

BOOK POST
PRINTED MATTER

Murree Brewery Company Limited

3-National Park Road, Rawalpindi

Tel: 051-5567041-47

Fax 051-5584420

E-mail: murree.brewery@murreebrewery.com

mubr@cyber.net.pk

Website: www.murreebrewery.com



Estd. 1860



ISO 9001, 14001, HACCP &
OHSAH CERTIFIED COMPANY

Murree Brewery Co. Ltd. Rawalpindi

Condensed Interim (Unaudited) Financial Information
1st Quarter For The Period Ended 30 September, 2022



Murree Brewery Company Limited



CONTENTS	PAGES
Vision & Mission Statement	1
Corporate Information	2-3
Directors' Review	4-5
ڈائریکٹرز کا جائزہ	6-7
Statement of Financial Position	8
Statement of Profit or Loss	9
Statement of Comprehensive Income	10
Statement of Changes in Equity	11
Statement of Cash Flows	12
Notes to the Financial Information	13-25

Murree Brewery Company Limited



VISION STATEMENT

Our office is in the market

MISSION STATEMENT

We the people of Murree Brewery Co. Ltd. make our personal commitment to first understand our customers' requirement then to meet and exceed their expectations, by performing the correct tasks on time and every time through:

Continuous improvement

Alignment of our missions and goals

Responsibility and respect of our jobs and each other

Educate one another

Murree Brewery Company Limited

ESTABLISHED 1860

CORPORATE INFORMATION

BOARD OF DIRECTORS

Chairman-Non Executive Director
CEO/Director-Executive Director
Non-Executive Director
Non-Executive Director
Independent Director
Independent Director
Independent Director
Independent Director

Ch. Mueen Afzal
Mr. Isphanyar M. Bhandara
Mr. Aamir Hussain Shirazi
Mrs. Goshi M. Bhandara
Prof. Khalid Aziz Mirza
Mr. Shahbaz Haider Agha
Mr. Pervaiz Akhtar
Ms. Jahanara Sajjad Ahmad

PRINCIPAL OFFICERS

Company Secretary
Chief Financial Officer
Head of Internal Audit
General Manager (Brewery Division)
Business Manager (Murree Glass)
Plant Manager (// //)
General Manager (Tops)
Factory Manager (Murree Sparkletts)

Ch. Waqar A. Kahloon
Mr. Muhammad Khurshid
Mr. Zaka Ullah Malik
Mr. Fakher-e-Mahmood
Mr. Arshad Zaheer
Mr. Zaka ud Din
Mr. Talat Yaqoob Awan
Mr. Fayyaz Ahmad

AUDIT & RISK MANAGEMENT COMMITTEE

Mr. Shahbaz Haider Agha (Chairman)
Ch. Mueen Afzal (Member)
Prof. Khalid Aziz Mirza (Member)
Mrs. Goshi M. Bhandara (Member)
Ms. Jahanara Sajjad Ahmad (Member)

HUMAN RESOURCE & REMUNERATION AND NOMINATION COMMITTEE

Prof. Khalid Aziz Mirza (Chairman)
Ch. Mueen Afzal (Member)
Mr. Aamir Hussain Shirazi (Member)
Mr. Isphanyar M. Bhandara (Member)
Mr. Pervaiz Akhtar (Member)

AUDITORS

M/s KPMG Taseer Hadi & Co.
Chartered Accountants.
6th Floor, State Life Bldg,
Jinnah Avenue, Islamabad.

PRINCIPAL BANKERS

Askari Commercial Bank Ltd, Islamabad
Standard Chartered Bank, Islamabad
National Bank of Pakistan, Rawalpindi / Hattar
Bank Alfalah Ltd, Rawalpindi
The Bank of Khyber, Hattar
Allied Bank Ltd, Rwp/Lhr/Gujranw/F.Abad/Multan
Sahiwal/Murree/Sargodha
United Bank Limited, Islamabad.

Murree Brewery Company Limited

ESTABLISHED 1860 CORPORATE INFORMATION

REGISTERED OFFICE

Murree Brewery Company Limited
3-National Park Road, Rawalpindi
Tel: 051-5567041-47, Fax: 051-5584420
E-mail: murree.brewery@murreebrewery.com
murbr@cyber.net.pk
Website: www.murreebrewery.com

FACTORIES

- (1) **Murree Brewery Company Limited**
3-National Park Road, Rawalpindi
Tel: 051-5567041-47, Fax: 051-5584420
- (2) **Tops Food & Beverages**
 - (a) 3-National Park Road, Rawalpindi
Tel: 051-5567041-47, Fax: 051-5565461
 - (b) Plot No. 14/1, Phase III, Industrial Estate,
Hattar, District Haripur (K.P.K)
Tel: 0995-617013, 617493, 617494
- (3) **Murree Sparkletts**
 - (a) Plot No. 10/2, Phase III, Industrial Estate,
Hattar, District Haripur (K.P.K)
 - (b) 121/3, Industrial Estate, Kot Lakhpat,
Lahore.
- (4) **Murree Glass**
Plot No. 24, Phase III, Industrial Estate,
Hattar, District Haripur (K.P.K)
Tel: 0995-617233, 0995-617188

DISTRIBUTION OFFICES

- (i) Tops Food & Beverages
121/3, Industrial Estate, Kot Lakhpat,
Lahore. (Tel: 042-5117501)
- (ii) Aziz Chowk Pindi Bypass,
Galla Sonica Industry, G.T.Road,
Gujranwala (Tel: 055-3891571)
- (iii) Mansoor Abad
Near Sant Sing Railway Gate
Jumra Road, Faisalabad
Tel: (041-8522182 & 2420580)
- (iv) 164/B, Near Winter Time,
Small Industries Estate, Sahiwal
Mobile: 0335-5611125
- (v) Ratti Gali, Ayubia Road, Murree
Mob: 0335-5111047

- (vi) Plot No. 28-B Small
Industrial Estate Opp.
Siddique Kantawala Main
Lahore Road, Sargodha
Mob: 0335-5611103

SHARE REGISTRAR

CDC Share Registrar Services Limited
CDC House 99-B, Block 'B' SMCHS, Main
Shahra-e-Faisal Karachi-74400,
Tel: +(92-21)111-111-500
Fax: +(92-21)034326053, Email:info@cdcsrsl.com

LEGAL ADVISORS

- (i) Hamid Law Associates,
409-410, Alfalah Building,
Shahrah-e-Quaid-e-Azam
Lahore. Tel: 042-6301801
- (ii) Mr. Umer Abdullah (Advocate)
Chaudhary Law Associates
Advocate High Court
Flats No. 5 & 6, 1st Floor, MICCOP Center,
1. Mozang Road, Lahore.
Cell # 0300-8430877, 0345-8412222
- (iii) Mr. Muhammad Ilyas Sheikh
House No. 37, Street No. 02, Mohalla
Phase 5, Bahria Town, Islamabad.

TAX ADVISORS

- (i) Naseem Zafar Associates
10-Commercial Building,
Shahrah-e-Quaid-e-Azam, Lahore.
Tel: 042-37314315-16
- (ii) Sheikh Law Associates
G 313-316, Imran Mansion,
Gordon College Road, Rawalpindi,
Ph: 051-5770500 Website: www.sla.net.pk
- (iii) M/s KPMG Taseer Hadi & Co.
Chartered Accountants.
6th Floor, State Life Bldg,
Jinnah Avenue, Islamabad.

CORPORATE ADVISOR

RS Corporate Advisory
First Floor, Plot No. 62, Central Commercial
Area (CCA), Block-T, Phase -2, Defence
Housing Authority , Lahore Cantt-Pakistan.
Tel: +92 42 357 47 904
Website: www.rscorporate.com

Murree Brewery Company Limited

DIRECTORS' REVIEW

The Board of Directors of Murree Brewery Company Limited takes pleasure in presenting its review of the financial performance and affairs of the Company for the three months period ended September 30, 2022.

An overview of the Company's financial performance for the three months period against the corresponding period of the last year is as follows:-

FINANCIAL OVERVIEW & HIGHLIGHTS

				Rs. In million
Sales revenue (Net)	increased by	21%	from	3,712 to 4,491
Gross Profit	decreased by	16%	from	945.2 to 794.7
Profit before Taxation	decreased by	38%	from	597.6 to 370.8
Profit after Taxation	decreased by	41%	from	437.1 to 258.2
Earnings per share	decreased by	41%	from	Rs. 15.80 to Rs. 9.34

Net profit of the Company has decreased by 41% during the 1st quarter ended September 30, 2022, compared to the corresponding period of last year, due primarily to increasing cost of raw materials and energy.

IMPORTANT ISSUES:

i. Gas Infrastructure Development Cess (GIDC):

The honorable Supreme Court of Pakistan decided the matter of GIDC in favor of the Government on 13th August, 2020. Subsequent to the decision, review petitions were filed by the companies but the Supreme Court upheld its earlier decision. Company has already provided for the GIDC expense in its financial statements on 30th June, 2020. GIDC installments have been paid in full Rs. 284,209,640/- as on August 25, 2022.

ii. Tax on water consumption for commercial use:

The Supreme Court of Pakistan announced taxation of the beverage industry @ Re. 1 per liter, which was later on reduced by Re 0.25 per liter as per provincial legislation relating to the Punjab and KPK. A review petition filled by the beverage industry continues to be subjudice before the honorable Supreme Court of Pakistan. Tops & Murree Sparkletts (Hattar) in line with the industry practice, have so far paid Rs 3.5 million @ Re. 0.25 per liter to the KPK Government.

iii. Super Tax Budget in 2021-22:

The Company is contemplating, in coordination with industry to contest the amount payable i.e. Rs. 240 million under Super Tax.

Murree Brewery Company Limited

INTERIM DIVIDEND:

The Directors have today declared first interim cash dividend of 50% (i.e. Rs. 5 per share) for the year ending June 30, 2023.

CONTRIBUTION TO NATIONAL EXCHEQUER:

Your Company contributed a sum of Rs. 1,490 million in the three months period ended September 30, 2022 (September 30, 2021: Rs. 1,210 million) to the Government exchequer on account of duty and taxes.

CORPORATE SOCIAL RESPONSIBILITY:

The Company fully meets its obligation as a social corporate citizen. The Company always takes constructive interest in social matters which may not be directly related to the business, and makes donations to charitable institutions, hospitals and trusts. During the first quarter FY 2022-23, the Company has donated Rs. 335,000/- to various welfare & charitable organizations.

The Company continues to make available the use of its property to Association for Special Persons (DARAKHSHAN). Presently 75 disabled women are getting training in this vocational school for helping destitute handicapped women to be self-reliant, computer literate and contributing members of society. This property has been provided free of charge by the Company with furniture and fittings and the Company bears the cost of utilities and maintenance.

The Company continues to operate and support a Social Security Dispensary on its premises. This caters the needs of workers and their families.

OUTLOOK:

Business environment of the Country has become very challenging because of massive currency devaluation, spiraling inflation, high interest rates and new super tax rates. However, the Company remains committed to providing high quality products to its consumers.

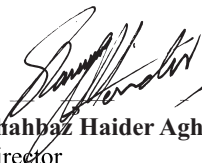
APPRECIATION:

The Board would like to record its appreciation of the management team together with the other employees for their work and loyalty to the Company. The Board also extends its gratitude to all stakeholders and shareholders for their continuing support.

ON BEHALF OF THE BOARD



Isphanyar M Bhandara
Chief Executive Officer



Shahbaz Haider Agha
Director

Rawalpindi October 25, 2022

ادارہ جاتی سماجی ذمے داری (سی ایس آر)

مری بروڈی کھیتی ایک ذمے دار سماجی شہری کے طور پر اپنے تمام فرائض کی تکمیل کرتی ہے۔ کھیتی ہمیشہ سماجی فلاح و بہبود اور تعمیر میں اپنا کردار نبھاتی ہے اور ان خدمات کا کاروبار سے براہ راست تعلق نہیں ہوتا کھیتی مختلف رفاہی اداروں، ہسپتالوں اور فرسٹس کو کھلیات فراہم کرتی ہے۔ مالی سال کی پہلی سہ ماہی 2022-23 کے دوران کھیتی نے مختلف گھائی اور خیراتی اداروں کو 335,000 روپے کے کھلیات دئے ہیں۔

مزید برآں کھیتی نے ایسوی ایٹن فار اسٹیبل پرنسز (درختوں) کیلئے اپنی املاک کے استعمال کی دستیابی کو جاری رکھا۔ فی الوقت اس وقت اس کو کیشنل اسکول برائے امانت محمد معذور خواتین میں 75 خواتین تربیت حاصل کر رہی ہیں تاکہ وہ خود انحصاری، کمپیوٹر خواندہ اور معاشرے کے فعال فرد کے طور پر زندگی گزاریں۔ یہ پراپرٹی کھیتی کی جانب سے فرنیچر اور فٹنگو کے ساتھ مفت فراہم کی جا رہی ہے اور کھیتی اس کی دیکھ بھال اور پینٹنگ کے سارے اخراجات خود برداشت کرتی ہے۔

کھیتی نے اپنی جگہ پر ایک سوشل سیکورٹی ڈسپنری کو چلانے اور اس کی مدد جاری رکھنے کا سلسلہ بھی شروع کر رکھا ہے۔ یہ ملازمین اور ان کے اہل خانہ کیلئے خدمات فراہم کر رہی ہے۔


توثقات


کڑی کی قدر میں بڑے پیمانے پر کمی، افراط زر میں اضافے، بلند شرح سود اور نئی سپر ٹیکس شرحوں کی وجہ سے ملک کا کاروباری ماحول بہت مشکل ہو گیا ہے۔ تاہم، کھیتی اپنے صارفین کو اعلیٰ معیار کی مصنوعات فراہم کرنے کے لئے پرعزم ہے۔

خدمات کا اعتراف

بورڈ اپنے تمام ملازمین، تمام کاروباری اسٹیک ہولڈرز کے عزم، تعاون اور شراکت کو سراہتا ہے اور ان کا شکر گزار ہے۔ بورڈ کھیتی کے مقاصد کے حصول کیلئے سرکاری حکام اور شہر ہولڈرز کے غیر حتمی تعاون پر ان کا بھی شکریہ ادا کرتا ہے۔

بورڈ کی جانب سے


شہباز چوہدری
ڈائریکٹر


اسغیا رام بھٹارا
چیف ایگزیکٹو آفیسر

راولپنڈی، 25 اکتوبر 2022ء

مری برووری کمپنی لمیٹڈ

ڈائریکٹرز کا جائزہ

مری برووری کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز 30 ستمبر 2022 کو اختتام پذیر ہونے والی سرمایہ کے لئے کمپنی کی مالی کارکردگی اور امور کا جائزہ پیش کرتے ہوئے خوش محسوس کرتے ہیں۔

گزشتہ سال کے تقابلی عرصے کے مقابلے میں اس سرمایہ کیلئے کمپنی کی مالی کارکردگی کا جائزہ حسب ذیل ہے:

مالیاتی جائزہ اور اہم نکات:

روپے ملین میں	اضافہ %	محصولات فروخت (خالص)
3,712 سے 4,491	21%	مجموعی منافع جات
945.2 سے 794.7	16% کمی	منافع قبل از ٹیکس
597.6 سے 370.8	38% کمی	منافع بعد از ٹیکس
437.1 سے 258.2	41% کمی	آمدنی فی حصص
15.80 روپے سے 9.34 روپے	41% کمی	

پچھلے سال کے تقابلی عرصے کے مقابلے میں رواں سرمایہ میں کمپنی کے خالص منافع میں 41% کمی واقع ہوئی جس کی بنیادی وجہ خام مال اور توانائی کی بڑھتی ہوئی لاگت ہے۔

اہم مسائل:

- I- گیس انفراسٹرکچر ڈیولپمنٹ سیس (جی آئی ڈی سی) فائل عدالت عظمیٰ پاکستان نے مورخہ 13 اگست 2020 کو جی آئی ڈی سی کے معاملے پر حکومت کے حق میں فیصلہ دیا تھا۔ اس فیصلے کے بعد کمپنی کی جانب سے نظر ثانی کی درخواستیں جمع کروائی گئی تھیں لیکن عدالت نے اپنے پچھلے فیصلے کو برقرار رکھا۔ کمپنی نے 30 ستمبر 2022ء پر اپنے مالی گوشواروں میں جی آئی ڈی سی اخراجات کیلئے پہلے ہی رقم فراہم کر دی تھی۔ جی آئی ڈی سی کی مکمل اقسامات 25 اگست 2022 تک -/284,209,640 روپے ادا کی جا چکی ہیں۔
- II- تجارتی استعمال کیلئے پانی کے استعمال پر ٹیکس عدالت عظمیٰ پاکستان نے بیرون اڈسٹری پر ایک روپے فی لیٹر کے ٹیکس کا اعلان کیا تھا، جسے بعد میں پنجاب اور خیبر پختونخواہ سے متعلق صوبائی قانون سازی کے مطابق 0.25 روپے فی لیٹر تک کم کر دیا گیا تھا۔ بیرون اڈسٹری کی جانب سے نظر ثانی کی درخواست جمع کروائی گئی تھی جو کہ عدالت عظمیٰ پاکستان کے سامنے اب تک زیر التوا ہے۔ ٹوٹن ایگزمری اسپارٹس (حلا ر) نے اڈسٹری کے طرز عمل پر بھیجے ہوئے درخواستوں کو 0.25 روپے فی لیٹر کی شرح سے 35 لاکھ روپے ادا کیے ہیں۔
- III- پرنٹنگ بجٹ برائے 2021-22 کمپنی صنعت کے ساتھ مل کر پرنٹنگ کے تحت قابل ادا ٹیکس کی رقم یعنی 240 ملین روپے کی رقم کو پختہ کرنے پر غور کر رہی ہے۔

عبوری منافع محترمہ

ڈائریکٹرز نے 30 جون 2023 کو ختم ہونے والے سال کیلئے 50% (یعنی 5 روپے فی حصص) کے پہلے عبوری منافع محترمہ کا اعلان کیا ہے۔

قومی خزانے میں حصہ

آپ کی کمپنی نے ڈیوٹی اور ٹیکسوں کی مدد سے سرکاری خزانے کیلئے 30 ستمبر 2022 کو ختم شدہ سرمایہ میں 1,490 ملین روپے (30 ستمبر 2021ء: 1,210 ملین روپے) کی رقم جمع کروائی ہے۔

Murree Brewery Company Limited

Condensed Interim Statement of Financial Position As at 30 September 2022

	30-Sep-22 unaudited (Rs.'000)	30-Jun-22 audited (Rs.'000)	Note	ASSETS	30-Sep-22 unaudited (Rs.'000)	30-Jun-22 audited (Rs.'000)
EQUITY						
Share capital and reserves						
Share capital	276,636	276,636	4	Property, plant and equipment	6,965,070	6,663,324
Capital reserve	30,681	30,681		Right of use assets	12,847	17,692
Revenue reserves	7,789,840	7,784,145		Intangible asset	133	263
Revaluation surplus on property, plant and equipment - net of tax	4,067,257	4,091,322	7	Advances for capital expenditures	56,776	48,398
Total equity	<u>12,164,414</u>	<u>12,182,784</u>		Investment properties	511,127	511,127
				Long term advances	14,396	12,480
				Long term investments	510,701	511,459
				Long term deposits	40,145	39,482
				Employee benefits	40,205	40,205
				Non-current assets	<u>8,151,400</u>	<u>7,844,430</u>
LIABILITIES						
Lease liabilities	14,710	7,936		Inventories	2,903,629	2,438,351
Employee benefits	285,963	296,669		Trade debts	11,797	15,019
Deferred tax liability - net	538,148	547,977		Advances, prepayments and other receivables	710,218	316,484
Non-current liabilities	<u>838,821</u>	<u>852,582</u>		Short term investments	2,001,364	1,976,441
Trade and other payables				Cash and bank balances	1,332,249	2,509,228
Contract liabilities	1,356,222	1,379,011		Current assets	<u>6,959,258</u>	<u>7,255,523</u>
Current portion of Lease liabilities	32,712	295,986				
Current portion of long term loan	3,175	8,298				
Current portion of deferred grant	83,934	124,748	5			
Provision for income tax - net	1,138	2,859	5.2			
Dividend Payable	224,848	125,027				
Unpaid dividend	276,636	-				
Unclaimed dividend	96,840	96,840				
Current liabilities	<u>31,818</u>	<u>31,818</u>				
Total liabilities	<u>2,946,243</u>	<u>2,917,169</u>				
Total equity and liabilities	<u>15,110,657</u>	<u>15,099,953</u>		Total assets	<u>15,110,657</u>	<u>15,099,953</u>
Contingencies and commitments			3			

The annexed notes 1 to 17 form an integral part of these financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

Murree Brewery Company Limited

Condensed Interim Statement of Profit or Loss (unaudited)

For the quarter ended 30 September 2022

	Note	Quarter ended	
		Total	Total
		30-Sep-22 (Rs.'000)	30-Sep-21 (Rs.'000)
NET TURNOVER	9	4,491,087	3,712,317
COST OF SALES	10	(3,696,347)	(2,767,125)
GROSS PROFIT		794,740	945,192
Selling and distribution expenses		(362,029)	(279,325)
Administrative expenses		(146,856)	(111,552)
Other expenses		(29,068)	(40,846)
Other income		14,421	11,390
Operating profit		271,208	524,859
Finance costs		(1,183)	(6,742)
Finance income		100,777	79,486
Net finance (cost) / income		99,594	72,744
Profit before tax		370,802	597,603
Income tax expense		(112,536)	(160,550)
Profit for the period		258,267	437,053
		2022	2021
Earnings per share - basic and diluted (Rupees)	11	9.34	15.80

The annexed notes 1 to 17 form an integral part of these financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

Murree Brewery Company Limited

Condensed Interim Statement of Comprehensive Income (unaudited)

For the quarter ended 30 September 2022

Note	Quarter ended	Quarter ended
	30-Sep 2022 (Rs.'000)	30-Sep 2021 (Rs.'000)
Profit for the period	258,267	437,053
Other comprehensive income (OCI) for the period:	-	-
Total comprehensive income for the period	258,267	437,053

The annexed notes 1 to 17 form an integral part of these financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

Murree Brewery Company Limited

Condensed Interim Statement of Changes in Equity (unaudited)

For the quarter ended 30 September 2022

	Capital reserves			Revenue reserves			Total equity
	Share capital	Capital reserve	Revaluation surplus on property, plant and equipment - net of tax	General reserve	Contingency reserve	Unappropriated profits	
	(Rs.'000)						
Balance at 1 July 2021	276,636	30,681	3,773,307	327,042	20,000	7,078,570	11,506,236
Total comprehensive income for the quarter ended 30 September 2021							
Profit for the quarter ended 30 September 2021	-	-	-	-	-	437,053	437,053
Other comprehensive income for the quarter ended 30 September 2021	-	-	-	-	-	-	-
	-	-	-	-	-	437,053	437,053
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	(31,228)	-	-	31,228	-
Transactions with members recorded directly in equity	-	-	-	-	-	-	-
Distribution	-	-	-	-	-	-	-
Final cash dividend for the year ended 30 June 2021 (@100% i.e. Rs 10/- per share)	-	-	-	-	(276,636)	-	(276,636)
Balance at 30 September 2021	276,636	30,681	3,742,078	327,042	20,000	7,270,215	11,666,653
Balance at 01 July 2022	276,636	30,681	4,091,322	327,042	20,000	7,437,103	12,182,784
Total comprehensive income for the quarter ended 30 September 2022							
Profit for the quarter ended 30 September 2022	-	-	-	-	-	258,267	258,267
Other comprehensive income for the quarter ended 30 September 2022	-	-	-	-	-	-	-
	-	-	-	-	-	258,267	258,267
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	-	-	-	-	-
Transactions with members recorded directly in equity	-	-	(24,065)	-	-	24,065	-
Distribution	-	-	-	-	-	-	-
Final cash dividend for the year ended 30 June 2022 (@100% i.e. Rs 10/- per share)	-	-	-	-	(276,636)	-	(276,636)
Balance at 30 September 2022	276,636	30,681	4,067,257	327,042	20,000	7,442,798	12,164,414

The annexed notes 1 to 17 form an integral part of these financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

Murree Brewery Company Limited

Condensed Interim Statement of Cash Flows (unaudited)

For the quarter ended 30 September 2022

CASH FLOWS FROM OPERATING ACTIVITIES	Note	30-Sep-22 (Rs.'000)	30-Sep-21 (Rs.'000)
Profit before tax		370,802	597,603
Adjustments for:			
Depreciation / amortization		94,248	91,632
Employee benefits - charge to profit or loss		3,943	3,547
Provision for WPPF		19,936	29,176
Provision for WWF		7,974	8,336
Amortization of deferred grant		(4,218)	(4,218)
Gain on disposal of property, plant and equipment		(600)	(2,128)
Finance cost		1,183	6,742
Return on deposit accounts		(41,189)	(26,313)
Interest on PIBs		(8,367)	(10,997)
Interest on advances		(65)	(84)
Dividend income		(47,994)	(24,535)
Amortization of long term loan		5,129	5,129
Unrealized gain on re-measurement of short term investments		(2,500)	(15,889)
		27,479	60,397
Operating profit before working capital changes		398,282	658,000
Changes in			
Inventories		(465,278)	(313,863)
Trade debts		3,222	6,910
Advances, prepayments and other receivables		(393,734)	3,967
Trade and other payables		(22,689)	(101,749)
		(878,479)	(404,735)
Cash generated from operating activities		(480,198)	253,265
Finance cost paid		(1,183)	(6,742)
Employee benefits paid		(5,463)	(4,881)
Contract liabilities		(153,789)	(111,288)
Income taxes paid		(155,000)	(103,364)
Net cash from operating activities		(795,633)	26,989
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(394,558)	(13,579)
Proceeds from disposal of property, plant and equipment		600	4,514
Advances for capital expenditures		(8,377)	3,599
Realization of long term investment		758	758
Long term advances		(1,916)	723
Long term deposits paid		(663)	(847)
Proceeds from sales of / (acquisition of) investments - net		(24,923)	(30,037)
Return on deposits received		41,189	26,313
Dividends received		47,994	24,535
Net cash used in investing activities		(339,898)	15,978
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of finance lease		1,650	(2,925)
Long term Financing		(43,098)	(43,098)
Dividend paid		-	(2,441)
Net cash used in financing activities		(41,448)	(48,464)
Net increase / (decrease) in cash and cash equivalents		(1,176,979)	(5,497)
Cash and cash equivalents at beginning of the year		2,509,228	2,197,788
Cash and cash equivalents at end of the year	8	1,332,249	2,192,291

The annexed notes 1 to 17 form an integral part of these financial statements.


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE OFFICER


DIRECTOR

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

1 REPORTING ENTITY

Murree Brewery Company Limited ("the Company") was incorporated under the repealed Indian Companies Act (now the Companies Act, 2017) in February 1861 as a public limited company in Pakistan. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at National Park Road in Rawalpindi, Pakistan.

The Company is principally engaged in the manufacturing of alcoholic beer, Pakistan Made Foreign Liquor (PMFL), non-alcoholic beer, aerated water (non-alcoholic products), juices and food products, mineral water, glass bottles and jars. The Company is presently operating three divisions namely Liquor, Tops and Glass to carry out its principal activities.

2 BASIS OF PREPARATION

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

The disclosures in these interim financial statements do not include the information that was reported in annual audited financial statements and should therefore be read in conjunction with the annual audited financial statements for the year ended 30 June 2022. Comparative condensed interim unconsolidated statement of financial position is extracted from the annual audited financial statements for the year ended 30 June 2022, whereas comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from unaudited interim financial statements for the quarter ended 30 September 2022.

This condensed interim financial information is un-audited and is being submitted to the members as required under Section 237 of the Companies Act, 2017 and the Listed companies (Code of Corporate Governance) Regulations, 2019 .

2.1 ACCOUNTING POLICIES AND ESTIMATES

2.2 Accounting policies and methods of computation

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended 30 June 2022.

2.3 Accounting Estimates and Judgements

In preparing these interim financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

Measurement of fair values

The Company has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the Chief Financial Officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of IFRS, including the level in the fair value hierarchy in which the valuations should be classified.

When measuring the fair value of an asset or a liability, the Company uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

2.4 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 January 2023:

	Effective date
- Amendments to IFRS-3 Reference to the Conceptual Framework	1-Jan-22
- Amendments to IAS-16 Proceeds before intended use	1-Jan-22
- Amendments to IAS-37 Onerous Contracts - Cost of fulfilling a contract	1-Jan-22
- Amendments to IAS-41, IFRS-9 and IFRS-16 Annual Improvements to IFRS Standards 2018-2020	1-Jan-22
- Amendments to IFRS-4 Expiry date of deferral approach	1-Jan-23
- Amendments to IAS-1 Classification of liabilities as current or non-current and disclosure of accounting policies	1-Jan-23
- Amendments to IAS-8 Definition of accounting estimates	1-Jan-23

3 CONTINGENCIES AND COMMITMENTS

There are no changes in the contingencies and commitments of the Company as disclosed in the financial statements for the year ended 30 June 2022, except for the following:

3.1 CONTINGENCIES:

3.1.1 At the reporting date there is no change in the status of the tax contingencies. For details, notes 39.3 of the financial statements for the year ended 30 June 2022 are to be referred.

3.2 COMMITMENTS

3.2.1 The Company has opened Letter of Credit for the import of machinery and inventory items valuing approximately Rs 844.879 million (30 June 2022 : Rs. 112.942 million)

4 SHARE CAPITAL

4.1 Authorised share capital

4.1.1

Unaudited	Audited
30-Sep-22	30-Jun-22
(Rs.'000)	(Rs.'000)
300,000	300,000

4.1.1 This represents 30,000,000 (30 June 2022: 30,000,000) ordinary shares of Rs. 10 each.

4.2 Issued, subscribed and paid up share capital

Unaudited	Audited		Unaudited	Audited
30-Sep-22	30-Jun-22		30-Sep-22	30-Jun-22
Number	Number		(Rs.'000)	(Rs.'000)
264,000	264,000	(Ordinary shares of Rs. 10 each)	2,640	2,640
27,399,630	27,399,630	(Ordinary shares of Rs. 10 each, issued as bonus shares)	273,996	273,996
27,663,630	27,663,630		276,636	276,636

Murree Brewery Company Limited
Notes to the condensed interim financial information (unaudited)
For the quarter ended 30 September 2022

5 LONG TERM LOAN	Note	(Unaudited) 30-Sep-22 (Rs in '000)	(Audited) 30-Jun-22 (Rs in '000)
Balance at 01 July		124,748	281,166
Receipt of loan		-	-
Recognition of deferred grant		-	-
Effective interest		1,964	15,517
Repayment		(42,779)	(171,935)
Balance at 30 Sep		<u>83,934</u>	<u>124,748</u>
Non-current portion		-	-
Current portion		<u>83,934</u>	<u>124,748</u>
		<u>83,934</u>	<u>124,748</u>
<p>5.1 In an attempt to mitigate the effect of the COVID 19 pandemic, the State Bank of Pakistan ("SBP") introduced "Refinance Scheme for Payment of Wages and Salaries to the Workers and Employees of Business Concerns" whereby financing at low mark-up rates was made available to the entities on the condition of not laying off the workers/employees and payment of salaries and wages of permanent, contractual, daily wagers and outsourced employees from April 2020 to June 2020. During the year ended 30 June 2020, the Company obtained long term loan under this scheme from United Bank Limited which is secured by first charge over fixed assets of the Company excluding land and building amounting to Rs 534 million. The loan is repayable in 8 equal quarterly instalments due from 1 April 2021. Interest chargeable under the refinance scheme is 0.75% per annum. Accordingly, an amount of Rs 34.39 million has been recognised as deferred grant income which represents the difference between the actual loan received and present value of repayments of principal and interest at incremental borrowing rate of the Company i.e. 6 months' KIBOR + 1% per annum. Deferred grant is being amortized over the life of the loan. There were no unfulfilled conditions related to this grant at the reporting date.</p>			
<p>5.2 RECOGNITION OF GOVERNMENT GRANT</p>			
Balance at 01 July		2,859	16,583
Addition		-	-
Amortization of Deferred grant		(1,721)	(13,724)
Balance at 30 Sep		<u>1,138</u>	<u>2,859</u>
Non-current portion		-	-
Current portion		<u>1,138</u>	<u>2,859</u>
		<u>1,138</u>	<u>2,859</u>

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

6 PROPERTY, PLANT AND EQUIPMENT

Note	Fixed Assets	Capital work in progress	Total
	Unaudited 30 September 2022 (Rs in '000)		
	6,581,182	82,142	6,663,324
Carrying amount at the beginning of the period	26,400	368,158	394,558
Additions during the period	1,434	-	1,434
Transferred from leased asset	-	-	-
Disposal during the period-net	(94,248)	-	(94,248)
Depreciation charge for the period	6,514,768	450,300	6,965,070
Carrying amount at the end of the period			
	Fixed Assets	Capital work in progress	Total
	Audited 30 June 2022 (Rs. '000)		
6.1	6,355,066	-	6,355,066
Carrying amount at the beginning of the period	139,079	82,142	221,221
Additions during the period	462,073	-	462,073
Revaluation Surplus	(5,589)	-	(5,589)
Disposal during the period-net	(369,447)	-	(369,447)
Depreciation charge for the period	6,581,182	82,142	6,663,324
Carrying amount at the end of the period			

7 INVESTMENT PROPERTY

The investment properties are land and building held for capital appreciation and to earn rental income. At 30 June 2022, an exercise was carried out by the management to assess the fair value of the investment property. Based on the exercise, management of the Company ascertained that there is no significant change in the valuation of the investment property as on reporting date.

8 CASH AND BANK BALANCES

	(Unaudited) 30-Sep-22 (Rs in '000)	(Audited) 30-Jun-22 (Rs in '000)
Cash in hand	13,660	8,820
Banking instrument in hand	-	100,000
Cash at banks :		
- in local currency	1,018,841	995,682
- in local currency deposit account	249,422	1,401,746
-in foreign currency deposit account	50,326	2,980
	1,318,589	2,400,408
	1,332,249	2,509,228

8.1 There is no change in banking facilities at the reporting date, for details note 30.1, 30.2, 30.3, 30.4 and 30.5 of Annual financial statements for the year ended 30 June 2022 is to be referred.

9 NET TURNOVER

Net turnover includes export for the period three month ended 30 September 2022, amounting to Rs. 8.58 million.

Murree Brewery Company Limited
Notes to the condensed interim financial information (unaudited)
For the quarter ended 30 September 2022

	Note	Quarter ended	
		30-Sep-22 (Rs '000)	30-Sep-21 (Rs '000)
10 COST OF SALES			
Raw material consumed	10.1	3,045,721	2,136,031
Stores and spares consumed		68,314	53,786
Fuel and power consumed		350,098	217,502
Salaries and wages		206,306	162,470
Repair and maintenance		56,022	30,915
Depreciation		65,550	88,933
Cost to fulfil a contract- transportation		166,722	111,566
Other manufacturing overheads		62,453	40,557
		4,021,186	2,841,760
Work in process:			
Work in process - opening		363,121	298,856
Work in process - closing		(532,283)	(333,619)
		(169,162)	(34,763)
Cost of goods manufactured		3,852,024	2,806,997
Finished goods:			
Finished goods - opening		208,516	216,065
Finished goods - closing		(364,194)	(255,937)
		(155,678)	(39,872)
		3,696,347	2,767,125
10.1 Raw material consumed			
Opening stock		1,607,560	1,243,687
Purchases		2,751,998	2,374,596
		4,359,558	3,618,283
Less : Closing stock		(1,313,837)	(1,482,252)
		3,045,721	2,136,031
11 EARNING PER SHARE - BASIC AND DILUTED			
		Quarter ended	
		30-Sep-22	30-Sep-21
Net Profit for the period - Rupees in ('000)		258,267	437,053
Weighted average number of shares - Number		27,663,630	27,663,630
Earning per share - Rupees		9.34	15.80
11.1	There is no dilutive effect on the basic earnings per share of the Company as at 30 September 2022.		

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

12 Segment information

12.1 Information about reportable segments

The detail of utilization of the Company's assets by the divisions as well as related liabilities is as follows:

	Liquor division <i>(Rs. '000)</i>	Glass division <i>(Rs. '000)</i>	Tops division <i>(Rs. '000)</i>	Corporate Office <i>(Rs. '000)</i>	Total <i>(Rs. '000)</i>
a. For the three months ended					
30 September 2022					
External turnover	4,116,782	8,370	1,620,726	-	5,745,878
Inter-segment turnover	251,109	539,268	-	-	790,377
30 September 2021					
External turnover	3,415,754	39,122	1,364,098	-	4,818,974
Inter-segment turnover	235,527	414,124	6,400	-	656,051
b. Assets					
30 September 2022 (unaudited)	6,822,517	1,076,629	2,856,070	4,355,441	15,110,657
30 June 2022 - audited	8,460,848	996,767	2,643,311	2,999,027	15,099,953
c. Liabilities					
30 September 2022 (unaudited)	1,576,978	247,862	490,123	631,280	2,946,243
30 June 2022 - audited	1,833,582	192,166	510,129	381,292	2,917,169
d. Additions to property, plant and equipment					
30 September 2022 (unaudited)	744	25,656	-	-	26,400
30 June 2022 - audited	92,553	4,567	41,960	-	139,079
e. Other income					
30 September 2022 (unaudited)	10,779	1,611	2,031	-	14,421
30 June 2022 (audited)	92,997	6,925	80,444	-	180,366
f. Finance cost					
30 September 2022 (unaudited)	(506)	(23)	(654)	-	(1,183)
30 June 2022 (audited)	(16,913)	(178)	(2,518)	-	(19,609)
g. Finance income					
30 September 2022 (unaudited)	93,963	1,339	5,475	-	100,777
30 June 2022 (audited)	366,420	2,265	10,071	-	378,756
h. Net finance income / (cost)					
30 September 2022 (unaudited)	93,457	1,316	4,821	-	99,594
30 June 2022 (audited)	349,507	2,087	7,553	-	359,147
i. Depreciation					
30 September 2022 (unaudited)	38,989	28,946	26,314	-	94,248
30 June 2022 - audited	149,309	117,121	103,017	-	369,447

Murree Brewery Company Limited
Notes to the condensed interim financial information (unaudited)
For the quarter ended 30 September 2022

		Quarter ended 30 September	
		2022	2021
		(Rs. '000)	(Rs. '000)
12.2	Reconciliation of reportable segment profit or loss		
i)	Revenues		
	Total revenue for reportable segment- net	6,536,255	5,475,025
	Elimination of Intersegment revenue	(790,377)	(656,051)
	Consolidated Revenue	<u>5,745,878</u>	<u>4,818,974</u>
		Quarter ended 30 September	
		2022	2021
		(Rs. '000)	(Rs. '000)
ii)	Total profit / loss before tax		
	Total Profit or loss for reportable segments	399,871	638,450
	Unallocated amount -Operating expenses	(29,068)	(40,846)
	Net Profit Before Tax	<u>370,803</u>	<u>597,604</u>
iii)	Assets	Unaudited	Audited
		30 Sep 22	30 Jun 22
		(Rs. '000)	(Rs. '000)
	Total Assets for reportable segments	10,755,216	12,100,926
	Unallocated amounts	4,355,441	2,999,027
	Consolidated total assets	<u>15,110,657</u>	<u>15,099,953</u>
iv)	Liabilities	Unaudited	Audited
		30 Sep 22	30 Jun 22
		(Rs. '000)	(Rs. '000)
	Total Liabilities for reportable segments	2,314,963	2,535,877
	Other unallocated amounts	631,280	381,292
	Consolidated total liabilities	<u>2,946,243</u>	<u>2,917,169</u>

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

Note	Liquor Division		Glass Division		Tops Division		Quarter ended	
	30-Sep-22 (Rs.'000)	30-Sep-21 (Rs.'000)	30-Sep-22 (Rs.'000)	30-Sep-21 (Rs.'000)	30-Sep-22 (Rs.'000)	30-Sep-21 (Rs.'000)	Total 30-Sep-22 (Rs.'000)	Total 30-Sep-21 (Rs.'000)
12.3								
TURNOVER								
Third party turnover - gross	4,150,326	3,449,056	8,370	39,122	1,792,228	1,480,846	5,950,924	4,969,024
Less: trade discounts	(33,544)	(33,302)	-	-	(171,502)	(116,748)	(205,046)	(150,050)
Third party turnover - net	4,116,782	3,415,754	8,370	39,122	1,620,726	1,364,098	5,745,878	4,818,974
Inter division sales	251,109	235,527	539,268	414,124	-	6,400	-	-
Sales tax and excise duty	4,367,891	3,651,281	547,638	453,246	1,620,726	1,370,498	5,745,878	4,818,974
Revenue	(917,306)	(804,779)	(1,216)	(5,684)	(336,269)	(296,194)	(1,254,791)	(1,106,657)
	3,450,585	2,846,502	546,422	447,562	1,284,457	1,074,304	4,491,087	3,712,317
12.4								
COST OF SALES								
Third parties	(2,469,771)	(1,769,524)	(382,498)	(336,782)	(844,078)	(660,819)	(3,696,347)	(2,767,125)
Inter division cost	(501,927)	(390,307)	-	-	(288,450)	(265,744)	-	-
	(2,971,698)	(2,159,831)	(382,498)	(336,782)	(1,132,528)	(926,563)	(3,696,347)	(2,767,125)
GROSS PROFIT	478,887	686,671	163,924	110,780	151,929	147,741	794,740	945,192
Selling and distribution expenses	(185,532)	(159,349)	(1,702)	(2,039)	(174,795)	(117,937)	(362,029)	(279,325)
Administrative expenses	(95,844)	(75,496)	(13,866)	(9,759)	(37,146)	(26,297)	(146,856)	(111,552)
Other expenses	-	-	-	-	-	-	(29,068)	(40,846)
Other income	10,779	8,218	1,611	1,214	2,031	1,958	14,421	11,390
Operating profit	208,290	460,044	149,967	100,196	(57,981)	5,465	271,208	524,859
Finance costs	(506)	(6,030)	(23)	(52)	(654)	(600)	(1,183)	(6,742)
Finance income	93,963	75,971	1,339	52	5,475	3,463	100,777	79,486
Net finance (cost) / income	93,457	69,941	1,316	-	4,821	2,803	99,594	72,744
Profit before tax	301,747	529,985	151,283	100,196	(53,160)	8,268	370,802	597,603

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

	Note	Quarter ended			Quarter ended	
		Liquor (Rs '000)	Glass (Rs '000)	Tops (Rs '000)	30-Sep-22 (Rs '000)	30-Sep-21 (Rs '000)
12.4 COST OF SALES						
Raw material consumed	12.5	2,149,873	172,621	723,227	3,045,721	2,136,031
Stores and spares consumed		23,844	30,077	14,393	68,314	53,786
Fuel and power consumed		197,013	114,587	38,498	350,098	217,502
Salaries and wages		118,640	36,563	51,103	206,306	162,470
Repair and maintenance		33,363	16,198	6,461	56,022	30,915
Depreciation		34,099	6,364	25,087	65,550	88,933
Cost to fulfil a contract-transportation		103,547	-	63,175	166,722	111,566
Other manufacturing overheads		16,919	28,898	16,636	62,453	40,557
		2,677,298	405,308	938,580	4,021,186	2,841,760
Work in process:						
Work in process - opening		311,921	3,230	47,970	363,121	298,856
Work in process - closing		(406,110)	(3,230)	(122,943)	(532,283)	(333,619)
		(94,189)	-	(74,973)	(169,162)	(34,763)
Cost of goods manufactured		2,583,109	405,308	863,607	3,852,024	2,806,997
Finished goods:						
Finished goods - opening		76,276	17,503	114,737	208,516	216,065
Finished goods - closing		(189,614)	(40,314)	(134,266)	(364,194)	(255,937)
		(113,338)	(22,811)	(19,529)	(155,678)	(39,872)
		2,469,771	382,497	844,078	3,696,347	2,767,125
12.5 Raw material consumed						
Opening stock		1,156,087	31,969	419,504	1,607,560	1,243,687
Purchases - third party		1,872,082	173,411	706,505	2,751,998	2,374,596
		3,028,169	205,380	1,126,009	4,359,558	3,618,283
Less : Closing stock		(878,296)	(32,759)	(402,782)	(1,313,837)	(1,482,252)
		2,149,873	172,622	723,227	3,045,721	2,136,031

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

13 Transactions and balances with related parties

Related parties comprise of directors, entities over which the directors are able to exercise significant influence, entities with common directors, major shareholders, staff retirement funds and key management personnel. The transactions and balances as of this reporting date with the related parties are disclosed as follows:

	Name of Related Party	Nature of Relationship	Percentage of share holding	Nature of transactions during the year	30 Sept 2022 (Rs.'000)	30 Sept 2021 (Rs.'000)
1)	D.P. Edulji & Company (Private) Limited	Associated company on account of common directorship	17.75%	Sales commission Services acquired	49,743 4,830	47,881 4,530
2)	Staff retirement benefit plan - Provident fund	Staff retirement funds	Nil	Contribution by the Company	2,423	2,213
3)	Staff retirement benefit plan - Pension fund	Staff retirement funds	Nil	Contribution by the Company	1,520	1,334
4)	Key Management Personnel	Key Management	Nil	Remuneration	21,472	13,814

13.1 In addition to above free furnished accommodation and company maintained vehicles are also provided to the chief executive officer and executives. Gratuity is payable to chief executive officer and executives in accordance with the terms of employment, while contribution for chief executive officer and executives in respect of gratuity and pension are based on actuarial valuation.

14 Fair value of financial instruments

14.1 Classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

14.2 FINANCIAL INSTRUMENTS

A FAIR VALUES

14.3 Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

On-balance sheet financial instruments	Carrying amount Fair value through profit and loss	Amortized cost	Financial liabilities at amortized cost	Fair value			Total
				Level 1	Level 2	Level 3	
30 September 2022 - Unaudited	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)			(Rs.'000)
Financial assets measured at fair value							
Shares of listed companies	28	-	-	28	-	-	28
Mutual funds	2,001,337	-	-	2,001,337	-	-	2,001,337
	<u>2,001,365</u>	<u>-</u>	<u>-</u>	<u>2,001,365</u>	<u>-</u>	<u>-</u>	<u>2,001,365</u>
Financial assets not measured at fair value							
Long term advances	-	16,810	-	16,810	-	-	-
Long term investments	-	517,212	-	517,212	-	512,258	512,258
Long term deposits	37,557	-	-	37,557	-	-	-
Trade debts	-	11,797	-	11,797	-	-	-
Advances, prepayments and other receivables	-	16,781	-	16,781	-	-	-
Cash and bank balances	-	1,332,249	-	1,332,249	-	-	-
	<u>37,557</u>	<u>1,894,849</u>	<u>-</u>	<u>1,932,406</u>	<u>-</u>	<u>512,258</u>	<u>512,258</u>
Financial liabilities not measured at fair value							
Finance lease liabilities	-	-	17,884	17,884	-	-	-
Trade and other payables	-	-	1,356,322	1,356,322	-	-	-
Long term loan	-	-	-	-	-	-	-
Government Grant	-	-	1,138	1,138	-	-	-
Current portion of long term loan	-	-	83,934	83,934	-	-	-
Dividend payable	-	-	224,848	224,848	-	-	-
Unpaid dividend	-	-	96,840	96,840	-	-	-
Unclaimed dividend	-	-	31,818	31,818	-	-	-
	<u>-</u>	<u>-</u>	<u>1,812,784</u>	<u>1,812,784</u>	<u>-</u>	<u>-</u>	<u>-</u>

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited)

For the quarter ended 30 September 2022

On-balance sheet financial instruments	Carrying amount		Fair value				
	Fair value through profit and loss	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
30 June 2022							
Financial assets measured at fair value							
Mutual funds	1,976,441	-	1,976,441	1,976,441	-	-	1,976,441
	1,976,441	-	1,976,441	1,976,441	-	-	1,976,441
Financial assets not measured at fair value							
Long term advances	-	12,480	12,480	-	-	-	-
Long term investments	-	511,459	511,459	-	415,799	-	415,799
Long term deposits	39,482.00	-	39,482	-	-	-	-
Trade debts	-	15,019	15,019	-	-	-	-
Advances, prepayments and other receivables	-	15,311	15,311	-	-	-	-
Cash and bank balances	39,482	2,509,228	2,509,228	-	-	-	-
	39,482	3,063,497	3,102,979	-	415,799	-	415,799
Financial liabilities not measured at fair value							
Long term loan	-	-	124,748	-	-	-	-
Lease liabilities	-	-	16,234	-	-	-	-
Trade and other payables	-	-	1,044,249	-	-	-	-
Unpaid dividend	-	-	96,840	-	-	-	-
Unclaimed dividend	-	-	31,818	-	-	-	-
	-	-	1,313,889	-	-	-	-

Notes

- Advances excludes advances to suppliers and prepayments.
- Trade and other payable excludes advances from customers, withholding tax payable, sales tax payable - net, excise duty payable, export duty payable on PMFL and beer, unearned income, Worker's Welfare Fund (WWF) and Zila tax payable.
- The Company has not disclosed the fair values for these financial assets and financial liabilities because their carrying amounts are a reasonable approximation of fair value.

Murree Brewery Company Limited
Notes to the condensed interim financial information (unaudited)
For the quarter ended 30 September 2022

15 DATE OF APPROVAL

The condensed interim unaudited financial information was approved by the Board of Directors of the Company in their meeting held on **25th October 2022**.

16 OTHER NON ADJUSTING / POST BALANCE SHEET EVENTS

The Board of Directors in their meeting held on 25th October 2022, has declared an interim cash dividend @ 50% (i.e Rs 5/-per share) for the year ending 30 June 2023.

17 GENERAL

-Figures have been re-arranged / re-classified wherever necessary for the purpose of comparison.
-Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR