

Anyslam Limited
Financial statements
30 June 2005

Registered number 3454958



LD4 *LUS3HECH* 374
COMPANIES HOUSE 06/04/2006

Anyslam Limited

Year ended 30 June 2005

Directors' report

The directors have pleasure in submitting their annual report, together with the audited financial statements for the year ended 30 June 2005.

Activities

The principal activity of the company is acting as an investment holding company. The directors foresee no changes in the company's activities.

In June 2005, the company sold its holding in Bebeep Funding Limited for net proceeds of £1. This disposal generated a profit before tax of £nil.

Financial

The results for the year ended 30 June 2005 are shown on page 6.

The directors do not recommend the payment of a dividend (2004 - £nil).

The profit for the year transferred to reserves is £47,497,000 (2004 - £6,625,000).

Directors

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

S M Bunn	
C D Coase	(appointed 7 April 2005)
M J Lester	
R Rajagopal	(resigned 7 April 2005)

Directors' emoluments

None of the directors received any remuneration during the year in respect of their services as directors of the company (2004 - £nil).

Directors' interests

No directors had any interest, beneficial or non-beneficial, in the share capital of the company or had a material interest during the year in any significant contract with the company or any subsidiary.

The directors who held office at the end of the financial year had the following beneficial interests in the ordinary shares of 28 ¹⁰¹/₁₀₈ p each in the ultimate parent company, Diageo plc:

Anyslam Limited

Year ended 30 June 2005

Directors' report (continued)

Directors' interests (continued)

(i) Ordinary shares and conditional rights to ordinary shares

	Ordinary shares		Conditional rights to ordinary shares				
	At beginning of year (or date of appointment)	At end of year	At beginning of year (or date of appointment)	Granted in year	Vested in year	Lapsed in year	At end of year
S M Bunn	1,088	128	-	-	-	-	-
C D Coase	14,207	14,207	-	-	-	-	-
M J Lester	20,658	26,306	34,311	-	(3,521)	-	30,790

Certain directors are granted conditional rights to receive ordinary shares or, exceptionally, a cash sum under certain long term incentive plans. Any conditional rights are shown in the table as ordinary share equivalents. The conditional rights to ordinary shares are subject to share performance criteria of Diageo plc ordinary shares. The numbers disclosed in the above table represent the maximum number of conditional rights. Full details of the performance criteria are disclosed in the annual report of the ultimate holding company, Diageo plc.

(ii) Options

	Options over ordinary shares				
	At beginning of year (or date of appointment)	Granted in year	Exercised in year	Lapsed in year	At end of year
S M Bunn	46,319	15,434	(9,316)	-	52,437
C D Coase	141,269	-	-	-	141,269
M J Lester	150,846	23,758	(61,037)	-	113,567

The directors held the above options under Diageo plc share option schemes at prices between 460p and 863p per ordinary share exercisable between 2005 and 2014. Certain options granted in the Republic of Ireland were granted at a price of Euro 7.37 per ordinary share. The options are granted at market value on the date the option is granted and the option price is payable when the option is exercised.

The mid-market share price of Diageo plc shares fluctuated between 658p and 824p during the year. The mid-market share price on 30 June 2005 was 823p.

At 30 June 2005 all the directors had an interest in 21,465,587 shares and 8,233,337 shares subject to call options held by trusts to satisfy grants made under Diageo incentive plans and savings related share option schemes.

Anyslam Limited

Year ended 30 June 2005

Directors' report (continued)

Auditor

The company has taken advantage of Section 386(1) of the Companies Act 1985, as amended, to dispense with the obligation to appoint an auditor annually. The auditor, KPMG Audit Plc, is willing to continue in office and will be deemed to be reappointed on the expiry of its term in office in respect of the year ended 30 June 2005.

By order of the board



J Nicholls
Secretary
8 Henrietta Place
London, W1G 0NB
16 December 2005

Anyslam Limited

Year ended 30 June 2005

Statement of directors' responsibilities in relation to the financial statements

The following statement, which should be read in conjunction with the independent auditor's report set out on page 5, is made with a view to distinguishing for shareholders the respective responsibilities of the directors and of the auditor in relation to the financial statements.

The directors are required by the Companies Act 1985 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss for the financial year.

The directors, in preparing these financial statements, consider that the company has used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, that all applicable accounting standards have been followed and that it is appropriate to prepare the financial statements on a going concern basis.

The directors have responsibility for ensuring that the company keeps accounting records which disclose with reasonable accuracy the financial position of the company and which enable them to ensure that the financial statements comply with the Companies Act 1985.

The directors have general responsibility for taking such steps that are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Independent auditor's report to the members of Anyslam Limited

We have audited the financial statements on pages 6 to 13.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 4, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities as independent auditor, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

Basis of audit opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 2005 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc

KPMG Audit Plc

Chartered Accountants

Registered Auditor

London, 16 December 2005

Anyslam Limited

Year ended 30 June 2005

Profit and loss account

	<i>Notes</i>	Year ended 30 June 2005 £000	Year ended 30 June 2004 £000
Foreign exchange (loss)/gain		(70)	2
Net interest receivable	3	47,567	6,623
		<hr/>	<hr/>
Profit on ordinary activities before taxation		47,497	6,625
Taxation on profit on ordinary activities	4	-	-
		<hr/>	<hr/>
Profit on ordinary activities after taxation		47,497	6,625
Dividends		-	-
		<hr/>	<hr/>
Amounts transferred to reserves	10	47,497	6,625
		<hr/>	<hr/>

There are no recognised gains and losses other than the result for the year and consequently a statement of total recognised gains and losses has not been presented as part of the financial statements.

There is no difference between the results for the years shown in the profit and loss account and the results for the relevant years restated on an historical cost basis.

All results arise from continuing operations.

Anyslam Limited


Year ended 30 June 2005

Balance sheet

	Notes	30 June 2005		30 June 2004	
		£000	£000	£000	£000
Fixed assets					
Investments	5		279,664		278,126
Current assets					
Debtors: due within one year	6	5,898,556		3,707,549	
Cash at bank and in hand	7	-		920	
		<u>5,898,556</u>		<u>3,708,469</u>	
Creditors: due within one year	8	(5,368,717)		(3,224,497)	
Net current assets			529,839		483,972
Debtors: due after one year	6		5,587		5,495
Total assets less current liabilities			<u>815,090</u>		<u>767,593</u>
Net assets			<u>815,090</u>		<u>767,593</u>
Capital and reserves					
Called up share capital	9		-		-
Share premium account	10	712,104		712,104	
Profit and loss account	10	102,986		55,489	
		<u></u>		<u></u>	
Reserves attributable to equity shareholders			815,090		767,593
Equity shareholders' funds	11		<u>815,090</u>		<u>767,593</u>

These financial statements on pages 6 to 13 were approved by the board of directors on 16 December 2005 and were signed on its behalf by:

C D Coase
Director



Anyslam Limited

Year ended 30 June 2005

Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with applicable UK accounting standards.

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. Consequently the company has taken advantage of the exemption from preparing a cash flow statement under the terms of Financial Reporting Standard No 1 (Revised 1996).

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.

The company is exempt from the requirement to prepare group accounts under section 228 of the Companies Act 1985 as its results are included in the published consolidated financial statements of Diageo plc.

Fixed asset investments

Income from fixed asset investments is credited to the profit and loss account when it is declared by the paying company. Investments are stated individually at cost less, where appropriate, provision for impairment in value where such impairment is expected by the directors to be permanent.

Foreign currencies

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction or, if hedged forward, at the rate of exchange under the related foreign currency contract. Assets and liabilities in foreign currencies are translated into sterling at the financial year end exchange rates or, if hedged forward, at the rate of exchange under the related foreign currency contract.

All exchange gains and losses are taken to the profit and loss account.

Anyslam Limited

Year ended 30 June 2005

Notes to the financial statements

1. Operating costs

The auditor's remuneration was paid on behalf of the company by a fellow group undertaking. There were no fees payable to the auditor in respect of non-audit services (2004 - £nil).

2. Directors and employees

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 (2004 - £nil).

Details of the directors' share interests and any share options exercised during the year are included within the directors' report on pages 1 and 2.

3. Net interest receivable

	Year ended 30 June 2005 £000	Year ended 30 June 2004 £000
Interest receivable on loans to fellow group undertakings	51,790	9,577
Other interest receivable	-	6
	<hr/>	<hr/>
	51,790	9,583
Less:		
Interest payable on loans from fellow group undertakings	(4,216)	(2,960)
Other interest payable	(7)	-
	<hr/>	<hr/>
	47,567	6,623
	<hr/>	<hr/>

Anyslam Limited

Year ended 30 June 2005

Notes to the financial statements (continued)

4. Taxation

	Year ended 30 June 2005 £000	Year ended 30 June 2004 £000
Profit on ordinary activities before taxation	47,497	6,625
Taxation on profit on ordinary activities at UK corporation tax rate of 30% (2004 - 30%)	(14,249)	(1,988)
Group relief received for nil consideration	14,249	1,988
Current ordinary tax charge for the year	-	-

5. Fixed assets - investments

	2005 £000	2004 £000
Cost and net book value:		
Balance brought forward	278,126	287,580
Exchange adjustments	1,538	(9,454)
Balance carried forward	279,664	278,126

The subsidiary undertakings and the percentage of equity owned are as follows:

	Class and percentage of shares held
Direct holdings:	
Anyslam Holdings Limited	100% Ordinary
Diageo Funding Company No. 3 Limited	100% Ordinary

All subsidiary undertakings are incorporated in the United Kingdom. The principal activity of each of the above subsidiary undertakings is to act as an investment company.

The investments in subsidiary undertakings 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.

In June 2005, the company sold its holding in Bebeep Funding Limited for net proceeds of £1. This disposal generated a profit before tax of £nil.

Anyslam Limited

Year ended 30 June 2005

Notes to the financial statements (continued)

6. Debtors

	30 June 2005		30 June 2004	
	Due within one year £000	Due after one year £000	Due within one year £000	Due after one year £000
Amounts owed by fellow group undertakings	5,898,556	5,587	3,707,549	5,495

Amounts owed by fellow group undertakings represent transactions with companies in the Diageo group with which the company has a long term financing relationship. These financing relationships are expected to continue for the foreseeable future. For the purposes of financial statement classification, amounts owed by group undertakings that do not have a specified repayment date are regarded as short term and consequently are considered to have a fair value which is not materially different to the book value.

These amounts owed include £5,587,000 which bears interest at 6.86%, £1,598,556,000 which bears interest at floating rates and £4,300,000,000 which is non-interest bearing.

7. Cash

The company has entered into a joint and several guarantee with certain other Diageo plc UK group undertakings such that any balance on the company's bank accounts within the cashpool may be offset against the bank balances or overdrafts of those companies included in the cashpool.

8. Creditors: due within one year

	30 June 2005 £000	30 June 2004 £000
Overdrafts	963	-
Amounts owed to fellow group undertakings	5,367,754	3,224,497
	<u>5,368,717</u>	<u>3,224,497</u>

The overdrafts at 30 June 2005 are held in US Dollars, are short-term in nature, and have a floating rate interest basis.

Amounts owed to fellow group undertakings represent transactions with companies in the Diageo group with which the company has a long term financing relationship. These financing relationships are expected to continue for the foreseeable future. For the purposes of financial statement classification, amounts owed to group undertakings that do not have a specified repayment date are regarded as short term and consequently are considered to have a fair value which is not materially different to the book value. These amounts owed include £98,883,000 which bears interest at 4.51626%, £17,916,000 which bears interest at floating rates and £5,250,955,000 which is non-interest bearing.

Anyslam Limited

Year ended 30 June 2005

Notes to the financial statements (continued)

9. Share capital

	30 June 2005 £	30 June 2004 £
<i>Authorised:</i>		
Equity - 1,000 ordinary shares of £1 each	1,000	1,000
	<hr/>	<hr/>
<i>Allotted, called up and fully paid:</i>		
Equity - 112 ordinary shares of £1 each	112	112
	<hr/>	<hr/>

10. Reserves

	Share premium £000	Profit and loss account £000	Total £000
At 30 June 2004	712,104	55,489	767,593
Retained profit for year	-	47,497	47,497
	<hr/>	<hr/>	<hr/>
At 30 June 2005	712,104	102,986	815,090
	<hr/>	<hr/>	<hr/>

11. Reconciliation of movement in shareholders' funds

	30 June 2005 £000	30 June 2004 £000
Profit on ordinary activities after taxation	47,497	6,625
	<hr/>	<hr/>
Net addition to shareholders' funds	47,497	6,625
Shareholders' funds at beginning of year	767,593	760,968
	<hr/>	<hr/>
Shareholders' funds at end of year	815,090	767,593
	<hr/>	<hr/>

Anyslam Limited

Year ended 30 June 2005

Notes to the financial statements (continued)

12. 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 8 Henrietta Place, London W1G 0NB.