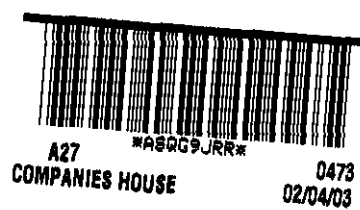


KORK-N-SEAL LIMITED

FINANCIAL STATEMENTS

30 June 2002

Registered Number: 192723



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.

BALANCE SHEET

	Notes	30 June 2002 £000	30 June 2001 £000
Fixed assets			
Tangible assets	3	350	350
Current assets			
Debtors – due within one year	4	1,492	1,492
Current Liabilities			
Creditors – due within one year	5	(8,574)	(8,574)
		<hr/>	<hr/>
		(6,732)	(6,732)
		<hr/>	<hr/>
Capital and reserves			
Called up share capital	6	158	158
Profit and loss account	7	(6,890)	(6,890)
		<hr/>	<hr/>
		(6,732)	(6,732)
		<hr/>	<hr/>

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:

- 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 2002,
- 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,

BALANCE SHEET (continued)

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 **25** March 2003 and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'R H Myddelton', with a long horizontal flourish extending to the right.

R H Myddelton
Director

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

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

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 liability at the balance sheet date is due to group undertakings.

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 (2001 - £nil).

3. Fixed tangible assets – freehold land and buildings

A professional valuation of the land and buildings was carried out in 1993 by Weatherall Green & Smith which valued the property at the amount stated in the financial statements.

The historical cost for freehold land and buildings at 30 June 2002 was £1,278,000.

	£000
Net book value:	
As at 30 June 2002 and 2001	350
	<hr/>

4. Debtors – due within one year

	2002	2001
	£000	£000
Amounts owed by group undertakings	1,492	1,492
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS (continued)

5. Creditors – due within one year

	2002	2001
	£000	£000
Amounts owed to group undertaking	(8,566)	(8,566)
Accruals and deferred income	(8)	(8)
	<hr/>	<hr/>
	(8,574)	(8,574)
	<hr/>	<hr/>

6. Share capital

	2002	2001
	£000	£000
Authorised		
Equity – 1,000,000 Ordinary shares of 25p each	250	250
	<hr/>	<hr/>
Allotted, called up and fully paid		
Equity – 632,232 Ordinary shares of 25p each	158	158
	<hr/>	<hr/>

7. Reserves

	Profit and loss account £000
At 1 July 2001 and 30 June 2002	(6,890)
	<hr/>

8. Immediate and ultimate parent undertaking

The immediate parent undertaking of the company is United Glass Holdings Limited, a company incorporated and registered in England.

The ultimate parent undertaking of the company is Diageo plc, a company incorporated and registered in England. The consolidated financial statements of Diageo plc for the year ended 30 June 2002, can be obtained from the Registered Office at 8 Henrietta Place, London W1G 0NB.