

TRANSACTIONS IN OWN SECURITIES

Diageo plc (“**Diageo**”) announces today that it has purchased the following number of its ordinary shares of 28 101/108 pence each on the London Stock Exchange and Multilateral Trading Facilities from Morgan Stanley & Co. International Plc. Such purchase was effected pursuant to instructions issued by Diageo on 7th September 2017, as announced on 8th September 2017:

Ordinary Shares

Date of purchase: 27 February 2018

Number of ordinary shares purchased: 1,234,920

Volume weighted average price paid per share: 2,490.58p

Highest price paid per share: 2,503.50p

Lowest price paid per share: 2,478.00p

Diageo intends to cancel the purchased shares.

A full breakdown of the individual trades is attached to this announcement.

These purchases are the last purchases to be made under the programme between Diageo, on the one hand, and Morgan Stanley & Co. International Plc, on the other hand, announced on 8th September 2017, as that programme has been completed.

This announcement does not constitute, or form part of, an offer or any solicitation of an offer for securities in any jurisdiction.

Diageo's LEI code is 213800ZVIELEA55JMJ32

About Diageo

Diageo is a global leader in beverage alcohol with an outstanding collection of brands including Johnnie Walker, Crown Royal, J&B, Buchanan’s and Windsor whiskies, Smirnoff, Cîroc and Ketel One vodkas, Captain Morgan, Baileys, Don Julio, Tanqueray and Guinness.

Diageo is a global company, and our products are sold in more than 180 countries around the world. The company is listed on both the London Stock Exchange (DGE) and the New York Stock Exchange (DEO). For more information about Diageo, our people, our brands, and performance, visit us at www.diageo.com. Visit Diageo’s global responsible drinking resource, www.DRINKiQ.com, for information, initiatives, and ways to share best practice.

Celebrating life, every day, everywhere.

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