



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 H. 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

Ch. Waqar A. Kahloon
Mr. Fahad Naveed Malik
Mr. Mubbashir Rehman Khan

MANAGEMENT

General Manager (Brewery Division)
General Manager (Tops)
Business Manager (Murree Glass)
Plant Manager (// //)
Factory Manager (Murree Sparkletts)

Mr. Fakher-e-Mahmood
Mr. Talat Yaqoob
Mr. Arshad Zaheer
Mr. Zaka ud Din
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 H. 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

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

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**
Plot No. 10/2, Phase III, Industrial Estate,
Hattar, District Haripur (K.P.K)
- (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
0321-6954001
- (v) Ratti Gali, Ayubia Road, Murree
Mob: 0335-5111047

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 on financial performance and affairs of the Company for the nine months period ended 31st March, 2022.

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 28% | from | 8,270 | to | 10,593 |
| Gross Profit | increased by 25% | from | 2,317 | to | 2,901 |
| Profit before Taxation | increased by 26% | from | 1,407 | to | 1,767 |
| Profit after Taxation | increased by 31% | from | 955 | to | 1,254 |
| Earnings per share | increased by 31% | from | Rs. 34.52 | to | Rs. 45.34 |

The profitability of the Company has increased during the nine months period ended 31st March, 2022, as compared to the corresponding period of the last year. Overall sales reflected 28% growth over the last corresponding period and net profit of the Company increased significantly i.e. 31% during the nine months period ended 31st March, 2022, compared with the corresponding period of last year.

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, which is now being paid in installments as directed by the Supreme Court of Pakistan.

ii Tax on water consumption for commercial use:

The Supreme Court of Pakistan announced taxation of the beverage industry @ Re. 1 per liter of surface and underground water which would not be passed on to the consumers. The order issued effective from December 2018 applies to all industries consuming water in Pakistan, the Rules for which have not yet been issued. The beverage industry has lodged a review petition, which is pending in the Supreme Court.

Murree Brewery Company Limited

THIRD INTERIM DIVIDEND:

The Directors have today declared the third interim cash dividend @100% (i.e. Rs.10 per share) for the year ending 30th June, 2022. This is in addition to interim cash dividends already paid @ 150% (i.e. Rs. 15 per share).

CONTRIBUTION TO NATIONAL EXCHEQUER:

The Company contributed a sum of Rs. 3,300 million in the nine months period ended 31st March, 2022 (31st March, 2021: Rs. 3,010 million) to the Government exchequer on account of duties and taxes.

CORPORATE SOCIAL RESPONSIBILITY:

Being one of Pakistan's oldest companies, Murree Brewery Company fully meets its obligations as a social corporate citizen. During the nine months 2021-22, the Company has donated Rs. 2.8 million to various charitable institutions, hospitals & trusts.

In addition, the Company has continued to make available the use of its property to Association for Special Persons (DARAKHSHAN). At present, 74 disabled women are being 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 for workers and their families.

OUTLOOK:

The economic environment in Pakistan continues to be challenging, with high inflation and instability of the exchange rate. The latter largely a result of a ballooning current account deficit. In view of the Russian war in Ukraine, international prices of oil and food grains have continued to be volatile and unpredictable. All this has created uncertainty for the Company in respect of raw material and utility prices in the coming quarters. However, the Company's performance so far, in the post-Covid period, has been robust. The Board and management expect that the Company will effectively deal with the emerging challenges.

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, Customers, Government authorities and Shareholders for their support in achieving the Company's objectives.

ON BEHALF OF THE BOARD



Isphanyar M Bhandara
Chief Executive Officer



Pervaiz Akhtar
Director

Rawalpindi 28th April, 2022


توقعات


پاکستان میں معاشی ماحول بدستور غیر مستحکم اور چیلنجنگ ہے، افراط زر کی شرح میں اضافہ اور شرح مبادلہ میں عدم استحکام پایا جاتا ہے۔ جو کہ دراصل بڑے پیمانے پر کرنٹ اکاؤنٹ خسارے کا نتیجہ ہے۔ یوکرین میں جنگی صورتحال کے پیش نظر تیل اور اناج کی بین الاقوامی قیمتوں میں غیر متوقع اضافہ اور اتار چڑھاؤ کا سلسلہ جاری ہے۔ جس کے باعث آنے والی سہ ماہیوں کے لئے خام مال اور یوٹیلیٹی قیمتوں کے حوالے سے غیر یقینی صورتحال پیدا ہو گئی ہے۔ تاہم کمپنی کی کارکردگی کو ویڈیو لہر کے بعد مضبوط و مستحکم رہی ہے۔ بورڈ اور انتظامیہ توقع رکھتے ہیں کہ کمپنی ابھرتے ہوئے نئے چیلنجز سے موثر انداز سے نمٹنے کے لئے تیار 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 کمپنی کے مقاصد کے حصول کیلئے سرکاری حکام، صارفین اور شیئرز ہولڈرز کے غیر متزلزل تعاون پر ان کا بھی شکر یہ ادا کرتا ہے۔

بورڈ کی جانب سے


پرویز اختر
ڈائریکٹر


اسفندیا راہم بھنڈارا
چیف ایگزیکٹو آفیسر

راولپنڈی، 28 اپریل 2022ء

ii- عدالتِ عظمیٰ پاکستان نے بیورتج انڈسٹری سطح زمین اور زیر زمین پانی پرائیک روپے فی لیٹر ٹیکس کا اعلان کیا جسے صارفین سے وصول نہیں کیا جائے گا۔ یہ جاری کردہ حکم دسمبر 2018 سے موثر اور ان تمام صنعتوں پر لاگو ہے جو پاکستان میں پانی کا استعمال کرتے ہیں۔ جن کے لئے قواعد ابھی تک جاری نہیں کئے گئے ہیں، بیورتج انڈسٹری کی جانب سے نظر ثانی کی درخواست جمع کروائی گئی تھی جو کہ عدالتِ عظمیٰ پاکستان کے سامنے اب تک زیر التواء ہے۔

تیسرا عبوری منافع منقسمہ

ڈائریکٹرز نے 30 جون 2022ء کو ختم ہونے والے سال کے لئے تیسرے منافع منقسمہ کا اعلان کیا ہے، جو کہ 100 فیصد کی شرح سے یعنی 10 روپے فی حصص ہے۔ یہ عبوری منافع منقسمہ پہلے سے ادا کئے گئے منافع منقسمہ 150 فیصد کی شرح یعنی 15 روپے فی حصص کے علاوہ ادا کیا جائے گا۔

قومی خزانے میں حصہ

آپ کی کمپنی نے ڈیوٹی اور ٹیکسوں کی مد میں سرکاری خزانے کیلئے 31 مارچ 2022ء گزشتہ نو ماہ کے عرصے میں 3,300 ملین روپے (31 مارچ 2021ء: 3,010 ملین روپے) کی رقم جمع کروائی ہے۔

ادارہ جاتی سماجی ذمے داری (سی ایس آر)

مری بردری کمپنی پاکستان کی قدیم ترین کمپنیوں میں سے ایک ہے اور ایک ذمے دار سماجی شہری کے طور پر اپنے تمام فرائض کی تکمیل کرتی ہے۔ مالی سال 2021-22 کے نو ماہ کے دوران، کمپنی نے مختلف رفائہی اداروں، ہسپتالوں اور ٹرسٹس کو 2.8 ملین روپے کے عطیات دیے ہیں۔

مزید برآں کمپنی نے ایسوسی ایشن آف اسپیشل پرسنز (درخشاں) کیلئے اپنی املاک کے استعمال کی دستیابی کو جاری رکھا۔ فی الوقت اس ووکیشنل اسکول برائے اعانت محروم معذور خواتین میں 74 خواتین تربیت حاصل کر رہی ہیں تاکہ وہ خود انحصاری، کمپیوٹر خواندہ اور معاشرے کے فعال فرد کے طور پر زندگی گزاریں۔ یہ پراپرٹی کمپنی کی جانب سے فرنچیز اور فنڈنگ کے ساتھ مفت فراہم کی جا رہی ہے اور کمپنی اس کی دیکھ بھال اور پمپنگ کے سارے اخراجات خود برداشت کرتی ہے۔

کمپنی نے اپنی جگہ پرائیک سوشل سیوریٹی 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۔

مری برووری کمپنی لمیٹڈ

ڈائریکٹرز کا جائزہ

مری برووری کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز، 31 مارچ 2022ء 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: | اضافہ % | روپے ملین میں |
|-----------------------------|---------|--------------------------|
| محصولات فروخت (خالص) | 28% | 8,270 سے 10,593 |
| مجموعی منافع جات | 25% | 2,317 سے 2,901 |
| منافع قبل از ٹیکس | 26% | 1,407 سے 1,767 |
| منافع بعد از ٹیکس | 31% | 955 سے 1,254 |
| آمدن فی حصص | 31% | 34.52 روپے سے 45.34 روپے |

کمپنی کے منافع میں گزشتہ سال کے تقابلی عرصے کے موازنے میں 31 مارچ 2022ء کو ختم ہونے والے نو ماہ کے عرصہ میں اضافہ ہوا ہے۔ مجموعی فروخت گزشتہ تقابلی عرصے کے مقابلے میں 28 فیصد نمو کی عکاسی کرتی ہے۔ مارچ 2022ء کو ختم ہونے والے نو ماہ کے عرصے کے دوران کمپنی کے خالص منافع میں 31 فیصد کا نمایاں اضافہ ہوا۔

اہم مسائل:

-i گیس انفراسٹرکچر ڈیولپمنٹ سیس (جی آئی ڈی سی)

فاضل عدالتِ عظمیٰ پاکستان نے مورخہ 13 اگست 2020ء 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 جون 2020ء کے اپنے مالی گوشواروں میں جی آئی ڈی سی اخراجات کیلئے پہلے ہی رقم فراہم کر دی تھی، جو کہ اب عدالتِ عظمیٰ پاکستان کی ہدایات کے مطابق دو سال کے عرصے میں اقساط میں ادا کی جا رہی ہے۔

Murree Brewery Company Limited

Condensed Interim Statement of Financial Position

As at 31 March 2022

| | Note | Un-Audited 31-Mar-22 (Rs.'000) | Audited 30-Jun-21 (Rs.'000) | Note | Un-Audited 31-Mar-22 (Rs.'000) | Audited 30-Jun-21 (Rs.'000) |
|--|------|--------------------------------------|-----------------------------------|------|--------------------------------------|-----------------------------------|
| EQUITY | | | | | | |
| Share capital and reserves | | | | | | |
| Share capital | | 276,636 | 276,636 | 7 | 6,120,414 | 6,355,066 |
| Capital reserve | | 30,681 | 30,681 | 8 | 19,614 | 25,636 |
| Revenue reserves | | 8,025,539 | 7,425,612 | | 393 | 782 |
| Revaluation surplus on property, plant and equipment and ROU assets-net of tax | | 3,736,089 | 3,773,307 | | 62,750 | 42,478 |
| Total equity | | 12,068,945 | 11,506,236 | | 17,081 | 13,948 |
| | | | | | 512,209 | 514,466 |
| | | | | | 39,055 | 38,066 |
| | | | | | 31,625 | 30,189 |
| | | | | | 7,201,026 | 7,418,517 |
| LIABILITIES | | | | | | |
| Lease liabilities | | 1,213 | 3,754 | | 2,901,502 | 1,937,621 |
| Long term loan | | - | 124,749 | | 14,934 | 31,372 |
| Employee benefits | | 263,738 | 281,974 | | 538,952 | 208,246 |
| Deferred grant | | - | 2,859 | | 1,681,115 | 1,993,774 |
| Deferred tax liability- net | | 431,946 | 401,352 | | 131,614 | 255,339 |
| Non-current liabilities | | 696,897 | 814,688 | | 2,181,857 | 2,197,788 |
| Current portion of lease liabilities | | 17,084 | 22,046 | | 7,449,974 | 6,624,140 |
| Current portion of long term loan | | 164,903 | 156,417 | | | |
| Trade and other payables | | 1,398,306 | 1,218,348 | | | |
| Contract liabilities | | 180,200 | 202,616 | | | |
| Current portion - deferred grant income | | 5,239 | 13,724 | | | |
| Unpaid dividend | | 87,910 | 76,003 | | | |
| Unclaimed dividend | | 31,516 | 32,579 | | | |
| Current liabilities | | 1,885,158 | 1,721,733 | | | |
| Total liabilities | | 2,582,056 | 2,536,421 | | | |
| Total equity and liabilities | | 14,651,000 | 14,042,657 | | 14,651,000 | 14,042,657 |
| Contingencies and commitments | | | | | | |
| | | | | | | |

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 2022

| | Note | Quarter ended 31 March | | Nine months ended 31 March | |
|--|------|------------------------|-------------|----------------------------|-------------|
| | | 2022 | 2021 | 2022 | 2021 |
| | | (Rs.'000) | (Rs.'000) | (Rs.'000) | (Rs.'000) |
| NET TURNOVER | 10 | 3,911,025 | 2,990,490 | 10,592,621 | 8,270,117 |
| COST OF SALES | 11 | (2,818,565) | (2,101,675) | (7,691,568) | (5,953,608) |
| GROSS PROFIT | | 1,092,460 | 888,815 | 2,901,053 | 2,316,509 |
| Selling and distribution expenses | | (276,861) | (221,830) | (801,753) | (644,814) |
| Administrative expenses | | (158,483) | (112,669) | (407,503) | (338,619) |
| Other expenses | | (93,112) | (50,602) | (176,664) | (122,728) |
| Other income | | 11,348 | 2,066 | 32,399 | 33,517 |
| OPERATING PROFIT | | 575,352 | 505,780 | 1,547,532 | 1,243,865 |
| Finance costs | | (4,274) | (8,664) | (15,770) | (23,498) |
| Finance income | | 81,097 | 68,002 | 234,856 | 186,933 |
| NET FINANCE INCOME / COST | | 76,823 | 59,338 | 219,086 | 163,435 |
| PROFIT BEFORE TAX | | 652,175 | 565,118 | 1,766,618 | 1,407,300 |
| Income tax expense | | (197,846) | (185,714) | (512,319) | (452,439) |
| PROFIT FOR THE PERIOD | | 454,329 | 379,404 | 1,254,299 | 954,861 |
| Earnings per share - basic and diluted (Rupees) | 12 | 16.42 | 13.71 | 45.34 | 34.52 |

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 2022

| | Quarter ended 31 March | | Nine months ended 31 March | |
|--|---------------------------|-------------------|-------------------------------|-------------------|
| | 2022 (Rs.'000) | 2021 (Rs.'000) | 2022 (Rs.'000) | 2021 (Rs.'000) |
| Profit for the period | 454,329 | 379,404 | 1,254,299 | 954,861 |
| Other comprehensive income (OCI) for the period: | - | - | - | - |
| Total comprehensive income for the period | 454,329 | 379,404 | 1,254,299 | 954,861 |

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 Change in Equity (unaudited) For the nine months ended 31 March 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 as at 01 July 2020 (Audited) | 276,636 | 30,681 | 2,893,179 | 327,042 | 20,000 | 6,438,134 | 9,985,672 |
| Total comprehensive income for the period | | | | | | | |
| Profit for the period | - | - | - | - | - | 954,861 | 954,861 |
| Other comprehensive income for the period | - | - | - | - | - | 954,861 | 954,861 |
| Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax | - | - | (52,010) | - | - | 52,010 | - |
| | - | - | 7,810 | - | - | (7,810) | - |
| | - | - | (44,200) | - | - | 44,200 | - |
| Transaction with the owners of the company | | | | | | | |
| Final dividend for the year ended 30 June 2020 (Rs. 5/- per share) | - | - | - | - | - | (138,318) | (138,318) |
| First interim dividend for the year ending 30 June 2021 (Rs. 5/- per share) | - | - | - | - | - | (138,318) | (138,318) |
| Second interim dividend for the year ending 30 June 2021 (Rs. 10/- per share) | - | - | - | - | - | (276,636) | (276,636) |
| Balance at 31 March 2021 (unaudited) | 276,636 | 30,681 | 2,848,979 | 327,042 | 20,000 | 6,883,923 | 10,387,261 |
| Balance at 30 June 2021 (Audited) | 276,636 | 30,681 | 3,773,307 | 327,042 | 20,000 | 7,078,570 | 11,506,236 |
| Total comprehensive income for the period | | | | | | | |
| Profit for the period | - | - | - | - | - | 1,254,299 | 1,254,299 |
| Other comprehensive income for the period | - | - | - | - | - | 1,254,299 | 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) | - | - | 37,218 | - |
| Transaction 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) | (276,636) |
| First Interim dividend for the year ending 30 June 2022 (@50% I.e. Rs. 5/- per share) | - | - | - | - | - | (138,318) | (138,318) |
| Second interim dividend for the year ending 30 June 2022 (@100% I.e. Rs. 10/- per share) | - | - | - | - | - | (276,636) | (276,636) |
| Balance at 31 March 2022 | 276,636 | 30,681 | 3,736,089 | 327,042 | 20,000 | 7,678,497 | 12,068,945 |

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 Flows (unaudited) For the nine months ended 31 March 2022

| | Note | Nine months ended 31 March | |
|---|------|-------------------------------|-------------------|
| | | 2022 (Rs.'000) | 2021 (Rs.'000) |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Profit before tax | | 1,766,618 | 1,407,300 |
| Adjustments for: | | | |
| Depreciation / amortization | | 276,178 | 301,811 |
| Amortization of intangible assets | | 389 | 389 |
| Amortization of right of use asset | | 6,022 | 27,857 |
| Employee benefits - charge to profit or loss | | 47,650 | 51,886 |
| Provision for Workers' Profit Participation Fund (WPPF) | | 94,979 | 76,015 |
| Provision for Workers Welfare Fund (WWF) | | 37,992 | 30,406 |
| (Gain) / Loss on disposal of property, plant and equipment | | (3,277) | (5,354) |
| Finance cost | | 15,770 | 23,498 |
| Return on deposit accounts | | (74,556) | (54,743) |
| Interest on PIBs | | (41,226) | (32,797) |
| Interest on advances | | (223) | (264) |
| Dividend income | | (86,495) | (59,639) |
| Unrealized gain on re-measurement of short term investments | | (17,679) | (22,198) |
| Deferred grant income | | (11,344) | (17,487) |
| | | 244,181 | 319,381 |
| Operating profit before working capital changes | | 2,010,799 | 1,726,681 |
| Changes in | | | |
| Inventories | | (963,881) | (284,709) |
| Trade debts | | 16,438 | (16,470) |
| Advances, prepayments and other receivables | | (325,523) | (24,694) |
| Trade and other payables | | (30,503) | (32,968) |
| Contract liabilities | | (22,416) | (13,339) |
| | | (1,325,885) | (372,180) |
| Cash generated from operating activities | | 684,914 | 1,354,501 |
| Finance cost paid | | (15,770) | (8,543) |
| Employee benefits paid | | (33,576) | (33,350) |
| WPPF paid | | (68,553) | (35,814) |
| Taxes paid | | (220,106) | (135,007) |
| Net cash from operating activities | | 346,909 | 1,141,787 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Acquisition of property, plant and equipment | | (45,327) | (156,371) |
| Proceeds from disposal of property, plant and equipment | | 7,077 | 26,059 |
| Advances for capital expenditures | | (20,272) | 8,223 |
| Long term advances paid | | (3,133) | 3,533 |
| Long term deposits paid | | (989) | (2,712) |
| Proceeds from sales of / (acquisition of) investments - net | | 333,813 | (221,158) |
| Interest received | | 96,835 | 68,532 |
| Dividends received | | 86,495 | 59,639 |
| Net cash used in investing activities | | 454,498 | (214,255) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Payment of lease liabilities | | (7,503) | (92,048) |
| Receipt of loan | | (129,090) | 340,284 |
| Dividend paid | | (680,746) | (566,049) |
| Net cash used in financing activities | | (817,339) | (317,813) |
| Net increase / (decrease) in cash and cash equivalents | | (15,931) | 609,719 |
| Cash and cash equivalents at beginning of the year | | 2,197,788 | 1,335,329 |
| Cash and cash equivalents at end of the year | 9 | 2,181,857 | 1,945,048 |

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 Information (unaudited) For the nine months ended 31 March 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 2021. Comparative condensed interim unconsolidated statement of financial position is extracted from the annual audited financial statements for the year ended 30 June 2021, 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 2021.

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 2021.

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.

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.

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited) For the nine months ended 31 March 2022

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 2022:

| | 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-10 and IAS-28 Sale or contribution of assets between an investor and its Associate or Joint Venture | 1-Jan-22 |
| - Amendments to IAS-12 Deferred tax related to Assets and Liabilities arising from a Single Transaction | 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 |

| | | Unaudited 31-Mar-22 (Rs.'000) | Audited 30-Jun-21 (Rs.'000) |
|--------------|---|---|--|
| 4 | SHARE CAPITAL | | |
| | | Note | |
| 4.1 | Authorized share capital | 300,000 | 300,000 |
| 4.1.1 | This represents 30,000,000 (30 June 2021: 30,000,000) ordinary shares of Rs. 10 each. | | |
| 4.2 | Issued, subscribed and paid up share capital | | |
| | | Un-audited 31-Mar-22 (Rs.'000) | Audited 30-Jun-21 (Rs.'000) |
| | | Number | Number |
| | | 264,000 | 264,000 |
| | Ordinary shares of Rs. 10 each, fully paid in cash | 2,640 | 2,640 |
| | Ordinary shares of Rs. 10 each, issued as bonus shares | 27,399,630 | 273,996 |
| | | 27,663,630 | 276,636 |
| 5 | LONG TERM LOAN | | |
| | | Note | |
| | Opening balance | 281,166 | - |
| | Receipt of loan | - | 340,285 |
| | Recognition of deferred government grant | - | (34,397) |
| | Effective Interest | 12,827 | 19,450 |
| | Repayment during the period | (129,090) | (44,172) |
| | Closing balance | 164,903 | 281,166 |
| | Non Current portion | - | 124,749 |
| | Current portion | 164,903 | 156,417 |
| | | 164,903 | 281,166 |

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited) For the nine months ended 31 March 2022

| 5.1 RECOGNITION OF GOVERNMENT GRANT | Un-audited | Audited |
|---|------------------------|------------------------|
| | 31-Mar-22 (Rs.'000) | 30-Jun-21 (Rs.'000) |
| Opening balance | 16,583 | - |
| Additions during the period | - | 34,397 |
| Deferred grant income recognised for the period | (11,344) | (17,814) |
| Closing balance | 5,239 | 16,583 |
| Non Current Portion | - | 2,859 |
| Current Portion | 5,239 | 13,724 |
| | 5,239 | 16,583 |

- 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.

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 2021, except the following:

6.1 COMMITMENTS

- 6.1.1 The Company's outstanding Letter of Credit for the import of machinery and inventory items amounted to Rs. 599.215 million (30 June 2021: Rs. 401.117 million).
- 6.1.2 Bank guarantees have been given in the normal course of business amounting to Rs. 126.881 million (30 June 2021: 102.577).

7 PROPERTY, PLANT AND EQUIPMENT

| | Un-audited 31 March 2022 (Rs. "000) | | |
|--|--|--------------------------|-----------|
| | Operating fixed assets | Capital work in progress | Total |
| Balance at 01 July 2021 | 6,355,066 | - | 6,355,066 |
| Additions during the period | 45,327 | - | 45,327 |
| Disposal during the period-net | (3,801) | - | (3,801) |
| Depreciation charge for the period | (276,178) | - | (276,178) |
| Balance at 31 March 2022 | 6,120,414 | - | 6,120,414 |
| | Audited 30 June 2021 (Rs. "000) | | |
| Carrying amount at the beginning of the year | 5,156,460 | 760 | 5,157,220 |
| Additions during the year | 195,534 | 137 | 195,671 |
| Transferred from leased assets | 266,139 | - | 266,139 |
| Revaluation surplus | 1,145,976 | - | 1,145,976 |
| Transferred from capital work in progress | 897 | (897) | - |
| Disposal during the year-net | (20,601) | - | (20,601) |
| Depreciation charge for the year | (389,339) | - | (389,339) |
| Carrying amount at the end of the year | 6,355,066 | - | 6,355,066 |

- 7.1 Additions in and depreciation on property, plant and equipment during the nine months period ended 31 March 2022 were 45.327 million and 276.178 million respectively.

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited) For the nine months ended 31 March 2022

| 8 | RIGHT OF USE ASSET | | (Unaudited) 31-Mar-22 (Rs in '000) | |
|---|---|------|--|--|
| | Balance at 1 July 2021 | | 25,636 | |
| | Addition during the period | | - | |
| | Depreciation charge for the period | | (6,022) | |
| | Balance at 31 March 2022 | | <u>19,614</u> | |
| | | | (Audited) 30-Jun-21 (Rs. 000) | |
| | Balance at 1 July 2020 | | 322,559 | |
| | Additions | | 5,694 | |
| | Transfer to property, plant and equipment - owned | | (266,139) | |
| | Depreciation charge for the period | | (36,478) | |
| | Balance at 30 June 2021 | | <u>25,636</u> | |
| | | | (Unaudited) 31-Mar-22 (Rs in '000) | |
| | | | (Audited) 30-Jun-21 (Rs in '000) | |
| 9 | CASH AND BANK BALANCES | Note | (Unaudited) 31-Mar-22 (Rs in '000) | (Audited) 30-Jun-21 (Rs in '000) |
| | Cash in hand | | 14,391 | 10,992 |
| | Banking instrument in hand | | - | 100,000 |
| | Cash at banks : | | | |
| | - in local currency | | 863,492 | 722,686 |
| | - in local currency deposit account | 9.1 | 1,247,666 | 1,314,709 |
| | -in foreign currency deposit account | 9.2 | 56,308 | 49,401 |
| | | | <u>2,167,466</u> | 2,086,796 |
| | | | <u>2,181,857</u> | <u>2,197,788</u> |

9.1 Profit on local currency deposit account ranges from 7.60% to 9% (30 June 2021: 3% to 6.25%) per annum respectively.

9.2 This carries interest rate of 0.25% (30 June 2021: 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 2021.

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited) For the nine months ended 31 March 2022

10 NET TURNOVER

Net turnover for the nine months period ended 31 March 2022 includes exports amounting to Rs. 12.58 million.

| | Note | Nine months ended | |
|-----------------------------------|------|---------------------------------------|---------------------------------------|
| | | (unaudited) 31-Mar-22 (Rs '000) | (unaudited) 31-Mar-21 (Rs '000) |
| 11 COST OF SALES | | | |
| Raw material consumed | 11.1 | 7,580,551 | 5,791,251 |
| Stores and spares consumed | | 170,203 | 140,327 |
| Fuel and power consumed | | 650,204 | 564,437 |
| Salaries and wages | | 508,089 | 437,629 |
| Repair and maintenance | | 98,418 | 72,767 |
| Depreciation | | 266,643 | 304,437 |
| Other manufacturing overheads | | 372,185 | 248,424 |
| | | 9,646,293 | 7,559,272 |
| Work in process: | | | |
| Work in process - opening | | 298,856 | 250,380 |
| Work in process - closing | | (362,217) | (288,432) |
| | | (63,361) | (38,052) |
| Cost of goods manufactured | | 9,582,932 | 7,521,220 |
| Finished goods: | | | |
| Finished goods - opening | | 214,131 | 304,686 |
| Finished goods - closing | | (315,681) | (349,985) |
| | | (101,550) | (45,299) |
| Less: Inter division transfers | | (1,789,816) | (1,522,311) |
| | | 7,691,568 | 5,953,608 |
| 11.1 Raw material consumed | | | |
| Opening stock | | 1,214,875 | 1,033,587 |
| Purchases | | 8,385,156 | 6,067,882 |
| | | 9,600,031 | 7,101,469 |
| Less : Closing stock | | (2,019,480) | (1,310,218) |
| | | 7,580,551 | 5,791,251 |

| | Quarter ended | | Nine months ended | |
|---|---------------|------------|-------------------|------------|
| | 31 March | 2021 | 31 March | 2021 |
| 12 EARNING PER SHARE - BASIC AND DILUTED | 2022 | | 2022 | |
| Net Profit for the period - Rupees in ('000) | 454,329 | 379,404 | 1,254,299 | 954,861 |
| Weighted average number of shares - Number | 27,663,630 | 27,663,630 | 27,663,630 | 27,663,630 |
| Earning per share - Rupees | 16.42 | 13.71 | 45.34 | 34.52 |

12.1 There is no dilutive effect on the basic earnings per share of the Company as at 31 March 2022.

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited) For the nine months ended 31 March 2022

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 <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 nine months ended | | | | | |
| 31 March 2022 | | | | | |
| 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 |
| 31 March 2021 | | | | | |
| Third party turnover - net | 8,355,986 | 260,641 | 2,530,931 | - | 11,147,558 |
| Inter-segment turnover | 387,028 | 1,101,057 | 34,226 | - | 1,522,311 |
| Segment profit (loss) before tax | 1,154,500 | 339,182 | (91,804) | 5,421 | 1,407,299 |
| b. Assets | | | | | |
| 31 March 2022 (unaudited) | | | | | |
| 30 June 2021 - audited | 8,708,083 | 1,079,713 | 2,037,524 | 2,825,680 | 14,651,000 |
| 30 June 2021 - audited | 7,919,819 | 631,402 | 2,263,291 | 3,228,145 | 14,042,657 |
| c. Liabilities | | | | | |
| 31 March 2022 (unaudited) | | | | | |
| 30 June 2021 - audited | 1,615,144 | 227,094 | 450,250 | 289,568 | 2,582,056 |
| 30 June 2021 - audited | 1,720,823 | 312,574 | 382,499 | 120,525 | 2,536,421 |
| d. Additions to | | | | | |
| Property, plant and equipment | | | | | |
| 31 March 2022 (unaudited) | | | | | |
| 30 June 2021 - audited | 13,042 | 2,252 | 28,013 | - | 43,307 |
| 30 June 2021 - audited | 166,815 | 1,064 | 27,655 | - | 195,534 |
| Right of use asset | | | | | |
| 31 March 2022 (unaudited) | | | | | |
| 30 June 2021 - audited | - | - | - | - | - |
| 30 June 2021 - audited | 4,298 | 1,396 | - | - | 5,694 |
| e. Other income | | | | | |
| 31 March 2022 (unaudited) | | | | | |
| 31 March 2021 (unaudited) | 21,840 | 5,788 | 4,771 | - | 32,399 |
| 31 March 2021 (unaudited) | - | - | - | 31,453 | 31,453 |
| f. Net finance income | | | | | |
| 31 March 2022 (unaudited) | | | | | |
| 31 March 2021 (unaudited) | 52,717 | 1,294 | 4,775 | 160,300 | 58,786 |
| 31 March 2021 (unaudited) | (10,447) | (413) | (3,976) | 128,149 | 113,313 |
| g. Depreciation | | | | | |
| 31 March 2022 (unaudited) | | | | | |
| 31 March 2021 (unaudited) | 111,571 | 87,259 | 77,348 | - | 276,178 |
| 31 March 2021 (unaudited) | 82,316 | 76,698 | 48,939 | - | 207,953 |
| | | | | | Nine months ended |
| | | | | | 31 March |
| | | | | | 2022 |
| | | | | | 2021 |
| | | | | | (Rs. '000) |
| | | | | | (Rs. '000) |
| 13.2 Reconciliation of reportable segment profit or loss | | | | | |
| Total profit before tax for reportable segments | | | | 1,782,982 | 1,401,878 |
| Unallocated amount - operating expenses | | | | (176,664) | (122,728) |
| Unallocated amount -finance income | | | | 160,300 | 128,149 |
| Net profit before tax | | | | 1,766,618 | 1,407,300 |

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited) For the nine months ended 31 March 2022

| 13.4 | COST OF SALES | Note | Nine months ended | | | | |
|------|-----------------------------------|------|---------------------|--------------------|-------------------|------------------------|------------------------|
| | | | Liquor (Rs '000) | Glass (Rs '000) | Tops (Rs '000) | 31-Mar-22 (Rs '000) | 31-Mar-21 (Rs '000) |
| | Raw material consumed | 13.5 | 5,320,436 | 387,723 | 1,872,392 | 7,580,551 | 5,791,251 |
| | Stores and spares consumed | | 62,789 | 79,933 | 27,481 | 170,203 | 140,327 |
| | Fuel and power consumed | | 287,759 | 310,338 | 52,107 | 650,204 | 564,437 |
| | Salaries and wages | | 271,740 | 107,428 | 128,921 | 508,089 | 437,629 |
| | Repair and maintenance | | 40,635 | 39,685 | 18,098 | 98,418 | 72,767 |
| | Depreciation | | 104,750 | 87,654 | 74,239 | 266,643 | 304,437 |
| | Other manufacturing overheads | | 215,520 | 18,017 | 138,650 | 372,187 | 248,424 |
| | | | 6,303,629 | 1,030,778 | 2,311,888 | 9,646,295 | 7,559,272 |
| | Work in process: | | | | | | |
| | Work in process - opening | | 265,984 | 1,445 | 31,427 | 298,856 | 250,380 |
| | Work in process - closing | | (323,421) | (1,445) | (37,351) | (362,217) | (288,432) |
| | | | (57,437) | - | (5,924) | (63,361) | (38,052) |
| | Cost of goods manufactured | | 6,246,192 | 1,030,778 | 2,305,964 | 9,582,934 | 7,521,220 |
| | Finished goods: | | | | | | |
| | Finished goods - opening | | 77,304 | 50,567 | 86,260 | 214,131 | 304,686 |
| | Finished goods - closing | | (108,038) | (57,693) | (149,950) | (315,681) | (349,985) |
| | | | (30,734) | (7,126) | (63,690) | (101,550) | (45,299) |
| | Less: Inter division transfers | | (1,236,126) | - | (553,690) | (1,789,816) | (1,522,311) |
| | | | 4,979,332 | 1,023,652 | 1,688,584 | 7,691,568 | 5,953,608 |
| 13.5 | Raw material consumed | | | | | | |
| | Opening stock | | 886,775 | 18,839 | 309,261 | 1,214,875 | 1,033,587 |
| | Purchases | | 5,873,977 | 393,867 | 2,117,312 | 8,385,156 | 6,067,882 |
| | | | 6,760,752 | 412,706 | 2,426,573 | 9,600,031 | 7,101,469 |
| | Less : Closing stock | | (1,440,316) | (24,983) | (554,181) | (2,019,480) | (1,310,218) |
| | | | 5,320,436 | 387,723 | 1,872,392 | 7,580,551 | 5,791,251 |

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited) For the nine months ended 31 March 2022

14 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:

| 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 | |
|------|--|--|-----------------------------|--|---|----------------------------|
| | | | | | 2022 (Rs.'000) | 2021 (Rs.'000) |
| 1) | D.P. Edulji & Company (Private) Limited | Associated company on account of common directorship | 17.75% | Sales commission Services acquired Dividend paid | 139,800 13,590 104,337 | 95,445 12,150 97,859 |
| 2) | Kingsway Fund | Associated company | 23.27% | Dividend paid | 138,611 | 133,958 |
| 3) | Board of directors | Directors | 20.30% | Dividend paid | 119,333 | 112,313 |
| 4) | Directors' relatives | Directors' relatives | 17.05% | Dividend paid | 98,450 | 119,385 |
| 5) | Staff retirement benefit plan - Provident fund | Staff retirement funds | Nil | Contribution by the Company | 6,621 | 6,335 |
| 6) | Staff retirement benefit plan - Pension fund | Staff retirement funds | Nil | Contribution by the Company | 5,752 | 5,598 |
| 7) | Bhandara Foundation | Chief Executive Officer acts as a Trustee | Nil | Donation paid | 1,500 | 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 13.91 million and Rs 40.39 million (31 March 2021: Rs. 13.74 million and 34.79) respectively. Further, free furnished accommodation is provided to the Chief Executive Officer and Executives. Company maintained vehicles are also provided to the Chief Executive Officer and Executives; the values of which are Rs. 6.54 million (31 March 2021 : Rs.11.89.million).

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited) For the nine months ended 31 March 2022

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 | |
| | 6 | - | - | 6 | - | - | 6 |
| 31 March 2022 - Unaudited | 1,681,109 | - | - | 1,681,109 | - | - | 1,681,109 |
| | 1,681,115 | - | - | 1,681,115 | - | - | 1,681,115 |

Note

Financial assets measured at fair value

Shares of listed companies
Mutual funds

Financial assets not measured at fair value

| | | | | | | | |
|---|-------------|--------|-----------|-----------|---|---------|---------|
| Long term advances | 15.4 | - | 17,081 | 17,081 | - | - | - |
| Long term investments | 15.5 | - | 512,209 | 512,209 | - | - | 512,209 |
| Long term deposits | 15.4 | 39,055 | - | 39,055 | - | - | - |
| Trade debts | 15.4 | - | 14,934 | 14,934 | - | - | - |
| Advances, prepayments and other receivables | 15.2 & 15.4 | - | 188,445 | 188,445 | - | - | - |
| Cash and bank balances | 9 & 15.4 | - | 2,181,857 | 2,181,857 | - | - | - |
| | | 39,055 | 2,914,526 | 2,953,581 | - | 512,209 | 512,209 |

Financial liabilities not measured at fair value

| | | | | | | | |
|--------------------------|-------------|---|---|-----------|---|---|---|
| Long term loan | 15.4 | - | - | 164,903 | - | - | - |
| Lease liabilities | 15.4 | - | - | 18,297 | - | - | - |
| Trade and other payables | 15.3 & 15.4 | - | - | 1,398,306 | - | - | - |
| Unpaid dividend | 15.4 | - | - | 87,910 | - | - | - |
| Unclaimed dividend | 15.4 | - | - | 31,516 | - | - | - |
| | | - | - | 1,700,932 | - | - | - |

Murree Brewery Company Limited

Notes to the condensed interim financial information (unaudited) For the nine months ended 31 March 2022

| On-balance sheet financial instruments | Carrying amount | | Fair value | | | | | |
|---|------------------------------------|----------------|---|-----------|-----------|---------|---------|-----------|
| | Fair value through profit and loss | Amortized cost | Financial liabilities at amortized cost | Total | Level 1 | Level 2 | Level 3 | Total |
| | (Rs.'000) | | (Rs.'000) | | | | | |
| 30 June 2021 | | | | | | | | |
| Financial assets measured at fair value | | | | | | | | |
| Shares of listed companies | 6 | - | - | 6 | 6 | - | - | 6 |
| Mutual funds | 1,993,768 | - | - | 1,993,768 | 1,993,768 | - | - | 1,993,768 |
| | 1,993,774 | - | - | 1,993,774 | 1,993,774 | - | - | 1,993,774 |
| Financial assets not measured at fair value | | | | | | | | |
| Long term advances | - | 13,948 | - | 13,948 | - | - | - | - |
| Long term investments | - | 514,466 | - | 514,466 | - | 502,377 | - | 502,377 |
| Long term deposits | 38,066 | - | - | 38,066 | - | - | - | - |
| Trade debts | 15.4 | 31,372 | - | 31,372 | - | - | - | - |
| Advances, prepayments and other receivables | 15.2 | 16,732 | - | 16,732 | - | - | - | - |
| Cash and bank balances | 9 & 15.4 | 2,197,788 | - | 2,197,788 | - | - | - | - |
| | 38,066 | 2,774,306 | - | 2,812,372 | - | 502,377 | - | 502,377 |
| Financial liabilities not measured at fair value | | | | | | | | |
| Long term loan | 15.4 | - | 281,166 | 281,166 | - | - | - | - |
| Long term loan | 15.4 | - | 25,800 | 25,800 | - | - | - | - |
| Trade and other payables | 15.3 & 15.4 | - | 908,290 | 908,290 | - | - | - | - |
| Unpaid dividend | 15.4 | - | 76,003 | 76,003 | - | - | - | - |
| Unclaimed dividend | 15.4 | - | 32,579 | 32,579 | - | - | - | - |
| | - | - | 1,323,838 | 1,323,838 | - | - | - | - |

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 2021 is to be referred.

Murree Brewery Company Limited

Notes to the condensed interim financial Information (unaudited)
For the nine months ended 31 March 2022

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 AUTHORIZATION FOR ISSUE

The condensed interim unaudited financial information was approved by the Board of Directors of the Company in their meeting held on 28th April 2022

18 NON ADJUSTING EVENTS AFTER REPORTING DATE

- 18.1 The Board of Directors in their meeting held on 28th April 2022, has declared an interim cash dividend @ 100 % (i.e. Rs 10 per share) for the year ending 30 June 2022.

19 GENERAL

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR