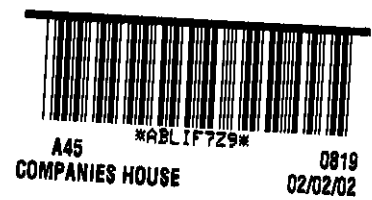


JAMES BUCHANAN & COMPANY LIMITED

FINANCIAL STATEMENTS

30 JUNE 2001

Registered Company No. 149234



PROFIT AND LOSS ACCOUNT

		Year ended 30 June 2001 £000	Year ended 30 June 2000 £000
	Note		
Gain on disposal of trademarks	3	<u>-</u>	<u>207</u>
Profit on ordinary activities before and after taxation		<u>-</u>	<u>207</u>

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

For the year ended 30 June 2000, there is no difference between the profit for the year and the historical profit for the year and consequently no note of historical cost profits has been presented as part of the financial statements.

The notes on pages 3 and 4 form part of these financial statements.

BALANCE SHEET

	Notes	30 June 2001 £000	30 June 2000 £000
CURRENT ASSET			
DEBTOR			
Amount owed by Guinness United Distillers & Vintners Scotland Limited (formerly United Distillers & Vintners (ER) Limited)		<u>212</u>	<u>212</u>
CAPITAL AND RESERVES			
Share capital	4	5	5
Profit and loss account	5	<u>207</u>	<u>207</u>
		<u>212</u>	<u>212</u>

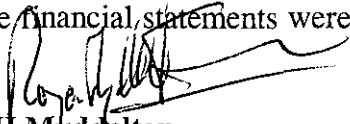
The notes on pages 3 and 4 form part of these financial statements.

The company did not trade during the 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 2001
- 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 (2) 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 28 December 2001.


R H Myddelton
Director

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 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 or investees of the Diageo plc group.

Under Financial Reporting Standard No 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

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 consolidated accounts of Diageo plc.

2. Auditors' remuneration

Auditors' remuneration was paid on behalf of the company by a group undertaking.

3. Disposal of trademarks

During the year ended 30 June 2000 the company sold trademarks for a consideration of £207,000. No tax liability arose on the disposal as the trademarks were purchased by a fellow UK group subsidiary company.

4. Share capital

	30 June 2001 £000	30 June 2000 £000
Authorised:		
300,050 ordinary shares of £100 each	<u>30,005</u>	<u>30,005</u>
Allotted, called up and fully paid:		
50 ordinary shares of £100 each	<u>5</u>	<u>5</u>

Ordinary shares are entitled to one vote each.

NOTES TO THE FINANCIAL STATEMENTS (continued)

5. Profit and loss account

	30 June	30 June
	2001	2000
	£000	£000
At beginning of the year	207	-
Retained profit for the year	-	207
At end of the year	<u>207</u>	<u>207</u>

6. Movements in shareholders' funds

	30 June	30 June
	2001	2000
	£000	£000
Profit for the year	-	207
Shareholders' funds at beginning of the year	<u>212</u>	<u>5</u>
Shareholders' funds at end of the year	<u>212</u>	<u>212</u>

7. Immediate and ultimate parent undertaking

The company is a wholly owned subsidiary of Guinness United Distillers & Vintners Scotland Limited (formerly United Distillers & Vintners (ER) 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 8 Henrietta Place, London W1G 0NB.