

# Murree Brewery Co. Ltd. Rawalpindi

Condensed Interim (Unaudited) Financial Information for the  
3rd Quarter and Nine Months period ended March 31, 2023

**MURREE'S  
BiGG Fun with  
the BiGG Family**





# Murree Brewery Company Limited



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# 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:

**C** ontinuous improvement

**A** lignment of our missions and goals

**R** esponsibility and respect of our jobs and each other

**E** ducate 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

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

Mr. Muhammad Khurshid  
Ch. Waqar A. Kahloon  
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.  
6<sup>th</sup> 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](mailto:murree.brewery@murreebrewery.com)  
[murbr@cyber.net.pk](mailto:murbr@cyber.net.pk)  
Website: [www.murreebrewery.com](http://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](mailto: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, 1<sup>st</sup> 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](http://www.sla.net.pk)
- (iii) M/s KPMG Taseer Hadi & Co.  
Chartered Accountants.  
6<sup>th</sup> 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](http://www.rscorporate.com)

# Murree Brewery Company Limited

## DIRECTORS' REVIEW

The Board of Directors of Murree Brewery Company Limited takes pleasure in presenting its review on financial performance and affairs of the Company for the nine months period ended 31<sup>st</sup> March, 2023.

The Company's financial performance for the nine months period against the corresponding period of the last year was as follows:-

### FINANCIAL OVERVIEW & HIGHLIGHTS:

				Rs. in million	
Sales Revenue (Net)	increased by	24%	from	10,593	to 13,158
Gross Profit	decreased by	7%	from	2,901	to 2,690
Profit before Taxation	decreased by	18%	from	1,767	to 1,453
Profit after Taxation	decreased by	22%	from	1,254	to 973
Earnings per share	decreased by	22%	from	Rs. 45.34	to Rs.35.16

The profitability of the Company has decreased during the nine months period ended 31<sup>st</sup> March, 2023, as compared to the corresponding period of the last year. Overall sales reflected 24% growth over the last corresponding period and net profit of the Company decreased significantly i.e. 22% during the nine months period ended 31<sup>st</sup> March, 2023, compared with the corresponding period of last year.

### IMPORTANT ISSUES:

#### **i. 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 filed by the beverage industry continues to be subjudice before the honorable Supreme Court of Pakistan. Tops & Murree Sparkletts (Hatter) in line with the industry practice, have so far paid Rs. 3.5 million @ Re. 0.25 per liter to the KPK Government.

#### **ii. Super Tax Budget in 2021-22:**

The Company filed writ petition against the Super Tax amounting to Rs. 227.4 million. Interim stay has been granted by Islamabad High Court in term of depositing of postdated cheque of the above mentioned amount. The FBR filed petition in Supreme Court of Pakistan against the interim order of Islamabad High Court. As per Supreme Court direction, Murree Brewery paid 50% of super tax liability amounting to Rs. 113.7 million to FBR.

# Murree Brewery Company Limited

## CONTRIBUTION TO NATIONAL EXCHEQUER:

The Company contributed a sum of Rs. 4,252 million in the nine months period ended 31<sup>st</sup> March, 2023 (31<sup>st</sup> March, 2022: Rs. 3,300 million) to the Government exchequer on account of duties 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 nine months period 2022-23, the Company has donated Rs. 2.8 million 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.

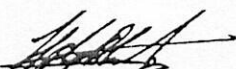
## OUTLOOK:

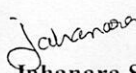
In the presence of last quarter's issues like unprecedented challenges and uncertainties with continuing political instability, exchange rate volatility, high inflation and obstacles to the opening of L/Cs, the Company's management continues to face an unpredictable future. However, the Company will endeavor to continue to provide maximum possible profitability for its shareholders.

## APPRECIATION:

The Board would like to record its appreciation for the management team along with all Company employees for their commitment to improving profitability. The Board extends its gratitude to all Stakeholders, Government authorities and Shareholders for their support in achieving the Company's objectives.

## ON BEHALF OF THE BOARD

  
Isphanyar M Bhandara  
Chief Executive Officer

  
Ms. Jahanara Sajjad Ahmad  
Director

Rawalpindi  
20<sup>th</sup> April, 2023



ادارہ جاتی سماجی ذمے داری (سی ایس آر)

مری بروری کمپنی ایک ذمے دار سماجی شہری کے طور پر اپنے تمام فرائض کی تکمیل کرتی ہے۔ کمپنی ہمیشہ سماجی فلاح و بہبود اور تعمیر میں اپنا کردار نبھاتی ہے اور ان خدمات کا کاروبار سے براہ راست تعلق نہیں ہوتا۔ کمپنی مختلف رفاہی اداروں، ہسپتالوں اور ٹرسٹس کو عطیات فراہم کرتی ہے۔ مالی سال 2022-23 کے نو ماہ کے دوران، کمپنی نے مختلف رفاہی اداروں، ہسپتالوں اور ٹرسٹس کو 2.8 ملین روپے کے عطیات دیئے ہیں۔

مزید برآں کمپنی نے ایسوسی ایشن فار اسپیشل پرسنز (درخشاں) کیلئے اپنی املاک کے استعمال کی دستیابی کو جاری رکھا۔ فی الوقت اس ویب سائٹل اسکول برائے اعانت محروم 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 پرائیویٹ کمپنی کی جانب سے فرنیچر اور فٹنگز کے ساتھ مفت فراہمی کی جارہی ہے اور کمپنی اس کی دیکھ بھال اور یوٹیلیٹیز کے سارے اخراجات خود برداشت کرتی ہے۔

کمپنی نے اپنی جگہ پر ایک سوشل سیوریٹی ڈپنسری 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۔

#### توقعات

گزشتہ سہ ماہی کے مسائل جیسا کہ بے مثال چیلنجز اور غیر یقینی صورتحال کے ساتھ مسلسل سیاسی عدم استحکام، ایچ بی سی ریٹ میں اتار چڑھاؤ، افراط زر میں اضافے اور ایل بی سی (L/CS) کھولنے میں حائل رکاوٹوں کی وجہ سے کمپنی کی انتظامیہ کو ایک غیر متوقع مستقبل کا سامنا ہے۔ تاہم کمپنی شیئر ہولڈرز کے لئے زیادہ سے زیادہ کمائد منافع فراہم کرنے کی کوشش جاری رکھے گی۔

#### 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 کمپنی کے مقاصد کے حصول کیلئے سرکاری حکام اور شیئر ہولڈرز کے غیر متزلزل تعاون پر ان کا بھی شکر یہ ادا کرتا ہے۔

بورڈ کی جانب سے

Jadran  
جہاں آراء جہاد احمد  
ڈائریکٹر

اسغیا راہیم بھنڈارا  
چیف ایگزیکٹو آفیسر

راولپنڈی

20 اپریل 2023ء

# مری برووری کمپنی لمیٹڈ

## ڈائریکٹرز کا جائزہ

مری برووری کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز، 31 مارچ 2023ء کو اختتام پذیر ہونے والے نو ماہ کے لئے کمپنی کی مالیاتی کارکردگی اور معاملات پر اپنا جائزہ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

گزشتہ سال کے تقابلی عرصے کے مقابلے میں نو ماہ کی مدت کے دوران کمپنی کی مالی کارکردگی کا جائزہ حسب ذیل ہے:

مالیاتی جائزہ اور اہم نکات:

روپے بلین میں	اضافہ 24%	محصولات فروخت (خالص)
10,593 سے 13,158	کمی 7%	مجموعی منافع جات
2,901 سے 2,690	کمی 18%	منافع قبل از ٹیکس
1,767 سے 1,453	کمی 22%	منافع بعد از ٹیکس
1,254 سے 973	کمی 22%	آمدنی حصص
35.16 روپے سے 45.34 روپے		

کمپنی کے منافع میں گزشتہ سال کے تقابلی عرصے کے موازنے میں 31 مارچ 2023 کو ختم ہونے والے نو ماہ کے عرصے میں کمی واقع ہوئی ہے۔ مجموعی فروخت گزشتہ تقابلی عرصے کے مقابلے میں 24 فیصد نمو کی عکاسی کرتی ہے۔ 31 مارچ 2023 کو ختم ہونے والے نو ماہ کے عرصے کے دوران کمپنی کے خالص منافع میں 22 فیصد کمی نمایاں کی واقع ہوئی۔

اہم مسائل:

### i- تجارتی استعمال کیلئے پانی کے استعمال پر ٹیکس

عدالت عظمیٰ پاکستان نے بیورج انڈسٹری پرائیکٹ روپے فی لیٹر کے ٹیکس کا اعلان کیا تھا، جسے بعد میں پنجاب اور خیبر پختون خواہ سے متعلق صوبائی قانون سازی کے مطابق 0.25 روپے فی لیٹر تک کم کر دیا گیا تھا۔ بیورج انڈسٹری کی جانب سے نظر ثانی کی درخواست جمع کروائی گئی تھی جو کہ عدالت عظمیٰ پاکستان کے سامنے اب تک زیر سماعت ہے۔ ٹوبیس اینڈ مری اسپارٹس (حطار) نے انڈسٹری کے طرز عمل پر خیبر پختون خواہ حکومت کو 0.25 روپے فی لیٹر کی شرح سے 35 لاکھ روپے ادا کیے ہیں۔

### ii- سپر ٹیکس بجٹ 2021-22

کمپنی نے 227.4 بلین روپے کے سپر ٹیکس کے خلاف رٹ پٹیشن دائر کی۔ اسلام آباد ہائی کورٹ نے مذکورہ رقم کا پوسٹ ڈیٹڈ چیک جمع کروانے کی مد میں عبوری امتناع جاری کر دیا ہے۔ ایف بی آر نے اسلام آباد ہائی کورٹ کے عبوری حکم کے خلاف سپریم کورٹ میں درخواست دائر کی ہے۔ سپریم کورٹ کی ہدایات کے مطابق، مری برووری کمپنی نے 113.7 بلین روپے کی سپر ٹیکس ذمہ داری کا 50 فیصد ایف بی آر کو ادا کر دیا ہے۔

قومی خزانے میں حصہ

آپ کی کمپنی نے ڈیوٹی اور ٹیکسوں کی مد میں سرکاری خزانے کیلئے 31 مارچ 2023ء کے نو ماہ کے عرصے میں 4,252 بلین روپے (31 مارچ 2022ء: 3300 بلین روپے) کی رقم جمع کروائی ہے۔

# Murree Brewery Company Limited

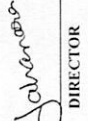
## Condensed Interim Statement of Financial Position As at 31 March 2023

	Note	Un-Audited 31-Mar-23 (Rs.'000)	Audited 30-Jun-22 (Rs.'000)	Note	Un-Audited 31-Mar-23 (Rs.'000)	Audited 30-Jun-22 (Rs.'000)
<b>EQUITY</b>						
Share capital and reserves						
Share capital		276,636	276,636	7	6,711,214	6,663,324
Capital reserve		30,681	30,681	8	23,307	17,692
Revenue reserves		8,377,291	7,784,145		-	263
Revaluation surplus on property, plant and equipment and ROU assets- net of tax		4,055,897	4,091,322		66,265	48,398
<b>Total equity</b>		<b>12,740,505</b>	<b>12,182,784</b>		<b>505,974</b>	<b>511,127</b>
					<b>509,202</b>	<b>12,480</b>
					<b>44,429</b>	<b>511,459</b>
					<b>38,704</b>	<b>39,482</b>
					<b>7,910,236</b>	<b>40,205</b>
						<b>7,844,430</b>
<b>LIABILITIES</b>						
Lease liabilities		5,175	7,936		4,269,945	2,438,351
Employee benefits		286,800	296,669		15,586	15,019
Deferred tax liability- net		593,599	547,977			
<b>Non-current liabilities</b>		<b>885,574</b>	<b>852,582</b>		<b>514,653</b>	<b>316,484</b>
Current portion of lease liabilities		12,263	8,298		837,149	1,976,441
Current portion of long term loan		-	124,748		1,845,983	2,509,228
Trade and other payables		1,439,612	1,379,011		7,483,316	7,255,523
Contract liabilities		104,095	295,986			
Current portion - deferred grant income		-	2,859			
Provision for income tax - net		75,454	125,027			
Unpaid dividend		105,770	96,840			
Unclaimed dividend		30,279	31,818			
<b>Current liabilities</b>		<b>1,767,473</b>	<b>2,064,587</b>			
<b>Total liabilities</b>		<b>2,653,047</b>	<b>2,917,169</b>		<b>15,393,552</b>	<b>15,099,953</b>
<b>Total equity and liabilities</b>		<b>15,393,552</b>	<b>15,099,953</b>		<b>15,393,552</b>	<b>15,099,953</b>
<b>Contingencies and commitments</b>						

The annexed notes 1 to 19 form an integral part of these financial statements.

  
CHIEF FINANCIAL OFFICER

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

# Murree Brewery Company Limited

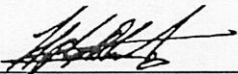
Condensed Interim Statement of Profit or Loss (Unaudited)

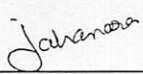
For the nine months ended 31 March 2023

	Note	Quarter ended 31 March		Nine months ended 31 March	
		2023	2022	2023	2022
		(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)
<b>NET TURNOVER</b>	10	4,923,045	3,911,025	13,158,021	10,592,621
<b>COST OF SALES</b>	11	(3,782,369)	(2,818,565)	(10,468,077)	(7,691,568)
<b>GROSS PROFIT</b>		1,140,676	1,092,460	2,689,944	2,901,053
Selling and distribution expenses		(334,875)	(276,861)	(1,014,668)	(801,753)
Administrative expenses		(156,795)	(158,483)	(463,474)	(407,503)
Other expenses		(50,232)	(93,112)	(96,311)	(176,664)
Other income		6,554	11,348	29,235	32,399
<b>OPERATING PROFIT</b>		605,328	575,352	1,144,726	1,547,532
Finance costs		(2,377)	(4,274)	(7,135)	(15,770)
Finance income		91,315	81,097	315,551	234,856
<b>NET FINANCE INCOME</b>		88,938	76,823	308,416	219,086
<b>PROFIT BEFORE TAX</b>		694,266	652,175	1,453,142	1,766,618
Income tax expense		(255,212)	(197,846)	(480,467)	(512,319)
<b>PROFIT FOR THE PERIOD</b>		439,054	454,329	972,675	1,254,299
Earnings per share - basic and diluted (Rupees)	12	15.87	16.42	35.16	45.34

The annexed notes 1 to 19 form an integral part of these financial statements.

  
CHIEF FINANCIAL OFFICER

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

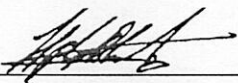
# Murree Brewery Company Limited

Condensed Interim Statement of Comprehensive Income (Unaudited)  
For the nine months ended 31 March 2023

	Quarter ended 31 March		Nine months ended 31 March	
	2023 (Rs.'000)	2022 (Rs.'000)	2023 (Rs.'000)	2022 (Rs.'000)
Profit for the period	439,054	454,329	972,675	1,254,299
Other comprehensive income (OCI) for the period:	-	-	-	-
Total comprehensive income for the period	<u>439,054</u>	<u>454,329</u>	<u>972,675</u>	<u>1,254,299</u>

The annexed notes 1 to 19 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 nine months ended 31 March 2023

	Capital reserves			Revenue reserves		Total equity
	Share capital	Capital reserve	Revaluation surplus on property, plant and equipment - net of tax	General reserve	Contingency reserve	
	(Rs.'000)					
Balance as at 01 July 2021 (Audited)	276,636	30,681	3,773,307	327,042	20,000	7,078,570
<i>Total comprehensive income for the period</i>						11,506,236
Profit for the period	-	-	-	-	-	1,254,299
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	-	-	1,254,299
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	(37,218)	-	-	37,218
	-	-	(37,218)	-	-	-
Transactions with the owners of the company						
Final cash dividend for the year ended 30 June 2021 (@100% i.e. Rs. 10/- per share)	-	-	-	-	-	(276,636)
First interim dividend for the year ended 30 June 2022 (@50% i.e. Rs. 5/- per share)	-	-	-	-	-	(138,318)
Second interim dividend for the year ended 30 June 2022 (@100% i.e. Rs. 10/- per share)	-	-	-	-	-	(276,636)
Balance at 31 March 2022 (unaudited)	276,636	30,681	3,736,089	327,042	20,000	7,678,497
	276,636	30,681	4,091,322	327,042	20,000	7,437,103
Balance at 30 June 2022 (Audited)	276,636	30,681	4,091,322	327,042	20,000	12,182,784
<i>Total comprehensive income for the period</i>						
Profit for the period	-	-	-	-	-	972,675
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	-	-	972,675
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	(35,425)	-	-	35,425
	-	-	(35,425)	-	-	-
Transactions with the owners of the company						
Final cash dividend for the year ended 30 June 2022 (@100% i.e. Rs. 10/- per share)	-	-	-	-	-	(276,636)
First Interim dividend for the year ending 30 June 2023 (@50% i.e. Rs. 5/- per share)	-	-	-	-	-	(138,318)
Balance at 31 March 2023	276,636	30,681	4,055,897	327,042	20,000	8,030,249

The annexed notes 1 to 19 form an integral part of these financial statements.

  
CHIEF FINANCIAL OFFICER

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

# Murree Brewery Company Limited

## Condensed Interim Statement of Cash Flow (Unaudited)

For the nine months ended 31 March 2023

	Note	Nine months ended 31 March	
		2023 (Rs.'000)	2022 (Rs.'000)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		1,453,142	1,766,618
<b>Adjustments for:</b>			
Depreciation / amortization		286,099	276,178
Amortization of intangible assets		263	389
Amortization of right of use asset		6,536	6,022
Employee benefits - charged to profit or loss		151,182	47,650
Provision for Workers' Profit Participation Fund (WPPF)		61,544	94,979
Provision for Workers' Welfare Fund (WWF)		24,618	37,992
Provision for water tax		125,748	-
(Gain) / Loss on disposal of property, plant and equipment		(600)	(3,277)
Finance cost		7,135	15,770
Return on deposit accounts		(113,593)	(74,556)
Interest on PIBs		(32,813)	(41,226)
Interest on advances		(14,182)	(223)
Dividend income		(121,676)	(86,495)
Unrealized gain on re-measurement of short term investments		(17,679)	(17,679)
Deferred grant income		(2,859)	(11,344)
		<u>359,724</u>	<u>244,181</u>
<b>Operating profit before working capital changes</b>		<b>1,812,867</b>	<b>2,010,799</b>
<i>Changes in</i>			
Inventories		(1,831,594)	(963,881)
Trade debts		(567)	16,438
Advances, prepayments and other receivables		(198,169)	(325,523)
Trade and other payables		(132,279)	(30,503)
Contract liabilities		(191,891)	(22,416)
		<u>(2,354,500)</u>	<u>(1,325,885)</u>
<b>Cash generated from/(used in) operating activities</b>		<b>(541,633)</b>	<b>684,914</b>
Finance cost paid		(7,135)	(15,770)
Employee benefits paid		(193,946)	(33,576)
WPPF paid		(85,904)	(68,553)
Taxes paid		(359,391)	(220,106)
<b>Net cash from/(used in) operating activities</b>		<b>(1,188,010)</b>	<b>346,909</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property, plant and equipment		(332,555)	(45,327)
Proceeds from disposal of property, plant and equipment		600	7,077
Advances for capital expenditures		(17,867)	(20,272)
Long term advances paid		1,339	(3,133)
Long term deposits paid		(4,947)	(989)
Proceeds from sale of / (acquisition of) investments - net		1,156,971	333,813
Interest received		141,387	96,835
Dividends received		121,676	86,495
<b>Net cash generated from investing activities</b>		<b>1,066,605</b>	<b>454,498</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payment against lease liabilities		1,204	(7,503)
Repayment of loan		(128,090)	(129,090)
Dividend paid		(414,954)	(680,746)
<b>Net cash used in financing activities</b>		<b>(541,840)</b>	<b>(817,339)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>(663,245)</b>	<b>(15,931)</b>
<b>Cash and cash equivalents at beginning of the year</b>		<b>2,509,228</b>	<b>2,197,788</b>
<b>Cash and cash equivalents at end of the year</b>	9	<b>1,845,983</b>	<b>2,181,857</b>

The annexed notes 1 to 19 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 statements (Unaudited)

### For the nine months ended 31 March 2023

#### 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 nine months period ended 31 March 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 Listing Regulations of the Pakistan Stock Exchange Limited.

#### 3 ACCOUNTING POLICIES AND ESTIMATES

##### 3.1 Accounting policies and method 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.

##### 3.2 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.

Significant valuation issues are reported to the audit committee.



# Murree Brewery Company Limited

## Notes to the condensed interim financial statements (Unaudited)

### For the nine months ended 31 March 2023

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.

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.

### 3.3 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 IAS-12 Deferred tax related to Assets and Liabilities arising from a Single Transaction	1-Jan-23
- Amendments to IAS-8 Definition of accounting estimates	1-Jan-23
- Amendments to IAS-1 Classification of liabilities as current or non-current and disclosure of accounting policies.	1-Jan-24
- Amendments to IFRS-16 Lease Liability in a Sale and Leaseback	1-Jan-24

	Note	Unaudited	Audited
		31-Mar-23 (Rs.'000)	30-Jun-22 (Rs.'000)
<b>4 SHARE CAPITAL</b>			
4.1 Authorized share capital	4.1.1	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			
		Un-audited	Audited
		31-Mar-23	30-Jun-22
		Number	Number
		264,000	264,000
		27,399,630	27,399,630
		27,663,630	27,663,630
		2,640	2,640
		273,996	273,996
		276,636	276,636
<b>5 LONG TERM LOAN</b>			
	Note		
Opening balance		124,748	281,166
Effective Interest		3,342	15,517
Repayment during the period		(128,090)	(171,935)
Closing balance	5.2	-	124,748
Non Current portion		-	-
Current portion		-	124,748
		-	124,748

# Murree Brewery Company Limited

## Notes to the condensed interim financial statements (Unaudited)

### For the nine months ended 31 March 2023

5.1 RECOGNITION OF GOVERNMENT GRANT	Un-audited 31-Mar-23 (Rs.'000)	Audited 30-Jun-22 (Rs.'000)
Opening balance	2,859	16,583
Deferred grant income recognised for the period	(2,859)	(13,724)
Closing balance	-	2,859
Non Current Portion	-	-
Current Portion	-	2,859
	-	2,859

5.2 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 markup 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. 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 installments due from 1 April 2021. Interest chargeable under the refinance scheme is 0.75% per annum. Accordingly, an amount of Rs 34.05 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. The entire loan has been paid off as at 31 Jan 2023.

#### 6 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:

##### 6.1 COMMITMENTS

- 6.1.1 The Company's outstanding Letter of Credit for the import of machinery and inventory items amounted to Rs. 673.6 million (30 June 2022: Rs. 1,146.16 million).
- 6.1.2 Bank guarantees have been given in the normal course of business amounting to Rs. 133.097 million (30 June 2022: 112.942 million).

#### 7 PROPERTY, PLANT AND EQUIPMENT

	Un-audited 31 March 2023 (Rs. "000)		
	Operating fixed assets	Capital work in progress	Total
Balance at 01 July 2022	6,581,182	82,142	6,663,324
Additions during the period	76,419	256,135	332,555
Transferred from leased assets	1,434	-	1,434
Transferred from CWIP	3,736	(3,736)	-
Depreciation charge for the period	(286,099)	-	(286,099)
Balance at 31 March 2023	6,376,673	334,541	6,711,214
	Audited 30 June 2022 (Rs. "000)		
Carrying amount at the beginning of the year	6,355,066	-	6,355,066
Additions during the year	139,079	82,142	221,221
Revaluation surplus	462,073	-	462,073
Disposal during the year-net	(5,589)	-	(5,589)
Depreciation charge for the year	(369,447)	-	(369,447)
Carrying amount at the end of the year	6,581,182	82,142	6,663,324

7.1 Additions in and depreciation on property, plant and equipment during the nine months period ended 31 March 2023 were 332.555 million and 286.099 million respectively.

# Murree Brewery Company Limited

## Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

<b>8</b>	<b>RIGHT OF USE ASSET</b>		<b>(Unaudited)</b>	
			<b>31-Mar-23</b>	
			<b>(Rs in '000)</b>	
	Balance at 1 July 2022		17,692	
	Additions during the period		13,584	
	Transferred to owned assets		(1,434)	
	Depreciation charge for the period		(6,536)	
	Balance at 31 March 2023		<u>23,307</u>	
			<b>(Audited)</b>	
			<b>30-Jun-22</b>	
			<b>(Rs. 000)</b>	
	Balance at 1 July 2021		25,636	
	Depreciation charge for the period		(7,944)	
	Balance at 30 June 2022		<u>17,692</u>	
<b>9</b>	<b>CASH AND BANK BALANCES</b>	<b>Note</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
			<b>31-Mar-23</b>	<b>30-Jun-22</b>
			<b>(Rs in '000)</b>	<b>(Rs in '000)</b>
	Cash in hand		11,545	8,820
	Banking instrument in hand		-	100,000
	Cash at banks :			
	- in local currency		668,032	995,682
	- in local currency deposit account	9.1	1,166,371	1,401,746
	-in foreign currency deposit account	9.2	35	2,980
			<u>1,834,438</u>	<u>2,400,408</u>
			<u>1,845,983</u>	<u>2,509,228</u>
9.1	Profit on local currency deposit account ranges from 14.25% to 17.55% (30 June 2022: 6.65% to 13.00%) per annum respectively.			
9.2	This carries interest rate of 0.25% (30 June 2022: 0.25%) per annum.			
9.3	There is no change in financing facilities from those as disclosed in the financial statements for the year ended 30 June 2022 except for :-			
(a)	Running finance facility amounting to Rs. 1,000 million (2022: Rs. nil) from Askari Bank Limited, Islamabad. This facility is available till 31 October 2023 which can be renewed. This carries mark up at the rate of 1 months' KIBOR plus 0.4% (2022: Nil) per annum. Principal is payable on expiry or on demand whichever is earlier. It is secured against present and future current assets of the Company registered with Securities and Exchange Commission of Pakistan amounting to Rs. 1,334 million (2022: Rs. Nil).			

# Murree Brewery Company Limited

## Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

### 10 NET TURNOVER

Net turnover for the nine months period ended 31 March 2023 includes exports amounting to Rs. 34.55 million.

	Note	Nine months ended	
		(unaudited) 31-Mar-23 (Rs '000)	(unaudited) 31-Mar-22 (Rs '000)
<b>11 COST OF SALES</b>			
Raw material consumed	11.1	10,685,824	7,580,551
Stores and spares consumed		250,859	170,203
Fuel and power consumed		951,758	650,204
Salaries and wages		582,079	508,089
Repair and maintenance		146,414	98,418
Depreciation		268,035	266,643
Other manufacturing overheads		466,013	372,187
		13,350,982	9,646,295
<b>Work in process:</b>			
Work in process - opening		363,121	298,856
Work in process - closing		(654,264)	(362,217)
		(291,143)	(63,361)
<b>Cost of goods manufactured</b>		13,059,839	9,582,934
<b>Finished goods:</b>			
Finished goods - opening		208,516	214,131
Finished goods - closing		(744,403)	(315,681)
		(535,887)	(101,550)
Less: Inter division transfers		(2,055,879)	(1,789,816)
		10,468,075	7,691,566
<b>11.1 Raw material consumed</b>			
Opening stock		1,607,560	1,214,875
Purchases		11,674,640	8,385,156
		13,282,200	9,600,031
Less : Closing stock		(2,596,375)	(2,019,480)
		10,685,825	7,580,551

	Quarter ended		Nine months ended	
	31 March	2022	31 March	2022
<b>12 EARNING PER SHARE - BASIC AND DILUTED</b>	2023	2022	2023	2022
Net Profit for the period - Rupees in ('000)	439,054	454,329	972,675	1,254,299
Weighted average number of shares - Number	27,663,630	27,663,630	27,663,630	27,663,630
Earning per share - Rupees	15.87	16.42	35.16	45.34

12.1 There is no dilutive effect on the basic earnings per share of the Company as at 31 March 2023.

# Murree Brewery Company Limited

Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

## 13 Segment information

### 13.1 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 (Rs. '000)	Glass division (Rs. '000)	Tops division (Rs. '000)	Corporate Office (Rs. '000)	Total (Rs. '000)
<b>a. For the nine months ended</b>					
<b>31 March 2023</b>					
Third party turnover - net	12,770,531	135,296	4,020,155	-	16,925,982
Inter-segment turnover	537,641	1,503,654	-	-	2,041,295
Segment profit / (loss) before tax	1,030,738	548,948	(232,192)	105,647	1,453,141
<b>31 March 2022</b>					
Third party turnover - net	10,116,925	200,892	3,273,615	-	13,591,432
Inter-segment turnover	483,776	1,293,426	12,616	-	1,789,818
Segment profit (loss) before tax	1,502,978	408,142	(128,138)	(16,364)	1,766,618
<b>b. Assets</b>					
<b>31 March 2023 (unaudited)</b>					
30 June 2022 - audited	9,734,328	1,270,315	2,033,724	2,355,185	15,393,552
	11,144,474	1,092,855	2,754,601	108,023	15,099,953
<b>c. Liabilities</b>					
<b>31 March 2023 (unaudited)</b>					
30 June 2022 - audited	1,543,889	147,488	544,213	342,603	2,578,193
	1,140,197	237,004	521,327	1,018,641	2,917,169
<b>d. Additions to property, plant and equipment</b>					
<b>31 March 2023 (unaudited)</b>					
30 June 2022 - audited	43,927	26,596	11,067	-	81,590
	92,553	4,566	41,960	-	139,079
<b>Right of use asset</b>					
<b>31 March 2023 (unaudited)</b>					
30 June 2022 - audited	7,769	-	5,816	-	13,584
	-	-	-	-	-
<b>e. Other income</b>					
<b>31 March 2023 (unaudited)</b>					
31 March 2022 (unaudited)	17,789	5,916	5,530	-	29,235
	21,840	5,788	4,771	-	32,399
<b>f. Net finance income</b>					
<b>31 March 2023 (unaudited)</b>					
31 March 2022 (unaudited)	91,801	4,554	10,103	201,958	308,416
	52,717	1,294	4,775	160,300	219,086
<b>g. Depreciation</b>					
<b>31 March 2023 (unaudited)</b>					
31 March 2022 (unaudited)	117,420	88,610	80,069	-	286,099
	111,571	87,259	77,348	-	276,178

### 13.2 Reconciliation of reportable segment profit or loss

	Nine months ended 31 March	
	2023 (Rs. '000)	2022 (Rs. '000)
Total profit before tax for reportable segments	1,347,494	1,782,982
Unallocated amount - operating expenses	(96,311)	(176,664)
Unallocated amount - finance income	201,958	160,300
Net profit before tax	1,453,142	1,766,618

# Murree Brewery Company Limited

Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

Note	Liquor Division						Class Division						Tops Division						Total					
	Quarter ended 31 March		Nine months ended 31 March		Quarter ended 31 March		Nine months ended 31 March		Quarter ended 31 March		Nine months ended 31 March		Quarter ended 31 March		Nine months ended 31 March		Quarter ended 31 March		Nine months ended 31 March					
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022				
(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)	(R\$, '000)			
<b>13.3 TURNOVER</b>																								
Third party turnover - gross	5,048,997	3,805,891	12,858,251	10,193,779	36,910	32,043	135,296	206,892	1,686,278	1,267,171	4,663,034	3,608,779	6,772,185	5,155,105	17,656,581	14,003,450								
Less: trade discounts	(372,259)	(28,055)	(877,700)	(76,854)	-	-	-	-	(291,383)	(133,135)	(642,879)	(335,164)	(328,642)	(161,190)	(730,599)	(412,018)								
Third party turnover - net	5,011,738	3,777,836	12,770,551	10,116,925	36,910	32,043	135,296	206,892	1,394,895	1,134,036	4,020,155	3,273,615	6,443,543	4,993,915	16,925,982	13,591,432								
Inter division sales	179,830	153,522	537,641	483,776	485,051	505,376	1,503,654	1,293,436	-	-	-	12,616	-	-	-	-								
Sales tax and excise duty	5,191,568	3,931,358	13,308,172	10,600,701	571,961	587,419	1,638,950	1,494,318	1,394,895	1,134,036	4,020,155	3,286,231	6,443,543	4,993,915	16,925,982	13,591,432								
Revenue	(1,146,005)	(830,807)	(2,824,240)	(2,265,483)	(5,370)	(11,920)	(19,665)	(29,389)	(369,123)	(240,163)	(924,056)	(704,139)	(1,520,498)	(1,082,890)	(3,767,961)	(2,998,811)								
	4,045,563	3,100,551	10,483,932	8,335,218	516,591	575,499	1,619,285	1,465,129	1,025,772	893,873	3,096,099	2,582,092	4,923,045	3,911,025	13,158,021	10,592,621								
<b>COST OF SALES</b>																								
Third parties	(2,752,497)	(1,797,682)	(7,316,599)	(4,979,332)	(329,593)	(402,644)	(1,034,944)	(1,023,652)	(790,279)	(618,230)	(2,117,084)	(1,688,554)	(3,782,349)	(2,818,565)	(10,468,077)	(7,691,568)								
Inter division cost	(453,985)	(486,102)	(1,411,027)	(1,236,128)	-	-	-	-	(210,893)	(172,796)	(630,288)	(553,690)	(3,782,349)	(2,818,565)	(10,468,077)	(7,691,568)								
<b>GROSS PROFIT</b>	839,078	816,767	1,756,306	2,119,258	186,998	172,855	584,341	441,477	114,600	102,538	348,747	339,518	1,140,676	1,092,460	2,689,944	2,901,053								
Selling and distribution expenses	(171,979)	(143,133)	(522,230)	(423,457)	(2,166)	(1,690)	(6,357)	(5,613)	(160,530)	(133,029)	(486,081)	(372,683)	(334,875)	(276,861)	(1,014,668)	(801,753)								
Administrative expenses	(107,629)	(103,396)	(312,938)	(267,880)	(12,953)	(12,676)	(40,059)	(34,304)	(36,213)	(42,411)	(110,491)	(104,819)	(156,795)	(158,483)	(463,474)	(407,503)								
Other expenses	3,319	3,017	17,789	21,340	1,162	2,597	5,916	5,788	2,473	1,734	5,500	4,771	6,554	11,348	29,235	32,399								
<b>Operating profit</b>	562,789	578,256	938,937	1,350,261	172,841	161,077	544,295	406,348	(80,070)	(70,368)	(242,295)	(4,771)	605,338	575,352	1,144,726	1,547,532								
Finance costs	(1,168)	(3,668)	(4,522)	(13,753)	(12)	(39)	(60)	(145)	(1,197)	(567)	(2,553)	(1,872)	(2,377)	(4,274)	(7,135)	(15,700)								
Finance income	24,358	16,603	96,323	66,470	1,634	671	4,613	1,439	2,423	730	12,656	6,847	8,115	8,097	315,551	234,856								
<b>Net finance (cost) / income</b>	23,190	12,935	91,801	52,717	1,622	632	4,553	1,294	1,226	153	10,103	4,775	88,938	76,823	308,416	219,086								
<b>Profit before tax</b>	585,979	591,191	1,030,738	1,302,978	174,463	161,709	548,848	408,142	(78,444)	(70,115)	(232,192)	(138,138)	694,266	652,175	1,453,142	1,766,618								

13.4

# Murree Brewery Company Limited

Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

13.4 COST OF SALES	Note	Nine months ended				
		Liquor (Rs '000)	Glass (Rs '000)	Tops (Rs '000)	31-Mar-23 (Rs '000)	31-Mar-22 (Rs '000)
Raw material consumed	13.5	7,755,426	516,480	2,413,918	10,685,824	7,580,551
Stores and spares consumed		108,439	102,416	40,004	250,859	170,203
Fuel and power consumed		531,583	330,698	89,477	951,758	650,204
Salaries and wages		326,050	104,578	151,451	582,079	508,089
Repair and maintenance		56,573	52,862	36,979	146,414	98,418
Depreciation		103,359	88,479	76,197	268,035	266,643
Other manufacturing overheads		313,450	23,793	128,772	466,015	372,187
		9,194,880	1,219,306	2,936,798	13,350,984	9,646,295
<b>Work in process:</b>						
Work in process - opening		311,921	3,230	47,970	363,121	298,856
Work in process - closing		(535,390)	(3,230)	(115,644)	(654,264)	(362,217)
		(223,469)	-	(67,674)	(291,143)	(63,361)
<b>Cost of goods manufactured</b>		8,971,411	1,219,306	2,869,124	13,059,841	9,582,934
<b>Finished goods:</b>						
Finished goods - opening		76,276	17,503	114,737	208,516	214,131
Finished goods - closing		(305,477)	(202,416)	(236,510)	(744,403)	(315,681)
		(229,201)	(184,913)	(121,773)	(535,887)	(101,550)
Less: Inter division transfers		(1,425,611)	-	(630,268)	(2,055,879)	(1,789,816)
		7,316,599	1,034,393	2,117,083	10,468,075	7,691,566
<b>13.5 Raw material consumed</b>						
Opening stock		1,156,087	31,969	419,504	1,607,560	1,214,875
Purchases		8,401,725	529,000	2,743,915	11,674,640	8,385,156
		9,557,812	560,969	3,163,419	13,282,200	9,600,031
Less : Closing stock		(1,802,386)	(44,488)	(749,501)	(2,596,375)	(2,019,480)
		7,755,426	516,481	2,413,918	10,685,825	7,580,551

# Murree Brewery Company Limited

Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

## 14 Transactions 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:

14.1	Name of Related Party	Nature of Relationship	Percentage of share holding	Nature of transactions during the year	For the nine months ended 31 March	
					2023 (Rs.'000)	2022 (Rs.'000)
1)	D.P. Edulji & Company (Private) Limited	Associated company on account of common directorship	17.75%	Sales commission Services acquired Dividend paid	140,022 14,490 83,469	139,800 13,590 104,337
2)	Kingsway Fund	Associated company	23.08%	Dividend paid	81,407	138,611
3)	Board of directors	Directors	20.30%	Dividend paid	56,166	119,333
4)	Directors' relatives	Directors' relatives	17.25%	Dividend paid	60,830	98,450
5)	Staff retirement benefit plan - Provident fund	Staff retirement funds	Nil	Contribution by the Company	7,196	6,621
6)	Staff retirement benefit plan - Pension fund	Staff retirement funds	Nil	Contribution by the Company	4,540	5,752
7)	Bhandara Foundation	Chief Executive Officer acts as a Trustee	Nil	Donation paid	-	1,500

14.2 The aggregate amounts charged for the remuneration including benefits and perquisites to Chief Executive Officer and Executives at the reporting date are Rs. 16.67 million and Rs. 46.81 million (31 March 2022: Rs. 13.91 million and 40.39 million) respectively. Further, free furnished accommodation is provided to the Chief Executive Officer and certain executives. Company maintained vehicles have also been provided to the Chief Executive Officer and certain executives; the carrying values of which amounted to Rs. 48.56 million at the reporting date (31 March 2022: Rs. 6.54 million).



# Murree Brewery Company Limited

Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

## 15 FINANCIAL INSTRUMENTS

### A FAIR VALUES

#### 15.1 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

	Fair value through profit and loss	Carrying amount		Fair value			Total
		Amortized cost	Financial liabilities at amortized cost	Level 1	Level 2	Level 3	
31 March 2023 - Unaudited							(Rs.'000)
Financial assets measured at fair value							
Shares of listed companies	6	-	-	6	-	-	6
Mutual funds	837,143	-	-	837,143	-	-	837,143
	837,149	-	-	837,149	-	-	837,149

#### Financial assets not measured at fair value

Long term advances	15.4	-	11,141	-	-	-	-
Long term investments	15.5	-	509,202	-	509,202	-	509,202
Long term deposits	15.4	44,429	-	-	-	-	-
Trade debts	15.4	-	15,586	-	-	-	-
Advances and other receivables	15.2 & 15.4	-	344,814	-	-	-	-
Cash and bank balances	9 & 15.4	-	1,845,983	-	-	-	-
		44,429	2,726,726	-	509,202	-	509,202

#### Financial liabilities not measured at fair value

Long term loan	15.4	-	-	-	-	-	-
Lease liabilities	15.4	-	17,438	-	-	-	-
Trade and other payables	15.3 & 15.4	-	1,439,612	-	-	-	-
Unpaid dividend	15.4	-	105,770	-	-	-	-
Unclaimed dividend	15.4	-	30,279	-	-	-	-
		-	1,593,099	-	-	-	-

# Murree Brewery Company Limited

Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

On-balance sheet financial instruments	Fair value through profit and loss	Carrying amount		Fair value				
		Amortized cost	Financial liabilities at amortized cost	Total	Level 1	Level 2	Level 3	Total
30 June 2022 - Audited			(Rs.'000)				(Rs.'000)	
<b>Financial assets measured at fair value</b>								
Shares of listed companies	6	-	-	6	6	-	-	6
Mutual funds	1,976,441	-	-	1,976,441	1,976,441	-	-	1,976,441
	1,976,447	-	-	1,976,447	1,976,447	-	-	1,976,447
<b>Financial assets not measured at fair value</b>								
Long term advances	-	12,480	-	12,480	-	-	-	-
Long term investments	-	511,459	-	511,459	-	-	-	415,799
Long term deposits	39,482	-	-	39,482	-	-	-	-
Trade debts	-	15,019	-	15,019	-	-	-	-
Advances and other receivables	-	15,311	-	15,311	-	-	-	-
Cash and bank balances	-	2,509,228	-	2,509,228	-	-	-	-
	39,482	3,063,497	-	3,102,979	-	-	415,799	415,799
<b>Financial liabilities not measured at fair value</b>								
Long term loan	15.4	-	124,748	124,748	-	-	-	-
Lease liabilities	15.4	-	16,234	16,234	-	-	-	-
Trade and other payables	15.3 & 15.4	-	1,044,249	1,044,249	-	-	-	-
Unpaid dividend	15.4	-	96,840	96,840	-	-	-	-
Unclaimed dividend	15.4	-	31,818	31,818	-	-	-	-
	-	-	1,313,889	1,313,889	-	-	-	-

15.2 It excludes advances to suppliers and prepayments.

15.3 It excludes contract liabilities, withholding tax payable, sales tax payable, excise duty payable, export duty payable on PMFL and beer, unearned income, Worker's Welfare Fund (WWF) and Zila tax payable.

15.4 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.

15.5 There is no change in valuation techniques at the reporting date, for details note 44.5.1 of the annual financial statements for the year ended 30 June 2022 is to be referred.

# Murree Brewery Company Limited

Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

**16 CORRESPONDING FIGURES**

Corresponding figures have been reclassified for the purposes of comparison and better presentation. These reclassifications have no impact on previously reported profit or equity.

**17 DATE OF APPROVAL**

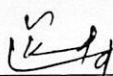
These condensed interim unaudited financial information was approved by the Board of Directors of the Company in their meeting held on 20 April 2023.

**18 NON ADJUSTING EVENTS AFTER REPORTING DATE**

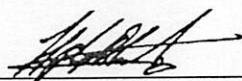
The Board of Directors in their meeting held on 20 April 2023, has declared an interim cash dividend Nil (i.e. Rs Nil per share) for the year ending 30 June 2023.

**19 GENERAL**

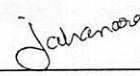
Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

**BOOK POST**  
PRINTED MATTER



**Estd. 1860**

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