



INTERIM RESULTS AND DEMERGER TIMETABLE

12th September 2000

On Tuesday, 26 September P&O intends to announce its interim results for the six months ended 30 June together with detailed information on trading during the second quarter 2000 for P&O Princess Cruises.

The proposed demerger to establish P&O Princess Cruises plc as a separate, publicly quoted company is continuing to timetable and is due to be completed towards the end of October following stockholder approval. Documents relating to the proposed demerger are due to be filed with the UK Listing Authority and the US Securities Exchange Commission on the same day as the interim results and also published and posted to stockholders.

The new company will have a primary listing on the London Stock Exchange and a quotation on the New York Stock Exchange. Neither P&O nor P&O Princess Cruises will be raising new equity.

Following the release of documentation, the Board of Directors of P&O intends to call an Extraordinary General Meeting of P&O's stockholders for 20 October 2000 to approve the proposed demerger and other related proposals. Should P&O's stockholders approve the demerger it is expected to become effective, with the commencement of separate dealings in P&O deferred stock and in P&O Princess Cruises' shares taking place on 23 October 2000.

Further information:

Peter Smith Director - Communications and Strategy
P&O
020 7930 4343

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