:



A Mahler  
 Director

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

**STATEMENT OF CHANGES IN EQUITY**

**ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY**

	<b>Called up share capital £ 000</b>	<b>Retained deficit £ 000</b>	<b>Total £ 000</b>
Balance at 30 June 2015	250,000	(60,834)	189,166
Loss for the year	-	(37,064)	(37,064)
Balance at 30 June 2016	250,000	(97,898)	152,102
Loss for the year	-	(37,825)	(37,825)
<b>Balance at 30 June 2017</b>	<b>250,000</b>	<b>(135,723)</b>	<b>114,277</b>

The accompanying notes are an integral part of these financial statements.

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **1. ACCOUNTING POLICIES**

#### **Basis of preparation**

These financial statements are prepared in accordance with Financial Reporting Standard 101 *Reduced Disclosure Framework* (FRS 101).

In preparing these financial statements, the company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU (IFRS), but makes amendments where necessary in order to comply with Companies Act 2006 and sets out below where the FRS 101 disclosure exemptions have been taken.

These financial statements are prepared on a going concern basis under the historical cost convention, except that certain financial instruments are stated at their fair value.

The company is a wholly owned subsidiary of Diageo plc and is included in the consolidated financial statements of Diageo plc which are publicly available.

The company has taken advantage of the following exemptions from the requirements of IFRS in the preparation of these financial statements; in accordance with FRS 101:

- a cash flow statement and related notes;
- comparative period reconciliations for share capital and investments;
- disclosures in respect of transactions with wholly owned subsidiaries;
- the effects of new but not yet effective IFRSs; and
- disclosures in respect of the compensation of key management personnel.

As the consolidated financial statements of Diageo plc include equivalent disclosures, the company has also utilised exemptions available under FRS 101 in respect of the following disclosures:

- the disclosures required by *IFRS 7 Financial Instruments Disclosures*.

The company has taken advantage of the exemption under IAS 27, 'Consolidated and separate financial statements', from the requirement to prepare consolidated financial statements as it and its subsidiaries are included in the consolidated financial statements of its ultimate parent, Diageo plc.

These financial statements are separate financial statements.

#### **Going concern**

The financial statements have been prepared on a going concern basis as a fellow group undertaking has agreed to provide financial support for the foreseeable future. The only liabilities at the balance sheet date are in respect of balances due to fellow group undertakings.

#### **Functional and presentational currency**

These financial statements are presented in sterling (£), which is the company's functional currency.

All financial information presented in sterling (£) has been rounded to the nearest thousand unless otherwise stated.

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

## **NOTES TO THE FINANCIAL STATEMENTS (continued)**

### **1. ACCOUNTING POLICIES (continued)**

#### **Finance costs**

Finance costs are recognised in the statement of comprehensive income in the year in which they are incurred.

#### **Investments in subsidiaries**

Investments in subsidiaries are initially recorded at cost including transaction costs less, where appropriate, provision for impairment in value where such impairment is expected by the directors to be permanent.

#### **Financial assets**

**Trade and other receivables** Amounts owed by other group companies are initially measured at fair value and are subsequently reported at amortised cost. Non-interest bearing trade receivables are stated at their nominal value as they are due on demand.

#### **Financial liabilities**

**Trade and other payables** Amounts owed to other group companies are initially measured at fair value and are subsequently reported at amortised cost. Non-interest bearing trade payables are stated at their nominal value as they are due on demand.

#### **Taxation**

Current tax is based on taxable profit for the year. Taxable profit is different from accounting profit due to temporary differences between accounting and tax treatments, and due to items that are never taxable or tax deductible. Tax benefits are not recognised unless it is probable that the tax positions are sustainable. Once considered to be probable, tax benefits are reviewed each year to assess whether a provision should be taken against full recognition of the benefit on the basis of potential settlement through negotiation and/or litigation. Tax provisions are included in current liabilities. Interest and penalties on tax liabilities are provided in the tax charge.

Full provision for deferred tax is made for temporary differences between the carrying value of assets and liabilities for financial reporting purposes and their value for tax purposes. The amount of deferred tax reflects the expected recoverable amount of assets and liabilities, using the basis of taxation enacted or substantively enacted by the balance sheet date and is based on the expected manner of recovery settlement of the carrying amount of assets and liabilities. Deferred tax assets are not recognised where it is more likely than not that the asset will not be realised in the future.

Tax benefits are not recognised unless it is probable that the tax positions are sustainable. Once considered to be probable, management reviews each material tax benefit to assess whether a provision should be taken against full recognition of the benefit on the basis of potential settlement through negotiation and/or litigation.

#### **Dividends paid and received**

Interim dividends are included in the financial statements in the year in which they are approved by the directors, and the final dividend in the year in which it is approved by shareholders. Dividends received are included in the financial statements in the year in which they are receivable.

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

## **NOTES TO THE FINANCIAL STATEMENTS (continued)**

### **1. ACCOUNTING POLICIES (continued)**

#### **Judgements in applying accounting policies and key sources of estimation uncertainty**

The directors make estimates and assumptions concerning the future of the company. The resulting accounting estimates will, by definition, seldom equate to actual results. The company's directors are of the opinion that there are no estimates and assumptions that have a significant risk of casting material adjustment to the carrying value of the assets and liabilities for the company within the next financial year due to the nature of the business.

The critical accounting policies, which the directors consider are of greater complexity and/or particularly subject to the exercise of judgements, are set out in detail in the relevant accounting policies:

- Investment in subsidiaries: The carrying value of the investments was assessed to ensure that the investments are worth at least the amount at which they are stated in the financial statements. The impairment review involves management judgement and estimates.

### **2. OPERATING COSTS**

Following a change in approach to the allocation of statutory audit fees to Group entities, auditors' remuneration of £2,500 has been paid on behalf of the company by a fellow group undertaking (2016 - £1,000). There were no fees payable to the auditors in respect of non-audit services (2016 - £nil).

The company did not employ any staff during either the current or prior year.

None of the directors received any remuneration during the financial year in respect of their services as directors of the company (2016 - £nil).

### **3. INCOME FROM SHARES IN GROUP UNDERTAKINGS**

	<b>Year ended 30 June 2017 £ 000</b>	<b>Year ended 30 June 2016 £ 000</b>
<b>Dividend income from shares in group undertakings</b>		
Relay B.V.	262	2,211
United Distillers Southern Africa (Proprietary) Limited	146	124
	<u>408</u>	<u>2,335</u>

Net dividend receivable of £139,000 (2016 - £118,000) from United Distillers Southern Africa (Proprietary) Limited has been settled by receiving an amount due from other fellow group undertaking. Withholding tax suffered in respect of the dividend receipt amounted to £7,000 (2016 - £6,000).

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**4. FINANCE INCOME AND CHARGES**

	<b>Year ended 30 June 2017 £ 000</b>	<b>Year ended 30 June 2016 £ 000</b>
<b>Net interest</b>		
Interest charge from fellow group undertakings		
Diageo Finance plc	(47,586)	(48,783)
<b>Total interest charges</b>	<u>(47,586)</u>	<u>(48,783)</u>
<b>Net finance charges</b>	<u>(47,586)</u>	<u>(48,783)</u>

**5. TAXATION**

	<b>Year ended 30 June 2017 £ 000</b>	<b>Year ended 30 June 2016 £ 000</b>
<b>(a) Analysis of taxation credit for the year</b>		
<b>Current tax</b>		
UK corporation tax	9,379	9,390
Overseas corporation tax	(7)	(6)
Adjustments in respect of prior years	<u>(19)</u>	<u>-</u>
<b>Current tax</b>	<u>9,353</u>	<u>9,384</u>
<b>Deferred tax</b>	<u>-</u>	<u>-</u>
<b>Taxation on loss on ordinary activities</b>	<u>9,353</u>	<u>9,384</u>

	<b>Year ended 30 June 2017 £ 000</b>	<b>Year ended 30 June 2016 £ 000</b>
<b>(b) Factors affecting total tax credit for the year</b>		
Loss on ordinary activities before taxation	<u>(47,178)</u>	<u>(46,448)</u>
Taxation on loss on ordinary activities at UK corporation tax rate of 19.75% (2016 - 20%)	9,318	9,290
Items not chargeable for tax purposes	81	466
Adjustments in respect of prior periods	(19)	(366)
Overseas corporation tax	(7)	(6)
Other tax effects for reconciliation between accounting profit and tax income	<u>(20)</u>	<u>-</u>
<b>Total tax credit for the year</b>	<u>9,353</u>	<u>9,384</u>



**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

## **NOTES TO THE FINANCIAL STATEMENTS (continued)**

### **5. TAXATION (continued)**

The UK tax rate reduced from 20% to 19% on 1 April 2017 and so an average tax rate of 19.75% is applied for the year ended 30 June 2017. A further reduction to 17% (effective from 1 April 2020) was enacted in September 2016.

### **6. INVESTMENTS**

#### ***Shares in group undertakings and other investments***

**Subsidiaries**  
**£ 000**

#### **Cost and carrying amount**

At 30 June 2016 and at 30 June 2017

1,711,198

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows. Unless otherwise stated the percentage of shares held are in respect of ordinary share capital.

<b>Name of subsidiary</b>	<b>Notes</b>	<b>Registered office address</b>	<b>Proportion of ownership interest %</b>
<b>Direct holdings</b>			
<i>Subsidiary undertakings</i>			
Relay B.V.	(i)	Molenwerf 12, 1014 BG Amsterdam, The Netherlands	92.62%
United Distillers Southern Africa (Proprietary) Limited		1st floor, Block B, C and D, Black River Business Park, Cnr Nelson and Fir Street, Observatory, 7925, South Africa	100%
<b>Indirect holdings</b>			
<i>Subsidiary undertakings</i>			
United Spirits Limited	(ii)	UB Tower, #24, Vittal Mallya Road, Bangalore-560001, India	54.78%
McDowell & Co. (Scotland) Ltd	(ii)	Edinburgh Park, 5 Lochside Way, Edinburgh, EH12 9DT, United Kingdom	54.78%
Palmer Investment Group Limited	(ii)	Sea Meadow House, Blackburne Highway, P.O. Box 116, Road Town, Tortola, British Virgin Islands	54.78%

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**6. INVESTMENTS (continued)**

<b>Name of subsidiary</b>	<b>Registered office address</b>	<b>Proportion of ownership interest %</b>
<b>Indirect holdings</b>		
United Spirits Nepal Pvt. Limited	(ii) Distt Kathmandu Metropolitan City W No-31, Kamaladi, Nepal	45.17%
United Spirits (Shanghai) Trading Company Ltd	(ii) Unit 215, Xinxing Building, No. 8, Jia Feng Road, Wai Gao Qiao Free Trade Zone, Shanghai, China	54.78%
Asian Opportunities and Investment Limited	(ii) IFS Court, Twenty Eight, Cybercity, Ebene, Mauritius	54.78%
Pioneer Distilleries Limited	(ii) UB House, Plot No-36, Street no-4, Srinagar Colony, Hyderabad-500073, India	41.01%
Royal Challengers Sports Private Limited	(ii) UB Tower, # 24 Vittal Mallya Road, Bangalore - 560001, India	54.78%
USL Holdings Limited	(ii) Sea Meadow House, Blackburne Highway, P.O. Box 116, Road Town, Tortola, British Virgin Islands	54.78%
Four Seasons Wines Limited	(ii) UB Tower #24, Vittal Mallya Raod, UB City, Bangalore-560001, India	54.78%
Liquidity Inc. LLC	(ii) 2711 Centerville Road, Suite 400, Wilmington, Delaware 19808, USA	27.95%
Montrose International SA	(ii) Edificio Vallarino, Penthouse Calle 52 y Elvira Mendez P. O. Box 0816-06805 Panama, R.P.	54.78%
Sovereign Distilleries Limited	(ii) UB House, Plot No.36, Street No.4, Srinagar Colony, Hyderabad 500 073, India	54.78%
Tern Distilleries Private Limited	(ii) UB House, Plot No.36, Street No.04, Srinagar Colony, Hyderabad, A.P., India	54.78%
United Spirits (Great Britain) Limited	(ii) Lakeside Drive, Park Royal, London, NW10 7HQ, United Kingdom	54.78%

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

## **NOTES TO THE FINANCIAL STATEMENTS (continued)**

### **6. INVESTMENTS (continued)**

<b>Name of subsidiary</b>	<b>Registered office address</b>	<b>Proportion of ownership interest %</b>
<b>Indirect holdings</b>		
United Spirits (UK) Limited	(ii) Lakeside Drive, Park Royal, London, NW10 7HQ, United Kingdom	54.78%
Shaw Wallace Overseas Limited	(ii) Lakeside Drive, Park Royal, London, NW10 7HQ, United Kingdom	54.78%
UB Sports Management Overseas Ltd	(ii) Ordnance House, 31 Pier Road, St Helier, Jersey, JE4 8PW, Jersey	54.78%
USL Holdings (UK) Limited	(ii) Lakeside Drive, Park Royal, London, NW10 7HQ, United Kingdom	54.78%
United Spirit Singapore Pte. Ltd	(ii) 9 Battery road, 15-01 straits trading building, 049910, Singapore	54.78%

(i) Ownership held in class of B shares.

(ii) Based on 54.78% equity investment in United Spirits Limited that excludes 2.38% owned by the USL Benefit Trust.

The investments in subsidiaries are held at cost less, where appropriate, provision for impairment in value.

In the opinion of the directors, the investment in (and amounts due from) the company's subsidiary undertakings are worth at least the amount at which they are stated in the financial statements.

### **7. TRADE AND OTHER RECEIVABLES**

	<b>30 June 2017 £ 000</b>	<b>30 June 2016 £ 000</b>
Amounts owed by fellow group undertakings		
Diageo Scotland Limited	9,398	9,390
	<u>9,398</u>	<u>9,390</u>

Amounts owed by fellow group undertakings are unsecured, interest free and repayable on demand.

All amounts fall due within one year.

**Tanqueray Gordon and Company Limited**  
**Registered number: 55603**  
**Year ended 30 June 2017**

## **NOTES TO THE FINANCIAL STATEMENTS (continued)**

### **8. TRADE AND OTHER PAYABLES**

	<b>30 June 2017</b>	<b>30 June 2016</b>
	<b>£ 000</b>	<b>£ 000</b>
Amounts owed to fellow group undertakings		
Diageo Finance plc	1,606,281	1,568,486
Diageo Investments Holdings Limited	19	-
	<u>1,606,300</u>	<u>1,568,486</u>

Amounts owed to fellow group undertakings are unsecured, interest free and repayable on demand.

### **9. SHARE CAPITAL AND RESERVES**

#### **Share capital**

*Allotted, called up and fully paid:*

	<b>30 June 2017</b>
	<b>£ 000</b>
2,500,002 (2016 - 2,500,002) ordinary shares of £100 each	<u>250,000</u>

### **10. IMMEDIATE AND ULTIMATE PARENT UNDERTAKING**

The immediate and ultimate parent undertaking of the 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 Lakeside Drive, Park Royal, London, NW10 7HQ.