



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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2011**

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL PERIOD 3 MONTHS ENDED		CUMULATIVE PERIOD 3 MONTHS ENDED	
	30/9/2011 RM'000	30/9/2010 RM'000	30/9/2011 RM'000	30/9/2010 RM'000
1. Revenue	444,623	366,631	444,623	366,631
2. Operating expenses	372,270	315,728	372,264	315,728
3. Interest income	1,271	790	1,271	790
4. Profit from operations	73,624	51,693	73,630	51,693
5. Interest expense	17	55	17	55
6. Profit before tax	73,607	51,638	73,607	51,638
7. Taxation	18,399	12,943	18,399	12,943
8. Net profit for the period	<u>55,208</u>	<u>38,695</u>	<u>55,208</u>	<u>38,695</u>
9. Foreign currency translation differences for foreign operation	6	34	6	34
10. Total comprehensive income for the period	<u>55,214</u>	<u>38,729</u>	<u>55,214</u>	<u>38,729</u>
11. Profit attributable to owners of the company	<u>55,208</u>	<u>38,695</u>	<u>55,208</u>	<u>38,695</u>
12. Total comprehensive income attributable to owners of the company	<u>55,214</u>	<u>38,729</u>	<u>55,214</u>	<u>38,729</u>
13. Earnings per share :				
(a) Basic (based on 302,098,000 stock units) (sen)	18.28	12.81	18.28	12.81
(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 Audited Financial Statements for the year ended 30 June 2011)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 30/09/2011 RM'000	AS AT 30/06/2011 RM'000
Non-current assets		
Property, plant and equipment	219,177	222,953
Intangible assets	10,080	9,124
Other receivables	1,264	1,152
	<u>230,521</u>	<u>233,229</u>
Current assets		
Inventories	66,378	65,402
Trade and other receivables	325,402	205,966
Current tax assets	3,025	764
Cash and cash equivalents	163,981	179,777
	<u>558,786</u>	<u>451,909</u>
Current liabilities		
Trade and other payables	176,172	132,577
Current tax liabilities	8,713	3,353
Short term borrowings	-	-
	<u>184,885</u>	<u>135,930</u>
Net current assets	<u>373,901</u>	<u>315,979</u>
	<u>604,422</u>	<u>549,208</u>
Financed by:		
Capital and reserves		
Share capital	151,049	151,049
Reserves		
Capital Reserve	5,119	5,113
Retained earnings	415,662	360,454
Shareholders' funds	<u>571,830</u>	<u>516,616</u>
Non-current liabilities		
Deferred tax liabilities	32,592	32,592
	<u>604,422</u>	<u>549,208</u>
Net Assets per share attributable to owners of the company (RM)	<u>1.89</u>	<u>1.71</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Annual Audited Financial Statements for the year ended 30 June 2011)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 30 SEPTEMBER 2011**

	3 MONTHS ENDED	
	30/09/2011	30/09/2010
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	73,607	51,638
Adjustments for:		
Amortisation of intangible assets	1,299	681
Depreciation of property, plant and equipment	7,080	7,546
(Gain)/loss on disposal of property, plant and equipment	(397)	-
Interest expense	17	55
Interest income	(1,271)	(790)
Translation differences of foreign operation	6	34
Operating profit before changes in working capital	80,341	59,164
(Increase)/Decrease in working capital		
Inventories	(976)	(6,793)
Receivables, deposits and prepayment	(119,548)	(96,283)
Payables and accruals	43,596	15,598
Cash generated from operations	3,413	(28,314)
Tax paid	(15,300)	(12,240)
Interest paid	(17)	(55)
Net cash from operating activities	(11,904)	(40,609)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(3,094)	(1,514)
Acquisition of intangible assets	(2,597)	(250)
Interest received	1,271	790
Proceeds from disposal of property, plant and equipment	528	-
Net cash used in investing activities	(3,892)	(974)
Cash flows from financing activity		
Dividends paid	-	-
Net cash used in financing activity	-	-
Net change in cash and cash equivalents	(15,796)	(41,583)
Cash and cash equivalents at beginning of year	179,777	149,626
Cash and cash equivalents at end of period	163,981	108,043

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Group's Annual Audited Financial Statements for the year ended 30 June 2011)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 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>3 months ended 30 September 2011</u>				
Balance at 1 July 2011	151,049	5,113	360,454	516,616
Total comprehensive income for the period	-	6	55,208	55,214
Dividends paid	-	-	-	-
Balance at 30 September 2011	151,049	5,119	415,662	571,830
<u>3 months ended 30 September 2010</u>				
Balance at 1 July 2010	151,049	4,859	315,020	470,928
Total comprehensive income for the period	-	34	38,695	38,729
Dividends paid	-	-	-	-
Balance at 30 September 2010	151,049	4,893	353,715	509,657

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's Annual Audited Financial Statements for the year ended 30 June 2011)

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 2011.

2. Significant Accounting Policies

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 2011.

3. Realised and Unrealised Profits/Losses

	Current year quarter ended 30/09/2011 <u>RM'000</u>
Total retained profits / (accumulated losses) of the Company and its subsidiaries :	
- Realised	456,927
- Unrealised	(40,240)
	416,687
Less: consolidation adjustment	(1,025)

Total group retained profits / (accumulated losses) as per consolidated accounts	415,662
	=====

4. Audit Report on Preceding Annual Financial Statements

The Group annual audited financial statements for the year ended 30 June 2011 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.

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. Dividend Paid

No dividends were paid during the financial quarter ended 30 September 2011.

10. Segmental Reporting

The Group's business is focused only in malt liquor brewing including production, packaging, marketing and distribution of its products, principally in Malaysia. Approximately 1% of the total sales is exported, mainly to Southeast Asian countries. As such, only one reportable segment analysis is prepared.

Segment assets, liabilities and capital expenditures information are included in the internal management reports that are reviewed by the Group's Managing Director.

	3 months ended 30/09/2011 RM'000	3 months ended 30/09/2010 RM'000
Segment Balance Sheet		
Total Assets	789,307	719,189
	=====	=====
Total Liabilities	217,477	209,532
Total Equity	571,830	509,657
	-----	-----
	789,307	719,189
	=====	=====

No reconciliation is performed for Segment Balance Sheet as there is only one segment.

	3 months ended 30/09/2011 RM'000	3 months ended 30/09/2010 RM'000
Segment profit	73,613	51,672
<i>Included in the measure of segment profit are:</i>		
Revenue from external customers	418,005	350,510
Cost of sales	(280,933)	(251,009)
Depreciation	8,379	8,227
	=====	=====
<i>Not included in the measure of segment profit but provided to Managing Director</i>		
Interest income	1,254	735
	=====	=====

10. Segmental Reporting (continued)

	3 months ended 30/09/2011 RM'000	3 months ended 30/09/2010 RM'000
Profit or loss		
Segment profit	73,613	51,672
Foreign Operation Translation	(6)	(34)
	-----	-----
Consolidated profit before tax	73,607	51,638
	=====	=====

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 Reporting Quarter

Between the end of the first quarter and the date of this announcement, there has not been any item, transaction or event of a material and unusual nature.

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.

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 September 2011 are as follows:

	<u>RM'000</u>
Property, plant and equipment	
Authorised but not contracted for	62,146
Authorised and contracted for	18,372
	<u>80,518</u>

16. Significant Related Party Transactions

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

	Diageo Plc and its related corporations	Fraser and Neave, Limited ("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	3,400	-	-	2,680
Sale of products	3,144	-	-	-
Royalties payable	1,344	5,611	-	598
Marketing and technical services fees payable	991	-	-	206
Marketing fees receivable	-	-	-	1,219

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 September 2011 versus the same quarter in 2010

In the quarter ended 30 September 2011, the Group delivered a revenue growth of 21.3%. This growth was achieved as a result of a combination of factors including volume and share gains in the domestic malt liquor market ("MLM") and timing differences of trade purchases versus prior year, partially off-set by the significant planned reduction of duty-free and export volume.

Pre-tax profit grew by 42.7%, reflecting revenue growth plus favourable brand and channel mix and good cost control.

18. Comparison of Results with Preceding Quarter

Group revenue for the quarter under review was 27.5% higher against the preceding quarter. This growth was achieved based on the factors described above and because the first quarter, for seasonal reasons, traditionally has higher sales compared to the fourth quarter.

Pre-tax profit grew by 95.1% to RM73.6 million. This was achieved based on the factors described above coupled with the non-recurrence of one-off costs incurred in the fourth quarter of the previous year.

19. Prospects

No further increase in the current excise tax rate in the national budget 2012 augurs well for the MLM. Furthermore, the Group remains committed to keep driving its competitive performance in Malaysia and is confident in its ability to continue to build its brands profitably.

However, there are several factors which may affect the MLM performance including the overall Malaysian economic performance and the uncertain global economic climate. Therefore, the Group remains cautiously optimistic of its future performance and will strive to deliver another year of success in the financial year 2012.

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 quarter / Year to date 30/09/2011 RM'000
Taxation	
Malaysian - current	18,399
- prior year	-
	<hr/> 18,399
Deferred taxation	
Malaysian - current	-
- prior year	-
	<hr/> -
	<hr/> <hr/> 18,399

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 September 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	4,257	4,549

These forward foreign exchange contracts expire within a year from the end of the 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 Board of Directors does not recommend any dividend to be paid in respect of the quarter ended 30 September 2011.

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 RM55,208,000 by the weighted average number of ordinary stock units outstanding as at 30 September 2011 of 302,098,000.

(b) Diluted Earnings Per Share

Not Applicable.

For and on Behalf of the Board

Charles Ireland
Managing Director