



(Company No. 5350X)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD AND YEAR ENDED 30 JUNE 2011**

The Board of Directors of Guinness Anchor Berhad wishes to announce the unaudited results of the Group for the period ended 30 June 2011.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	30/6/2011	30/6/2010	30/6/2011	30/6/2010
	RM'000	RM'000	RM'000	RM'000
1. Revenue	348,759	308,713	1,488,720	1,358,633
2. Operating expenses	311,998	261,586	1,248,122	1,155,301
3. Interest income	984	673	2,714	2,004
4. Profit from operations	37,745	47,800	243,312	205,336
5. Interest expense	20	(22)	429	345
6. Profit before tax	37,725	47,822	242,883	204,991
7. Taxation	8,649	12,345	61,505	52,300
8. Net profit for the period	29,076	35,477	181,378	152,691
9. Foreign currency translation differences for foreign operation	108	(16)	254	(204)
10. Total comprehensive income for the period	29,184	35,461	181,632	152,487
11. Profit attributable to owners of the company	29,076	35,477	181,378	152,691
12. Total comprehensive income attributable to owners of the company	29,184	35,461	181,632	152,487
13. Earnings per share :				
(a) Basic (based on 302,098,000 stock units) (sen)	9.63	11.74	60.04	50.54
(b) Fully diluted (based on stock units) (sen)	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's Annual Financial Statements for the year ended 30 June 2010)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 30/06/2011 RM'000	AS AT 30/06/2010 RM'000
Non-current assets		
Property, plant and equipment	222,953	227,103
Intangible assets	9,124	10,434
Deferred tax assets	-	1,412
Other receivables	1,152	728
	<u>233,229</u>	<u>239,677</u>
Current assets		
Inventories	65,402	75,691
Trade and other receivables	205,966	196,135
Current tax assets	764	1,433
Cash and cash equivalents	179,777	149,626
	<u>451,909</u>	<u>422,885</u>
Current liabilities		
Trade and other payables	132,577	155,064
Current tax liabilities	3,353	4,724
Short term borrowings	-	-
	<u>135,930</u>	<u>159,788</u>
Net current assets	<u>315,979</u>	<u>263,097</u>
	<u>549,208</u>	<u>502,774</u>
Financed by:		
Capital and reserves		
Share capital	151,049	151,049
Reserves		
Capital Reserve	5,113	4,859
Retained earnings	360,454	315,020
Shareholders' funds	<u>516,616</u>	<u>470,928</u>
Non-current liabilities		
Deferred tax liabilities	32,592	31,846
	<u>549,208</u>	<u>502,774</u>
Net Assets per share attributable to owners of the company (RM)	<u>1.71</u>	<u>1.56</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Annual Financial Statement for the year ended 30 June 2010)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED 30 JUNE 2011**

	12 MONTHS ENDED	
	30/06/2011	30/6/2010
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	242,883	204,991
Adjustments for:		
Amortisation of intangible assets	2,892	2,395
Depreciation of property, plant and equipment	35,408	28,727
(Gain)/loss on disposal of property, plant and equipment	124	(610)
Interest expense	429	345
Interest income	(2,714)	(2,004)
Translation differences of foreign operation	254	(204)
Operating profit before changes in working capital	279,276	233,640
(Increase)/Decrease in working capital		
Inventories	10,289	(6,238)
Receivables, deposits and prepayment	(10,255)	(18,501)
Payables and accruals	(22,487)	(7,906)
Cash generated from operations	256,823	200,995
Tax paid	(60,049)	(57,530)
Interest paid	(429)	(345)
Net cash from operating activities	196,345	143,120
Cash flows from investing activities		
Acquisition of property, plant and equipment	(31,810)	(29,910)
Acquisition of intangible assets	(1,582)	(6,300)
Interest received	2,714	2,004
Proceeds from disposal of property, plant and equipment	428	800
Net cash used in investing activities	(30,250)	(33,406)
Cash flows from financing activity		
Dividends paid	(135,944)	(123,860)
Net cash used in financing activity	(135,944)	(123,860)
Net change in cash and cash equivalents	30,151	(14,146)
Cash and cash equivalents at beginning of year	149,626	163,772
Cash and cash equivalents at end of period	179,777	149,626

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Group's Annual Financial Statement for the year ended 30 June 2010)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2011**

	Attributable to equity holders of the Company			
	Share Capital RM'000	<i>Non- Distributable</i> Capital Reserve RM'000	<i>Distributable</i> Retained Earnings RM'000	Total RM'000
<u>12 months ended 30 June 2011</u>				
Balance at 1 July 2010	151,049	4,859	315,020	470,928
Total comprehensive income for the period	-	254	181,378	181,632
Dividends paid	-	-	(135,944)	(135,944)
Balance at 30 June 2011	151,049	5,113	360,454	516,616
<u>12 months ended 30 June 2010</u>				
Balance at 1 July 2009	151,049	5,063	286,189	442,301
Total comprehensive income for the period	-	(204)	152,691	152,487
Dividends paid	-	-	(123,860)	(123,860)
Balance at 30 June 2010	151,049	4,859	315,020	470,928

**(The Condensed Consolidated Statement of Changes in Equity should be read
in conjunction with the Group's Annual Financial Statements for the year ended
30 June 2010)**

Notes:

1. Basis of Preparation

The interim financial report has been prepared in accordance with the requirements of Financial Reporting Standards (“FRS”) 134 “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the Group’s annual audited financial statements for the year ended 30 June 2010.

2. Significant Accounting Policies

Except as described below, the accounting policies applied by the Group in these condensed consolidated financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 30 June 2010.

During the financial year, the Group adopted the following FRS:-

- i) Amendments to FRS 117, Leases (*effective for annual periods beginning on or after 1 January 2010*)

The amendments to FRS 117 clarify the classification of lease of land and require entities with existing leases of land and buildings to reassess the classification of land as finance or operating lease.

The Group has reassessed and determined that all leasehold land are in substance finance lease and will be reclassified to property, plant and equipment. The adoption of these amendments will result in a change in accounting policy which will be applied retrospectively in accordance with the transitional provisions and has no effect on reported profit equity. This change in accounting policy will result in reclassification of the carrying amount of lease of land amounting to RM13,601,000 as at 30 June 2010 from prepaid lease payments to property, plant and equipment. The following comparative figures have been restated following the adoption of the amendments to FRS117:

Group	As reported 30 June 2010 RM'000	Adoption of FRS117 RM'000	As restated RM'000
Property, plant and equipment	213,502	13,601	227,103
Prepaid lease payment	13,601	(13,601)	-

2. Significant Accounting Policies (continued)

- ii) FRS 7, Financial Instruments: Disclosures (*effective for annual periods beginning on or after 1 January 2010*)

FRS 7 requires an entity to disclose the net gains and losses arising from the use of financial instruments. This can be disclosed either in the statement of comprehensive income or in the notes:

- a) financial instruments at fair value through profit or loss, showing separately those on financial instruments designated as such upon initial recognition and those on financial instruments that are held for trading;
- b) available-for-sale financial assets, showing separately amount of gain or loss recognized in other comprehensive income and amount reclassified from equity to profit or loss;
- c) held-to-maturity investments;
- d) loans and receivables; and
- e) financial liabilities measured at amortised cost.

The adoption of the FRS 7 does not affect the financial position and profit and loss of the Group and the Company.

3. Realised and Unrealised Profits/Losses

	Current Year Quarter Ended 30/06/2011
	RM'000
Total retained profits / (accumulated losses) of the Company and its subsidiaries :	
- Realised	401,929
- Unrealised	(40,632)
	361,297
Less: consolidation adjustment	(843)
Total group retained profits / (accumulated losses) as per consolidated accounts	360,454

4. Audit Report on Preceding Annual Financial Statements

The Group annual financial statements for the year ended 30 June 2010 were not qualified.

5. Seasonal or Cyclical Factors

The business operations of the Group are generally affected by festive seasons.

6. Exceptional Items

There were no exceptional items for the current financial quarter under review except for the effects arising from the adoption of FRS 117 as disclosed in Note 2.

7. Changes in Estimates

There were no changes in estimates that have had any material effect on current financial quarter under review.

8. Changes in Share Capital

There were no issuance and repayment of debt or any movement in the share capital for the current financial quarter under review.

9. Dividends Paid

	12 Months Ended 30 June	
	2011 RM'000	2010 RM'000
<u>Final Dividend Paid</u>		
2010 – 35 sen per share, single tier	105,734	
2009 – 31 sen per share tax exempt		93,650
<u>Interim Dividend Paid</u>		
2011 – 10 sen per share, single tier	30,210	
2010 – 10 sen per share tax exempt		30,210

10. Segmental Reporting

There was no segmental analysis prepared as the Group operated solely in the brewing industry involving production, packaging, marketing and distribution of its products principally in Malaysia. Approximately 1% of the total sales are exports, mainly to South East Asian countries based on location of customers.

11. Property, Plant and Equipment Valuation

There were no changes in the valuation of property, plant and equipment for the current financial quarter under review.

12. Events Subsequent to the End of the Period

Between the end of the fourth quarter and the date of this announcement, there has not been any item, transaction or event of a material and unusual nature which, in the opinion of the Directors is likely to affect substantially the results of the operations of the Group for the quarter ended 30 June 2011.

13. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter under review including business combination, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations except for the following:-

- a) On 27 October 2010, the Company announced that Guinness (B) Sendirian Berhad, a wholly-owned subsidiary of Guinness Singapore Pte Limited which in turn is a wholly-owned subsidiary of Guinness Anchor Berhad, was placed under Member's Voluntary Liquidation pursuant to Section 154(1)(b) of the Companies Act, Cap 39.

The Liquidator of Guinness (B) Sendirian Berhad had convened the Final Meeting on 22 December 2010 to conclude the Member's Voluntary Liquidation of Guinness (B) Sendirian Berhad. A Notice relating to the Final Meeting was lodged on 25 January 2011 with the Registrar of Companies of Brunei Darussalam and the company was deemed dissolved with effect from 23 March 2011.

- b) The Company announced that the following subsidiary companies had, on 11 February 2011, applied to the Companies Commission of Malaysia ("CCM") to strike-off their names from the register of CCM pursuant to Section 308 of the Companies Act, 1965:

- (i) Guinness Sarawak Sdn Bhd
- (ii) Malayan Breweries (Malaya) Sendirian Berhad; and
- (iii) Malayan Breweries Marketing Sdn Bhd.

Guinness Sarawak Sdn Bhd had, on 27 May 2011, received a notice of striking off pursuant to Section 308(2) of the Companies Act, 1965 from CCM that the company has been struck off from the Register of Companies.

The application to strike off Malayan Breweries (Malaya) Sendirian Berhad and Malayan Breweries Marketing Sdn Bhd are still pending approval from CCM.

The liquidation / striking off of the above dormant subsidiaries do not have any material impact on the net assets and earnings per share of the GAB Group for the financial year ended 30 June 2011.

14. Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets as at the date of this report.

15. Capital Commitments

Capital commitments not provided for in the financial statements as at 30 June 2011 are as follows:

	<u>RM'000</u>
Property, plant and equipment	
Authorised but not contracted for	59,387
Authorised and contracted for	<u>4,477</u>
	<u>63,864</u>

16. Significant Related Party Transactions

As at the end of the period under review, the Group has entered into/or completed the following significant Related Party Transactions:

	Diageo Plc and its related corporations	Fraser and Neave ("F&N") and its related corporations Asia Pacific Breweries Limited Group	Other F&N related corporations	Heineken International BV and its related corporations
	RM'000	RM'000	RM'000	RM'000
Purchase of goods	13,096	16	18,235	11,792
Sale of products	13,230	-	-	-
Royalties payable	5,517	18,278	-	3,660
Marketing and technical services fees payable	3,016	-	-	61
Marketing fees receivable	-	8,996	-	3,177

All Related Party Transactions had been entered into in the ordinary course of business on normal commercial terms. These transactions are within the ambit of the general mandate approved by the shareholders of the Company on 4 November 2010.

17. Review of Performance

Performance for the quarter ended 30 June 2011 versus the same quarter in 2010

Group revenue for the fourth quarter ended 30 June 2011 increased by RM40.0 million or 13.0% compared to the corresponding quarter in the previous financial year. The increase was mainly driven by price, sales mix and stronger quarter four activities.

Group profit before tax for the same quarter, however, was lower by RM10.1 million or 21.1% compared to RM47.8 million in the corresponding quarter of the financial year 2010. This is mainly due to provisions made for route to market restructuring.

Performance for the 12 months ended 30 June 2011 versus the same period in 2010

For the 12 months ended 30 June 2011, Group revenue increased by 9.6% to RM1,488.7 million from RM1,358.6 million in the corresponding period in the previous financial year. Profit before tax for the Group was higher by RM37.9 million or 18.5% compared to the corresponding period in the previous financial year.

This strong performance is as a result of our continued market success combined with business efficiencies, cost savings and the write-back of some previously accrued costs which are no longer required.

18. Comparison of Results with Preceding Quarter

Group revenue for the quarter under review was marginally lower by RM3.2 million or 0.9% compared to RM351.9 million recorded for the preceding quarter.

Correspondingly, Group profit before tax for the same quarter was lower by RM29.6 million or 44% compared to the preceding quarter. This is mainly driven by provisions made for route to market restructuring and the timing of marketing activity.

19. Prospects

Despite an increasingly challenging environment and with increasing input costs and uncertain global economic outlook, the Group's prospects remain positive.

The Group will continue to focus on driving sales, strengthening market position and delivering profit through its proven strategies on brands, people and performance.

20. Variance from Profit Forecast

No profit forecast was issued during the financial quarter under review.

21. Taxation

Taxation in respect of the current financial period comprises the following:

	Current Year Quarter 30/06/2011 RM'000	Current Year To date 30/06/2011 RM'000
Taxation		
Malaysian - current	7,205	60,061
- prior year	(714)	(714)
	6,491	59,347
Deferred taxation		
Malaysian - current	1,937	1,937
- prior year	221	221
	2,158	2,158
	8,649	61,505

The Group's effective tax rate for the current financial quarter under review is in line with the statutory tax rate.

22. Sale of Unquoted Investments and/or Properties

There were no sales of unquoted investments or properties for the current financial quarter under review.

23. Quoted Securities

There were no purchases or disposal of quoted securities for the current financial quarter under review.

24. Status of Corporate Proposals

There was no corporate proposal announced but not completed at the date of this report.

25. Group Borrowings and Debt Securities

There were no borrowings or debt securities as at 30 June 2011.

26. Financial Instruments

The outstanding derivative as at the end of the reporting period is as follows:

	Notional Value RM'000	Fair Value RM'000
Forward foreign exchange contracts	5,205	5,185

These forward foreign exchange contracts expire within a year from end of reporting period.

There is minimal credit and market risk as the above forward contracts are executed with creditworthy financial institutions. The Group is of the view that the possibility of non performance by these financial institutions is remote on the basis of their financial strength.

27. Material Litigation

Neither the Company nor any of its subsidiaries is engaged in any material litigation either as Plaintiff or as Defendant as of the date of this report.

28. Dividend

The Directors proposed a final single tier dividend of 44 sen per 50 sen stock unit in respect of the year ended 30 June 2011 (2010: 35 sen per 50 sen stock unit). Subject to approval of the shareholders at the forthcoming 47th Annual General Meeting, the date of which will be announced later, the final single tier dividend will be paid on **12 December 2011** to stockholders registered at the close of business on 15 November 2011. The entitlement date shall therefore be 15 November 2011.

A Depositor shall qualify for entitlement only in respect of:

- (a) Shares deposited into the Depositor's securities account before 12.30 p.m. on 11 November 2011 in respect of shares which are exempted from mandatory deposit;
- (b) Shares transferred into the Depositor's securities account before 4.00 p.m. on 15 November 2011 in respect of ordinary transfers; and
- (c) Shares bought on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

Pursuant to FRS 110, the proposed final single tier dividend totaling RM132,923,120 has not been accounted for in the financial statements as at 30 June 2011.

Total net dividends for the year ended 30 June 2011 will amount to 54 sen per 50 sen stock unit (2010 : 45 sen) comprising:-

- (i) A single tier interim dividend of 10 sen per 50 sen stock unit paid on 20 April 2011; and
- (ii) a proposed final single tier dividend of 44 sen per 50 sen stock unit.

29. Earnings Per Share

(a) Basic Earnings Per Share

Basic earnings per share for the period under review is calculated by dividing the net profit attributable to the shareholders of RM181,378,000 by the weighted average number of ordinary stock units outstanding as at 30 June 2011 of 302,098,000.

(b) Diluted Earnings Per Share

Not Applicable.

For and on Behalf of the Board

Charles Ireland
Managing Director

4 August 2011