

PSP (SALES AND DISTRIBUTION) LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

Registered in England No. 970803



PSP (SALES AND DISTRIBUTION) 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 these financial statements.

PSP (SALES AND DISTRIBUTION) LIMITED
Year ended 30 June 2003

BALANCE SHEET

	Notes	30 June 2003 £000	30 June 2002 £000
Fixed assets			
Investments	2	33	33
Current assets			
Debtors - due within one year	3	<u>1,024</u>	<u>1,024</u>
Total assets		<u>1,057</u>	<u>1,057</u>
Capital and reserves			
Called up share capital	4	1,515	1,515
Profit and loss account		<u>(458)</u>	<u>(458)</u>
		<u>1,057</u>	<u>1,057</u>

The notes on pages 4 and 5 form part of these 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 20 March 2004 and were signed on its behalf by:



G P Crickmore
For and on behalf of
Diageo Corporate Officer A Limited, director

PSP (SALES AND DISTRIBUTION) LIMITED
Year ended 30 June 2003

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

Basis of preparation

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

The company is exempt from the requirement to prepare group accounts under Section 228 of the Company Act 1985 as its results are included in the consolidated accounts of Diageo plc.

Investments

Investments are valued individually at the lower of cost and net realisable value. All investments are unlisted and net realisable value is estimated by the directors.

2. Fixed assets - investments

	30 June	30 June
	2003	2002
	£000	£000
Shares in subsidiary undertakings - at cost	2,286	2,286
Provisions	<u>(2,253)</u>	<u>(2,253)</u>
	<u>33</u>	<u>33</u>

The company's subsidiary undertakings are as follows:

<u>Subsidiary undertakings</u>	<u>Principal activity</u>	<u>Class of shares held</u>
Somerwest Limited	Dormant	Ordinary shares of 12.5p each Non-cumulative 2.5% preference shares of 12.5p each
Brossard U.K. Limited	Dormant	Unclassified shares of £1 each

All subsidiary undertakings are incorporated and registered in England and are 100% directly owned by the company.

In the opinion of the directors of the company, the aggregate value of the shares in subsidiary undertakings is not less than the aggregate of the amounts at which the investments are stated in the balance sheet.

PSP (SALES AND DISTRIBUTION) LIMITED
Year ended 30 June 2003

NOTES TO THE FINANCIAL STATEMENTS (continued)

3. Debtors – due within one year

	30 June 2003 £000	30 June 2002 £000
Amounts owed by group undertakings:		
Parent undertaking (Express Foods Group (International) Limited)	289	289
Subsidiary undertaking (Somerwest Limited)	<u>735</u>	<u>735</u>
	<u>1,024</u>	<u>1,024</u>

4. Called up share capital

	30 June 2003 £000	30 June 2002 £000
Authorised		
16,080,000 ordinary shares of 10p each	1,608	1,608
14,070,000 'A' ordinary non-voting shares of 10p each	<u>1,407</u>	<u>1,407</u>
	<u>3,015</u>	<u>3,015</u>
Allotted, called up and fully paid		
8,080,000 ordinary shares of 10p each	808	808
7,070,000 'A' ordinary non-voting shares of 10p each	<u>707</u>	<u>707</u>
	<u>1,515</u>	<u>1,515</u>

5. 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).

6. Immediate and ultimate parent undertaking

The company is a wholly owned subsidiary of Express Foods Group (International) Limited, a company incorporated and registered in England. The company's ultimate holding company is Diageo plc, a company incorporated and registered in England. The consolidated financial statements of Diageo plc for the year ended 30 June 2003, can be obtained from the registered office at 8 Henrietta Place, London W1G 0NB.