



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2022 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 976 795 849
Organisasjonsform: Aksjeselskap
Foretaksnavn: DIAGEO NORWAY AS
Forretningsadresse: Apotekergata 10B
0180 OSLO

Regnskapsår

Årsregnskapets periode: 01.07.2021 - 30.06.2022

Konsern

Morselskap i konsern: Nei

Regnskapsregler

Regler for små foretak benyttet: Nei
Benyttet ved utarbeidelsen av årsregnskapet til selskapet: Regnskapslovens alminnelige regler

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Gábor Zeisler
Dato for fastsettelse av årsregnskapet: 22.11.2022

Grunnlag for avgivelse

År 2022: Årsregnskapet er elektronisk innlevert
År 2021: Tall er hentet fra elektronisk innlevert årsregnskap fra 2022

Det er ikke krav til at årsregnskapet m.v. som sendes til Regnskapsregisteret er undertegnet. Kontrollen på at dette er utført ligger hos revisor/enhetens øverste organ. Sikkerheten ivaretas ved at innsender har rolle/rettighet for innsending av årsregnskapet via Altinn, og ved at det bekreftes at årsregnskapet er fastsatt av kompetent organ.

Brønnøysundregistrene, 24.03.2024



Resultatregnskap

Beløp i: NOK	Note	2022	2021
RESULTATREGNSKAP			
Inntekter			
Sales revenue	2	801 979 000	812 338 000
Duty on alcoholic beverages		-605 032 000	-603 398 000
Sum inntekter		196 947 000	208 940 000
Kostnader			
Cost of goods sold	3	144 510 000	143 637 000
Payroll and related costs	4	5 500 000	7 670 000
Depreciation and amortization of fixed and intangible assets	5	0	0
Other operating expenses	6	37 870 000	48 657 000
Sum kostnader		187 880 000	199 964 000
Driftsresultat		9 067 000	8 976 000
Finansinntekter og finanskostnader			
Renteinntekt fra foretak i samme konsern		540 000	332 000
Other financial income		138 000	360 000
Sum finansinntekter		678 000	692 000
Rentekostnad til foretak i samme konsern		60 000	35 000
Other financial expenses		47 000	26 000
Sum finanskostnader		107 000	61 000
Netto finans		571 000	631 000
Ordinært resultat før skattekostnad		9 638 000	9 607 000
Income tax	6	2 158 000	2 136 000
Ordinært resultat etter skattekostnad		7 480 000	7 471 000
Årsresultat		7 480 000	7 471 000
Overføringer og disponeringer			
Ordinært utbytte	7	7 916 000	10 013 000
Transferred to/(from) equity	7	-436 000	-2 542 000
Sum overføringer og disponeringer		7 480 000	7 471 000



Resultatregnskap

Beløp i: NOK	Note	2022	2021
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Balanse

Beløp i: NOK	Note	2022	2021
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	6	405 000	326 000
Pension Asset	8	41 000	0
Sum immaterielle eiendeler		446 000	326 000
Varige driftsmidler			
Fixture and fittings	5	0	0
Sum varige driftsmidler		0	0
Sum anleggsmidler		446 000	326 000
Omløpsmidler			
Varer			
Inventories	9	21 360 000	23 054 000
Sum varer		21 360 000	23 054 000
Fordringer			
Accounts receivables	10	92 701 000	85 521 000
Other receivables		427 000	322 000
Konsernfordringer	3, 11	29 785 000	48 040 000
Sum fordringer		122 913 000	133 883 000
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	12	55 000	188 000
Sum bankinnskudd, kontanter og lignende		55 000	188 000
Sum omløpsmidler		144 328 000	157 125 000
SUM EIENDELER		144 774 000	157 451 000

BALANSE - EGENKAPITAL OG GJELD

Egenkapital



Balanse

Beløp i: NOK	Note	2022	2021
Innskutt egenkapital			
Share capital	7	1 000 000	1 000 000
Overkurs	7	21 376 000	21 376 000
Annen innskutt egenkapital	7	0	0
Sum innskutt egenkapital		22 376 000	22 376 000
Sum egenkapital		22 376 000	22 376 000
Gjeld			
Langsiktig gjeld			
Pensjonsforpliktelser	8	0	659 000
Sum avsetninger for forpliktelser		0	659 000
Annen langsiktig gjeld			
Sum langsiktig gjeld		0	659 000
Kortsiktig gjeld			
Leverandørgjeld		4 205 000	5 314 000
Current income taxes payable	6	2 361 000	2 225 000
Other taxes and withholdings		88 768 000	95 152 000
Utbytte	7	7 916 000	10 013 000
Kortsiktig konserngjeld	3, 11	8 278 000	10 830 000
Other current liabilities	13	10 870 000	10 882 000
Sum kortsiktig gjeld		122 398 000	134 416 000
Sum gjeld		122 398 000	135 075 000
SUM EGENKAPITAL OG GJELD		144 774 000	157 451 000



Brønnøysundregistrene

ÅRSREGNSKAP FOR REGNSKAPSÅRET 2022 - GENERELL INFORMASJON

Journalnummer: 2022 946932

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Brønnøysundregistrene, 15.12.2022



Organisasjonsnr: 976 795 849
DIAGEO NORWAY AS

RESULTATREGNSKAP

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Organisasjonsnr: 976 795 849
DIAGEO NORWAY AS

BALANSE

Beløp i: NOK	Note	2022	2021
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BALANSE - EIENDELER

Anleggsmidler

Immaterielle eiendeler

Utsatt skattefordel	6	405 000	326 000
Pension Asset	8	41 000	0
Sum immaterielle eiendeler		446 000	326 000

Varige driftsmidler

Fixture and fittings	5	0	0
Sum varige driftsmidler		0	0

Sum anleggsmidler		446 000	326 000
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Omløpsmidler

Varer

Inventories	9	21 360 000	23 054 000
Sum varer		21 360 000	23 054 000

Fordringer

Accounts receivables	10	92 701 000	85 521 000
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BALANSE - EGENKAPITAL OG GJELD

Egenkapital

Innskutt egenkapital

Share capital	7	1 000 000	1 000 000
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Annen innskutt egenkapital	7	0	0
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Gjeld

Langsiktig gjeld



Pensjonsforpliktelser	8	0	659 000
Sum avsetninger for forpliktelser		0	659 000
Annen langsiktig gjeld			
Sum langsiktig gjeld		0	659 000
Kortsiktig gjeld			
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Organisasjonsnr: 976 795 849
DIAGEO NORWAY AS

NOTEOPPLYSNINGER - SELSKAP - alle poster oppgitt i hele tall

Note
1

Regnskapsprinsipper

Note
4

Antall årsverk i regnskapsåret
6.00

Sum Beløp

Balanseført verdi 31.12. Varige driftsmidler Immaterielle eiend.

Konsernregnskap

Morselskapet sitt navn

Forretningskontor for morselskapet

Begrunnelse for at datterselskap er utelatt fra konsolideringen

Samlet beløp - tilknyttet selskap Årets Fjorårets

Samlet beløp - foretak i samme konsern Årets Fjorårets

Samlet beløp - foretak i samme konsern Årets Fjorårets

Samlet beløp - felles kontrollert virksomhet Årets Fjorårets

Pantstillelse Beløp



Beholdning av egne aksjer Antall Pålydende Andel av aksjek.



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Diageo Norway AS Directors' report 2021/2022

Group relation

The ultimate parent company (holding company), Diageo plc, has annual sales that exceed 100 billion NOK. Diageo plc operates within the areas of production, distribution and sales of spirits and wine while Diageo Norway AS is the Norwegian sales company. Smirnoff, Baileys, Gordon's, Bell's and Johnnie Walker are some of the brands in Diageo's portfolio. Moreover, the corporation activities consist of the production and sale of beer (Guinness).

Business operations

The company has considerable activity both within purchasing, sales and distribution of their own wine and spirits brands in Norway. The head office for Norway is located in Oslo.

Statement on the assumption for continued activity

In accordance with section 3-3 of the Norwegian Accounting Act, we confirm that the annual accounts have been prepared on a going concern basis. The company is profitable and have a solid liquidity and the board has no indicates that any events should change that fact for the next 12 months.

Working environment

At the year end, the company had 6 people who were fully employed. While the working environment is considered to be good, efforts are continuously being made to improve it.

No work-related incidents leading to significant personal injury or damage to property were reported during the year.

The total number of sick days for the fiscal year was 0.

Gender Equality

Celebrating our inclusive and diverse culture is core to Diageo's purpose of "celebrating life every day everywhere

We know that for our business to thrive and for Diageo to realise its ambition, we depend on having diverse talent with a range of backgrounds, skills and capabilities. We view diversity as one of the key enablers that helps our business to grow. Our values, purpose and standards set the conditions for us to respect the unique contribution each person brings. Authentic relationships are at the heart of how we operate together.

Currently in Norway, the board consists of 2 male and 3 female members. There are 2 female and 4 male employees working in the company at year end. Both the board as well as the management is conscious regarding the social expectations in the matter of promoting gender equality in the enterprise as well as in the board. Through Diageo's global commitment to inclusivity and dedicated recruitment practices, we aim to have the most inclusive working environment possible.

Directors and Officers Liability Insurance

The insurance by Marsh and McLennan extends for:

- Any natural person who was, is, or during the policy period becomes a director or officer (including employees) ("D&Os") of Diageo Plc and of any subsidiary anywhere in the world.
- Diageo Plc and its subsidiary companies ("Diageo").



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The insurer will pay the amount which an insured is legally or personally liable to pay including any defense costs, statutory awards, awards of damages (including punitive and exemplary, aggravated and/or multiplied damages where insurable by law), awards of costs or settlements resulting, pre/post-judgment interest on a covered judgment or award from a claim against a D&O. Investigation costs and pre-investigation costs are covered where a D&O is being investigated in either his/her official capacity or in relation to the affairs of Diageo Plc. Civil fines and penalties are covered where insurable by law.

External Environment

Pollution of the environment as a result of Diageo Norway AS's operations is very limited. Nevertheless, we emphasize measures for sorting and recycling waste and packaging.

Responsibly managing our environmental impact continues to be a high priority for us and we are committed to protecting and sustaining our natural resources and making a positive contribution to the communities in which we live and work. We operate programs which focus on carbon reduction, water stewardship, zero waste to landfill, and reducing our packaging requirements. Creating a positive role for alcohol in society also continues to be a priority area for Diageo and is delivered through global programs such as Drink IQ and Drink Positive. Detailed information on the steps taken can be obtained from the consolidated financial statement of the Diageo Group.

Diageo Norway AS has been a member of Materialretur AS since 1 July 1997.

Research and Development

There are no research and development activities commenced by Diageo Norway AS.

Performance

The total market sales in the Nordics declined in 2021/22, Diageo Norway's sales volume decreased from Monopolies by 9% compared to last year due to the reversed Covid impact as the home consumption reduced, restaurants and bars reopened. We have seen a strong come back of on-trade channel where the volume growth was 170%. This two offsetting impacts increased volume by 1% in 2021/2022. Furthermore the whole Nordics market experienced products (glass, cartons) availability issues, increasing cost prices and inflation causing a decrease of 6% in Diageo Norway's operating revenue compared to last year.

As a result of good cost controlling measures the company was able to decrease its A&P and overheads expenses and delivered a strong set of results increasing operating profit by 1% compared to prior year.

The Company's ambition is to protect its market share and improve its profitability in 2022/23 through innovation which is a key growth driver for the coming years.

The Company is committed to promote responsible drinking and balanced lifestyle therefore non-alcoholic beverages Gordon's 0.0 / Tanqueray 0.0 / Seedlip will play an important role in its future successes.

Financial statements

With respect to the allocation and the price adjustment for the products that are part of the company's business operations, the board is not aware of any matters that can have significance or relevance when evaluating the company, beyond what appears in the financial statement. The board's understanding is that the presented income statement and the balance sheet with notes gives a justified overview over the development in the company's business operations, its position in the accounting period and position as of 30th of June, 2022.

Financial Risk

The business operations have limited financial risk. All of the substantial purchase of goods for resale happens within the corporation. Through a third party agreement, Diageo Norway AS has secured itself



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against credit risk towards customers. The company's liquidity is good and through the corporation they have a good security against risk associated with liquidity. Diageo Norway AS both procures and sells goods in local currency (in NOK) and does accordingly not bear any significant foreign exchange risk.

However, the market started to recover from the Covid-19 impact and the on-trade channel is delivering strong results again, the Company and the whole market experience same challenges: high inflation, increasing raw material prices and shortages like in 2021/2022. Near-term volatility is expected to remain in 2022/23.

Post balance sheet events

No significant events that would be relevant when evaluating the company are known to have taken place after the end of the fiscal year, which are not captured in the financial statements with belonging notes.

Financial position

The company's assets consist mainly of receivables, intercompany receivables and inventory. Total assets at year-end amount to 144,774 TNOK.

The short-term debt equals to 122,398 TNOK.

The operating profit for the financial year is 9,067 TNOK. In comparison the operating results for the previous financial year were 8,976 TNOK.

Net cash flow from operating activities for the fiscal year is 9,879 TNOK, whereas the net cash flow from financing activities amounts to (10,013) TNOK.

The company's future development statement

In the past years, turnover at Vinmonopolet remained consistent however since 2021/2022 we have seen a downward trend related to sales volume from this channel due to the reduction in home consumption and shopping via Global Travel.

From consumers perspective, their experience of and continued engagement with beverage alcohol was able to mitigate the pandemic impact, high inflation and increasing raw material prices allowing the industry to maintain a relatively resilient performance in the past. As the result of removing the restrictions after the pandemic the on-trade business is a key focus area again supported by strong and interesting offerings and clear strategy is in place to ensure the competitiveness of the Company. The launch of innovations and Reserve brands are expected to be the most important drivers for increased turnover for Diageo Norway AS going forward.

Profit Distribution

The profit for the year is 7,480 TNOK. The following application of profit is suggested:

Accrued dividend distribution	7,916 TNOK
Transferred to retained earnings	(436) TNOK
Sum	7,480 TNOK

The proposed dividend is considered adequate with respect to adequate equity and liquidity.

Oslo, 22 November 2022

Irene van-Leeuwen

Irene van-Leeuwen
Chairman of the board

Manijeh Sophia Torabbeigi

Manijeh Sophia Torabbeigi
Managing director



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Csilla Sándor-Loós

Csilla Sándor-Loós
Board member

Zeisler Gábor

Gábor Zeisler
Board member

Robert-Jan Werkhoven

Robertus Cornelis Abraham Werkhoven
Board member

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Financial Statement

Diageo Norway AS

2021/2022



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Diageo Norway AS Profit and loss statement

	2021/2022 NOK '000	2020/2021 NOK '000	
OPERATING REVENUE AND OPERATING EXPENSES			
NOTE			
2	Sales revenue	801,979	812,338
	Duty on alcoholic beverages	(605,032)	(603,398)
	Total operating revenue	196,947	208,940
3	Costs of goods sold	(144,510)	(143,637)
4	Payroll and related costs	(5,500)	(7,670)
5	Depreciation and amortization of fixed and intangible assets	0	0
4	Other operating expenses	(37,870)	(48,657)
	Total operating expenses	(187,880)	(199,964)
	Operating profit/(loss)	9,067	8,976
FINANCIAL INCOME AND FINANCIAL EXPENSES			
	Interest received from group companies	540	332
	Interest paid to group companies	(60)	(35)
	Other financial expenses	(47)	(26)
	Other financial income	138	360
	Financial items, net	571	631
	Profit/(loss) before taxation	9,638	9,607
6	Income tax	(2,158)	(2,136)
	PROFIT/(LOSS) FOR THE FINANCIAL YEAR	7,480	7,471
ALLOCATION OF NET PROFIT/(LOSS) AND EQUITY TRANSFERS			
7	Transferred to/(from) equity	(436)	(2,542)
7	Proposed dividend	7,916	10,013
	Total allocations and equity transfers	7,480	7,471



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Diageo Norway AS Balance sheet at 30 June

NOTE	ASSETS	30/06/2022 NOK '000	30/06/2021 NOK '000
	Non-current assets		
	Intangible assets		
6	Deferred tax assets	405	326
8	Pension asset	41	0
	Total intangible assets	446	326
	Tangible fixed assets		
5	Fixtures and fittings	0	0
	Total tangible fixed assets	0	0
	Total non-current assets	446	326
	Current assets		
9	Inventories	21,360	23,054
	Receivables		
10	Accounts receivable	92,701	85,521
3, 11	Intragroup receivables	29,785	48,040
	Other receivables	427	322
	Total receivables	122,913	133,883
12	Cash and cash equivalents	55	188
	Total current assets	144,328	157,125
	TOTAL ASSETS	144,774	157,451



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Diageo Norway AS
Balance sheet at 30 June

		30/06/2022	30/06/2021
		NOK '000	NOK '000
NOTE	SHAREHOLDERS EQUITY AND LIABILITIES		
	Shareholders equity		
	Paid-in capital		
7	Share capital	1,000	1,000
7	Share premium account	21,376	21,376
	Total paid-in capital	22,376	22,376
7	Other equity	0	0
	Total retained earnings	0	0
	Total shareholders equity	22,376	22,376
	Liabilities		
	Provisions for liabilities and charges		
8	Pension obligations	0	659
	Total provisions for liabilities and charges	0	659
	Current liabilities		
	Accounts payable	4,205	5,314
3, 11	Intragroup payable	8,278	10,830
7	Proposed dividend	7,916	10,013
6	Current income taxes payable	2,361	2,225
	Other taxes and withholdings	88,768	95,152
13	Other current liabilities	10,870	10,882
	Total current liabilities	122,398	134,416
	Total liabilities	122,398	135,075
	TOTAL SHAREHOLDERS EQUITY AND LIABILITIES	144,774	157,451

Oslo, 22 November 2022

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Irene van Leeuwen
Chairman of the board

Zeisler Gábor

Gábor Zeisler
Board member

Manijeh Sophia Torabbeigi

Manijeh Sophia Torabbeigi
Managing director/Board member

Csilla Sándor-Loós

Csilla Sándor-Loós
Board member

Robert-Jan Werkhoven

Robertus Cornelis Abraham Werkhoven
Board member



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Diageo Norway AS Cash Flow statement

	2021/2022	2020/2021
Note	NOK '000	NOK '000
CASH FLOW FROM OPERATIONS:		
Profit/(loss) before taxation	9,638	9,607
Taxes paid for the period	(2,225)	(3,263)
Depreciation and amortization	-	-
Disposal of fixed assets	-	-
Pension expenses without cash effect	(141)	352
Changes in Inventory, Trade receivables and Trade payables	14 9108	(14,542)
Changes in other assets and liabilities	(6501)	13,007
Net cash flow from operations	9,879	5,161
CASH FLOW FROM INVESTMENT ACTIVITIES:		
	0	0
CASH FLOW FROM FINANCING ACTIVITIES:		
Dividend payments	(10,013)	(5,150)
Net cash flow from financing activities	(10,013)	(5,150)
Net change in bank deposits, cash and equivalents	(134)	11
Bank deposits, cash and equivalents at 1 July	188	177
Bank deposits, cash and equivalents at 30 June	54	188



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Diageo Norway AS

Annual report 2021/2022

Notes to the accounts

Note 1 Accounting policies

The financial statements have been prepared in accordance with the Norwegian Accounting Act of 1998 and generally accepted accounting principles in Norway.

Valuation and classification of assets and liabilities

Assets intended for permanent ownership or use in the business are classified as non-current assets. Other assets are classified as current assets. Receivables due within one year are classified as current assets. The classification of current and non-current liabilities is based on the same criteria. Current assets are valued at the lower of historical cost and fair value. Other long-term liabilities, as well as short-term liabilities, are valued at nominal value.

Revenue

Revenue is recognised when it is earned, i.e. when both the risk and control have been mainly transferred to the customer. This will normally be the case when the goods are delivered to the customer. VAT, discounts and bonuses are deducted for in the revenue recognition.

Cost of sales and other expenses

Cost of sales and other expenses are recognised in the same period as the revenue to which they relate. In instances where there is no clear connection between the expense and revenue, the apportionment is estimated. Other exceptions to the matching criteria are disclosed where appropriate.

Intangible fixed assets

Fixed assets are carried at historical cost, but are written down to their recoverable amount if this is lower than the carrying amount and the decline is expected to be permanent. Fixed assets with a limited economic life are depreciated on a systematic basis in accordance with a reasonable depreciation schedule.

Inventories

Inventories are recognised at the lower of cost in accordance with the FIFO method and net realisable value.

Receivables

Receivables are recognised at nominal value.

Cash and cash equivalents

Cash and cash equivalents include cash, bank deposits and other monetary instruments with a maturity of less than three months at the date of purchase.

Income taxes

Tax expenses are matched with operating income before tax. Tax related to equity transactions is recognised directly in equity. Tax expense consists of current income tax expense and change in net deferred tax. Deferred tax liabilities and deferred tax assets are presented net in the balance sheet.

Leasing agreements

Fixed assets leased on conditions which mainly transfer economic risk and control to the company (financial leasing) are considered as fixed assets in the balance sheet. The accompanying leasing obligation is included under interest-bearing long-term liabilities and valued at present value of the leasing payments. The fixed asset is depreciated on a systematic



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basis, and the liability is reduced with the paid leasing amount less the calculated interest costs. Other hiring agreements are classified as operating leasing, and the leasing charge is charged as an expense.

Post-employment benefits

The company has pension plans that provide employees the right to future retirement benefits, called defined benefit scheme. The pension liabilities is calculated on a straight line basis on earnings, based on assumptions about contribution time, discount rate, future return on pension assets, future salary adjustment, pension and benefits from National insurance and actuarial assumptions regarding mortality, voluntary retirement, etc. The pension assets are valued market value. Net pension obligation consists of gross pension liabilities less the market value of pension assets. Net pension liability of the underfunded scheme is recognized as non-interest-bearing long-term debt. Any differences due to changes in assumptions are recognized in Equity. Net pension expenses adjusted of pension plans, are classified as ordinary operating expenses, and are presented along with salary and other benefits.

Foreign currency

Transactions in the profit and loss statement are translated into NOK at the exchange rate prevailing at the transaction date. All balance sheet items denominated in foreign currencies are translated into NOK at the exchange rate prevailing at the balance sheet date.

Exchange rate and translation differences

A foreign exchange difference is recognised where a foreign transaction is settled at an exchange rate that differs from the rate used when the transaction was initially recorded. These foreign exchange differences presented under other financial income and expense in the profit and loss.

Cash flow

Cash flow statement is prepared using the indirect method. Cash and cash equivalents includes cash, bank deposits and other short-term highly liquid investments which immediately and with low risk can be converted for cash, and with a maturity shorter than three months from the date of investment.

Note 2 Sales revenue

The main activity of the company is wholesale of alcoholic products in Norway.

The geographical analysis of sales revenue by destination is given below:

	<i>'000 NOK</i>	
	2021/2022	2020/2021
Norway	801,979	812,338

Note 3 Related parties information

The company is related to any company within the Diageo Group. The entity makes all of it's purchases from the group companies Copper Dog Whisky Limited, Diageo Brands B.V., Diageo North America Inc., Diageo Scotland Ltd., Ketel One Worldwide B.V., R&A Baileys & Co., Seedlip Ltd. Purchases of goods between the group companies are priced at market value.



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Other charges from group companies included in Other operating expenses and Other operating Income net amounted to NOK'000 16,514 in F22 (amount in F21 is NOK'000 18,041).

Interest received from group companies is NOK'000 540 (amount in F21 NOK'000 332). Interest paid to group companies amounted to NOK'000 60 (amount in F21 NOK'000 35). The company has paid NOK'000 10,013 dividend to its parent company during the year.

Diageo Norway AS has as of 30/06/2022 placed liquid assets amounted to NOK'000 25,585 in Diageo Finance (NOK'000 44,661 at 30/06/2021).

Otherwise, the company has outstanding accounts with the following companies within the Group:

Diageo Brands B.V., Copper Dog Whisky Limited, Diageo Scotland Limited, Diageo Great Britain Limited, Diageo North America Inc., Ketel One Worldwide B.V., Seedlip Ltd., Diageo Finance plc., Diageo Sweden AB

Note 4 Payroll costs, benefits, number of employees

	'000 NOK	
Payroll costs	2021/2022	2020/2021
Wages and salaries	4,230	5,742
Social security tax	912	942
Pension costs	330	735
Other benefits	28	251
Total	5,500	7,670

Average number of employees during the year: 6 7

	'000 NOK
Benefits	Board team Remuneration
Salary/Board fee	792
Pension expenses	63
Other remuneration	100

Auditor fees

Remuneration/fees to PWC is as follows:	'000 NOK
	2021/2022
Statutory audit	157
Other services	0
Total:	157

Note 5 Fixed assets

	'000 NOK	
Fixtures and fittings	2021/2022	30/06/2021
Cost at 01.07	1,630	2,120
Additions, purchased	0	0
Disposal of fixed assets	1,626	490



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Cost at 30.06	4	1,630
Accumulated depreciation at 01.07	1,630	2,120
Current year amortization charge	0	0
Disposal of fixed assets	1,626	490
Accumulated depreciation at 30.06	4	1,630
Balance at 30.06	0	0

Economic life	5 years
Amortization method	straight-line

Leasing

Operating Lease:

The company leases cars from Lease Plan Norge AS. Leasing expenses for 2021/2022 comes to 207,622 NOK (NOK 231,291 in 2020/2021). The average term of lease contracts is 4 years in case of the car lease.

The company has entered into a lease agreement for rental of business premises located in 10 Apotekergata in Oslo. The new office lease contract is valid from 01/11/2022 until 31/10/2023 before that it was renewed every 3 – or 6 months.

Rental costs amounted to 1,554,122 NOK in 2021/2022 (NOK 1,607,364 in 2020/2021).

As of 30/06/2022 the company has no finance lease.

Note 6 Income tax expense

	'000 NOK	
Specification of income tax expense:	2021/2022	2020/2021
Current income tax payable	2,361	2,225
Changes in deferred tax	(203)	(89)
Adjustment (previous year)	0	0
Tax on profit/(loss)	2,158	2,136
Tax payable is calculated as follow:	2021/2022	2020/2021
Profit before taxation	9,638	9,607
Permanent differences	171	100
Changes in temporary differences	362	(2,168)
OCI adjustment temporary differences	559	2,575
This year's tax basis	10,730	10,114
Nominal tax rate	22%	22%
This year's payable income tax expense	2,361	2,225
Taxes payable in the balance sheet appears as follows	2021/2022	2020/2021
Taxes payable relating to current year result:	2,361	2,225
Taxes payable relating to previous year result:	2,225	1,839
Adjustment (previous year)	0	0
Prepaid tax	(2,225)	(1,839)
Total tax payables:	2,361	2,225



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Reconciliation from nominal to real income tax rate:

	2021/2022	2020/2021
Profit before taxation	9,638	9,607
Estimated income tax according to nominal tax rate:	2,120	2,114
The tax effect of the following items:		
Tax rate change	0	0
Adjustment (previous year)	0	0
Other non-deductible expenses	161	589
Change of pension to equity	(123)	(567)
Income tax expense	2,158	2,136
Effective income tax rate	22,39%	22,23%

Specification of temporary differences and losses carried forward:

	2021/2022	2020/2021
Fixed assets	(100)	(137)
Inventories	(1,781)	(771)
Pensions	41	(659)
Receivables	0	90
Total temporary differences	(1,840)	(1,477)
Tax rate	22%	22%
Net deferred tax (benefit)/liability in the balance sheet	(405)	(326)

The deferred tax benefit is included in the balance sheet on the basis of future income.

Note 7 Equity and shareholder information

'000 NOK

Paid in equity	Share capital	Share premium	Other equity	Total equity
Equity at 1 July 2021	1,000	21,376	0	22,376
Profit/(loss) of the year			7,480	7,480
Proposed dividend			(7,916)	(7,916)
Remeasurement gain pension			559	559
Tax effect pension			(123)	(123)
Equity at 30 June 2022	1,000	21,376	0	22,376

The share capital consists of 10,000 shares at NOK 100. All shares are owned by Selviac Nederland B.V.

Note 8 Pension costs, assets and liabilities

Composition of total pensions and pension liabilities



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The pension plans are accounted in accordance with the preliminary Norwegian Accounting Standard. The company's pension scheme is covering a total of 6 persons. The scheme provides a defined future benefit plan. These benefits are mainly determined by number of contribution years, salary at retirement and the size of social security benefits. The obligations are organized through Storebrand Livsforsikring AS ("Storebrand Life Insurance").

	'000 NOK	
Pension costs	2021/2022	2020/2021
Present value of current year service cost	-	-
Interest cost on projected benefit obligations	-	-
Return on plan assets	-	-
Service costs	402	742
Other pension expenses (defined contribution plan etc.)	12	49
Net pension costs included social taxes	414	791

	2021/2022	2020/2021
Pensions obligations		
Accrued post-employment benefit obligations	3,524	7,149
Plan assets (market value)	(3,006)	(3,914)
Recognised net actuarial losses/(gains)	(559)	(2,576)
Net post-employment benefit obligations included social taxes	(41)	659

Financial assumptions	2021/2022	2020/2021
Discount rate	3.50%	2.00%
Expected return on pension plan assets	3.50%	2.00%
Expected increase in salaries	3.25%	2.25%
Expected increase in pensions	0.00%	0.00%
Expected increase in the base amount (G-amount)	3.00%	2.00%

Actuary assumptions for demographic factors and exit are based on widely used assumptions in assurance.

The company's pension plan meets the requirements of Norwegian legislation on occupational pensions ("lov om obligatorisk tjenestepensjon").

Note 9 Inventories

	'000 NOK	
	2021/2022	2020/2021
Finished goods	21,360	23,054
Finished goods at purchase cost	23,141	22,825
Provisions	(1,781)	(771)



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Diageo Norway AS

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Notes to the accounts

Total inventories	21,360	23,054
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Note 10 Accounts receivable

	2021/2022	'000 NOK 2020/2021
Trade debtors	92,701	85,521
Trade debtors at nominal value	92,701	85,521
Bad debt provision	0	0
Total accounts receivable	92,701	85,521

Note 11 Intragroup balance items

	30/06/2022	'000 NOK 30/06/2021
Intercompany Receivables	29,785	48,040
Total	29,785	48,040
Intercompany Payables	8,278	10,830
Total	8,278	10,830

Diageo Norway AS is part of the consolidated financial statement for the Diageo group. The group financial statement may be obtained from the parent company registered office located at:

Diageo Plc
16 Great Marlborough St
London, W1F 7HS
United Kingdom

Note 12 Bank deposits

	2021/2022	'000 NOK 2020/2021
Cash and bank balance	54	188

Cash and bank balance contains the restricted tax withholding account amount of '000 NOK 54 at 30/06/2022.

Note 13 Other current liabilities

'000 NOK



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Notes to the accounts

	2021/2022	2020/2021
A&P Accruals	1,505	2,538
Trade Accruals	5,365	1,780
Other Accruals	2,330	2,641
Other Creditors	1,670	3,923
Total current liabilities	10,870	10,882

Note 14 Combined items in the Cash flow statement

	2021/2022	'000 NOK 2020/2021
Change in inventories	1,694	(7,986)
Change in receivables	11,075	(6,517)
Change in payables	(3,661)	(39)
Total	9,108	(14,542)



To the General Meeting of Diageo Norway AS

Independent Auditor's Report

Opinion

We have audited the financial statements of Diageo Norway AS (the Company), which comprise the balance sheet as at 30 June 2022, the income statement and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion

- the financial statements comply with applicable statutory requirements, and
- the financial statements give a true and fair view of the financial position of the Company as at 30 June 2022, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company as required by laws and regulations and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Board of Directors and the Managing Director (management) are responsible for the information in the Board of Directors' report. The other information comprises information in the annual report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the information in the Board of Directors' report.

In connection with our audit of the financial statements, our responsibility is to read the Board of Directors' report. The purpose is to consider if there is material inconsistency between the Board of Directors' report and the financial statements or our knowledge obtained in the audit, or whether the Board of Directors' report otherwise appears to be materially misstated. We are required to report if there is a material misstatement in the Board of Directors' report. We have nothing to report in this regard.

PricewaterhouseCoopers AS, Gravane 26, Postboks 447, NO-4664 Kristiansand
T: 02316, org. no.: 987 009 713 MVA, www.pwc.no
Statsautoriserte revisorer, medlemmer av Den norske Revisorforening og autorisert regnskapsførerselskap



Independent Auditor's Report - Diageo Norway AS



Based on our knowledge obtained in the audit, it is our opinion that the Board of Directors' report

- is consistent with the financial statements and
- contains the information required by applicable legal requirements.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern. The financial statements use the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

Auditor's 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 auditor's 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 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to <https://revisorforeningen.no/revisjonsberetninger>

Other Matters

The company has failed to deposit employees' tax deductions in accordance with the Norwegian Tax Payment Act section 5-12. Depending on the circumstances, this can lead to liability for the Board of Directors/Managing Director/Corporate Assembly.

Kristiansand, 22 November 2022
PricewaterhouseCoopers AS

Gorm F. Nymark
State Authorised Public Accountant

(This document is signed electronically)

(2)



 Securely signed with Brevio

Revisjonsberetning

Signers:

Name	Method	Date
Nymark, Gorm Frode	BANKID_MOBILE	2022-11-22 18:42

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The seal is a guarantee for the authenticity
of the document.



Skatteetaten

Vår dato
12.07.2021

Din/Deres dato
16.06.2021

Saksbehandler
Lars Waalorp

800 80 000
Skatteetaten.no

Din/Deres referanse

Telefon
90833418

Org.nr
974761076

Vår referanse
2021/6053830

Postadresse
Postboks 9200 Grønland
0134 OSLO

U.off.

ERNST & YOUNG ADVOKATFIRMA AS
Postboks 1156 Sentrum
0107 OSLO

Att. Lars Helland

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk for Diageo Norway AS, org.nr. 976 795 849

Vi viser til deres brev av 16. juni 2021 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk for Diageo Norway AS.

Skattekontoret gir på bakgrunn av en konkret helhetsvurdering Diageo Norway AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen gjelder så lenge opplysningene som danner grunnlaget for vedtaket ikke endres vesentlig.

Kopi av dette brevet må sendes til Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Den regnskapspliktige må selv dokumentere ved dette brev at tillatelse er gitt.

Bakgrunn

Diageo Norway AS er eid av et utenlandsk selskap. Selskapet driver virksomhet innen import, handel og agentur med vin og brennevin. Store deler av arbeidsspråket i selskapet er på engelsk. Selskapet har utenlandske styremedlemmer.

Skattekontorets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal "årsregnskapet og årsberetningen [...] være på norsk. Departementet kan ved [...] enkeltvedtak bestemme at årsregnskapet og/eller årsberetningen kan være på et annet språk."

I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap mv., er det uttalt følgende om regnskapslovens formål, jf. pkt. 1.1:

"Regjeringen har som siktemål at regnskapsloven skal bidra til informative regnskaper for ulike grupper av regnskapsbrukere. Regnskapsbrukerne er dels investorer og kreditorer som tilfører kapital til foretakene, og dels andre grupper som har interesse av å vite hvordan foretaket drives, f.eks. de ansatte og lokalsamfunnet. Informasjonen til kapitalmarkedet skal gi grunnlag for riktig prising av finansielle objekter. Riktig prisdannelse på aksjer er en forutsetning for at ressursbruken i samfunnsøkonomien skal bli best mulig. Gode regnskaper vil også gjøre det vanskeligere for markedsdeltakere å ta ut spekulasjonsgevinster med basis i skjevt fordelt informasjon."



Det fremgår således at et av hovedformålene med regnskapsloven er å bidra til "informative regnskaper for ulike grupper av regnskapsbrukere". Regnskapsbrukere vil omfatte, jf. uttalelsen i proposisjonen, blant andre investorer, kreditorer, ansatte og lokalsamfunnet.

Det er etter skattekontorets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk kan gis, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har skattekontoret lagt særlig vekt på at selskapet er direkte eid av et utenlandsk selskap. Videre er det vektlagt at alle sentrale aktører og samarbeidspartnere behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Lars Waalorp
seniorrådgiver
Brukerdialog, brukerkontakt
Skatteetaten

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.