

DIAGEO

INDIA

May 29, 2019

BSE Limited,
(Regular Office & Corporate Relations Dept.)
Dalal Street, Mumbai 400 001
Scrip Code : 532432

National Stock Exchange of India Ltd
Exchange Plaza, C-1 Block G,
Bandra Kurla Complex,
Bandra East, Mumbai- 400051
Scrip Code : MCDOWELL-N

United Spirits Limited

Registered Office:
UB Tower
#24 Vittal Mallya Road
Bengaluru 560 001

Tel: +91 80 2221 0705
Fax: +91 80 3985 6862
www.diageoindia.com

Dear Sir/Madam,

Sub: Intimation pursuant to Regulation 30 of Securities And Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015

Pursuant to regulation 30 read with SEBI circular no CIR/CFD/CMD/4/2015 dated September 9, 2015 and applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Regulations) and further to note 11 in the published unaudited financial results of United Spirits Limited (the Company) for the quarter and nine months ended December 31, 2018 (the UFR), this is to inform you about the outcome of the meeting of USL's board of directors (the Board) held on May 29, 2019 on the matter of potential differences in process losses and potential resultant differences in the inventory of a few categories of work in progress in certain plants.

As disclosed in note 11 of its UFR, during the quarter ended December 31, 2018, the Company came across information suggesting continuing past practices that may have resulted in yields of certain non-potable intermediates and associated process losses in the liquor manufacturing process being higher than what has been reported to the relevant regulatory authorities (the Authorities) as per the records being maintained in certain plants (the Affected Plants).

With prior information to and engagement with the Authorities, the Company also engaged independent third-party experts to undertake a physical verification of the inventory of intermediates on a sample basis in the Affected Plants, and shared these reports with the Authorities. Based on the understanding/ discussion with such Authorities and advice received from external legal counsels, the company has discharged/ provided the amounts of financial obligation (which were determined to be not material to the financial statements).

Under the direction of the board of directors, the management engaged an independent law firm to conduct a review of these past practices and will initiate appropriate action, where a violation of the company's code of business conduct may have occurred. In addition the Company has also re-evaluated the existing controls and processes in this area and strengthened the same before the year end. Management will continue to monitor developments, if any, on this matter.

Thanking you,

Yours faithfully,
for **United Spirits Limited**


V. Ramachandran
Company Secretary

