

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:

Continuous improvement

Alignment of our missions and goals

Responsibility and respect of our jobs and each other

Educate one another

Murree Brewery Company Limited

ESTABLISHED 1860

CORPORATE INFORMATION

BOARD OF DIRECTORS

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

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

PRINCIPAL OFFICERS

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.
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](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

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, 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 31st 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 31st 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 31st March, 2023 (31st 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:

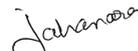
In the presence of last quarter's issues like unprecedented challenges and uncertainties with continuing political instability, exchange rate volatility, high inflation and obstacles to the opening of L/Cs, the Company's management continues to face an unpredictable future. However, the Company will 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
20th 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 سٹسٹس کو عطیات فراہم کرتی ہے۔ مالی سال 2022-23 کے نو ماہ کے دوران، کمپنی نے مختلف رفاہی اداروں، ہسپتالوں اور سٹسٹس کو 2.8 ملین روپے کے عطیات دیئے ہیں۔

مزید برآں کمپنی نے ایسوسی ایشن فار ایشیائی فارمیٹس پرنسز (درخشاں) کیلئے اپنی املاک کے استعمال کی دستیابی کو جاری رکھا۔ فی الوقت اس ووکیشنل اسکول برائے اعانت محروم معدور خواتین میں 75 خواتین تربیت حاصل کر رہی ہیں تاکہ وہ خود انحصاری، کمپیوٹر خواندہ اور معاشرے کے فعال فرد کے طور پر زندگی گزاریں۔ یہ پراپرٹی کمپنی کی جانب سے فرنچائز اور فرنٹلز کے ساتھ مفت فراہم کی جا رہی 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، ایکنج ریٹ میں اتار چڑھاؤ، افراط زر میں اضافے اور ایل سیز (LIGs) 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 ممکنہ 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 یاد ادا کرتا ہے۔

بورڈ کی جانب سے


جہاں آراء مجاں احمد
ڈائریکٹر


اسفندیار ایم بھنڈارا
چیف ایگزیکٹو آفیسر

راولپنڈی

20 اپریل 2023ء

مری بروری کمپنی لمیٹڈ

ڈائریکٹرز کا جائزہ

مری بروری 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:

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

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

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

ii- سپرنٹنڈنٹ بجٹ 2021-22

کمپنی نے 227.4 ملین روپے کے سپرنٹنڈنٹ بجٹ کے خلاف رٹ پٹیشن دائر کی۔ اسلام آباد ہائی کورٹ نے مذکورہ رقم کا پوسٹ ڈیٹڈ چیک جمع کروانے کی مد میں عبوری اٹنار 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 بروری کمپنی نے 113.7 ملین روپے کی سپرنٹنڈنٹ بجٹ ذمہ داری کا 50 فیصد ایف بی آر کو ادا کر دیا ہوا 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 ملین روپے (31 مارچ 2022ء: 3300 ملین 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)	Un-Audited 31-Mar-23 (Rs.'000)	Audited 30-Jun-22 (Rs.'000)
EQUITY					
Share capital and reserves					
Share capital		276,636	276,636	6,711,214	6,663,324
Capital reserve	4	30,681	30,681	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
Total equity		12,740,505	12,182,784	509,202	511,127
LIABILITIES					
Non-current liabilities					
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	514,653	316,484
Non-current liabilities		885,574	852,582	837,149	1,976,441
Current liabilities					
Current portion of lease liabilities		12,263	8,298	7,483,316	7,255,523
Current portion of long term loan	5	-	124,748	-	-
Trade and other payables		1,439,612	1,379,011	-	-
Contract liabilities		104,095	295,986	-	-
Current portion - deferred grant income	5.1	-	2,859	-	-
Provision for income tax - net		75,454	125,027	-	-
Unpaid dividend		105,770	96,840	-	-
Unclaimed dividend		30,279	31,818	-	-
Current liabilities		1,767,473	2,064,587	7,483,316	7,255,523
Total liabilities		2,653,047	2,917,169	15,393,552	15,099,953
Total equity and liabilities		15,393,552	15,099,953	15,393,552	15,099,953
Contingencies and commitments					
6					

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)
NET TURNOVER	10	4,923,045	3,911,025	13,158,021	10,592,621
COST OF SALES	11	(3,782,369)	(2,818,565)	(10,468,077)	(7,691,568)
GROSS PROFIT		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
OPERATING PROFIT		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
NET FINANCE INCOME		88,938	76,823	308,416	219,086
PROFIT BEFORE TAX		694,266	652,175	1,453,142	1,766,618
Income tax expense		(255,212)	(197,846)	(480,467)	(512,319)
PROFIT FOR THE PERIOD		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	439,054	454,329	972,675	1,254,299

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		Unappropriated profits
	(Rs.'000)						
Balance as at 01 July 2021 (Audited)	276,636	30,681	3,773,307	327,042	20,000	7,078,570	11,506,236
<i>Total comprehensive income for the period</i>							
Profit for the period	-	-	-	-	-	1,254,299	1,254,299
Other comprehensive income for the period	-	-	-	-	-	-	-
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	(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)	(276,636)
First Interim dividend for the year ended 30 June 2022 (@50% i.e. Rs. 5/- per share)	-	-	-	-	-	(138,318)	(138,318)
Second interim dividend for the year ended 30 June 2022 (@100% i.e. Rs. 10/- per share)	-	-	-	-	-	(276,636)	(276,636)
Balance at 31 March 2022 (unaudited)	276,636	30,681	3,736,089	327,042	20,000	7,678,497	12,068,945
Balance at 30 June 2022 (Audited)	276,636	30,681	4,091,322	327,042	20,000	7,437,103	12,182,784
<i>Total comprehensive income for the period</i>							
Profit for the period	-	-	-	-	-	972,675	972,675
Other comprehensive income for the period	-	-	-	-	-	-	-
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	(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)	(276,636)
First Interim dividend for the year ending 30 June 2023 (@50% i.e. Rs. 5/- per share)	-	-	-	-	-	(138,318)	(138,318)
Balance at 31 March 2023	276,636	30,681	4,055,897	327,042	20,000	8,030,249	12,740,505

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)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		1,453,142	1,766,618
Adjustments for:			
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)
		359,724	244,181
Operating profit before working capital changes		1,812,867	2,010,799
<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)
		(2,354,500)	(1,325,885)
Cash generated from/(used in) operating activities		(541,633)	684,914
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)
Net cash from/(used in) operating activities		(1,188,010)	346,909
CASH FLOWS FROM INVESTING ACTIVITIES			
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
Net cash generated from investing activities		1,066,605	454,498
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment against lease liabilities		1,204	(7,503)
Repayment of loan		(128,090)	(129,090)
Dividend paid		(414,954)	(680,746)
Net cash used in financing activities		(541,840)	(817,339)
Net increase / (decrease) in cash and cash equivalents		(663,245)	(15,931)
Cash and cash equivalents at beginning of the year		2,509,228	2,197,788
Cash and cash equivalents at end of the year	9	1,845,983	2,181,857

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

		Unaudited	Audited
	Note	31-Mar-23	30-Jun-22
		(Rs.'000)	(Rs.'000)
4 SHARE CAPITAL			
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
5 LONG TERM LOAN			
	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

8	RIGHT OF USE ASSET	(Unaudited) 31-Mar-23 (Rs in '000)	
	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	23,307	
		(Audited) 30-Jun-22 (Rs. 000)	
	Balance at 1 July 2021	25,636	
	Depreciation charge for the period	(7,944)	
	Balance at 30 June 2022	17,692	
		(Unaudited) (Audited) 31-Mar-23 30-Jun-22 (Rs in '000) (Rs in '000)	
9	CASH AND BANK BALANCES	(Unaudited) 31-Mar-23 (Rs in '000)	(Audited) 30-Jun-22 (Rs in '000)
	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	1,166,371	1,401,746
	- in foreign currency deposit account	35	2,980
		1,834,438	2,400,408
		1,845,983	2,509,228
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.

11 COST OF SALES	Note	Nine months ended	
		(unaudited) 31-Mar-23 (Rs '000)	(unaudited) 31-Mar-22 (Rs '000)
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
Work in process:			
Work in process - opening		363,121	298,856
Work in process - closing		(654,264)	(362,217)
		(291,143)	(63,361)
Cost of goods manufactured		13,059,839	9,582,934
Finished goods:			
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
11.1 Raw material consumed			
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

12 EARNING PER SHARE - BASIC AND DILUTED	Quarter ended		Nine months ended	
	31 March 2023	2022	31 March 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 <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 2023					
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
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
b. Assets					
31 March 2023 (unaudited)	9,734,328	1,270,315	2,033,724	2,355,185	15,393,552
30 June 2022 - audited	11,144,474	1,092,855	2,754,601	108,023	15,099,953
c. Liabilities					
31 March 2023 (unaudited)	1,543,889	147,488	544,213	342,603	2,578,193
30 June 2022 - audited	1,140,197	237,004	521,327	1,018,641	2,917,169
d. Additions to property, plant and equipment					
31 March 2023 (unaudited)	43,927	26,596	11,067	-	81,590
30 June 2022 - audited	92,553	4,566	41,960	-	139,079
Right of use asset					
31 March 2023 (unaudited)	7,769	-	5,816	-	13,584
30 June 2022 - audited	-	-	-	-	-
e. Other income					
31 March 2023 (unaudited)	17,789	5,916	5,530	-	29,235
31 March 2022 (unaudited)	21,840	5,788	4,771	-	32,399
f. Net finance income					
31 March 2023 (unaudited)	91,801	4,554	10,103	201,958	308,416
31 March 2022 (unaudited)	52,717	1,294	4,775	160,300	219,086
g. Depreciation					
31 March 2023 (unaudited)	117,420	88,610	80,069	-	286,099
31 March 2022 (unaudited)	111,571	87,259	77,348	-	276,178
					Nine months ended
					31 March
					2023
					2022
13.2 Reconciliation of reportable segment profit or loss					<i>(Rs. '000)</i>
Total profit before tax for reportable segments					1,347,494
Unallocated amount - operating expenses					1,782,982
Unallocated amount -finance income					(96,311)
Net profit before tax					(176,664)
					201,958
					160,300
					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				Glass 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	
	2023 (Rs. '000)	2022 (Rs. '000)	2023 (Rs. '000)	2022 (Rs. '000)	2023 (Rs. '000)	2022 (Rs. '000)	2023 (Rs. '000)	2022 (Rs. '000)	2023 (Rs. '000)	2022 (Rs. '000)	2023 (Rs. '000)	2022 (Rs. '000)	2023 (Rs. '000)	2022 (Rs. '000)	2023 (Rs. '000)	2022 (Rs. '000)
13.3	TURNOVER															
	5,048,997	3,805,891	12,882,351	10,193,779	36,910	82,043	135,296	200,892	1,686,278	1,267,171	4,663,034	3,608,779	6,772,185	5,155,105	17,666,581	14,003,150
	(37,259)	(28,053)	(677,201)	(76,854)	-	-	-	-	(291,883)	(133,133)	(642,879)	(335,164)	(328,642)	(161,190)	(230,599)	(412,018)
	5,011,738	3,777,838	12,205,150	10,116,925	36,910	82,043	135,296	200,892	1,394,395	1,134,038	4,020,155	3,273,615	6,443,543	4,993,915	16,925,982	13,591,132
	179,830	153,322	537,641	483,776	485,051	505,376	1,503,654	1,293,426	1,394,895	1,134,036	4,020,155	3,286,231	6,443,543	4,993,915	16,925,982	13,591,132
	(1,146,005)	(830,807)	(2,854,240)	(2,265,483)	(5,570)	(11,920)	(19,665)	(291,189)	(569,123)	(240,163)	(924,056)	(704,139)	(1,520,498)	(1,082,890)	(3,567,961)	(2,998,811)
	4,045,563	3,100,351	10,483,932	8,335,218	516,591	575,499	1,619,385	1,465,129	1,025,772	893,873	3,096,099	2,382,092	4,923,045	3,911,025	13,158,021	10,392,621
	(2,752,497)	(1,797,682)	(7,316,599)	(4,979,332)	(329,593)	(402,644)	(1,034,394)	(1,023,652)	(700,279)	(618,239)	(2,117,084)	(1,688,584)	(3,782,369)	(2,818,565)	(10,468,077)	(7,691,568)
	(453,988)	(486,023)	(1,411,027)	(1,236,128)	-	-	-	-	(210,893)	(172,796)	(630,268)	(553,690)	(3,382,369)	(2,818,565)	(10,468,077)	(7,691,568)
	(3,206,485)	(2,283,705)	(8,727,626)	(6,215,460)	(329,593)	(402,644)	(1,034,394)	(1,023,652)	(911,172)	(791,033)	(2,747,352)	(2,242,274)	(3,382,369)	(2,818,565)	(10,468,077)	(7,691,568)
	839,078	816,767	1,756,306	2,119,758	186,998	172,855	584,891	441,477	114,600	102,838	348,747	339,818	1,140,676	1,092,460	2,689,944	2,991,053
	(171,979)	(142,133)	(521,230)	(422,457)	(2,566)	(1,699)	(6,357)	(5,613)	(160,530)	(133,029)	(486,081)	(372,683)	(334,875)	(276,861)	(1,014,668)	(801,753)
	(107,629)	(103,396)	(312,928)	(267,880)	(12,953)	(12,676)	(40,655)	(34,804)	(36,213)	(42,411)	(110,491)	(104,819)	(156,795)	(158,483)	(463,474)	(407,503)
	3,319	7,017	17,789	21,840	1,162	2,597	5,916	5,788	2,073	1,734	5,530	4,771	6,554	11,348	29,235	32,399
	562,789	578,256	938,937	1,450,261	172,844	161,077	544,995	406,848	(80,070)	(70,868)	(242,295)	(132,913)	605,328	575,352	1,144,726	1,547,332
	(1,168)	(3,668)	(4,522)	(13,753)	(12)	(39)	(60)	(145)	(1,979)	(567)	(2,553)	(1,872)	(2,377)	(4,274)	(7,135)	(15,770)
	21,588	16,603	96,323	66,470	1,634	671	4,613	1,439	2,423	720	12,656	6,647	91,215	81,097	315,551	234,556
	21,190	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
	585,979	591,191	1,030,738	1,502,978	174,463	161,709	548,948	408,142	(78,844)	(70,715)	(232,192)	(128,138)	694,266	652,175	1,453,142	1,766,618
	Profit before tax															

Murree Brewery Company Limited

Notes to the condensed interim financial statements (Unaudited)

For the nine months ended 31 March 2023

	Note	Nine months ended				
		Liquor (Rs '000)	Glass (Rs '000)	Tops (Rs '000)	31-Mar-23 (Rs '000)	31-Mar-22 (Rs '000)
13.4 COST OF SALES						
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
Work in process:						
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)
Cost of goods manufactured		8,971,411	1,219,306	2,869,124	13,059,841	9,582,934
Finished goods:						
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
13.5 Raw material consumed						
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				
		Amortized cost	Financial liabilities at amortized cost	Total	Level 1	Level 2	Level 3	Total
31 March 2023 - Unaudited								(Rs.'000)
Shares of listed companies	6	-	-	6	6	-	6	6
Mutual funds	837,143	-	-	837,143	837,143	-	837,143	837,143
	837,149	-	-	837,149	837,149	-	837,149	837,149

Financial assets measured at fair value

Long term advances	15.4	-	11,141	11,141	-	-	-	-
Long term investments	15.5	-	509,202	509,202	-	-	509,202	509,202
Long term deposits	15.4	44,429	-	44,429	-	-	-	-
Trade debts	15.4	-	15,586	15,586	-	-	-	-
Advances and other receivables	15.2 & 15.4	-	344,814	344,814	-	-	-	-
Cash and bank balances	9 & 15.4	44,429	1,845,983	1,845,983	-	-	509,202	509,202
			2,726,726	2,771,155				

Financial assets not measured at fair value

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

Financial liabilities not measured at fair value

Long term loan	15.4	-	-	-	-	-	-	-
Lease liabilities	15.4	-	17,438	17,438	-	-	-	-
Trade and other payables	15.3 & 15.4	-	1,439,612	1,439,612	-	-	-	-
Unpaid dividend	15.4	-	105,770	105,770	-	-	-	-
Unclaimed dividend	15.4	-	30,279	30,279	-	-	-	-
		-	1,593,099	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	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
30 June 2022 - Audited	(Rs. '000)							
Financial assets measured at fair value								
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
Financial assets not measured at fair value								
Long term advances	-	12,480	-	12,480	-	-	-	-
Long term investments	-	511,459	-	511,459	-	415,799	-	415,799
Long term deposits	39,482	-	-	39,482	-	-	-	-
Trade debts	-	15,019	-	15,019	-	-	-	-
Advances and other receivables	15.2	15,311	-	15,311	-	-	-	-
Cash and bank balances	9 & 15.4	2,509,228	-	2,509,228	-	-	-	-
	39,482	3,063,497	-	3,102,979	-	415,799	-	415,799
Financial liabilities not measured at fair value								
Long term loan	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



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