

*Murree Brewery Company Limited*  
*Condensed Interim Financial Information*  
*for the 2nd Quarter and Six Months period ended 31st December, 2023*

**New (CSD)  
Product  
Launch**





# Murree Brewery Company Limited



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# Murree Brewery Company Limited



## VISION STATEMENT

Our office is in the market

## MISSION STATEMENT

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

- C** ontinuous improvement
- A** lignment of our missions and goals
- R** esponsibility and respect of our jobs and each other
- E** ducate one another



# Murree Brewery Company Limited

ESTABLISHED 1860

## CORPORATE INFORMATION

### BOARD OF DIRECTORS

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

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

### PRINCIPAL OFFICERS

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

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

### AUDIT & RISK

#### MANAGEMENT COMMITTEE

Mr. Shahbaz Haider Agha (Chairman)  
Ch. Mueen Afzal (Member)  
Prof. Khalid Aziz Mirza (Member)

### HUMAN RESOURCE & REMUNERATION AND NOMINATION COMMITTEE

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

### AUDITORS

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

### PRINCIPAL BANKERS

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

# Murree Brewery Company Limited

## ESTABLISHED 1860 CORPORATE INFORMATION

### REGISTERED OFFICE

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

### FACTORIES

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

### DISTRIBUTION OFFICES

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

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

### SHARE REGISTRAR

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

### LEGAL ADVISORS

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

### TAX ADVISORS

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

### CORPORATE ADVISOR

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

# Murree Brewery Company Limited

## DIRECTORS' REVIEW

The Board of Directors of Murree Brewery Company Limited takes pleasure in presenting its review of the financial performance and affairs of the Company together with the Auditor's reviewed financial statements for the six months period ended December 31, 2023.

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

### **FINANCIAL OVERVIEW & HIGHLIGHTS:**

				<b>Rs. in million</b>
Sales revenue (Net)	increased by	31%	from	8,235 to 10,760
Gross Profit	increased by	71%	from	1,549 to 2,656
Profit before Taxation	increased by	142%	from	766 to 1,850
Profit after Taxation	increased by	113%	from	540 to 1,152
Earnings per share	increased by	113%	from	Rs. 19.53 to Rs. 41.66

The profitability of the Company has increased by 113% overall during the half year ended December 31, 2023, as compared to the corresponding period of the last year. As a consequence, EPS increased by 113%.

### **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:**

For FY 2022-23, super tax amount is Rs. 203.51 million. The Company filed writ petition against the imposition of discrimination of high rate of 10%.

For FY 2021-22, the Company filed a writ petition against the Super Tax amounting to Rs. 227.4 million. The Islamabad High Court decided the case in favour of MBCL. The FBR filed an intra-court appeal in Islamabad High Court against the decision. As per Supreme Court direction, the Murree Brewery paid 50% of super tax liability amounting to Rs. 113.7 million to FBR.

### **INTERIM DIVIDEND:**

The Directors have today declared the second interim cash dividend @ 80% (i.e. Rs. 8 per share) for the year ending June 30, 2024. This is in addition to interim cash dividend already paid @75% (i.e. Rs. 7.5 per share).

# Murree Brewery Company Limited

## **CONTRIBUTION TO NATIONAL EXCHEQUER:**

Your Company contributed a sum of Rs. 4,333 million in the six months period ended December 31, 2023, (December 31, 2022: Rs. 2,582 million) to the Government exchequer on account of duty and taxes.

## **CORPORATE SOCIAL RESPONSIBILITY:**

The Company fully meets its obligation as a social corporate citizen. The Company always takes constructive interest in social matters which may not be directly related to the business, and makes donations to charitable institutions, hospitals and trusts. During the half year FY 2023-24, the Company has donated Rs. 2,485,000 to various welfare & charitable organizations.

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

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

## **OUTLOOK:**

Fiscal year 2024, continuous to pose challenges for the Company on account of high inflation and political uncertainties. The management will continue to anticipate and address business risks as they arise.

## **APPRECIATION:**

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



**Pervaiz Akhtar**  
Director

Rawalpindi  
February 23, 2024

ادارہ جاتی سماجی ذمے داری (سی ایس آر)

مری بروری کھٹی ایک ذمے دار سماجی شہری کے طور پر اپنے تمام فرائض کی تکمیل کرتی ہے۔ کھٹی ہمیشہ سماجی فلاح و بہبود اور تعمیر میں اپنا کردار نبھاتی ہے اور ان خدمات کا کاروبار سے براہ راست تعلق نہیں ہوتا۔ کھٹی مختلف رفاہی اداروں، ہسپتالوں اور ٹرسٹس کو عطیات فراہم کرتی ہے۔ مالی سال کی پہلی ششماہی 2023-24 کے دوران کھٹی نے مختلف فلاحی اور خیراتی اداروں کو 2,485,000/- روپے کے عطیات دیئے ہیں۔

مزید برآں کھٹی نے ایسوسی ایشن فار اسٹڈنٹس پرنسز (ورنٹسٹا) کیلئے اپنی املاک کے استعمال کی دستیابی کو جاری رکھا۔ فی الوقت اس وڈ کیشنل اسکول برائے اعانت محروم معذور خواتین میں 75 خواتین تربیت حاصل کر رہی ہیں تاکہ وہ خود اٹھاری، کمپیوٹر خواندہ اور معاشرے کے فعال فرد کے طور پر زندگی گزاریں۔ یہ پراپرٹی کھٹی کی جانب سے فرنیچر اور فٹنگو کے ساتھ مفت فراہم کی جارہی ہے اور کھٹی اس کی دیکھ بھال اور پینٹیلینجز کے سارے اخراجات خود برداشت کرتی ہے۔ کھٹی نے اپنی جگہ پر ایک سوشل سکورٹی ڈیسکری 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

مالی سال 2024، بلند افراط زر اور سیاسی غیر یقینی صورتحال کی وجہ سے کھٹی کے لیے چیلنجز کا باعث بن رہا ہے۔ انتظامیہ کا کاروباری خطرات کے لائق ہونے کے ساتھ ہی ان کی پیش بینی اور ان سے نمٹنے کے کام کو جاری رکھے گی۔

خدمات کا اعتراف

بورڈ اپنی انتظامیہ ٹیم اور دیگر تمام ملازمین کی محنت اور لگن کو سراہتا ہے۔ بورڈ کھٹی کے مقاصد کے حصول کیلئے سرکاری حکام اور شیئر ہولڈرز کے غیر حوصلہ تعاون پر ان کا بھی شکریہ ادا کرتا ہے۔

بورڈ کی جانب سے



پرویز اختر  
ڈائریکٹر



اسغیاءہ ایم جینڈارا  
چیف ایگزیکٹو آفیسر

راولپنڈی

23 فروری 2024

# مری برووری کمپنی لمیٹڈ

## ڈائریکٹرز کا جائزہ

مری برووری کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 دسمبر 2023ء کو اختتام پذیر ہونے والی ششماہی کے لئے ڈائریکٹرز کا جائزہ شدہ مالی سٹیٹمنٹ کے ساتھ ساتھ کمپنی کی مالیاتی کارکردگی اور امور کا جائزہ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

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

مالیاتی جائزہ اور اہم نکات:

روپے ملین میں	اضافہ %	محصولات فروخت (خالص)
10,760 سے 8,235	اضافہ 31%	مجموعی منافع جات
2,656 سے 1,549	اضافہ 71%	منافع قبل از ٹیکس
1,850 سے 766	اضافہ 142%	منافع بعد از ٹیکس
1,152 سے 540	اضافہ 113%	آمدن فی شخص
19.53 روپے سے 41.66 روپے	اضافہ 113%	

31 دسمبر 2023ء کو ختم ہونے والی ششماہی کے دوران کمپنی کے منافع میں پچھلے سال کے تقابلی عرصے کے مقابلے میں 113 فیصد اضافہ واقع ہوا ہے۔ اس کے نتیجے میں آمدن فی شخص 113 فیصد سے بڑھ گیا۔

اہم مسائل:

i- تجارتی استعمال کیلئے پانی کے استعمال پر ٹیکس:

عدالت عظمیٰ پاکستان نے پورٹن 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۔ پورٹن انڈسٹری کی جانب سے نظر ثانی کی درخواست جمع کروائی گئی تھی جو کہ عدالت عظمیٰ پاکستان کے سامنے اب تک زیر سماعت ہے۔ ٹوہٹس اینڈ مری اسپارٹس (حارر) نے انڈسٹری کے طرز عمل پر خیبر پختونخواہ حکومت کو 0.25 روپے فی لیٹر کی شرح سے 3.5 ملین روپے ادا کیے ہیں۔

ii- سپر ٹیکس:

مالی سال 2022-23ء کے لیے سپر ٹیکس کی رقم 203.51 ملین روپے ہے۔ کمپنی نے 10 فیصد کی اعلیٰ شرح کے امتیازی سلوک کے خلاف رٹ پیشینہ دائر کی ہے۔ مالی سال 2021-22ء کے لیے، کمپنی نے 227.4 ملین روپے کے سپر ٹیکس کے خلاف ایک رٹ پیشینہ دائر کی۔ اسلام آباد ہائی کورٹ نے ٹیکس کا فیصلہ کمپنی کے حق میں کیا۔ ایف بی آر نے فیصلے کے خلاف اسلام آباد ہائی کورٹ میں اپنا رٹ داخل کر دیا۔ سپریم کورٹ کی ہدایت کے مطابق، مری برووری نے 50 فیصد سپر ٹیکس واجبات کی رقم ایف بی آر کو 113.7 ملین روپے ادا کی۔

دوسرا عبوری منافع منقسمہ

ڈائریکٹرز نے 30 جون 2024ء کو ختم ہونے والے سال کے لئے دوسرے منافع منقسمہ کا اعلان کیا ہے، جو کہ 80 فیصد کی شرح سے 8 روپے فی شخص ہے۔ یہ عبوری منافع منقسمہ پہلے سے ادا کئے گئے منافع منقسمہ 75 فیصد کی شرح یعنی 7.5 روپے فی شخص کے علاوہ ہے۔

قومی خزانے میں حصہ

آپ کی کمپنی نے ڈیوٹی اور ٹیکسوں کی مد میں سرکاری خزانے کیلئے 31 دسمبر 2023ء کو ختم شدہ ششماہی میں 4,333 ملین روپے (31 دسمبر 2022ء: 2,582 ملین روپے) کی رقم جمع کروائی ہے۔

# Murree Brewery Company Limited

## INDEPENDENT AUDITORS' REVIEW REPORT

**To the members of Murree Brewery Company Limited**

### **Report on review of the Interim Financial Statements**

#### **Introduction**

We have reviewed the accompanying condensed interim statement of financial position of Murree Brewery Company Limited as at 31 December 2023 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and fair presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

#### **Scope of Review**

We conducted our review in accordance with International Standards on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditors of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

# Murree Brewery Company Limited

## Other matter

The figures for the three-month period ended 31 December 2023 and 31 December 2022, in the condensed interim statement of profit or loss and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditors' review report is Muhammad Danish.

*KPMG Taseer Hadi & Co.*

**KPMG Taseer Hadi & Co.**  
**Chartered Accountants**

**Islamabad**  
**26 February 2024**

**UDIN:RR202310245G3KtV06Jf**



# Murree Brewery Company Limited

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

	Un-Audited 31-Dec-23 (Rs. '000)	Audited 30-Jun-23 (Rs. '000)
<b>EQUITY</b>		
<b>Share capital and reserves</b>		
Share capital	276,636	276,636
Capital reserve	30,681	30,681
Revenue reserves	9,506,342	8,680,724
Revaluation surplus on property, plant and equipment and Right of use asset - net of tax	4,326,894	4,345,951
<b>Total equity</b>	<b>14,140,553</b>	<b>13,333,992</b>
<b>LIABILITIES</b>		
Lease liabilities	10,175	4,724
Employee benefits	290,160	301,500
Deferred tax liability - net	663,172	635,014
<b>Non-current liabilities</b>	<b>963,507</b>	<b>941,238</b>
Current portion of lease liabilities	11,135	10,964
Trade and other payables	1,549,559	1,787,583
Contract liabilities	149,404	327,373
Provision for income tax - net	290,315	113,268
Unpaid dividend	113,212	105,769
Unclaimed dividend	32,235	31,075
<b>Current liabilities</b>	<b>2,145,860</b>	<b>2,376,032</b>
<b>Total liabilities</b>	<b>3,109,367</b>	<b>3,317,269</b>
<b>Total equity and liabilities</b>	<b>17,249,920</b>	<b>16,651,262</b>
<b>Contingencies and commitments</b>	<b>5</b>	

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

  
CHIEF FINANCIAL OFFICER

  
CHIEF EXECUTIVE OFFICER

	Un-Audited 31-Dec-23 (Rs. '000)	Audited 30-Jun-23 (Rs. '000)
<b>ASSETS</b>		
Property, plant and equipment	7,043,181	7,074,348
Right of use assets	29,247	18,298
Advances for capital expenditures	65,105	113,447
Investment properties	567,858	567,858
Long term advances	13,340	11,738
Long term investments	506,936	508,452
Long term deposits	44,429	44,429
Employee benefits	55,665	55,665
<b>Non-current assets</b>	<b>8,325,761</b>	<b>8,394,235</b>
Inventories	4,514,505	3,797,237
Trade debts	86,636	42,236
Other receivables	942,217	510,205
Short term investments	1,626,615	1,426,602
Cash and bank balances	1,754,186	2,480,747
<b>Current assets</b>	<b>8,924,159</b>	<b>8,257,027</b>
<b>Total assets</b>	<b>17,249,920</b>	<b>16,651,262</b>

  
DIRECTOR

# Murree Brewery Company Limited

Condensed Interim Statement of Profit or Loss (Unaudited)  
For the six months ended 31 December 2023

	Note	Quarter ended 31 December		Six months ended 31 December	
		2023	2022	2023	2022
		(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)
<b>NET TURNOVER</b>	9	5,743,011	5,040,789	10,759,514	8,234,976
<b>COST OF SALES</b>	10	(4,505,589)	(4,286,261)	(8,103,293)	(6,685,708)
<b>GROSS PROFIT</b>		1,237,422	754,528	2,656,221	1,549,268
Selling and distribution expenses		(286,372)	(317,764)	(626,022)	(679,793)
Administrative expenses		(180,124)	(159,823)	(343,170)	(306,679)
Other expenses		(72,744)	(17,011)	(147,530)	(46,079)
Other income		24,335	14,898	42,064	29,319
<b>OPERATING PROFIT</b>		722,517	274,828	1,581,563	546,036
Finance costs		(1,511)	(3,575)	(3,245)	(4,758)
Finance income		160,659	123,459	271,689	224,236
<b>NET FINANCE INCOME</b>		159,148	119,884	268,444	219,478
<b>PROFIT BEFORE TAX</b>		881,665	394,712	1,850,007	765,514
Income tax expense		(319,998)	(112,719)	(697,651)	(225,255)
<b>PROFIT FOR THE PERIOD</b>		561,667	281,993	1,152,356	540,259
<b>Earnings per share - basic and diluted (Rupees)</b>	11	20.30	10.19	41.66	19.53

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER




DIRECTOR

# Murree Brewery Company Limited

Condensed Interim Statement of Comprehensive Income (Unaudited)  
For the six months ended 31 December 2023

	Quarter ended 31 December		Six months ended 31 December	
	2023 (Rs.'000)	2022 (Rs.'000)	2023 (Rs.'000)	2022 (Rs.'000)
Profit for the period	561,667	281,993	1,152,356	540,259
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>561,667</u>	<u>281,993</u>	<u>1,152,356</u>	<u>540,259</u>

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

# Murree Brewery Company Limited

## Condensed Interim Statement of Comprehensive Income (Unaudited) For the six months ended 31 December 2023

	Share capital	Capital reserve	General reserve	Revenue reserves			Revaluation surplus on property, plant	Total equity
				Contingency reserve	Unappropriated profits	Total Revenue Reserve		
					(Rs. 000)			
Balance at 30 June 2022 (Audited)	276,636	30,681	327,042	20,000	7,437,103	7,784,145	4,091,322	8,091,462
<i>Total comprehensive income for the period</i>	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	540,259	540,259	-	540,259
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	540,259	540,259	-	540,259
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	-	-	30,685	-	(30,685)	-
	-	-	-	-	30,685	30,685	(30,685)	-
Transactions with the owners of the Company								
Distribution to owners	-	-	-	-	(276,636)	(276,636)	-	(276,636)
Final cash dividend for the year ended 30 June 2023 (@ 100% i.e. Rs. 10/- per share)	-	-	-	-	(138,318)	(138,318)	-	(138,318)
First interim dividend for the year ended 30 June 2023 (@ 50% i.e. Rs. 5/- per share)	-	-	-	-	(414,954)	(414,954)	-	(414,954)
Total distribution to owners	-	-	-	-	(591,512)	(591,512)	-	(591,512)
Balance as at 31 December 2022 (Unaudited)	276,636	30,681	327,042	20,000	7,537,093	7,940,135	4,060,637	8,216,767
Balance as at 30 June 2023 (Audited)	276,636	30,681	327,042	20,000	8,333,682	8,680,724	4,345,951	8,988,041
<i>Total comprehensive income for the period</i>	-	-	-	-	1,152,356	1,152,356	-	1,152,356
Profit for the period	-	-	-	-	1,152,356	1,152,356	-	1,152,356
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	1,152,356	1,152,356	-	1,152,356
Revaluation surplus on property, plant and equipment realized through depreciation for the year - net of deferred tax	-	-	-	-	19,057	-	(19,057)	-
	-	-	-	-	19,057	19,057	(19,057)	-
Transactions with the owners of the Company								
Distribution to owners	-	-	-	-	(138,318)	(138,318)	-	(138,318)
Final cash dividend for the year ended 30 June 2023 (@ 50% i.e. Rs. 5/- per share)	-	-	-	-	(207,477)	(207,477)	-	(207,477)
First interim dividend for the year ending 30 June 2024 (@ 75% i.e. Rs. 7.5/- per share)	-	-	-	-	(345,795)	(345,795)	-	(345,795)
Total distribution to owners	-	-	-	-	(591,590)	(591,590)	-	(591,590)
Balance as at 31 December 2023 (Unaudited)	276,636	30,681	327,042	20,000	9,159,300	9,506,342	4,326,884	9,794,602

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

  
CHIEF FINANCIAL OFFICER

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

# Murree Brewery Company Limited

## Condensed Interim Statement of Cash Flows (Unaudited) For the six months ended 31 December 2023

CASH FLOWS FROM OPERATING ACTIVITIES	Note	Six months ended	
		31-Dec-23 (Rs.'000)	31-Dec-22 (Rs.'000)
Profit before tax		1,850,007	765,514
<b>Adjustments for:</b>			
Depreciation / amortization	6	209,134	189,712
Amortization of right of use asset	7	4,595	4,193
Employee benefits - charged to profit or loss		125,278	115,005
Provision for Workers' Profit Participation Fund (WPPF)		99,463	28,140
Provision for Workers' Welfare Fund (WWF)		39,785	11,256
Provision for water tax		22,590	113,691
Gain on disposal of property, plant and equipment		(3,687)	(600)
Finance cost		3,245	4,757
Return on deposit accounts		(149,330)	(91,290)
Interest on PIBs		(21,219)	(21,968)
Interest on advances		(160)	(131)
Dividend income		(100,967)	(106,354)
Unrealized gain on re-measurement of short term investments		(13)	(1,885)
Deferred grant income		-	(2,606)
		<b>228,714</b>	<b>241,920</b>
<b>Operating profit before working capital changes</b>		<b>2,078,721</b>	<b>1,007,434</b>
<i>Change in:</i>			
Inventories		(717,268)	(1,339,007)
Trade debts		(44,400)	551
Advances, prepayments and other receivables		(432,012)	(717,760)
Trade and other payables		(238,024)	(271,133)
Contract liabilities		(177,969)	(182,195)
		<b>(1,609,673)</b>	<b>(2,509,544)</b>
<b>Cash generated from / (used) in operating activities</b>		<b>469,048</b>	<b>(1,502,110)</b>
Finance cost paid		(3,245)	(4,757)
Employee benefits paid		(145,535)	(110,825)
WPPF paid		(90,876)	(85,904)
Taxes paid		(486,392)	(334,691)
<b>Net cash used in operating activities</b>		<b>(257,000)</b>	<b>(2,038,287)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property, plant and equipment	6	(177,257)	(401,164)
Acquisition of right of use asset	7	(16,718)	(11,987)
Proceeds from sale of property, plant and equipment		4,150	600
Advances for capital expenditures		-	(20,981)
Long term advances paid		(1,602)	501
Long term deposits paid		-	(5,456)
Proceeds / (acquisition) from short term investments		(200,013)	1,164,628
Interest received		162,203	104,883
Dividends received		100,967	106,354
<b>Net cash used / generated in investing activities</b>		<b>(128,270)</b>	<b>937,378</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of lease liabilities		(4,099)	4,999
Repayment of loan		-	(85,071)
Dividend paid		(337,192)	(405,124)
<b>Net cash used in financing activities</b>		<b>(341,291)</b>	<b>(485,196)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(726,561)</b>	<b>(1,586,105)</b>
<b>Cash and cash equivalents at 1 July</b>		<b>2,480,747</b>	<b>2,509,228</b>
<b>Cash and cash equivalents at 31 December</b>	8	<b>1,754,186</b>	<b>923,123</b>

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

# Murree Brewery Company Limited

## Notes to the condensed interim financial statement (Unaudited) For the six months ended 31 December 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 condensed 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 2023. Comparative condensed interim unconsolidated statement of financial position is extracted from the annual audited financial statements for the year ended 30 June 2023, 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 condensed interim financial statements for the six months period 31 December 2022.

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

### 3 ACCOUNTING POLICIES AND ESTIMATES

#### 3.1 Material Accounting policies and methods of computation

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended 30 June 2023.

The company adopted disclosure of Material Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) from 1 January 2023. Although, the amendments did not result in any changes to accounting policies themselves, they impacted the accounting policy information disclosed in the financial statements. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand the financial statements.

#### 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.

# Murree Brewery Company Limited

## Notes to the condensed interim financial statement (Unaudited) For the six months ended 31 December 2023

### Measurement of fair values

The Company has an established control framework with respect to the measurement of fair values. Management has overall responsibility for overseeing all significant fair value measurements, including Level 2 fair values.

Management 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 management assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of the approved accounting standards as applicable in Pakistan, including the level in the fair value hierarchy in which the valuations should be classified.

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

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

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.

		<b>Unaudited</b> <b>31-Dec-23</b> <b>(Rs.'000)</b>	Audited 30-Jun-23 (Rs.'000)
<b>4</b>	<b>SHARE CAPITAL</b>		
<b>4.1</b>	<b>Authorised share capital</b>	<b>300,000</b>	300,000

**4.1.1** This represents 30,000,000 (30 June 2023: 30,000,000) ordinary shares of Rs. 10 each.

### **4.2 Issued, subscribed and paid up share capital**

<b>Unaudited</b> <b>31-Dec-23</b> <b>Number</b>	Audited 30-Jun-23 Number		<b>Unaudited</b> <b>31-Dec-23</b> <b>(Rs.'000)</b>	Audited 30-Jun-23 (Rs.'000)
<b>264,000</b>	264,000	(Ordinary shares of Rs. 10 each)	<b>2,640</b>	2,640
<b>27,399,630</b>	27,399,630	(Ordinary shares of Rs. 10 each, issued as bonus shares)	<b>273,996</b>	273,996
<b>27,663,630</b>	27,663,630		<b>276,636</b>	276,636

### **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 2023 except for :-

#### **5.1 Commitments**

**5.1.1** The Company's outstanding Letter of Credit for the import of machinery and inventory items amounted to Rs. 813.13 million (30 June 2023: Rs. 1,180.59 million).

**5.1.2** Bank guarantees have been given in the normal course of business to Sui Northern Gas Company Limited for commercial and industrial use of gas amounting to Rs. 135.87 million (30 June 2023: Rs. 125.74) and bank guarantee issued to Oil and Gas Development Company Limited ('OGDCL') amounting to Rs. 2.7 million (30 June 2023: Rs. 2.7 million) against supply of Murree sparklettes water to OGDCL.

# Murree Brewery Company Limited

## Notes to the condensed interim financial statement (Unaudited) For the six months ended 31 December 2023

### 6 PROPERTY, PLANT AND EQUIPMENT

	31 December 2023 (unaudited)		
	(Rs. '000)		
	Operating fixed assets	Capital work in progress	Total
Carrying amount as at 1 July 2023	7,044,718	29,630	7,074,348
Additions during the period	114,072	63,185	177,257
Disposals during the period	(463)	-	(463)
Transferred from leased assets	1,173	-	1,173
Depreciation charge for the period	(209,134)	-	(209,134)
Carrying amount at the end of period	6,950,366	92,815	7,043,181
	Audited 30 June 2023		
	(Rs in '000)		
Carrying amount at the beginning of the year	6,581,182	-	6,581,182
Additions during the year	403,208	29,630	432,838
Transferred from leased Assets	3,410	-	3,410
Revaluation surplus	371,256	-	371,256
Transferred from capital work in progress	83,392	-	83,392
Disposal during the year-net	(28,283)	-	(28,283)
Depreciation charge for the year	(369,447)	-	(369,447)
Carrying amount at the end of the year	7,044,718	29,630	7,074,348

6.1 Additions in and depreciation on property plant and equipment during the half year ended 31 December 2023 amounted to Rs. 179.30 million and Rs. 388.87 million respectively.

### 7 RIGHT OF USE ASSETS

Note	(Unaudited)	(Audited)
	31-Dec-23 (Rs in '000)	30 June 2023 (Rs. 000)
Opening balance	18,297	17,692
Addition during the period / year	16,718	12,177
Transfer to property, plant and equipment - owned	(1,173)	(3,410)
Amortization charge for the period / year	(4,595)	(8,161)
Closing balance	29,247	18,297

7.1 Additions in amortization and disposal in right of use assets during the half year ended 31 December 2023 amounted to Rs. 4.6 million and Rs. Nil respectively.

### 8 CASH AND BANK BALANCES

	(Unaudited)	(Audited)
	31-Dec-23 (Rs in '000)	30 June 2023 (Rs. 000)
Cash in hand	23,684	46,987
Banking instrument in hand	-	-
Cash at banks :		
- in local currency current accounts	616,881	952,562
- in local currency deposit accounts	1,113,621	1,481,198
-in foreign currency deposit accounts	-	-
	1,730,502	2,433,760
	1,754,186	2,480,747

8.1 Profit on local currency deposit account ranges from 20.50% to 20.90% (30 June 2023: 12.40% to 19.60%) per annum respectively.

8.2 This carries interest rate of 0.25% (30 June 2023: 0.25%) per annum.

8.3 There is no change in financing facilities from those as disclosed in the financial statements for the year ended 30 June 2023 except for:-

- (a) Facility of letter of credit amounting to Rs. 600 million (2023: Rs. 500 million) and letter of guarantee of Rs 150 million (2023: Rs. 150 million) was available from United Bank Limited and are available to the Company till 31 July 2024. This facility is secured against lien over valid import documents and 100% cash margin or lien on deposit/UBL Funds (lien will be accepted in low risk money market funds).
- (b) Facilities of letters of guarantee and letters of credit amounting to Rs. Nil (2023: Rs. 10 million) and Rs. 1,100 million (2023: Rs. 687.5 million) from Bank Alfalah Limited respectively were available. Facilities of letters of guarantee and letters of credit are secured against present and future assets of the Company and lien on import documents respectively.
- (c) Facilities of letters of guarantee, shipping guarantee, letters of credit and inland letter of credit amounting to Rs. 125 million (2023: Rs. 100 million), Rs. 250 million (2023: Rs. 50 million), Rs. 500 million (2023: Rs. 200 million) and Rs 200 million (2023: Rs nil) from Askari Bank Limited respectively are available to the Company till 31 October 2024. Facilities of letters of guarantee and shipping guarantee are secured against 100% cash margin and lien on import documents.



# Murree Brewery Company Limited

## Notes to the condensed interim financial statement (Unaudited) For the six months ended 31 December 2023

- (d) Running finance facility amounting to Rs. 1,000 million (2023: Rs 1,000 million) from Askari Bank Limited, Islamabad. This facility is available till 31 October 2024. This carries mark up at the rate of 1 months' KIBOR plus 0.4% (2023: 1 months' KIBOR plus 0.4% ) 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 (2023: Rs 1,334 million).

9	NET TURNOVER	Note	Six months ended	
			(Unaudited)	(Unaudited)
			31-Dec-23	31-Dec-22
			(Rs '000)	(Rs '000)
	Turnover - gross		15,191,539	10,884,396
	Less: trade discounts		(585,309)	(401,957)
	Turnover - net		14,606,230	10,482,439
	Less: Sales tax and excise duty		(3,846,716)	(2,247,463)
	<b>NET TURNOVER</b>	<b>9.1</b>	<b>10,759,514</b>	<b>8,234,976</b>

- 9.1 Net turnover for the six months period ended 31 December 2023 includes exports amounting to Rs. 27.46 million (31 December 2022: Rs. 20.53 million).

10	COST OF SALES	Note	Six months ended	
			(Unaudited)	(Unaudited)
			31-Dec-23	31-Dec-22
			(Rs '000)	(Rs '000)
	Raw material consumed	10.1	8,914,481	7,506,970
	Stores and spares consumed		138,605	139,748
	Fuel and power consumed		785,801	633,279
	Salaries and wages		442,540	397,634
	Repair and maintenance		100,890	93,186
	Depreciation		191,443	177,860
	Cost to fulfill a contract - transportation		188,432	185,954
	Other manufacturing overheads		83,428	132,345
			10,845,620	9,266,976
	<b>Work in process:</b>			
	Work in process - opening		579,624	363,121
	Work in process - closing		(775,978)	(514,196)
			(196,354)	(151,075)
	<b>Cost of goods manufactured</b>		<b>10,649,266</b>	<b>9,115,901</b>
	<b>Finished goods:</b>			
	Finished goods - opening		591,938	208,516
	Finished goods - closing		(646,397)	(551,432)
			(54,459)	(342,916)
	Less: Inter division transfers		(1,731,818)	(2,087,277)
			<b>8,862,989</b>	<b>6,685,708</b>
	<b>10.1 Raw material consumed</b>			
	Opening stock		2,393,972	1,607,560
	Purchases		9,375,366	8,357,484
			11,769,338	9,965,044
	Less : Closing stock		(2,854,857)	(2,455,703)
			<b>8,914,481</b>	<b>7,509,341</b>

11	EARNING PER SHARE - BASIC AND DILUTED	Quarter ended 31 Dec		Six months ended 31 Dec	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		2023	2022	2023	2022
	Net profit for the period - Rupees in ('000)	561,667	281,993	1,152,356	540,259
	Weighted average number of shares - Number	27,663,630	27,663,630	27,663,630	27,663,630
	Earning per share - Rupees	20.30	10.19	41.66	19.53

- 11.1 There is no dilutive effect on the basic earnings per share of the Company as at 31 December 2023.

# Murree Brewery Company Limited

## Notes to the condensed interim financial statement (Unaudited) For the six months ended 31 December 2023

### 12 SEGMENT INFORMATION

#### 12.1 Information about reportable segments

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

	Liquor division	Glass division	Tops division	Corporate Office	Total
	(Rs. '000)	(Rs. '000)	(Rs. '000)	(Rs. '000)	(Rs. '000)
<b>a. For the six months ended (unaudited)</b>					
<b>31 December 2023</b>					
Third party turnover - net	11,384,071	227,952	2,994,207	-	14,606,230
Inter-segment turnover	484,359	1,247,459	-	-	1,731,818
Segment profit / (loss) before tax	1,511,046	501,616	(137,484)	(25,171)	1,850,007
<b>31 December 2022</b>					
Third party turnover - net	7,758,793	98,386	2,625,260	-	10,482,439
Inter-segment turnover	357,811	1,018,603	-	-	1,376,414
Segment profit / (loss) before tax	444,759	374,485	(153,348)	99,618	765,514
<b>b. Assets</b>					
<b>31 December 2023 (unaudited)</b>					
	12,283,485	1,701,898	3,264,538	-	17,249,920
30 June 2023 (audited)	11,848,998	1,368,781	3,339,784	93,699	16,651,262
<b>c. Liabilities</b>					
<b>31 December 2023 (unaudited)</b>					
	1,672,603	177,624	523,942	735,198	3,109,368
30 June 2023 (audited)	1,703,986	161,298	587,154	864,832	3,317,270
<b>d. Additions to</b>					
<b>Property, plant and equipment</b>					
<b>Six months ended 31 December 2023 (unaudited)</b>					
	102,879	2,900	8,292	-	114,072
Year ended 30 June 2023 (audited)	437,903	26,596	22,101	-	486,600
<b>Right of use asset</b>					
<b>Six months ended 31 December 2023 (unaudited)</b>					
	-	-	16,718	-	16,718
Year ended 30 June 2023 (audited)	7,769	-	4,408	-	12,177
<b>e. Other income</b>					
<b>Six months ended 31 December 2023 (unaudited)</b>					
	30,107	4,059	7,898	-	42,064
Six months ended 31 December 2022 (unaudited)	21,108	4,754	3,457	-	29,319
<b>f. Net finance income</b>					
<b>Six months ended 31 December 2023 (unaudited)</b>					
	118,917	6,139	21,029	122,359	268,444
Six months ended 31 December 2022 (unaudited)	61,973	2,931	8,877	145,697	219,478
<b>g. Depreciation</b>					
<b>Six months ended 31 December 2023 (unaudited)</b>					
	100,271	53,763	55,099	-	209,134
Six months ended 31 December 2022 (unaudited)	79,010	58,875	55,760	-	193,645
<b>Six months ended</b>					
<b>31 December</b>					
<b>2023</b>					
<b>2022</b>					
<b>(Unaudited)</b>					
<b>(Unaudited)</b>					
<b>(Rs. '000)</b>					
<b>(Rs. '000)</b>					
<b>12.2 Reconciliation of reportable segment profit or loss</b>					
Total profit before tax for reportable segments				1,875,178	665,896
Unallocated amount - other expenses				(147,530)	(46,079)
Unallocated amounts - finance income				122,359	145,697
Net profit before tax				1,850,007	765,514

# Murree Brewery Company Limited

Notes to the condensed interim financial statement (Unaudited)  
For the six months ended 31 December 2023

12.3	Divisional profit or loss	Liquor Division						Glass Division						Tops Division						Total											
		Quarter ended 31 December		Six months ended 31 December		Quarter ended 31 December		Six months ended 31 December		Quarter ended 31 December		Six months ended 31 December		Quarter ended 31 December		Six months ended 31 December		Quarter ended 31 December		Six months ended 31 December		Quarter ended 31 December		Six months ended 31 December							
		2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022						
		(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)	(R's,000)						
		5,246,720	3,658,928	11,468,301	7,809,254	149,730	90,016	227,952	98,386	1,331,830	1,184,528	3,495,286	2,976,756	6,728,280	4,933,472	15,191,539	10,884,396	(45,990)	(16,917)	(84,230)	(50,443)	(50,079)	(351,496)	(209,335)	(196,911)	(585,009)	(401,957)				
		5,220,730	3,642,011	11,384,071	7,758,793	149,730	90,016	227,952	98,386	1,148,485	1,004,534	2,994,207	2,652,260	6,518,945	4,736,561	14,606,230	10,482,439														
		152,315	106,702	484,359	357,811	690,219	479,335	1,247,459	1,018,603	-	-	-	-	842,534	586,037	-	-														
		5,373,045	3,748,713	11,868,430	8,116,604	839,949	569,351	1,475,411	1,116,989	1,148,485	1,004,534	2,994,207	2,652,260	7,361,479	5,322,598	14,606,230	10,482,439	(1,241,350)	(760,929)	(2,844,415)	(1,678,235)	(23,024)	(13,079)	(34,956)	(14,295)	(654,933)	(1,618,468)	(992,672)	(3,846,716)	(2,247,463)	
		4,131,695	2,987,784	9,027,015	6,438,369	816,925	556,272	1,440,455	1,102,694	794,391	783,570	2,023,862	2,070,327	5,743,011	4,329,926	10,759,514	8,234,976														
		(2,631,168)	(2,094,331)	(5,986,717)	(4,564,102)	(54,932)	(322,303)	(914,465)	(704,801)	(488,955)	(572,727)	(1,202,111)	(1,116,805)	(3,463,055)	(2,989,361)	(8,103,293)	(6,685,708)														
		(671,331)	(453,112)	(1,188,693)	(957,039)	-	-	-	-	(171,203)	(130,925)	(546,125)	(419,375)	(842,534)	(586,037)	-	-														
		(3,302,499)	(2,549,443)	(7,173,410)	(5,521,141)	(542,932)	(322,303)	(914,465)	(704,801)	(660,158)	(703,652)	(1,748,236)	(1,536,180)	(4,506,589)	(3,575,398)	(8,103,293)	(6,685,708)														
		829,196	438,341	1,854,605	917,228	273,993	233,969	535,990	397,893	134,333	82,218	275,626	234,147	1,237,422	754,528	2,656,221	1,549,286														
		(107,487)	(164,719)	(264,982)	(350,251)	(2,540)	(2,289)	(5,135)	(3,991)	(176,345)	(150,756)	(335,905)	(325,551)	(286,372)	(317,764)	(626,022)	(679,793)														
		(118,928)	(109,455)	(227,601)	(205,299)	(16,043)	(13,236)	(29,437)	(27,102)	(45,153)	(37,132)	(86,132)	(74,278)	(80,124)	(159,823)	(443,170)	(306,679)														
		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-														
		16,937	10,329	30,107	21,108	3,005	3,143	4,059	4,754	4,393	1,426	7,898	3,457	24,335	14,888	42,064	29,319														
		619,718	174,496	1,394,129	382,786	258,415	221,587	495,477	371,554	(82,872)	(104,244)	(158,513)	(102,225)	722,517	274,828	1,581,563	546,036														
		(884)	(2,848)	(1,159)	(3,354)	(5)	(25)	(12)	(48)	(62)	(702)	(2,074)	(1,356)	(1,511)	(3,575)	(3,245)	(4,758)														
		23,944	30,953	120,076	65,327	3,043	1,640	6,151	2,979	11,313	4,728	23,103	10,233	160,659	123,459	271,689	224,236														
		23,060	28,105	118,917	61,973	3,008	1,615	6,139	2,931	10,691	4,036	21,029	8,877	159,148	119,584	268,444	219,478														
		642,778	202,601	1,511,046	444,759	261,453	223,202	501,616	374,485	(72,181)	(100,188)	(137,484)	(153,348)	881,665	394,712	1,850,007	705,514														

Note

## TURNOVER

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

Inter division sales

Sales tax and excise duty  
NET TURNOVER

## 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 income / (cost)

Profit/(loss) before tax

# Murree Brewery Company Limited

Notes to the condensed interim financial statement (Unaudited)  
For the six months ended 31 December 2023

	Note	Six months ended				
		Liquor (Rs '000)	Glass (Rs '000)	Tops (Rs '000)	(Unaudited) 31-Dec-23 (Rs '000)	(Unaudited) 31-Dec-22 (Rs '000)
<b>12.4 Cost of sales</b>						
Raw material consumed	12.5	6,220,105	409,059	2,285,317	8,914,481	7,506,970
Stores and spares consumed		54,530	72,117	11,958	138,605	139,748
Fuel and power consumed		434,017	293,180	58,604	785,801	633,279
Salaries and wages		252,480	86,520	103,540	442,540	397,634
Repair and maintenance		51,386	35,312	14,192	100,890	93,186
Depreciation		88,309	53,727	49,407	191,443	177,860
Cost to fulfill a contract - transportation		186,057	-	2,375	188,432	185,954
Other manufacturing overheads		34,063	24,947	24,418	83,428	132,345
		7,320,947	974,862	2,549,811	10,845,620	9,266,976
<b>Work in process:</b>						
Work in process - opening		492,433	3,570	83,621	579,624	363,121
Work in process - closing		(646,403)	(3,570)	(126,005)	(775,978)	(514,196)
		(153,970)	-	(42,384)	(196,354)	(151,075)
<b>Cost of goods manufactured</b>		7,166,977	974,862	2,507,427	10,649,266	9,115,901
<b>Finished goods:</b>						
Finished goods - opening		225,551	196,380	170,007	591,938	208,516
Finished goods - closing		(220,117)	(256,778)	(169,502)	(646,397)	(551,432)
		5,434	(60,398)	505	(54,459)	(342,916)
Less: Inter division cost		(1,185,693)	-	(546,125)	(1,731,818)	(2,087,277)
		5,986,718	914,464	1,961,807	8,862,989	6,685,708
<b>12.5 Raw material consumed</b>						
Opening inventory		1,614,152	40,428	739,392	2,393,972	1,607,560
Purchases		6,593,199	399,343	2,382,824	9,375,366	8,357,484
		8,207,351	439,771	3,122,216	11,769,338	9,965,044
Less : Closing inventory		(1,987,246)	(30,712)	(836,899)	(2,854,857)	(2,458,074)
		6,220,105	409,059	2,285,317	8,914,481	7,506,970

## 13 TRANSACTION WITH RELATED PARTIES

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

Name of related party	Nature of relationship	Percentage of share holding	Nature of transaction during the year	Six months ended 31 December	
				(Unaudited) 2023 (Rs.'000)	(Unaudited) 2022 (Rs.'000)
1) D.P. Edulji & Company (Private) Ltd	Associated Company on account of	17.75	Sales commission Services acquired Dividend	112,030 10,260 52,168	95,972 9,660 83,469
2) Kingsway Fund	Associated Company	0.00	Dividend	12,802	81,407
3) Board of Directors	Directors	20.30	Dividend	59,656	56,166
4) Directors' relatives	Directors' relatives	18.08	Dividend	51,807	60,830
5) Staff retirement plan - Provident fund	Staff retirement funds	Nil	Contribution by the Company	5,639	4,984
6) Staff retirement plan - Pension fund	Staff retirement funds	Nil	Contribution by the Company	-	3,040
7) Bhandara Foundation	Chief Executive Officer acts as a Trustee	Nil	Contribution by the Company	2,000	-
8) Chief Executive	Chief Executive Officer acts as a Landlord	Nil	Warehouse rental paid by the Company	1,350	-

# Murree Brewery Company Limited

Notes to the condensed interim financial statement (Unaudited)

For the six months ended 31 December 2023

## 14 FINANCIAL INSTRUMENTS

### A FAIR VALUES

#### 14.1 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	Carrying amount			Fair value			
	Fair value through profit or loss	Amortized cost	Financial liabilities at amortized cost	Total	Level 1	Level 2	Level 3
		(Rs.'000)	(Rs.'000)				(Rs.'000)
<b>31 December 2023 - Unaudited</b>							
<b>Financial assets measured at fair value</b>							
Shares of listed companies	32			32	32		
Mutual funds	1,626,582			1,626,582	1,626,582		
	<u>1,626,614</u>			<u>1,626,614</u>	<u>1,626,614</u>		
<b>Financial assets not measured at fair value</b>							
Long term advances		13,340		13,340			
Long term investments		506,936		506,936		506,936	
Long term deposits	44,429			44,429			
Trade debts		86,636		86,636			
Advances and other receivables		1,007,322		1,007,322			
Cash and bank balances		1,754,186		1,754,186			
	<u>44,429</u>	<u>3,368,420</u>		<u>3,412,849</u>		<u>506,936</u>	
<b>Financial liabilities not measured at fair value</b>							
Long term loan			21,310			21,310	
Lease liabilities			1,549,559			1,549,559	
Trade and other payables			113,212			113,212	
Unpaid dividend			32,235			32,235	
Unclaimed dividend			1,716,316			1,716,316	

# Murree Brewery Company Limited

Notes to the condensed interim financial statement (Unaudited)  
For the six months ended 31 December 2023

	Carrying amount		Level 1	Level 2	Level 3
	Fair value through profit or loss	Amortized Cost			
On-balance sheet financial instruments		Financial liabilities at amortized cost			
		(Rs.'000)		(Rs.'000)	
30 June 2023 - Audited					
Financial assets measured at fair value					
Mutual funds	1,426,602	1,426,602	1,426,602		
	1,426,602	1,426,602	1,426,602		
Financial assets not measured at fair value					
Long term advances		11,738			
Long term investments		508,452	508,452		
Long term deposits	44,429	-	44,429		
Trade debts		42,236			
Advances and other receivables		623,652			
Cash and bank balances	44,429	2,480,747	2,480,747		
		3,666,825	3,711,254	508,452	
Financial liabilities not measured at fair value					
Lease liabilities		15,688			
Trade and other payables		1,787,583	1,787,583		
Unpaid dividend		105,769	105,769		
Unclaimed dividend		31,075	31,075		
		1,940,115	1,940,115		

14.2 It excludes advances to suppliers and prepayments.

14.3 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.

14.4 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.

14.5 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 2023 is to be referred.

# Murree Brewery Company Limited

Notes to the condensed interim financial statement (Unaudited)  
For the six months ended 31 December 2023

## 15 DATE OF APPROVAL

These condensed interim financial statements was approved by the Board of Directors of the Company in their meeting held on 23<sup>rd</sup> February 2024.

## 16 NON ADJUSTING EVENTS AFTER REPORTING DATE

16.1 The Board of Directors in their meeting held on 23<sup>rd</sup> February 2024, has declared an interim cash dividend @ 80% (i.e. Rs 8 per share) for the year ending 30 June 2024.

## 17 GENERAL

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



CHIEF FINANCIAL OFFICER



CHIEF EXECUTIVE OFFICER



DIRECTOR

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**Estd. 1860**

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