



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

**QUARTERLY FINANCIAL REPORT ON CONDENSED CONSOLIDATED RESULTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2009**

The Board of Directors of Guinness Anchor Berhad wishes to announce the audited results of the Group for the fourth quarter ended 30 June 2009.

CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	3 MONTHS ENDED		FINANCIAL YEAR ENDED	
	30/06/2009	30/06/2008	30/06/2009	30/06/2008
	RM'000	RM'000	RM'000	RM'000
1. Revenue	276,274	250,310	1,285,423	1,194,602
2. Operating expenses	238,922	226,474	1,096,647	1,029,380
3. Other operating income	693	1,471	3,136	4,278
4. Profit from operations	38,045	25,307	191,912	169,500
5. Finance cost	33	49	734	602
6. Profit before tax	38,012	25,258	191,178	168,898
7. Taxation	10,621	5,772	49,190	43,041
8. Profit/(loss) after tax	27,391	19,486	141,988	125,857
9. Net profit for the period	<u>27,391</u>	<u>19,486</u>	<u>141,988</u>	<u>125,857</u>
10. Profit attributable to equity holders of the company	<u>27,391</u>	<u>19,486</u>	<u>141,988</u>	<u>125,857</u>
11. Earnings per share:				
(a) Basic (based on 302,098,000 stock units) (sen)	9.07	6.45	47.00	41.66
(b) Fully diluted (based on stock units) (sen)	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008)

GUINNESS ANCHOR BERHAD
(Company No. 5350X)

CONDENSED CONSOLIDATED BALANCE SHEETS

	AS AT 30/06/2009 RM'000	AS AT 30/06/2008 RM'000
Non-current assets		
Property, plant and equipment	212,253	210,532
Intangible assets	6,529	2,953
Prepaid lease payment	13,857	14,113
Deferred tax assets	1,924	2,338
Receivables	1,585	1,858
	<u>236,148</u>	<u>231,794</u>
Current assets		
Inventories	69,453	64,976
Receivables, deposits and prepayments	176,777	143,305
Cash and cash equivalents	163,772	183,374
	<u>410,002</u>	<u>391,655</u>
Current liabilities		
Payables and accruals	162,970	172,281
Current tax liabilities	9,831	9,568
	<u>172,801</u>	<u>181,849</u>
Net current assets	<u>237,201</u>	<u>209,806</u>
	<u>473,349</u>	<u>441,600</u>
Financed by:		
Capital and reserves		
Share capital	151,049	151,049
Reserves		
Capital reserve	5,063	4,967
Retained earnings	286,189	255,318
Shareholders' funds	<u>442,301</u>	<u>411,334</u>
Non-current liabilities		
Deferred tax liabilities	31,048	30,266
	<u>473,349</u>	<u>441,600</u>
Net Assets per share attributable to equity holders of the company (RM)	<u>1.46</u>	<u>1.36</u>

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2009**

	YEAR ENDED	
	30/06/2009	30/06/2008
	RM'000	RM'000
Cash flows from operating activities		
Profit before taxation	191,178	168,898
Adjustments for:		
Amortisation of intangible assets	1,370	1,961
Amortisation of prepaid lease prepayments	256	256
Depreciation of property, plant and equipment	27,020	25,859
Gain on disposal of property, plant and equipment	(777)	(1,061)
Interest expense	734	602
Interest income	(3,136)	(4,278)
Operating profit before changes in working capital	216,645	192,237
(Increase)/Decrease in working capital		
Inventories	(4,477)	(25,037)
Receivables, deposits and prepayment	(33,199)	(3,066)
Payables and accruals	(9,311)	32,034
Cash generated from operations	169,658	196,168
Tax paid	(47,731)	(39,440)
Interest paid	(734)	(602)
Net cash from operating activities	121,193	156,126
Cash flows from investing activities		
Acquisition of property, plant and equipment	(33,771)	(33,086)
Interest received	3,136	4,278
Proceeds from disposal of property, plant and equipment	861	1,083
Net cash used in investing activities	(29,774)	(27,725)
Cash flows from financing activity		
Dividends paid	(111,021)	(99,632)
Net cash used in financing activity	(111,021)	(99,632)
Net change in cash and cash equivalents	(19,602)	28,769
Cash and cash equivalents at beginning of year	183,374	154,605
Cash and cash equivalents at end of year	163,772	183,374

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008)

GUINNESS ANCHOR BERHAD
(Company No. 5350X)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2009**

	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 quarter ended 30 June 2009</u>				
Balance at 1 July 2008	151,049	4,967	255,318	411,334
Net gains and losses recognised directly in equity :				
Foreign exchange translation difference	-	96	(96)	-
Profit after taxation	-	-	141,988	141,988
Dividends	-	-	(111,021)	(111,021)
Balance at 30 June 2009	151,049	5,063	286,189	442,301
<u>12 months quarter ended 30 June 2008</u>				
Balance at 1 July 2007	151,049	4,695	229,365	385,109
Net gains and losses recognised directly in equity :				
Foreign exchange translation difference	-	272	(272)	-
Profit after taxation	-	-	125,857	125,857
Dividends	-	-	(99,632)	(99,632)
Balance at 30 June 2008	151,049	4,967	255,318	411,334

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008)

Notes:

1. Accounting Policies

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 (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. It should be read in conjunction with the Group’s annual audited financial statements for the year ended 30 June 2008.

The accounting policies and methods of computation adopted by the Group for this interim financial report are consistent with those adopted in the financial statements for the year ended 30 June 2008.

2. Audit Report on Preceding Annual Financial Statements

The Group annual financial statements for the year ended 30 June 2008 were not qualified.

3. Seasonal or Cyclical Factors

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

4. Exceptional Items

There were no exceptional items for the current financial quarter under review.

5. Changes in Estimates

There were no estimates of amount reported in prior financial years.

6. 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.

7. Dividends Paid

	12 Months Ended 30 June	
	2009 RM'000	2008 RM'000
<u>Final Dividend Paid</u>		
2008 – 14 sen per stock unit tax exempt and 17 sen per stock unit less income tax @ 25% (2007 – 32 sen per stock unit less income tax @ 27%)	80,811	70,570
<u>Interim Paid</u>		
2009 – 10 sen per stock unit tax exempt (2008 – 13 sen per stock unit less income tax @ 26%)	30,210	29,062

8. 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 2% of the total sales are exports, mainly to South East Asian countries based on location of customers.

9. Property, Plant and Equipment Valuation

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

10. Events Subsequent to the End of the Year

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 fourth quarter ended 30 June 2009.

11. 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.

12. Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets as at the date of this report. (see also Note 25 below).

13. Capital Commitments

Capital commitments not provided for in the financial statements as at 30 June 2009 are as follows:

	<u>RM'000</u>
Property, plant and equipment	
Authorised but not contracted for	11,634
Authorised and contracted for	<u>1,890</u>
	<u>13,524</u>

14. Significant Related Party Transactions

As at the end of the current year 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 NV and its related corporation s
	RM'000	RM'000	RM'000	RM'000
Purchase of goods	15,333	12	24,210	168
Sale of products	11,390	-	-	7,908
Royalties payable	4,249	10,502	-	2,728
Marketing and technical services fees payable	2,306	-	-	248
Marketing fees receivable	-	7,929	-	3,308

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 26 November 2008.

15. Review of Performance

Comparison of Fourth Quarter against Corresponding Quarter 2009

Group revenue for the fourth quarter ended 30 June 2009 increased by RM26.0 million or 10.4% compared to the corresponding quarter in 2008. This was partially due to a further increase in market share and higher sales resulting from promotional activities in celebration of Guinness' 250th Anniversary.

Group profit before tax for the same period was higher at RM38.0 million compared to RM25.3 million in the corresponding quarter last year reflecting the sales performance and the write back of certain provisions.

Current Financial Year results against preceding Financial Year

Group revenue grew by 7.6% to RM1,285.4 million from RM1,194.6 million.

Group profit before tax increased by RM22.3 million or 13.2% to RM191.2 million from RM168.9 million.

16. Comparison of Results with Preceding Quarter

Group revenue for the current quarter, at RM276.3 million, was lower by RM38.6 million versus the previous quarter. This was mainly due to the timing of Chinese New Year.

Profit before tax for the Group was lower by RM5.6 million or 12.8% compared to the preceding quarter again due to the timing of Chinese New Year.

17. Prospects

We expect little or no growth in industry volume in the coming year due to the challenging economic environment.

The Group will continue to work to strengthen brand equity, improve operational efficiencies and effectiveness in order to further increase market share and profitability.

The Board expects the Group to achieve satisfactory results for the financial year ending 30 June 2010.

18. Variance from Profit Forecast

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

19. Taxation

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

	Current Year Quarter 30/06/2009 RM'000	Current Year To date 30/06/2009 RM'000
Taxation		
Malaysian - current	9,658	48,227
- prior year	(233)	(233)
	<u>9,425</u>	<u>47,994</u>
Deferred taxation		
Malaysian - current	1,185	1,185
- prior year	11	11
	<u>1,196</u>	<u>1,196</u>
	<u>10,621</u>	<u>49,190</u>

The Group's effective tax rate for the current financial quarter and year under review is higher than statutory tax rate mainly due to lower reinvestment incentives available for the year.

20. Sale of Unquoted Investments and/or Properties

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

21. Quoted Securities

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

22. Status of Corporate Proposals

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

23. Group Borrowings

There were no borrowings or debt securities as at 30 June 2009.

24. Off Balance Sheet Financial Instruments

Forward Foreign Exchange Contracts

Forward foreign exchange contracts are used by the Group as hedges in currencies other than the functional currency to manage exposure to fluctuations in foreign exchange risk. Under the Group accounting policies, foreign currency transactions that are hedged by forward foreign exchange contracts are booked in at the contracted rates. Foreign currency monetary assets and liabilities which are not hedged are translated at exchange rates ruling at balance sheet date.

As at 20 August 2009, the notional amount of forward foreign exchange contracts that were entered into by the Group to hedge its foreign purchases was RM10.4 million. The settlement dates of these forward contracts ranged between 1 and 6 months.

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.

25. Material Litigation

The following is the material litigation in which the Group is involved:-

KL High Court D7(D6)-22-1007-00:- Parallel Television (2001) Ltd (formerly known as CNBC Sports International Ltd) & Anor vs Guinness Anchor Berhad and Star Publications (Malaysia) Berhad.

On 4 August 2004, the Plaintiffs filed an appeal to the Court of Appeal. The mention of the appeal was held on 3 July 2009 at the Court of Appeal during which the Plaintiffs withdrew the appeal with no order as to costs.

Save for the above, neither the Company nor any of its subsidiary companies is engaged in any other material litigation either as plaintiff or as defendant as of the date of this report.

26. Dividend

The Directors proposed a final dividend of 31 sen per 50 sen stock unit tax exempt (2008: 14 sen per 50 sen stock unit tax exempt and 17 sen gross per 50 sen stock unit less Malaysian income tax at 25%). Subject to approval of the shareholders at the forthcoming 45th Annual General Meeting, the date of which will be announced later, the final dividend will be paid on **22 December 2009** to stockholders registered at the close of business on 3 December 2009. The entitlement date shall therefore be 3 December 2009.

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 1 December 2009 (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 3 December 2009 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 110₂₀₀₄ (previously known as MASB 19), the proposed final dividend totalling RM93,650,380 has not been accounted for in the financial statements as at 30 June 2009.

Total net dividends for the financial year ended 30 June 2009 will amount to 41 sen per 50 sen stock unit (2008: 36.37 sen), comprising:

- 1) an interim dividend of 10 sen per 50 sen stock unit tax exempt paid on 22 May 2009; and
- 2) a proposed final dividend of 31 sen per 50 sen stock unit tax exempt.

27. Earnings Per Share

(a) Basic Earnings Per Share

Basic earnings per share for the quarter under review / financial year-to-date are calculated by dividing the net profit attributable to the shareholders of RM141,988,000 by the weighted average number of ordinary stock units outstanding as at 30 June 2009 of 302,098,000.

(b) Diluted Earnings Per Share

Not Applicable.

For and on Behalf of the Board

Charles Ireland
Managing Director