

PROCTER & GAMBLE CO
Form 11-K
September 28, 2011

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 11-K

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
[NO FEE REQUIRED] FOR THE FISCAL YEAR ENDED JUNE 30, 2011, OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
[NO FEE REQUIRED] for the transition period from _____ to _____.

Commission file number 001-00434

A. Full title of the plan and the address of the plan, if different from that of the issuer named below: Procter & Gamble Ireland Employees Share Ownership Plan, c/o Irish Pensions Trust Limited, 25/28 Adelaide Road, Dublin 2, Ireland.

B. Name of issuer of the securities held pursuant to the plan and the address of its principal executive office: The Procter & Gamble Company, One Procter & Gamble Plaza, Cincinnati, Ohio 45202

REQUIRED INFORMATION

Item Audited statements of financial condition as of the end of the latest two fiscal years of the plan (or such lesser
1. period as the plan has been in existence).

Item Audited statements of income and changes in plan equity for each of the latest three fiscal years of the plan (or
2. such lesser period as the plan has been in existence).

PROCTER & GAMBLE

IRELAND
EMPLOYEES SHARE
OWNERSHIP PLAN

Statements of Net Assets Available for Plan

Benefits as of June 30, 2011 and 2010, Statements
of Changes in Net Assets Available for Plan
Benefits for the Years Ended June 30, 2011, 2010
and 2009, and Report of Independent Registered
Public Accounting Firm

PROCTER & GAMBLE IRELAND
EMPLOYEES SHARE OWNERSHIP PLAN

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Trustees of the Procter & Gamble Ireland Employees Share Ownership Plan

We have audited the accompanying statements of net assets available for Plan benefits of the Procter & Gamble Ireland Employees Share Ownership Plan (“Plan”) as of June 30, 2011 and 2010, and the related statements of changes in net assets available for plan benefits for each of the three years ended June 30, 2011, 2010 and 2009. These financial statements are the responsibility of the Plan’s management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The Plan is not required to have, nor were we engaged to perform an audit of its internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan’s internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, such financial statements present fairly, in all material respects, the net assets available for Plan benefits of the plan as of June 30, 2011 and 2010, and the changes in net assets available for plan benefits for the years ended June 30, 2011, 2010 and 2009 in conformity with accounting principles generally accepted in the United States of America.

/s/ Deloitte LLP

Deloitte LLP
Newcastle upon Tyne, United Kingdom

28th September 2011

PROCTER & GAMBLE IRELAND
EMPLOYEES SHARE OWNERSHIP PLAN

STATEMENTS OF NET ASSETS AVAILABLE FOR PLAN BENEFITS
JUNE 30, 2011 AND 2010

| | 2011 € | 2010 € |
|--|------------------|------------------|
| ASSETS: | | |
| Investment in The Procter & Gamble Company common stock, at fair value (79,332 shares at 30 June 2011, 122,983 shares at 30 June 2010) | 3,475,867 | 6,043,583 |
| Investment in The J.M. Smucker Company common stock, at fair value (1 share at 30 June 2011, 1 share at 30 June 2010) | 35 | 35 |
| Cash at bank and in hand | 124,465 | 107,627 |
| Due from participating Procter & Gamble companies (note 6) | 85,978 | 92,074 |
| Other debtors | - | 2,309 |
| Total assets | 3,686,345 | 6,245,628 |
| LIABILITIES: | | |
| Other creditors | (5,567) | (5,567) |
| Distributions payable | (61,437) | (53,879) |
| Total liabilities | (67,004) | (59,446) |
| NET ASSETS AVAILABLE FOR PLAN BENEFITS | 3,619,341 | 6,186,182 |

See notes to financial statements.

PROCTER & GAMBLE IRELAND
EMPLOYEES SHARE OWNERSHIP PLAN

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR PLAN BENEFITS
YEARS ENDED JUNE 30, 2011, 2010 AND 2009

| | 2011 | 2010 | 2009 |
|--|--------------------|------------------|----------------|
| | € | € | € |
| ADDITIONS / (LOSSES): | | | |
| Investment income/(loss): | | | |
| Net appreciation/(depreciation) in fair value of investments | (617,604) | 1,437,617 | (330,220) |
| Interest income | 486 | - | 3,842 |
| Dividend income | 184,003 | 154,363 | 113,534 |
| Total investment income / (loss) | (433,115) | 1,591,980 | (212,844) |
| Contributions from participating Procter & Gamble companies | 471,437 | 557,903 | 673,507 |
| Contributions from participants | 471,437 | 557,903 | 673,507 |
| Total contributions | 942,874 | 1,115,806 | 1,347,014 |
| Total additions | 509,759 | 2,707,786 | 1,134,170 |
| DEDUCTIONS: | | | |
| Distributions and withdrawals to participants | (3,076,600) | (571,067) | (352,348) |
| Administrative expenses | - | - | - |
| Total deductions | (3,076,600) | (571,067) | (352,348) |
| NET INCREASE | (2,566,841) | 2,136,719 | 781,822 |
| NET ASSETS AVAILABLE FOR PLAN BENEFITS: | | | |
| Beginning of year | 6,186,182 | 4,049,463 | 3,267,641 |
| End of year | 3,619,341 | 6,186,182 | 4,049,463 |

See notes to financial statements.

PROCTER & GAMBLE IRELAND
EMPLOYEES SHARE OWNERSHIP PLAN

NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2011, 2010 AND 2009

1. PLAN DESCRIPTION

The following brief description of the Procter & Gamble Ireland Employees Share Ownership Plan (“Plan”) is provided for general information purposes only. Participants should refer to the Plan agreement for more complete information.

General - The Plan is a share purchase plan established by Procter & Gamble (Manufacturing) Ireland Limited and Procter & Gamble Limited (“Companies”) to provide a means for eligible Irish employees to tax efficiently purchase shares in The Procter & Gamble Company (“Parent”) and The J.M. Smucker Company. The Plan is administered by Mercer Limited who were appointed by the Trustees of the Plan and who hold the Plan assets on behalf of the Trustees of the Plan.

Contributions- Employees can contribute up to 2.5% of their base salary. The participating Procter & Gamble companies (see note 6) match all contributions by employees in full.

Distributions and Withdrawals - Participants may withdraw shares from the Plan at any time subject to the following Plan rules. Participants who withdraw shares from the Plan within three years of purchase become liable for income tax. Participants who withdraw shares from the Plan after three years can do so without attracting any income tax.

Participant Accounts – Individual accounts are maintained for each Plan participant. Each participant’s account is credited with the participants’ contribution, the participating Procter & Gamble companies (see Note 6) matching contribution and allocations of Plan earnings, and charged with withdrawals and an allocation of Plan losses. Allocations are based on participant earnings or account balances as defined. The benefit to which a participant is entitled is limited to the shares that can be provided from the participant’s account.

Vesting - Participants are immediately vested in their contributions, the participating Procter & Gamble companies matching contributions and earnings.

Investments – Participants are only permitted to invest in The Procter & Gamble Company common stock and The J.M. Smucker Company common stock. Any dividends on shares of Company common stock are separately payable to participants in accordance with the Plan agreement.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and changes therein and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

Risks and Uncertainties - The Plan invests in The Procter & Gamble Company common stock and The J.M. Smucker Company common stock which represents a concentration in investments. Investment securities, in general, are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in values of investment securities will occur in the near term and such changes could materially affect the amounts reported in the financial statements.

PROCTER & GAMBLE IRELAND
EMPLOYEES SHARE OWNERSHIP PLAN

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investment Valuation and Income Recognition – The Plan’s investment in The Procter & Gamble Company common stock and The J.M. Smucker Company common stock is stated at fair value, which is based on quoted market prices and is translated into Euro at the rate of exchange at June 30. Purchases and sales of securities are recorded on a trade date basis. Dividends are recorded on the ex-dividend date, net of any U.S. withholding taxes. Realized gains and losses are based upon the identified cost method.

Net Appreciation / (Depreciation) in Fair Value of Investments — Realized and unrealized appreciation / (depreciation) in fair value of investments is based on the difference between the fair value of the assets at the beginning of the year, or at the time of purchase for assets purchased during the year, and the related fair value on the day investments are sold with respect to realized appreciation / (depreciation), or on the last day of the year for unrealized appreciation / (depreciation).

Cash at Bank and In Hand – Amounts shown as cash at bank and in hand are uninvested funds held that are to be invested in The Procter & Gamble Company common stock and The J.M. Smucker Company common stock in the following month.

Expenses of the Plan — Investment management expenses and all other fees and expenses are reimbursed by the participating Procter & Gamble companies (see Note 6).

Distributions and Withdrawals — Participants may withdraw shares from the Plan at any time subject to the following Plan rules. Participants who withdraw shares from the Plan within three years of purchase become liable for income tax. Participants who withdraw shares from the Plan after three years can do so without attracting any income tax.

New Accounting Standards Adopted — In January 2010, the FASB issued Accounting Standards Updates (ASU) No. 2010-06, Fair Value Measurements and Disclosures, which amends ASC 820, adding new disclosure requirements for Levels 1 and 2, separate disclosures of purchases, sales, issuances, and settlements relating to Level 3 measurements and clarification of existing fair value disclosures. ASU No. 2010-06 is effective for periods beginning after December 15, 2009, except for the requirement to provide Level 3 activity of purchases, sales, issuances, and settlements on a gross basis, which is effective for fiscal years beginning after December 15, 2010. The adoption of this standard had no material effect on the financial statements.

On May 12, 2011, the FASB issued ASU 2011-04, a guidance to improve the comparability of fair value measurements presented and disclosed in financial statements prepared in accordance with generally accepted accounting principles in the United States of America and International Financial Reporting Standards. The amendments are of two types: (i) those that clarify the application of existing fair value measurement and disclosure requirements and (ii) those that change a particular principle or requirement for measuring fair value or for disclosing information about fair value measurements. The update is effective for annual periods beginning after December 15, 2011. Plan management is in the process of evaluating the impact of the adoption of this guidance on the Plan’s financial statements.

PROCTER & GAMBLE IRELAND
EMPLOYEES SHARE OWNERSHIP PLAN

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

FASB Accounting Standards Codification (ASC) Topic 820, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are described as follows:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2 Inputs to the valuation methodology include

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

All investments are measured following a level 1 valuation technique.

3. INVESTMENTS

The Plan's investment in The Procter & Gamble Company and The J.M. Smucker Company common stock experienced net (depreciation) appreciation in value as follows for the years ended June 30, 2011, 2010, and 2009:

| 2011 | 2010 | 2009 |
|-----------|-----------|-----------|
| € | € | € |
| (617,604) | 1,437,617 | (330,220) |

4. TAX STATUS

The Irish Tax Authority has determined and informed the Companies that it is an approved Employee Share Scheme under Irish tax legislation. Therefore, the Plan Administrator believes that the Plan was qualified and tax-exempt as of June 30, 2011 and 2010 and no provision for income taxes has been reflected in the accompanying financial statements.

5.

DISTRIBUTIONS PAYABLE

Distributions payable represent dividends and proceeds from disposals owed to participants and were €61,437 and €53,879 at June 30, 2011 and 2010, respectively. Dividends received by the Plan are separately payable to participants in accordance with the Plan agreement.

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PROCTER & GAMBLE IRELAND
EMPLOYEES SHARE OWNERSHIP PLAN

6. PARTICIPATING PROCTER & GAMBLE COMPANIES

The participating Procter & Gamble Companies are as follows:

- Procter & Gamble (Manufacturing) Ireland Ltd;
 - Braun Oral-B Ireland Ltd;
 - Procter & Gamble Ltd;
 - Procter & Gamble (HABC) Ltd;
- Procter & Gamble (L&CP) Ltd; and
 - Wella (U.K.) Ltd.

7. RELATED PARTY TRANSACTIONS

At June 30, 2011 and 2010, the Plan held 79,332 and 122,983 shares, respectively, of common stock of The Procter & Gamble Company, the sponsoring employer, with a cost basis of €6,159,279 and €5,803,979, respectively. Contributions from participating Procter & Gamble Companies of €471,437, €557,903 and €673,507 were recorded for the years ended June 30, 2011, 2010 and 2009 respectively. Amounts due from participating Procter & Gamble Companies of €85,978, €92,074 were recorded for the years ended June 30, 2011 and 2010 respectively. During the years ended June 30, 2011, 2010 and 2009, the Plan recorded dividend income from The Procter & Gamble Company common stock of €184,003, €154,363 and €113,534 respectively.

8. PLAN TERMINATION

Although they have not expressed any intent to do so, the participating Procter & Gamble companies have the right under the Plan to discontinue their contributions at any time and to terminate the Plan subject to the provisions set forth in the Plan agreement.

THE PLAN. Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the employees benefit plan) have duly caused this annual report to be signed on its behalf by the undersigned, thereunto duly authorized, in the City of Dublin, Ireland, on the 27th day of September 2011.

PROCTER & GAMBLE IRELAND
EMPLOYEES SHARE OWNERSHIP PLAN

___/s/ Brian Duncan
Brian Duncan
Director
Irish Pensions Trust Limited,
Corporate Trustee

___/s/ Pat Foley
Pat Foley
Director
Irish Pensions Trust Limited,
Corporate Trustee

EXHIBIT INDEX

Exhibit No.

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Consent of Deloitte LLP

