



**ARB CORPORATION LTD
ABN 31 006 708 756
AND CONTROLLED ENTITIES**

**HALF YEAR INFORMATION
FOR THE SIX MONTHS ENDED 31 DECEMBER 2010
PROVIDED TO THE ASX UNDER LISTING RULE 4.2A**

**This half year financial report is to be read in conjunction with the financial
report for the year ended 30 June 2010.**

Appendix 4D

Half Year Report for the six months to 31 December 2010

Name of entity

ARB CORPORATION LTD

ABN or equivalent company reference: 31 006 708 756

1. Reporting period

Report for the half year ended 31 DECEMBER 2010

Previous corresponding period
is the financial year ended 30 JUNE 2010
and half year ended 31 DECEMBER 2009

2. Results for announcement to the market

Revenues from ordinary activities (<i>item 2.1</i>)	Up	17.2%	to	\$130,233 (‘000)
Profit (loss) from ordinary activities after tax attributable to members (<i>item 2.2</i>)	Up	17.4%	to	\$17,967 (‘000)
Net profit (loss) for the period attributable to members (<i>item 2.3</i>)	Up	17.4%	to	\$17,967 (‘000)
Dividends (<i>item 2.4</i>)	Amount per security		Franked amount per security	
Interim dividend	10.0¢		10.0¢	
Final dividend	¢		¢	
Previous corresponding period	7.5¢		7.5¢	
Record date for determining entitlements to the dividend (<i>item 2.5</i>)	5 APRIL 2011			
Brief explanation of any of the figures reported above necessary to enable the figures to be understood (<i>item 2.6</i>):				

3. Net tangible assets per security (item 3)

	Current period (Dec 10)	Previous corresponding period (Dec 09)
Net tangible asset backing per ordinary security	\$1.47	\$1.22

4. Details of entities over which control has been gained or lost during the period: (item 4)**Control gained over entities**

Name of entities (item 4.1)	Nil	
Date(s) of gain of control (item 4.2)		
Contribution to consolidated profit (loss) from ordinary activities after tax by the controlled entities since the date(s) in the current period on which control was acquired (item 4.3)	\$0	
Profit (loss) from ordinary activities after tax of the controlled entities for the whole of the previous corresponding period (item 4.3)	\$0	

Loss of control of entities

Name of entities (item 4.1)	Nil	
Date(s) of loss of control (item 4.2)		
Contribution to consolidated profit (loss) from ordinary activities after tax by the controlled entities to the date(s) in the current period when control was lost (item 4.3).	\$	
Profit (loss) from ordinary activities after tax of the controlled entities for the whole of the previous corresponding period (item 4.3)	\$	

5. Dividends *(item 5)*

	Date of payment	Total amount of dividend
Interim dividend – year ended 30 June 2011	20 APRIL 2011	\$ 7,248 ('000)
Final dividend – year ended 30 June 2010	22 OCTOBER 2010	\$ 8,696 ('000)

Amount per security

	Amount per security	Franked amount per security at % tax	Amount per security of foreign sourced dividend
Total dividend: Interim – year ending 30 June 2011	10.0¢	10.0¢	-
Final – year ended 30 June 2010	12.0¢	12.0¢	-
Current year total	22.0¢	22.0¢	-
Interim – year ended 30 June 2010	7.5¢	7.5¢	-
Final – year ended 30 June 2009	10.0¢	10.0¢	-
Special – year ended 30 June 2010	40.0¢	40.0¢	-
Previous year total	57.5¢	57.5¢	-

Total dividend on all securities

	Current period \$A'000	Previous corresponding Period - \$A'000
Ordinary securities <i>(each class separately)</i>	\$8,698	\$27,880
Preference securities <i>(each class separately)</i>		
Other equity instruments <i>(each class separately)</i>		
Total	\$8,698	\$27,880

6. **The financial information provided in the Appendix 4D is based on the half year condensed financial report (attached), which has been prepared in accordance with Australian accounting standards.**

7. **Independent review of the financial report *(item 7)***

The financial report has been independently reviewed. The financial report is not subject to a qualified independent review statement.



ARB Corporation Ltd

4X4 ACCESSORIES

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ARB Corporation Limited Half Year Results Announcement – December 2010

The Directors of ARB Corporation Limited (“**ARB**” or the “**Company**”) are pleased to report that the Company achieved a net profit after tax of \$18.0 million for the half year ended 31 December 2010. This represented a 17.4% increase over the previous corresponding period.

The Company’s profit performance was achieved on a 17.2% increase in sales for the half year to \$129 million.

The half year results are summarised below:

Six Months ended	31 Dec 10 \$'000	31 Dec 09 \$'000	Change
Sales	129,164	110,242	17.2%
Other Income	1,069	833	
Total Revenue	130,233	111,075	17.2%
Net Profit before Tax	24,866	21,055	18.1%
Tax	(6,899)	(5,749)	
Net Profit after Tax	17,967	15,306	17.4%
EPS (cents)	24.79	21.12*	
Interim Dividend (cents per share)	10.0	7.5	
Franking	100%	100%	
* Based on issued capital as at 31 December 2009. EPS based on the weighted average issued capital during the December 2009 half year was 22.32 cents per share			

Cash flow from operations was \$9.1 million during the half and ARB had a net cash balance of \$17.5 million as at 31 December 2010.

The Company intends to pay an interim fully franked dividend of 10 cents per share, compared with 7.5 cents per share in the previous corresponding period. The interim dividend will be paid on the 20th April 2011 and the Record Date will be the 5th April 2011.

HIGHLIGHTS OF THE HALF YEAR TO 31 DECEMBER 2010

Sales

The overall sales increase of 17.2% for the half was driven by growth from most of ARB’s Australian and international operations. ARB wholesale and retail outlets in all Australian states performed very well. In contrast to last year, export sales and sales from our USA subsidiary also contributed to growth. Good demand for fabricated products saw Off Road Accessories Limited increase sales. The Kingsley division achieved strong sales growth, while the Thule division declined slightly off a very good result in the prior comparable

period. In addition, solid growth was achieved in sales to the Company's original equipment manufacturer customers.

ARB's market leading store network and warehousing operations throughout Australia were further expanded and strengthened during the period. The business of ARB Cairns was purchased by the Company from the licensee and was operated by the Company from November 2010. The business of an ARB stockist in Mandurah, Western Australia was purchased by the Company in December 2010. This operation is being relocated into larger premises and will become ARB Mandurah. As at 31 December 2010 there were 41 ARB stores in Australia, 16 of which are Company owned. Since the end of the half year, an ARB licensed store was also established at Caboolture, Queensland.

Four wheel drive vehicle sales continued to grow over the period. The table below outlines this growth:

Australian New Vehicle Sales
6 months to 31 December

	4WD Vehicle Sales All Categories	4WD Utility Sales	Total Australian Vehicle Sales
2009	174,918	44,003	480,397
2010	189,394	45,297	504,406
	+8.3%	+2.9%	+5%

ARB's market remains strong in Australia where 1 in 3 of the new vehicles sold is a 4WD.

Profitability

ARB's after tax profit for the period grew by 17.4% over the previous corresponding period. A number of factors contributed to this pleasing performance, including:

- The overall sales growth achieved by ARB was excellent;
- Strong demand for manufactured product ensured that ARB's factories in both Australia and Thailand ran at high capacity over the period;
- The strong Australian dollar reduced input costs for all of the Company's imported products and components to a greater extent than the negative affect on exports;
- Steel and other raw material input costs remained stable; and
- Losses attributable to Air Locker, Inc in the USA as a result of the strong Australian dollar were offset by increased profits from the rest of the Company's operations.

Products

ARB regards product development as essential and a key element in maintaining the Company's long-term competitive advantage. Expenditure on R&D has been increased over the period and new products are regularly being released to ARB's markets worldwide. The Company is currently working on both short term and long term product

development projects. Calendar year 2011 will see many new 4WD vehicle models released in Australia and around the world. This will create a number of opportunities for the Company.

THE FUTURE

The Board is very pleased with ARB's operational performance and its strong first half financial result. The Company's exceptional growth in sales and profit in both halves of the prior 2009/10 year, together with the investments that the Company is making in new product development and the expansion of its production and distribution capacity, will make growth in the second half more difficult to achieve. Nonetheless, the Board expects that ARB's second half performance will be similar to the prior corresponding period.

Encouragingly, new 4WD vehicle sales in Australia are strong and 4WD vehicle sales in many export countries are recovering. In addition, ARB is planning for some new product releases and new ARB store openings and the Company expects to benefit from continuing strong activity in the mining sector. In export markets and in the USA, modest growth is also beginning to return.

Overall, ARB should achieve reasonable growth for the full financial year compared with the previous corresponding year.

Yours faithfully,

A handwritten signature in black ink, appearing to be 'R. Brown', enclosed within a large, loopy oval shape.

Roger Brown
Chairman

16 February 2011

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Corporate Information

The half year financial report does not include all the notes of the type usually included in an annual financial report. It is recommended that this financial report be read in conjunction with the financial report for the year ended 30 June 2010 and any public announcements made by ARB Corporation Limited during the half year in accordance with any continuous disclosure obligations arising under the Corporations Act 2001.

Directors

Roger G Brown B.E., M.B.A.
Andrew H Brown
John R Forsyth B.E., M.B.A.
Robert D Fraser B.Ec., LLB (Hons)
Ernest E Kulmar B.Com., FCPA
Andrew P Stott

Company Secretary

John R Forsyth B.E., M.B.A.

Principal Registered Office

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Auditors

Pitcher Partners
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15 William Street
Melbourne Victoria 3000

Location of Register of Securities

Computershare Investor Services Pty Limited
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Abbotsford Victoria 3067
Tel: +61 (0)3 9415 4000 (investors)
Tel: 1300 850 505 (investors within Australia)
Fax: (03) 9473 2587

Stock Exchange

Australian Securities Exchange
Level 45, South Tower
Rialto, 525 Collins Street
Melbourne Victoria 3000

Directors' Report

The directors present their report together with the condensed financial report of the consolidated entity of ARB Corporation Limited, being the Company and its controlled entities, for the half year ended 31 December 2010 and the independent auditor's review report thereon. This financial report has been prepared in accordance with Australian Accounting Standards.

Directors Names

The names of the Directors in office at any time during or since the end of the half year are:

Name	Period of Directorship
Mr. Roger G Brown	Since 1987
Mr. Andrew H Brown	Since 1987
Mr. John R Forsyth	Since 1987
Mr. Robert D Fraser	Since 2004
Mr. Ernest E Kulmar	Since 2006
Mr. Andrew P Stott	Since 2006

The Directors have been in office since the start of the financial period to the date of this report unless otherwise stated.

Review of Operations

Further discussions on the entity's operations are disclosed in the attached half yearly results announcement.

The principal activities of the consolidated entity during the course of the half year remained unchanged and were the design, manufacture, distribution and sale of motor vehicle accessories and light metal engineering works.

The consolidated profit of the group for the half year after providing for income tax amounted to \$17,967,000.

Significant changes in the state of affairs

During the period, the group continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the Corporations Act 2001 in relation to the review for the half year is provided with this report.

Signed in accordance with a resolution of the Directors.



R.G. Brown
Director



J.R. Forsyth
Director

Melbourne, 16 February 2011

AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of ARB Corporation Limited

In relation to the independent review for the half-year ended 31 December 2010, to the best of my knowledge and belief there have been:

- (i) No contraventions of the auditor independence requirements of the *Corporations Act 2001*.
- (ii) No contraventions of any applicable code of professional conduct.



A R FITZPATRICK

Partner

16 February 2011



PITCHER PARTNERS

Melbourne

ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES
FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2010
ABN 31 006 708 756

Condensed Consolidated Income Statement
For the half year ended 31 December 2010

	CONSOLIDATED	
	DEC 2010	DEC 2009
	(\$'000s)	(\$'000s)
Sales revenue	129,164	110,242
Other income	1,069	833
Total revenue	130,233	111,075
Materials and consumables used	(61,946)	(53,436)
Employee expenses	(25,558)	(21,336)
Depreciation and amortisation expense	(2,948)	(2,825)
Advertising expense	(1,793)	(1,700)
Distribution expense	(3,108)	(2,682)
Finance costs	(48)	(4)
Occupancy costs	(4,324)	(3,338)
Other expenses	(5,642)	(4,699)
Profit before income tax expense	24,866	21,055
Income tax expense	(6,899)	(5,749)
Profit attributable to members of the parent entity	17,967	15,306
Basic and Diluted Earnings per share (cents)	24.79	22.32

The accompanying notes form part of these financial statements.

ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES
FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2010
ABN 31 006 708 756

Condensed Consolidated Statement of Comprehensive Income
For the half year ended 31 December 2010

	CONSOLIDATED	
	DEC 2010	DEC 2009
	(\$'000s)	(\$'000s)
Profit attributable to members of the parent entity	17,967	15,306
Other comprehensive income		
Movement in fair value of cash flow hedges, net of tax	(56)	26
Exchange differences on translation of foreign operations, net of tax	(2,710)	(1,328)
Other comprehensive income for the half year	(2,766)	(1,302)
Total comprehensive income for the half year attributable to members of the parent entity	15,201	14,004

The accompanying notes form part of these financial statements.

ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES
FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2010
ABN 31 006 708 756

Condensed Consolidated Statement of Financial Position
As at 31 December 2010

	CONSOLIDATED	
	DEC 2010	JUN 2010
	(\$'000s)	(\$'000s)
CURRENT ASSETS		
Cash and cash equivalents	17,548	20,903
Receivables	31,365	31,739
Other financial assets	-	56
Inventories	46,880	40,374
Other assets	130	223
Total current assets	95,923	93,295
NON-CURRENT ASSETS		
Property, plant and equipment	43,350	43,453
Deferred tax assets	2,694	2,188
Intangible assets	11,275	10,300
Total non-current assets	57,319	55,941
Total assets	153,242	149,236
CURRENT LIABILITIES		
Payables	24,619	25,508
Current tax liabilities	3,787	6,056
Provisions	6,405	5,705
Total current liabilities	34,811	37,269
NON-CURRENT LIABILITIES		
Provisions	522	561
Total non-current liabilities	522	561
Total liabilities	35,333	37,830
Net assets	117,909	111,406
EQUITY		
Contributed equity	46,618	46,618
Reserves	1,137	3,903
Retained profits	70,154	60,885
Total equity	117,909	111,406

The accompanying notes form part of these financial statements.

ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES
FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2010
ABN 31 006 708 756

Condensed Consolidated Statement of Changes in Equity
For the half year ended 31 December 2010

	Contributed equity (\$'000s)	Reserves (\$'000s)	Retained earnings (\$'000s)	Total Equity (\$'000s)
Consolidated Entity				
Balance as at 1 July 2010	46,618	3,903	60,885	111,406
Profit for the half year	-	-	17,967	17,967
Movement in fair value of cash flow hedges, net of tax	-	(56)	-	(56)
Exchange differences on translation of foreign operations, net of tax	-	(2,710)	-	(2,710)
Total comprehensive income for the half year	-	(2,766)	17,967	15,201
Transactions with owners in their capacity as owners:				
Dividends paid	-	-	(8,698)	(8,698)
Total transactions with owners in their capacity as owners	-	-	(8,698)	(8,698)
Balance as at 31 December 2010	46,618	1,137	70,154	117,909
Balance as at 1 July 2009	25,887	4,579	61,573	92,039
Profit for the half year	-	-	15,306	15,306
Movement in fair value of cash flow hedges, net of tax	-	26	-	26
Exchange differences on translation of foreign operations, net of tax	-	(1,328)	-	(1,328)
Total comprehensive income for the half year	-	(1,302)	15,306	14,004
Transactions with owners in their capacity as owners:				
Contributions	20,731	-	-	20,731
Dividends paid	-	-	(27,880)	(27,880)
Total transactions with owners in their capacity as owners	20,731	-	(27,880)	(7,149)
Balance as at 31 December 2009	46,618	3,277	48,999	98,894

The accompanying notes form part of these financial statements.

ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES
FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2010
ABN 31 006 708 756

Condensed Consolidated Statement of Cash Flows
For the half year ended 31 December 2010

	CONSOLIDATED	
	DEC 2010	DEC 2009
	(\$'000s)	(\$'000s)
Cash Flows From Operating Activities		
Receipts from customers	143,116	115,785
Payments to suppliers and employees	(125,833)	(91,118)
Interest received	382	56
Finance costs	(48)	(4)
Income tax paid	(9,185)	(6,003)
Other income received	677	612
Net cash provided by Operating activities	9,109	19,328
Cash Flows From Investing Activities		
Payments for property, plant, equipment	(3,968)	(2,136)
Payments for research & development	(609)	(276)
Payments for investments & goodwill	(851)	-
Proceeds from sales of property, plant & equipment	99	46
Net cash used in Investing activities	(5,329)	(2,366)
Cash Flows From Financing Activities		
Dividends paid	(8,698)	(14,387)
Issue of shares net of costs	-	7,239
Commercial bills repaid	-	(1,500)
Net cash used in Financing activities	(8,698)	(8,648)
Foreign exchange differences	1,563	-
Net increase/(decrease) in cash held	(3,355)	8,314
Cash at beginning of the half financial year	20,903	2,790
Cash at the end of the half financial year	17,548	11,104

The accompanying notes form part of these financial statements.

Notes to the Financial Statements
For the half year ended 31 December 2010

1. Basis of preparation of the Half Year Financial Report

This half year financial report does not include all the notes of the type usually included in the annual financial report.

It is recommended that this financial report be read in conjunction with the financial report for the year ended 30 June 2010 and any public announcements made by ARB Corporation Limited during the half year in accordance with any continuous disclosure obligations arising under the Corporations Act 2001.

The half year financial report was authorised for issue by the Directors on 16 February 2011.

(a) Basis of preparation of the half year financial report

This general purpose half year financial report has been prepared in accordance with Australian Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Act 2001.

The half year financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets as described in the accounting policies.

(b) Summary of the significant accounting policies

Accounting policies applied in this half year financial report are the same as those used in the annual financial report for the year ended 30 June 2010.

(c) Rounding amounts

The Group is of a kind referred to in ASIC Class Order 98/0100 and in accordance with that Class Order, amounts in the financial statements have been rounded off to the nearest thousand dollars, or in certain cases, to the nearest dollar.

2. Dividends

Dividends recommended or paid by the Company are:

		CONSOLIDATED	
		DEC 2010	DEC 2009
		(\$'000s)	(\$'000s)
(i)	a final fully franked ordinary dividend of 12 cents per share (2009: 10 cents fully franked) paid on 22 October 2010.	8,698	6,657
(ii)	a fully franked special dividend of 40.0 cents per share paid on 1 December 2009	-	26,626
(iii)	Special dividend forgone for Bonus Share Plan	-	(5,403)
		8,698	27,880
(iv)	an interim fully franked ordinary dividend of 10.0 cents per share (2009: 7.5 cents fully franked) has been recommended by the Directors	7,248	5,436

The dividends paid by the Company were fully franked at the tax rate of 30% (2009: 30%) and the recommended interim dividend will be fully franked at the tax rate of 30%.

Notes to the Financial Statements (continued)
 For the half year ended 31 December 2010

3. Segment information

3 (a) Description of segments

The major products/services from which the consolidated entity derived revenue during the year remained unchanged and were the design, manufacture, distribution and sale of motor vehicle accessories and light metal engineering works.

The reportable segments of the consolidated entity are based on geographical locations comprising operations in Australia, USA and Thailand.

3 (b) Income Statement

	Australia (\$'000s)	USA (\$'000s)	Thailand (\$'000s)	Consolidated (\$'000s)
2010				
Segment revenue				
Total segment revenue	130,050	11,922	8,559	150,531
Intersegmental revenues	(12,512)	-	(7,786)	(20,298)
Segment revenue from external source	117,538	11,922	773	130,233
Total segment result	15,940	(267)	2,367	18,040
Intersegmental eliminations	(73)	-	-	(73)
Segment result from external source	15,867	(267)	2,367	17,967
Total Segment Assets	130,756	11,138	11,348	153,242
2009				
Segment revenue				
Total segment revenue	109,571	11,141	6,196	126,908
Intersegmental revenues	(10,205)	-	(5,628)	(15,833)
Segment revenue from external source	99,366	11,141	568	111,075
Total segment result	13,801	(213)	1,873	15,461
Intersegmental eliminations	(202)	147	(100)	(155)
Segment result from external source	13,599	(66)	1,773	15,306
Total Segment Assets	113,909	9,439	9,998	133,346

4. Commitments

The company has signed a contract for the purchase of land and buildings in Australia to the value of \$1,800,000

5. Significant items

There have been no significant items during the half year ended 31 December 2010.

Notes to the Financial Statements (continued)
 For the half year ended 31 December 2010

6. Business combinations

During the half year the consolidated entity purchased two retail stores in Australia.

A summary of these transactions are:

	\$'000s
Total cost of combination	<u>1,332</u>

Assets and liabilities acquired

Assets and liabilities acquired as a result of the business combination were:

	Fair value at acquisition \$'000s	Carrying value prior to acquisition \$'000s
Assets and liabilities acquired		
Inventory	463	463
Plant and equipment	38	38
Deferred Tax Asset	9	9
Employee Entitlements	(29)	(29)
Net assets acquired	<u>481</u>	<u>481</u>
Goodwill	<u>851</u>	

The goodwill on acquisition arises as a result of the businesses' reputation, employees and profitability.

7. Subsequent events

There has been no matter or circumstance, which has arisen since 31 December 2010 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 31 December 2010, of the consolidated entity, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 31 December 2010, of the consolidated entity.

Directors' Declaration

The directors declare that the financial statements and notes set out on pages 5 to 12 are in accordance with the Corporations Act 2001, and:

- (a) Comply with Australian Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Act 2001, and other mandatory professional reporting requirements; and
- (b) Give a true and fair view of the financial position of the consolidated entity as at 31 December 2010 and of its performance for the half year ended on that date.

In the directors' opinion there are reasonable grounds to believe that ARB Corporation Limited will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.



Roger G Brown
Director



John R Forsyth
Director

Melbourne
16 February 2011

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ARB CORPORATION LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of ARB Corporation Limited and controlled entities, which comprises the condensed consolidated statement of financial position as at 31 December 2010, the condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the period's end or from time to time during the half year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of ARB Corporation Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of ARB Corporation Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.



A R FITZPATRICK

Partner

16 February 2011



PITCHER PARTNERS

Melbourne