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VISION STATEMENT

Our office is in the market

MISSION STATEMENT

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

Continuous improvement

Alignment of our missions & 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
Chief Executive Officer
Directors

Mr. Khurram Muzaffar
Mr. Isphanyar M. Bhandara
Ch. Mueen Afzal
Mr. Aamir H. Shirazi
Mrs. Goshi M. Bhandara
Lt. Gen (Retd.) Zarrar Azim
Mr. Khalid Aziz Mirza
Mr. Shahbaz Haider Agha

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. Mazhar Iqbal
Ch. Waqar A. Kahloon
Malik Saqib Gul Nawaz
Mr. Mohammad Javed
Mr. Arshad Zaheer
Mr. Zaka ud Din
Mr. Talat Yaqoob
Mr. Fayyaz Ahmad

AUDIT COMMITTEE

Lt. Gen (Retd.) Zarrar Azim (Chairman)
Ch. Mueen Afzal (Member)
Mr. Khurram Muzaffar (Member)
Mr. Khalid Aziz Mirza (Member)

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Shahbaz Haider Agha (Chairman)
Mr. Khurram Muzaffar (Member)
Mrs. Goshi M. Bhandara (Member)
Lt. Gen (Retd.) Zarrar Azim (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 / FAbad / Multan
Sahiwal / Murree / Sargodha
United Bank Limited, Islamabad.

Murree Brewery Company Limited

ESTABLISHED 1860

CORPORATE INFORMATION

REGISTERED OFFICE

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

FACTORIES

- (1) **Murree Brewery Company Limited**
3-National Park Road, Rawalpindi
Tel: 051-5567041-47, Fax 051-5584420
- (2) (a) **Tops Food & Beverages.**
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, Fax: 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** (Tele: 055-3891571)
- (iii) **Mansoor Abad**
Near Sant Sing Railway Gate
Jumra Road, **Faisalabad**
Tele: (041-8522182 & 2420580)

(iv) Mohallah Noorpura,
Bahawalpur Bypass Road, **Multan**
Ph: 061-4232964
Mob: 0345-8597704

(v) 164/B, Near Winter Time,
Small Industries Estate, **Sahiwal**
Mob: 0335-5611125
0321-6954001

(vi) Ratti Gali, Ayoubia Road, **Murree**
Mob: 0335-5111047

(vii) 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) 0800-CDCPL(23275), Facsimile:
+(92-21)021-4326053, Email: info@CDCpak.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 Centre,
1. Mozang Road, Lahore.
Cell # 0300-8430877-0345-8412222

CORPORATE LEGAL ADVISOR

Syed Ahmed Hassan Shah
HASSAN KAUNAIN NAFEES
Legal Practitioners & Advisors
207, 2nd Floor, Block 8, Shoukat Complex
Markaz F-6 Islamabad. Tel: 051-1112826235

TAX ADVISOR

Naseem Zafar Associates
16-A, First Floor, Sadiq Plaza,
69-Shahrah-e-Quaid-e-Azam, Lahore.
Tel: 042-6360275-6

Murree Brewery Company Limited

DIRECTORS' REVIEW

The Board of Directors of Murree Brewery Company Limited takes pleasure in presenting their review on financial performance and affairs of the Company for the nine months period ended 31st March, 2019.

A brief review of the Company's financial performance for the nine months period against the corresponding period of the last year is as follows:-

Financial Overview & Highlights

		Rs. In million	
Sales Revenue (Net)	increased by 8.05% from	6,268.7	to 6,773.5
Gross Profit	increased by 2.35% from	2,110.4	to 2,159.9
Profit before Taxation	increased by 0.97% from	1,375.1	to 1,388.4
Profit after Taxation	increased by 5.09% from	935.1	to 982.7
Earnings per share	increased by 5.09% from	Rs. 33.80	to Rs. 35.53

The profitability of the Company has increased during the nine months period ended 31st March, 2019 as compared to the corresponding period of the last year. Overall sales reflected 8.05% growth over the last corresponding period and the profit after tax also improved by 5.09% in the current nine months period ended.

IMPORTANT ISSUES:

Ban on Liquor Sale in Sindh:

Sindh wine association got stay from Supreme Court against Sindh High Court order and their appeal is pending before Honorable Supreme Court

Still Head Duty:

Wine association has won the case which was filed by the Punjab government in Honorable Lahore High Court, Lahore, but Punjab Excise is still taking extra duty from non-Punjab wine dealers.

Gas Infrastructure Development Cess (GIDC):

The Company and Industry challenged the GIDC Act, 2015 and filed a Writ Petition in the Lahore High Court including retrospective application of the provision of the GIDC Act. Earlier, the Court has been granting a stay under the GIDC Act 2015. Financial impact is Rs.196.70 million (31st December, 2018: Rs.192.6 million). The Company has not made any provision of this liability as the management is confident the eventual decision will be in favour of the Company.

From August, 2017 to July 2018, the company has been paying GIDC on current billings only which was borne by the company. The case relating to aforesaid arrears Rs.196.70 million is pending before the court and the stay is available to that extent. From July 2018 Islamabad High Court has again granted a stay order in favour of the Company for charging of current GIDC. Hence the Company is not paying current GIDC on its gas bills from July 2018 onward.

In the mini budget presented by current Government on 23rd January, 2019, some industries were given relief from GIDC charges, however beverage industry was not considered in this relief.

Murree Brewery Company Limited

Interim Dividend:

The Directors have today declared third interim cash dividend @ 50% (i.e. Rs. 5 per share) for the year ending 30th June, 2019. This is in addition to interim cash dividends already paid @ 150% (i.e. Rs.15 per share).

Contribution to national exchequer:

Your company contributed a sum of Rs. 4.07 billion in the nine months period ended 31st March, 2019 (31st March, 2018 : Rs.3.87 billion) to the Government exchequer on account of duty and taxes.

Tax on water for business purposes:

Our review petition to the Supreme Court has not yet been fixed for hearing. We hope it will result in relief from further taxation of the local industry.

Outlook:

The Government faced huge loans and deficits on coming to power in July 2018 which have increased further. Urgent and long overdue steps to revive the economy to which all political parties should be committed are not visible and experts forecast GDP growth reduction to under 4%.

The adverse effects of the devaluation of the Pakistan rupee and increase in gas and electricity prices advised in our half year review have led to unprecedented inflation.

To augment low foreign exchange balances despite receipt of funds and deferred payments reported in our half year review foreign exchange bonds floated by the Government received limited response and increase in exports have not come up to expectations.

Result of discussions with the International Monetary Fund (IMF) for many months are expected shortly. IMF traditionally oppose subsidies which may increase inflation.

There have been border skirmishes with India which have placed pressure on resources and have adversely affected the investment climate. The latest State Bank review reports net withdrawal of funds by foreigners. Local investors are also waiting to see the full impact of all these factors before committing fresh investment. Pakistan Stock Exchange has lost 1000 points in the last six months.

The depreciation of the rupee since December, 2018, has substantially added to the Company's input costs of imported raw material. Additionally, the increasing rate of domestic inflation including increased utility prices, have placed a burden on costs of production. This has negatively impacted the Company's industrial profitability.

Despite the problems being faced by the local industry we are cautiously optimistic to continue operating the Company profitably for the benefit of all stakeholders.

Acknowledgement:

The Board would like to thank and appreciate its employees, all business stakeholders for their dedication, commitment and contributions. The Board also extends its gratitude to Government Authorities and shareholders for their unwavering support in achieving the company's objectives. Thanks are also due to the directors for their mature advice on policy issues.



Khurram Muzaffar
Chairman

Rawalpindi 25th April, 2019

ہے۔ معیشت کو بحال کرنے کے لئے فوری اور طویل مدتی اقدامات لینے ضروری ہیں جن کے لئے تمام سیاسی جماعتوں کو پُر عزم ہونا چاہیے جو کہ بالکل نظر نہیں آتے اور ماہرین کا کہنا ہے کہ GDP کی شرح میں مزید 4% سے زیادہ کمی کا امکان ہے۔ پاکستانی روپیہ کی قدر میں کمی کے منفی اثرات کے باعث گیس اور بجلی کی قیمتوں میں تیزی سے اضافہ ہوا ہے جیسا کہ ہماری نصف سالہ رپورٹ میں بیان کیا گیا ہے۔ بے مثل افراط زر کا باعث ہوگا۔

ہماری نصف سالہ رپورٹ میں فنڈز کی ادائیگی اور معطل ادائیگیوں کے باوجود غیر ملکی زرمبادلہ بڑھانے کے لئے حکومت کی جانب سے غیر ملکی کرنسی کے بانڈز متعارف کروائے گئے لیکن حکومت کو اس پر بھی محدود رد عمل موصول ہوا اور برآمدات میں بھی حسب توقع اضافہ نہ ہو سکا۔

کئی ماہ سے جاری بین الاقوامی مالیاتی فنڈ IMF کے ساتھ بات چیت کا نتیجہ جلد ہی متوقع ہے۔ آئی ایم ایف روایتی طور پر سبسڈی کی مخالفت کرتا ہے جس سے افراط زر میں اضافہ ہو سکتا ہے۔

بھارت کے ساتھ سرحدی جھڑپوں سے وسائل پر دباؤ بڑھا ہے اور سرمایہ کاری بھی سختی سے متاثر ہوئی ہے۔ اسٹیٹ بینک کی تازہ ترین رپورٹ کے مطابق غیر ملکیوں کی جانب سے فنڈز کی واپسی دیکھی گئی ہے۔ مقامی سرمایہ کار بھی مزید سرمایہ کاری کرنے سے پہلے ان تمام عوامل کے اثرات کے منتظر ہیں۔ گزشتہ چھ ماہ کے اندر پاکستان سٹاک ایکسچینج میں 1000 پوائنٹس کی کمی آئی ہے۔

دسمبر 2018 سے روپے کی قدر میں کمی کے باعث کمپنی کی خام مال کی درآمدات میں خاطر خواہ اضافہ ہوا ہے اس کے ساتھ ساتھ افراط زر کی بڑھتی ہوئی شرح جس سے ڈومیسٹک استعمال کی چیزوں کی قیمتوں میں اضافے سے پیداواری لاگت میں بھی اضافہ ہو گیا ہے۔ جس کے منفی اثرات نے کمپنی کے صنعتی منافع کو بری طرح سے متاثر کیا ہے۔

مقامی صنعت کو درپیش مسائل کے باوجود ہم محتاط رجائیت کے ساتھ کمپنی کی پیداوار اور منافع کو متعلقین کے فائدے کے لئے جاری رکھنے کے لئے پُر عزم ہیں۔

خدمات کا اعتراف:

بورڈ اپنے ملازمین اور تمام کاروباری حصے داروں کو ان کی لگن، عزم اور شراکت داری کو سراہتے ہوئے ان کا شکریہ ادا کرنا چاہتا ہے۔ بورڈ کمپنی کے مقاصد کو حاصل کرنے میں سرکاری حکام اور حصے داروں کا ان کی غیر متنزہل حمایت کے لئے انتہائی شکر گزار ہے۔ پالیسی کے معاملات پر ڈائریکٹرز کے کامل مشوروں پر ہم ان کے بھی تہ دل سے مشکور ہیں۔

Kingston
خرم مظفر

چیئر مین

راولپنڈی 25 اپریل، 2019

گیس انفراسٹرکچر ڈویلپمنٹ سیس (GIDC)

کمپنی اور انڈسٹری نے GIDC ایکٹ 2015 کو چیلنج کیا ہوا ہے اور GIDC ایکٹ پر نظر ثانی کی درخواست کے ساتھ لاہور ہائی کورٹ میں ایک رٹ پٹیشن جمع کروائی ہے۔ پہلے عدالت GIDC ایکٹ 2015 کے تحت اسٹے جاری کر رہی تھی۔ مالیاتی اثر 196.70 ملین روپے (31 دسمبر، 2018، 192.06 ملین روپے) ہیں۔ کمپنی نے اس حوالے سے ادائیگی کی کوئی بھی ذمہ داری داخل اندراج نہیں کی کیونکہ انتظامیہ اس حوالے سے پراعتماد ہے کہ فیصلہ کمپنی/انڈسٹری کے حق میں ہوگا۔

کمپنی اگست 2017 سے جولائی 2018 تک صرف موجودہ بلنگ پر ہی GIDC ادا کر رہی ہے اور اس اضافی خرچے کو کمپنی کی جانب سے برداشت کیا جا رہا تھا۔ مذکورہ 196.70 ملین روپے کے واجبات سے متعلق کیس عدالت میں زیر التواء ہے اور اس حد تک اس پہ سٹے بھی موجود ہے۔ جولائی 2018 سے اسلام آباد ہائی کورٹ نے دوبارہ قائم کردہ موجودہ GIDC کے چارجز کے لئے کمپنی کے حق میں سٹے آرڈر دیا اسی وجہ سے کمپنی جولائی 2018 سے اب تک گیس بلوں پر موجود GIDC نہیں ادا کر رہی۔

23 جنوری 2019 کو موجودہ حکومت کی جانب سے پیش کردہ منی بجٹ میں کچھ انڈسٹریز کو GIDC چارجز سے چھٹکارا حاصل ہوا ہے لیکن اس میں مشروبات کی انڈسٹری کو شامل نہیں کیا گیا۔

عبوری منافع منقسمہ

ڈائریکٹرز نے 30 جون 2019 کو ختم ہونے والے سال کے لئے تیسرے عبوری منافع منقسمہ کا اعلان کیا ہے جو کہ 50 فیصد کی شرح سے (یعنی 5 روپے فی حصص) ہے۔ یہ عبوری منافع منقسمہ پہلے سے ادا کئے گئے منافع منقسمہ 150 فیصد کی شرح سے یعنی 15 روپے فی حصص کے علاوہ ادا کیا جائے گا۔

قومی خزانے میں معاونت:

آپ کی کمپنی نے 31 مارچ 2019 کو اختتام پذیر ہونے والے 9 ماہ کے عرصے کے دوران 4.07 بلین روپے (31 مارچ 2018 سے 3.87 بلین روپے) ڈیوٹی اور ٹیکس کی مد میں قومی خزانے میں جمع کروا چکی ہے۔

کاروباری مقاصد کے لئے استعمال ہونے والے پانی پر ٹیکس:

سپریم کورٹ میں ہماری دائر کردہ درخواست کو ابھی تک سماعت کے لئے مقرر نہیں کیا گیا ہے۔ ہمیں امید ہے کہ اس سے مقامی صنعت کو مزید ٹیکسوں سے چھٹکارا حاصل ہوگا۔

نقطہ نظر:

موجودہ حکومت کو جولائی 2018 میں اقتدار میں آتے ہی بڑے قرضوں اور خساروں کا سامنا کرنا پڑا جس میں مزید اضافہ ہو رہا

مری بروری کمپنی لمیٹڈ ڈائریکٹرز کا جائزہ

مری بروری کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 مارچ، 2019 کو اختتام پذیر ہونے والے نو ماہ کے لئے، کمپنی کے معاملات اور مالیاتی کارکردگی پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔ کمپنی کے پچھلے سال کے مطابق عرصے کے مقابل میں ان نو مہینوں کے دوران کمپنی کی مالی کارکردگی کا مختصر جائزہ مندرجہ ذیل ہے۔

مالیاتی جائزہ اور جھلکیاں

روپے ملین میں			
6,268.7 سے 6,773.5	اضافہ 8.05%	فروخت محصولات (خالص)	
2,110.4 سے 2,159.9	اضافہ 2.35%	مجموعی منافع	
1,375.1 سے 1,388.4	اضافہ 0.97%	قبل از ٹیکس منافع	
935.1 سے 982.7	اضافہ 5.09%	بعد از ٹیکس منافع	
33.80 روپے سے 35.53 روپے	اضافہ 5.09%	آمدنی حصص	

گذشتہ سال کے مقابلے میں 31 مارچ، 2019 کو اختتام پذیر ہونے والے نو مہینوں کے دوران کمپنی کے منافع میں مزید اضافہ ہوا ہے۔ مجموعی طور پر فروخت کی شرح میں پچھلے عرصے کے مقابلے میں 8.05% کا اضافہ ہوا ہے اور موجودہ نو مہینوں میں ٹیکس ادا کرنے کے بعد منافع کی شرح میں 5.09% اضافہ ہوا ہے۔

اہم مسائل:

سندھ میں شراب کی فروخت پر پابندی:

سندھ ہائی کورٹ آرڈر کے خلاف سندھ شراب ایسوسی ایشن نے سپریم کورٹ سے اسٹے لیا ہے اور معزز سپریم کورٹ کے سامنے اپیل زیر التوا ہے۔

سٹیل ہیڈ ڈیوٹی:

شراب کی ایسوسی ایشن نے یہ کیس جیت لیا جو پنجاب حکومت کی جانب سے لاہور ہائی کورٹ میں دائر کیا گیا تھا لیکن پنجاب ایکسائز ایجنسی بھی نان پنجاب شراب ڈیلرز سے اضافی کسٹم ڈیوٹی لے رہی ہے۔

Murree Brewery Company Limited

Condensed Interim Statement of Financial Position As at 31 March 2019

	Note	Un-Audited 31-Mar-19 (Rs. '000)	Audited 30-Jun-18 (Rs. '000)
EQUITY			
Share capital and reserves			
Share capital		276,636	230,530
Capital reserve	4	30,681	30,681
Revenue reserves		6,737,813	6,292,270
Revaluation surplus on property, plant and equipment - net of tax		2,874,562	2,913,653
Total equity		9,919,692	9,467,134
LIABILITIES			
Finance lease liabilities			
Employee benefits		3,297	1,319
Deferred tax liability - net		240,612	242,426
Non-current liabilities		243,909	243,745
Trade and other payables			
Contract liabilities		1,047,127	728,056
Current portion of finance lease liabilities		41,261	109,921
Unpaid dividend		12,691	6,669
Unclaimed dividend		56,126	51,739
Current liabilities		1,167,205	936,385
Total liabilities		1,738,386	1,438,902
Total equity and liabilities		11,658,078	10,906,036
Contingencies and commitments			
	5		

The annexed notes 1 to 16 form an integral part of these financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER

	Note	Un-Audited 31-Mar-19 (Rs. '000)	Audited 30-Jun-18 (Rs. '000)
ASSETS			
Property, plant and equipment			
Inangible asset	6	5,373,646	4,846,221
Advances for capital expenditures		1,950	2,339
Investment properties		23,592	266,214
Long term advances		292,340	292,340
Long term investments		13,942	10,894
Long term deposits		521,722	523,503
Employee benefits		27,816	26,518
Non-current assets		6,258,558	5,970,269
Current assets			
Inventories		1,664,267	1,343,755
Trade debts		30,504	26,058
Advances, prepayments and other receivables		360,813	138,631
Short term investments		1,662,956	1,243,524
Advance tax - net		201,520	185,085
Cash and bank balances	7	1,479,460	1,998,714
Current assets		5,399,520	4,935,767
Total assets		11,658,078	10,906,036



DIRECTOR

Murree Brewery

Condensed Interim Statement of Profit or Loss

	Liquor Division			Glass Division			
	Quarter ended 31 March		2018	Quarter ended 31 March		2018	
	2019	2018	(Rs.'000)	2019	2018	(Rs.'000)	
2,794,584	2,574,855	8,276,358	7,590,549	24,387	91,949	117,936	202,990
(53,015)	(46,848)	(147,249)	(122,994)	-	-	-	-
2,741,569	2,528,007	8,129,109	7,467,555	24,387	91,949	117,936	202,990
102,480	119,053	370,680	396,429	381,886	341,254	1,180,724	1,025,772
2,844,049	2,647,060	8,499,789	7,863,984	406,273	433,203	1,298,660	1,228,762
(1,076,454)	(998,379)	(3,160,042)	(2,930,456)	(3,543)	(13,356)	(17,140)	(29,494)
1,767,595	1,648,680	5,339,747	4,933,527	402,730	419,847	1,281,520	1,199,268
(983,704)	(851,298)	(2,775,213)	(2,535,270)	(260,597)	(251,988)	(777,747)	(719,326)
(362,412)	(325,029)	(1,109,191)	(978,281)	-	-	-	-
(1,346,116)	(1,176,327)	(3,884,404)	(3,513,551)	(260,597)	(251,988)	(777,747)	(719,326)
421,479	472,353	1,455,343	1,419,976	142,133	167,859	503,773	479,942
(95,743)	(101,594)	(349,372)	(265,430)	(1,779)	(1,385)	(5,677)	(3,958)
(57,796)	(66,209)	(200,942)	(210,179)	(11,377)	(8,097)	(26,818)	(24,927)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
267,940	304,550	905,029	944,367	128,977	158,377	471,278	451,057
(849)	(216)	(3,381)	(1,598)	(19)	(204)	(112)	(354)
(849)	(216)	(3,381)	(1,598)	(19)	(204)	(112)	(354)
267,091	304,334	901,648	942,769	128,958	158,173	471,166	450,703
Income tax expense							
Profit for the year							

Note

TURNOVER
Third party turnover - gross
Less: trade discounts
Third party turnover - net

Inter division sales

Sales tax and excise duty
Revenue

COST OF SALES

Third parties
Inter division cost

GROSS PROFIT

Selling and distribution expenses
Administrative expenses
Other expenses
Other income

Operating profit

Finance costs
Finance income

Net finance (cost) / income

Profit before tax

Income tax expense

Profit for the year

Earnings per share - basic and diluted (Rupees)

The annexed notes 1 to 16 form an integral part of these financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER

Company Limited

For the nine months ended 31 March 2019

	Tops Division			Total			
	Quarter ended 31 March		2018	Quarter ended 31 March		2018	
	2019	2018	(Rs.'000)	2019	2018	(Rs.'000)	
636,977	682,210	2,264,778	2,106,390	3,455,948	3,349,015	10,659,072	9,899,930
(33,964)	(30,037)	(117,092)	(80,019)	(86,979)	(76,885)	(264,341)	(203,013)
603,013	652,173	2,147,686	2,026,371	3,368,969	3,272,129	10,394,731	9,696,916
-	8,184	10,410	22,459	-	-	-	-
603,013	660,357	2,158,096	2,048,830	3,368,969	3,272,129	10,394,731	9,696,916
(137,456)	(148,267)	(484,079)	(468,180)	(1,217,453)	(1,160,002)	(3,661,261)	(3,428,130)
465,557	512,090	1,674,017	1,580,650	2,151,516	2,112,127	6,733,470	6,268,786
(291,679)	(298,974)	(1,020,627)	(903,745)	(1,535,980)	(1,402,260)	(4,573,587)	(4,158,341)
(121,954)	(143,461)	(452,623)	(466,378)	-	-	-	-
(413,633)	(442,435)	(1,473,250)	(1,370,123)	(1,535,980)	(1,402,260)	(4,573,587)	(4,158,341)
51,924	69,655	200,767	210,527	615,536	709,867	2,159,883	2,110,445
(87,496)	(83,727)	(271,163)	(251,214)	(185,018)	(186,706)	(626,212)	(520,602)
(22,641)	(21,516)	(72,046)	(67,323)	(91,814)	(95,822)	(299,806)	(302,429)
-	-	-	-	(22,581)	(40,732)	(91,406)	(109,712)
-	-	-	-	8,543	18,220	24,605	54,450
(58,213)	(35,588)	(142,442)	(108,010)	324,666	404,827	1,167,064	1,232,152
(3,984)	(249)	(11,576)	(763)	(4,832)	(669)	(15,069)	(2,715)
-	-	-	-	100,792	51,644	236,404	145,688
(3,984)	(249)	(11,576)	(763)	95,940	50,975	221,335	142,973
(62,197)	(35,837)	(154,018)	(108,773)	420,606	455,802	1,388,399	1,375,125
(95,692)	(150,127)	(405,622)	(440,040)	(95,692)	(150,127)	(405,622)	(440,040)
324,914	305,675	982,777	935,085	324,914	305,675	982,777	935,085
2019	2018	2019	2018	2019	2018	2019	2018
Restated	Restated	Restated	Restated	Restated	Restated	Restated	Restated
11.75	11.05	35.53	33.80	11.75	11.05	35.53	33.80



DIRECTOR

Murree Brewery Company Limited

Condensed Interim Statement of Comprehensive Income (unaudited)

For the nine months ended 31 March 2019

	Quarter ended 31 March		Nine months ended 31 March	
	2019	2018	2019	2018
	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)
Profit for the period	324,914	305,675	982,777	935,085
Other comprehensive income (OCI) for the period:	-	-	-	-
Total comprehensive income for the period	324,914	305,675	982,777	935,085

The annexed notes 1 to 16 form an integral part of these financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

Condensed Interim Statement of Changes in Equity

For the nine months ended 31 March 2019

	Capital reserves			Revenue reserves			Total equity	
	Share capital	Capital reserve	Revaluation surplus on property, plant and equipment - net of tax	General reserve	Contingency reserve	Reserve for issuance of bonus shares		Unappropriated profits
				(Rs.'000)				
Balance at 01 July 2017, as previously reported	230,530	30,681	-	327,042	20,000	3,457,954	1,983,881	6,050,088
Effect of restatement	-	-	2,966,369	-	-	-	-	2,966,369
Restated balance at 01 July 2017	230,530	30,681	2,966,369	327,042	20,000	3,457,954	1,983,881	9,016,457
Total comprehensive income for the period								
Profit for the period	-	-	-	-	-	-	935,085	935,085
Other comprehensive income for the period	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	935,085	935,085
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	(29,230)	-	-	-	29,230	-
Transferred from revaluation surplus on property, plant and equipment on disposal - net of deferred tax	-	-	(12,527)	-	-	-	12,527	-
Transaction with the owners of the company								
Final dividend for the year ended 30 June 2017 (Rs 10, per share)	-	-	-	-	-	-	(230,530)	(230,530)
First interim dividend for the year ending 30 June 2018 (Rs.5 per share)	-	-	-	-	-	-	(115,265)	(115,265)
Second interim dividend for the year ending 30 June 2018	-	-	-	-	-	-	(230,530)	(230,530)
Balance at 31 March 2018	230,530	30,681	2,924,612	327,042	20,000	3,457,954	2,384,398	9,375,217
Balance at 1 July 2018	230,530	30,681	2,913,653	327,042	20,000	-	5,945,228	9,467,134
Total comprehensive income for the period								
Profit for the period	-	-	-	-	-	-	982,777	982,777
Other comprehensive income for the period	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	982,777	982,777
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	(36,894)	-	-	-	36,894	-
Transferred from revaluation surplus on property, plant and equipment on disposal - net of deferred tax	-	-	(2,197)	-	-	-	2,197	-
	-	-	(39,091)	-	-	-	39,091	-
Reduction in deferred tax liability due to change in tax rate	-	-	-	-	-	-	-	-
Transaction with the owners of the company								
Final dividend for the year ended 30 June 2018 (Rs. 5 per share)	-	-	-	-	-	-	(115,265)	(115,265)
Issue of bonus shares of 20% (01 bonus share for every 05 shares held)	46,106	-	-	-	-	-	(46,106)	-
First interim dividend for the year ending 30 June 2019 (Rs. 5 per share)	-	-	-	-	-	-	(138,318)	(138,318)
Second interim dividend for the year ending 30 June 2019 (Rs. 10 per share)	-	-	-	-	-	-	(276,636)	(276,636)
Balance at 31 March 2019	276,636	30,681	2,874,562	327,042	20,000	-	6,390,771	9,919,692

The annexed notes 1 to 16 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 2019

	Note	Nine months ended	
		31 March	
		2019 (Rs.'000)	2018 (Rs.'000)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		1,388,399	1,375,125
Adjustments for:			
Depreciation / amortization		262,346	192,172
Employee benefits - charge to profit or loss		40,790	65,812
Provision for WPPF / Interest on WPPF		64,282	15,974
Provision for WWF		25,281	-
Loss / (Gain) on disposal of property, plant and equipment		833	(482)
Finance cost		15,069	2,715
Return on deposit accounts		(80,690)	(59,154)
Interest on PIBs		(41,471)	(32,812)
Interest on advances		(313)	-
Dividend income		(25,247)	(9)
Unrealized gain on re-measurement of short term investments		(42,362)	(42,430)
Gain on sales of investments		(4,118)	(2,032)
		214,400	139,754
Operating profit before working capital changes		1,602,799	1,514,879
<i>Changes in</i>			
Inventories		(320,512)	12,041
Trade debts		(4,446)	49,730
Advances, prepayments and other receivables		(215,688)	(86,700)
Trade and other payables		29,348	99,037
Contract liabilities		(68,660)	-
		(579,958)	74,108
Cash generated from operating activities		1,022,841	1,588,987
Finance cost paid		(13,288)	(2,715)
Employee benefits paid		(22,155)	(34,920)
WPPF paid		(23,765)	-
Income taxes paid		(388,555)	(405,870)
Net cash from operating activities		575,078	1,145,482
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(497,093)	(385,347)
Proceeds from disposal of property, plant and equipment		4,978	3,724
Advances for capital expenditures		242,622	(22,855)
Long term advances paid		(3,048)	(1,157)
Long term deposits paid		(1,298)	(95)
Realization of long term investment		21,875	21,875
Proceeds from sales of / (acquisition of) investments - net		(351,823)	22,359
Return on deposits received		63,051	60,039
Dividends received		25,247	9
Net cash used in investing activities		(495,489)	(301,448)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of finance lease		(78,100)	(7,948)
Dividend paid		(520,743)	(488,738)
Net cash used in financing activities		(598,843)	(496,686)
Net increase / (decrease) in cash and cash equivalents		(519,254)	347,348
Cash and cash equivalents at beginning of the year		1,998,714	1,642,306
Cash and cash equivalents at end of the period	7	1,479,460	1,989,654

The annexed notes 1 to 16 form an integral part of these financial statements.



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

Murree Brewery Company Limited
Notes to condensed interim financial information (unaudited)
For the nine months ended 31 March 2019

1 THE COMPANY AND ITS OPERATIONS

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 2018. Comparative condensed interim unconsolidated statement of financial position is extracted from the annual audited financial statements for the year ended 30 June 2018, whereas comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flow and condensed interim statement of changes in equity are extracted from unaudited interim financial statements for the nine months period ended 31 March 2018.

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

The accounting policies 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 2018 except for the adoption of new standard effective as of 01 July 2018 as referred to in note 3.3 to these condensed interim financial statements.

3.2 New standards, interpretations and amendments adopted by the Company

The Company has adopted IFRS 15 'Revenue from Contracts with Customers' from 01 July 2018. The impact of the adoption of standard and the new accounting policy are disclosed in note 3.3 below. A number of other new standards are effective from 01 July 2018 but they do not have a material effect on the Company's condensed interim financial statements.

Murree Brewery Company Limited

Notes to condensed interim financial information (unaudited)

For the nine months ended 31 March 2019

3.3 IFRS 15 'Revenue from Contracts with Customers'

The IASB issued IFRS 15 Revenue from Contracts with Customers ("IFRS 15") in May 2014. This IFRS replaces IAS 18 Revenue, IAS 11 Construction Contracts and other revenue-related interpretations. IFRS 15 establishes a single revenue recognition framework which requires an entity to recognize revenue to reflect the transfer of goods and services for the amount it expects to receive when control is transferred to the purchaser. IFRS 15 became applicable to the Company on July 1, 2018 and the Company used the retrospective method to adopt the standard. Under this method cumulative effect of applying the new standard is recognized at the start of the earliest period presented. The Company has reviewed its revenue streams i.e. sale of goods and underlying contracts with customers and, as result of this review, the adoption of IFRS 15 did not have an impact on the Company's statement of profit or loss, statement of comprehensive income and financial position except advance consideration received from customers was included in 'Trade and other payables' which now is reclassified in 'Contract liabilities' presented separately in condensed interim statement of financial position. In addition, reclassification has been made from 'Trade and other payables' to 'Contract liabilities' for outstanding balance of advance from customers for prior year to provide comparison. As required for the condensed interim financial statements, the Company disaggregated revenue recognised from contracts with customers which are depicted in profit or loss and Note 10 to these condensed interim financial statements.

Accounting policy

Customers obtain control of goods when the goods are dispatched from the Company's warehouse. Invoices are generated and revenue is recognised net of upfront discounts at that point in time. Invoices are usually payable within 15-30 days. Generally for such sales, the customer has no right of return. For contracts that permit the customer to return an item, under IFRS 15 revenue is recognised to the extent that it is probable that a significant reversal in the amount of cumulative revenue recognised will not occur. Therefore, the amount of revenue recognised is adjusted for expected returns, which are estimated based on the historical data for specific types of products. Returned goods are exchanged only for new goods – i.e. no cash refunds are offered. In such circumstances, a refund liability and a right to recover returned goods asset are recognised.

3.4 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, except for new significant judgements and key sources of estimation uncertainty related to the application of IFRS 15, which are described in Note 3.3.

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 condensed interim financial information (unaudited)
For the nine months ended 31 March 2019

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.

3.5 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 2019 or period / year ending 30 June 2019:

IFRS 16 Leases	(effective 01 January 2019)
IFRS 9 Financial Instruments	(effective period / year ending 30 June 2019)
IFRIC 23 Uncertainty over Income Tax Treatments	(effective 01 January 2019)
Amendments to IFRS 9: Prepayment Features with Negative Compensation	(effective 01 January 2019)
Amendments to IAS 19: Plan Amendment, Curtailment or Settlement	(effective 01 January 2019)
Amendment to IAS 28 Investments in Associates and Joint Ventures' - Long Term Interests in Associates and Joint Ventures	(effective 01 January 2019)
Amendments to IFRS 3 Business Combinations	(effective 01 January 2020)
Amendments to IAS 1 Presentation of Financial Statements and IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors	(effective 01 January 2020)
Annual improvements to IFRS Standards 2015 - 2017 cycle:	
- IFRS 3 Business Combinations and IFRS 11 Joint Arrangement	(effective 01 January 2019)
- Amendments to IAS 12 Income Taxes	(effective 01 January 2019)
- Amendments to IAS 23 Borrowing Costs	(effective 01 January 2019)

The above amendments are not likely to have an impact on the Company's financial statements except for "IFRS 16 Leases", "IFRS 9 Financial Instruments" and "IFRIC 23 Uncertainty over income tax treatments" for which the Company is currently in the process of analyzing the potential impact of adoption of these standards and interpretation.

4 SHARE CAPITAL	Note	2019	2018
		(Rs.'000)	(Rs.'000)
4.1 Authorized share capital	4.1.1	300,000	300,000
4.1.1 This represents 30,000,000 (2017: 30,000,000) ordinary shares of Rs. 10 each.			

Murree Brewery Company Limited
Notes to condensed interim financial information (unaudited)
For the nine months ended 31 March 2019

4.2 Issued, subscribed and paid up share capital

Un-audited 31 March 2019 Number	Audited 30 June 2018 Number		Un-audited 31 March 2019 (Rs.'000)	Audited 30 June 2018 (Rs.'000)
264,000	264,000	Ordinary shares of Rs. 10 each, fully paid in cash	2,640	2,640
22,789,025	22,789,025	Ordinary shares of Rs. 10 each, issued as bonus shares	227,890	227,890
4,610,605	-	Ordinary shares of Rs. 10 each, issued as bonus shares	46,106	-
27,663,630	23,053,025		276,636	230,530

5 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 2018, except the following:

5.1 CONTINGENCIES:

- 5.1.1** The Company is currently liable in respect of guarantees amounting to Rs. 99.07 million (30 June 2018 : Rs. 80.93 million) issued by banks on behalf of the Company in the normal course of business to Sui Northern Gas Pipelines Limited ("SNGPL") for commercial and industrial use of gas.
- 5.1.2** In September 2014, the Federal Government promulgated Gas Infrastructure Development Cess (GIDC) Ordinance No.VI of 2014 to circumvent earlier decision of the Honourable Supreme Court on the subject, where it upheld that the earlier introduction of GIDC Act of 2011 was unconstitutional and ultra vires on the ground that GIDC was a 'fee' and not a 'tax'. Government of Pakistan has enacted GIDC Act, 2015 during May 2015 which, including retrospective treatment of the provision of the GIDC Act, has been challenged by the Company through a writ petition in the Honourable Lahore High Court ("LHC"). The Court has granted stay against charging of the GIDC under the GIDC Act, 2015. On 30 September 2017, the LHC transferred the case to High Power Committee ("HPC") formed vide LHC order. The case is pending before HPC. The Company has not made provision of GIDC amounting to Rs. 196.70 million (30 June 2018: Rs. 167.67 million) in the financial statements as the management, based on legal opinion, is confident that the eventual decision will be in favour of the Company.
- 5.1.3** The Company is paying sui gas industrial bills based on gas tariff at Rs. 488 per MMBTU and Rs. 573 per MMBTU for captive power meter, as compared to the bill raised by SNGPL at Rs. 600 per MMBTU. The Honorable Lahore High Court ("LHC"), in January 2018, set aside the demand of SNGPL at Rs. 600 per MMBTU and case was decided in favour of the Company. However, SNGPL preferred an appeal before the Supreme Court of Pakistan ("SCP") which is pending adjudication. The Company has not made provision of the difference in tariff which in aggregate amounts to Rs. 127.30 million (30 June 2018: Rs. 102.09 million) in financial statements as the management, based on legal opinion, is confident that the eventual decision will be in favour of the Company.
- 5.1.4** At the reporting date there is no change in the status of the tax contingencies except for the items mentioned below. For details, notes 36.4 and 36.5 of the financial statements for the year ended 30 June 2018 are to be referred.
- 5.1.5** Tax Returns upto and for the tax year 2018 have been filed. However, the tax authorities are empowered to reopen these assessments within five years from the end of the financial year in which these returns were filed.

Murree Brewery Company Limited

Notes to condensed interim financial information (unaudited)

For the nine months ended 31 March 2019

- 5.1.6** The Additional Commissioner Inland Revenue (ADCIR) Large Tax Payer Unit (LTU) issued an order dated 05 November 2018 whereby a demand was raised amounting to Rs. 2,768 million along with the default surcharge and penalty for the tax year 2015, with reference to the provisions of Income Tax Ordinance 2001. Against this order the Company filed an appeal before CIR appeals, who vide its order dated 06 December 2018 deleted the amount of Rs. 2,490 million and upheld the amount of Rs. 278.5 million. The Company has filed an appeal before Appellate Tribunal Inland Revenue (ATIR) as to the demand upheld by CIR appeals, and stay has been granted by ATIR upto 15 March 2019. Furthermore, with respect to the issues deleted by CIR Appeals the Department has also filed an appeal before the ATIR. However no date has been fixed for hearing the main case, the management expects favourable outcome, based on the opinion of the tax consultant, thus no provision of the referred amount is recorded in these accounts.
- 5.1.7** The Deputy Commissioner Inland Revenue (DCIR) Large Tax Payer Unit (LTU) issued an order dated 30 March 2019 whereby a demand was raised amounting to Rs. 256.90 million as penalty in respect of case mentioned in 5.1.6 for the tax year 2015, with reference to the Section 182(12) of Income Tax Ordinance 2001. Against this order the Company has filed an appeal before CIR appeals, the management expects favourable outcome, based on the opinion of the tax consultant, thus no provision of the referred amount is recorded in these accounts.
- 5.1.8** The Company, along-with several other bottling / beverage companies, is involved in litigation arising from a suo moto notice of the Honorable Supreme Court of Pakistan (case no. 26 of 2018) regarding use of extracted and surface water. The exposure is a potential water charge of Re. 1/- liter on water extracted and use of surface water. The Company is contesting this decision of Honorable Supreme Court and has filed a review petition through its legal counsel. Due to non-availability of information regarding the quantity of water extracted and use of surface water as well as the period to which this charge will be applied, the potential amount of exposure, if any, which may arise cannot be estimated.

5.2 COMMITMENTS

- 5.2.1** The Company has opened Letter of Credit for the import of machinery and inventory items valuing approximately Rs 471.12 million (30 June 2018 : Rs. 364.67 million)
- 5.2.2** The Company's contracted capital commitments outstanding at the date of reporting amounts to Rs. 229.75 million (30 June 2018 : Rs. 293.34 million)

	Fixed Assets	Capital Work in progress	Total
	Unaudited 31 March 2019 (Rs. '000)		
6 PROPERTY, PLANT AND EQUIPMENT			
Carrying amount at the beginning of the period	4,635,033	211,188	4,846,221
Additions during the period	382,472	412,721	795,193
Transferred from capital work in progress	448,225	(448,225)	-
Disposal during the period-net	(5,811)	-	(5,811)
Depreciation charge for the period	(261,957)	-	(261,957)
Carrying amount at the end of the period	5,197,962	175,684	5,373,646
	Audited 30 June 2018 (Rs. '000)		
Carrying amount at the beginning of the year	4,485,204	190,298	4,675,502
Additions during the year	193,871	249,617	443,488
Transferred from capital work in progress	228,727	(228,727)	-
Disposal during the year-net	(10,503)	-	(10,503)
Depreciation charge for the year	(262,266)	-	(262,266)
Carrying amount at the end of the year	4,635,033	211,188	4,846,221

- 6.1** Additions in and depreciation on property, plant and equipment during the nine months ended 31 March 2018 were 326.8 million and 192.2 million respectively.

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7	CASH AND BANK BALANCES	Note	(Unaudited)	(Audited)
			31-Mar-19	30-Jun-18
			(Rs in '000)	(Rs in '000)
	Cash in hand		23,636	16,974
	Cash at banks :			
	- in local currency		545,758	718,245
	- in local currency deposit account	7.1	865,863	1,225,922
	- in foreign currency deposit account	7.2	44,203	37,573
			1,455,824	1,981,740
			1,479,460	1,998,714

7.1 Profit on local currency deposit accounts ranges from 5% to 10% (30 June 2018: 4.0% to 5.64%) respectively.

7.2 This carries interest rate of 0.35% per annum (30 June 2018: 0.25% per annum).

Nine months ended							
8	COST OF SALES	Note	Liquor (Rs '000)	Glass (Rs '000)	Tops (Rs '000)	31-Mar-19 (Rs '000)	31-Mar-18 (Rs '000)
	Raw material consumed	8.1	3,377,507	317,237	1,253,043	4,947,787	4,545,334
	Stores and spares consumed		48,738	56,236	14,280	119,254	111,211
	Fuel and power consumed		154,744	176,368	30,444	361,556	319,925
	Salaries and wages		195,227	78,966	89,155	363,348	339,187
	Repair and maintenance		34,052	27,588	24,194	85,834	78,409
	Depreciation		68,618	99,546	70,982	239,146	173,931
	Other manufacturing overheads		17,399	16,195	22,701	56,295	49,008
			3,896,285	772,136	1,504,799	6,173,220	5,617,005
	Work in process:						
	Work in process - opening		220,896	1,445	17,481	239,822	293,540
	Work in process - closing		(201,238)	(1,445)	(22,278)	(224,961)	(243,339)
			19,658	-	(4,797)	14,861	50,201
Cost of goods manufactured			3,915,943	772,136	1,500,002	6,188,081	5,667,206
	Finished goods:						
	Finished goods - opening		77,093	61,171	61,376	199,640	165,604
	Finished goods - closing		(108,632)	(55,561)	(88,127)	(252,320)	(229,810)
			(31,539)	5,610	(26,751)	(52,680)	(64,206)
	Less: Inter division transfers		(1,109,191)	-	(452,623)	(1,561,814)	(1,444,659)
			2,775,213	777,747	1,020,627	4,573,587	4,158,341
8.1	Raw material consumed						
	Opening stock		500,414	7,426	273,627	781,467	927,637
	Purchases		3,515,878	323,366	1,338,052	5,177,296	4,421,743
			4,016,292	330,792	1,611,679	5,958,763	5,349,380
	Less : Closing stock		(638,785)	(13,556)	(358,636)	(1,010,977)	(804,046)
			3,377,507	317,237	1,253,043	4,947,787	4,545,334

9	EARNING PER SHARE - BASIC AND DILUTED	Quarter ended		Nine months ended	
		31 March		31 March	
		2019	2018 Restated	2019	2018 Restated
	Net Profit for the period - Rupees in ('000)	324,914	305,675	982,777	935,085
	Weighted average number of shares - Number	27,663,630	27,663,630	27,663,630	27,663,630
	Earning per share - Rupees	11.75	11.05	35.53	33.80

9.1 There is no dilutive effect on the basic earnings per share of the Company as at 31 March 2019.

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10 Segment information

10.1 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 2019					
Third party turnover - net	8,129,109	117,936	2,147,686	-	10,394,731
Inter-segment turnover	370,680	1,180,724	10,410	-	1,561,814
Segment profit / (loss) before tax	901,648	471,166	(154,018)	-	1,218,796
31 March 2018					
Third party turnover - net	7,467,555	202,990	2,026,371	-	9,696,916
Inter-segment turnover	396,429	1,025,772	22,459	-	1,444,660
Segment profit (loss) before tax	942,769	450,703	(108,773)	-	1,284,699
b. Assets					
31 March 2019 (unaudited)	6,585,737	808,629	1,877,514	2,386,198	11,658,078
30 June 2018 - audited	6,587,505	821,156	1,545,263	1,952,112	10,906,036
c. Liabilities					
31 March 2019 (unaudited)	814,533	65,064	465,391	393,398	1,738,386
30 June 2018 - audited	885,482	78,787	308,270	166,363	1,438,902
d. Additions to property, plant and equipment					
31 March 2019 (unaudited)	283,672	21,628	489,893	-	795,193
30 June 2018 - audited	257,234	18,264	167,990	-	443,488
Other income					
31 March 2019 (unaudited)	-	-	-	24,605	24,605
30 June 2018 (audited)	-	-	-	90,021	90,021
Net finance income					
31 March 2019 (unaudited)	(3,381)	(112)	(11,576)	236,404	221,335
30 June 2018 (audited)	(18,732)	(395)	(1,007)	192,446	172,312
e. Depreciation					
31 March 2019 (unaudited)	86,075	99,649	76,622	-	262,346
30 June 2018 - audited	90,601	126,479	45,186	-	262,266

	Nine months ended 31 March	
	2019 <i>(Rs. '000)</i>	2018 <i>(Rs. '000)</i>
10.2 Reconciliation of reportable segment profit or loss		
Total profit before tax for reportable segments	1,218,796	1,284,699
Unallocated amount - operating expenses	(91,406)	(109,712)
Unallocated amounts - other income	24,605	54,450
Unallocated amounts - finance income	236,404	145,688
Net profit before tax	1,388,399	1,375,125

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11 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:

11.1	Name of Related Party	Nature of Relationship	Percentage of share holding	Nature of transactions during the year	Nine months ended 31 March	
					2019 (Rs.'000)	2018 (Rs.'000)
1)	D.P. Edulji & Company (Private) Limited	Associated company on account of common directorship	15.94%	Sales commission Services acquired Dividend paid	130,459 11,310 83,978	65,761 9,000 72,560
2)	Kingsway Fund	Associated company	29.84%	Dividend paid	224,692	165,723
3)	Board of directors	Directors	29.97%	Dividend paid	124,822	133,276
4)	Directors' relatives	Directors' relatives	7.83%	Dividend paid	58,321	63,392
5)	Staff retirement benefit plan - Provident fund	Staff retirement funds	Nil	Contribution by the Company	4,881	4,138
6)	Staff retirement benefit plan - Pension fund	Staff retirement funds	Nil	Contribution by the Company	5,238	2,533
7)	Bhandara Foundation	Chief executive officer acts as a Trustee	Nil	Donation paid	1,500	1,500
8)	Atlas Asset Management Limited	Investments	Nil	Investment in Money Market Fund	100,000	-

11.2 The aggregate amounts charged for the remuneration including benefits and perquisites to Chief Executive Officer and Executives at the reporting date are Rs 8.3 million and Rs 9.6 million 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.

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13 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.

14 DATE OF AUTHORISATION FOR ISSUE

The condensed interim unaudited financial information was approved by the Board of Directors of the Company in their meeting held on 25 April 2019.

15 NON ADJUSTING EVENTS AFTER REPORTING DATE

- 15.1** The Board of Directors in their meeting held on 25 April 2019, has declared an interim cash dividend @ 50% (i.e Rs. 5 per share) for the year ending 30 June 2019.

16 GENERAL

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR